

UNIFIED SCHOOL DISTRICT NO. 484

Financial Statements  
and  
Supplemental Information

with Independent Auditor's Report

For the Year Ended June 30, 2012

Unified School District No. 484  
Fredonia, Kansas  
Special Financial Statements  
For the Fiscal Year Ended June 30, 2012

<u>Item</u>	<u>Page Number</u>
INTRODUCTORY SECTION	
Title Page	
Table of Contents	
FINANCIAL SECTION	
Independent Auditor's Report	1-3
Summary of Cash Receipts, Expenditures, and Unencumbered Cash	4
Notes to Financial Statements	5-12
ADDITIONAL INFORMATION	
Schedule 1	
Summary of Expenditures - Actual and Budget	13
Schedule 2	
Summary of Receipts and Expenditures - Individually Presented by Fund	
General Fund	14-16
Supplemental General Fund	17-18
Special Purpose Funds	
At Risk 4 Year Old Fund	19
At Risk K-12 Fund	20
Capital Outlay Fund	21
Driver Training Fund	22
Food Service Fund	23
Professional Development Fund	24
Parent Education Fund	25
Special Education Fund	26
Vocational Education Fund	27
KPERS Special Retirement Contribution Fund	28
Contingency Reserve Fund	29
Textbook and Student Material Revolving Fund	30
Recreation Commission Fund	31
Coordinated School Health Grant Fund	32
Rural and Low Income School Grant Fund	33
Title I Fund	34
Title I ARRA Fund	35
Title II Fund	36
Indian Grant Fund	37
State Improvement Special Project Fund	38

Unified School District No. 484  
Fredonia, Kansas  
Special Financial Statements  
For the Fiscal Year Ended June 30, 2012

<u>Item</u>	<u>Page Number</u>
Schedule 3 Summary of Cash Receipts and Disbursements – Agency Funds	39
Schedule 4 Summary of Cash Receipts, Expenditures and Unencumbered Cash - District Activity Funds	40
APPENDIX A	
Auditor's Report on Compliance and Internal Control – Government Auditing Standards	41-42
Auditor's Report on Compliance and Internal Control – OMB Circular A-133	43-44
Schedule of Findings and Questioned Costs	45
Schedule of Expenditures of Federal Awards	47

## INDEPENDENT AUDITORS' REPORT

Board of Education  
Unified School District No. 484  
Fredonia, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 484, Fredonia, Kansas, as of and for the year ended June 30, 2012, and the related notes to the financial statement.

### *Management's Responsibility for the Financial Statements*

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

### *Auditor's Responsibility*

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

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

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

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

As described in Note 1 of the Notes to Financial Statement, the financial statement is prepared by Unified School District No. 484, Fredonia, Kansas, to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

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

*Adverse Opinion on U.S. Generally Accepted Accounting Principles*

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Unified School District No. 484, Fredonia, Kansas, as of June 30, 2012, or changes in financial position and cash flows thereof for the year then ended.

*Opinion on Regulatory Basis of Accounting*

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of Unified School District No. 484, Fredonia, Kansas, as of June 30, 2012, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide described in Note 1.

*Other Reporting Required by Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 25, 2013 on our consideration of Unified School District No. 484, Fredonia, Kansas, internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Unified School District No. 484, Fredonia, Kansas, internal control over financial reporting.

*Report on Supplementary Information*

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

*Prior Year Comparative Analysis*

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

*Restricted Use*

This report is intended solely for the information and use of the governing body and management of Unified School District No. 484, and for filing with the Kansas Department of Education, the Kansas Department of Administration, Division of Accounts and Reports, the cognizant federal agency, and other federal audit agencies. This restriction is not intended to limit distribution of this report, which is a matter of public record.

Respectfully Submitted,

*Schlatterbeck and Burns, LLC*

March 25, 2013

Unified School District No. 484  
Summary Statement of Receipts, Expenditures, and Unencumbered Cash  
Regulatory Basis  
For the Year Ended June 30, 2012

	Beginning Unencumbered Cash Balance	Beginning Balance Adjustment	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Type Funds:							
General	\$ 3,949		5,031,334	5,028,421	6,862	72,439	79,301
Supplemental General	37,738		1,618,095	1,587,700	68,133	93,249	161,382
Special Revenue:							
At Risk 4 Year Old	78,107		110,000	50,788	137,319		137,319
At Risk K-12	451,808		708,963	784,306	376,465	250	376,715
Capital Outlay	1,064,839		226,847	491,860	799,826	435,787	1,235,613
Driver Training	43,142		7,164	8,618	41,688		41,688
Food Service	139,717		500,447	498,549	141,615	31	141,646
Professional Development	51,479		226	15,669	36,036	7,569	43,605
Parent Education Program	9,000		7,500	5,700	10,800		10,800
Special Education	583,442		1,004,863	874,574	713,731	4,489	718,220
Vocational Education	161,222		125,000	90,268	195,954	7,478	203,432
KPERS Special Retirement Contribution	( 161,832)		408,162	246,330			
Contingency Reserve	592,681			146,259	446,422		446,422
Textbook and Student Material Revolving	155,300		16,399	4,127	167,572	3,261	170,833
Recreation Commission	14,488		69,034	69,034	14,488		14,488
Coordinated School Health Grant	1,593				1,593		1,593
Rural and Low Income School Grant			22,713	22,713			
Title I	12,242		187,804	193,185	6,861		6,861
Title II	3,447		42,707	46,154			
Indian Grant			13,495	13,495			
State Improvement Special Project	(2) 1,324	989		2,313			
Gate Receipts	30,968		75,622	71,241	35,349		35,349
Special Projects	55,896		87,122	80,392	62,626		62,626
Total Primary Government (1)	<u>3,330,550</u>	<u>989</u>	<u>10,263,497</u>	<u>10,331,696</u>	<u>3,263,340</u>	<u>624,553</u>	<u>3,887,893</u>
Composition of Cash:							
Certificates of Deposit							100,000
Demand Deposits							3,705,246
Due from State of Kansas							408,686
Petty Cash Advance							200
Less: Agency Funds per Schedule 3							( 326,237)
Adjustment for Rounding							( 2)
Total Primary Government (1)							<u>3,887,893</u>

(1) Excluding Agency Funds

(2) Beg Bal Adjust - Prior Year Encumbrances Cancelled

Unified School District No. 484  
Fredonia, Kansas  
Notes to Financial Statements  
For the Year Ended June 30, 2012

**Note 1    Summary of Significant Accounting Policies**

**A.        Reporting Entity**

Principles Used in Determining Scope of Entity

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

**B.        Basis of Presentation**

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

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

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

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

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

**C.        Basis of Accounting**

*Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America*

The Kansas Municipal Audit and Accounting Guide regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The Kansas Municipal Audit and Accounting Guide regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.



Unified School District No. 484  
Fredonia, Kansas  
Notes to Financial Statements  
For the Year Ended June 30, 2012

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

**D. Budgets**

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

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. During the year ended June 30, 2012, the District had no such amendments. However, the State of Kansas cut the budget of the General Fund from the adopted amount of \$5,221,692 to the legal maximum amount (based on audited FTE enrollment) of \$4,997,820.

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

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

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

Contingency Reserve Fund  
Textbook and Student Material Revolving Fund  
Coordinated School Health Grant Fund  
Rural and Low Income School Grant Fund  
Title I Fund  
Title II Fund  
Indian Grant Fund  
State Improvement Special Project Fund  
Gate Receipts Fund  
Special Projects Fund

Unified School District No. 484  
Fredonia, Kansas  
Notes to Financial Statements  
For the Year Ended June 30, 2012

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

**E. Assets, Liabilities, and Fund Equity**

*Cash*

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

*Property Taxes and Other Receivables*

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

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

**F. Revenues and Expenditures**

*Property Tax Revenue Recognition*

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

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

*Reimbursed Expenses*

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

*Interfund Transactions*

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

Unified School District No. 484  
Fredonia, Kansas  
Notes to Financial Statements  
For the Year Ended June 30, 2012

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

**Note 2**   **In-Substance Receipt in Transit**

The District received \$408,686 subsequent to June 30, 2012 and as required by K.S.A. 72-6417 and 72-6434, the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2012. \$370,851 of these receipts were for the General Fund and \$37,835 for the Supplemental General Fund. The total of these amounts is displayed in the "Composition of Cash" as "Due from State of Kansas".

