

**UNIFIED SCHOOL DISTRICT NO. 381
SPEARVILLE, KANSAS**

**FINANCIAL STATEMENT
with
INDEPENDENT AUDITOR'S REPORT**

YEAR ENDED JUNE 30, 2013

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INDEPENDENT AUDITOR'S REPORT

Board of Education
Unified School District No. 381
Spearville, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 381, 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 A 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 A, the financial statement is prepared by Unified School District No. 381 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 A 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. 381 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 balances of Unified School District No. 381 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 A.

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 summary of regulatory basis expenditures – actual and budget, individual fund schedules of regulatory basis receipts and expenditures, schedule of regulatory basis receipts, expenditures and unencumbered cash – district activity funds, schedule of regulatory basis receipts and disbursements – all agency funds and the schedule of regulatory basis receipts and expenditures for the related municipal entity (Schedules 1, 2, 3, 4 and 5 as listed in the table of contents) are presented for analysis and are not a required part of the 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 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 A.

The 2012 Actual columns presented in the individual fund schedules of cash receipts and expenditures (Schedule 2 as listed in the table of contents) upon which we rendered an unqualified opinion dated January 17, 2013 are also presented for comparative analysis and are not a required part of the 2013 financial statement. The 2012 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 and Analysis and Standards at the following link <http://da.ks.gov/ar/muniserv/>. Such 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 2012 financial statements. The 2012 comparative information was subjected to the auditing procedures applied in the audit of the 2012 financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2012 financial statements or to the 2012 financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2012 comparative information is fairly stated in all material respects in relation to the 2012 financial statements as a whole.

Kennedy McKee & Company LLP

October 22, 2013

**UNIFIED SCHOOL DISTRICT NO. 381
SPEARVILLE, KANSAS**

**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
REGULATORY BASIS**

For the Year Ended June 30, 2013

<u>Fund</u>	<u>Beginning unencumbered cash balance</u>	<u>Prior year canceled encumbrances</u>	<u>Receipts</u>
General funds:			
General	\$ 9	\$ -	\$ 2,464,371
Supplemental general	38,365	2,677	852,045
Total general funds	<u>38,374</u>	<u>2,677</u>	<u>3,316,416</u>
Special purpose funds:			
Capital outlay	404,022	-	44,444
Driver training	4,000	-	5,767
At risk (K-12)	84,977	-	116,000
Food service	41,344	-	163,278
Professional development	11,462	-	-
Special education	206,299	-	442,651
Bilingual	1,549	-	-
Recreation commission	32,241	-	77,423
KPERs special retirement contribution	-	-	173,337
Vocational education	21,239	-	43,000
Contingency reserve	141,088	-	30,000
Textbook and student materials revolving	-	-	15,225
REAP - rural education achievement	-	-	34,034
Title I	-	-	25,623
Title IIA	-	-	7,626
Gifts and grants	180,567	-	138,766
District activity	16,447	-	51,088
Total special purpose funds	<u>1,145,235</u>	<u>-</u>	<u>1,368,262</u>
Bond and interest fund:			
Bond and interest	259,510	-	428,308
Capital project fund:			
Improvement fund/bond proceeds	8,263,690	-	7,123
Trust fund:			
Scholarship trust	3,287	-	4
Total Unified School District No. 381	9,710,096	2,677	5,120,113
Related municipal entity:			
Spearville Recreation Commission	50,925	-	96,868
Total municipal financial reporting entity	<u>\$ 9,761,021</u>	<u>\$ 2,677</u>	<u>\$ 5,216,981</u>

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

<u>Expenditures</u>	<u>Ending unencumbered cash balance</u>	<u>Add encumbrances and accounts payable</u>	<u>Ending cash balance</u>
\$ 2,464,380	\$ -	\$ 501	\$ 501
852,398	40,689	99,406	140,095
3,316,778	40,689	99,907	140,596
25,803	422,663	-	422,663
4,151	5,616	-	5,616
134,855	66,122	-	66,122
178,353	26,269	-	26,269
4,447	7,015	-	7,015
379,878	269,072	-	269,072
1,505	44	-	44
75,000	34,664	-	34,664
173,337	-	-	-
42,439	21,800	-	21,800
-	171,088	-	171,088
15,222	3	197	200
34,034	-	4,500	4,500
25,623	-	-	-
7,626	-	-	-
-	319,333	-	319,333
50,113	17,422	-	17,422
1,152,386	1,361,111	4,697	1,365,808
439,261	248,557	-	248,557
3,034,470	5,236,343	305,000	5,541,343
1,000	2,291	-	2,291
7,943,895	6,888,991	409,604	7,298,595
94,611	53,182	67	53,249
\$ 8,038,506	\$ 6,942,173	\$ 409,671	\$ 7,351,844

