

UNIFIED SCHOOL DISTRICT NO. 327
Ellsworth, Kansas

FINANCIAL STATEMENT AND INDEPENDENT AUDITORS' REPORT
For the Fiscal Year Ended June 30, 2013

CLUBINE AND RETTELE, CHARTERED
CERTIFIED PUBLIC ACCOUNTANTS
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UNIFIED SCHOOL DISTRICT NO. 327
Ellsworth, Kansas

FINANCIAL STATEMENT AND INDEPENDENT AUDITORS' REPORT
For the Fiscal Year Ended June 30, 2013

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UNIFIED SCHOOL DISTRICT NO. 327
Ellsworth, Kansas

FINANCIAL STATEMENT AND INDEPENDENT AUDITORS' REPORT
For the Fiscal Year Ended June 30, 2013

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INDEPENDENT AUDITORS' REPORT



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To the Board of Education
Unified School District No. 327
Ellsworth, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 327, Ellsworth, Kansas, as of and for the year ended June 30, 2013 and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

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 2 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, 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 2 of the financial statement, the financial statement is prepared by Unified School District No. 327 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 2 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. 327, as of June 30, 2013, 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. 327, as of June 30, 2013, 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 2.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the June 30, 2013 fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, summary of receipts and disbursements – agency funds, and summary of receipts, expenditures, and unencumbered cash – district activity funds (Schedules 1, 2, 3, and 4 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the June 30, 2013 basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. 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 June 30, 2013 basic financial statement. The June 30, 2013 information has been subjected to the auditing procedures applied in the audit of the June 30, 2013 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 June 30, 2013 basic financial statement or to the June 30, 2013 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 June 30, 2013 basic financial statement as a whole, on the basis of accounting described in Note 2.

The June 30, 2012 Actual column presented in the individual fund schedules of regulatory basis 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 June 30, 2012 basic financial statement upon which we rendered an unqualified opinion dated October 10, 2012. The June 30, 2012 basic financial statement 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 at the following link <http://da.ks.gov/ar/muniserv/>. Such June 30, 2012 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 June 30, 2012 basic financial statement. The June 30, 2012 comparative information was subjected to the auditing procedures applied in the audit of the June 30, 2012 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 June 30, 2012 basic financial statement or to the June 30, 2012 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 June 30, 2012 comparative information is fairly stated in all material respects in relation to the June 30, 2012 basic financial statement as a whole, on the basis of accounting described in Note 2.

Clubine and Rettele, Chartered



Salina, Kansas
August 30, 2013

UNIFIED SCHOOL DISTRICT NO. 327

Ellsworth, Kansas

Statement 1

Summary Statement of Receipts, Expenditures, and Unencumbered Cash - Regulatory Basis
For the Fiscal Year Ended June 30, 2013

| Fund | Beginning Unencumbered Cash Balance | Receipts | Expenditures | Ending Unencumbered Cash Balance | Add Outstanding Encumbrances and Accounts Payable | Ending Cash Balance |
|---|---|------------------------|------------------------|---|---|------------------------|
| Governmental Type Funds: | | | | | | |
| General Funds | | | | | | |
| General | \$ 0.09 | \$ 4,260,563.85 | \$ 4,260,563.94 | \$ - | \$ 28,997.89 | \$ 28,997.89 |
| Supplemental General | 80,012.91 | 1,426,751.74 | 1,451,274.00 | 55,490.65 | 17,383.92 | 72,874.57 |
| Special Purpose Funds | | | | | | |
| Capital Outlay | 1,134,460.35 | 316,709.45 | 388,278.33 | 1,062,891.47 | 172,400.69 | 1,235,292.16 |
| Driver Education | 13,278.54 | 4,873.00 | 4,253.86 | 13,897.68 | 443.58 | 14,341.26 |
| At - Risk (K-12) | 28,497.84 | 313,000.00 | 314,927.87 | 26,569.97 | 198.31 | 26,768.28 |
| Food Service | 99,932.87 | 378,422.90 | 375,640.79 | 102,714.98 | 68.91 | 102,783.89 |
| Professional Development | 19,207.40 | 10,000.00 | 9,095.25 | 20,112.15 | - | 20,112.15 |
| Special Education | 194,950.70 | 708,456.94 | 731,458.16 | 171,949.48 | - | 171,949.48 |
| Vocational Education | 4,029.76 | 135,000.00 | 122,609.42 | 16,420.34 | 8,287.52 | 24,707.86 |
| Title I | - | 91,639.00 | 91,639.00 | - | 795.81 | 795.81 |
| Title I D | - | - | - | - | - | - |
| Title II A | - | 19,779.00 | 19,779.00 | - | - | - |
| Contingency | 264,000.00 | 100,000.00 | - | 364,000.00 | - | 364,000.00 |
| KPERS Retirement Contribution | - | 326,447.56 | 326,447.56 | - | - | - |
| District Activity Funds | 10,986.55 | 82,426.68 | 79,026.27 | 14,386.96 | - | 14,386.96 |
| Bond and Interest Funds | | | | | | |
| Bond and Interest | 23,634.36 | - | - | 23,634.36 | - | 23,634.36 |
| Asbestos Bond and Interest | 12,709.07 | - | - | 12,709.07 | - | 12,709.07 |
| Nonexpendable Trust Funds | | | | | | |
| Scholarship | 74,973.46 | 3,683.93 | 4,478.61 | 74,178.78 | - | 74,178.78 |
| Gifts and Grants | 144,541.30 | 39,718.50 | 14,115.95 | 170,143.85 | 593.88 | 170,737.73 |
| Total Reporting Entity (Excluding Agency Funds) | <u>\$ 2,105,215.20</u> | <u>\$ 8,217,472.55</u> | <u>\$ 8,193,588.01</u> | <u>\$ 2,129,099.74</u> | <u>\$ 229,170.51</u> | <u>\$ 2,358,270.25</u> |
| Composition of Cash: | | | | Checking and Savings Accounts | | \$ 1,510,183.56 |
| | | | | Petty Cash | | 2,100.00 |
| | | | | Certificates of Deposit | | 857,265.66 |
| | | | | Total Cash | | 2,369,549.22 |
| | | | | Investments | | 30,635.27 |
| | | | | Total Cash and Investments | | 2,400,184.49 |
| | | | | Agency Funds per Schedule 3 | | (41,914.24) |
| | | | | Total Reporting Entity (Excluding Agency Funds) | | <u>\$ 2,358,270.25</u> |

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

UNIFIED SCHOOL DISTRICT NO. 327
ELLSWORTH, KANSAS

NOTES TO FINANCIAL STATEMENT
June 30, 2013

Note 1 Reporting Entity

Unified School District No. 327 is a municipal corporation governed by an elected seven-member Board of Education.

