

Wichita Public Schools



Comprehensive Annual Financial Report 2012-2013

for the year ending June 30, 2013

Wichita, Kansas

Comprehensive Annual Financial Report

of the

Wichita Public Schools

Unified School District 259

Wichita, Sedgwick County, Kansas

For the Year Ended June 30, 2013

Prepared by:

Financial Services Department

WICHITA PUBLIC SCHOOLS MISSION STATEMENT

The work of Wichita Public Schools is to empower all students with the 21st century skills and knowledge necessary for success by providing a coherent, rigorous, safe and nurturing, culturally responsive, and inclusive learning community.



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Introductory Section







*John Allison
Superintendent*

December 12, 2013

To the Board of Education and the Citizens of Unified School District No. 259

The Comprehensive Annual Financial Report (CAFR) for the Wichita Public Schools, Unified School District No. 259 (District) for the fiscal year ended June 30, 2013, is submitted herewith. Generally Accepted Accounting Principles require that these financial statements present the District (the primary government) and its component units, if any. A component unit is a separate entity for which the District is financially accountable or the nature and significance of the relationship between the District and entity are such that exclusion would cause the District's financial statements to be misleading or incomplete. The District has determined that it does not have any component units.

The District's financial services department prepared this report. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the District's administrative team and, ultimately, with the Board of Education (Board). We believe the data presented in this report is accurate in all material aspects, presents fairly the financial position and results of operations as measured by the financial activity of the various funds, and includes all footnotes and disclosures necessary to gain an understanding of the District's financial activity.

This report conforms to the Governmental Accounting Standards Board's (GASB) financial reporting principles. All disclosures necessary to enable the reader to gain maximum understanding of the District's financial activity have been included. The notes to the financial statements are considered to be an integral part of the financial statements and contain certain information not shown on the face of the financial statements that is required to be disclosed under Generally Accepted Accounting Principles. Readers of the financial statements are encouraged to thoroughly review the information contained in the notes in connection with their overall review of the financial statements.

The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1996 and the U.S. Office of Management and Budget's Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations." Information related to this single audit is included in a separately issued single audit report.

This report consists of three major sections:

1. Introductory Section – which contains a Table of Contents, Letter of Transmittal, List of the Board of Education members, the Shared Beliefs/Objectives, the Governmental Finance Officers Association (GFOA) Certificate of Achievement, the Association of School Business Officials (ASBO) Certificate of Excellence, and the District's organizational chart.

2. Financial Section – which begins with the Independent Auditors' Report and includes Management's Discussion and Analysis, the Basic Financial Statements and footnotes that provide an overview of the District's financial position and operating results, the combining statements for nonmajor funds, and other schedules that provide detailed information relative to the Basic Financial Statements.
3. Statistical Section – presents social and economic data, financial trends, and demographic data about the District for the last ten years.

School District General Description

The District is in Sedgwick County located in south central Kansas. The major city within the District is Wichita with a population of more than 380,000, where approximately 97% of the students reside. The District covers 151 square miles and serves more than 50,000 students. The District consists of more than 100 schools and other centers.

The District is the largest school district in Kansas. The District provides a full range of school programs and services authorized by state statutes. For the 2013 fiscal year, these services include educational programs for grades K-12, special education, Title I, pre-kindergarten, vocational education, bilingual education and other educational programs, transportation, nutrition services, health services, support services, and professional development activities for educators. Also, under supervision of the District, individuals and groups may utilize District facilities for community functions.

The District was established on July 1, 1965. A seven-member elected Board of Education (Board) governs the District. 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" as defined by the Governmental Accounting Standards Board. The Board of Education members are elected by the public and have policy setting authority, the ability to significantly influence operations, and primary responsibility for fiscal matters.

Reporting Entity

The District is organized under the laws of the State of Kansas (State), and as mentioned before, is governed by an elected seven-member board. Accounting principles generally accepted in the United States of America (GAAP) require that these financial statements present the District (the primary government) and its component units. There are no component units for which the District is considered to be financially accountable.

Major Initiatives

Important educational initiatives continued or implemented were:

- The Wichita Public Schools initiated the implementation of a systemic system of prevention and intervention for all learners, through the Kansas Multi-Tiered System of Supports (MTSS). MTSS is a continuum of increasingly intense, researched-based interventions provided to learners that helps them learn by responding to their academic and/or behavioral needs. It includes ongoing monitoring of effectiveness of all instruction provided. The outcome is to ensure that each student in USD 259 achieves to high standards. The District has planned for full system implementation by 2014-2015.
- The District has increased graduation rates by 21% over the last four years.

- A new student information system has been implemented that will add enhanced parent communication links.
- Wichita Public Schools has an application for mobile technology that increases the ability to communicate with parents and the community.
- Following the 2008, \$370 million bond election, the District has spent \$285 million dollars towards the community-developed facility master plan which includes:
 - Adding 9 new schools to meet current and projected student population growth and to replace antiquated schools
 - Adding over 200 new classrooms
 - Building 60 storm shelter safe rooms
 - Upgrading technical education
 - Renovating or rebuilding physical education, athletic and fine art facilities

Financial Information, Management, and Control

The accounts of the District are organized and operated on the basis of funds. A fund is 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. Fund descriptions have been provided where applicable.

Management Responsibility

This report consists of management's representations concerning the finances of the District. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. The management of the District is also responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that the assets of the government are safeguarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with Generally Accepted Accounting Principles, and that federal and state financial assistance programs are managed in compliance with applicable laws and regulations. Because of inherent limitations in any internal control structure, errors, irregularities, or instances of noncompliance may nevertheless occur and not be detected.

Legislation

Below is a brief description of the most significant school finance legislation:

1. The spending level of the General fund is set by the State. The State school finance formula that calculates individual school districts' General fund budgets used \$3,838 per full-time equivalent student in FY'13 plus additional weighting factors. Additional weighting was allowed for the following: vocational students—50%, bilingual students—39.5%, students transported over 2½ miles—15%, and low income students—56.1%. An additional 3.5% weighting was allowed for school districts with enrollments more than 1,622.

2. Since 1992, school districts have not had control over the level of ad valorem taxes levied for their General fund. The State sets the General fund tax levy for all Kansas public school districts. That levy peaked at 37 mills in 1995 and is currently set at 20 mills. However, the first \$20,000 of a personal residence's market value is exempt from the General fund tax levy.
3. School districts are authorized to create a Supplemental General fund which enables them to spend above the level dictated by the State for the General fund. The school finance statute limits the Supplemental General fund to 31 percent of the General fund. The District's 2012-13 Supplemental General fund budget was 30 percent of the General fund, as calculated under the "hold harmless" provision implemented to prevent reduction of the Supplemental General fund due to legislative cuts to special education categorical aid and General fund base state aid per pupil.
4. The major revenue source for the Supplemental General fund is local ad valorem property taxes. However, districts with assessed valuations per pupil below the 81.2 percentile of the median of all Kansas school districts qualify for State funding as well. For 2012-13, the Supplemental General fund budget for the District was funded 61 percent by ad valorem and motor vehicle taxes and 39 percent by state aid.
5. Because a year-end unencumbered cash balance in the General fund becomes a deduction from the following year's state aid, the State authorized the establishment of a Contingency Reserve fund. As of June 30, 2013, the District's fund balance in the Contingency Reserve fund was 4.5% of the FY'13 General fund budget.

Budgetary Control

In developing and evaluating the District's accounting control system, consideration is given to the adequacy of internal accounting controls. Accounting control comprises the plan of organization and the procedures and records that are concerned with the safeguarding of assets and the reliability of financial records.

State statutes require that budgets be legally adopted for all funds, unless exempted by a specific statute. All legal operating budgets are prepared using the modified accrual basis of accounting, modified further by the encumbrance method of accounting. Revenues are recognized when cash is received. Expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. All unencumbered appropriations (legal budget expenditure authority) lapse at year-end. Encumbered appropriations are not reappropriated in the ensuing year's budget but are carried forward until liquidated or canceled. Accordingly, the data presented in the budgetary comparison statements differ from the data presented in the financial statements prepared in accordance with GAAP.

The budget is prepared by fund, function, object and program. Once the Board adopts the budget, budgetary control is maintained through an online accounting system that includes encumbering estimated expenditures prior to the release of purchase orders to vendors. Purchase orders that exceed available budgeted funds are not released until additional appropriations are made. Monthly budget reports showing orders outstanding and funds available are provided to each manager of a specific location, function, or program.

Financial Condition

In accordance with Governmental Accounting Standards Board (GASB) Statement 34, management is responsible for preparing a Management Discussion and Analysis of the

District. This discussion follows the Independent Auditors' Report, providing an assessment of District finances for 2013.

Cash Management

The District continues to analyze and project revenues and expenditures to insure adequate cash flow which allows the investment of idle funds to be maximized for the best return. Idle cash from all funds is pooled and invested. Investment rate quotes are obtained on a regular basis.

During FY'13, as authorized by the District's written investment policy, idle funds were invested in certificates of deposit, federal agency discount bonds, treasury bills, money market funds, and the State of Kansas Municipal Investment Pool. Investments had a maximum maturity of six months as of June 30, 2013. The weighted average maturity was 99 days, and the average yield to maturity was 0.74%. The fair value of investments and certificates of deposits totaled \$249,957,487 as of June 30, 2013.

Risk Management

The District has adopted self-insurance plans for workers' compensation, disability, and health and dental. The self-funded plans are internal service funds of the District. Each program is funded by a monthly contribution made by the District for each eligible employee.

These programs are continually under review. In FY'13, health care costs continued to be positively impacted by the wellness program and increased preventative treatments, such as free flu shots. The District continued to offer a health premium waiver to those employees who achieved at least 100 points through participation in designated wellness activities that were each assigned a point value. Points could be obtained in FY'13 through such things as wellness exams and screenings, completion of a tobacco cessation class, involvement in disease management and diabetes programs, obtaining a flu shot, attendance at a District health fair, and participation in District wellness challenges that encourage healthy habits (drinking water, sleep, weight loss, eating fruits and vegetables, exercise, etc.).

In FY'13 the District began investigating the feasibility of providing a health and wellness center to serve employees and their families. Some of the services contemplated are primary care, occupational physicals, and workers compensation. Quotes were requested of health and wellness firms for services to be provided at a District facility, the location of which has not yet been determined. It is anticipated a firm will be selected and a contract signed by the spring of 2014, subject to Board approval.

Operating Budget Policy

For FY'13 the District continued to follow the policy of confirming that current revenues were sufficient to support the current operating expenditures. The Financial Services department estimated annual revenues by an objective, analytical process. Fees and user charges were reviewed to ensure they were set at a level that fully supported the total direct and indirect costs of the related activities.

The District utilizes non-recurring revenues for non-recurring purposes rather than for support of on-going operating expenditures. The operating budget for FY'13 included state aid revenue for new facilities, a substantial non-recurring funding source. These funds were transferred to Capital Outlay for future one-time facilities' costs.

Debt Policy

It is the practice of the District to analyze the debt structure on an annual basis for potential savings. The District refunded bonds in FY'13 as a means of managing and reducing the long-term debt. This refunding provided a net present value cash flow savings of \$1,886,243.

Capital Improvement Budget Policy

The District's 5-Year Capital Improvement Plan (CIP) is designed to provide District facility improvements, concurrent with the Bond Issue Master Plan. The CIP was updated in FY'13, as required by District policy. FY'13 projects included exterior restoration at four schools, lighting upgrades at numerous schools and other facilities, window replacements at four schools for the purpose of long-term energy savings, locker room remodel at a middle school, and auditorium seating at a high school. Funding sources for these projects included a combination of bond proceeds and the Capital Outlay fund.

Economic Outlook and Conditions

State of Kansas Education Funding

- The General fund budget per pupil is determined by the legislature and was set at \$3,838, a \$58 increase over the previous year but still a reduction of 13.4%, or \$595, per pupil since January 2009. In spite of decreased State funding (both restricted and unrestricted) since 2009, the District continues to support instruction by making cuts as far from the classroom as possible.
- Fiscal Year 2013 ended on a positive note with total receipts exceeding adjusted estimates slightly as the Kansas economy slowly recovers from the historic recession.

July 2012 to July 2013 Wichita Metro Comparison

- Employment grew 0.8%
- Construction permits for new homes increased 17.9%
- Hotel occupancy rate increased 1.0 percent
- Number of outbound airline passengers increased .5 percent
- Outbound airfreight shipments decreased 2.3 percent
- Wage and salary employment increased 0.2 percent
- Unemployment rate decreased .4 percent

District Outlook

The District enrollment continues to grow at a stable rate of about 1% per year. This has been the trend over the last four years and is projected to continue and increase in the future. Enrollment growth helps the District deal with fixed cost increases when State funding remains flat. The District is improving its delivery of instruction to a diverse population and continues to improve graduation rates and achievement scores. The Wichita community depends on a strong school system in promoting and recruiting new businesses and economic growth. The City of Wichita uses the District's successes in their economic development plan.