**UNIFIED SCHOOL DISTRICT NO. 381
SPEARVILLE, KANSAS**

**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH (CONTINUED)
REGULATORY BASIS**

For the Year Ended June 30, 2013

<u>Fund</u>	<u>Ending cash balance</u>
Composition of cash balance:	
U.S.D. No. 381 accounts:	
Checking accounts	\$ 1,003,428
Money market accounts	731,000
Savings accounts	2,291
Pooled investments	<u>5,597,093</u>
Total primary government	7,333,812
Agency funds	<u>(35,217)</u>
Total primary government (excluding agency funds)	7,298,595
Related municipal entity:	
Spearville Recreation Commission:	
Checking accounts	<u>53,249</u>
Total reporting entity (excluding agency funds)	<u><u>\$ 7,351,844</u></u>

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

**UNIFIED SCHOOL DISTRICT NO. 381
SPEARVILLE, KANSAS**

NOTES TO FINANCIAL STATEMENT

June 30, 2013

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies applied in the preparation of the accompanying financial statement is presented to assist in understanding the District's financial statement. The financial statement and notes are representations of the District's management, which is responsible for their integrity and objectivity.

1. Municipal Financial Reporting Entity

Unified School District No. 381 is a municipal corporation governed by an elected seven-member board. This financial statement presents Unified School District No. 381 (the Municipality) and its related municipal entity. The related municipal entity is included in the District's reporting entity because it was established to benefit the District and/or its constituents.

Spearville Recreation Commission. The Spearville Recreation Commission oversees recreational activities. The Recreation Commission operates as a separate governing body but the District levies the taxes for the recreation commission and the recreation commission has only the powers granted by statute, K.S.A. 12-1928. Four of the five members of the governing board of the recreation commission are appointed by the Board of Education. The recreation commission cannot purchase real property but can acquire real property by gift.

2. Basis of Presentation – Fund Accounting

The accounts of the District are organized and operated on the basis of funds. In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

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

REGULATORY BASIS FUND TYPES

General funds – the chief operating funds. Used to account for all 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 specific revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

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

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2. Basis of Presentation – Fund Accounting (Continued)

Capital Project fund – used to account for the debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment.

Trust fund – used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.).

Agency fund – used to report assets by the municipal reporting entity in a purely custodial capacity (student organization funds).

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

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.

4. 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 at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4. Budgetary Information (Continued)

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

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison 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 and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

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

- Contingency Reserve
- Textbook and Student Material Revolving
- REAP – Rural Education Achievement
- Title I
- Title IIA
- Gifts and Grants
- District Activity

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.

5. In-Substance Receipt in Transit

The District received \$209,359 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.

B. COMPLIANCE WITH KANSAS STATUTES

References made herein to the statutes are not intended as interpretations of law, but are offered for consideration of the Director of Accounts and Reports and interpretation by the legal representatives of the District.

K.S.A. 10-130 requires that municipalities remit payments for any bonds or interest to the state fiscal agent at least twenty days before the day of maturity. The general obligation bond payments were not made in accordance with this statute.

C. 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 to 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.

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. All deposits were legally secured at June 30, 2013.

At June 30, 2013, the District's carrying amount of deposits was \$1,736,720 and the bank balance was \$1,773,319. Of the bank balance, \$500,298 was covered by federal depository insurance and \$1,273,020 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 Municipality 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 \$5,597,093 in the State's Municipal Investment Pool. The Municipal Investment Pool is under the oversight of the Pooled Money Investment Board. The board is comprised of the State Treasurer and four additional members appointed by the State Governor. The board reports annually to the Kansas legislature. State pooled monies may be invested in direct obligations of, or obligations that are insured as to principal and interest, by the U.S. government or any agency thereof, with maturities up to four years. No more than ten percent of those funds may be invested in mortgage-backed securities. In addition, the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers.

D. CAPITAL PROJECTS

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

	<u>Project authorization</u>	<u>Cash disbursements and accounts payable to date</u>
Gymnasium construction	\$ 8,000,388	\$ 2,765,889

E. LONG-TERM DEBT

Changes in long-term liabilities for the municipal financial reporting entity for the year ended June 30, 2013, were as follows:

<u>Issue</u>	<u>Balance beginning of year</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance end of year</u>	<u>Interest paid</u>
General obligation bonds:					
Series 2009					
Issued March 1, 2010					
In the amount of \$2,235,000					
At interest rates of 2.50%					
to 4.00%					
Maturing September 1, 2019	\$1,845,000	\$ -	\$ 205,000	\$1,640,000	\$ 59,563
Series 2012					
Issued June 1, 2012					
In the amount of \$8,285,000					
At interest rates of 2.000%					
to 3.125%					
Maturing September 1, 2032	<u>8,285,000</u>	<u>-</u>	<u>-</u>	<u>8,285,000</u>	<u>174,698</u>
Total general obligation bonds	<u>\$10,130,000</u>	<u>\$ -</u>	<u>\$ 205,000</u>	<u>\$9,925,000</u>	<u>\$ 234,261</u>