**Note 3**   **Deposits and Investments**

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

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

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

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

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

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

At June 30, 2012, the carrying amount of the District's deposits was \$3,805,246 and the bank balance was \$4,226,242. Of the bank balance, \$705,972 was covered by federal depository insurance and the remaining \$3,520,270 was collateralized with securities held by the pledging financial institutions' agents in the School's name.

Unified School District No. 484  
Fredonia, Kansas  
Notes to Financial Statements  
For the Year Ended June 30, 2012

**Note 4 Long-term Debt**

*General Obligation Bonds*

Kansas schools are limited to aggregate debt not to exceed 14% of assessed valuation of tangible taxable property within the district. The School District's assessed valuation at June 30, 2012 was \$40,604,824. The District has no outstanding bonded indebtedness. This results in a debt limitation of \$5,684,675.

*Capital Lease Obligations*

At June 30, 2012, the District is committed under three lease purchase agreements, which provided funds for energy system improvements and computers.

*Changes in Long-Term Debt*

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

<u>Issue</u>	<u>Interest Rate</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Date of Final Maturity</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Reductions/ Payments</u>	<u>Balance End of Year</u>	<u>Interest Paid</u>
<u>Capital Lease Obligations:</u>									
Energy Management System	4.419%	02/17/04	\$ 295,120	02/17/19	181,142		19,333	161,809	7,813
Apple Computers	0.000%	07/21/10	127,440	07/21/13	95,580		31,860	63,720	0
Apple Computers	1.900%	06/28/11	114,741	07/27/13		114,741	38,969	75,772	0
<u>Contracted Liabilities:</u>									
Early Retirement Program					349,182		128,862	220,320	0
Total Contractual Indebtedness					<u>625,904</u>	<u>114,741</u>	<u>219,024</u>	<u>521,621</u>	<u>7,813</u>

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

<u>Principal</u>	<u>2012-13</u>	<u>2013-14</u>	<u>2014-15</u>	<u>2015-16</u>	<u>2016-17</u>	<u>2017-18/2018-19</u>	<u>Total</u>
Capital Lease Obligations	\$ 89,568	91,205	22,048	23,036	24,058	51,386	301,301
Contracted Liabilities	55,080	48,960	36,720	30,600	24,480	24,480	220,320
Total Principal	<u>144,648</u>	<u>140,165</u>	<u>58,768</u>	<u>53,636</u>	<u>48,538</u>	<u>75,866</u>	<u>521,621</u>
<u>Interest</u>							
Capital Lease Obligations	8,407	6,770	5,098	4,110	3,087	2,905	30,377
Total Interest	<u>8,407</u>	<u>6,770</u>	<u>5,098</u>	<u>4,110</u>	<u>3,087</u>	<u>2,905</u>	<u>30,377</u>
Total Principal and Interest	<u>153,055</u>	<u>146,935</u>	<u>63,866</u>	<u>57,746</u>	<u>51,625</u>	<u>78,771</u>	<u>551,998</u>

The District has chosen to recognize an encumbrance for certain of these future payments against the Capital Outlay Fund. As of June 30, 2012, a total of \$195,949 of the total \$551,998 future payments have been encumbered and expensed against the Capital Outlay Fund.

Unified School District No. 484  
Fredonia, Kansas  
Notes to Financial Statements  
For the Year Ended June 30, 2012

**Note 5    Claims and Judgments**

The School participates in federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the School may be required to reimburse the grantor government. As of March 14, 2013, current year grant expenditures have not been audited, but the School believes disallowed expenditures or overpayments, if any, will not have a material effect on individual governmental funds or the overall financial position of the School.

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

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

**Note 6    Interfund Transfers**

<u>From</u>	<u>To</u>	<u>Authority</u>	<u>Amount</u>
General Fund	At Risk 4-Year Old Fund	K.S.A. 72-6428	\$ 110,000
General Fund	At Risk K-12 Fund	K.S.A. 72-6428	611,454
General Fund	Capital Outlay Fund	K.S.A. 72-6428	17,648
General Fund	Parent Education Fund	K.S.A. 72-6428	7,500
General Fund	Special Education Fund	K.S.A. 72-6428	698,488
Supplemental General Fund	At Risk K-12 Fund	K.S.A. 72-6433	97,509
Supplemental General Fund	Food Service Fund	K.S.A. 72-6433	128,308
Supplemental General Fund	Special Education Fund	K.S.A. 72-6433	306,375
Supplemental General Fund	Vocational Education Fund	K.S.A. 72-6433	125,000

**Note 7    Other Long-Term Obligations from Operations**

*Compensated Absences.*

The School District's sick leave policy allows crediting each employee with ten days sick leave per year with a maximum carryover of fifty days between fiscal years.

Unified School District No. 484  
Fredonia, Kansas  
Notes to Financial Statements  
For the Year Ended June 30, 2012

*Early Retirement Incentive Plan*

The School District has adopted an early retirement plan for certified personnel. Under this plan, certified personnel who are eligible to retire under KPERS and have 20 years teaching experience, with at least 15 years experience with the District, may retire and have a percentage of their final annual salary paid into a 403(b) plan. The annual payment to be paid into the 403(b) plan is 17% of the retiree's last placement on the salary schedule, for a maximum of five payments, but payments stop if the retiree dies or reaches an age five years past the time they could have retired under KPERS. At the end of each year of eligibility, if a teacher chooses not to retire, they lose that years' payment.

In addition to the above, each retiring teacher receives pay for up to 60 days of unused sick leave. This leave is paid out at the rate of substitute teacher pay in effect at the time of payment.

*Defined Benefit Pension Plan*

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

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

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

**Note 8 Stewardship, Compliance, and Accountability**

*Compliance with Kansas Cash Basis Law*

No violations.

*Compliance with Kansas Budget Law*

Expenditures and encumbrances exceeded the adopted budget of the Professional Development Fund in the amount of \$443.

*Compliance with Kansas Depository Security Law*

No violations.

Unified School District No. 484  
Fredonia, Kansas  
Notes to Financial Statements  
For the Year Ended June 30, 2012

**Note 9 Economic Dependency**

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

	Total <u>Revenue (1)</u>	State <u>Aid</u>	<u>%</u>	Federal <u>Aid</u>	<u>%</u>
General Fund	5,031,334	4,255,491	84.6%	5,791	0.1%
Supplemental General Fund	1,618,095	644,681	39.8%	0	0.0%
Other Funds	1,511,786	416,296	27.5%	489,125	32.4%
Total All Funds (1)	8,161,215	5,316,468	65.1%	494,916	6.1%

(1) Not including fund transfers

**Note 10 On Behalf Payments for Fringe Benefits**

The School recognizes as revenues and expenses cash contributions made by the State of Kansas to the Kansas Public Employees Retirement System (KPERS) on behalf of the School's employees. For the year ended June 30, 2012, the State made cash contributions of \$408,162. These contributions are recorded in the School's KPERS Contribution Fund as receipts and disbursements.