Note 2 Basis of Accounting

Regulatory Basis of Accounting. The *Kansas Municipal Audit and Accounting Guide (KMAAG)* 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 KMAAG 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.

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

Fund Descriptions. The following types of funds comprise the financial activities of the District for the year ended June 30, 2013:

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

Special Purpose Fund - Used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Projects and tax levies for long-term debt) that are intended for a specified purpose.

Bond and Interest Fund - Used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

Trust Fund - Used to report assets held in trust for the benefit of the municipality

Agency Fund - Used to report assets held by the municipality in a purely custodial capacity.

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 District are not presented in the financial statement. Also, long-term debt such as general obligation bonds, revenue bonds, capital leases, temporary notes, and compensated absences are not presented in the financial statement.

UNIFIED SCHOOL DISTRICT NO. 327
ELLSWORTH, KANSAS

NOTES TO FINANCIAL STATEMENT (Cont.)
June 30, 2013

Note 3 Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business funds. Although directory rather than mandatory, 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 budget amendments during the 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 operating budgets are prepared using the regulatory basis of accounting, in which revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the District for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

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

| | |
|----------------|------------------------|
| Title I Fund | Contingency Fund |
| Title ID Fund | District Activity Fund |
| Title IIA Fund | |

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

UNIFIED SCHOOL DISTRICT NO. 327
ELLSWORTH, KANSAS

NOTES TO FINANCIAL STATEMENT (Cont.)
June 30, 2013

Note 4 Deposits and Investments

As of June 30, 2013, the District had the following investments and maturities in the Lila J. Young Memorial Scholarship. These investments are not covered by FDIC insurance.

| <u>Investment Type</u> | <u>Book Value</u> | <u>Fair Value</u> | <u>Investment Maturities in Years</u> | <u>Rating</u> |
|--|---------------------|---------------------|---|-------------------|
| CSB&T Money Market | \$ 424.49 | \$ 424.49 | N/A | N/A |
| Templeton Income TR Glb Advisor | 6,590.38 | 6,286.71 | N/A | Morningstar ***** |
| Vanguard Short-Term Bond Index | 7,202.00 | 7,127.34 | N/A | Morningstar **** |
| Matthews Asian Growth & Income Fund #801 | 2,266.81 | 2,447.57 | N/A | Morningstar ***** |
| Oppenheimer Developing Markets CI Y | 1,636.00 | 1,501.74 | N/A | Morningstar ***** |
| PIMCO Total Return D Fund | 1,636.00 | 1,566.14 | N/A | Morningstar ***** |
| Royce Premier Fund #265 | 2,306.14 | 2,592.80 | N/A | Morningstar **** |
| Vanguard Small Cap Index Fund #1345 | 2,619.00 | 2,543.01 | N/A | Morningstar **** |
| Vanguard Equity Income Inv | 2,619.00 | 2,525.18 | N/A | Morningstar ***** |
| Vanguard Index Fds Total Stk Mkt | 2,096.04 | 2,566.88 | N/A | Morningstar **** |
| Cohen & Steers Realty Fund #1262 | 1,239.41 | 1,483.50 | N/A | Morningstar **** |
| | <u>\$ 30,635.27</u> | <u>\$ 31,065.36</u> | | |

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, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The District has no other policies that would further limit interest rate risk.

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

Concentration of credit risk. State statutes place no limit on the amount the district may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405. The District's allocation of investments as of June 30, 2013, is as follows:

| <u>Investments</u> | <u>Percentage of Investments</u> |
|--------------------------|--------------------------------------|
| Money Market | 1.37% |
| Non-Secured Mutual Funds | 98.63% |

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 a "peak period." All deposits were legally secured at June 30, 2013.

UNIFIED SCHOOL DISTRICT NO. 327
ELLSWORTH, KANSAS

NOTES TO FINANCIAL STATEMENT (Cont.)
June 30, 2013

Note 4 Deposits and Investments (Cont.)

Deposits. At June 30, 2013, the District's carrying amount of deposits was \$2,367,449.22 and the bank balance was \$2,754,440.51. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance \$500,000.00 was covered by federal depository insurance, and \$2,254,440.51 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

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, 2013, the District had invested \$30,635.27 in eleven different mutual funds managed by the trust department of Citizens State Bank. Their records reflect all activity to be in strict compliance with the terms of the written instrument governing the administration of this account. Market value of these funds at June 30, 2013 was \$31,065.36.

Note 5 In-Substance Receipt in Transit

The District received \$331,549.00 subsequent to June 30, 2013, 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, 2013. Of this receipt, \$302,816.00 was for General Fund State Aid and \$28,733.00 for Supplemental General Fund State Aid.

Note 6 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, etc. 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 and K.S.A. 74-49, 210 establish the KPERS member-employee contribution rates. Effective July 1, 2009 KPERS has two benefit structures and funding depends on whether the employee is a Tier 1 or Tier 2 member. Tier 1 members are active and contributing member 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 at 6% of covered salary for Tier 2 members. Member employees' contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

The State of Kansas is required to contribute the statutory required employers share. Kansas contributes 10.37% of covered payroll for the period July 1, 2012 to June 30, 2013. Contributions for all school municipalities for the years ending June 30, 2013, 2012, and 2011 were \$323,067,803, \$298,635,383, and \$253,834,044 respectively.