Current maturities of general obligation bonds and interest for the next five years and in five year increments through maturity are as follows:

<u>Year ended June 30,</u>	<u>Principal due</u>	<u>Interest due</u>	<u>Total due</u>
2014	\$ 215,000	\$ 286,706	\$ 501,706
2015	520,000	280,181	800,181
2016	535,000	263,844	798,844
2017	555,000	249,494	804,494
2018	575,000	232,956	807,956
2019-2023	2,405,000	903,331	3,308,331
2024-2028	2,310,000	594,559	2,904,559
2029-2032	<u>2,810,000</u>	<u>223,154</u>	<u>3,033,154</u>
Total	<u>\$ 9,925,000</u>	<u>\$ 3,034,225</u>	<u>\$ 12,959,225</u>

K.S.A. 72-6761 limits the amount of bonds that a school district may have outstanding at any one time to 14% of the assessed valuation of taxable tangible property within the school district. At year end, the District had \$9,925,000 of bonds outstanding which is 52.90% of the assessed valuation. The District has obtained permission from the Kansas State Board of Education to exceed this limitation.

F. INTERFUND TRANSACTIONS

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Amount</u>	<u>Statutory authority</u>
General fund	Special education fund	\$ 259,022	K.S.A. 72-6428
General fund	Capital Outlay fund	20,000	K.S.A. 72-6428
General fund	Contingency fund	<u>30,000</u>	K.S.A. 72-6428
Total general fund		<u>309,022</u>	
Supplemental general fund	At risk (K-12) fund	116,000	K.S.A. 72-6433
Supplemental general fund	Food Service fund	7,386	K.S.A. 72-6433
Supplemental general fund	Special education fund	179,455	K.S.A. 72-6433
Supplemental general fund	Vocational education fund	<u>43,000</u>	K.S.A. 72-6433
Total supplemental general fund		<u>345,841</u>	
		<u>\$ 654,863</u>	

Transfer to related municipal entity was as follows:

<u>From</u>	<u>To</u>	<u>Amount</u>	
Recreation commission fund	Spearville Recreation Commission	\$ <u>75,000</u>	K.S.A. 12-1928

G. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

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.

Section 125 plan. The District offers a Section 125 flexible benefit plan to all eligible employees. It is used for medical insurance premiums, unreimbursed medical expenses and for child care expenses. The plan is administered by the health insurance provider. The District withholds the amounts from the employee's paychecks and remits the withholding to the plan administrator.

Compensated absences. The District's policies regarding vacation and sick pay permit an annual vacation of one to three weeks with pay depending on years of service to employees assigned to twelve month positions. The Superintendent is entitled to an annual vacation of three weeks. Non-certified staff only are entitled to payment for unused vacation if they terminate employment at the end of the contract period. Sick leave for all employees may be accumulated at a rate of ten days per year up to a total accumulation of 72 days. The sick leave pool is administered by a committee of District employees. Personal leave is given to all personnel at two days per year and may accumulate to a total of three days for non-certified staff and four days for certified personnel. In the event of death, retirement or termination of employment for all employees, accumulated sick and personal leave is lost. The District's policy is to recognize the costs of compensated absences when actually paid.

H. 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 South Kansas, Suite 100; Topeka, KS 66603), at the following website: <http://www.kpers.org/annualreport2012.pdf> 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 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 at 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. Kansas' contributions to KPERS for all Kansas public school employees for the years ending June 30, 2013, 2012, and 2011 were \$323,067,803, \$298,635,383, and \$253,834,044, respectively, equal to the required contributions for each year as set forth by the legislature. The amounts attributable to the District for the years ended June 30, 2013, 2012, and 2011 were \$173,337, \$203,217, and \$120,030, respectively.

The State of Kansas is required to contribute the statutory required employers share.

I. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District purchases commercial insurance to cover these risks. There have been no significant reductions in coverage from the prior year. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

J. SUBSEQUENT EVENTS

Management has evaluated subsequent events through October 22, 2013, the date on which the financial statement was available to be used. Management's evaluation concluded that there are no subsequent events that are required to be recognized or disclosed in this financial statement.