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

Unified School District No. 484  
Summary of Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2012

Schedule 1

	Certified Budget	Adjustment to Comply With Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Favorable (Unfavorable)
Governmental Type Funds:						
General	\$ 5,221,692	( 223,872)	30,601	5,028,421	5,028,421	
Supplemental General	1,587,700			1,587,700	1,587,700	
Special Revenue:						
At Risk 4 Year Old	75,000			75,000	50,788	24,212
At Risk K-12	930,682			930,682	784,306	146,376
Capital Outlay	800,000			800,000	491,860	308,140
Driver Training	14,250			14,250	8,618	5,632
Food Service	548,500		7,677	556,177	498,549	57,628
Professional Development	15,000		226	15,226	15,669	( 443)
Parent Education Program	7,500			7,500	5,700	1,800
Special Education	974,186			974,186	874,574	99,612
Vocational Education	159,000			159,000	90,268	68,732
KPERS Special Retirement Contribution	437,816			437,816	246,330	191,486
Recreation Commission	<u>81,875</u>			<u>81,875</u>	<u>69,034</u>	<u>12,841</u>
Totals	<u>10,853,201</u>	<u>( 223,872)</u>	<u>38,504</u>	<u>10,667,833</u>	<u>9,751,817</u>	<u>916,016</u>



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

For the Year Ended June 30, 2012

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

		Current Year		
	Prior Year Actual	Current Year Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Revenue from Local Sources				
Ad Valorem Taxes	\$ 646,697	697,394	671,369	26,025
Delinquent Taxes	7,480	29,426	10,347	19,079
User Charges and Fines	2,925	1,295		1,295
Reimbursements	37,297	30,601		30,601
Total Revenue from Local Sources	694,399	758,716	681,716	77,000
Revenue from County Sources				
Revenue in Lieu of Taxes	1,092		1,059	( 1,059)
Revenue from State Sources				
General State Aid	3,829,786	3,631,664	3,601,058	30,606
Mineral Production Tax	13,483	14,836	17,500	( 2,664)
Special Education Aid	578,088	623,427	685,194	( 61,767)
Total Revenue from State Sources	4,421,357	4,269,927	4,303,752	( 33,825)
Revenue from Federal Sources				
Federal Financial Assistance ARRA	98,617			
Federal Ed Jobs Program ARRA	172,679	2,490		2,490
Federal Flood Control Allocation	201	201		201
Total Revenue from Federal Sources	271,497	2,691		2,691
Total Cash Receipts	5,388,345	5,031,334	4,986,527	44,807
Expenditures and Transfers				
Instruction				
Certified Salaries	1,387,103	1,275,055	1,363,867	88,812
Non-Certified Salaries	13,189	10,846	26,467	15,621
Group Insurance	340,705	223,392	177,769	( 45,623)
Social Security	101,436	98,614	106,361	7,747
Other Employee Benefits	2,056	30,013	33,507	3,494
Instructional Program Improvement Services	10,514	18,425	43,500	25,075
Other Miscellaneous Purchased Services			37,500	37,500
General Supplies and Materials			10,000	10,000
Property (Equipment & Furnishings)		229	4,500	4,271
Other	25,630	39,912	71,500	31,588
Total Instruction	1,880,633	1,696,486	1,874,971	178,485
Support Services - Students				
Certified Salaries	102,675	111,739	103,813	( 7,926)
Non-Certified Salaries	31,561	33,881	34,122	241
Group Insurance	19,815	19,465	19,467	2
Social Security	10,276	10,886	10,552	( 334)
Other Employee Benefits	1,601	2,315	3,324	1,009
Purchased Professional and Technical Services	520	570	4,500	3,930
Other Purchased Services	1,729	1,387	11,000	9,613
General Supplies and Materials	4,092	7,173	8,500	1,327
Property (Equipment & Furnishings)	261	515	7,000	6,485
Total Support Services - Students	172,530	187,931	202,278	14,347
Support Services - Instr. Staff				
Certified Salaries	114,035	114,663	107,840	( 6,823)
Non-Certified Salaries	23,600	25,231	26,838	1,607
Group Insurance	32,516	31,872	24,874	( 6,998)
Social Security	9,544	9,725	10,303	578
Other Employee Benefits	1,491	2,146	3,246	1,100
Instructional Program Improvement Services	3,392	15,907	6,000	( 9,907)
Books and Periodicals	20,021	24,926	23,500	( 1,426)
Audio Visual and Software	608	1,156	6,000	4,844
Software	473	1,699		( 1,699)
Miscellaneous Supplies	3,336	2,880	7,500	4,620
Property (Equipment & Furnishings)	505	924	4,500	3,576
Total Support Services - Instr. Staff	209,521	231,129	220,601	( 10,528)

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

For the Year Ended June 30, 2012

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

		Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
			Current Year Actual	Budget	
General Administration					
Certified Salaries	\$	94,583	96,109	96,109	
Non-Certified Salaries		69,374	73,322	71,061	( 2,261)
Group Insurance		20,432	19,476	20,398	922
Social Security		12,052	12,254	12,789	535
Other Employee Benefits		18,404	2,777	3,138	361
Purchased Professional and Technical Services		13,423	9,007	37,500	28,493
Communication Services		13,947	15,015	20,000	4,985
Other Miscellaneous Purchased Services		20,384	12,594		( 12,594)
General Supplies and Materials		3,877	4,279	10,000	5,721
Software			198		( 198)
Property (Equipment & Furnishings)			43	2,500	2,457
Other				1,000	1,000
Total General Administration		<u>266,476</u>	<u>245,074</u>	<u>274,495</u>	<u>29,421</u>
School Administration					
Certified Salaries		272,994	271,931	277,806	5,875
Non-Certified Salaries		179			
Group Insurance		37,972	32,810	26,351	( 6,459)
Social Security		18,831	19,221	21,252	2,031
Other Employee Benefits		2,947	4,457	6,695	2,238
Other Purchased Services		297	236	3,000	2,764
Communication Services		28,298	30,068	19,500	( 10,568)
Printing and Binding		6,614	1,125	9,000	7,875
General Supplies and Materials		4,227	4,434	7,500	3,066
Property (Equipment & Furnishings)		5,033	432		( 432)
Other		1,618	2,018	7,000	4,982
Total School Administration		<u>379,010</u>	<u>366,732</u>	<u>378,104</u>	<u>11,372</u>
Support Services - Business					
Non-Certified Salaries		31,822	36,343	33,407	( 2,936)
Group Insurance		5,802	6,288	6,587	299
Social Security		2,162	2,609	2,556	( 53)
Other Employee Benefits		370	553	805	252
Purchased Professional and Technical Services		10,613	6,038	8,600	2,562
Purchased Property Services				5,000	5,000
Other Miscellaneous Purchased Services		843	3,872	250	( 3,622)
Total Support Services - Business		<u>51,612</u>	<u>55,703</u>	<u>57,205</u>	<u>1,502</u>
Operations and Maintenance					
Non-Certified Salaries		266,836	285,254	314,479	29,225
Group Insurance		48,479	50,867	59,472	8,605
Social Security		19,653	21,474	24,058	2,584
Other Employee Benefits		3,336	8,433	10,464	2,031
Purchased Professional and Technical Services		6,843	3,917	3,000	( 917)
Water/Sewer Services (Non-Energy)		7,081	45,186	48,000	2,814
Cleaning Services		824	451	1,500	1,049
Repairs and Maintenance		3,002	4,233		( 4,233)
Rentals/Leases		21,800	32,206		( 32,206)
Repair of Buildings		33,746			
Other Purchased Property Services				3,000	3,000
Insurance		14,840			
Other Miscellaneous Purchased Services				10,000	10,000
General Supplies and Materials		32,884	16,352	60,000	43,648
Heating		6,502	15,906		( 15,906)
Electricity			2,654	9,016	6,362
Motor Fuel				1,000	1,000
Property (Equipment & Furnishings)		15,847	7,466	14,000	6,534
Other		2,371	1,867	23,000	21,133
Total Operations and Maintenance		<u>484,044</u>	<u>496,266</u>	<u>580,989</u>	<u>84,723</u>

