

# EUDORA UNIFIED SCHOOL DISTRICT NO. 491

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Independent Auditors' Report

Board of Education  
Eudora Unified School District No. 491

We have audited the financial statements of Eudora Unified School District No. 491, Eudora, Kansas, as of and for the year ended June 30, 2011. These financial statements are the responsibility of Eudora Unified School District No. 491 management. Our responsibility is to express an opinion on these financial statements based on our audit. The prior year summarized comparative information has been derived from the District's June 30, 2010 financial statements and, in our report dated October 6, 2010, we expressed an unqualified opinion on those statutory basis financial statements.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the guidance in the *Kansas Municipal Audit Guide*. Those standards and guidance require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described more fully in the Summary of Significant Accounting Policies, the District has prepared these financial statements in conformity with the accounting practices prescribed by the State of Kansas to demonstrate compliance with the cash basis and budget laws of the State of Kansas, which practices differ from accounting principles generally accepted in the United States of America. The effect on the financial statements of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

In our opinion, because of the effects of the matter discussed in the preceding paragraph, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the District as of June 30, 2011, or the changes in its financial position for the year then ended.

In our opinion, the financial statements referred to above present fairly, in all material respects, the cash and unencumbered cash balances of the District as of June 30, 2011, and its cash receipts and expenditures and budgetary comparisons for the year then ended, taken as a whole, on the basis of accounting described in the Summary of Significant Accounting Policies.

In accordance with *Government Auditing Standards*, we have also issued our report, dated October 5, 2011, on our consideration of Eudora Unified School District No. 491's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Our audit was performed for the purpose of forming an opinion on the financial statements taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Nonprofit Organizations*, and is not a required part of the financial statements of Eudora Unified School District No. 491. 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, 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 financial statements as a whole.

*Mize Houser & Company P.A.*

Certified Public Accountants

October 5, 2011  
Topeka, Kansas

## EUDORA UNIFIED SCHOOL DISTRICT NO. 491

Summary of Cash Receipts, Expenditures and Unencumbered Cash  
Year Ended June 30, 2011

	Beginning Unencumbered Cash Balance	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
General funds:						
General	\$ (810,357)	\$ 9,479,164	\$ 9,504,792	\$ (835,985)	\$ -	\$ (835,985)
Supplemental general	(237,331)	3,316,591	3,131,722	(52,462)		(52,462)
Special revenue funds:						
At risk (K-12)	116,294	1,299,446	1,165,740	250,000		250,000
Bilingual education	5,000	56,005	56,005	5,000		5,000
Capital outlay	105,985	484,765	201,923	388,827		388,827
Driver training	5,000	10,216	9,719	5,497		5,497
Food service	55,733	713,371	694,104	75,000		75,000
Professional development	3,000	9,906	9,906	3,000		3,000
Special education	462,697	1,883,052	1,845,005	500,744		500,744
Vocational education	125,000	716,854	661,854	180,000		180,000
Parent education program	3,000	11,300	11,300	3,000		3,000
KPERs special retirement contribution		523,720	523,720			
Contingency reserve	115,000	114,500		229,500		229,500
Textbook and student material revolving		52,151	11,562	40,589		40,589
Grant funds:						
Gifts and grants	19,286	65,123	47,175	37,234		37,234
Title I		183,515	183,515			
Safe Schools Healthy Students		565,902	565,902			
Other programs		358,403	358,403			
District activity funds	115,926	165,352	130,531	150,747		150,747
Capital projects:						
Bond Issue Construction	4,191,993	28,082	3,802,185	417,890		417,890
Debt service:						
Bond and interest #1	1,781,461	3,431,489	3,336,090	1,876,860		1,876,860
Bond and interest #2	<u>424,745</u>	<u>3,458</u>	<u>424,746</u>	<u>3,457</u>		<u>3,457</u>
Total reporting agency, excluding agency funds	<u>\$ 6,482,432</u>	<u>\$23,472,365</u>	<u>\$26,675,899</u>	<u>\$ 3,278,898</u>	<u>\$ -</u>	<u>\$ 3,278,898</u>
Cash balance consisting of:						
Checking and money market accounts						\$ 3,278,898
Revolving cash account						876
School activity funds						<u>92,647</u>
Total cash						3,372,421
Agency funds per Statement 4						<u>(93,523)</u>
Total reporting entity, excluding agency funds						<u>\$ 3,278,898</u>

The accompanying summary of significant accounting policies and notes are an integral part of these statements

## EUDORA UNIFIED SCHOOL DISTRICT NO. 491

Summary of Expenditures – Budget to Actual  
Year Ended June 30, 2011

	Certified Budget	Adjustments to Comply with Legal Max	Adjustments for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Favorable (Unfavorable)
Budgeted funds:						
General fund:						
General	\$ 9,545,350	\$ (135,133)	\$ 94,575	\$ 9,504,792	\$ 9,504,792	\$ -
Supplemental general	3,120,188		11,534	3,131,722	3,131,722	
Special revenue funds:						
At risk (K-12)	1,246,294			1,246,294	1,165,740	80,554
Bilingual education	60,528			60,528	56,005	4,523
Capital outlay	1,551,976			1,551,976	201,923	1,350,053
Driver training	21,450			21,450	9,719	11,731
Food service	833,848			833,848	694,104	139,744
Professional development	23,000			23,000	9,906	13,094
Special education	2,162,044			2,162,044	1,845,005	317,039
Vocational education	740,000			740,000	661,854	78,146
Parent education program	11,300			11,300	11,300	
KPERS special retirement contribution	670,926			670,926	523,720	147,206
Debt service fund:						
Bond and interest #1	3,336,090			3,336,090	3,336,090	
Bond and interest #2	424,746			424,746	424,746	
Total budgeted funds	<u>\$23,747,740</u>	<u>\$ (135,133)</u>	<u>\$ 106,109</u>	<u>\$23,718,716</u>	<u>21,576,626</u>	<u>\$ 2,142,090</u>
Nonbudgeted funds:						
Grants and other programs					1,166,557	
Capital projects funds					3,802,185	
District activity funds					<u>130,531</u>	
Total nonbudgeted funds					<u>5,099,273</u>	
Total expenditures					<u>\$26,675,899</u>	

## EUDORA UNIFIED SCHOOL DISTRICT NO. 491

## GENERAL FUND

Statement of Cash Receipts and ExpendituresActual and Budget  
Year Ended June 30,

	2011		Variance - Favorable (Unfavorable)	2010 Actual
	Actual	Budget		
Cash receipts:				
Taxes:				
Ad valorem property tax	\$ 991,135	\$ 969,385	\$ 21,750	\$1,021,546
Delinquent tax	19,298	17,886	1,412	16,613
Intergovernmental:				
Federal aid	441,053	160,325	280,728	390,308
State aid	6,788,791	7,154,229	(365,438)	6,438,690
Special education aid	1,144,312	1,243,525	(99,213)	1,096,195
Miscellaneous receipts	94,575		94,575	127,440
Total cash receipts	<u>9,479,164</u>	<u>\$9,545,350</u>	<u>\$ (66,186)</u>	<u>9,090,792</u>
Expenditures:				
Instruction:				
Salaries	3,706,441	\$3,797,131	\$ 90,690	3,645,048
Employee benefits	552,811	667,870	115,059	555,657
Purchased professional and technical services	4,368	250	(4,118)	272
Other purchased services	24,700	58,000	33,300	29,975
Supplies	136,165	155,000	18,835	137,443
Textbooks	37,602	85,000	47,398	59,294
Property (equipment and furnishings)	24,072	20,000	(4,072)	20,498
Other				373
Student support services:				
Salaries	392,378	384,008	(8,370)	420,381
Employee benefits	35,186	36,100	914	36,245
Other purchased services				168
Supplies	4,768	5,000	232	4,339
Property (equipment and furnishings)	265		(265)	400
Other				200
Instructional support services:				
Salaries	211,889	207,419	(4,470)	224,274
Employee benefits	49,181	48,870	(311)	45,764
Other	1,721	5,000	3,279	5,367

The accompanying summary of significant accounting policies  
and notes are an integral part of these statements

## EUDORA UNIFIED SCHOOL DISTRICT NO. 491

## GENERAL FUND

Statement of Cash Receipts and ExpendituresActual and Budget (Continued)Year Ended June 30,

	2011		Variance - Favorable (Unfavorable)	2010 Actual
	Actual	Budget		
General administration:				
Salaries	\$ 184,748	\$ 142,024	\$ (42,724)	\$ 137,497
Employee benefits	34,793	30,665	(4,128)	29,130
Purchased professional and technical services	11,287	11,000	(287)	9,307
Purchased property services	8,770	2,500	(6,270)	2,500
Communications	3,628	4,500	872	4,688
Supplies	9,337	700	(8,637)	668
Other	3,895	2,800	(1,095)	2,837
School administration:				
Salaries	372,609	375,000	2,391	516,615
Employee benefits	46,748	58,390	11,642	66,535
Communications	18,035	18,000	(35)	17,654
Supplies	6,212	2,500	(3,712)	2,115
Other	2,869	3,000	131	2,923
Operations and maintenance:				
Salaries	361,383	350,000	(11,383)	467,001
Employee benefits	54,146	63,075	8,929	67,906
Purchased professional and technical services	8,091	1,000	(7,091)	703
Water and sewer	24,993	39,000	14,007	25,691
Cleaning	209,730	190,000	(19,730)	116,378
Repairs and maintenance	165,788	150,000	(15,788)	
Supplies	65,770	60,000	(5,770)	64,969
Heating and electricity	517,376	555,000	37,624	567,921
Motor fuel	2,608	7,000	4,392	5,642
Property (equipment and furnishings)	10,582	3,000	(7,582)	2,370
Transportation:				
Purchased property services	7,461	8,000	539	11,829
Other purchased services	680	1,000	320	690
Heating and electricity	5,869	5,500	(369)	3,875
Miscellaneous supplies	537	750	213	504
Property (equipment and furnishings)	1,075	1,000	(75)	735
Other	1,516	1,000	(516)	646

The accompanying summary of significant accounting policies  
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## EUDORA UNIFIED SCHOOL DISTRICT NO. 491

## GENERAL FUND

Statement of Cash Receipts and ExpendituresActual and Budget (Continued)Year Ended June 30,