UNIFIED SCHOOL DISTRICT NO. 327
ELLSWORTH, KANSAS

NOTES TO FINANCIAL STATEMENTS (Cont.)
June 30, 2013

Note 7 Interfund Transfers

Operating transfers were as follows:

| From: | To: | Statutory Authority | Amount |
|---------------------------|-------------------------------|---------------------|---------------|
| General Fund | Capital Outlay Fund | K.S.A. 72-6428 | \$ 105,151.33 |
| General Fund | Special Education Fund | K.S.A. 72-6428 | 548,805.59 |
| General Fund | Contingency Fund | K.S.A. 72-6428 | 100,000.00 |
| Supplemental General Fund | At-Risk Fund | K.S.A. 72-6433 | 313,000.00 |
| Supplemental General Fund | Food Service Fund | K.S.A. 72-6433 | 73,000.00 |
| Supplemental General Fund | Professional Development Fund | K.S.A. 72-6433 | 10,000.00 |
| Supplemental General Fund | Special Education Fund | K.S.A. 72-6433 | 159,651.35 |
| Supplemental General Fund | Vocational Education Fund | K.S.A. 72-6433 | 135,000.00 |

Note 8 Other Post Employment Benefits

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

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

Note 9 Termination Benefits

The District provides an early retirement program for certain eligible employees. Employees who are currently full time licensed teacher employees, are at least 55 years of age prior to commencement of the following school year, and have 20 or more years as a licensed teacher employee with at least 10 of those years in Unified School District No. 327, are eligible. Those qualifying under the program are paid per a schedule which includes age increments and are eligible for up to a maximum of 12 annual payments prior to reaching age 65. Payments to eligible individuals under this plan were \$69,391.00 for the year ending June 30, 2013.

Note 10 Compensated Absences

The District provides compensation for absences. Classified employees on 12-month contracts are granted vacation and personal leave according to the following schedule:

| <u>Years Employed</u> | <u>Vacation Leave per Year</u> | <u>Personal Leave per Year</u> |
|-----------------------|--------------------------------|--------------------------------|
| 0-5 | 10 days | 2 days |
| 6 | 11 days | 2 days |
| 7 | 12 days | 2 days |
| 8 | 13 days | 2 days |
| 9 | 14 days | 2 days |
| 10+ | 15 days | 2 days |

UNIFIED SCHOOL DISTRICT NO. 327
ELLSWORTH, KANSAS

NOTES TO FINANCIAL STATEMENTS (Cont.)
June 30, 2013

Note 10 Compensated Absences (Cont.)

Classified employees may accumulate up to 3 days personal leave and unlimited vacation leave. The District will compensate employees for unused leave time at the rate of their pay when they cease employment.

Classified employees that are KPERS eligible earn sick leave based upon their contract length. An employee on a 12-month contract earns 12 days per year, an 11-month contract earns 11 days per year, and a 9-month contract earns 10 days per year. Employees can accumulate up to a maximum of 90 sick leave days. Any unused sick leave is forfeited once an employee ceases employment with the District.

Licensed teacher employees earn annual leave time classified as released leave and personal leave according to the following schedule:

| <u>Years Employed</u> | <u>Released Leave per Year</u> | <u>Personal Leave per Year</u> |
|-----------------------|--------------------------------|--------------------------------|
| 0-5 | 8 days | 2 days |
| 6-11 | 8 days | 2 days |
| 12-17 | 7 days | 3 days |
| 18-23 | 7 days | 3 days |
| 24+ | 6 days | 4 days |

Teachers may carry forward one and one-half times their annual personal leave and also may accumulate up to 90 days of released leave. Teachers are paid for up to their first three days of unused released time based on a pool of \$3,000.00 for eligible unused leave time of all teachers. Personal leave days that cannot be carried forward will be paid to teachers at a rate of \$50.00 per day. Teachers are also eligible to be paid for unused leave if they retire under KPERS guidelines and receive KPERS benefits. Teachers that have completed 10 to 19 years of employment and have at least 45 days of unused leave will receive 25% of their unused leave at a rate of \$35.00 per day, not to exceed \$750.00. Teachers that have completed 20 or more years of employment and have at least 45 days of unused leave will receive 50% of their unused leave at a rate of \$50.00 per day, not to exceed \$2,250.00

As of June 30, 2013, the District had a total sick and released leave liability of \$537,843.89 and vacation and personal leave liability of \$36,216.19.

Note 11 Restatement of Beginning Balances

Due to the release of the 2013 *Kansas Municipal Audit and Accounting Guide* (KMAAG), which governs the format and accounting for this financial statement, beginning unencumbered balances have been restated from (\$318,246.91) to \$0.09 for the General Fund and from \$44,908.91 to \$80,012.91 in the Supplemental General Fund. These changes reflect the change in policy of the KMAAG as to when the final State Aid payments are posted. The previous policy dictated that the payment received in July of the subsequent fiscal year be posted in the subsequent fiscal year. The KMAAG for the regulatory statements now states that the payment should be posted in the prior fiscal year as a deposit-in-transit. The balances have been adjusted for this change in policy.

Note 12 Subsequent Events

The District's management has evaluated events and transactions occurring after June 30, 2013 through August 30, 2013. The aforementioned date represents the date the financial statement was available to be issued.

UNIFIED SCHOOL DISTRICT NO. 327

NOTES TO FINANCIAL STATEMENT (Cont.)

June 30, 2013

Note 13 Long-Term Debt

Changes in long-term liabilities for the municipality for the fiscal year ended June 30, 2013, 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 |
|----------------------------------|----------------|---------------|----------------------|------------------------|---------------------------|-------------|----------------------|-------------|---------------------|--------------------|
| Capital Leases | | | | | | | | | | |
| Energy Conservation Improvements | 4.50% | 5/25/2004 | <u>\$ 315,000.00</u> | 5/25/2014 | <u>\$ 71,987.23</u> | <u>\$ -</u> | <u>\$ 36,774.07</u> | <u>\$ -</u> | <u>\$ 35,213.16</u> | <u>\$ 2,523.17</u> |

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

| | Year | |
|----------------------------------|---------------------|---------------------|
| | 2014 | Total |
| Principal: | | |
| Energy Conservation Improvements | <u>\$ 35,213.16</u> | <u>\$ 35,213.16</u> |
| Interest: | | |
| Energy Conservation Improvements | <u>809.31</u> | <u>809.31</u> |
| Total Principal and Interest | <u>\$ 36,022.47</u> | <u>\$ 36,022.47</u> |

**UNIFIED SCHOOL DISTRICT NO. 327
ELLSWORTH, KANSAS**

**REGULATORY-REQUIRED
SUPPLEMENTARY INFORMATION**

FOR THE YEAR ENDED JUNE 30, 2013

UNIFIED SCHOOL DISTRICT NO. 327
 Ellsworth, Kansas
 Summary of Expenditures - Actual and Budget - Regulatory Basis
 For the Fiscal Year Ended June 30, 2013