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

For the Year Ended June 30, 2012

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

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Current Year Actual	Budget	
Vehicle Operation Services				
Non-Certified Salaries	\$ 86,236	71,943	92,500	20,557
Group Insurance	43,296	47,955	54,900	6,945
Social Security	6,241	4,943	7,076	2,133
Other Employee Benefits	986	2,255	2,229	( 26)
Purchased Professional and Technical Services	1,655	1,507		( 1,507)
Insurance	15,738	17,464	16,000	( 1,464)
Motor Fuel	52,458	64,460	60,000	( 4,460)
Property (Equipment & Furnishings)	2,589	2,326	3,000	674
Other	27	253	7,500	7,247
Total Vehicle Operation Services	<u>209,226</u>	<u>213,106</u>	<u>243,205</u>	<u>30,099</u>
Monitoring Services				
Non-Certified Salaries	54,044	60,391	55,074	( 5,317)
Group Insurance	6,468	6,508	6,586	78
Social Security	4,389	4,879	4,213	( 666)
Other Employee Benefits	56	435	1,327	892
Purchased Professional and Technical Services	500	540		( 540)
General Supplies and Materials	76	195	1,500	1,305
Property (Equipment & Furnishings)			1,500	1,500
Other			3,000	3,000
Total Monitoring Services	<u>65,533</u>	<u>72,948</u>	<u>73,200</u>	<u>252</u>
Vehicle Servicing/Maintenance				
Non-Certified Salaries		3,812		( 3,812)
Other Employee Benefits		9		( 9)
Purchased Professional and Technical Services	60		500	500
Other Purchased Services			5,000	5,000
General Supplies and Materials	25,119	12,577	23,434	10,857
Property (Equipment & Furnishings)	2,037	1,532	10,000	8,468
Total Vehicle Servicing/Maintenance	<u>27,216</u>	<u>17,930</u>	<u>38,934</u>	<u>21,004</u>
Community Services Operations				
Community Service Operations	<u>124</u>	<u>26</u>		( 26)
Fund Transfers				
At Risk 4-Year Old	117,000	110,000	55,000	( 55,000)
At Risk K-12	619,679	611,454	523,908	( 87,546)
Capital Outlay	99,730	17,648	13,608	( 4,040)
Driver Training	10,000			
Professional Development	15,000			
Parent Education Program	7,500	7,500		( 7,500)
Special Education	752,689	698,488	685,194	( 13,294)
Vocational Education	30,000			
Total Fund Transfers	<u>1,651,598</u>	<u>1,445,090</u>	<u>1,277,710</u>	<u>167,380</u>
Budget Adjustments				
Legal Max Adjustment			( 223,872)	( 223,872)
Budget Credit Adjustment			30,601	30,601
Total Expenditures and Transfers	<u>5,397,523</u>	<u>5,028,421</u>	<u>5,028,421</u>	
Receipts Over (Under)				
Expenditures and Transfers	( 9,178)	2,913		
Unencumbered Cash, Beginning	12,104	3,949		
Prior Year Encumbrances Cancelled	1,023			
Unencumbered Cash, Ending	<u>3,949</u>	<u>6,862</u>		

Unified School District No. 484  
Supplemental General Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

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

		Current Year		
	Prior Year Actual	Current Year Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Revenue from Local Sources				
Ad Valorem Taxes	\$ 776,272	837,488	803,468	34,020
Delinquent Taxes	12,376	37,512	12,540	24,972
Reimbursements	7,779			
Total Revenue from Local Sources	<u>796,427</u>	<u>875,000</u>	<u>816,008</u>	<u>58,992</u>
Revenue from County Sources				
Motor Vehicle Tax	105,560	96,630	109,412	( 12,782)
Recreational Vehicle Tax	1,687	1,784	1,739	45
Revenue in Lieu of Taxes	1,574		1,146	( 1,146)
Total Revenue from County Sources	<u>108,821</u>	<u>98,414</u>	<u>112,297</u>	<u>( 13,883)</u>
Revenue from State Sources				
Supplemental State Aid	429,659	644,681	621,470	23,211
Total Cash Receipts	<u>1,334,907</u>	<u>1,618,095</u>	<u>1,549,775</u>	<u>68,320</u>
Expenditures and Transfers				
Instruction				
Certified Salaries	156,032	153,900	166,862	12,962
Social Security	18,673	17,680	20,295	2,615
Other Employee Benefits	100,010	81,440	58,551	( 22,889)
Purchased Professional and Technical Services			7,000	7,000
Software Services	23,147	7,588		( 7,588)
Communication Services	75			
General Supplies and Materials	46,007	73,250	85,000	11,750
Textbooks	37,092	4,327		( 4,327)
Miscellaneous Supplies	1,886	17,046	24,144	7,098
Property (Equipment & Furnishings)	68,232	65,837	140,000	74,163
Other	7,024	2,932	7,500	4,568
Total Instruction	<u>458,178</u>	<u>424,000</u>	<u>509,352</u>	<u>85,352</u>
Support Services - Instr. Staff				
Certified Salaries	87,009	80,971	90,300	9,329
School Administration				
Non-Certified Salaries	122,528	132,466	133,462	996
Group Insurance	27,255	36,676	43,425	6,749
Social Security	8,757	10,124	10,210	86
Other Employee Benefits	1,376	2,430	3,216	786
Total School Administration	<u>159,916</u>	<u>181,696</u>	<u>190,313</u>	<u>8,617</u>
Support Services - Business				
Other Purchased Services			10,000	10,000
Other Miscellaneous Purchased Services	5,295	8,373		( 8,373)
Total Support Services - Business	<u>5,295</u>	<u>8,373</u>	<u>10,000</u>	<u>1,627</u>
Operations and Maintenance				
Purchased Professional and Technical Services	32,700	40,550	50,000	9,450
Water/Sewer Services (Non-Energy)	32,553		23,363	23,363
Repair of Buildings	10,624	31,897	35,000	3,103
Insurance	42,259	47,245	64,000	16,755
Heating	31,166	14,085	78,000	63,915
Electricity	98,264	101,691	107,372	5,681
Total Operations and Maintenance	<u>247,566</u>	<u>235,468</u>	<u>357,735</u>	<u>122,267</u>
Fund Transfers				
At Risk K-12	187,388	97,509		( 97,509)
Food Service	65,000	128,308	100,000	( 28,308)
Special Education	187	306,375	230,000	( 76,375)
Vocational Education	104,940	125,000	100,000	( 25,000)
Total Fund Transfers	<u>357,515</u>	<u>657,192</u>	<u>430,000</u>	<u>( 227,192)</u>
Total Expenditures and Transfers	<u>1,315,479</u>	<u>1,587,700</u>	<u>1,587,700</u>	

Unified School District No. 484  
Supplemental General Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended June 30, 2012

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

		Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
			Current Year Actual	Budget	
Receipts Over (Under)					
Expenditures and Transfers	\$	19,428	30,395		
Unencumbered Cash, Beginning		17,984	37,738		
Prior Year Encumbrances Cancelled		<u>326</u>			
Unencumbered Cash, Ending		<u><u>37,738</u></u>	<u><u>68,133</u></u>		

Unified School District No. 484  
At Risk 4 Year Old Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

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

		Current Year		
	Prior Year Actual	Current Year Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Operating Transfers				
Transfer from General Fund	\$ 117,000	110,000	55,000	55,000
Total Cash Receipts	<u>117,000</u>	<u>110,000</u>	<u>55,000</u>	<u>55,000</u>
Expenditures and Transfers				
Instruction				
Purchased Professional and Technical Services	52,598	50,788	75,000	24,212
Total Expenditures and Transfers	<u>52,598</u>	<u>50,788</u>	<u>75,000</u>	<u>24,212</u>
Receipts Over (Under)				
Expenditures and Transfers	64,402	59,212		
Unencumbered Cash, Beginning	13,705	78,107		
Prior Year Encumbrances Cancelled				
Unencumbered Cash, Ending	<u>78,107</u>	<u>137,319</u>		

Unified School District No. 484  
At Risk K-12 Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

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

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Current Year Actual	Budget	
Cash Receipts				
Operating Transfers				
Transfer from General Fund	\$ 619,679	611,454	523,908	87,546
Transfer from Supplemental General Fund	187,388	97,509		97,509
Total Cash Receipts	<u>807,067</u>	<u>708,963</u>	<u>523,908</u>	<u>185,055</u>
Expenditures and Transfers				
Instruction				
Certified Salaries	473,840	618,840	574,089	( 44,751)
Non-Certified Salaries	7,194	8,876	15,000	6,124
Group Insurance		98,146	158,339	60,193
Social Security	34,268	44,800	43,918	( 882)
Other Employee Benefits	4,312	6,330	13,836	7,506
Purchased Professional and Technical Services			2,500	2,500
Other Professional and Technical Services	2,500			
General Supplies and Materials	1,746	14	25,000	24,986
Audio Visual and Software			30,000	30,000
Property (Equipment & Furnishings)			65,000	65,000
Total Instruction	<u>523,860</u>	<u>777,006</u>	<u>927,682</u>	<u>150,676</u>
Support Services - Students				
Other Professional and Technical Services		650		( 650)
Supplies and Materials			3,000	3,000
General Supplies and Materials	1,951	2,496		( 2,496)
Total Support Services - Students	<u>1,951</u>	<u>3,146</u>	<u>3,000</u>	<u>( 146)</u>
School Administration				
Certified Salaries	4,448	4,154		( 4,154)
Total Expenditures and Transfers	<u>530,259</u>	<u>784,306</u>	<u>930,682</u>	<u>146,376</u>
Receipts Over (Under)				
Expenditures and Transfers	276,808	( 75,343)		
Unencumbered Cash, Beginning	<u>175,000</u>	<u>451,808</u>		
Unencumbered Cash, Ending	<u>451,808</u>	<u>376,465</u>		