	2011		Variance - Favorable (Unfavorable)	2010 Actual
	Actual	Budget		
Student transportation/operating/maintenance services:				
Salaries	\$ 264,079	\$ 250,851	\$ (13,228)	\$ 244,017
Employee benefits	34,770	40,550	5,780	35,006
Insurance	6,399	7,000	601	6,307
Motor fuel	34,490	30,000	(4,490)	28,766
Supplies	13,330	18,000	4,670	18,517
Other	733	1,500	767	785
Other supplemental services:				
Salaries	111,414	110,310	(1,104)	110,310
Employee benefits	11,734	11,740	6	11,589
Operating transfers	1,705,760	1,519,347	(186,413)	1,439,883
Adjustment to comply with legal max		<u>(135,133)</u>	<u>(135,133)</u>	
Legal General Fund Budget	9,504,792	9,410,217	(94,575)	9,210,207
Adjustment for qualifying budget credits		<u>94,575</u>	<u>94,575</u>	
Total expenditures	<u>9,504,792</u>	<u>\$9,504,792</u>	<u>\$ -</u>	<u>9,210,207</u>
Receipts over (under) expenditures	(25,628)			(119,415)
Unencumbered cash - July 1	<u>(810,357)</u>			<u>(690,942)</u>
Unencumbered cash - June 30	\$ <u>(835,985)</u>			\$ <u>(810,357)</u>

The accompanying summary of significant accounting policies  
and notes are an integral part of these statements



## EUDORA UNIFIED SCHOOL DISTRICT NO. 491

## SUPPLEMENTAL GENERAL FUND

## Statement of Cash Receipts and Expenditures

Actual and Budget  
Year Ended June 30.

	2011		Variance - Favorable (Unfavorable)	2010 Actual
	Actual	Budget		
Cash receipts:				
Taxes:				
Ad valorem property tax	\$1,178,660	\$1,233,689	\$ (55,029)	\$1,231,604
Delinquent tax	21,542	21,741	(199)	18,611
Motor vehicle tax	137,457	146,104	(8,647)	135,762
Recreational vehicle tax	1,912	1,970	(58)	2,006
Big truck tax	2,566		2,566	1,855
Intergovernmental:				
Federal aid				421,340
State aid	1,962,920	1,746,744	216,176	1,204,826
Miscellaneous receipts	<u>11,534</u>		<u>11,534</u>	<u>1,317</u>
Total cash receipts	<u>\$3,316,591</u>	<u>\$3,150,248</u>	<u>\$ 166,343</u>	<u>\$3,017,321</u>
Expenditures:				
Instruction:				
Salaries	341,696	\$ 344,213	\$ 2,517	330,691
Employee benefits	24,651	58,300	33,649	24,744
Purchased professional and technical services	18,311	25,000	6,689	24,219
Purchased property services	2,179	21,000	18,821	20,409
Other purchased services	5,675	10,000	4,325	
Supplies	100,555	191,000	90,445	60,193
Property (equipment and furnishings)	46,388	1,500	(44,888)	1,684
Student support services:				
Employee benefits	6,600	9,900	3,300	6,540
Instructional support staff:				
Salaries	160,001	155,163	(4,838)	159,241
Employee benefits	11,210	12,500	1,290	10,704
Purchased professional and technical services	462	1,000	538	455
Supplies	495	1,000	505	1,317
Other	19	225	206	140
General administration:				
Employee benefits	68,023	90,000	21,977	75,900
Purchased professional and technical services	46,792	75,000	28,208	39,960
Other		100,000	100,000	
Operations and maintenance:				
Purchased property services	31,337	50,000	18,663	
Insurance	101,398	105,000	3,602	89,247
Vehicle operating services:				
Property (equipment and furnishings)		11,059	11,059	

The accompanying summary of significant accounting policies  
and notes are an integral part of these statements

## EUDORA UNIFIED SCHOOL DISTRICT NO. 491

## SUPPLEMENTAL GENERAL FUND

Statement of Cash Receipts and ExpendituresActual and Budget (Continued)Year Ended June 30.

	2011		Variance - Favorable (Unfavorable)	2010 Actual
	Actual	Budget		
Other supplemental services:				
Purchased property services	\$ 3,126	\$ 22,000	\$ 18,874	\$ 6,887
Operating transfers	<u>2,162,804</u>	<u>1,836,328</u>	<u>(326,476)</u>	<u>2,148,418</u>
Legal Supplemental General Budget	3,131,722	3,120,188	(11,534)	3,000,749
Adjustment for qualifying budget credits		<u>11,534</u>	<u>11,534</u>	
Total expenditures	<u>3,131,722</u>	<u>\$3,131,722</u>	<u>\$ -</u>	<u>3,000,749</u>
Receipts over (under) expenditures	184,869			16,572
Unencumbered cash - July 1	<u>(237,331)</u>			<u>(253,903)</u>
Unencumbered cash - June 30	<u>\$ (52,462)</u>			<u>\$ (237,331)</u>

The accompanying summary of significant accounting policies  
and notes are an integral part of these statements

## EUDORA UNIFIED SCHOOL DISTRICT NO. 491

## AT RISK (K-12) FUND

Statement of Cash Receipts and Expenditures

Actual and Budget  
Year Ended June 30,

	2011		Variance - Favorable (Unfavorable)	2010 Actual
	Actual	Budget		
Cash receipts:				
Transfers from general fund	\$ 210,000	\$ 180,000	\$ 30,000	\$ 343,689
Transfers from supplemental general fund	<u>1,089,446</u>	<u>950,000</u>	<u>139,446</u>	<u>836,505</u>
Total cash receipts	<u>1,299,446</u>	<u>\$1,130,000</u>	<u>\$ 169,446</u>	<u>1,180,194</u>
Expenditures:				
Instruction:				
Salaries	900,059	\$ 940,394	\$ 40,335	953,562
Employee benefits	123,329	152,850	29,521	137,261
Purchased professional and technical services	142,232	150,000	7,768	122,866
Supplies	<u>120</u>	<u>3,050</u>	<u>2,930</u>	<u>211</u>
Total expenditures	<u>1,165,740</u>	<u>\$1,246,294</u>	<u>\$ 80,554</u>	<u>1,213,900</u>
Receipts over (under) expenditures	133,706			(33,706)
Unencumbered cash - July 1	<u>116,294</u>			<u>150,000</u>
Unencumbered cash - June 30	<u>\$ 250,000</u>			<u>\$ 116,294</u>

The accompanying summary of significant accounting policies  
and notes are an integral part of these statements

## EUDORA UNIFIED SCHOOL DISTRICT NO. 491

## BILINGUAL EDUCATION

Statement of Cash Receipts and Expenditures

Actual and Budget  
Year Ended June 30,

	2011		Variance - Favorable (Unfavorable)	2010 Actual
	Actual	Budget		
Cash receipts:				
Transfers from supplemental general fund	\$ 56,005	\$ 55,528	\$ 477	\$ 50,828
Total cash receipts	<u>56,005</u>	<u>55,528</u>	<u>477</u>	<u>50,828</u>
Expenditures:				
Instruction:				
Salaries	49,050	\$ 50,028	\$ 978	48,800
Employee benefits	6,955	8,300	1,345	6,982
Supplies		1,500	1,500	
Property (equipment and furnishings)		500	500	
Other		200	200	46
Total expenditures	<u>56,005</u>	<u>60,528</u>	<u>4,523</u>	<u>55,828</u>
Receipts over (under) expenditures				(5,000)
Unencumbered cash - July 1	<u>5,000</u>			<u>10,000</u>
Unencumbered cash - June 30	\$ <u>5,000</u>			\$ <u>5,000</u>

The accompanying summary of significant accounting policies  
and notes are an integral part of these statements

## EUDORA UNIFIED SCHOOL DISTRICT NO. 491

## CAPITAL OUTLAY FUND

Statement of Cash Receipts and Expenditures

Actual and Budget  
Year Ended June 30,

	2011		Variance - Favorable (Unfavorable)	2010 Actual
	Actual	Budget		
Cash receipts:				
Taxes:				
Ad valorem property tax	\$ 401,684	\$ 396,239	\$ 5,445	\$ 233,606
Delinquent tax	6,751	3,969	2,782	4,600
Motor vehicle tax	43,290	45,175	(1,885)	52,471
Recreational vehicle tax	589	609	(20)	839
Big truck tax	1,022		1,022	778
Interest	15,368		15,368	21,058
Miscellaneous receipts	<u>16,061</u>	<u>1,000,000</u>	<u>(983,939)</u>	<u>50,235</u>
Total cash receipts	<u>484,765</u>	<u>\$1,445,992</u>	<u>\$ (961,227)</u>	<u>363,587</u>
Expenditures:				
Instruction:				
Property (equipment and furnishings)	-	\$ 10,000	\$ 10,000	207,602
School administration:				
Property (equipment and furnishings)				10,739
Operations and maintenance:				
Property (equipment and furnishings)		20,000	20,000	12,725
Transportation:				
Property (equipment and furnishings)		70,000	70,000	
Facilities acquisition and construction services:				
New building acquisition and construction				17,132
Building improvements	201,923	441,889	239,966	133,979
Debt service:				
Commission and postage		10,087	10,087	
Principal		<u>1,000,000</u>	<u>1,000,000</u>	
Total expenditures	<u>201,923</u>	<u>\$1,551,976</u>	<u>\$1,350,053</u>	<u>382,177</u>
Receipts over (under) expenditures	282,842			(18,590)
Unencumbered cash - July 1	<u>105,985</u>			<u>124,575</u>
Unencumbered cash - June 30	<u>\$ 388,827</u>			<u>\$ 105,985</u>

The accompanying summary of significant accounting policies  
and notes are an integral part of these statements