**REGULATORY-REQUIRED
SUPPLEMENTARY INFORMATION**

**UNIFIED SCHOOL DISTRICT NO. 381
SPEARVILLE, KANSAS**

**SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2013

<u>Fund</u>	<u>Certified budget</u>	<u>Adjustment to comply with legal maximum budget</u>	<u>Total budget for comparison</u>	<u>Expenditures chargeable to current year</u>	<u>Variance favorable (unfavorable)</u>
General funds:					
General	\$ 2,508,901	\$ (44,521)	\$ 2,464,380	\$ 2,464,380	\$ -
Supplemental general	855,286	(2,888)	852,398	852,398	-
Special purpose funds:					
Capital outlay	345,000	-	345,000	25,803	319,197
Driver training	5,675	-	5,675	4,151	1,524
At risk (K-12)	150,500	-	150,500	134,855	15,645
Food service	191,250	-	191,250	178,353	12,897
Professional development	4,500	-	4,500	4,447	53
Special education	429,250	-	429,250	379,878	49,372
Bilingual	1,549	-	1,549	1,505	44
Recreation commission	75,000	-	75,000	75,000	-
KPERS special retirement contribution	192,095	-	192,095	173,337	18,758
Vocational education	97,800	-	97,800	42,439	55,361
Bond and interest fund:					
Bond and interest	440,261	-	440,261	439,261	1,000
Total Unified School District No. 381	5,297,067	(47,409)	5,249,658	4,775,807	473,851
Related municipal entity:					
Spearville Recreation Commission	141,425	-	141,425	94,611	46,814
Total municipal financial reporting entity	<u>\$ 5,438,492</u>	<u>\$ (47,409)</u>	<u>\$ 5,391,083</u>	<u>\$ 4,870,418</u>	<u>\$ 520,665</u>

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 381
SPEARVILLE, KANSAS**

GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2013

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

	2013		Variance favorable (unfavorable)
	2012	Actual	
Receipts:			
Taxes:			
Ad valorem property:			
Tax in process	\$ 6,014	\$ 4,165	\$ 12,562
Current tax	331,188	352,614	325,771
Delinquent tax	1,733	1,973	1,737
Federal aid:			
Education jobs	1,198	-	-
State aid:			
Equalization aid	1,871,573	1,844,618	1,867,295
Special education aid	276,912	259,022	301,536
Mineral production tax	1,655	1,979	-
Total receipts	<u>2,490,273</u>	<u>2,464,371</u>	<u>\$ 2,508,901</u>
Expenditures:			
Instruction	1,479,140	1,451,186	\$ 1,483,000
Student support services	38,054	32,435	39,500
Instructional support staff	190	-	-
General administration	163,148	178,516	167,750
School administration	202,876	224,938	214,700
Operations and maintenance	168,285	235,829	211,500
Student transportation services	30,211	32,454	90,915
Operating transfers	408,360	309,022	301,536
Adjustment to comply with legal maximum budget	-	-	(44,521)
Total expenditures	<u>2,490,264</u>	<u>2,464,380</u>	<u>\$ 2,464,380</u>
Receipts over (under) expenditures	9	(9)	
Unencumbered cash, beginning of year	<u>-</u>	<u>9</u>	
Unencumbered cash, end of year	<u>\$ 9</u>	<u>\$ -</u>	

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 381
SPEARVILLE, KANSAS**

SUPPLEMENTAL GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2013
(With Comparative Actual Totals for the Prior Year Ended June 30, 2012)

	2012	2013		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Taxes:				
Ad valorem property:				
Tax in process	\$ 8,539	\$ 6,127	\$ 8,370	\$ (2,243)
Current tax	433,200	438,552	410,671	27,881
Delinquent tax	2,267	2,995	2,231	764
Motor vehicle tax	35,160	45,923	43,395	2,528
State aid	403,809	358,448	364,215	(5,767)
Total receipts	<u>882,975</u>	<u>852,045</u>	<u>\$ 828,882</u>	<u>\$ 23,163</u>
Expenditures:				
Instruction	171,314	136,055	\$ 91,000	\$ (45,055)
Operations and maintenance	220,044	214,140	165,500	(48,640)
Student transportation services	145,777	156,361	174,000	17,639
Operating transfers	322,312	345,842	424,786	78,944
Adjustment to comply with legal maximum budget	-	-	(2,888)	(2,888)
Total expenditures	<u>859,447</u>	<u>852,398</u>	<u>\$ 852,398</u>	<u>\$ -</u>
Receipts over (under) expenditures	23,528	(353)		
Unencumbered cash, beginning of year	14,837	38,365		
Prior year canceled encumbrances	-	2,677		
Unencumbered cash, end of year	<u>\$ 38,365</u>	<u>\$ 40,689</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 381
SPEARVILLE, KANSAS**

CAPITAL OUTLAY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2013
(With Comparative Actual Totals for the Prior Year Ended June 30, 2012)

	2012	2013		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Taxes:				
Delinquent tax	\$ 117	\$ -	\$ -	\$ -
Interest	1,385	2,264	-	2,264
Other	23,735	22,180	-	22,180
Transfer from general fund	66,448	20,000	-	20,000
Total receipts	<u>91,685</u>	<u>44,444</u>	<u>\$ -</u>	<u>\$ 44,444</u>
Expenditures:				
Instruction	-	-	\$ 65,000	\$ 65,000
Operations and maintenance	4,511	475	50,000	49,525
Transportation	-	-	30,000	30,000
Other support services	15,500	-	-	-
Facility acquisition and construction services	102,847	25,328	200,000	174,672
Total expenditures	<u>122,858</u>	<u>25,803</u>	<u>\$ 345,000</u>	<u>\$ 319,197</u>
Receipts over (under) expenditures	(31,173)	18,641		
Unencumbered cash, beginning of year	<u>435,195</u>	<u>404,022</u>		
Unencumbered cash, end of year	<u>\$ 404,022</u>	<u>\$ 422,663</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 381
SPEARVILLE, KANSAS**