The oldest District facility was originally built in 1919, and the average age of all facilities is 51 years. Twenty percent of the District's schools buildings have been constructed since 2000. Through the recent bond elections in 2000 and 2008, the community voiced support of the District's plans for major maintenance, additional class space, and new facilities. Through these

bond projects, the District has been able to take care of deferred maintenance and bring the facilities up to high standards. Even though the District has some old buildings, all of them have been updated. Once the 2008 bond projects are complete with the construction of an additional new high school, all of the major and deferred maintenance on District facilities will be addressed.

For the Future

On November 2, 2010, Schools for Fair Funding filed a lawsuit against the State of Kansas for failing to provide suitable funding for education. The District Court ruled in favor of schools, and the State of Kansas appealed the decision to the Kansas Supreme Court. A ruling from the Supreme Court is expected in early 2014.

According to the Wichita State University Center for Economic Development and Business Research, "Wichita's total nonfarm employment is expected to increase 1.2 percent in 2014, for a total gain of approximately 3,419 jobs."

"Manufacturing will grow modestly. Durable goods employment will increase by 0.8 percent."

"The production sector, as a whole, will gain 854 jobs, or 1.3 percent."

"Trade, transportation and utilities are forecasted to increase by 336 jobs, or 0.7 percent."

"The service sectors are forecasted to increase 1.6 percent, adding 2,056 jobs in 2013, while the government sector is expected to grow at only 0.4 percent."

"The professional and business services sector will add 832 jobs, and the education and health services sector will add 753 jobs."

Independent Audit

The District is required under state law to have an annual audit of the books of accounts, financial records, and transactions by an independent certified public accounting firm. This requirement has been complied with, and the auditors' report is presented in the financial section of this report. The auditors' report related specifically to the single audit of federal financial assistance programs is available by separate cover.

Awards

The GFOA awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its' Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2012. This certificate of achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports. The same CAFR also earned the ASBO Certificate of Excellence Award. Both certificates are awarded only to governmental units that publish an easily readable and efficiently organized CAFR. Such a CAFR must comply with both Generally Accepted Accounting Principles and applicable legal requirements.

Both a Certificate of Achievement and a Certificate of Excellence are valid for a period of one year only. We believe our current report continues to conform to the requirements of both certificate programs, and we will again submit it for recognition.

Acknowledgments

The timely preparation of this CAFR could not have been completed without the dedicated efforts of the financial services department. We would like to express our gratitude to everyone who assisted in its preparation. We also extend our appreciation to our independent auditors,

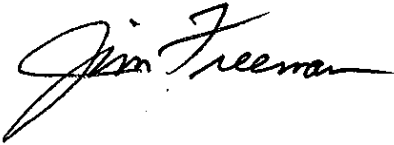
Introductory Section

Allen, Gibbs & Houlik, L.C., for their assistance and the professional manner in which the audit was accomplished. We also commend the Board for their interest and support in planning and conducting the financial operations of the District in a responsible and progressive manner.

Respectfully submitted,

A handwritten signature in black ink that reads "John R. Allison". The signature is written in a cursive style with a large initial "J" and "A".

John Allison
Superintendent of Schools

A handwritten signature in black ink that reads "Jim Freeman". The signature is written in a cursive style with a large initial "J" and "F".

Jim Freeman
Chief Financial Officer



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Unified School District No. 259
Kansas**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2012

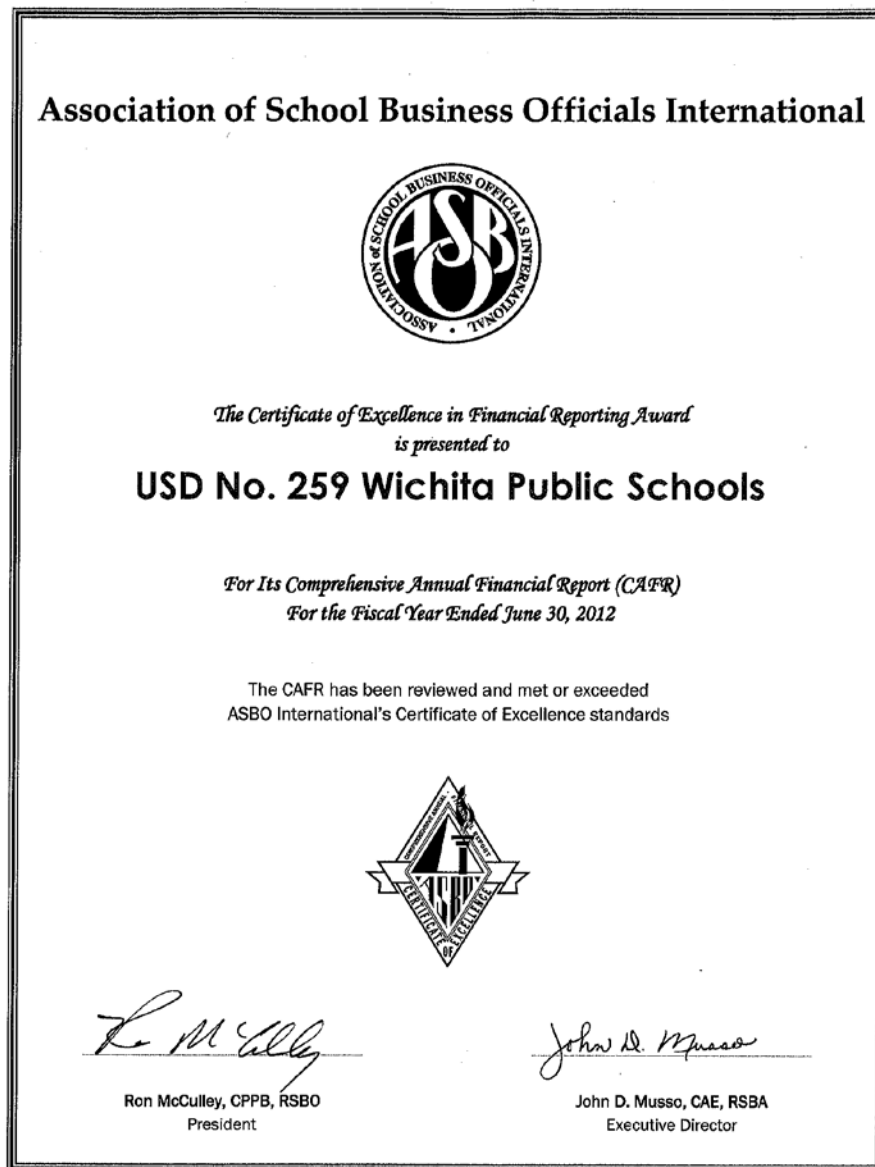
A handwritten signature in black ink, reading 'Jeffrey R. Egan'.

Executive Director/CEO

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Wichita Public Schools for the Comprehensive Annual Financial Report for the fiscal year ended June 30, 2012. This was the twenty-first consecutive year that the District has achieved this prestigious award.

In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report. This report must comply with both Generally Accepted Accounting Principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current Comprehensive Annual Financial Report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to GFOA to determine its eligibility for another certificate.



The Association of School Business Officials (ASBO) awarded a Certificate of Excellence in Financial Reporting to the Wichita Public Schools for the Comprehensive Annual Financial Report for the fiscal year ended June 30, 2012. This was the twenty-first consecutive year that the District has achieved this prestigious award.

The Certificate of Excellence is an award of recognition granted by the Association of School Business Officials of the United States and Canada. The award certifies that the recipient school system has presented its Comprehensive Annual Financial Report to the ASBO Panel of Review for critical review and evaluation and that the report was judged to have complied with the principles and practices of financial reporting recognized by ASBO. The Certificate of Excellence is issued for a period of one year.

Receiving the award is recognition that a school system has met the highest standards of excellence in school financial reporting. We believe the current report continues to conform to Certificate of Excellence program requirements, and we are submitting it to the ASBO to determine its eligibility for another certificate.

Shared Beliefs

- Successful public education is a community partnership.
- Public education is essential for the improvement of society and democracy.
- Everyone has worth and dignity and is treated with respect.
- We profit from diversity.
- Everyone can and will learn.
- It is worth the effort to ensure everyone learns.
- High expectations are essential for success.
- Families provide an essential foundation for learning.
- All families want their children to be successful.
- Learning is a life-long process.
- Everyone is entitled to a safe, supportive and nurturing learning environment.
- Every student is entitled to equitable opportunities, resources and services.
- Belonging is a key to student success.
- Change is inevitable and necessary; our response is intentional.

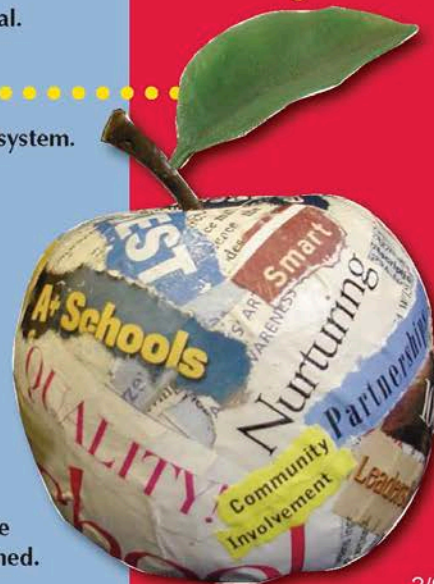
Objectives

- The graduation rate will be 100% using an aligned Pre-K–12 system.
- The 21st century skills and knowledge of all students will continually increase as measured by multiple assessments.
- The academic skill and knowledge gap among the student populations will be continually reduced until eliminated as measured by multiple assessments.
- The social skill and knowledge gap among the student populations will be continually reduced as measured by multiple assessments.
- A coherent, rigorous, safe and nurturing, culturally responsive and inclusive learning community will be fostered and sustained.



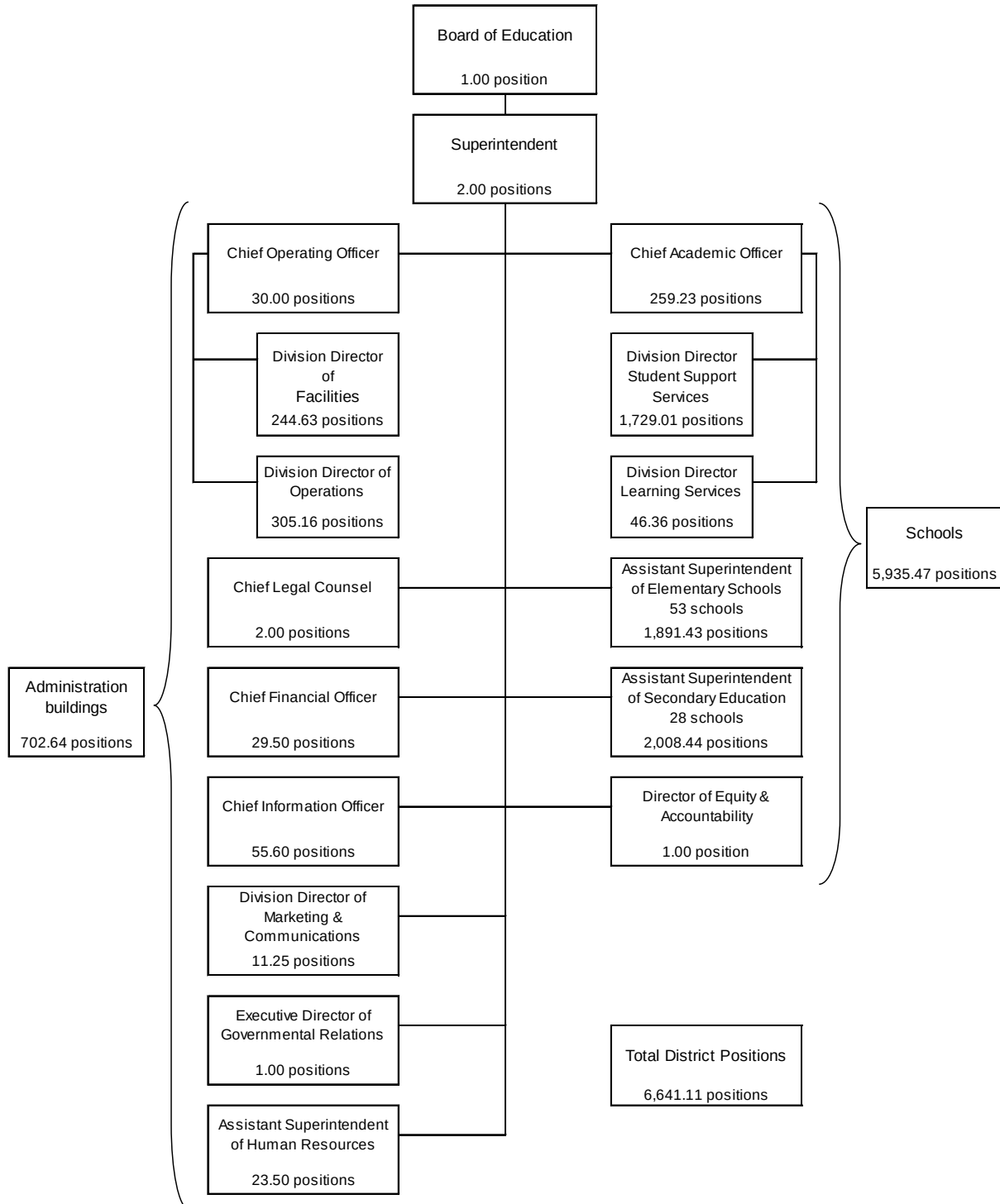
The Work of WPS

The work of Wichita Public Schools is to empower all students with the 21st century skills and knowledge necessary for success by providing a coherent, rigorous, safe and nurturing, culturally responsive and inclusive learning community.