## EUDORA UNIFIED SCHOOL DISTRICT NO. 491

## DRIVER TRAINING FUND

Statement of Cash Receipts and Expenditures

Actual and Budget  
Year Ended June 30,

	2011		Variance - Favorable (Unfavorable)	2010 Actual
	Actual	Budget		
Cash receipts:				
Intergovernmental:				
State aid	\$ 1,998	\$ 2,450	\$ (452)	\$ 2,400
Miscellaneous receipts	8,218	6,000	2,218	5,544
Transfers from supplemental general fund		8,000	(8,000)	4,947
Total cash receipts	<u>10,216</u>	<u>\$ 16,450</u>	<u>\$ (6,234)</u>	<u>12,891</u>
Expenditures:				
Instruction:				
Salaries	7,867	\$ 18,000	\$ 10,133	15,112
Employee benefits	602	1,400	798	1,156
Supplies	93		(93)	
Vehicle operations and maintenance services:				
Insurance	730	730		730
Motor fuel	427	1,120	693	693
Other		200	200	200
Total expenditures	<u>9,719</u>	<u>\$ 21,450</u>	<u>\$ 11,731</u>	<u>17,891</u>
Receipts over (under) expenditures	497			(5,000)
Unencumbered cash - July 1	<u>5,000</u>			<u>10,000</u>
Unencumbered cash - June 30	<u>\$ 5,497</u>			<u>\$ 5,000</u>

The accompanying summary of significant accounting policies  
and notes are an integral part of these statements

## EUDORA UNIFIED SCHOOL DISTRICT NO. 491

## FOOD SERVICE FUND

Statement of Cash Receipts and ExpendituresActual and Budget  
Year Ended June 30,

	2011		Variance - Favorable (Unfavorable)	2010 Actual
	Actual	Budget		
Cash receipts:				
Intergovernmental:				
State aid	\$ 7,723	\$ 6,282	\$ 1,441	\$ 8,190
Federal aid	314,203	292,968	21,235	307,120
Charge for services:				
Student sales	248,174	260,170	(11,996)	276,441
Adult sales	114,590	127,695	(13,105)	138,654
Miscellaneous receipts	8,614	25,000	(16,386)	9,304
Transfers from general fund	383		383	
Transfers from supplemental general fund	19,684	66,000	(46,316)	110,527
Total cash receipts	<u>713,371</u>	<u>\$ 778,115</u>	<u>\$ (64,744)</u>	<u>850,236</u>
Expenditures:				
Operations and maintenance:				
Purchased property services	12,385	\$ 5,000	\$ (7,385)	2,389
Supplies	42,211	75,000	32,789	72,796
Other		4,059	4,059	
Food services operations:				
Salaries	219,928	230,000	10,072	298,978
Employee benefits	51,408	47,450	(3,958)	50,210
Other purchased services	45,430	53,673	8,243	2,020
Food and milk	318,044	410,000	91,956	409,008
Supplies	2,895	1,750	(1,145)	2,202
Property (equipment and furnishings)	1,803	6,916	5,113	6,900
Total expenditures	<u>694,104</u>	<u>\$ 833,848</u>	<u>\$ 139,744</u>	<u>844,503</u>
Revenues over (under) expenditures	19,267			5,733
Unencumbered cash - July 1	<u>55,733</u>			<u>50,000</u>
Unencumbered cash - June 30	<u>\$ 75,000</u>			<u>\$ 55,733</u>

The accompanying summary of significant accounting policies  
and notes are an integral part of these statements

## EUDORA UNIFIED SCHOOL DISTRICT NO. 491

## PROFESSIONAL DEVELOPMENT FUND

Statement of Cash Receipts and Expenditures

Actual and Budget  
Year Ended June 30,

	2011		Variance - Favorable (Unfavorable)	2010 Actual
	Actual	Budget		
Cash receipts:				
Intergovernmental:				
Miscellaneous receipts	\$ -	\$ 1,500	\$ (1,500)	\$ 1,001
Transfer from supplemental general fund	<u>9,906</u>	<u>18,500</u>	<u>(8,594)</u>	<u>16,144</u>
Total cash receipts	<u>9,906</u>	<u>\$ 20,000</u>	<u>\$ (10,094)</u>	<u>17,145</u>
Expenditures:				
Instructional support services:				
Salaries	4,730	\$ 15,000	\$ 10,270	13,024
Employee benefits	120	1,150	1,030	533
Supplies	276	1,000	724	813
Other	<u>4,780</u>	<u>5,850</u>	<u>1,070</u>	<u>4,775</u>
Total expenditures	<u>9,906</u>	<u>\$ 23,000</u>	<u>\$ 13,094</u>	<u>19,145</u>
Receipts over (under) expenditures	-			(2,000)
Unencumbered cash - July 1	<u>3,000</u>			<u>5,000</u>
Unencumbered cash - June 30	<u>\$ 3,000</u>			<u>\$ 3,000</u>

The accompanying summary of significant accounting policies  
and notes are an integral part of these statements



## EUDORA UNIFIED SCHOOL DISTRICT NO. 491

## SPECIAL EDUCATION FUND

Statement of Cash Receipts and Expenditures

Actual and Budget  
Year Ended June 30,

	2011		Variance - Favorable (Unfavorable)	2010
	Actual	Budget		Actual
Cash receipts:				
Transfers from general fund	\$1,380,877	\$1,339,347	\$ 41,530	\$1,096,195
Transfers from supplemental general fund	466,952	340,000	126,952	693,739
Miscellaneous receipts	<u>35,223</u>	<u>20,000</u>	<u>15,223</u>	<u>22,960</u>
Total cash receipts	<u>1,883,052</u>	<u>\$1,699,347</u>	<u>\$ 183,705</u>	<u>1,812,894</u>
Expenditures:				
Instruction:				
Salaries	39,688	\$ 40,000	\$ 312	34,069
Co-op/Interlocal tuition	1,712,051	1,964,641	252,590	1,601,479
Supplies	334	3,500	3,166	3,299
Property (equipment and furnishings)		1,000	1,000	464
Vehicle operating services:				
Salaries	46,850	80,000	33,150	58,004
Employee benefits	6,557	25,020	18,463	7,071
Insurance	1,532	1,500	(32)	1,465
Motor fuel	15,168	18,500	3,332	12,974
Supplies	599	500	(99)	228
Property (equipment and furnishings)	18,324	25,000	6,676	1,463
Other	<u>3,902</u>	<u>2,383</u>	<u>(1,519)</u>	
Total expenditures	<u>1,845,005</u>	<u>\$2,162,044</u>	<u>\$ 317,039</u>	<u>1,720,516</u>
Receipts over (under) expenditures	38,047			92,378
Unencumbered cash - July 1	<u>462,697</u>			<u>370,319</u>
Unencumbered cash - June 30	<u>\$ 500,744</u>			<u>\$ 462,697</u>

The accompanying summary of significant accounting policies  
and notes are an integral part of these statements

## EUDORA UNIFIED SCHOOL DISTRICT NO. 491

## VOCATIONAL EDUCATION FUND

Statement of Cash Receipts and Expenditures

Actual and Budget  
Year Ended June 30,

	2011		Variance - Favorable (Unfavorable)	2010 Actual
	Actual	Budget		
Cash receipts:				
Tuition	\$ 197,400	\$ 200,000	\$ (2,600)	\$ 193,400
Intergovernmental:				
Federal aid				7,837
Miscellaneous receipts	9,943	25,000	(15,057)	13,868
Transfers from general fund				
Transfer from supplemental general fund	<u>509,511</u>	<u>390,000</u>	<u>119,511</u>	<u>424,427</u>
Total cash receipts	<u>716,854</u>	<u>\$ 615,000</u>	<u>\$ 101,854</u>	<u>639,532</u>
Expenditures:				
Instruction:				
Salaries	475,660	\$ 510,200	\$ 34,540	513,308
Employee benefits	46,525	74,015	27,490	66,774
Purchased property services	1,696	1,500	(196)	1,470
Other purchased services	3,776	3,000	(776)	2,887
Supplies	38,027	45,500	7,473	44,496
Property (equipment and furnishings)	5,846	5,000	(846)	2,995
Other		2,000	2,000	1,600
Instructional support staff:				
Other		6,000	6,000	5,311
School administration:				
Salaries	39,449	39,000	(449)	39,032
Employee benefits	2,769	2,785	16	2,782
Other	21		(21)	188
Operations and maintenance:				
Purchased property services	10,444	5,000	(5,444)	1,582
Heating	5,136	20,000	14,864	
Electricity	28,896	25,000	(3,896)	7,013
Supplies	1,388	1,000	(388)	94
Property (equipment and furnishings)	<u>2,221</u>		<u>(2,221)</u>	
Total expenditures	<u>661,854</u>	<u>\$ 740,000</u>	<u>\$ 78,146</u>	<u>689,532</u>
Receipts over (under) expenditures	55,000			(50,000)
Unencumbered cash - July 1	<u>125,000</u>			<u>175,000</u>
Unencumbered cash - June 30	<u>\$ 180,000</u>			<u>\$ 125,000</u>

The accompanying summary of significant accounting policies  
and notes are an integral part of these statements

## EUDORA UNIFIED SCHOOL DISTRICT NO. 491

## PARENT EDUCATION PROGRAM FUND

Statement of Cash Receipts and Expenditures

Actual and Budget  
Year Ended June 30,

	2011		Variance - Favorable (Unfavorable)	2010 Actual
	Actual	Budget		
Cash receipts:				
Transfers from supplemental general fund	\$ <u>11,300</u>	\$ <u>8,300</u>	\$ <u>3,000</u>	\$ <u>11,300</u>
Total cash receipts	<u>11,300</u>	<u>8,300</u>	<u>3,000</u>	<u>11,300</u>
Expenditures:				
Student support services:				
Other purchased services	<u>11,300</u>	\$ <u>11,300</u>	\$ _____	<u>11,300</u>
Total expenditures	<u>11,300</u>	<u>11,300</u>	\$ _____	<u>11,300</u>
Receipts over (under) expenditures	-			-
Unencumbered cash - July 1	<u>3,000</u>			<u>3,000</u>
Unencumbered cash - June 30	<u>3,000</u>			<u>3,000</u>

The accompanying summary of significant accounting policies  
and notes are an integral part of these statements