DRIVER TRAINING FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2013
(With Comparative Actual Totals for the Prior Year Ended June 30, 2012)

	<u>2012</u>	<u>2013</u>		<u>Variance favorable (unfavorable)</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts:				
Fees	\$ 3,800	\$ 4,000	\$ 3,800	\$ 200
State aid	<u>1,599</u>	<u>1,767</u>	<u>3,150</u>	<u>(1,383)</u>
Total receipts	<u>5,399</u>	<u>5,767</u>	<u>\$ 6,950</u>	<u>\$ (1,183)</u>
Expenditures:				
Instruction	4,145	3,848	\$ 5,675	\$ 1,827
Operations and maintenance	<u>48</u>	<u>303</u>	<u>-</u>	<u>(303)</u>
Total expenditures	<u>4,193</u>	<u>4,151</u>	<u>\$ 5,675</u>	<u>\$ 1,524</u>
Receipts over (under) expenditures	1,206	1,616		
Unencumbered cash, beginning of year	<u>2,794</u>	<u>4,000</u>		
Unencumbered cash, end of year	<u>\$ 4,000</u>	<u>\$ 5,616</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 381
SPEARVILLE, KANSAS**

AT RISK (K-12) FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2013
(With Comparative Actual Totals for the Prior Year Ended June 30, 2012)

	<u>2012</u>	<u>2013</u>		<u>Variance favorable (unfavorable)</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts:				
Transfer from supplemental general fund	<u>\$ 134,000</u>	<u>\$ 116,000</u>	<u>\$ 131,724</u>	<u>\$ (15,724)</u>
Expenditures:				
Instruction	69,518	131,033	\$ 150,500	\$ 19,467
Instructional support staff	<u>582</u>	<u>3,822</u>	<u>-</u>	<u>(3,822)</u>
Total expenditures	<u>70,100</u>	<u>134,855</u>	<u>\$ 150,500</u>	<u>\$ 15,645</u>
Receipts over (under) expenditures	63,900	(18,855)		
Unencumbered cash, beginning of year	20,414	84,977		
Prior year canceled encumbrances	<u>663</u>	<u>-</u>		
Unencumbered cash, end of year	<u>\$ 84,977</u>	<u>\$ 66,122</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 381
SPEARVILLE, KANSAS**

FOOD SERVICE FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2013
(With Comparative Actual Totals for the Prior Year Ended June 30, 2012)

	<u>2012</u>	<u>2013</u>		<u>Variance favorable (unfavorable)</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts:				
Charges for services	\$ 89,914	\$ 88,538	\$ 90,452	\$ (1,914)
Federal aid	59,543	65,070	59,572	5,498
State aid	2,184	2,284	2,018	266
Transfer from supplemental general fund	<u>14,000</u>	<u>7,386</u>	<u>12,000</u>	<u>(4,614)</u>
Total receipts	165,641	163,278	<u>\$ 164,042</u>	<u>\$ (764)</u>
Expenditures:				
Food service operations	<u>168,537</u>	<u>178,353</u>	<u>\$ 191,250</u>	<u>\$ 12,897</u>
Receipts over (under) expenditures	(2,896)	(15,075)		
Unencumbered cash, beginning of year	<u>44,240</u>	<u>41,344</u>		
Unencumbered cash, end of year	<u>\$ 41,344</u>	<u>\$ 26,269</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 381
SPEARVILLE, KANSAS**

PROFESSIONAL DEVELOPMENT FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2013
(With Comparative Actual Totals for the Prior Year Ended June 30, 2012)

	<u>2012</u>	<u>2013</u>		<u>Variance favorable (unfavorable)</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts:				
Transfer from supplemental general fund	\$ 12,500	\$ -	<u>\$ -</u>	<u>\$ -</u>
Expenditures:				
Instructional support staff	<u>1,500</u>	<u>4,447</u>	<u>\$ 4,500</u>	<u>\$ 53</u>
Receipts over (under) expenditures	11,000	(4,447)		
Unencumbered cash, beginning of year	<u>462</u>	<u>11,462</u>		
Unencumbered cash, end of year	<u>\$ 11,462</u>	<u>\$ 7,015</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 381
SPEARVILLE, KANSAS**

SPECIAL EDUCATION FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2013
(With Comparative Actual Totals for the Prior Year Ended June 30, 2012)