2/09

**WICHITA PUBLIC SCHOOLS
DISTRICT ADMINISTRATION ORGANIZATION CHART**



WICHITA BOARD OF EDUCATION

To contact Board of Education members, feel free to call the Clerk of the Board's office at 973-4553.

District 1
Betty Arnold
5311 Pembroke
Wichita, KS 67220



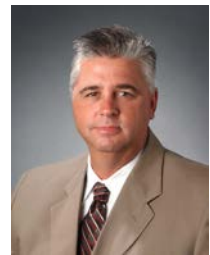
District 2
Connie Dietz
8310 Greenbriar Lane
Wichita, KS 67226



District 3
Barbara Fuller
6900 E. Zimmerly
Wichita, KS 67207



District 4
Jeff Davis
P.O. Box 13282
Wichita, KS 67213



District 5
Lanora Nolan
1664 Melrose Lane
Wichita, KS 67212



District 6
Lynn W. Rogers
912 Spaulding
Wichita, KS 67203



At-Large
Sheril Logan
1505 N. Valleyview Ct.
Wichita, KS 67212



OFFICERS OF THE BOARD

President Lynn W. Rogers
Vice President Jeff Davis
Board Counsel Tom Powell
Treasurer Jim Freeman
Clerk of the Board Michael Willome

SUPERINTENDENT OF SCHOOLS

John Allison



Financial Section





INDEPENDENT AUDITOR'S REPORT

The Board of Education
Wichita Public Schools
Unified School District No. 259

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Wichita Public Schools Unified School District No. 259 (District), as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, 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 statements 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 statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District as of June 30, 2013, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and required supplementary information listed on the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual fund statements and schedules and the introductory and statistical sections as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund statements and schedules are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 12, 2013 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Allen, Gibbs & Houlik, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS

December 12, 2013
Wichita, Kansas

Management's Discussion and Analysis

It is a privilege to present to you the financial picture of the Wichita Public Schools Unified District 259 (District). This discussion and analysis provides an overall review of the District's financial activities for the fiscal year ended June 30, 2013. The intent of this discussion and analysis is to look at the School District's financial performance as a whole. Readers should also review the transmittal letter, notes to the basic financial statements, and financial statements to enhance their understanding of the District's financial performance.

The Management's Discussion and Analysis (MD&A) is an element of the reporting model adopted by the Governmental Accounting Standards Board (GASB) in their Statement No. 34 Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments. Certain comparative information between the current year and the prior year is required to be presented in the MD&A.

Financial Highlights

The District's FY'13 General fund base state aid was increased by \$58 per student. The previous four years have seen reductions to base state aid (totaling \$595 per student since February 2009). In 2011, the legislature passed Senate Bill 111 which permitted districts to offset the loss of base state aid with available unencumbered cash balances in 13 special revenue funds. This was made permanent in the spring of 2013, with the passage of House Bill 2261. While the statute allowed the District to utilize up to \$16 million in FY'13, due to cash flow requirements, the Board chose to utilize only \$2 million.

Because of the reductions in base state aid per pupil, the Kansas legislature implemented a hold harmless provision in 2009 that allowed Kansas school districts the ability to adopt Supplemental General fund (LOB) budgets in subsequent years based on 30 percent of the General fund as computed using the 2008-09 base state aid figure. However, since more districts across the state are qualifying for this limited funding source as a result of the decline in the economy, many districts are receiving less LOB state aid than in the past. To avoid an overall tax increase on local taxpayers in 2011 and 2012, the District chose to allow the LOB levy to increase and reduced the Capital Outlay mill levy to keep the overall tax rate level. At the end of FY'13 during the preparation of the FY'14 budget, the District was again contemplating shifting of mill levies amongst funds in order to fund the LOB without an overall mill levy increase.

Overview of the Financial Statements

The basic financial statements of the District include the government-wide financial statements and the fund financial statements. The notes to the financial statements follow the basic financial statements and are essential for the reader's understanding of the financial statements. Other supplementary information is also included at the end of this report to provide additional information for the reader.

- ✓ The first two statements are *government-wide financial statements* that provide both *short-term* and *long-term* information about the District's *overall* financial status.

- ✓ The remaining statements are *fund financial statements* that focus on *individual parts* of the District, reporting the District's operations in *more detail* than the government-wide statements.
 - The *governmental funds statements* tell how basic services such as regular and special education were financed in the *short-term*, as well as what remains for future spending.
 - The *proprietary funds statements* provide information on internal service activities which manage multiple types of risk for the District.
 - *Fiduciary funds statements* provide information about the financial relationships in which the District acts solely as a *trustee* or *agent* for the benefit of others.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data.

Users of the report have an opportunity to compare the net position of the Wichita Public Schools to other entities using the government-wide financial statements. Those users can address relevant issues and broaden the basis of comparison (year-to-year or government-to-government) to enhance the District's accountability.

Government-Wide Financial Statements

The government-wide statements report information about the District as a whole using the accrual basis of accounting, the method used by private-sector companies. The Statement of Net Position includes all of the District's assets and liabilities. All of the current year's revenues and expenses are accounted for in the Statement of Activities, regardless of when cash is received or paid.

The two government-wide statements report the District's *net position* and how it has changed. Net position – the difference between the District's assets and deferred outflows and the liabilities and deferred inflows – is one way to measure the District's financial health or *position*.

- ✓ Over time, increases or decreases in the District's net position is an indicator of whether its financial position is improving or deteriorating, respectively.
- ✓ To assess the District's overall health, you need to consider additional non-financial factors such as changes in the District's property tax base and the condition of school buildings and other facilities.

In the government-wide financial statements, the District's activities are divided into two categories:

- ✓ *Governmental activities*: All of the District's basic services are included here, such as regular and special education, transportation, and administration. Property taxes and state aid finance most of these activities.
- ✓ *Business-type activities*: The District does not have any business-type activities.

Fund Financial Statements

A fund is a fiscal entity with a set of self-balancing accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Wichita Public Schools, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The fund financial statements provide more information about the District's most significant funds – not the District as a whole. All of the funds of the Wichita Public Schools can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

- ✓ **Governmental funds:** Governmental fund financial statements are prepared on the modified accrual basis. Under the modified accrual basis, revenues are recognized when they become measurable and available, and expenditures are recognized when the related fund liability is incurred, with the exception of long-term debt and other similar items which are recorded when due. The focus, therefore, is on the short-term financial picture of the operations reported, rather than the District as a whole. Most of the District's basic operations are reported in the governmental fund financial statements. The information reported in these statements can be compared to the governmental activities information in the government-wide statements. The reconciliation at the end of the fund financial statements details the relationship between the two types of financial statements.
- ✓ **Proprietary funds:** Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are prepared on the accrual basis of accounting. The District's internal service funds report activities that provide supplies and services for its other programs and activities. The District currently has the following four internal service funds: the workers' compensation fund, the disability fund, the health fund, and the risk management fund.
- ✓ **Fiduciary funds:** Fiduciary funds are used by the District to account for resources held by the District for the benefit of a third party. Because the resources of these funds are not available for the District's operation, they are not presented in the government-wide financial statements. The District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong.

The District as a Whole

Table 1 reflects the net position of Wichita Public Schools as of June 30. The District's overall financial position has improved, with an increase in net position of \$41,038,704. This is the net effect of several changes, as explained in the following bullets:

- Current and other assets decreased by \$52.6 million as a result of spending down cash in the Bond and Interest and Capital Outlay funds on the completion of various construction projects, including the construction of new schools and renovation of existing facilities related to the 2008 community-approved \$370 million bond issue. This also resulted in increases in capital assets and net investment in capital assets.
- The reduction in long-term liabilities is mainly due to the normal annual payments on general obligation bonds.

- GASB Statement No. 65, Items Previously Reported as Assets and Liabilities, was implemented early by the District in FY'13, resulting in the \$1.1 million deferred charge on refunding being recorded as a deferred outflow of resources. In FY'12, the deferred refunding balance was included in long-term liabilities.
- The reduction in current and other liabilities of \$3.6 million was mainly due to the net effect of a decrease in accounts payable resulting from completed construction projects and the accrued liability of \$2.76 million that was recorded in FY'13 for the amount due from the Health Care fund to the Retiree Benefit Trust.
- The \$3.6 million increase in net position restricted for self-insurance claims is a result of cost containment measures, such as the wellness program.
- The \$3.9 million decrease in net position restricted for special education is attributable to lower state reimbursements and increased staffing for required services.

**Table 1
Net Position
Governmental Activities
As of June 30**

	2013	2012	Change Increase (Decrease)
Assets			
Current and other assets	\$300,072,788	\$352,662,088	(\$52,589,300)
Capital assets	699,892,406	629,618,806	70,273,600
Total Assets	<u>\$999,965,194</u>	<u>\$982,280,894</u>	<u>\$17,684,300</u>
Deferred Outflows of Resources			
Deferred charge on refunding	\$1,094,379	-	\$1,094,379
Total Deferred Outflows of Resources	<u>\$1,094,379</u>	<u>-</u>	<u>\$1,094,379</u>
Liabilities			
Current and other liabilities	\$43,930,190	\$47,546,020	(\$3,615,830)
Long-term liabilities:			
Due within one year	41,654,868	43,933,491	(2,278,623)
Due in more than one year	476,585,995	492,951,567	(16,365,572)
Total Liabilities	<u>\$562,171,053</u>	<u>\$584,431,078</u>	<u>(\$22,260,025)</u>
Net Position			
Net investment in capital assets	\$312,942,740	\$264,879,340	\$48,063,400
Restricted:			
Instruction and support services	11,911,677	13,881,209	(1,969,532)
Facilities and capital projects	32,701,407	35,472,632	(2,771,225)
Debt service	24,403,113	22,492,365	1,910,748
Self-insurance claims	45,230,277	41,601,378	3,628,899
Special education	8,568,239	12,472,770	(3,904,531)
Nutrition services	11,785,330	12,093,756	(308,426)
Federal and state grant programs	1,510,421	2,180,807	(670,386)
Unrestricted	<u>(10,164,684)</u>	<u>(7,224,441)</u>	<u>(2,940,243)</u>
Total Net Position	<u><u>\$438,888,520</u></u>	<u><u>\$397,849,816</u></u>	<u><u>\$41,038,704</u></u>

Table 2 below shows condensed revenues, expenses, and change in net position for fiscal years 2013 and 2012.

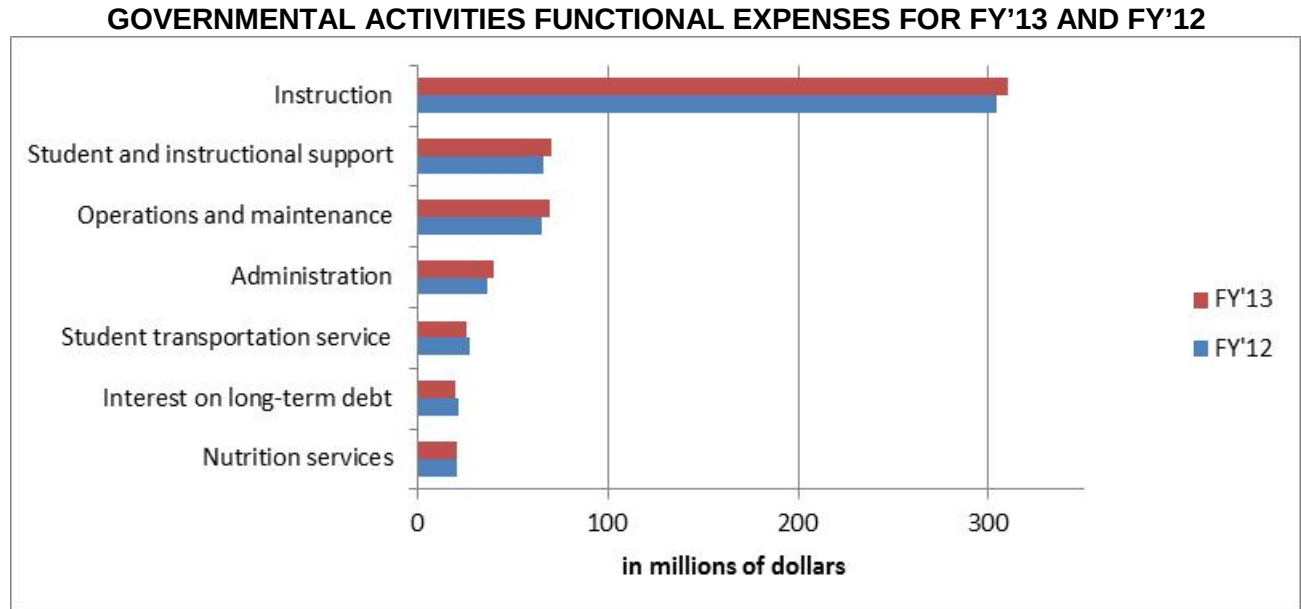
Table 2
Changes in Net Position
Governmental Activities
Fiscal Years Ended June 30