**EUDORA UNIFIED SCHOOL DISTRICT NO. 491**  
**KPERS SPECIAL RETIREMENT CONTRIBUTION FUND**

Statement of Cash Receipts and Expenditures

Actual and Budget  
Year Ended June 30,

	2011		Variance - Favorable	2010
	Actual	Budget	(Unfavorable)	Actual
Cash receipts:				
Intergovernmental:				
State aid	\$ 523,720	\$ 670,926	\$ (147,206)	\$ 296,893
Total cash receipts	523,720	670,926	(147,206)	296,893
Expenditures:				
Instruction:				
Employee benefits	523,720	\$ 447,486	\$ (76,234)	296,893
Student support services:				
Employee benefits		36,970	36,970	
Instructional support staff:				
Employee benefits		31,560	31,560	
General administration:				
Employee benefits		22,580	22,580	
School administration:				
Employee benefits		43,600	43,600	
Other supplemental services:				
Employee benefits		8,650	8,650	
Operations and maintenance:				
Employee benefits		36,650	36,650	
Student transportation services:				
Employee benefits		23,690	23,690	
Food service:				
Employee benefits		19,740	19,740	
Total expenditures	523,720	\$ 670,926	\$ 147,206	296,893
Receipts over (under) expenditures	-			-
Unencumbered cash - July 1	_____			_____
Unencumbered cash - June 30	\$ _____			\$ _____

The accompanying summary of significant accounting policies  
and notes are an integral part of these statements

## EUDORA UNIFIED SCHOOL DISTRICT NO. 491

## BOND AND INTEREST FUND #1

Statement of Cash Receipts and Expenditures

Actual and Budget  
Year Ended June 30,

	2011		Variance - Favorable (Unfavorable)	2010 Actual
	Actual	Budget		
Cash receipts:				
Taxes:				
Ad valorem property tax	\$1,259,118	\$1,233,757	\$ 25,361	\$1,269,325
Delinquent tax	20,044	22,379	(2,335)	15,068
Motor vehicle tax	144,765	153,721	(8,956)	109,342
Recreational vehicle tax	2,011	2,072	(61)	1,658
Big truck tax	2,527		2,527	
Intergovernmental:				
State aid	1,383,085	1,265,938	117,147	1,233,339
Federal tax credit	193,593	192,714	879	
Other	1,600	424,746	(423,146)	355,208
Transfer from bond and interest #2	424,746		424,746	
Total cash receipts	<u>3,431,489</u>	<u>\$3,295,327</u>	<u>\$ 136,162</u>	<u>2,983,940</u>
Expenditures:				
Debt service:				
Principal	-	\$ -	\$ -	350,000
Interest	3,336,090	3,336,090		2,401,084
Total expenditures	<u>3,336,090</u>	<u>\$3,336,090</u>	<u>\$ -</u>	<u>2,751,084</u>
Receipts over (under) expenditures	95,399			232,856
Unencumbered cash - July 1	1,781,461			1,548,605
Unencumbered cash - June 30	<u>\$1,876,860</u>			<u>\$1,781,461</u>

The accompanying summary of significant accounting policies  
and notes are an integral part of these statements

## EUDORA UNIFIED SCHOOL DISTRICT NO. 491

## BOND AND INTEREST FUND #2

Statement of Cash Receipts and Expenditures

Actual and Budget  
Year Ended June 30,

	2011		Variance - Favorable (Unfavorable)	2010 Actual
	Actual	Budget		
Cash receipts:				
Taxes:				
Delinquent tax	\$ 3,201	\$ -	\$ 3,201	\$ 3,794
Motor vehicle tax				35,987
Recreational vehicle tax				499
Big truck tax	<u>257</u>	<u>          </u>	<u>257</u>	<u>767</u>
Total cash receipts	<u>3,458</u>	<u>\$ -</u>	<u>\$ 3,458</u>	<u>41,047</u>
Expenditures:				
Debt service:				
Commission and postage	-	\$ 424,746	\$ 424,746	-
Transfer to bond and interest #1	<u>424,746</u>	<u>          </u>	<u>(424,746)</u>	<u>          </u>
Total expenditures	<u>424,746</u>	<u>\$ 424,746</u>	<u>\$ -</u>	<u>          </u>
Receipts over (under) expenditures	(421,288)			41,047
Unencumbered cash - July 1	<u>424,745</u>			<u>383,698</u>
Unencumbered cash - June 30	<u>\$ 3,457</u>			<u>\$ 424,745</u>

The accompanying summary of significant accounting policies  
and notes are an integral part of these statements

## EUDORA UNIFIED SCHOOL DISTRICT NO. 491

## GIFTS AND GRANTS

Statement of Cash Receipts and Expenditures - Actual  
Year Ended June 30,

	<u>2011</u>	<u>2010</u>
Cash receipts:		
Intergovernmental:		
State aid	\$ 25,000	\$ 20,581
Federal aid		8,000
Miscellaneous receipts	<u>40,123</u>	<u>107,287</u>
Total cash receipts	<u>65,123</u>	<u>135,868</u>
Expenditures:		
Instruction:		
Salaries	21,062	15,737
Employee benefits	1,481	318
Purchased professional and technical services	574	1,455
Other purchased services	100	1,578
Supplies	2,061	3,493
Property (equipment and furnishings)		2,958
Other	3,325	1,299
Support services:		
Salaries		3,866
Student support services:		
Purchased professional and technical services	1,531	1,407
Other	1,206	1,035
Instructional support staff:		
Salaries		5,789
Other	1,135	10,713
General administration:		
Other		730
Operations and maintenance:		
Property (equipment and furnishings)	<u>14,700</u>	<u>76,919</u>
Total expenditures	<u>47,175</u>	<u>127,297</u>
Receipts over (under) expenditures	17,948	8,571
Unencumbered cash - July 1	<u>19,286</u>	<u>10,715</u>
Unencumbered cash - June 30	\$ <u>37,234</u>	\$ <u>19,286</u>

The accompanying summary of significant accounting policies  
and notes are an integral part of these statements

## EUDORA UNIFIED SCHOOL DISTRICT NO. 491

## TITLE I FUND

Statement of Cash Receipts and Expenditures - Actual  
Year Ended June 30,

	<u>2011</u>	<u>2010</u>
Cash receipts:		
Federal aid	\$ <u>183,515</u>	\$ <u>132,703</u>
Total cash receipts	<u>183,515</u>	<u>132,703</u>
Expenditures:		
Instruction:		
Salaries	148,965	114,727
Employee benefits	9,852	9,362
Purchased professional and technical services	5,687	
Supplies	<u>19,011</u>	<u>8,614</u>
Total expenditures	<u>183,515</u>	<u>132,703</u>
Receipts over (under) expenditures	-	-
Unencumbered cash – July 1	_____	_____
Unencumbered cash – June 30	\$ <u>_____</u>	\$ <u>_____</u>

The accompanying summary of significant accounting policies  
and notes are an integral part of these statements



## EUDORA UNIFIED SCHOOL DISTRICT NO. 491

## SAFE SCHOOLS HEALTHY STUDENTS FUND

Statement of Cash Receipts and Expenditures - Actual  
Year Ended June 30,

	<u>2011</u>	<u>2010</u>
Cash receipts:		
Intergovernmental:		
Federal aid	\$ <u>565,902</u>	\$ <u>460,355</u>
Total cash receipts	<u>565,902</u>	<u>460,355</u>
Expenditures:		
Student support services:		
Salaries	70,346	50,897
Employee benefits	23,482	20,916
Purchased professional and technical services	339,452	244,755
Other purchased services	2,285	2,052
Supplies	20,761	16,297
Other	426	
General administration:		
Salaries	96,069	92,576
Operations and maintenance:		
Supplies	<u>13,081</u>	<u>32,862</u>
Total expenditures	<u>565,902</u>	<u>460,355</u>
Receipts over (under) expenditures	-	-
Unencumbered cash – July 1	_____	_____
Unencumbered cash – June 30	\$ _____ -	\$ _____ -

The accompanying summary of significant accounting policies  
and notes are an integral part of these statements

## EUDORA UNIFIED SCHOOL DISTRICT NO. 491

## OTHER GRANT FUNDS

Statement of Cash Receipts and Expenditures - Actual  
Year Ended June 30,

	<u>2011</u>	<u>2010</u>
Cash receipts:		
Federal aid	\$ 358,403	\$ 155,316
State aid		<u>15,148</u>
Total cash receipts	<u>358,403</u>	<u>170,464</u>
Expenditures:		
Instruction:		
Salaries	32,055	29,067
Employee benefits	3,948	3,948
Property (equipment and furnishings)	320,914	128,757
Student support services:		
Purchased professional and technical services	1,240	1,130
Other		3,738
Instructional support staff:		
Other	<u>246</u>	<u>3,824</u>
Total expenditures	<u>358,403</u>	<u>170,464</u>
Receipts over (under) expenditures	-	-
Unencumbered cash – July 1	_____	_____
Unencumbered cash – June 30	\$ _____-	\$ _____-

The accompanying summary of significant accounting policies  
and notes are an integral part of these statements

**EUDORA UNIFIED SCHOOL DISTRICT NO. 491**

CONTINGENCY RESERVE FUND

Statement of Cash Receipts and Expenditures - Actual  
Year Ended June 30,

	<u>2011</u>	<u>2010</u>
Unencumbered cash – July 1	\$ 115,000	\$ 115,000
Transfers from general fund	<u>114,500</u>	_____
Unencumbered cash – June 30	\$ <u>229,500</u>	\$ <u>115,000</u>

The accompanying summary of significant accounting policies  
and notes are an integral part of these statements

## EUDORA UNIFIED SCHOOL DISTRICT NO. 491

## TEXTBOOK AND STUDENT MATERIAL REVOLVING FUND

Statement of Cash Receipts and Expenditures - Actual  
Year Ended June 30,

	<u>2011</u>	<u>2010</u>
Cash receipts:		
Miscellaneous receipts	\$ <u>52,151</u>	\$ _____ -
Total cash receipts	<u>52,151</u>	_____ -
Expenditures:		
Instruction:		
Supplies	<u>11,562</u>	_____ -
Total expenditures	<u>11,562</u>	_____ -
Receipts over (under) expenditures	40,589	-
Unencumbered cash – July 1	_____	_____
Unencumbered cash – June 30	\$ <u>40,589</u>	\$ _____ -

The accompanying summary of significant accounting policies  
and notes are an integral part of these statements