	<u>2012</u>	<u>2013</u>		<u>Variance favorable (unfavorable)</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts:				
Other	\$ 5,466	\$ 4,173	\$ -	\$ 4,173
Transfer from general fund	276,912	259,022	301,536	(42,514)
Transfer from supplemental general fund	74,812	179,456	186,062	(6,606)
Total receipts	<u>357,190</u>	<u>442,651</u>	<u>\$ 487,598</u>	<u>\$ (44,947)</u>
Expenditures:				
Instruction	381,986	365,522	\$ 417,250	\$ 51,728
General administration	12,437	11,805	-	(11,805)
Operations and maintenance	400	-	-	-
Student transportation services	7,273	2,551	12,000	9,449
Total expenditures	<u>402,096</u>	<u>379,878</u>	<u>\$ 429,250</u>	<u>\$ 49,372</u>
Receipts over (under) expenditures	(44,906)	62,773		
Unencumbered cash, beginning of year	<u>251,205</u>	<u>206,299</u>		
Unencumbered cash, end of year	<u>\$ 206,299</u>	<u>\$ 269,072</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 381
SPEARVILLE, KANSAS**

BILINGUAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2013
(With Comparative Actual Totals for the Prior Year Ended June 30, 2012)

	<u>2012</u>	<u>2013</u>		<u>Variance favorable (unfavorable)</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts:				
Transfer from general fund	\$ 5,000	\$ -	\$ -	\$ -
Expenditures:				
Instruction	<u>3,927</u>	<u>1,505</u>	<u>\$ 1,549</u>	<u>\$ 44</u>
Receipts over (under) expenditures	1,073	(1,505)		
Unencumbered cash, beginning of year	<u>476</u>	<u>1,549</u>		
Unencumbered cash, end of year	<u>\$ 1,549</u>	<u>\$ 44</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 381
SPEARVILLE, KANSAS**

RECREATION COMMISSION FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2013
(With Comparative Actual Totals for the Prior Year Ended June 30, 2012)

	<u>2012</u>	<u>2013</u>		<u>Variance favorable (unfavorable)</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts:				
Taxes:				
Ad valorem property:				
Tax in process	\$ 1,278	\$ 934	\$ 2,378	\$ (1,444)
Current tax	66,016	69,128	64,734	4,394
Delinquent tax	421	461	346	115
Motor vehicle tax	<u>5,846</u>	<u>6,900</u>	<u>6,572</u>	<u>328</u>
Total receipts	73,561	77,423	<u>\$ 74,030</u>	<u>\$ 3,393</u>
Expenditures:				
Transfer to related municipal entity	<u>72,000</u>	<u>75,000</u>	<u>\$ 75,000</u>	<u>\$ -</u>
Receipts over (under) expenditures	1,561	2,423		
Unencumbered cash, beginning of year	<u>30,680</u>	<u>32,241</u>		
Unencumbered cash, end of year	<u>\$ 32,241</u>	<u>\$ 34,664</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 381
SPEARVILLE, KANSAS**

KPERS SPECIAL RETIREMENT CONTRIBUTION FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2013
(With Comparative Actual Totals for the Prior Year Ended June 30, 2012)

	<u>2012</u>	<u>2013</u>		<u>Variance favorable (unfavorable)</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts:				
State aid	<u>\$ 203,217</u>	<u>\$ 173,337</u>	<u>\$ 192,095</u>	<u>\$ (18,758)</u>
Expenditures:				
Instruction	148,599	121,336	\$ 139,443	\$ 18,107
Student support services	3,438	5,200	3,416	(1,784)
General administration	14,228	12,133	12,560	427
School administration	18,050	19,067	19,091	24
Operations and maintenance	13,201	8,667	12,058	3,391
Student transportation services	648	-	-	-
Food service	5,053	6,934	5,527	(1,407)
Total expenditures	<u>203,217</u>	<u>173,337</u>	<u>\$ 192,095</u>	<u>\$ 18,758</u>
Receipts over (under) expenditures	-	-		
Unencumbered cash, beginning of year	<u>-</u>	<u>-</u>		
Unencumbered cash, end of year	<u>\$ -</u>	<u>\$ -</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 381
SPEARVILLE, KANSAS**

VOCATIONAL EDUCATION FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2013
(With Comparative Actual Totals for the Prior Year Ended June 30, 2012)

	<u>2012</u>	<u>2013</u>		<u>Variance favorable (unfavorable)</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts:				
Transfer from general fund	\$ 10,000	\$ -	\$ -	\$ -
Transfer from supplemental general fund	<u>87,000</u>	<u>43,000</u>	<u>95,000</u>	<u>(52,000)</u>
Total receipts	97,000	43,000	<u>\$ 95,000</u>	<u>\$ (52,000)</u>
Expenditures:				
Instruction	<u>76,547</u>	<u>42,439</u>	<u>\$ 97,800</u>	<u>\$ 55,361</u>
Receipts over (under) expenditures	20,453	561		
Unencumbered cash, beginning of year	<u>786</u>	<u>21,239</u>		
Unencumbered cash, end of year	<u>\$ 21,239</u>	<u>\$ 21,800</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 381
SPEARVILLE, KANSAS**