Schedule 1

| Funds | Certified Budget | Adjustment to Comply with Legal Max | Total Budget for Comparison | Expenditures Chargeable to Current Year | Variance Over (Under) |
|-------------------------------|---------------------|---|-----------------------------------|---|-----------------------------|
| Governmental Type Funds: | | | | | |
| General Funds | | | | | |
| General | \$ 4,341,162.00 | \$ (80,598.00) | \$ 4,260,564.00 | \$ 4,260,563.94 | \$ (0.06) |
| Supplemental General | 1,475,000.00 | (23,726.00) | 1,451,274.00 | 1,451,274.00 | - |
| Special Purpose Funds | | | | | |
| Capital Outlay | 1,414,686.00 | - | 1,414,686.00 | 388,278.33 | (1,026,407.67) |
| Driver Education | 8,325.00 | - | 8,325.00 | 4,253.86 | (4,071.14) |
| At - Risk (K-12) | 340,200.00 | - | 340,200.00 | 314,927.87 | (25,272.13) |
| Food Service | 408,000.00 | - | 408,000.00 | 375,640.79 | (32,359.21) |
| Professional Development | 18,000.00 | - | 18,000.00 | 9,095.25 | (8,904.75) |
| Special Education | 835,239.00 | - | 835,239.00 | 731,458.16 | (103,780.84) |
| Vocational Education | 125,000.00 | - | 125,000.00 | 122,609.42 | (2,390.58) |
| KPERs Retirement Contribution | 386,247.00 | - | 386,247.00 | 326,447.56 | (59,799.44) |

Ellsworth, Kansas

General Fund

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

For the Fiscal Year Ended June 30, 2013

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

| | Prior Year Actual | Current Year | | Variance Over (Under) |
|-------------------------------------|-------------------------|---------------------|------------------------|-----------------------------|
| | | Actual | Budget | |
| Cash Receipts | | | | |
| Taxes and shared Revenue: | | | | |
| Ad Valorem Property Tax | \$ 607,472.20 | \$ 654,127.82 | \$ 616,056.00 | \$ 38,071.82 |
| Delinquent Tax | 5,188.55 | 4,166.41 | 6,166.00 | (1,999.59) |
| Mineral and Excise Tax | 2,424.31 | 2,246.62 | 2,500.00 | (253.38) |
| State Aid: | | | | |
| General State Aid | 3,178,071.00 | 3,061,566.00 | 3,112,360.00 | (50,794.00) |
| Special Education Services Aid | 569,865.00 | 538,457.00 | 604,080.00 | (65,623.00) |
| Federal Aid: | | | | |
| Education Jobs Fund | <u>2,122.00</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total Cash Receipts | <u>4,365,143.06</u> | <u>4,260,563.85</u> | <u>\$ 4,341,162.00</u> | <u>\$ (80,598.15)</u> |
| Expenditures | | | | |
| Instruction | 2,033,501.56 | 2,138,934.54 | \$ 2,144,339.00 | \$ (5,404.46) |
| Student Support Services | 169,609.95 | 183,042.68 | 184,865.00 | (1,822.32) |
| Instructional Support Services | 117,120.18 | 114,010.42 | 120,270.00 | (6,259.58) |
| General Administration | 176,591.73 | 174,819.40 | 173,665.00 | 1,154.40 |
| School Administration | 252,298.52 | 348,185.38 | 354,700.00 | (6,514.62) |
| Operations and Maintenance | 476,664.44 | 333,371.28 | 340,700.00 | (7,328.72) |
| Transportation | 128,409.64 | 116,356.12 | 130,680.00 | (14,323.88) |
| Other Supplemental Service | 112,026.78 | 97,887.20 | 97,520.00 | 367.20 |
| Operating Transfers | 898,921.20 | 753,956.92 | 794,423.00 | (40,466.08) |
| Adjustment to Comply with Legal Max | - | - | (80,598.00) | 80,598.00 |
| Total Expenditures | <u>4,705,675.00</u> | <u>4,260,563.94</u> | <u>\$ 4,260,564.00</u> | <u>\$ (0.06)</u> |
| Receipts Over (Under) Expenditures | (0.94) | (0.09) | | |
| Unencumbered Cash, Beginning | <u>1.03</u> | <u>0.09</u> | | |
| Unencumbered Cash, Ending | <u>\$ 0.09</u> | <u>\$ -</u> | | |

Ellsworth, Kansas

Supplemental General Fund

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

For the Fiscal Year Ended June 30, 2013

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

| | Prior Year Actual | Current Year | | Variance Over (Under) |
|-------------------------------------|-------------------------|---------------------|------------------------|-----------------------------|
| | | Actual | Budget | |
| Cash Receipts | | | | |
| Taxes and shared Revenue: | | | | |
| Ad Valorem Property Tax | \$ 788,323.66 | \$ 782,808.56 | \$ 748,919.00 | \$ 33,889.56 |
| Delinquent Tax | 9,325.59 | 7,964.92 | 8,056.00 | (91.08) |
| Motor Vehicle Tax | 84,535.61 | 106,397.90 | 101,210.00 | 5,187.90 |
| 16/20 M Tax | 6,192.13 | 7,800.92 | - | 7,800.92 |
| RV Tax | 1,508.32 | 1,953.44 | 1,790.00 | 163.44 |
| State Aid: | | | | |
| Supplemental General State Aid | 614,564.00 | 519,826.00 | 535,012.00 | (15,186.00) |
| Total Cash Receipts | <u>1,504,449.31</u> | <u>1,426,751.74</u> | <u>\$ 1,394,987.00</u> | <u>\$ 31,764.74</u> |
| Expenditures | | | | |
| Instruction | 120,807.09 | 125,671.03 | \$ 130,960.00 | \$ (5,288.97) |
| Instructional Support Staff | 15,016.83 | 14,668.88 | 23,095.00 | (8,426.12) |
| General Administration | 118,960.04 | 128,239.63 | 124,500.00 | 3,739.63 |
| School Administration | 3,255.92 | 6,767.99 | 3,500.00 | 3,267.99 |
| Operations and Maintenance | 380,295.34 | 384,248.73 | 385,850.00 | (1,601.27) |
| Transportation | 124,606.68 | 101,026.39 | 137,779.00 | (36,752.61) |
| Other Supplemental Service | 151,200.00 | - | - | - |
| Operating Transfers | 576,935.10 | 690,651.35 | 669,316.00 | 21,335.35 |
| Adjustment to Comply with Legal Max | - | - | (23,726.00) | 23,726.00 |
| Total Expenditures | <u>1,491,077.00</u> | <u>1,451,274.00</u> | <u>\$ 1,451,274.00</u> | <u>\$ -</u> |
| Receipts Over (Under) Expenditures | 13,372.31 | (24,522.26) | | |
| Unencumbered Cash, Beginning | <u>66,640.60</u> | <u>80,012.91</u> | | |
| Unencumbered Cash, Ending | <u>\$ 80,012.91</u> | <u>\$ 55,490.65</u> | | |