## EUDORA UNIFIED SCHOOL DISTRICT NO. 491

## BOND ISSUE CONSTRUCTION FUND

Statement of Cash Receipts and Expenditures - Actual  
Year Ended June 30,

	<u>2011</u>	<u>2010</u>
Cash receipts:		
Issuance of bonds and notes	\$ -	\$ 5,500,000
Interest	6,590	125,151
Miscellaneous receipts	<u>21,492</u>	<u>66,697</u>
Total cash receipts	<u>28,082</u>	<u>5,691,848</u>
Expenditures:		
Instruction:		
Property (equipment and furnishings)	4,934	244,649
General administration:		
Purchased professional and technical services	2,149	451
School administration:		
Property (equipment and furnishings)	76,768	625,915
Operations and maintenance:		
Insurance	116	31,492
Supplies	300	2,215
Property (equipment and furnishings)	18,831	1,045,381
Facilities acquisition and construction services:		
Land acquisition	8,518	68,798
Land improvement	356,551	1,863,021
Architecture and engineering	28,876	257,918
New building acquisition and construction	3,268,897	7,602,338
Site improvement	35,828	554,232
Debt service:		
Bond issuance costs	<u>417</u>	<u>10,140</u>
Total expenditures	<u>3,802,185</u>	<u>12,306,550</u>
Receipts over (under) expenditures	(3,774,103)	(6,614,702)
Unencumbered cash – July 1	<u>4,191,993</u>	<u>10,806,695</u>
Unencumbered cash – June 30	<u>\$ 417,890</u>	<u>\$ 4,191,993</u>

The accompanying summary of significant accounting policies  
and notes are an integral part of these statements

## EUDORA UNIFIED SCHOOL DISTRICT NO. 491

## AGENCY FUNDS

Summary of Cash Receipts and Expenditure  
Year Ended June 30, 2011

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
School activity funds:				
Eudora Elementary School:				
Library	\$ 608	\$ 1,158	\$ 1,036	\$ 730
Principal's council	1,900	9,406	8,522	2,784
Polar express		1,155	864	291
Music		3,700	2,817	883
Deffenbaugh		289	80	209
Pepsi	<u>162</u>	<u>440</u>		<u>602</u>
Total Eudora Elementary School	<u>2,670</u>	<u>16,148</u>	<u>13,319</u>	<u>5,499</u>
Eudora Middle School:				
Cardinal club	1,291	4,522	4,292	1,521
Reading club	1,877	3,635	3,191	2,321
Pep club	541			541
Pepsi	241	876	366	751
Scrapbooking club	127			127
Special Ed Store	787	200	500	487
Student council	13,610	420	2,625	11,405
Sixth grade field trip	<u>110</u>		<u>83</u>	<u>27</u>
Total Eudora Middle School	<u>18,584</u>	<u>9,653</u>	<u>11,057</u>	<u>17,180</u>
Eudora High School:				
Activity 101	2,171	5,020	2,289	4,902
Aerotech Alliance	5		5	
Autocollision Skills USA		9,917	6,571	3,346
Band club	2,616	8,276	7,361	3,531
Baseball club	40	3,422	3,445	17
Boys basketball club	410	100	160	350
Cardinal club	756		29	727
Cheer and dance fest	312	1,809	1,739	382
Cheerleader	5,144	13,979	17,069	2,054
Chess club	70	30	50	50
Choir	1,197	16,083	16,050	1,230
Class of 2010	3,903		3,903	
Class of 2011	4,542	26,586	28,606	2,522
Class of 2012	2,477	12,240	9,029	5,688
Class of 2013	515	2,422		2,937
Class of 2014		1,045		1,045
Close-up club	242			242
Concessions	2,308	22,877	21,986	3,199
Cross country	3,353	9,992	10,003	3,342
Culinary arts		11,084	10,463	621
Dance team	100	6,675	5,235	1,540
Drafting		75	75	

The accompanying summary of significant accounting policies  
and notes are an integral part of these statements

## EUDORA UNIFIED SCHOOL DISTRICT NO. 491

## AGENCY FUNDS

Summary of Cash Receipts and Expenditure (Continued)  
Year Ended June 30, 2011

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
School activity funds:				
Eudora High School: (Continued)				
Drama club	\$ 673	\$ -	\$ -	\$ 673
Driver's education		8,500	8,500	
Economics class		17,177	17,000	177
Entrepreneur club	454			454
Environmental club	174	144		318
F.B.L.A.	511	4,655	3,946	1,220
F.C.A.	95	503	338	260
F.C.C.L.A.	548			548
F.F.A.		10,434	9,253	1,181
Football	59			59
Forensics/Debate	203			203
Girls' basketball	333	616	56	893
Graphic Comm. Skills USA		3,915	3,157	758
Health careers		1,554	1,393	161
International club	830	4,842	3,355	2,317
Journalism		8,992	6,319	2,673
Library fund	765	206	57	914
Life skills class	302	361	566	97
NHS	45	125	130	40
Play		1,223	292	931
SADD	39		39	
Scholars Bowl	354	400	286	468
Scholarships	450	2,200	1,650	1,000
Senior Advisory Committee	322	1,756	1,260	818
Soccer	1,942	8,383	6,504	3,821
Softball	489	4,663	2,422	2,730
Spanish class	29	9	15	23
Special education grant		300	300	
Student council	1,242	3,714	3,344	1,612
Testing fees		700	663	37
Textbook		1,169	214	955
Track	689	661	820	530
Video club		1,896	272	1,624
Volleyball club	128	2,452	2,295	285
Weightlifting club	143		75	68
Woodshop		5,813	1,418	4,395
Wrestling	491	1,506	1,997	
Total Eudora High School	<u>41,471</u>	<u>250,501</u>	<u>222,004</u>	<u>69,968</u>
Total all school activity funds	62,725	276,302	246,380	92,647
Payroll clearing and other	<u>4,744</u>	<u>36,007</u>	<u>39,875</u>	<u>876</u>
Total agency funds	<u>\$ 67,469</u>	<u>\$312,309</u>	<u>\$286,255</u>	<u>\$ 93,523</u>

The accompanying summary of significant accounting policies  
and notes are an integral part of these statements

## EUDORA UNIFIED SCHOOL DISTRICT NO. 491

## DISTRICT ACTIVITY FUNDS

Summary of Cash Receipts and Expenditure  
Year Ended June 30, 2011

Fund	Beginning Unencumbered Cash Balance	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance
District activity funds:				
Eudora High School:				
Revolving gate entry	\$ -	\$ 37,197	\$ 37,197	\$ -
Journalism	5,723		5,723	
User fees		15,454	15,444	10
Sales tax		<u>9,223</u>	<u>9,221</u>	<u>2</u>
Total Eudora High School	<u>5,723</u>	<u>61,874</u>	<u>67,585</u>	<u>12</u>
Eudora Middle School:				
Gate		11,494	11,494	
User fees		11,413	11,413	
Sales tax		<u>1,857</u>	<u>1,857</u>	
Total Eudora Middle School	<u>-</u>	<u>24,764</u>	<u>24,764</u>	<u>-</u>
Eudora Elementary School:				
Sales tax		317	317	
Use of District		7,212	7,212	
Deffenbaugh	<u>27</u>		<u>27</u>	
Total Eudora Elementary School	<u>27</u>	<u>7,529</u>	<u>7,556</u>	<u>-</u>
District (fee collection and activity fund)	110,000	68,071	27,392	150,679
Nonbudgeted	<u>176</u>	<u>3,114</u>	<u>3,234</u>	<u>56</u>
Total all funds	<u>\$115,926</u>	<u>\$165,352</u>	<u>\$130,531</u>	<u>\$150,747</u>

The accompanying summary of significant accounting policies  
and notes are an integral part of these statements



## EUDORA UNIFIED SCHOOL DISTRICT NO. 491

### Summary of Significant Accounting Policies June 30, 2011

#### **Reporting Entity**

Eudora Unified School District No. 491 is a municipal corporation governed by an elected seven-member board.

The District receives funding from local, state and federal government sources and must comply with the requirements of these funding source entities. However, the District is not included in any other governmental reporting entity, since Board members are elected by the public and have decision-making authority, the authority to levy taxes, the power to designate management, the ability to significantly influence operations, and primary accountability for fiscal matters. In addition, there are no component units that are included in the District's reporting entity.

#### **Fund Descriptions**

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

The following types of funds comprise the financial activities of the District for the fiscal year ended June 30, 2011:

##### Governmental Fund Types

*General Fund* – The general fund is the general operating fund of the District and accounts for all revenues and expenditures of the District not encompassed within other funds. All general tax revenues and other receipts that are not allocated by law or contractual agreement to some other fund are accounted for in this fund. General operating expenditures and capital improvement costs that are not paid through other funds are paid from the general fund.

*Special Revenue Funds* – Special revenue funds are used to account for the proceeds of specific revenue sources that are restricted by law or administrative action to expenditures for specified purposes.

*Debt Service Fund* – The debt service fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

*Capital Projects Fund* – The capital projects fund is used to account for all resources for the acquisition of capital facilities by the District.

##### Fiduciary Fund Type

*Agency Funds* - Agency funds are used to account for assets held as an agent for individuals, other governmental units, private organizations, and/or other funds. Agency funds include monies held at the schools for student activity organizations.

## EUDORA UNIFIED SCHOOL DISTRICT NO. 491

### Summary of Significant Accounting Policies June 30, 2011

#### **Basis of Accounting**

The statutory basis of accounting, as used in the preparation of these statutory basis financial statements, is designed to demonstrate compliance with the cash basis and budget laws of the State of Kansas. Cash receipts are recognized when the cash balance of a fund is increased. Expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods and services, and are usually evidenced by a purchase order or written contract. For an interfund transaction, a cash receipt is recorded in the fund receiving cash from another fund, and an expenditure would be charged in the fund from which the transfer is made.

The 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 statutory basis of accounting.

The statutory basis of accounting results in a financial statement presentation that shows cash receipts, cash disbursements, 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 accounting principles generally accepted in the United States of America. Capital assets that account for the land, buildings, and equipment owned by the municipality are not presented in the financial statements. Also, long-term debt such as general obligation bonds, revenue bonds, capital leases, temporary notes and compensated absences are not presented in the financial statements.

The District has evaluated subsequent events through October 5, 2011, the date the financial statements were available to be issued.

#### **Budgets**

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special revenue funds (unless exempted by statute), and debt service 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 budget for the succeeding fiscal year on or before August 1<sup>st</sup>.
2. Publication of proposed budget and notice of public hearing in a local newspaper on or before August 5<sup>th</sup> of each year.
3. Public hearing on or before August 15<sup>th</sup> of each year, but at least 10 days after publication of notice of hearing.
4. Adoption of final budget on or before August 25<sup>th</sup>.