Unified School District No. 484  
Capital Outlay Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

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

			Current Year	
	Prior Year Actual	Current Year Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Revenue from Local Sources				
Ad Valorem Taxes	\$ 146,402	156,323	154,276	2,047
Delinquent Taxes	2,577	7,450	2,359	5,091
Interest on Investments	28,302	8,929	25,000	( 16,071)
Other Revenue From Local Sources	38,451	16,216	25,000	( 8,784)
Total Revenue from Local Sources	<u>215,732</u>	<u>188,918</u>	<u>206,635</u>	<u>( 17,717)</u>
Revenue from County Sources				
Motor Vehicle Tax	19,547	19,910	22,695	( 2,785)
Recreational Vehicle Tax	320	371	360	11
Revenue in Lieu of Taxes	216		237	( 237)
Total Revenue from County Sources	<u>20,083</u>	<u>20,281</u>	<u>23,292</u>	<u>( 3,011)</u>
Operating Transfers				
Transfer from General Fund	99,730	17,648	13,608	4,040
Total Cash Receipts	<u>335,545</u>	<u>226,847</u>	<u>243,535</u>	<u>( 16,688)</u>
Expenditures and Transfers				
Instruction				
Property (Equipment & Furnishings)	<u>85,491</u>	<u>202,621</u>	<u>100,000</u>	<u>( 102,621)</u>
Support Services - Students				
Property (Equipment & Furnishings)			<u>100,000</u>	<u>100,000</u>
Support Services - Instr. Staff				
Property (Equipment & Furnishings)			<u>100,000</u>	<u>100,000</u>
General Administration				
Property (Equipment & Furnishings)	<u>1,307</u>	<u>7,358</u>	<u>100,000</u>	<u>92,642</u>
School Administration				
Property (Equipment & Furnishings)	<u>13,139</u>	<u>22,200</u>	<u>100,000</u>	<u>77,800</u>
Vehicle Operation Services				
Property (Equipment & Furnishings)	<u>29,592</u>	<u>1,000</u>	<u>200,000</u>	<u>199,000</u>
Support Services - Other				
Property (Equipment & Furnishings)			<u>100,000</u>	<u>100,000</u>
Facilities Acquisition/Construction				
Building Repair and Remodeling	<u>57,333</u>	<u>258,681</u>		<u>( 258,681)</u>
Total Expenditures and Transfers	<u>186,862</u>	<u>491,860</u>	<u>800,000</u>	<u>308,140</u>
Receipts Over (Under)				
Expenditures and Transfers	148,683	( 265,013)		
Unencumbered Cash, Beginning	916,156	1,064,839		
Prior Year Encumbrances Cancelled				
Unencumbered Cash, Ending	<u>1,064,839</u>	<u>799,826</u>		



Unified School District No. 484  
Driver Training Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

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

		Current Year		
	Prior Year Actual	Current Year Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Revenue from Local Sources				
Other Revenue From Local Sources	\$ 13			
User Charges and Fines	3,056	3,216		3,216
Total Revenue from Local Sources	3,069	3,216		3,216
Revenue from State Sources				
General State Aid	3,478	3,948	3,330	618
Operating Transfers				
Transfer from General Fund	10,000			
Total Cash Receipts	16,547	7,164	3,330	3,834
Expenditures and Transfers				
Instruction				
Certified Salaries	8,400	7,875	12,500	4,625
Social Security	643	602	750	148
Other Employee Benefits	8	113		( 113)
Purchased Professional and Technical Services			250	250
General Supplies and Materials	63			
Total Instruction	9,114	8,590	13,500	4,910
Vehicle Servicing/Maintenance				
Purchased Professional and Technical Services	535	28	750	722
Total Expenditures and Transfers	9,649	8,618	14,250	5,632
Receipts Over (Under)				
Expenditures and Transfers	6,898	( 1,454)		
Unencumbered Cash, Beginning	36,244	43,142		
Unencumbered Cash, Ending	43,142	41,688		

Unified School District No. 484  
Food Service Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

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

			Current Year	
	Prior Year Actual	Current Year Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Revenue from Local Sources				
Student Sales	\$ 93,054	98,115	98,820	( 705)
Adults and Non-Reimbursable Programs	11,051	10,780	20,524	( 9,744)
Other Revenue From Local Sources		3,145		3,145
Reimbursements	<u>22,234</u>	<u>34,167</u>	<u>20,000</u>	<u>14,167</u>
Total Revenue from Local Sources	<u>126,339</u>	<u>146,207</u>	<u>139,344</u>	<u>6,863</u>
Revenue from State Sources				
General State Aid	<u>4,420</u>	<u>4,186</u>	<u>3,560</u>	<u>626</u>
Revenue from Federal Sources				
Federal Financial Assistance	<u>236,241</u>	<u>221,746</u>	<u>228,236</u>	( 6,490)
Operating Transfers				
Transfer from Supplemental General Fund	<u>65,000</u>	<u>128,308</u>	<u>100,000</u>	<u>28,308</u>
Total Cash Receipts	<u>432,000</u>	<u>500,447</u>	<u>471,140</u>	<u>29,307</u>
Expenditures and Transfers				
Operations and Maintenance				
Rentals/Leases	<u>6,877</u>	<u>6,840</u>	<u>8,500</u>	<u>1,660</u>
Food Service Operations				
Non-Certified Salaries	147,901	176,067	175,000	( 1,067)
Group Insurance	63,549	61,739	65,000	3,261
Social Security	12,159	12,922	14,000	1,078
Other Employee Benefits	4,665	5,456	5,000	( 456)
Purchased Professional and Technical Services	630	740		( 740)
Other Purchased Services	1,027	145	3,000	2,855
Communication Services	654	682		( 682)
General Supplies and Materials	15,194	13,482		( 13,482)
Food and Milk	212,004	217,762	250,000	32,238
Miscellaneous Supplies	830	980	25,000	24,020
Property (Equipment & Furnishings)	295	1,684	3,000	1,316
Other	<u>300</u>	<u>50</u>		( 50)
Total Food Service Operations	<u>459,208</u>	<u>491,709</u>	<u>540,000</u>	<u>48,291</u>
Budget Credit Adjustment			<u>7,677</u>	<u>7,677</u>
Total Expenditures and Transfers	<u>466,085</u>	<u>498,549</u>	<u>556,177</u>	<u>57,628</u>
Receipts Over (Under)				
Expenditures and Transfers	( 34,085)	1,898		
Unencumbered Cash, Beginning	<u>173,802</u>	<u>139,717</u>		
Unencumbered Cash, Ending	<u>139,717</u>	<u>141,615</u>		

Unified School District No. 484  
Professional Development Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

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

		Current Year		
	Prior Year Actual	Current Year Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Revenue from Local Sources				
Reimbursements	\$	226		226
Operating Transfers				
Transfer from General Fund	15,000			
Total Cash Receipts	15,000	226		226
Expenditures and Transfers				
Support Services - Instr. Staff				
Certified Salaries	150			
Instructional Program Improvement Services	2,546	1,721	5,000	3,279
Other Professional and Technical Services	898	13,948	5,000	( 8,948)
General Supplies and Materials	500			
Miscellaneous Supplies			5,000	5,000
Total Support Services - Instr. Staff	4,094	15,669	15,000	( 669)
Budget Credit Adjustment			226	226
Total Expenditures and Transfers	4,094	15,669	15,226	( 443)
Receipts Over (Under)				
Expenditures and Transfers	10,906	( 15,443)		
Unencumbered Cash, Beginning	40,573	51,479		
Unencumbered Cash, Ending	51,479	36,036		