	2013	2012	Change Increase (Decrease)
Revenues:			
Program Revenues:			
Charges for services	\$5,295,618	\$5,315,600	(\$19,982)
Operating grants and contributions	249,460,514	245,991,467	3,469,047
Capital grants and contributions	4,145,271	6,487,575	(2,342,304)
General Revenues:			
Property taxes	151,694,016	152,246,674	(552,658)
State and federal aid not restricted to specific purpose	181,557,719	168,235,282	13,322,437
State aid received for debt service (principal)	5,608,500	4,814,100	794,400
Other	1,877,484	2,250,060	(372,576)
Total Revenues	<u>\$599,639,122</u>	<u>\$585,340,758</u>	<u>\$14,298,364</u>
Program Expenses:			
Instruction	\$310,436,796	\$304,492,992	\$5,943,804
Student and instructional support	70,466,957	66,154,324	4,312,633
Administration	39,567,265	36,896,438	2,670,827
Operations and maintenance	69,226,727	65,131,662	4,095,065
Student transportation service	26,044,801	27,485,148	(1,440,347)
Nutrition services	20,636,334	20,661,401	(25,067)
Interest on long-term debt	19,928,885	21,162,287	(1,233,402)
Total Expenses	<u>\$556,307,765</u>	<u>\$541,984,252</u>	<u>\$14,323,513</u>
Increase in Net Assets	\$43,331,357	\$43,356,506	(\$25,149)
Net Position-Beginning	397,849,816	354,493,310	43,356,506
Prior Period Adjustment	<u>(2,292,653)</u>	<u>-</u>	<u>(2,292,653)</u>
Net Position-Ending	<u>\$438,888,520</u>	<u>\$397,849,816</u>	<u>\$41,038,704</u>

- The \$2.3 million decrease in capital grants and contributions is due to reduced FEMA grants for storm shelters. The shelters were built in conjunction with the new and renovated schools that are part of the 2008 bond issue.
- The \$13.3 million increase in state and federal aid not restricted to specific purposes is a result of increased state funding. This is due to an increase of \$58 in the base state aid per pupil amount, as well as an increase in the District's total weighted enrollment.
- The Prior Period Adjustment reflected for FY'13 is the previously unamortized balance of debt issuance costs. This adjustment is a result of the District's early implementation of

GASB 65. The GASB statement requires that debt issuance costs be expensed in the period in which they are incurred.

The following chart compares expenditures by function/program to the prior fiscal year:



- Increased expenditures in instruction, student and instructional support, administration, and operations and maintenance are a result of increased restricted and unrestricted state aid and corresponding expenditure increases.
- The decrease in student transportation service expenditures is a result of efficiency efforts that reduced bus routes.
- Reduction in interest on long-term debt is due to bond refundings.
- Significant increases in the KPERS state-funded retirement costs are reflected in most functional areas.

The results of this year's operations as a whole are reported in the Statement of Activities on page 30. All expenses are reported first. Specific charges for services, grants, revenues and subsidies that directly relate to specific expense categories are represented to determine the final amount of the District's activities that are supported by other general revenues.

The School District's Funds

At June 30, 2013, the District governmental funds reported a combined fund balance of \$200 million, a decrease of \$50 million from FY'12. This decrease is primarily due to the completion of bond and capital projects now reflected as capital assets.

**Table 3
Governmental Fund Balances
As of June 30 Year End**

Governmental Funds	2013	2012	Change In Fund Balance
General	\$33,566,996	\$35,664,847	(\$2,097,851)
Special Education	12,420,426	15,694,301	(3,273,875)
State Intervention (K-12)	3,370,568	3,968,821	(598,253)
Supplemental Grants – Federal	483,334	357,284	126,050
Other Governmental	25,669,150	28,359,121	(2,689,971)
Subtotal Operating Fund Balances	\$75,510,474	\$84,044,374	(\$8,533,900)
Bond Capital Projects	60,906,669	103,673,847	(42,767,178)
Capital Outlay	32,700,157	35,472,632	(2,772,475)
Bond and Interest	31,008,523	27,191,430	3,817,093
Total Governmental Fund Balances	<u>\$200,125,823</u>	<u>\$250,382,283</u>	<u>(\$50,256,460)</u>

General Fund Budgeting Highlights

The District's budget is prepared according to state statutes and uses the statutory basis of accounting, in which revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances. The most significant budgeted fund is the General fund.

Kansas Statutes permit transferring budgeted amounts from one object or purpose to another within the same fund; however, such statutes prohibit creating expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Management may amend the amount of a specific object or purpose appropriation without obtaining authorization from the Board of Education, providing the amendments or transfers do not create a total budgeted expenditure amount for a specific fund in excess of the amount originally adopted by the Board.

The General fund budget was amended from \$319,085,524 to \$327,964,170 as a result of the Kansas Legislature appropriating additional funds to cover state-wide increased enrollment and weighting. The General fund budget was republished and ultimately increased \$8.9 million in June 2013 primarily due to additional state aid resulting from new facilities and regular, at-risk and bilingual student enrollment increases. Due to the late notice of Legislative action, these additional funds were transferred to the Bilingual, At-Risk and Special Education funds at year-end to be used for increased costs in FY'14.

The Instruction budget was underspent \$13.1 million primarily due to two factors. Salary expenditures were lower than budgeted, a result of staffing changes due to boundary changes

and school closings in the previous year. Additionally, the new facilities funding of \$4 million was budgeted in the Instruction function, but the funds were instead transferred to the Capital Outlay fund at the end of the year to be spent on capital needs in FY'14.

Actual Transfers Out exceeded the budgeted amount by \$14 million. This is a result of the above-mentioned transfers of the increased state aid and new facilities funding to other funds.

The District's ending unobligated cash balance in the General fund was \$111,762 above the final budgeted fund balance amount due to the cancellation of purchase orders carried over from prior fiscal years which become a deduction from state aid in the subsequent year.

Special Education Fund

The Special Education fund balance decreased by \$3.3 million from FY'12 as a result of increased program costs with no additional funding. The \$12 million FY'13 fund balance will enable the District to fund the FY'14 program until state aid is received in October. Since Special Education is a special revenue fund, all fund balances are restricted for special education purposes. Special education expenditures decreased by \$1.5 million in fiscal year ending June 30, 2013, primarily due to decreased transportation costs resulting from efficiency efforts that reduced bus routes. The state reimburses districts for 80 percent of the cost of special education student transportation.

State Intervention Fund (K-12)

The state aid generated for the State Intervention fund is based on low-income students who qualify for free lunches. The students served with these funds are considered at-risk and need additional instructional services, such as small-group reading instruction, which helps to improve student learning. Due to the economy, the percentage qualifying for state intervention aid has increased annually. Consequently, state aid increased by \$2.9 million to support the fund. Though the State Intervention fund balance is restricted, the District's poverty level (approximately 77%) is high enough that classroom teacher costs may be charged to this fund. Expenditures for FY'13 increased largely due to the transfer of teacher costs from the General fund to the State Intervention fund as a result of General fund state aid cuts.

Supplemental Grants – Federal

Fund balance in the Supplemental Grants – Federal fund increased only slightly from \$357,284 in FY'12 to \$483,334 in FY'13. The fund balance is restricted for use only on the purposes outlined in the authorizing legislation and federal regulations for each grant.

Bond Capital Projects

The Bond Capital Projects fund balance dropped from \$103.7 million in FY'12 to \$60.9 million due to facility construction related to the November 4, 2008, bond election. Currently \$320 million of the \$370 million authorized in general obligation debt has been issued. Bond proceeds authorized by the 2008 bond election have been used to construct one new high school, one new K-8 school and six new elementary schools, as well as to renovate high school fine arts and athletic facilities, add classrooms and multi-purpose rooms, upgrade middle school auditoriums, and add tracks at middle schools. The full amount of the June 30, 2013, fund balance is restricted for use on bond projects and is expected to be utilized in 2014. The sale of

the final \$50 million in bonds authorized by the voters is planned for FY'14 for the construction of an additional new high school.

Capital Outlay Fund

The District has authority to levy up to 7 mills in the Capital Outlay fund through FY'15. The Capital Outlay fund is used for the purpose of acquisition, construction, repair, remodeling, additions to, furnishing, and equipment needs of the District. To avoid an overall tax increase for FY'13, the District reduced the Capital Outlay mill levy by 1.48 mills and increased the Supplemental General fund (LOB) by the same amount to offset reduced LOB state aid. This resulted in a reduction in property tax revenue, which is primarily responsible for the \$2.8 million decrease in fund balance that was previously accumulated for the purpose of supplementing bond construction. The Capital Outlay fund balance is restricted to the purposes mentioned above.

Bond and Interest Fund

This fund is used to make principal and interest payments on the long-term debt obligations of the District authorized by the 2000 and 2008 bond elections. The fund balance in the Bond and Interest fund increased from \$27.2 million to \$31 million due to a slightly lower debt payment, slightly higher tax collections, and the refunding of Series 2002 bonds. The entire June 30, 2013, fund balance is restricted for payment of bond principal, interest, and issuance costs.

Capital Assets and Debt Administration

Capital Assets

At the end of the fiscal years 2013 and 2012, the District had \$699,892,406 and \$629,618,806, respectively, invested in capital assets (net of depreciation). The increases in land and improvements and buildings and improvements and the decrease in construction in progress were primarily attributable to capitalization of assets related to construction projects authorized by the 2008 bond election. The increase in intangibles is related to an upgrade of the District's financial software.

Table 4
Capital Assets - Net of Depreciation
Governmental Activities

	2013	2012	Change Increase (Decrease)
Land and improvements	\$46,554,330	\$39,128,060	\$7,426,270
Intangibles	2,728,044	1,515,630	1,212,414
Construction in progress	32,249,236	139,705,309	(107,456,073)
Buildings and improvements	606,128,935	438,095,057	168,033,878
Machinery and equipment	12,231,861	11,174,750	1,057,111
Total capital assets - net of depreciation	<u>\$699,892,406</u>	<u>\$629,618,806</u>	<u>\$70,273,600</u>

Additional information about the District's capital assets can be found in Note III.B. of the Notes to the Financial Statements.

Debt

At June 30, 2013, the District had \$438,985,000 in bonds and notes outstanding. Table 5 summarizes debt outstanding.

Table 5
Governmental Activities
Outstanding Debt, at Year End

	<u>2013</u>	<u>2012</u>	<u>Change Increase (Decrease)</u>
General Obligation Bonds	\$438,985,000	\$458,650,000	(\$19,665,000)

The District's current refunding of the Series 2002 bonds through issuance of General Obligation Refunding Bonds Series 2012-A on September 1, 2012 reduced general obligation bonds payable by \$2.97 million. The remainder of the decrease from FY'12 to FY'13 is due to the normal annual bond payments.

All outstanding bonds are related to two bond elections. In April 2000, the voters approved a \$284.5 million bond issue, of which all bonds have been sold and all construction completed. In November 2008, the voters approved \$370 million in bond improvements, of which \$320 million had been issued by the end of FY'13. An additional \$50 million in bonding authority from the 2008 election remains and is expected to be sold in FY'14 for the construction of a new high school and other smaller projects that remain to be completed.

At June 30, 2013, the overall legal debt margin was \$213,968,497. See page 111 in the Statistical Section for additional details on the District's legal debt margin. The District maintains an Aa2 and AA Moody's and Standard and Poor's financial ratings, respectively.

For more information on the District's debt administration, please refer to Note III.C. of the Notes to the Financial Statements.

Other Potentially Significant Matters

The following significant facts were known by management as of the date of the independent auditor's report:

- In August, the District was awarded a Title I School Improvement grant in the amount of \$1,400,889 for 26 focus and priority schools.
- On August 12, 2013, a fire damaged College Hill Elementary School. Additional information may be found in Note IV.I. of the Notes to the Financial Statements.
- In September, the District was awarded a Magnet School Assistance Program grant from the U.S. Department of Education for five magnet schools. The USDE approved \$4 million for the first year of a possible three-year grant. The maximum award for the three years totals \$12 million.

- On October 1, 2013, the District issued \$49,340,000 in General Obligation Refunding and School Building Bonds. Additional information may be found in Note IV.I. of the Notes to the Financial Statements.