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 10 days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for this year.

## **EUDORA UNIFIED SCHOOL DISTRICT NO. 491**

### Summary of Significant Accounting Policies June 30, 2011

#### **Budgets** (Continued)

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

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

- Contingency Reserve Fund
- Grants and Other Programs
- District Activity Funds
- Textbook and Student Material Revolving Fund

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

#### **Ad Valorem Tax Revenue**

The determination of assessed valuations and the collections of property taxes for all political subdivisions of the State of Kansas are the responsibility of the various counties. The County Appraiser's office annually determines assessed valuation, and the County Clerk spreads the annual assessment on the tax rolls. The County Treasurer is the tax collection agent for all taxing entities within the county.

In accordance with state statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar year basis and become a lien on the property November 1 of each year. One-half of the property taxes are due December 20 prior to the fiscal year for which they are budgeted, and the second half is due the following May 10th. This procedure eliminates the need to issue tax anticipation notes since funds will be on hand prior to the beginning of each fiscal year. The District Treasurer draws all available funds from the County Treasurer's Office in various designated intervals.

**EUDORA UNIFIED SCHOOL DISTRICT NO. 491**

Summary of Significant Accounting Policies  
June 30, 2011

**Compensated Absences**

The District’s policies regarding vacation pay permit full-time classified employees to accumulate vacation days as follows:

<u>Years of Service</u>	
1 - 5	12 days per year
6 - 10	15 days per year
11 - 15	18 days per year
16 or more	21 days per year

Unused vacation to be carried over at the end of the year may not exceed 10 days. The total possible accumulation of unused vacation is 31 days.

The District’s leave policies are as follows:

Classified Employees – Classified employees earn leave at the rate of one day for each month of service. Employees with 35 or more days of accumulated leave may, at their option, be paid for unused current leave days at the rate of \$20 per day and will be paid at the conclusion of each school year.

Classified employees terminating their employment will be paid based on their ending daily rate for each day of adjusted accumulated leave, but only to the limit of accumulation their job allows.

Certified Personnel – A teacher with at least 15 years experience within U.S.D. No. 491 will receive payment for all accumulated leave days at \$50 per day upon leaving the District’s employment.

Each teacher shall have the option of receiving payment for unused current leave or the teacher may transfer one or more days of the unused leave to his or her personal leave account. Payment for unused leave shall be \$50 per day.

**Reimbursed Expenses**

Expenditures in the amount of \$94,575 and \$11,534 are classified as reimbursed expenses in the general fund and supplemental general fund. Reimbursements were received for the following expenditures: out-of-district fees and tuition, food service indirect costs, various overpayments on items such as insurance and textbooks, replacement of lost textbooks and use of District facilities by outside parties. Such expenditures are exempt from the budget law under K.S.A. 79-2925, et seq.

**Grant Program Involvement**

In the normal course of operations, the District participates in various federal or state grant programs. The grant programs are often subject to additional audits by agents of the granting agency, the purpose of which is to ensure compliance with the specific conditions of the grant. Any liability for reimbursement that may arise as a result of these audits cannot be reasonably determined at this time, although it is believed the amount, if any, would not be material.

# EUDORA UNIFIED SCHOOL DISTRICT NO. 491

## Notes to Financial Statements

June 30, 2011

### 1. Deposits

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.

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's designated "peak periods" are from January 1 through February 28, April 16 through April 17, May 1 through May 15, and June 15 through July 10 at Kaw Valley Bank, and January 20 through February 13, May 1 through May 18, and June 5 through July 31 at Douglas County Bank. All deposits were legally secured at June 30, 2011.

At June 30, 2011, the District's carrying amount of deposits was \$3,372,421, and the bank balance was \$4,280,179. The bank balance was held by two banks, resulting in a concentration of credit risk. Of the bank balance, \$500,000 was covered by federal depository insurance, and \$3,780,179 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

### 2. Long-Term Debt

On January 1, 2003, the District issued \$8,000,000 in Series 2003 General Obligation Bonds, with maturity dates of September 1, 2005 through September 1, 2022, and interest rates from 3.5% to 6.5%. The purpose of the Series 2003 bond issue is to pay the remaining costs to construct, furnish and equip the new grade 9-12 high school facility. Interest on the Series 2003 Bonds is paid semiannually on March 1 and September 1. A portion of the proceeds from the Series 2010-A Bonds was placed in an escrow account that purchased U.S. Government Securities. The securities will be used to provide for debt service payments on the Series 2003 Bonds maturing September 1, 2010 (\$210,000 in principal and \$23,400 in interest was paid out of escrow) and September 1, 2011. A portion of the proceeds from the Series 2011-A Bonds was placed in an escrow account that purchased U.S. Government Securities. The securities will be used to provide for debt service payments on the Series 2003 Bonds maturing September 1, 2012 and September 1, 2013. As a result, the Series 2003 Bonds due on those dates are considered defeased, and the liability of \$910,000 has been excluded from the following Maturity of Long Term-Debt Schedule.

# EUDORA UNIFIED SCHOOL DISTRICT NO. 491

## Notes to Financial Statements

June 30, 2011

### **2. Long-Term Debt** (Continued)

During 2004, 2006 and 2010, the District entered into long-term agreements for energy conservation programs with TAC Americas, Inc. The agreements provide for the installation of TAC Vista Energy Management Systems in the District's schools for the purpose of increasing efficiency and decreasing energy costs. The 2004 agreement provides for annual payments of \$68,033 starting in January 2005 and ending in January 2019. The 2006 agreement provides for annual payments of \$56,743 starting in January 2006 and ending in January 2021. The 2010 agreement provides for annual payments of \$77,146 starting in January 2011 and ending in January 2020.

In a November 6, 2007 election, District voters approved the issuance of general obligation bonds in an amount not to exceed \$45,000,000 in order to fund District improvements, including: to construct, furnish and equip a new grade 1 to 5 elementary school, additional space at the existing middle school, auditorium and additional space at the existing high school, a new technology education center, and a new physical education and athletic complex; make other improvements for technology and safety; acquire technology and energy conservation equipment; and make other necessary improvements. As of June 30, 2011, the District has issued a total of \$45,000,000 in temporary notes and bonds to fund these improvements.

On March 1, 2008, the District issued \$11,250,000 in Series 2008A General Obligation Bonds, with maturity dates of September 1, 2014 through September 1, 2029, and interest rates from 4% to 5.5%. The purpose of the Series 2008A Bonds is to pay for District improvements. Interest on the 2008A Bonds is due semi-annually on March 1 and September 1.

On January 1, 2009, the District issued \$12,000,000 in Series 2009-1 General Obligation Temporary Notes, with maturity dates of March 1, 2010 and March 1, 2011, and interest rates from 3.5% to 4.75%. The purpose of the Temporary Notes is to provide interim financing for District improvements. Interest on the 2009-1 Temporary Notes is due semi-annually on March 1 and September 1. The Series 2009-1 Temporary Notes were paid off March 1, 2011.

On April 1, 2009, the District issued \$11,250,000 in Series 2009A General Obligation Bonds, with original maturity dates of September 1, 2014 through September 1, 2029, and interest rates from 3% to 5.5%. The purpose of the Series 2009A bonds is to pay for District improvements. Interest on the Series 2009A Bonds is due semi-annually on March 1 and September 1.

On August 1, 2009, the District issued \$5,490,000 in Series 2009-B General Obligation Refunding and School Building Bonds, with maturity dates of September 1, 2011 through September 1, 2025, and interest rates from 3% to 5.25%. The purpose of the Series 2009-B Bonds was to pay in full the Series 2007 General Obligation Temporary Notes (\$5,000,000 in principal and \$100,000 in interest was paid out of the escrow account), with a maturity date of September 1, 2009 and an interest rate of 4%, and to pay in full the outstanding bonds for the Series 2001 General Obligation Bonds, with original maturities of September 1, 2010 (\$17,147 in interest was paid out of the escrow account as well) and September 1, 2011, and an interest rate of 7.375%. Interest on the Series 2009-B Bonds is paid semi-annually on March 1 and September 1.

# EUDORA UNIFIED SCHOOL DISTRICT NO. 491

## Notes to Financial Statements

June 30, 2011

### **2. Long-Term Debt** (Continued)

On August 1, 2009, the District issued \$5,500,000 in Series 2009-C General Obligation School Building Bonds (Build America Bonds), with a maturity date of September 1, 2029 and an interest rate of 6.625%. The purpose of the Series 2009-C Bonds is to pay for District improvements. Interest on the Series 2009-C Bonds is paid semi-annually on March 1 and September 1. The American Recovery and Reinvestment Act of 2009 created the Build America Bond program which allows the District to receive a direct federal subsidy equal to 35% of their interest costs.

On February 1, 2010, the District issued \$13,875,000 in Series 2010-A General Obligation Refunding and School Building Bonds, with maturity dates of September 1, 2012 through September 1, 2029 and interest rates from 2% to 5.5%. The purpose of the Series 2010-A Bonds was to pay in full the outstanding bonds for the Series 2001 General Obligation Bonds, with maturity dates from September 1, 2012 through September 1, 2022 and interest rates from 4.65% to 6.375%, and to pay in full the outstanding bonds for the Series 2003 General Obligation Bonds, with original maturities of September 1, 2010 and September 1, 2011 and an interest rate of 6.5%. Interest on the Series 2010-A Bonds is paid semi-annually on March 1 and September 1.

On March 1, 2011, the District issued \$6,655,000 in Series 2011-A General Obligation Refunding and School Building Bonds, with maturity dates of September 1, 2020 through September 1, 2029 and interest rates from 4% to 5%. The purpose of the Series 2011-A Bonds was to pay in full the Series 2009-1 General Obligation Temporary Notes (\$6,000,000 in principal was paid out of the escrow account), with a maturity date of March 1, 2011 and an interest rate of 4.5%, and to pay in full the outstanding bonds for the Series 2003 General Obligation Bonds, with original maturities of September 1, 2012 and September 1, 2013 and an interest rate of 6.5%. Interest on the Series 2011-A Bonds is paid semi-annually on March 1 and September 1.