Unified School District No. 484  
Parent Education Program Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

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

		Current Year		
	Prior Year Actual	Current Year Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Operating Transfers				
Transfer from General Fund	\$ 7,500	7,500		7,500
Total Cash Receipts	<u>7,500</u>	<u>7,500</u>	<u></u>	<u>7,500</u>
Expenditures and Transfers				
Instruction				
Professional-Education Services	<u>5,700</u>	<u>5,700</u>	<u>7,500</u>	<u>1,800</u>
Total Expenditures and Transfers	<u>5,700</u>	<u>5,700</u>	<u>7,500</u>	<u>1,800</u>
Receipts Over (Under)				
Expenditures and Transfers	1,800	1,800		
Unencumbered Cash, Beginning	<u>7,200</u>	<u>9,000</u>		
Unencumbered Cash, Ending	<u>9,000</u>	<u>10,800</u>		

Unified School District No. 484  
Special Education Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

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

		Current Year		
	Prior Year Actual	Current Year Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Revenue from Local Sources				
Reimbursements	\$ 9,813			
Operating Transfers				
Transfer from General Fund	752,689	698,488	685,194	13,294
Transfer from Supplemental General Fund	187	306,375	230,000	76,375
Total Operating Transfers	752,876	1,004,863	915,194	89,669
Total Cash Receipts	762,689	1,004,863	915,194	89,669
Expenditures and Transfers				
Instruction				
Non-Certified Salaries		7,692		( 7,692)
Social Security		770		( 770)
Other Employee Benefits		2		( 2)
LEA Payments to COOP's/Interlocals	293,055	712,373	281,792	( 430,581)
LEA State Aid Flowthrough Payments to COOP's/Interlocals	563,999	139,931	676,394	536,463
General Supplies and Materials	5,212	4,055	5,500	1,445
Property (Equipment & Furnishings)	1,950	1,805		( 1,805)
Total Instruction	864,216	866,628	963,686	97,058
Vehicle Operation Services				
Insurance			2,500	2,500
Motor Fuel	8,499	7,543	5,500	( 2,043)
Other	1,701	403	2,500	2,097
Total Vehicle Operation Services	10,200	7,946	10,500	2,554
Total Expenditures and Transfers	874,416	874,574	974,186	99,612
Receipts Over (Under)				
Expenditures and Transfers	( 111,727)	130,289		
Unencumbered Cash, Beginning	695,085	583,442		
Prior Year Encumbrances Cancelled	84			
Unencumbered Cash, Ending	583,442	713,731		

Unified School District No. 484  
Vocational Education Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

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

		Current Year		
	Prior Year Actual	Current Year Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Revenue from Local Sources				
Reimbursements	\$ 5,000			
Revenue from Federal Sources				
Other Federal Financial Assistance	791			
Operating Transfers				
Transfer from General Fund	30,000			
Transfer from Supplemental General Fund	104,940	125,000	100,000	25,000
Total Operating Transfers	134,940	125,000	100,000	25,000
Total Cash Receipts	140,731	125,000	100,000	25,000
Expenditures and Transfers				
Instruction				
Certified Salaries	53,600	52,124	55,000	2,876
Group Insurance	4,996	8,970	6,500	( 2,470)
Social Security	5,224	4,509	5,500	991
Other Employee Benefits	1,658	3,087	2,000	( 1,087)
Purchased Professional and Technical Services			20,000	20,000
General Supplies and Materials	14,049	15,037	25,000	9,963
Textbooks			10,000	10,000
Property (Equipment & Furnishings)	1,977	3,036	30,000	26,964
Other	2,066	3,505	5,000	1,495
Total Expenditures and Transfers	83,570	90,268	159,000	68,732
Receipts Over (Under)				
Expenditures and Transfers	57,161	34,732		
Unencumbered Cash, Beginning	104,061	161,222		
Prior Year Encumbrances Cancelled				
Unencumbered Cash, Ending	161,222	195,954		

Unified School District No. 484  
 KPERS Special Retirement Contribution Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis

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

		Current Year		
	Prior Year Actual	Current Year Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Revenue from State Sources				
General State Aid	\$ 383,362	408,162	437,816	( 29,654)
Total Cash Receipts	<u>383,362</u>	<u>408,162</u>	<u>437,816</u>	<u>( 29,654)</u>
Expenditures and Transfers				
Instruction				
Other Employee Benefits	<u>215,569</u>	<u>151,184</u>	<u>267,583</u>	<u>116,399</u>
Support Services - Students				
Other Employee Benefits	<u>7,470</u>	<u>8,347</u>	<u>15,420</u>	<u>7,073</u>
Support Services - Instr. Staff				
Other Employee Benefits	<u>13,434</u>	<u>12,389</u>	<u>23,369</u>	<u>10,980</u>
General Administration				
Other Employee Benefits	<u>10,739</u>	<u>9,548</u>	<u>17,471</u>	<u>7,923</u>
School Administration				
Other Employee Benefits	<u>24,746</u>	<u>24,077</u>	<u>47,593</u>	<u>23,516</u>
Support Services - Business				
Other Employee Benefits	<u>1,688</u>	<u>2,144</u>	<u>5,089</u>	<u>2,945</u>
Operations and Maintenance				
Other Employee Benefits	<u>17,700</u>	<u>17,137</u>	<u>28,651</u>	<u>11,514</u>
Student Transportation				
Other Employee Benefits	<u>9,451</u>	<u>9,510</u>	<u>15,859</u>	<u>6,349</u>
Operation of Non-Instruction Services				
Other Employee Benefits	<u>10,929</u>	<u>11,994</u>	<u>16,781</u>	<u>4,787</u>
Total Expenditures and Transfers	<u>311,726</u>	<u>246,330</u>	<u>437,816</u>	<u>191,486</u>
Receipts Over (Under)				
Expenditures and Transfers	71,636	161,832		
Unencumbered Cash, Beginning	( 233,468)	( 161,832)		
Unencumbered Cash, Ending	<u>( 161,832)</u>	<u></u>		

Unified School District No. 484  
Contingency Reserve Fund  
Summary of Receipts and Expenditures  
Regulatory Basis  
For the Year Ended June 30, 2012

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

	Prior Year Actual	Current Year Actual
Cash Receipts		
None	\$	
Expenditures and Transfers		
Instruction		
Property (Equipment & Furnishings)		146,259
Total Expenditures and Transfers		146,259
Receipts Over (Under)		
Expenditures and Transfers		( 146,259)
Unencumbered Cash, Beginning	592,681	592,681
Unencumbered Cash, Ending	592,681	446,422



Unified School District No. 484  
Textbook and Student Material Revolving Fund  
Summary of Receipts and Expenditures  
Regulatory Basis  
For the Year Ended June 30, 2012

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

	Prior Year Actual	Current Year Actual
Cash Receipts		
Revenue from Local Sources		
User Charges and Fines	\$ 7,400	4,487
Textbook Sales and Rentals	10,464	11,852
Reimbursements	<u>1,267</u>	<u>60</u>
Total Cash Receipts	<u>19,131</u>	<u>16,399</u>
Expenditures and Transfers		
Instruction		
General Supplies and Materials	2,002	65
Textbooks	<u>7,252</u>	<u>4,062</u>
Total Expenditures and Transfers	<u>9,254</u>	<u>4,127</u>
Receipts Over (Under)		
Expenditures and Transfers	9,877	12,272
Unencumbered Cash, Beginning	145,423	155,300
Prior Year Encumbrances Cancelled	<u>          </u>	<u>          </u>
Unencumbered Cash, Ending	<u>155,300</u>	<u>167,572</u>

Unified School District No. 484  
Recreation Commission Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