Ellsworth, Kansas

Capital Outlay Fund

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

For the Fiscal Year Ended June 30, 2013

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

| | Prior Year Actual | Current Year | | Variance Over (Under) |
|--|-------------------------|------------------------|------------------------|-----------------------------|
| | | Actual | Budget | |
| Cash Receipts | | | | |
| Taxes and shared Revenue: | | | | |
| Ad Valorem Property Tax | \$ 66,596.52 | \$ 139,660.29 | \$ 138,415.00 | \$ 1,245.29 |
| Delinquent | 1,076.07 | 735.33 | 696.00 | 39.33 |
| Motor Vehicle Tax | 12,220.27 | 2,459.36 | 2,727.00 | (267.64) |
| 16/20M Tax | 1,194.71 | 36.93 | - | 36.93 |
| RV Tax | 230.27 | 34.12 | 48.00 | (13.88) |
| Government Lease | 89,992.23 | 64,099.85 | 65,000.00 | (900.15) |
| Interest | 7,404.75 | 4,532.24 | 7,500.00 | (2,967.76) |
| Operating Transfers | <u>255,000.00</u> | <u>105,151.33</u> | <u>65,840.00</u> | <u>39,311.33</u> |
| Total Cash Receipts | <u>433,714.82</u> | <u>316,709.45</u> | <u>\$ 280,226.00</u> | <u>\$ 36,483.45</u> |
| Expenditures | | | | |
| Instruction | 7,725.97 | 20,274.97 | \$ 100,000.00 | \$ (79,725.03) |
| General Administration | 14,442.32 | - | 50,000.00 | (50,000.00) |
| School Administration | - | 479.28 | - | 479.28 |
| Operations and Maintenance | 123,131.77 | 76,079.74 | 250,000.00 | (173,920.26) |
| Transportation | 39,750.00 | 37,499.00 | 125,000.00 | (87,501.00) |
| Land Improvement | 142,853.85 | 237,807.00 | 300,000.00 | (62,193.00) |
| Architectural and Engineering Services | 10,228.67 | - | 100,000.00 | (100,000.00) |
| New Building Acquisition & Constr. | - | - | 289,686.00 | (289,686.00) |
| Building Improvements | <u>25,487.21</u> | <u>16,138.34</u> | <u>200,000.00</u> | <u>(183,861.66)</u> |
| Total Expenditures | <u>363,619.79</u> | <u>388,278.33</u> | <u>\$ 1,414,686.00</u> | <u>\$ (1,026,407.67)</u> |
| Receipts Over (Under) Expenditures | 70,095.03 | (71,568.88) | | |
| Unencumbered Cash, Beginning | <u>1,064,365.32</u> | <u>1,134,460.35</u> | | |
| Unencumbered Cash, Ending | <u>\$ 1,134,460.35</u> | <u>\$ 1,062,891.47</u> | | |

Ellsworth, Kansas

Driver Education Fund

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

For the Fiscal Year Ended June 30, 2013

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

| | Prior Year Actual | Current Year | | Variance Over (Under) |
|------------------------------------|-------------------------|---------------------|--------------------|-----------------------------|
| | | Actual | Budget | |
| Cash Receipts | | | | |
| State Aid: | | | | |
| State Safety Aid | \$ 2,726.00 | \$ 2,604.00 | \$ 3,150.00 | \$ (546.00) |
| Fees | <u>1,162.00</u> | <u>2,269.00</u> | <u>1,500.00</u> | <u>769.00</u> |
| Total Cash Receipts | <u>3,888.00</u> | <u>4,873.00</u> | <u>\$ 4,650.00</u> | <u>\$ 223.00</u> |
| Expenditures | | | | |
| Instruction | 5,477.27 | 3,454.00 | \$ 7,075.00 | \$ (3,621.00) |
| Operations and Maintenance | <u>933.35</u> | <u>799.86</u> | <u>1,250.00</u> | <u>(450.14)</u> |
| Total Expenditures | <u>6,410.62</u> | <u>4,253.86</u> | <u>\$ 8,325.00</u> | <u>\$ (4,071.14)</u> |
| Receipts Over (Under) Expenditures | (2,522.62) | 619.14 | | |
| Unencumbered Cash, Beginning | <u>15,801.16</u> | <u>13,278.54</u> | | |
| Unencumbered Cash, Ending | <u>\$ 13,278.54</u> | <u>\$ 13,897.68</u> | | |

Ellsworth, Kansas

At - Risk (K-12) Fund

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

For the Fiscal Year Ended June 30, 2013

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

| | Prior Year Actual | Current Year | | Variance Over Under |
|------------------------------------|-------------------------|---------------|---------------|---------------------------|
| | | Actual | Budget | |
| Cash Receipts | | | | |
| Operating Transfers | \$ 331,448.00 | \$ 313,000.00 | \$ 349,503.00 | \$ (36,503.00) |
| Expenditures | | | | |
| Instruction | 343,015.60 | 314,927.87 | \$ 340,200.00 | \$ (25,272.13) |
| Receipts Over (Under) Expenditures | (11,567.60) | (1,927.87) | | |
| Unencumbered Cash, Beginning | 40,065.44 | 28,497.84 | | |
| Unencumbered Cash, Ending | \$ 28,497.84 | \$ 26,569.97 | | |