NON-BUDGETED SPECIAL PURPOSE FUNDS
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the Year Ended June 30, 2013

	<u>Contingency reserve</u>	<u>Textbook and student materials revolving</u>	<u>REAP rural education achievement</u>
Receipts:			
Fees	\$ -	\$ 15,225	\$ -
Federal aid	-	-	34,034
Wind farm donation	-	-	-
Transfer from general fund	<u>30,000</u>	<u>-</u>	<u>-</u>
Total receipts	30,000	15,225	34,034
Expenditures:			
Instruction	<u>-</u>	<u>15,222</u>	<u>34,034</u>
Total expenditures	<u>-</u>	<u>15,222</u>	<u>34,034</u>
Receipts over (under) expenditures	30,000	3	-
Unencumbered cash, beginning of year	<u>141,088</u>	<u>-</u>	<u>-</u>
Unencumbered cash, end of year	<u>\$ 171,088</u>	<u>\$ 3</u>	<u>\$ -</u>

See Independent Auditor's Report.

<u>Title I</u>	<u>Title IIA</u>	<u>Gifts and grants</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ 15,225
25,623	7,626	-	67,283
-	-	138,766	138,766
-	-	-	30,000
<u>25,623</u>	<u>7,626</u>	<u>138,766</u>	<u>251,274</u>
<u>25,623</u>	<u>7,626</u>	<u>-</u>	<u>82,505</u>
<u>25,623</u>	<u>7,626</u>	<u>-</u>	<u>82,505</u>
-	-	138,766	168,769
-	-	180,567	321,655
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 319,333</u>	<u>\$ 490,424</u>

**UNIFIED SCHOOL DISTRICT NO. 381
SPEARVILLE, KANSAS**

BOND AND INTEREST FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2013
(With Comparative Actual Totals for the Prior Year Ended June 30, 2012)

	<u>2012</u>	<u>2013</u>		<u>Variance favorable (unfavorable)</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts:				
Taxes:				
Ad valorem property:				
Tax in process	\$ 2,537	\$ 2,024	\$ 2,660	\$ (636)
Current tax	143,231	142,623	133,576	9,047
Delinquent tax	1,030	966	738	228
Motor vehicle tax	13,718	13,954	13,362	592
Other revenue from local sources	-	115,000	115,000	-
State aid	97,911	153,741	153,741	-
Accrued interest and premium on bond proceeds	58,794	-	-	-
Total receipts	<u>317,221</u>	<u>428,308</u>	<u>\$ 419,077</u>	<u>\$ 9,231</u>
Expenditures:				
Debt service:				
Principal	200,000	205,000	\$ 205,000	\$ -
Interest	64,625	234,261	234,261	-
Commission and postage	-	-	1,000	1,000
Total expenditures	<u>264,625</u>	<u>439,261</u>	<u>\$ 440,261</u>	<u>\$ 1,000</u>
Receipts over (under) expenditures	52,596	(10,953)		
Unencumbered cash, beginning of year	<u>206,914</u>	<u>259,510</u>		
Unencumbered cash, end of year	<u>\$ 259,510</u>	<u>\$ 248,557</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 381
SPEARVILLE, KANSAS**

IMPROVEMENT FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS**

For the Year Ended June 30, 2013
(With Comparative Actual Totals for the Prior Year Ended June 30, 2012)

	<u>2012</u>	<u>2013</u>
Receipts:		
Interest	\$ 18	\$ 7,123
Bond proceeds	8,285,000	-
Total receipts	<u>8,285,018</u>	<u>7,123</u>
Expenditures:		
Cost of issuance	21,328	68,969
Architectural fees	-	199,612
Construction	-	2,765,889
Total expenditures	<u>21,328</u>	<u>3,034,470</u>
Receipts over (under) expenditures	8,263,690	(3,027,347)
Unencumbered cash, beginning of year	<u>-</u>	<u>8,263,690</u>
Unencumbered cash, end of year	<u>\$ 8,263,690</u>	<u>\$ 5,236,343</u>

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 381
SPEARVILLE, KANSAS**

SCHOLARSHIP TRUST FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the Year Ended June 30, 2013
(With Comparative Actual Totals for the Prior Year Ended June 30, 2012)

	<u>2012</u>	<u>2013</u>
Cash receipts:		
Interest	\$ 12	\$ 4
Expenditures:		
Scholarships	<u>13,338</u>	<u>1,000</u>
Receipts over (under) expenditures	(13,326)	(996)
Unencumbered cash, beginning of year	<u>16,613</u>	<u>3,287</u>
Unencumbered cash, end of year	<u><u>\$ 3,287</u></u>	<u><u>\$ 2,291</u></u>