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

		Current Year		
	Prior Year Actual	Current Year Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Revenue from Local Sources				
Ad Valorem Taxes	\$ 55,031	58,645	57,722	923
Delinquent Taxes	927	2,785	884	1,901
Total Revenue from Local Sources	55,958	61,430	58,606	2,824
Revenue from County Sources				
Motor Vehicle Tax	7,331	7,465	8,505	( 1,040)
Recreational Vehicle Tax	120	139	135	4
Revenue in Lieu of Taxes	81		89	( 89)
Total Revenue from County Sources	7,532	7,604	8,729	( 1,125)
Total Cash Receipts	63,490	69,034	67,335	1,699
Expenditures and Transfers				
Community Services Operations				
Community Service Operations	79,350	69,034	81,875	12,841
Total Expenditures and Transfers	79,350	69,034	81,875	12,841
Receipts Over (Under)				
Expenditures and Transfers	( 15,860)			
Unencumbered Cash, Beginning	30,348	14,488		
Prior Year Encumbrances Cancelled				
Unencumbered Cash, Ending	14,488	14,488		

Unified School District No. 484  
Coordinated School Health Grant Fund  
Summary of Receipts and Expenditures  
Regulatory Basis

For the Year Ended June 30, 2012

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

	Prior Year Actual	Current Year Actual
Cash Receipts		
None	\$	
Expenditures and Transfers		
None		
Receipts Over (Under)		
Expenditures and Transfers		
Unencumbered Cash, Beginning	1,593	1,593
Unencumbered Cash, Ending	1,593	1,593

Unified School District No. 484  
Rural and Low Income School Grant Fund  
Summary of Receipts and Expenditures  
Regulatory Basis  
For the Year Ended June 30, 2012

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

	Prior Year Actual	Current Year Actual
Cash Receipts		
Revenue from Federal Sources		
Federal Financial Assistance	\$	22,713
Total Cash Receipts		22,713
Expenditures and Transfers		
Instruction		
Certified Salaries		3,780
Group Insurance		302
Purchased Professional and Technical Services		8,000
Equipment		10,631
Total Expenditures and Transfers		22,713
Receipts Over (Under)		
Expenditures and Transfers		
Unencumbered Cash, Beginning		
Unencumbered Cash, Ending		

Unified School District No. 484  
Title I Fund  
Summary of Receipts and Expenditures  
Regulatory Basis  
For the Year Ended June 30, 2012  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Revenue from Federal Sources		
Federal Financial Assistance	\$ 197,387	187,804
Total Cash Receipts	<u>197,387</u>	<u>187,804</u>
Expenditures and Transfers		
Instruction		
Certified Salaries	91,094	91,694
Non-Certified Salaries	39,637	38,235
Group Insurance	45,877	43,747
Social Security	8,027	8,496
Other Employee Benefits	510	966
General Supplies and Materials		4,393
Equipment		5,654
Total Expenditures and Transfers	<u>185,145</u>	<u>193,185</u>
Receipts Over (Under)		
Expenditures and Transfers	12,242	( 5,381)
Unencumbered Cash, Beginning		<u>12,242</u>
Unencumbered Cash, Ending	<u>12,242</u>	<u>6,861</u>

Unified School District No. 484  
Title I ARRA Fund  
Summary of Receipts and Expenditures  
Regulatory Basis  
For the Year Ended June 30, 2012  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Revenue from Federal Sources		
Federal Financial Assistance ARRA	\$ 40,131	
Total Cash Receipts	<u>40,131</u>	
Expenditures and Transfers		
Instruction		
Certified Salaries	32,087	
Group Insurance	6,451	
Social Security	2,192	
Equipment	<u>23,864</u>	
Total Expenditures and Transfers	<u>64,594</u>	
Receipts Over (Under)		
Expenditures and Transfers	( 24,463)	
Unencumbered Cash, Beginning	<u>24,463</u>	
Unencumbered Cash, Ending	<u><u>          </u></u>	<u><u>          </u></u>

Unified School District No. 484  
Title II Fund  
Summary of Receipts and Expenditures  
Regulatory Basis

Schedule 2  
Page 23 of 25

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

	Prior Year Actual	Current Year Actual
Cash Receipts		
Revenue from Federal Sources		
Federal Financial Assistance	\$ 56,591	42,707
Total Cash Receipts	<u>56,591</u>	<u>42,707</u>
Expenditures and Transfers		
Instruction		
Certified Salaries	27,016	33,016
Non-Certified Salaries	8,318	
Group Insurance	6,406	6,367
Social Security	2,472	2,334
Other Employee Benefits	2,657	227
Purchased Professional and Technical Services	6,723	4,210
Equipment	<u>602</u>	
Total Expenditures and Transfers	<u>54,194</u>	<u>46,154</u>
Receipts Over (Under)		
Expenditures and Transfers	2,397	( 3,447)
Unencumbered Cash, Beginning		3,447
Prior Year Encumbrances Cancelled	<u>1,050</u>	
Unencumbered Cash, Ending	<u><u>3,447</u></u>	<u><u>3,447</u></u>

Unified School District No. 484  
Indian Grant Fund  
Summary of Receipts and Expenditures  
Regulatory Basis  
For the Year Ended June 30, 2012  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Revenue from Federal Sources		
Federal Financial Assistance	\$ 14,666	13,495
Total Cash Receipts	<u>14,666</u>	<u>13,495</u>
Expenditures and Transfers		
Instruction		
Non-Certified Salaries	75	
General Supplies and Materials	895	8,750
Property (Equipment & Furnishings)	13,696	4,745
Total Expenditures and Transfers	<u>14,666</u>	<u>13,495</u>
Receipts Over (Under)		
Expenditures and Transfers		
Unencumbered Cash, Beginning	_____	_____
Unencumbered Cash, Ending	=====	=====



Unified School District No. 484  
State Improvement Special Project Fund  
Summary of Receipts and Expenditures  
Regulatory Basis  
For the Year Ended June 30, 2012  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
None	\$	
Expenditures and Transfers		
Instruction		
Certified Salaries	1,080	
Non-Certified Salaries	1,216	
Social Security	75	
Other Professional and Technical Services		1,800
Other Miscellaneous Purchased Services	120	513
Total Expenditures and Transfers	2,491	2,313
Receipts Over (Under)		
Expenditures and Transfers	( 2,491)	( 2,313)
Unencumbered Cash, Beginning	3,815	1,324
Prior Year Encumbrances Cancelled		989
Unencumbered Cash, Ending	1,324	

Unified School District No. 484  
Fredonia, Kansas  
Summary of Cash Receipts and Disbursements - Fiduciary Funds  
For the Year Ended June 30, 2012

Fund	<u>Beginning Cash Balance</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Ending Cash Balance</u>
Student Organization Funds:				
High School:				
Art Club	\$ 105	535	638	2
Auto Tech	1,851	768	1,937	682
Band	1,257	10,780	3,041	8,996
Bee Z Bakers	707	1,659	1,173	1,193
Cheerleaders	-	112	-	112
Class of '02	771	-	-	771
Class of '03	2,310	-	-	2,310
Class of '04	1,046	-	-	1,046
Class of '05	915	-	-	915
Class of '06	437	-	-	437
Class of '99	74	-	-	74
Class of '08	459	-	-	459
Class of '10	44	-	-	44
Class of '11	165	-	-	165
Class of '12	2,693	3,572	6,165	100
Class of '13	-	14,462	11,595	2,867
F3 Club	148	-	-	148
FCA	652	159	539	272
FFA	5,669	37,651	41,244	2,076
FCCLA	3,144	15,977	16,243	2,878
FHS Auto Tech	872	4,628	5,433	67
VICA	1,221	-	-	1,221
Foreign Language	1,953	420	2,280	93
Kayettes	206	1,177	494	889
Music Club	91	4,686	3,626	1,151
Leo Lions	1	393	130	264
Natural Helpers	20	-	-	20
NFL	-	-	-	-
Pom Pon	33,682	21,256	28,842	26,096
Scholars Bowl	357	1,155	1,123	389
Science Club	111	-	5	106
Special Olympics	1,272	1,138	1,491	919
Student Council	263	2,768	2,434	597
Drama	626	5,077	4,319	1,384
SADD	3,119	921	795	3,245
Clearing Fund	-	1,595	1,595	-
Middle School:				
Band	274	-	-	274
Clearing Fund	-	43,401	43,401	-
Black and Gold	332	208	-	540
FCCLA	5,231	14,007	15,633	3,605
Kids for Saving Earth	1,714	1,390	1,341	1,763
Pep Club	1,819	1,644	1,485	1,978
KU Study Fund	839	-	724	115
Student Council	2,630	7,028	7,139	2,519
Leo Lions	579	836	1,070	345
Therapy Dog	358	-	103	255
Activities	5,362	3,313	2,877	5,798
Lincoln/Paulen:				
Lifetouch	3,384	845	-	4,229
Student Activities	4,292	29	-	4,321
Other Agency Funds:				
Payroll Withholdings	232,449	2,231,867	2,225,809	238,507
Sales Tax	-	-	-	-
Total Agency Funds	<u>325,504</u>	<u>2,435,457</u>	<u>2,434,724</u>	<u>326,237</u>