Ellsworth, Kansas

Food Service Fund

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

For the Fiscal Year Ended June 30, 2013

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

| | Prior Year Actual | Current Year | | Variance Over (Under) |
|------------------------------------|-------------------------|----------------------|----------------------|-----------------------------|
| | | Actual | Budget | |
| Cash Receipts | | | | |
| State Aid: | | | | |
| Food Service Aid | \$ 3,640.92 | \$ 3,483.01 | \$ 3,365.00 | \$ 118.01 |
| Federal Aid: | | | | |
| Child Nutrition Programs | 169,531.06 | 160,161.63 | 165,646.00 | (5,484.37) |
| Local Receipts | 145,140.82 | 141,778.26 | 146,495.00 | (4,716.74) |
| Operating Transfers | 42,500.00 | 73,000.00 | 54,000.00 | 19,000.00 |
| Total Cash Receipts | <u>360,812.80</u> | <u>378,422.90</u> | <u>\$ 369,506.00</u> | <u>\$ 8,916.90</u> |
| Expenditures | | | | |
| Operations and Maintenance | 1,728.00 | 1,632.00 | \$ 1,200.00 | \$ 432.00 |
| Food Service Operation | <u>360,539.82</u> | <u>374,008.79</u> | <u>406,800.00</u> | <u>(32,791.21)</u> |
| Total Expenditures | <u>362,267.82</u> | <u>375,640.79</u> | <u>\$ 408,000.00</u> | <u>\$ (32,359.21)</u> |
| Receipts Over (Under) Expenditures | (1,455.02) | 2,782.11 | | |
| Unencumbered Cash, Beginning | <u>101,387.89</u> | <u>99,932.87</u> | | |
| Unencumbered Cash, Ending | <u>\$ 99,932.87</u> | <u>\$ 102,714.98</u> | | |

UNIFIED SCHOOL DISTRICT NO. 327
 Ellsworth, Kansas

Schedule 2

Professional Development Fund
 Schedule of Receipts and Expenditures - Actual and Budget - Regulatory Basis
 For the Fiscal Year Ended June 30, 2013
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2012)

| | Prior Year Actual | Current Year | | Variance Favorable (Unfavorable) |
|------------------------------------|-------------------------|---------------------|---------------------|--|
| | | Actual | Budget | |
| Cash Receipts | | | | |
| Operating Transfers | <u>\$ 21,000.00</u> | <u>\$ 10,000.00</u> | <u>\$ -</u> | <u>\$ 10,000.00</u> |
| Expenditures | | | | |
| Instructional Support Services | <u>11,966.00</u> | <u>9,095.25</u> | <u>\$ 18,000.00</u> | <u>\$ (8,904.75)</u> |
| Receipts Over (Under) Expenditures | 9,034.00 | 904.75 | | |
| Unencumbered Cash, Beginning | <u>10,173.40</u> | <u>19,207.40</u> | | |
| Unencumbered Cash, Ending | <u>\$ 19,207.40</u> | <u>\$ 20,112.15</u> | | |

Ellsworth, Kansas

Special Education Fund

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

For the Fiscal Year Ended June 30, 2013

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

| | Prior Year Actual | Current Year | | Variance Over (Under) |
|------------------------------------|-------------------------|----------------------|----------------------|-----------------------------|
| | | Actual | Budget | |
| Cash Receipts | | | | |
| Operating Transfers | \$ 716,139.17 | \$ 708,456.94 | \$ 873,425.00 | \$ (164,968.06) |
| Expenditures | | | | |
| Instruction | 735,297.00 | 694,274.00 | \$ 792,639.00 | \$ (98,365.00) |
| Vehicle Operating Service | 37,210.34 | 37,184.16 | 42,600.00 | (5,415.84) |
| Total Expenditures | <u>772,507.34</u> | <u>731,458.16</u> | <u>\$ 835,239.00</u> | <u>\$ (103,780.84)</u> |
| Receipts Over (Under) Expenditures | (56,368.17) | (23,001.22) | | |
| Unencumbered Cash, Beginning | <u>251,318.87</u> | <u>194,950.70</u> | | |
| Unencumbered Cash, Ending | <u>\$ 194,950.70</u> | <u>\$ 171,949.48</u> | | |

UNIFIED SCHOOL DISTRICT NO. 327
 Ellsworth, Kansas

Schedule 2

Vocational Education Fund

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

For the Fiscal Year Ended June 30, 2013

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

| | Prior Year Actual | Current Year | | Variance Favorable (Unfavorable) |
|------------------------------------|-------------------------|---------------|---------------|--|
| | | Actual | Budget | |
| Cash Receipts | | | | |
| Operating Transfers | \$ 110,000.00 | \$ 135,000.00 | \$ 120,971.00 | \$ 14,029.00 |
| Expenditures | | | | |
| Instruction | 124,062.60 | 122,609.42 | \$ 125,000.00 | \$ (2,390.58) |
| Receipts Over (Under) Expenditures | (14,062.60) | 12,390.58 | | |
| Unencumbered Cash, Beginning | 18,092.36 | 4,029.76 | | |
| Unencumbered Cash, Ending | \$ 4,029.76 | \$ 16,420.34 | | |

Ellsworth, Kansas

Title I Fund

Schedule of Receipts and Expenditures - Actual - Regulatory Basis

For the Fiscal Year Ended June 30, 2013

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

| | Prior Year Actual | Current Year Actual |
|--|-------------------------|---------------------------|
| Cash Receipts | | |
| Federal Aid: | | |
| Title I Grants to Local Education Agencies | \$ 101,483.00 | \$ 91,639.00 |
| Expenditures | | |
| Instruction and Administration | 101,483.00 | 91,639.00 |
| Receipts Over (Under) Expenditures | - | - |
| Unencumbered Cash, Beginning | - | - |
| Unencumbered Cash, Ending | \$ - | \$ - |

Title I D Fund

Schedule of Receipts and Expenditures - Actual - Regulatory Basis

For the Fiscal Year Ended June 30, 2013

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

| | Prior Year Actual | Current Year Actual |
|--|-------------------------|---------------------------|
| Cash Receipts | | |
| Federal Aid: | | |
| Title I Grants to Local Education Agencies | \$ 71,195.00 | \$ - |
| Expenditures | | |
| Instruction and Administration | 71,195.00 | - |
| Receipts Over (Under) Expenditures | - | - |
| Unencumbered Cash, Beginning | - | - |
| Unencumbered Cash, Ending | \$ - | \$ - |