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 381
SPEARVILLE, KANSAS**

DISTRICT ACTIVITY FUNDS

SCHEDULE OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
REGULATORY BASIS

For the Year Ended June 30, 2013

<u>Fund</u>	<u>Beginning unencumbered cash balance</u>	<u>Receipts</u>	<u>Expenditures</u>	<u>Ending unencumbered cash balance</u>	<u>Add encumbrances and accounts payable</u>	<u>Ending cash balance</u>
Gate receipts:						
Athletics	\$ 1,469	\$ 27,545	\$ 26,114	\$ 2,900	\$ -	\$ 2,900
Forensics	1,519	1,203	1,885	837	-	837
Total gate receipts	<u>2,988</u>	<u>28,748</u>	<u>27,999</u>	<u>3,737</u>	<u>-</u>	<u>3,737</u>
School projects:						
Student incentive	354	1,253	1,362	245	-	245
Art department	1,504	3,326	1,760	3,070	-	3,070
Yearbook	7,851	10,533	13,091	5,293	-	5,293
Quiz bowl	2,127	34	877	1,284	-	1,284
Woods department	8	5,535	5,024	519	-	519
Business department	751	759	-	1,510	-	1,510
Vocational club	696	-	-	696	-	696
Memorial pictures	168	-	-	168	-	168
Concession equipment	-	900	-	900	-	900
Total school projects	<u>13,459</u>	<u>22,340</u>	<u>22,114</u>	<u>13,685</u>	<u>-</u>	<u>13,685</u>
Total district activity funds	<u>\$ 16,447</u>	<u>\$ 51,088</u>	<u>\$ 50,113</u>	<u>\$ 17,422</u>	<u>\$ -</u>	<u>\$ 17,422</u>

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 381
SPEARVILLE, KANSAS**

AGENCY FUNDS

SUMMARY OF CASH RECEIPTS AND CASH DISBURSEMENTS - ACTUAL

For the Year Ended June 30, 2013

<u>Fund</u>	<u>Beginning cash balance</u>	<u>Cash receipts</u>	<u>Cash disbursements</u>	<u>Ending cash balance</u>
Student organization funds:				
Class of 2012	\$ 1,915	\$ -	\$ 1,915	\$ -
Class of 2013	2,592	466	2,004	1,054
Class of 2014	11,980	13,190	17,705	7,465
Class of 2015	5,763	14,044	6,985	12,822
Class of 2016	-	6,862	4,458	2,404
Football	50	-	50	-
Volleyball	28	-	-	28
HS men's basketball	210	1,777	1,792	195
Track & field	88	120	70	138
Baseball	100	3,339	3,144	295
Softball	139	-	-	139
HS girls basketball	357	303	660	-
Music fund	1,057	3,220	2,492	1,785
National honor society	1,324	2,111	2,034	1,401
Cheerleaders	2,970	12,565	12,989	2,546
Drill team	1,553	3,720	2,760	2,513
Pep club	192	-	-	192
Student council	103	3,341	2,960	484
Middle school student council	186	-	-	186
JH cheerleaders	1,787	2,197	2,414	1,570
	<u>1,787</u>	<u>2,197</u>	<u>2,414</u>	<u>1,570</u>
Total agency funds	<u>\$ 32,394</u>	<u>\$ 67,255</u>	<u>\$ 64,432</u>	<u>\$ 35,217</u>

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 381
SPEARVILLE, KANSAS**

**SPEARVILLE RECREATION COMMISSION
SPEARVILLE, KANSAS**

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

For the Year Ended June 30, 2013
(With Comparative Actual Totals for the Prior Year Ended June 30, 2012)

	2013		Variance favorable (unfavorable)	
	2012	Actual		Budget
Cash receipts:				
Transfer from primary government	\$ 72,000	\$ 75,000	\$ 70,000	\$ 5,000
Charges and sales	13,223	12,891	10,400	2,491
Interest	195	99	250	(151)
Donations and other	516	1,675	-	1,675
Youth athletic programs	6,865	7,203	10,000	(2,797)
Total cash receipts	92,799	96,868	\$ 90,650	\$ 6,218
Expenditures:				
Pool maintenance/improvements	20,685	8,224	\$ 30,000	\$ 21,776
Park maintenance/improvements	5,796	3,439	20,000	16,561
Youth athletic programs	15,669	7,959	12,000	4,041
Salaries	38,538	33,435	37,000	3,565
Capital purchases	4,406	20,586	5,000	(15,586)
Insurance	3,102	3,531	5,000	1,469
Ball field maintenance/improvements	7,429	4,980	12,000	7,020
Concession expense	3,843	3,767	4,000	233
Utilities	3,307	3,274	4,000	726
Payroll taxes	7,184	2,968	7,500	4,532
Other	3,222	2,448	4,925	2,477
Total expenditures	113,181	94,611	\$ 141,425	\$ 46,814
Receipts over (under) expenditures	(20,382)	2,257		
Unencumbered cash, beginning of year	71,307	50,925		
Unencumbered cash, end of year	\$ 50,925	\$ 53,182		

See Independent Auditor's Report.