Contacting the School District's Financial Management

Budgeting Web Page: <http://www.usd259.org/districtoffices/finance>

Contact Budgeting by E-mail: budgetoffice@usd259.net

Write the Budgeting Office:

Unified School District #259
Attention: Dee Grunder
201 N. Water, Suite 603
Wichita, KS 67202

Contact Budgeting by Phone:

Jim Freeman, Chief Financial Officer (316) 973-4529
Dee Grunder, Director of Budgeting (316) 973-4528
Fax: Attention: Dee Grunder (316) 973-4600



Basic Financial Statements





**Wichita Public Schools
Unified School District No. 259
Statement of Net Position
June 30, 2013**

	Governmental Activities
Assets	
Cash, cash equivalents and investments	\$ 191,607,548
Restricted cash, cash equivalents and investments	65,499,892
Receivables:	
State aid	33,440,658
Interest	22,637
Intergovernmental	7,314,251
Inventory	2,187,802
Capital assets:	
Land and construction in progress	54,951,286
Other capital assets, net of depreciation	644,941,120
Total assets	<u>999,965,194</u>
 Deferred outflows of resources	
Deferred charge on refunding	<u>1,094,379</u>
	<u>1,094,379</u>
 Liabilities	
Accounts payable	10,471,370
Accrued payroll	22,177,786
Interest payable	5,687,976
Accrued liabilities	2,755,567
Advance - grants	2,837,491
Long-term liabilities, including claims payable	
Due within one year	41,654,868
Due in more than one year	476,585,995
Total liabilities	<u>562,171,053</u>
 Net Position	
Net investment in capital assets	312,942,740
Restricted for:	
Instruction and support services	11,911,677
Facilities and capital projects	32,701,407
Debt service	24,403,113
Self-insurance claims	45,230,277
Special education	8,568,239
Nutrition service	11,785,330
Federal and state grant programs	1,510,421
Unrestricted	<u>(10,164,684)</u>
Total net position	<u>\$ 438,888,520</u>

The accompanying notes are an integral part of the basic financial statements.

**Wichita Public Schools
Unified School District No. 259
Statement of Activities
For the Year Ended June 30, 2013**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					Total Governmental Activities
Instruction	\$ 310,436,796	\$ 1,993,694	\$ 155,809,810	\$ -	\$ (152,633,292)
Student and instructional support	70,466,957	108,400	34,180,131	4,145,271	(32,033,155)
Administration	39,567,265	-	5,665,666	-	(33,901,599)
Operations and maintenance	69,226,727	-	5,678,629	-	(63,548,098)
Student transportation service	26,044,801	-	18,409,832	-	(7,634,969)
Nutrition services	20,636,334	3,193,524	19,822,773	-	2,379,963
Interest on long-term debt	19,928,885	-	9,893,673	-	(10,035,212)
Total primary government	\$ 556,307,765	\$ 5,295,618	\$ 249,460,514	\$ 4,145,271	(297,406,362)
General revenues:					
Property taxes levied for:					
General purposes					110,710,176
Debt service					27,056,492
Capital outlay					13,927,348
State and federal aid not restricted to specific purposes					181,557,719
State aid received for debt service (principal)					5,608,500
Earnings on investments					279,178
Miscellaneous					1,598,306
Total general revenues					340,737,719
Change in net position					43,331,357
Net position-beginning					397,849,816
Prior period adjustment					(2,292,653)
Net position-ending					\$ 438,888,520

The accompanying notes are an integral part of the basic financial statements.

**Wichita Public Schools
Unified School District No. 259
Balance Sheet
Governmental Funds
June 30, 2013**

	General	Special Education	State Intervention (K-12)	Supplemental Grants - Federal	Bond Capital Projects	Capital Outlay	Bond and Interest	Nonmajor		Total
								Governmental	Funds	Governmental Funds
Assets:										
Cash, cash equivalents and investments	\$ 12,744,296	\$ 17,829,365	\$ 8,199,323	\$ 3,797,401	\$ -	\$ 33,737,655	\$ 29,008,382	\$ 26,776,349	\$	132,092,771
Restricted cash, cash equivalents and investments	-	-	-	-	63,499,751	-	2,000,141	-	-	65,499,892
Intergovernmental receivables	90,112	3,999,606	-	988,447	-	1,148,382	1,082,707	25,103	-	7,314,357
State aid receivable	33,440,658	-	-	-	-	-	-	-	-	33,440,658
Interest receivable	-	-	-	-	11,095	11,542	-	-	-	22,637
Inventory	935,247	-	-	-	-	-	-	1,252,555	-	2,187,802
Total assets	\$ 47,210,313	\$ 21,828,971	\$ 8,199,323	\$ 4,765,848	\$ 63,510,846	\$ 34,897,579	\$ 32,091,230	\$ 28,054,007	\$	240,558,117
Liabilities:										
Accounts payable	\$ 3,314,086	\$ 1,329,911	\$ 75,532	\$ 131,840	\$ 2,604,177	\$ 2,071,345	\$ -	\$ 857,119	\$	10,384,010
Accrued payroll	9,781,810	4,123,697	4,753,223	1,925,249	-	61,911	-	1,527,259	-	22,173,149
Advance - grants	547,421	-	-	2,225,425	-	64,166	-	479	-	2,837,491
Total liabilities	13,643,317	5,453,608	4,828,755	4,282,514	2,604,177	2,197,422	-	2,384,857	-	35,394,650
Deferred Inflows of Resources:										
Unavailable revenue - receivables	-	3,954,937	-	-	-	-	1,082,707	-	-	5,037,644
Total deferred inflows of resources	-	3,954,937	-	-	-	-	1,082,707	-	-	5,037,644
Fund Balances:										
Nonspendable	935,247	-	-	-	-	-	-	1,252,555	-	2,187,802
Restricted	1,527,850	12,420,426	3,370,568	483,334	60,906,669	32,700,157	31,008,523	24,416,595	-	166,834,122
Assigned	13,757,749	-	-	-	-	-	-	-	-	13,757,749
Unassigned	17,346,150	-	-	-	-	-	-	-	-	17,346,150
Total fund balances	33,566,996	12,420,426	3,370,568	483,334	60,906,669	32,700,157	31,008,523	25,669,150	-	200,125,823
Total liabilities, deferred inflows of resources and fund balances	\$ 47,210,313	\$ 21,828,971	\$ 8,199,323	\$ 4,765,848	\$ 63,510,846	\$ 34,897,579	\$ 32,091,230	\$ 28,054,007	\$	240,558,117

The accompanying notes are an integral part of the basic financial statements.

**Wichita Public Schools
Unified School District No. 259
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
June 30, 2013**

Amounts reported for governmental activities in the statement of net position are different because:

Total fund balance -- governmental funds		\$ 200,125,823
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		
Cost	\$ 956,561,894	
Accumulated Depreciation	<u>(256,669,488)</u>	699,892,406
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.		
General Obligation Bonds Payable	(438,985,000)	
Premium on Bonds Payable	(11,985,041)	
Discount on Bonds Payable	19,186	
Deferred Refunding on Bonds Payable.	1,094,379	
Accrued Interest Payable on the Bonds	(5,687,976)	
Early Retirement Program	(35,768,274)	
Compensated Absences	(11,098,000)	
Other Post Employment Obligations	(8,113,904)	
Environmental Liability	<u>(873,000)</u>	(511,397,630)
Medicaid accounts receivable is not considered available to liquidate liabilities of the current period, and are therefore deferred in the funds. However, it is recognized as revenue in the entity-wide statements as soon as the related service has been provided.		3,954,937
Interest expense subsidy receivable is not considered available to liquidate liabilities of the current period and is therefore deferred in the funds. However, it is recognized as revenue in the entity-wide statements as soon as the related service has been provided.		1,082,707
Internal service funds are used by management to charge the costs of certain activities, such as insurance, to individual funds. The assets and liabilities of internal service funds are included in governmental activities in the statement of net position.		<u>45,230,277</u>
Total net position -- governmental activities		<u>\$ 438,888,520</u>

The accompanying notes are an integral part of the basic financial statements.

Wichita Public Schools
Unified School District No. 259
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2013

	General	Special Education	State Intervention (K-12)	Supplemental Grants - Federal	Bond Projects	Capital Outlay	Bond and Interest	Nonmajor Governmental Funds	Total Governmental Funds
Revenues:									
Taxes	\$ 110,709,850	\$ -	\$ -	\$ -	\$ -	\$ 13,927,348	\$ 27,056,492	\$ 326	\$ 151,694,016
Intergovernmental - State	190,814,940	42,635,958	72,091,073	-	-	-	10,758,658	46,239,107	362,539,736
Intergovernmental - Federal	-	14,210,932	-	35,884,262	-	3,188,691	-	19,233,123	72,517,008
Interest expense subsidy - Federal	-	-	-	-	-	-	-	-	4,743,515
Charges for services	466,743	-	77,052	-	-	-	-	4,751,823	5,295,618
Earnings on investments	456	-	-	-	79,578	80,970	28,575	19,306	208,885
Other	1,336,583	38,439	-	-	-	-	-	223,284	1,598,306
Contributions	662,265	-	-	-	-	956,580	-	60,582	1,679,427
Total revenues	303,990,837	56,885,329	72,168,125	35,884,262	79,578	18,153,589	42,587,240	70,527,551	600,276,511
Expenditures:									
Current:									
Instruction	108,802,828	58,503,678	70,636,361	18,177,071	-	-	-	48,711,463	304,831,401
Student and instructional support	26,875,926	22,965,435	993,452	14,780,320	-	-	-	6,301,477	71,916,610
Administration	31,776,408	2,502,048	1,022,938	1,088,247	-	-	-	3,660,325	40,049,966
Operations and maintenance	61,475,088	4,329,993	304,707	1,223,420	-	-	-	3,978,476	71,311,684
Student transportation service	16,353,051	10,168,206	-	21,655	-	-	-	102,620	26,645,532
Nutrition services	3,928	-	-	467,499	-	-	-	22,865,659	23,337,086
Sub-total current expenditures	245,287,229	98,469,360	72,957,458	35,758,212	-	-	-	85,620,020	538,092,279
Facility acquisition and construction service	118,481	-	-	-	42,846,756	28,281,051	-	27,033	71,273,321
Debt Service:	-	-	-	-	-	-	42,595,000	-	42,595,000
Principal retirement	-	-	-	-	-	-	22,084,519	-	22,084,519
Interest	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	190,630	-	190,630
Total expenditures	245,405,710	98,469,360	72,957,458	35,758,212	42,846,756	28,281,051	64,870,149	85,647,053	674,235,749
Excess (deficiency) of revenues over (under) expenditures	58,585,127	(41,584,031)	(789,333)	126,050	(42,767,178)	(10,127,462)	(22,282,909)	(15,119,502)	(73,959,238)
Other financing sources (uses):									
Refunding bond issuance	-	-	-	-	-	-	22,930,000	-	22,930,000
Premium on bond issuance	-	-	-	-	-	-	3,170,002	-	3,170,002
Sale of property	-	-	-	-	-	1,716,015	-	-	1,716,015
Transfers in	1,291,295	38,487,683	191,080	-	-	5,638,972	-	13,020,925	58,629,955
Transfers out	(61,848,647)	(177,527)	-	-	-	-	-	(1,113,768)	(63,139,942)
Total other financing sources (uses)	(60,557,352)	38,310,156	191,080	-	-	7,354,987	26,100,002	11,907,157	23,306,030
Net change in fund balances	(1,972,225)	(3,273,875)	(598,253)	126,050	(42,767,178)	(2,772,475)	3,817,093	(3,212,345)	(50,653,208)
Fund balances at beginning of year	35,664,847	15,694,301	3,968,821	357,284	103,673,847	35,472,632	27,191,430	28,359,121	250,382,283
Change in reserve for inventory	(125,626)	-	-	-	-	-	-	522,374	396,748
Fund balances at end of year	\$ 33,566,996	\$ 12,420,426	\$ 3,370,568	\$ 483,334	\$ 60,906,669	\$ 32,700,157	\$ 31,008,523	\$ 25,669,150	\$ 200,125,823

The accompanying notes are an integral part of the basic financial statements.

Financial Section

Wichita Public Schools Unified School District No. 259 Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities For the Year Ended June 30, 2013

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances -- total governmental funds		\$ (50,653,208)
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeded the amount of assets capitalized in the current period.		
Depreciation expense	\$ (16,243,638)	
Capital assets capitalized	<u>91,478,246</u>	75,234,608
In the statement of activities, the loss on impairment of capital assets is reported.		(2,175,401)
In the statement of activities, the gain or loss from the sale of capital assets is reported, whereas in the governmental funds, only any proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balances by the cost of capital assets sold.		(2,785,605)
Revenues reported in the funds that do not provide current financial resources are reported as revenues in the statement of activities.		(707,982)
Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position.		(22,930,000)
Bond premium proceeds provide current financial resources to governmental funds, but do not increase long-term liabilities in the statement of net position.		(3,170,002)
Deferred refunding on bonds payable decrease the current financial resources to governmental funds but do not decrease long-term liabilities in the statement of net position.		(288,392)
The amortization of bond premiums and discounts decrease the long term liabilities in the statement of net position but does not provide current financial resources to the governmental funds.		2,350,230
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.		
General obligation bonds	16,695,000	
Refunded bonds	25,900,000	
Special assessments	<u>405,540</u>	43,000,540
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.		93,796
In the statement of activities, certain operating expenses -- compensated absences, early retirement benefits, and arbitrage liabilities -- are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). This year, the following differences were noted:		
Compensated absences earned exceeded benefits paid	334,000	
Early retirement benefits paid exceeded benefits earned	3,719,433	
Environmental liabilities incurred exceeded amounts paid	<u>411,729</u>	4,465,162
Internal service funds are used by management to charge the costs of certain activities, such as insurance, to individual funds. The net revenue (expense) of certain internal service funds is reported with governmental activities.		3,628,899
In the statement of activities, a liability is accrued for other post employment benefits, whereas in governmental funds, other post employment benefits expenditure is reported when paid.		(3,128,036)
In the statement of activities, consumption of inventory is reported as an expense, whereas in governmental funds, changes in inventory are adjustments to fund balance.		<u>396,748</u>
Change in net position of governmental activities		<u>\$ 43,331,357</u>

The accompanying notes are an integral part of the basic financial statements.