Ellsworth, Kansas

Title II A Fund

Schedule of Receipts and Expenditures - Actual - Regulatory Basis

For the Fiscal Year Ended June 30, 2013

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

| | Prior Year Actual | Current Year Actual |
|--|-------------------------|---------------------------|
| Cash Receipts | | |
| Federal Aid: | | |
| Improving Teacher Quality State Grants | \$ 20,311.00 | \$ 19,779.00 |
| Expenditures | | |
| Instruction | 20,311.00 | 19,779.00 |
| Receipts Over (Under) Expenditures | - | - |
| Unencumbered Cash, Beginning | - | - |
| Unencumbered Cash, Ending | \$ - | \$ - |

Contingency Fund

Schedule of Receipts and Expenditures - Actual - Regulatory Basis

For the Fiscal Year Ended June 30, 2013

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

| | Prior Year Actual | Current Year Actual |
|------------------------------------|-------------------------|---------------------------|
| Cash Receipts | | |
| Operating Transfers | \$ - | \$ 100,000.00 |
| Expenditures | - | - |
| Receipts Over (Under) Expenditures | - | 100,000.00 |
| Unencumbered Cash, Beginning | 264,000.00 | 264,000.00 |
| Unencumbered Cash, Ending | \$ 264,000.00 | \$ 364,000.00 |

Ellsworth, Kansas

KPERS Retirement Contribution Fund

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

For the Fiscal Year Ended June 30, 2013

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

| | Prior Year Actual | Current Year | | Variance Favorable (Unfavorable) |
|------------------------------------|-------------------------|-------------------|----------------------|--|
| | | Actual | Budget | |
| Cash Receipts | | | | |
| State Aid : | | | | |
| KPERS Employer Contributions | \$ 360,967.64 | \$ 326,447.56 | \$ 386,247.00 | \$ (59,799.44) |
| Expenditures | | | | |
| Instruction | 214,396.67 | 189,368.70 | \$ 216,299.00 | \$ (26,930.30) |
| Student Support | 16,612.67 | 14,682.88 | 19,312.00 | (4,629.12) |
| Instructional Support | 10,829.04 | 9,793.42 | 11,587.00 | (1,793.58) |
| General Administration | 20,222.37 | 16,307.82 | 23,176.00 | (6,868.18) |
| School Administration | 26,744.29 | 31,019.79 | 34,762.00 | (3,742.21) |
| Other Supplemental Services | 15,105.22 | 11,418.38 | 15,450.00 | (4,031.62) |
| Operations and Maintenance | 29,615.67 | 27,740.76 | 34,762.00 | (7,021.24) |
| Student Transportation Services | 10,829.04 | 9,793.42 | 11,587.00 | (1,793.58) |
| Food Service | 16,612.67 | 16,322.39 | 19,312.00 | (2,989.61) |
| Total Expenditures | <u>360,967.64</u> | <u>326,447.56</u> | <u>\$ 386,247.00</u> | <u>\$ (59,799.44)</u> |
| Receipts Over (Under) Expenditures | - | - | | |
| Unencumbered Cash, Beginning | - | - | | |
| Unencumbered Cash, Ending | <u>\$ -</u> | <u>\$ -</u> | | |

Ellsworth, Kansas

Bond and Interest Fund

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

For the Fiscal Year Ended June 30, 2013

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

| | Prior Year Actual | Current Year | | Variance Favorable (Unfavorable) |
|------------------------------------|-------------------------|--------------|--------|--|
| | | Actual | Budget | |
| Cash Receipts | | | | |
| Taxes and shared Revenue: | | | | |
| Delinquent Tax | \$ - | \$ - | \$ - | \$ - |
| Expenditures | - | - | \$ - | \$ - |
| Receipts Over (Under) Expenditures | - | - | | |
| Unencumbered Cash, Beginning | 23,634.36 | 23,634.36 | | |
| Unencumbered Cash, Ending | \$ 23,634.36 | \$ 23,634.36 | | |

Asbestos Bond and Interest Fund

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

For the Fiscal Year Ended June 30, 2013

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

| | Prior Year Actual | Current Year | | Variance Favorable (Unfavorable) |
|------------------------------------|-------------------------|--------------|--------|--|
| | | Actual | Budget | |
| Cash Receipts | | | | |
| Taxes and shared Revenue: | | | | |
| Delinquent Tax | \$ - | \$ - | \$ - | \$ - |
| Expenditures | - | - | \$ - | \$ - |
| Receipts Over (Under) Expenditures | - | - | | |
| Unencumbered Cash, Beginning | 12,709.07 | 12,709.07 | | |
| Unencumbered Cash, Ending | \$ 12,709.07 | \$ 12,709.07 | | |

Ellsworth, Kansas

Nonexpendable Trust - Scholarship Funds
 Schedule of Receipts and Disbursements - Regulatory Basis
 For the Fiscal Year Ended June 30, 2013

| <u>Nonexpendable Trust Funds</u> | Beginning Unencumbered Cash Balance | <u>Receipts</u> | <u>Disbursements</u> | Ending Unencumbered Cash Balance |
|----------------------------------|---|--------------------|----------------------|--|
| Nonexpendable Trust Funds: | | | | |
| M.F. Beighley Scholarship | \$ 7,803.17 | \$ 190.83 | \$ 150.00 | \$ 7,844.00 |
| Lila Jean Young Memorial | 28,674.18 | 3,233.91 | 1,272.82 | 30,635.27 |
| Lovenstein Memorial Scholarship | 1,404.44 | 7.39 | - | 1,411.83 |
| Gilkinson Family Scholarship | 4,951.57 | 27.28 | 150.00 | 4,828.85 |
| Henry Comm. Cancer Scholarship | 17,114.32 | 83.76 | 500.00 | 16,698.08 |
| Scott Bunch Scholarship | 10,705.77 | 112.36 | 500.00 | 10,318.13 |
| VOD Scholarship | 1,327.55 | 0.30 | 1,050.00 | 277.85 |
| Tina Deiser Scholarship | 2,137.08 | 27.69 | - | 2,164.77 |
| Science Project | 251.76 | 0.14 | 251.90 | - |
| Camp Med | 603.62 | 0.27 | 603.89 | - |
| Total Nonexpendable Trust Funds | <u>\$ 74,973.46</u> | <u>\$ 3,683.93</u> | <u>\$ 4,478.61</u> | <u>\$ 74,178.78</u> |