Unified School District No. 484  
Fredonia, Kansas  
Summary of Receipts, Expenditures and Unencumbered Cash - District Activity Funds  
For the Year Ended June 30, 2012

Fund	<u>Beginning Unencumbered Cash Balance</u>	<u>Cash Receipts</u>	<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Add Outstanding Encumbrances and Accounts Payable</u>	<u>Ending Cash Balance</u>
Gate Receipts:						
High School:						
Athletics	\$ 26,652	69,916	66,368	30,200		30,200
Middle School:						
Athletics	<u>4,316</u>	<u>5,706</u>	<u>4,873</u>	<u>5,149</u>		<u>5,149</u>
Subtotal Gate Receipts	<u>30,968</u>	<u>75,622</u>	<u>71,241</u>	<u>35,349</u>	<u>-</u>	<u>35,349</u>
Special Projects:						
High School:						
Flower	1,276	209	407	1,078		1,078
Learning Center	4,134	1,066	756	4,444		4,444
Reflector	19	-	-	19		19
Yearbook	4,483	11,408	8,138	7,753		7,753
Sales Tax	202	7,868	8,030	40		40
Middle School:						
Publication	77	2,030	1,869	238		238
Sales Tax	-	1,206	1,205	1		1
Lincoln/Paulen:						
Book Fair	762	-	-	762		762
Playground Equipment	-	-	-	-		-
Rex Pope	-	-	-	-		-
Donations	1,322	-	-	1,322		1,322
Family Math	798	185	-	983		983
Pepsi Machine	2,983	977	1,120	2,840		2,840
J Cooper Memorial	1,075	-	-	1,075		1,075
Myers Grant	3,877	-	219	3,658		3,658
Fair	542	-	-	542		542
Library	2,586	435	108	2,913		2,913
G & W Foods	4,478	2,710	154	7,034		7,034
Technology	27,182	-	-	27,182		27,182
Student Ear Bud	100	-	-	100		100
Clearing Account	-	59,028	58,386	642		642
Subtotal Special Projects	<u>55,896</u>	<u>87,122</u>	<u>80,392</u>	<u>62,626</u>	<u>-</u>	<u>62,626</u>
Total District Activity Funds	<u>86,864</u>	<u>162,744</u>	<u>151,633</u>	<u>97,975</u>	<u>-</u>	<u>97,975</u>

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

Board of Education  
Unified School District No. 484  
Fredonia, Kansas

We have audited the statutory basis financial statements of Unified School District No. 484, Fredonia, Kansas, as of and for the year ended June 30, 2012, and have issued our report thereon dated March 25, 2013. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Internal Control Over Financial Reporting**

In planning and performing our audit, we considered Unified School District No. 484, Fredonia, Kansas, internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Unified School District No. 484, Fredonia, Kansas, internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Unified School District No. 484, Fredonia, Kansas internal control over financial reporting.

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

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Unified School District No. 484, Fredonia, Kansas statutory basis financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the governing body and management of the Unified School District No. 484, Fredonia, Kansas, and for filing with the Kansas Department of Education, the Kansas Department of Administration, Division of Accounts and Reports, the cognizant federal agency, and other federal audit agencies. This restriction is not intended to limit distribution of this report, which is a matter of public record.

Respectfully Submitted,

*Schlatterbeck and Burns, LLC*

March 25, 2013

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

Board of Education  
Unified School District No. 484  
Fredonia, Kansas

**Compliance**

We have audited the compliance of Unified School District No. 484, Fredonia, Kansas, with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2012. Unified School District No. 484, Fredonia, Kansas, major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Unified School District No. 484, Fredonia, Kansas, management. Our responsibility is to express an opinion on Unified School District No. 484, Fredonia, Kansas, compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Unified School District No. 484, Fredonia, Kansas compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Unified School District No. 484, Fredonia, Kansas compliance with those requirements.

In our opinion, Unified School District No. 484, Fredonia, Kansas, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2012.

**Internal Control Over Compliance**

The management of Unified School District No. 484, Fredonia, Kansas, is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Unified School District No. 484, Fredonia, Kansas internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Unified School District No. 484, Fredonia, Kansas, internal control over compliance.

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

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

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

This report is intended solely for the information and use of the governing body and management of the Unified School District No. 484, Fredonia, Kansas, and for filing with the Kansas Department of Education, the Kansas Department of Administration, Division of Accounts and Reports, the cognizant federal agency, and other federal audit agencies. This restriction is not intended to limit distribution of this report, which is a matter of public record.

Respectfully Submitted,

*Schlatterbeck and Burns, LLC*

March 25, 2013

Unified School District No. 484  
Fredonia, Kansas  
Schedule of Findings and Questioned Costs  
For the Fiscal Year Ended June 30, 2012

A. Summary of Audit Results

1. The auditor's report expresses an unqualified opinion on the special purpose financial statements of Unified School District No. 484, Fredonia, Kansas.
2. No reportable conditions relating to the audit of the financial statements are reported in the "Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with Government Auditing Standards".
3. No instances of noncompliance material to the financial statements of Unified School District No. 484, Fredonia, Kansas were disclosed during the audit.
4. No reportable conditions relating to the audit of the major federal award programs are reported in the "Independent Auditor's Report on Compliance with Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133".
5. The auditor's report on compliance for the major federal award programs for Unified School District No. 484, Fredonia, Kansas expresses an unqualified opinion.
6. There were no findings relating to the major federal award programs for Unified School District No. 484, Fredonia, Kansas, that are required to be reported in Part C of this Schedule.
7. The programs tested as major programs were the Child Nutrition Cluster (10.553 – Breakfast Program, 10.555 – National School Lunch Program) and 84.010 – Title I Grants to Local Educational Agencies
8. The threshold for distinguishing Types A and B programs was \$300,000.
9. Unified School District No. 484, Fredonia, Kansas was not determined to be a low-risk auditee.

B. Findings – Financial Statements Audit

None.

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

None.



(This page left blank intentionally)

Unified School District No. 484  
Fredonia, Kansas  
Schedule of Expenditures of Federal Awards  
For the Year Ended June 30, 2012

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Federal Expenditures
U.S. Department of Agriculture		
Passed through State Department of Education		
School Breakfast Program	10.553 \$	47,873 (1), (2)
National School Lunch Program	10.555	173,873 (1), (2)
State Administrative Expenses for Child Nutrition	10.560	100
Team Nutrition Grants	10.574	660
Total U.S. Department of Agriculture		<u>222,506</u>
U.S. Corps of Engineers		
Passed through Greenwood County Treasurer		
Payments to States in Lieu of Real Estate Taxes	12.112	<u>201</u>
U.S. Department of Education		
Indian Education Grants to Local Educational Agencies	84.060	13,495
Passed through State Department of Education		
Title I Grants to Local Educational Agencies	84.010	193,185 (1)
Fund for the Improvement of Education	84.215	3,000
Rural Education	84.358	22,713
Improving Teacher Quality State Grants	84.367	46,154
Education Jobs	84.410	2,490
Total U.S. Department of Education		<u>281,037</u>
Total Expenditures of Federal Awards		<u><u>503,744</u></u>

(1) These programs were considered major programs.

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

Note - Basis of Presentation

The schedule of expenditures of federal awards includes the federal grant activity of Unified School District No. 484 and is presented on the cash basis of accounting, and accordingly, represents the total cash expended for each program. It does not include transactions that might be included using the modified accrual basis of accounting which is the basis used in the District's financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Government, and Non-Profit Organizations*.