**Wichita Public Schools
Unified School District No. 259
Statement of Net Position
Proprietary Funds
June 30, 2013**

	Internal Service Funds
Assets:	
Current assets:	
Cash, cash equivalents and investments	\$ 59,514,777
Total current assets	<u>59,514,777</u>
Liabilities:	
Current liabilities:	
Accrued liabilities	2,843,033
Accrued salaries	4,637
Current portion - claims payable	<u>6,128,901</u>
Total current liabilities	<u>8,976,571</u>
Noncurrent liabilities	
Long-term claims payable	<u>5,307,929</u>
Total liabilities	<u>14,284,500</u>
Net Position:	
Total net position restricted for self-insurance claims	<u><u>\$ 45,230,277</u></u>

The accompanying notes are an integral part of the basic financial statements.

**Wichita Public Schools
Unified School District No. 259
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the Year Ended June 30, 2013**

	Internal Service Funds
Operating revenues:	
Charges for services	\$ 55,698,731
Total operating revenues	<u>55,698,731</u>
Operating expenses:	
Contractual services	<u>56,650,113</u>
Total operating expenses	<u>56,650,113</u>
Operating income (loss)	<u>(951,382)</u>
Nonoperating revenues:	
Interest	<u>70,294</u>
Total nonoperating revenues	<u>70,294</u>
Income (loss) before transfers	(881,088)
Transfers in	<u>4,509,987</u>
Change in net position	3,628,899
Total net position-beginning of year	<u>41,601,378</u>
Total net position-end of year	<u><u>\$ 45,230,277</u></u>

The accompanying notes are an integral part of the basic financial statements.

**Wichita Public Schools
Unified School District No. 259
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2013**

	Internal Service Funds
Cash flows from operating activities:	
Cash received from services	\$ 55,698,731
Cash payments for claims	(53,337,999)
Net cash flow from operating activities	<u>2,360,732</u>
Cash flows from non-capital financing activities:	
Transfers from other funds	<u>4,509,987</u>
Net cash flow from non-capital financing activities	<u>4,509,987</u>
Cash flows from investing activities:	
Interest on investments	<u>70,294</u>
Net cash flow from investing activities	<u>70,294</u>
Net change in cash and cash equivalents	6,941,013
Cash and cash equivalents-beginning of the year	<u>52,573,764</u>
Cash and cash equivalents-end of the year	<u><u>\$ 59,514,777</u></u>
 Reconciliation of operating income to net cash flow from operating activities:	
Operating income (loss)	\$ (951,382)
Adjustments to reconcile operating income (loss) to net cash flow from operating activities:	
Change in accrued liabilities	2,751,186
Change in claims payable	<u>560,928</u>
Net cash flow from operating activities	<u><u>\$ 2,360,732</u></u>

The accompanying notes are an integral part of the basic financial statements.

**Wichita Public Schools
Unified School District No. 259
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2013**

	Employee Benefit Trust Funds	Agency Funds
Assets:		
Cash and cash equivalents	\$ 7,370,062	\$ 5,574,550
Certificates of deposit	14,700,000	-
Employer contributions receivable	2,755,567	-
Interest receivable	2,540	-
Total assets	<u>24,828,169</u>	<u>5,574,550</u>
Liabilities:		
Due to others	-	5,574,550
Total liabilities	<u>-</u>	<u>5,574,550</u>
Net Position:		
Held in trust for other employee benefits	<u>24,828,169</u>	<u>-</u>
Total net position	<u><u>\$ 24,828,169</u></u>	<u><u>\$ -</u></u>

The accompanying notes are an integral part of the basic financial statements.

**Wichita Public Schools
Unified School District No. 259
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended June 30, 2013**

	Employee Benefit Trust Funds
Additions:	
Employer contributions	\$ 19,259,863
Retiree contributions	3,057,199
Interest income	8,860
Total additions	<u>22,325,922</u>
Deductions:	
Benefits	21,891,414
Administration	249,395
Total deductions	<u>22,140,809</u>
Change in net position	185,113
Net position - beginning of year	<u>24,643,056</u>
Net position - end of year	<u><u>\$ 24,828,169</u></u>

The accompanying notes are an integral part of the basic financial statements.

**WICHITA PUBLIC SCHOOLS
UNIFIED SCHOOL DISTRICT NO. 259**

NOTES TO THE FINANCIAL STATEMENTS

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**WICHITA PUBLIC SCHOOLS
UNIFIED SCHOOL DISTRICT NO. 259**

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2013

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Wichita Public Schools, Unified School District No. 259, (District) is organized under the laws of the State of Kansas (Kansas) and is governed by an elected seven-member board. Accounting principles generally accepted in the United States of America (GAAP) require these financial statements present the District (the primary government) and its component units. There are no component units for which the District is considered to be financially accountable.

B. Government-wide and Fund Financial Statements

Government-wide Financial Statements – The statement of net position and the statement of activities report information on all of the nonfiduciary activities of the primary government.

The effect of interfund activity has been eliminated from these statements unless immaterial.

The statement of net position presents the financial condition of the governmental activities of the District at year-end. The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include: 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Fund Financial Statements – The fund financial statements include separate financial statements that are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements. Nonmajor funds are aggregated and presented in a single column.

Expenditures in the financial statements are grouped by function. Following are descriptions of the District's functions.

Instruction – Activities dealing directly with the interaction between teachers and students, and contracted instructional services.

Student and Instruction Support – Activities designed to assess, improve the well-being of students, supplement the teaching process, and assist the instructional staff with learning experiences for students. Includes student attendance, social work, student substance abuse assistance, nursing, psychology, speech pathology, audiology, curriculum improvement, counseling and guidance services, and library and media costs.

Administration – Activities concerned with establishing and administering policy for the operation of the school district. Includes only Board of Education support staff, special education central-office costs, community relations, school administration, staff relations/union negotiations, the superintendent's staff, assistant superintendents, area directors, and the superintendent.

Operations and Maintenance – Activities concerned with the recruitment, hiring, and paying of staff. Includes the budgeting, purchasing, paying for, distributing, exchanging, and warehousing of goods and services. Also includes the Chief Financial Officer and business support costs such as printing and duplication, fiscal services, budgeting, payroll, and financial accounting. Includes other instructional and supporting services such as planning, research, development, evaluation, information, and data processing, in addition to, other supplemental services such as operations, maintenance, and security of schools and central office buildings including heating, lighting, ventilation, repair and maintenance of facilities, plus care and upkeep of grounds, equipment, and vehicles.

Student Transportation Services – Activities concerned with conveying students to and from school, as provided by State and Federal law, as well as District policy. This includes trips between home and school, and trips to and from school activities.

Nutrition Services – Activities concerned with providing food to students and staff in a school or local education agency. This service area includes preparing and serving regular and incidental meals, lunches, or snacks in connection with school activities and food delivery.

Facility Acquisition and Construction Service – Activities concerned with acquiring land and buildings, remodeling buildings, constructing buildings, additions to buildings, initially installing or extending service systems and other built-in equipment, and improving sites.

Debt Service – Servicing the debt of the local education agency, including payments of both principal and interest.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Government-Wide Financial Statements – The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements, except for agency funds, which have no measurement focus. All assets and liabilities associated with the operation of the District are included on the statement of net position. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the budget year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Fund Financial Statements – Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

State aid is considered to be susceptible to accrual and so has been recognized as revenue of the current period. Entitlements are recorded as revenue when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source. Expenditure-driven grants are recognized as revenues when the qualifying expenditures have been incurred and all other grant requirements have been met. Other receipts become measurable and available when cash is received by the government and is recognized as revenue at that time.

The District reports the following major governmental funds:

General fund – this is the District's primary operating fund.

Special Education – used to account for programs which deliver educational services to special needs students. The primary revenues supporting this fund are from restricted federal grants and state aid restricted for this purpose.

State Intervention (K-12) – used to account for programs for the District's population by providing educational opportunities and instructional services to assist in closing the achievement gap. The primary revenues supporting this fund are from state aid restricted for this purpose.

Supplemental Grants – Federal – used to account for revenue and expenditures of programs administered in accordance with Federal grants awarded to the District.

Bond Capital Projects – used to account for the acquisition or construction of major capital facilities funded from general obligation bond proceeds.

Capital Outlay – used to account for the acquisition and construction of major capital facilities other than those financed from general obligation bond proceeds.

Bond and Interest – used for payment of principal and interest on the District's general obligation bonds when such bonds are outstanding.

Additionally, the District reports the following fund types:

Internal Service funds – these funds account for the District's self-insurance programs provided to other departments or agencies of the government, on a cost reimbursement basis.

Fiduciary funds – the District has three agency funds which are used to account for assets held by the District as an agent for others. The funds include assets held for activities such as student organizations and athletics, funds held for employee payroll withholdings and flexible spending accounts. They are custodial in nature, and do not involve measurement of results of operations.

The District also has two employee benefit trust funds to account for activities related to the District's other post-employment healthcare plan, and its early retirement incentive plan. The trusts accumulate resources for payment of benefits to qualified employees under each plan.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the District's internal service funds are charges for insurance services. Operating expenses for

internal service funds include the cost of services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the District's policy to use unrestricted resources first, then restricted resources as they are needed.

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position

1. Deposits and Investments

K.S.A. 12-1667 authorizes the District to invest moneys not regulated by other statutes in time deposits, repurchase agreements consisting of obligations insured by the U.S. government or any agency thereof, U.S. Treasury bills or notes with maturities not exceeding two years, and the Kansas Municipal Investment Pool. Investments are reported at fair value based on quoted market prices.

The investments of proceeds of long-term debt are governed by specific statutes and authorize the District to invest in the following:

- Investments authorized by K.S.A. 12-1675
- Direct obligations of the U.S. government or any other agency thereof
- Money market funds comprised entirely of obligations of the U.S. Treasury and agencies thereof
- Obligations of any municipality of Kansas
- Investment agreements with a financial institution rated in the three highest rating categories by Moody's or Standard and Poor's.

Cash resources of the individual funds (except for the proceeds of general obligation bonds, which are separately invested) are combined to form a pool of cash and temporary investments that are managed by the District Treasurer. Investments of the pooled accounts consist primarily of certificates of deposits. Interest income earned is allocated to various funds based upon statutory requirements. Restricted cash and investments include the unspent proceeds from general obligation bond issues.

For purposes of the statement of cash flows, the District considers all investments by fund in the District's cash and investment pool to be cash equivalents.

2. Receivables

Taxes are assessed on a calendar-year basis and become a lien on the property on November 1 of each year. The County Treasurer is the tax collection agent for all tax entities within the county. Property owners have the option of paying one-half or the full amount of the taxes levied on or before December 20 during the year levied with the balance to be paid on or before May 10 of the ensuing year. Tax installments paid to the County Treasurer in May are budgeted to finance the current year's operations and are distributed to the District prior to fiscal year end.

State statutes provide that in the month of June of each school year, payment (from the State to District) shall be made of the full amount of the general state aid for the year. The State did not make the final state aid payment of \$33,440,658 for the fiscal year ended June 2013 until July 2013. The District was instructed by the State to record the final payment as though it had been received on June 30, 2013. This receipt was recorded for the budgetary basis; however it was recorded as a receivable by the General and Supplemental General Funds for the government-wide and fund financial statements.

3. *Inventories*

Inventories of supplies are stated at cost using the standard cost method. Inventories in the general fund consist of educational and maintenance supplies. Inventories in the special revenue funds are food supplies. The purchase method is used to account for governmental fund type inventories. Under the purchase method, inventories are recorded as expenditures when purchased; however, material amounts of inventories are reported as assets of the respective fund. Reported inventories in these funds are equally offset by the nonspendable fund balance category, which indicates they are unavailable for appropriation even though they are a component of reported assets. Textbooks are expensed at the time of purchase and equally offset by the textbook rental fund. On hand quantities of textbooks are tracked internally, and a replacement value for textbooks is established using the "purchasing list price" of the textbook multiplied by the on hand quantity.