Nonexpendable Trust - Gifts and Grants Fund
 Schedule of Receipts and Expenditures - Actual - Regulatory Basis
 For the Fiscal Year Ended June 30, 2013

| | Prior Year Actual | Current Year Actual |
|------------------------------------|-------------------------|---------------------------|
| Cash Receipts | <u>\$ 71,787.36</u> | <u>\$ 39,718.50</u> |
| Expenditures | <u>52,131.33</u> | <u>14,115.95</u> |
| Receipts Over (Under) Expenditures | 19,656.03 | 25,602.55 |
| Unencumbered Cash, Beginning | <u>124,885.27</u> | <u>144,541.30</u> |
| Unencumbered Cash, Ending | <u>\$ 144,541.30</u> | <u>\$ 170,143.85</u> |

Ellsworth, Kansas

Agency Funds

Summary of Receipts and Disbursements - Regulatory Basis

For the Fiscal Year Ended June 30, 2013

| <u>Student Organization Funds</u> | <u>Beginning Cash Balance</u> | <u>Receipts</u> | <u>Disbursements</u> | <u>Ending Cash Balance</u> |
|-----------------------------------|-----------------------------------|---------------------|----------------------|--------------------------------|
| Ellsworth High School | | | | |
| Senior Class | \$ 555.90 | \$ 28.26 | \$ 551.74 | \$ 32.42 |
| Junior Class | 127.07 | 8,056.61 | 7,827.53 | 356.15 |
| Sophomore Class | 337.04 | 250.00 | 427.04 | 160.00 |
| Freshman Class | - | 160.00 | 160.00 | - |
| Class Reserve | 6,174.24 | 5.16 | 135.00 | 6,044.40 |
| Parent Network | 222.50 | 300.00 | - | 522.50 |
| Cheerleaders | 1,371.97 | 3,440.72 | 4,618.66 | 194.03 |
| Booster Club | 3,431.37 | 3,596.44 | 4,604.14 | 2,423.67 |
| FCA | 499.12 | 600.00 | 418.04 | 681.08 |
| FFA | 2,756.17 | 16,216.36 | 15,129.02 | 3,843.51 |
| FFA - Greenhouse | 2,434.50 | 1,776.21 | 1,261.54 | 2,949.17 |
| National Honor Society | 1,569.00 | 402.49 | 670.63 | 1,300.86 |
| Student Council | 382.09 | 4,210.22 | 4,541.29 | 51.02 |
| International Club | 400.98 | 770.25 | 880.65 | 290.58 |
| E Club | 503.57 | 641.86 | - | 1,145.43 |
| E Club Vending | 375.25 | 111.61 | 486.86 | - |
| Music | 2,043.05 | 2,021.56 | 1,561.95 | 2,502.66 |
| Music - Ellsworth Singers | 597.53 | 822.37 | 551.04 | 868.86 |
| Music Purchasing Account | 361.21 | 238.13 | 449.39 | 149.95 |
| Drama | 1,860.44 | - | - | 1,860.44 |
| Art Club | 615.11 | 145.50 | 131.70 | 628.91 |
| Scholar Bowl | - | 621.87 | 621.87 | - |
| FFA Concessions | 3,021.09 | 15,594.57 | 14,090.43 | 4,525.23 |
| Indoor Concessions | 4,664.12 | 18,548.13 | 15,458.77 | 7,753.48 |
| Cambia | 1,077.11 | - | - | 1,077.11 |
| Investment - Savings Interest | 42.32 | 10.73 | - | 53.05 |
| Poster Printer | 331.43 | - | 219.94 | 111.49 |
| Subtotal High School | <u>35,754.18</u> | <u>78,569.05</u> | <u>74,797.23</u> | <u>39,526.00</u> |
| Kanopolis Middle School | | | | |
| Activity | <u>2,373.19</u> | <u>2,330.05</u> | <u>2,315.00</u> | <u>2,388.24</u> |
| Total Student Organization Funds | <u>38,127.37</u> | <u>80,899.10</u> | <u>77,112.23</u> | <u>41,914.24</u> |
| <u>Sales Tax Fund</u> | | | | |
| High School | <u>231.54</u> | <u>4,302.37</u> | <u>4,533.91</u> | <u>-</u> |
| Total Sales Tax Fund | <u>231.54</u> | <u>4,302.37</u> | <u>4,533.91</u> | <u>-</u> |
| Total Agency Funds | <u>\$ 38,358.91</u> | <u>\$ 85,201.47</u> | <u>\$ 81,646.14</u> | <u>\$ 41,914.24</u> |

UNIFIED SCHOOL DISTRICT NO. 327
 Ellsworth, Kansas
 District Activity Funds
 Schedule of Receipts, Expenditures, and Unencumbered Cash - Regulatory Basis
 For the Fiscal Year Ended June 30, 2013

| District Activity Funds | Beginning Unencumbered Cash Balance | Receipts | Expenditures | Ending Unencumbered Cash Balance | Add Outstanding Encumbrances and Accounts Payable | Current Year Ending Cash Balance |
|-------------------------------|---|---------------------|---------------------|--|---|--|
| Gate Receipts | | | | | | |
| High School | \$ - | \$ 60,767.22 | 60,682.62 | \$ 84.60 | \$ - | \$ 84.60 |
| School Projects | | | | | | |
| High School Career Day | 218.00 | - | - | 218.00 | - | 218.00 |
| High School Yearbook | - | 1,131.40 | 50.00 | 1,081.40 | - | 1,081.40 |
| High School Misc. Projects | 570.93 | 1,108.13 | 1,166.35 | 512.71 | - | 512.71 |
| High School Band | 9,398.93 | 18,986.95 | 16,857.30 | 11,528.58 | - | 11,528.58 |
| Junior High Yearbook | 798.69 | 432.98 | 270.00 | 961.67 | - | 961.67 |
| Total School Projects | <u>10,986.55</u> | <u>21,659.46</u> | <u>18,343.65</u> | <u>14,302.36</u> | <u>-</u> | <u>14,302.36</u> |
| Total District Activity Funds | \$ <u>10,986.55</u> | \$ <u>82,426.68</u> | \$ <u>79,026.27</u> | \$ <u>14,386.96</u> | \$ <u>-</u> | \$ <u>14,386.96</u> |