Legal Debt Margin – The District is subject to the municipal finance laws of the State of Kansas which limits the net bonded debt (exclusive of revenue bonds and special assessment bonds) the District may have outstanding to 14% of the assessed value of all tangible taxable property within the District, as certified to the County Clerk on the preceding August 25. The District obtained permission from the Kansas State Board of Education to issue bonds in excess of its statutory limit.

**EUDORA UNIFIED SCHOOL DISTRICT NO. 491**

Notes to Financial Statements  
Note 2 - Changes in Long-Term Liabilities  
Year Ended June 30, 2011

Changes in long-term liabilities for the District for the year ended June 30, 2011 were as follows:

Issue	Interest Rates	Date of Issue	Original Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Net Change	Balance End of Year	Interest Paid by District
General obligation bonds:										
Series 2003	3.50% - 6.50%	1/1/2003	\$ 8,000,000	9/1/2022	\$ 6,995,000	\$ -	\$ 655,000	\$ -	\$ 6,340,000	\$ 297,072
Series 2008-A	4.00% - 5.50%	3/1/2008	11,250,000	9/1/2029	11,250,000				11,250,000	552,000
Series 2009-A	3.00% - 5.50%	4/1/2009	11,250,000	9/1/2029	11,250,000				11,250,000	574,269
Series 2009-B	3.00% - 5.25%	8/1/2009	5,490,000	9/1/2025	5,490,000				5,490,000	429,499
Series 2009-C	6.625%	8/1/2009	5,500,000	9/1/2029	5,500,000				5,500,000	576,927
Series 2010-A	2.00% - 5.50%	2/1/2010	13,875,000	9/1/2029	13,875,000				13,875,000	636,323
Series 2011-A	4.00% - 5.00%	3/1/2011	6,655,000	9/1/2029		6,655,000			6,655,000	
Temporary notes:										
Series 2009-1	3.50% - 4.75%	1/1/2009	12,000,000	3/1/2011	6,000,000		6,000,000			270,000
Capital leases:										
TAC energy conservation program #1	5.04%	N/A	N/A	1/15/2019	480,620		43,341		437,279	24,692
TAC energy conservation program #2	4.918%	N/A	N/A	1/15/2021	463,954		32,146		431,808	24,597
TAC energy conservation program #3	5.077%	N/A	N/A	1/15/2020	<u>597,000</u>		<u>52,939</u>		<u>544,061</u>	<u>24,207</u>
Total contractual indebtedness					61,901,574	6,655,000	6,783,426	-	61,773,148	3,409,586
Compensated absences					<u>235,000</u>			<u>(20,000)</u>	<u>215,000</u>	
Total long-term debt					<u>\$62,136,574</u>	<u>\$ 6,655,000</u>	<u>\$ 6,783,426</u>	<u>\$ (20,000)</u>	<u>\$61,988,148</u>	<u>\$3,409,586</u>

N/A = Not Applicable



**EUDORA UNIFIED SCHOOL DISTRICT NO. 491**

Notes to Financial Statements  
Note 2 - Maturity of Long-Term Debt  
As of June 30, 2011

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

	Year								Total
	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017-2021</u>	<u>2022-2026</u>	<u>2027-2030</u>	
Principal:									
General obligation bonds	\$ 255,000	\$ 260,000	\$ 400,000	\$ 985,000	\$ 1,195,000	\$10,305,000	\$19,990,000	\$26,970,000	\$ 60,360,000
TAC energy conservation programs	<u>128,402</u>	<u>135,073</u>	<u>142,091</u>	<u>149,474</u>	<u>157,240</u>	<u>700,868</u>			<u>1,413,148</u>
Total principal	<u>383,402</u>	<u>395,073</u>	<u>542,091</u>	<u>1,134,474</u>	<u>1,352,240</u>	<u>11,005,868</u>	<u>19,990,000</u>	<u>26,970,000</u>	<u>61,773,148</u>
Interest:									
General obligation bonds	2,951,841	2,922,954	2,914,179	2,892,997	2,856,422	13,307,132	10,098,025	3,124,007	41,067,557
Build America Bonds subsidy	(127,531)	(127,531)	(127,531)	(127,531)	(127,531)	(637,656)	(637,656)	(275,352)	(2,188,319)
TAC energy conservation programs	<u>73,521</u>	<u>66,849</u>	<u>59,832</u>	<u>52,449</u>	<u>44,682</u>	<u>95,534</u>			<u>392,867</u>
Total interest	<u>2,897,831</u>	<u>2,862,272</u>	<u>2,846,480</u>	<u>2,817,915</u>	<u>2,773,573</u>	<u>12,765,010</u>	<u>9,460,369</u>	<u>2,848,655</u>	<u>39,272,105</u>
Total principal and interest	<u>\$3,281,233</u>	<u>\$3,257,345</u>	<u>\$3,388,571</u>	<u>\$3,952,389</u>	<u>\$4,125,813</u>	<u>\$23,770,878</u>	<u>\$29,450,369</u>	<u>\$29,818,655</u>	<u>\$101,045,253</u>

**EUDORA UNIFIED SCHOOL DISTRICT NO. 491**

Notes to Financial Statements  
June 30, 2011

**3. 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 Disburse- ments and Accounts Pay- able to Date</u>
\$45,000,000 Bond Issue Project	<u>\$45,000,000</u>	<u>\$45,000,000</u>

**4. Defined Benefit Pension Plan**

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 Avenue, Suite 100, Topeka, Kansas 66603-3803) or by calling 1-888-275-5737.

K.S.A. 74-4919 establishes the KPERS member-employee contribution rate at 4% of covered salary for Tier 1 members. Tier 2 members' contribution rate is 6% of covered salary. Tier 2 members are employees who first started working in a covered position on July 1, 2009 or after and employees who were previously a Tier 1 member and withdrew their membership, or left employment before vesting, and return to employment July 1, 2009 or after. Member-employees' contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code. The State of Kansas is required to contribute the remaining amount necessary to achieve the actuarially determined contribution rate. Kansas currently contributes 9.77% of covered payroll. For school-type municipalities that hire a KPERS retiree who retired from a different KPERS employer, the contribution rate is 16.07% for a non-licensed retiree and 20.48% for a licensed retiree. These contribution requirements are established by KPERS and are periodically revised. Kansas' contributions to KPERS for all Kansas public school employees for the years ended June 30, 2011, 2010 and 2009 were \$188,864,352, with the remaining balance due to KPERS from the State of \$64,969,692 received by July 12, 2011, \$248,468,186 and \$242,277,363, respectively, equal to the required contributions for each year.

EUDORA UNIFIED SCHOOL DISTRICT NO. 491

Notes to Financial Statements  
June 30, 2011

**5. Operating Transfers**

The District made the following operating transfers during fiscal year 2011. The transfers were approved by the Board of Education.

<u>Fund</u>	<u>From</u>	<u>To</u>
General	\$1,705,760	\$ -
Supplemental general	2,162,804	
At risk		1,299,446
Bilingual education		56,005
Contingency reserve		114,500
Food service		20,067
Professional development		9,906
Special education		1,847,829
Parent education program		11,300
Vocational education		<u>509,511</u>
	<u>\$3,868,564</u>	<u>\$3,868,564</u>

**6. 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. Commercial insurance is maintained for significant losses. There have been no significant reductions in insurance coverage from the prior year. Settled claims have not exceeded insurance coverage in any of the past three fiscal years.

**7. Compliance With K.S.A. 72-6417(d) and K.S.A. 72-6434(d)**

K.S.A. 72-6417(d) and K.S.A. 72-6434(d) require the school district to record any payment of general state aid that is due to be paid during the month of June and is paid to the school district after June 30, as a receipt for the school year ending on June 30. The following Statutory Revenues and Expenditures – Statutory and Budget on Pages 41 through 44 shows the revenue as required by these statutes:

**EUDORA UNIFIED SCHOOL DISTRICT NO. 491**

GENERAL FUND

Statutory Revenues and Expenditures - Statutory and Budget  
Year Ended June 30, 2011

	Statutory Transactions	Budget	Variance - Favorable (Unfavorable)
Statutory revenues:			
Taxes:			
Ad valorem property tax	\$ 991,135	\$ 969,385	\$ 21,750
Delinquent tax	19,298	17,886	1,412
Intergovernmental:			
Federal aid	441,053	160,325	280,728
State aid	6,814,419	7,154,229	(339,810)
Special education aid	1,144,312	1,243,525	(99,213)
Miscellaneous receipts	<u>94,575</u>		<u>94,575</u>
Total statutory revenues	<u>9,504,792</u>	<u>\$9,545,350</u>	<u>\$ (40,558)</u>
Expenditures:			
Instruction:			
Salaries	3,706,441	\$3,797,131	\$ 90,690
Employee benefits	552,811	667,870	115,059
Purchased professional and technical services	4,368	250	(4,118)
Other purchased services	24,700	58,000	33,300
Supplies	136,165	155,000	18,835
Textbooks	37,602	85,000	47,398
Property (equipment and furnishings)	24,072	20,000	(4,072)
Other			
Student support services:			
Salaries	392,378	384,008	(8,370)
Employee benefits	35,186	36,100	914
Other purchased services			
Supplies	4,768	5,000	232
Property (equipment and furnishings)	265		(265)
Other			
Instructional support services:			
Salaries	211,889	207,419	(4,470)
Employee benefits	49,181	48,870	(311)
Other	1,721	5,000	3,279
General administration:			
Salaries	184,748	142,024	(42,724)
Employee benefits	34,793	30,665	(4,128)
Purchased professional and technical services	11,287	11,000	(287)
Purchased property services	8,770	2,500	(6,270)
Communications	3,628	4,500	872
Supplies	9,337	700	(8,637)
Other	3,895	2,800	(1,095)

**EUDORA UNIFIED SCHOOL DISTRICT NO. 491**

GENERAL FUND

Statutory Revenues and Expenditures - Statutory and Budget  
Year Ended June 30, 2011