4. *Capital Assets*

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position, but are not reported in the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their estimated fair values as of the date received. The District maintains a capitalization threshold of \$2,000 for regular capital assets, \$100,000 for special assessments and \$1,000,000 for other intangibles. The District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized. All reported capital assets except land are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

Asset Class	Estimated Useful Lives
Buildings	40-50 years
Building Improvements	5-30 years
Land Improvements	10-30 years
Machinery and Equipment	5-20 years
Intangibles	20-50 years

5. *Compensated Absences*

The District annually grants employees temporary leave, the amount of which varies with the classification of the employee. All vacation days accrue monthly. As of June 30 each year, vacation in excess of 40 days is converted to temporary leave for purposes of any future severance pay computation. Temporary leave, which consists primarily of sick and personal leave, is allowed to accrue without limit. Upon separation from the District, unused accrued vacation leave up to 20 days is paid on the basis of current salary. An employee who dies or who retires or resigns honorably after reaching age 55 or completing 5 years of employment is eligible for a severance payment. The severance payment is paid at a rate of \$3.75 per unused accrued temporary leave hour and unused accrued vacation leave hours in excess of 20 days. All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

6. *Long-Term Obligations*

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

7. *Deferred Inflows of Resources/Deferred Outflows of Resources*

Effective July 1, 2012, the District implemented the provisions of GASB Statement No. 63 Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources and Net Position and GASB Statement No. 65 Items Previously Reported as Assets and Liabilities. GASB 63 provides guidance for reporting deferred outflows and deferred inflows of resources and GASB 65 provides additional guidance on reclassifying, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities. A deferred outflow of resources is the consumption of net position that is applicable to a future reporting period. A deferred inflow of resources is defined as an acquisition of net position applicable to a future reporting period. The District identified certain financial statement balances that met the definition of a deferred outflow of resources or a deferred inflow of resources. These items were reclassified as deferred outflows of resources or deferred inflows of resources, as applicable. Additionally, the term "net assets" was replaced with the term "net position".

Prior Period Adjustment. In addition to the reclassifications described above, GASB 65 requires bond issuance costs to be expensed when incurred rather than being reported as deferred charges and amortized over the term of the related debt. This adjustment resulted in a \$2,292,653 decrease to net position as of July 1, 2012 and \$190,630 of debt issuance costs incurred for the year ended June 30, 2013 were recorded as expense rather than being deferred.

8. *Fund Equity*

As prescribed by GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, governmental funds report fund balance classifications based primarily on the extent to which the District is bound to honor constraints on the specific purposes for which amounts in the funds can be spent.

In the governmental funds, equity is shown as fund balance and classified into five components:

- (1) Nonspendable: Assets that are not in spendable form (such as inventory).
- (2) Restricted: Amounts with externally imposed constraints, such as those mandated by creditors, grantors, contributors, or laws and regulations. Such constraint is binding unless modified or rescinded by the applicable external body, laws or regulations.
- (3) Committed: Amounts with a purpose formally imposed by resolution of the Board of Education; binding unless modified or rescinded by the Board of Education.

- (4) Assigned: The Board of Education adopted board policy P3414 authorizing the Board of Education or Chief Financial Officer to assign fund balance. Encumbrances shall be considered assigned unless they specifically meet the requirements to be restricted or committed.
- (5) Unassigned: All amounts not included in the other classifications.

The District considers unrestricted amounts to be spent prior to restricted amounts when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. When expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used (committed, assigned or unassigned), the District considers committed amounts to be spent first, followed by assigned and then unassigned amounts.

9. *Net Position*

Net position represents the difference between assets and liabilities. *Net investment in capital assets*, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position is reported as *restricted* when there are limitations imposed on the use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Restricted resources are used first to fund appropriations.

10. *Estimates*

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect: (1) the reported amounts of assets and liabilities, (2) disclosures such as contingencies, and (3) the reported amounts of revenues and expenses included in such financial statements. Actual results could differ from those estimates.

II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

Kansas statutes require budgets be adopted for all funds, unless exempted by a specific statute. The statutes provide for the following sequence and timetable in the adoption of the legal budget.

1. Preparation of the budget for the current fiscal year on or before August 1.
2. Publication in local newspaper of the proposed budget and notice of hearing on the budget on or before August 5.
3. Public hearing on or before August 15, but at least 10 days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25.

Kansas statutes allow school districts to operate from July 1 to August 25 without an adopted budget. Kansas statutes also dictate the level of the general fund budget based on a formula that used \$3,838 per full-time equivalent weighted student as of September 20. Because the number of students as of September 20 of the budget year was not known at the time of budget adoption, an estimated number was used. If the estimate is too low, the Board of Education is allowed by statute to increase the general fund budget to the actual amount after following the procedures for publication and public hearing as outlined above. For the current year, the estimated general fund budget was too low due to an increase in low income and non-English speaking students.

Kansas statutes limit the supplemental general fund budget to a percentage of the general fund budget. However, once adopted, the supplemental general fund budget may not be increased. For the year ended June 30, 2013, the adopted supplemental general fund budget was not changed.

The District's legal level of budget control is at the fund level. Kansas statutes allow for the governing body to increase the original adopted budget for previously unbudgeted increases in revenue other than ad valorem 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 the publication, the hearing may be held and the governing body may amend the budget at that time.

Kansas statutes permit transferring budgeted amounts from one object or purpose to another within the same fund; however, such statutes prohibit creating expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Management may amend the amount of a specific object or purpose appropriation without obtaining authorization from the Board of Education providing the amendments or transfers do not create a total budgeted expenditure amount for a specific fund in excess of the amount originally adopted by the Board of Education.

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. Encumbrances are commitments for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. All unencumbered appropriations (legal budget expenditure authority) lapse at year-end. Encumbered appropriations are not reappropriated in the ensuing year's budget but are carried forward until liquidated or canceled. Accordingly, the data presented in the budgetary comparison statements differ from the data presented in the financial statements prepared in accordance with GAAP.

A legal operating budget is not required for the internal service funds, the agency funds and the following funds:

General fund subfunds:

- Supplemental grants – state and local
- Contingency reserve

Special revenue funds:

- Athletic activity
- Student material revolving
- Supplemental grants - federal
- Textbook rental
- Music rental

Capital project funds:

- Bond capital projects

The spending in funds which are not subject to legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the Board. The State of Kansas allows spending above legal operating budgets by amounts received from unbudgeted grants and reimbursements.

During 2012, the Legislature of the State of Kansas extended a bill allowing school districts, for the school year 2012-2013, to expend the unencumbered balance of the moneys held in various funds, subject to certain limitations outlined in the bill. Unencumbered cash balances in the following funds may be used: Special Education, State Intervention (K-12), 4-Year Old State Intervention, Bilingual Education, Contingency Reserve, Driver Education, Parents as Teachers, Professional Development,

Summer School, Textbook Rental, Athletic Activity, Music Rental, Student Material Revolving, Virtual Education, and Vocational Education. 100% of unencumbered cash balances may be used from these fifteen funds, except for the Special Education, Textbook Rental, Athletic Activity, Music Rental and Student Material Revolving funds, from which only one-third of the balances may be used. Additionally, the amount of money expended by a district in the school year 2012-2013 from unencumbered cash balances shall not exceed, in the aggregate, an amount determined by the state board of education based on a district's enrollment multiplied by the difference between \$4,012 and the prior year's base state aid per pupil of \$3,780. Based on this calculation, the maximum amount the District could have spent for 2012-2013 from these unencumbered cash balances was \$17,946,775. The District actually spent \$2,014,910.

During 2012, the Legislature of the State of Kansas extended this bill for the school year 2013-2014. The amount of money expended by the district in the school year 2013-2014 from unencumbered cash balances shall not exceed, in the aggregate, an amount determined by the state board of education based on a district's enrollment multiplied by the difference between \$4,012 and the base state aid per pupil of \$3,838. For 2013-2014, the maximum amount the District can spend from these unencumbered cash balances is \$18,448,875. The board did not approve any spending under this bill.

III. DETAILED NOTES ON DISTRICT ACCOUNTS

A. Deposits and Investments

Custodial Credit Risk. For deposits and investments, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. As of June 30, 2013, District deposits were not exposed to custodial credit risk since all were either covered by federal depository insurance or the collateral was held by the District's agent in the District's name.

The District does not have a formal policy regarding custodial credit risk, though it follows Kansas statutes, which require that deposits be secured 100%, and investments be perfected in the name of the investing entity and be delivered to a third-party custodian. All District investments were not exposed to custodial credit risk as they were being held by the proper third party custodian.

Credit Risk. State law limits the types of investments that the District may make (see Note I.D.1). The District's investment policy does not add any further limitations. As of June 30, 2013, the securities underlying the District's repurchase agreements include FNMA government agency securities. All were rated AA+ by Standard & Poor's and AAA by Moody's Investors Service as of June 30, 2013.

Concentration of Credit Risk. State statutes place no limit on the amount the District may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405. The District did not have any concentrations of investments as of June 30, 2013.

Interest Rate Risk. State law and the District's investment policy limit investments in U.S. Treasury bills or notes to those with maturities not exceeding two years. District policy also states that portfolio maturities shall be staggered in a way that avoids undue concentration of assets in a specific maturity sector, and that the investment portfolio shall remain sufficiently liquid to enable the District to meet all operating requirements which might reasonably be anticipated.

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As of June 30, 2013, the District had the following investments and maturities:

Investment Type	Investment maturities (in Years)		
	Fair Value	Less than 1	1-5
Repurchase agreements	\$ 11,000,000	\$ 11,000,000	\$ --
U.S. Treasury Bills	15,035,438	15,035,438	--
Kansas Municipal Investment Pool	150	150	--
Treasury obligation mutual bond funds	14,730,846	14,730,846	--
Total	<u>\$ 40,766,434</u>	<u>\$ 40,766,434</u>	<u>\$ --</u>

Deposits and investments at June 30, 2013 appear in the financial statements as summarized below:

Carrying amount of deposits	\$ 243,985,618
Carrying amount of investments	<u>40,766,434</u>
Total	<u>\$ 284,752,052</u>
Cash and investments - governmental funds, balance sheet	\$ 197,592,663
Cash and investments - internal service funds, statement of net position	<u>59,514,777</u>
Cash and investments - governmental activities statement of net position	257,107,440
Cash and investments - fiduciary funds	<u>27,644,612</u>
Total	<u>\$ 284,752,052</u>

B. Capital Assets

Capital asset activity for the year ended June 30, 2013 was as follows:

	Balance July 1, 2012	Increases	Decreases	Balance June 30, 2013
Governmental activities:				
Capital assets, not being depreciated:				
	\$	\$	\$	\$
Land	21,475,732	1,292,153	65,835	22,702,050
Construction in progress	139,705,309	65,691,970	173,148,043	32,249,236
Total capital assets, not being depreciated	<u>161,181,041</u>	<u>66,984,123</u>	<u>173,213,878</u>	<u>54,951,286</u>
Capital assets, being depreciated:				
Buildings and improvements	665,258,181	185,133,705	15,696,847	834,695,039
Machinery and equipment	28,640,089	3,542,349	2,598,822	29,583,616
Land improvements	27,387,133	7,624,231	536,922	34,474,442
Intangibles	1,515,630	1,341,881	--	2,857,511
Total capital assets being depreciated	<u>722,801,033</u>	<u>197,642,166</u>	<u>18,832,591</u>	<u>901,610,608</u>
Less accumulated depreciation for:				
Buildings and improvements	227,163,124	12,639,363	11,236,383	228,566,104
Machinery and equipment	17,465,339	2,292,676	2,406,260	17,351,755
Land improvements	9,734,805	1,182,132	294,775	10,622,162
Intangibles	--	129,467	--	129,467
Total accumulated depreciation	<u>254,363,268</u>	<u>16,243,638</u>	<u>13,937,418</u>	<u>256,669,488</u>
Total capital assets, being depreciated, net	<u>468,437,765</u>	<u>181,398,528</u>	<u>4,895,173</u>	<u>644,941,120</u>
Governmental activities capital assets, net	<u>\$ 629,618,806</u>	<u>\$ 248,382,651</u>	<u>\$ 178,109,051</u>	<u>\$ 699,892,406</u>

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:	
Instruction	\$ 14,818,971
Student and Instructional Support	43,727
Administration	17,789
Operations and Maintenance	1,122,675
Transportation	11,720
Nutrition Service	228,756
Total depreciation expense – governmental activities	<u>\$ 16,243,638</u>

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Instruction program expenses include an impairment loss of \$2,175,401 due to the change in use of certain facilities from education to storage or other uses.

C. Long-Term Debt

Long-term liability activity for the year ended June 30, 2013 was as follows:

	Balance June 30, 2012	Additions	Reductions	Balance June 30, 2013	Due within one year
General obligation bonds	\$ 458,650,000	\$ 22,930,000	\$ 42,595,000	\$ 438,985,000	\$ 17,215,000
Special assessment taxes payable	405,540	--	405,540	--	--
Early retirement program	39,487,707	12,936,917	16,656,350	35,768,274	15,030,737
Compensated absences	11,432,000	16,009,000	16,343,000	11,098,000	626,000
Premium on bonds	11,167,693	3,170,002	2,352,654	11,985,041	2,352,654
Discount on bonds	(21,610)	--	(2,424)	(19,186)	(2,424)
Environmental liability	1,284,729	--	411,729	873,000	304,000
Claims payable	10,875,902	47,949,377	47,388,449	11,436,830	6,128,901
OPEB	4,985,868	5,945,916	2,817,880	8,113,904	--
Total	\$ 538,267,829	\$ 108,941,212	\$ 128,968,178	\$ 518,240,863	\$ 41,654,868

Compensated absences and the early retirement program are liquidated by the fund where each employee's regular salary is charged (primarily the General Fund and various special revenue funds). The arbitrage liability was liquidated with funds from the Bond Capital Outlay Fund. The environmental liability will be liquidated primarily with funds from the Special Liability Expense Fund. The OPEB liability will be liquidated by the Retiree Health Benefits Trust Fund as discussed in Note IV.F.