	Statutory Transactions	Budget	Variance - Favorable (Unfavorable)
School administration:			
Salaries	\$ 372,609	\$ 375,000	\$ 2,391
Employee benefits	46,748	58,390	11,642
Communications	18,035	18,000	(35)
Supplies	6,212	2,500	(3,712)
Other	2,869	3,000	131
Operations and maintenance:			
Salaries	361,383	350,000	(11,383)
Employee benefits	54,146	63,075	8,929
Purchased professional and technical services	8,091	1,000	(7,091)
Water and sewer	24,993	39,000	14,007
Cleaning	209,730	190,000	(19,730)
Repairs and maintenance	165,788	150,000	(15,788)
Supplies	65,770	60,000	(5,770)
Heating and electricity	517,376	555,000	37,624
Motor fuel	2,608	7,000	4,392
Property (equipment and furnishings)	10,582	3,000	(7,582)
Transportation:			
Purchased property services	7,461	8,000	539
Other purchased services	680	1,000	320
Heating and electricity	5,869	5,500	(369)
Miscellaneous supplies	537	750	213
Property (equipment and furnishings)	1,075	1,000	(75)
Other	1,516	1,000	(516)
Student transportation/operating/maintenance services:			
Salaries	264,079	250,851	(13,228)
Employee benefits	34,770	40,550	5,780
Insurance	6,399	7,000	601
Motor fuel	34,490	30,000	(4,490)
Supplies	13,330	18,000	4,670
Other	733	1,500	767
Other supplemental services:			
Salaries	111,414	110,310	(1,104)
Employee benefits	11,734	11,740	6
Operating transfers	1,705,760	1,519,347	(186,413)
Adjustment to comply with legal max	<u>                    </u>	<u>(135,133)</u>	<u>(135,133)</u>
Legal General Fund budget	9,504,792	9,410,217	(94,575)
Adjustment for qualifying budget credits	<u>                    </u>	<u>94,575</u>	<u>94,575</u>
Total expenditures	<u>9,504,792</u>	<u>\$9,504,792</u>	<u>\$                    -</u>
Statutory revenues over (under) expenditures	-		
Modified unencumbered cash - July 1	<u>                    </u>		
Modified unencumbered cash - June 30	<u>\$                    -</u>		

**EUDORA UNIFIED SCHOOL DISTRICT NO. 491**

SUPPLEMENTAL GENERAL FUND

Statutory Revenues and Expenditures - Statutory and Budget  
Year Ended June 30, 2011

	Statutory Transactions	Budget	Variance - Favorable (Unfavorable)
Statutory revenues:			
Taxes:			
Ad valorem property tax	\$1,178,660	\$1,233,689	\$ (55,029)
Delinquent tax	21,542	21,741	(199)
Motor vehicle tax	137,457	146,104	(8,647)
Recreational vehicle tax	1,912	1,970	(58)
Big truck tax	2,566		2,566
Intergovernmental:			
State aid	1,741,047	1,746,744	(5,697)
Miscellaneous receipts	<u>11,534</u>		<u>11,534</u>
Total statutory revenues	<u>3,094,718</u>	<u>\$3,150,248</u>	<u>\$ (55,530)</u>
Expenditures:			
Instruction:			
Salaries	341,696	\$ 344,213	\$ 2,517
Employee benefits	24,651	58,300	33,649
Purchased professional and technical services	18,311	25,000	6,689
Purchased property services	2,179	21,000	18,821
Other purchases services	5,675	10,000	4,325
Supplies	100,555	191,000	90,445
Property (equipment and furnishings)	46,388	1,500	(44,888)
Student support services:			
Employee benefits	6,600	9,900	3,300
Instructional support staff:			
Salaries	160,001	155,163	(4,838)
Employee benefits	11,210	12,500	1,290
Purchased professional and technical services	462	1,000	538
Supplies	495	1,000	505
Other	19	225	206
General administration:			
Employee benefits	68,023	90,000	21,977
Purchased professional and technical services	46,792	75,000	28,208
Other		100,000	100,000
Operations and maintenance:			
Purchased property services	31,337	50,000	18,663
Insurance	101,398	105,000	3,602
Vehicle operating services:			
Property (equipment and furnishings)		11,059	11,059

**EUDORA UNIFIED SCHOOL DISTRICT NO. 491**

SUPPLEMENTAL GENERAL FUND

Statutory Revenues and Expenditures - Statutory and Budget  
Year Ended June 30, 2011

	<u>Statutory</u>	<u>Budget</u>	Variance - Favorable (Unfavorable)
	<u>Transactions</u>		
Other supplemental services:			
Purchased property services	\$ 3,126	\$ 22,000	\$ 18,874
Operating transfers	<u>2,162,804</u>	<u>1,836,328</u>	<u>(326,476)</u>
Legal Supplemental General Fund budget	3,131,722	3,120,188	(11,534)
Adjustment for qualifying budget credits	<u>                    </u>	<u>11,534</u>	<u>11,534</u>
Total expenditures	<u>3,131,722</u>	<u>\$3,131,722</u>	<u>\$                    -</u>
Statutory revenues over (under) expenditures	(37,004)		
Modified unencumbered cash - July 1	<u>87,982</u>		
Modified unencumbered cash - June 30	\$ <u>50,978</u>		



Report on Internal Control Over Financial Reporting and on Compliance and  
Other Matters Based on an Audit of Financial Statements Performed  
in Accordance with *Government Auditing Standards*

Board of Education  
Eudora Unified School District No. 491

We have audited the financial statements of Eudora Unified School District No. 491, Eudora, Kansas (the District) as of and for the year ended June 30, 2011, and have issued our report thereon dated October 5, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of control deficiencies in internal control, that there is a reasonable possibility that a material misstatement of the District's financial statements will not be prevented or detected and corrected on a timely basis.

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



**Compliance and Other Matters**

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

We noted certain matters that we reported to the Board of Education in a separate letter dated October 5, 2011.

This report is intended solely for the information and use of the Board of Education, management, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

*Mize Houser & Company P.A.*  
Certified Public Accountants

October 5, 2011  
Topeka, Kansas



Independent Auditors' Report on Compliance with Requirements  
That Could Have a Direct and Material  
Effect on Each Major Program and on Internal Control Over Compliance  
in Accordance with OMB Circular A-133

Board of Education  
Eudora Unified School District No. 491

**Compliance**

We have audited the compliance of Eudora Unified School District No. 491, Eudora, Kansas (the District) with the types of compliance requirements described in the OMB Circular A-133, *Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2011. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the District's compliance with those requirements.

In our opinion, the District complied, in all material respects, with the requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2011.

**Internal Control Over Compliance**

The management of the District is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the District's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance, and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies in internal control over compliance such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected and corrected on a timely basis.

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

This report is intended solely for the information and use of the Board of Education, management, and federal awarding agencies and pass-through entities and is not intended to be, and should not be, used by anyone other than these specified parties.

*Mize Houser & Company P.A.*

Certified Public Accountants

October 5, 2011  
Topeka, Kansas

**EUDORA UNIFIED SCHOOL DISTRICT NO. 491**

Schedule of Expenditures of Federal Awards  
June 30, 2011

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Receipts	Disbursements/ Expenditures
U.S. Department of Agriculture:			
Pass through Kansas State Department of Education:			
Child Nutrition Cluster:			
School Breakfast Program	10.553	\$ 56,365	\$ 56,365
National School Lunch Program	10.555	257,838	257,838
U.S. Department of Education:			
Direct Programs:			
Safe and Drug-Free Schools and Communities – National Programs	84.184	565,902	565,902
Pass through Kansas State Department of Education:			
Title I Cluster:			
Title I Grants to Local Educational Agencies	84.010	133,980	133,980
ARRA – Title I Grants to Local Educational Agencies	84.389	49,535	49,535
Education Technology Cluster:			
Title II Education Technology State Grant	84.318	453	453
ARRA – Title II Education Technology State Grant	84.386	1,206	1,206
Title II Improving Teacher Quality	84.367	35,830	35,830
ARRA – State Fiscal Stabilization Fund (SFSF)			
Education State Grants	84.394	160,325	160,325
ARRA – Education Jobs Fund	84.410	280,728	280,728
U.S. Department of Homeland Security:			
Pass through Kansas Department of Emergency Management:			
Hazard Mitigation Grant	97.039	<u>320,914</u>	<u>320,914</u>
Total		<u>\$1,863,076</u>	<u>\$1,863,076</u>

See accompanying notes to schedule of expenditures of federal awards

**EUDORA UNIFIED SCHOOL DISTRICT NO. 491**

Notes to Schedule of Expenditures of Federal Awards  
Year Ended June 30, 2011

**1. General**

The accompanying schedule of expenditures of federal awards includes the activity of all federal financial assistance programs of Eudora Unified School District No. 491, Eudora, Kansas (the District). All federal financial assistance received directly from federal agencies, as well as federal financial assistance passed through other governmental agencies, is included on the schedule.

**2. Basis of Accounting**

The accompanying schedule of expenditures of federal awards is presented using the statutory basis of accounting which is described in the summary of significant accounting policies with the District's financial statements.

**3. Relationship to General Purpose Financial Statements**

Federal financial assistance revenues are reported as intergovernmental revenue in the District's financial statements as follows:

General	\$ 441,053
Food service	314,203
Title I	183,515
Safe Schools Healthy Students	565,902
Other grant funds	<u>358,403</u>
Total federal financial assistance revenues	<u>\$1,863,076</u>

## EUDORA UNIFIED SCHOOL DISTRICT NO. 491

### Schedule of Findings and Questioned Costs June 30, 2011

#### **Summary of Audit Results**

1. The auditors' report expresses a qualified opinion on the financial statements of Eudora Unified School District No. 491, Eudora, Kansas (the District) as of June 30, 2011.
2. No material weaknesses in internal control over financial reporting were disclosed during the audit.
3. No instances of noncompliance material to the financial statements of the District which would be required to be reported in accordance with *Government Auditing Standards* were disclosed during the audit.
4. No material weaknesses relating to the audit of federal award programs tested as major programs are reported in our report.
5. The auditors' report on compliance for the major federal award programs for the District expresses an unqualified opinion on all major federal programs.
6. Audit findings that are required to be reported in accordance with Section 510(a) of OMB Circular A-133 are reported in this schedule.
7. The programs tested as major programs include:
  - Safe and Drug Free Schools and Communities – National Programs, CFDA No. 84.184
  - ARRA – Education Jobs Fund, CFDA No. 84.410
  - Hazard Mitigation Grant, CFDA No. 97.039
8. The threshold for distinguishing Types A and B programs was \$300,000.
9. The District did not qualify as a low-risk auditee.

#### **Findings – Financial Statement Audit**

None

#### **Findings and Questioned Costs – Major Federal Award Programs Audit**

None