General Obligation Bonds. On September 15, 2002, the District issued \$94,830,000 of general obligation bonds with interest rates ranging from 2.50% to 5.00%, due in October 2018. All maturities from the 2002 series have been called, redeemed, or refunded.

On May 27, 2009, the District issued \$58,760,000 in General Obligation Refunding and School Building Bonds with interest rates with an average yield of 3.35% due October 1, 2021, and \$132,500,000 in Taxable General Obligation School Building bonds (Build America Bonds), with a taxable interest rate of 6.22% (32% of interest cost is subsidized by the federal government) due October 1, 2028. The bond proceeds will be used to construct, furnish, and equip new school facilities and make additions and improvements to existing school facilities throughout the District. The debt service requirements for general obligation bonds will be paid with future property tax revenues.

On December 15, 2009, the District issued \$32,000,000 in General Obligation School Building Bonds (Qualified School Construction – Tax Credit Bonds), with a federal bond holder tax credit rate of 5.90% and a District funded supplemental coupon of 1.35% due September 15, 2026, and \$3,350,000 in General Obligation Refunding Bonds with interest rates from 2 – 2.5% due October 1, 2011. The bond proceeds will be used to fund certain school building improvement projects throughout the District. The debt service requirements for general obligation bonds will be paid with future property tax revenues. The Qualified School Construction bonds are not subject to optional or mandatory sinking fund redemption prior to their stated maturity date. However, the District is required to set aside deposits for payment of the bonds, in annual amounts of \$2,000,000 beginning September 15, 2012. Such funds will be applied to payment of the principal amount of the bonds at maturity. As of June 30, 2013, this sinking fund had a balance of \$2,000,141, which is recorded as restricted cash in the Bond and Interest Fund.

On March 3, 2010, the District issued \$6,450,000 in General Obligation Refunding Bonds, with interest rates from 2 – 4% and an average yield of 1.84% due October 1, 2015, and \$100,000,000 in Taxable General Obligation School Building Bonds (Build America Bonds), with taxable interest rates from 5.10 – 5.39% (32% of interest costs is subsidized by the federal government) due October 1, 2025. The debt proceeds will be used to construct, furnish, and equip new school facilities and make additions and improvements to existing school facilities throughout the District. The debt service requirements for general obligation bonds will be paid with future property tax revenues.

Current Refunding. On September 1, 2012, the District issued \$22,930,000 in General Obligation Refunding Bonds, with interest rates from 3 – 5 % and an average yield of 1.21% due October 1, 2018. The bond proceeds will be used to refund \$25,900,000 of Series 2002 bonds. The District completed the transaction to reduce its total debt service payments by \$1,866,243 and to obtain an economic gain (difference between the present value of the old and new debt service payments) of \$1,594,079.

Annual debt service requirements to maturity for general obligation bonds are as follows:

<u>Year Ended June 30,</u>	<u>Principal</u>	<u>Interest</u>
2014	\$ 17,215,000	\$ 21,330,783
2015	19,450,000	20,511,558
2016	20,775,000	19,630,667
2017	21,915,000	18,725,126
2018	22,505,000	17,806,313
2019 – 2023	82,625,000	76,200,950
2024 – 2028	231,600,000	40,725,360
2029 – 2033	22,900,000	712,190
Total	<u>\$ 438,985,000</u>	<u>\$ 215,642,947</u>

Early Retirement Incentive Program. At the discretion of the Board of Education, the District offers a voluntary early retirement incentive program. The District follows GASB 47, *Accounting for Termination Benefits*, in recognizing and reporting the liability related to the early retirement incentive. Eligible employees are those who have been employed by the District in a permanent position for 15 or more years, are at least age 50 when they retire, and have an effective hire date prior to July 1, 1996. Benefits at attaining age 60 are based on the retiree's final average salary used by the Kansas Public Employees Retirement System (KPERs), a 1.4% multiplier for all years of participating service credit with KPERs, and the total number of years of credited KPERs service (excluding any purchased or repurchased years), paid in not more than 60 monthly payments. The benefits also include an amount equal to the amount of the social security benefit the retiree would have been eligible to receive if the employee were age 62, paid in not more than 24 monthly payments. This benefit will be reduced by 5% for each year by which the employee's years of qualified service are less than 20. At year-end, there are 612 retirees receiving benefits, and another 82 eligible retirees that have not yet started receiving benefits.

For the year ended June 30, 2013, the District paid \$16,328,375 in benefits. The liability for the early retirement program includes the expected cash outflows related to future benefit payments, discounted at 4.50%.

This program is primarily funded on a pay-as-you-go basis, with costs expended as paid. In June 2011, the District established an employee benefit grantor revocable trust for employer contributions that will be used to fund benefits paid under the program. The District made an initial contribution of \$13,363,566 in June 2011. Effective January 1, 2012, the trust was changed to become a qualified

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irrevocable trust under Section 401(a) of the Internal Revenue Code. Since trust assets are to be retained for the exclusive benefit of participants under the new trust, assets held in the trust as of June 30, 2013 were recorded as a reduction to the liability and additional contributions made during 2013 are included with "Reductions" on the Long-Term Debt table at the beginning of this section. Contributions will continue to be made on a pay-as-you-go basis, and any additional employer contributions to the trust are at the sole discretion of the District.

D. Interfund Transfers

A summary of interfund transfers by fund type for the year ended June 30, 2013 is as follows:

	Transfer to:						Total
	General	Special Education	State Intervention	Capital Project	Nonmajor Governmental	Internal Service	
Transfer from:							
General fund	\$ --	\$ 38,487,683	\$ 191,080	\$ 5,638,972	\$ 13,020,925	\$ 4,509,987	\$ 61,848,647
Special Education fund	177,527	--	--	--	--	--	177,527
Nonmajor Governmental fund	1,113,768	--	--	--	--	--	1,113,768
Total	\$ 1,291,295	\$ 38,487,683	\$ 191,080	\$ 5,638,972	\$ 13,020,925	\$ 4,509,987	\$ 63,139,942

Transfers are used primarily to move revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. The transfers from the Special Education and Nonmajor Governmental Funds to the General Fund were done in accordance with House Bill 2261, which provided for certain unencumbered cash balances to be used in support of General Fund expenditures.

E. Fund Balances

A summary of the components of fund balance, by purpose, is as follows:

	General	Special Education	State Intervention	Supplemental Grants - Federal	Bond Capital Projects	Capital Outlay	Bond and Interest	Nonmajor Governmental	Total
Nonspendable:									
Inventory	\$ 935,247	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ 1,252,555	\$ 2,187,802
Restricted for:									
Instruction	--	--	3,370,568	--	--	--	--	11,911,677	15,282,245
Facilities	--	--	--	--	60,906,669	32,700,157	--	1,250	93,608,076
Debt Svc	--	--	--	--	--	--	31,008,523	--	31,008,523
Spec Ed	--	12,420,426	--	--	--	--	--	--	12,420,426
Nutrition	--	--	--	628	--	--	--	12,503,668	12,504,296
Fed & State	1,527,850	--	--	482,706	--	--	--	--	2,010,556
Assigned to:									
Instruction	13,757,749	--	--	--	--	--	--	--	13,757,749
Unassigned	17,346,150	--	--	--	--	--	--	--	17,346,150
Total	\$33,566,996	\$12,420,426	\$3,370,568	\$ 483,334	\$60,906,669	\$32,700,157	\$31,008,523	\$25,669,150	\$200,125,823

IV. OTHER INFORMATION

A. Risk Management

The District has adopted self-insurance programs for workers' compensation, short-term disability, health, pharmacy and dental. Liabilities are reported when it is probable a loss has occurred and the

amount can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNR). The District uses internal service funds to account for this activity. Each program is funded by a monthly contribution made by the District for each eligible employee. Contribution amounts are determined by the District and the insurance carrier for the District's stop loss policy, if applicable. There have been no settlements in excess of insurance coverage during any of the prior three years. There have been no significant reductions in insurance coverage from the prior year in any category below.

Health Care. All employees who are benefited, active employees working at least half-time for the District are eligible for health, pharmacy and dental benefits. Health, prescription and dental benefits are provided through a self-funded program to District employees and all eligible dependents. The District's annual liability for benefits is limited to \$500,000 per individual claim by a specific stop loss policy. There is no aggregate stop loss policy.

Short-Term Disability. The District provides disability benefits covering employees working in a benefited position at least half-time. Short term disability benefits for certified employees are provided for disabilities resulting from non-occupational illnesses and injuries at a rate of 70% of the employee's regular daily rate. Short-term disability benefits for classified employees are provided for disability resulting from non-occupational illness at a rate of 70% of the employee's regular hourly rate of pay. Benefits are provided for a maximum of 180 calendar days from the beginning date of the disability. The outstanding claims liability is calculated from historical data and future expectations. This liability includes an estimated liability for known claims as well as estimated liability for claims incurred but not reported. Short-term disability coverage for classified employees has been reduced from prior years through negotiation to eliminate the 70% coverage for occupational injuries, which are instead covered under workers' compensation.

Workers' Compensation. Workers' compensation benefits are provided for medical expenses and indemnity resulting from occupational illness or accidental injury to all employees under the Kansas Workers Compensation Act. Benefits are paid according to Kansas statute governing workers compensation benefits and are self-funded by the District. The District's liability for benefits is limited by a specific stop loss policy of \$500,000 per claim. The District pays an annual assessment fee to the State of Kansas for the state insurance fund and an assessment for the operation of the Division of Workers Compensation in the Kansas Department of Labor. The outstanding claims liability is calculated from historical data and case reserves set by District staff, and evaluated by an independent actuarial opinion. This includes an estimated liability for known claims as well as an estimated liability for claims incurred but not reported (IBNR). These limits are the same as for the prior year.

Risk Management. The District has a self-insurance program to provide legal defense and pay claims against the Board of Education when an incident occurs during the course of employment. There is a \$500,000 limitation for Kansas claims based on government immunity law. The deductible portion of the property and casualty, general liability, automobile, and aviation premiums are paid from the risk management fund. This limit is the same as for the prior year.

Financial Section

Changes in the claims liabilities during the past two years are as follows:

	<u>Health Care</u>	<u>Disability Reserve</u>	<u>Workers' Compensation</u>	<u>Risk Management</u>
Unpaid claims, June 30, 2011	\$ 5,212,900	\$ 73,000	\$ 6,891,213	\$ --
Incurred claims (including IBNR)	39,167,250	742,818	1,138,885	1,283,168
Claims payments	<u>(40,749,150)</u>	<u>(745,818)</u>	<u>(855,196)</u>	<u>(1,283,168)</u>
Unpaid claims, June 30, 2012	3,631,000	70,000	7,174,902	--
Incurred claims (including IBNR)	43,471,199	728,910	1,576,380	2,172,888
Claim payments	<u>(43,761,199)</u>	<u>(726,910)</u>	<u>(727,452)</u>	<u>(2,172,888)</u>
Unpaid claims, June 30, 2013	<u>\$ 3,341,000</u>	<u>\$ 72,000</u>	<u>\$ 8,023,830</u>	<u>\$ --</u>

B. Environmental Matters

An area near the District's School Service Center has been designated by the Kansas Department of Health and Environment (KDHE) as a groundwater contamination site. As a result of that contamination, the District entered into an agreement with KDHE to perform a Remediation Investigation and Feasibility Study (RI/FS) to investigate the contamination and develop a clean-up plan. The District is currently conducting the Feasibility Study portion of the agreement, which will determine the best approach to site clean-up and restoration, and is completing some groundwater interim remedial measures. While the Feasibility Study and interim remedial measures progress, the District is required to perform semi-annual monitoring of the groundwater. The present value of the costs required for the Feasibility Study, monitoring activities, and interim remedial measures is estimated at \$873,000. This amount has been recorded with long-term debt on the statement of net position and is based on engineering estimates and actual costs incurred. Until the Feasibility Study has been completed, it is not yet possible to estimate the District's ultimate cost for clean-up of the site. There are no anticipated recoveries on this project.

C. Contingent Liabilities

The District is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the District's counsel that resolution of these matters will not have a materially adverse effect on the financial condition of the District.

D. Construction Commitments and Encumbrances

As of June 30, 2013, the District has outstanding construction commitments of \$21,196,507 under its current general obligation bond projects to construct, furnish, and equip new school facilities and make additions and improvements to existing school facilities throughout the District. This amount is reflected as reserve for encumbrances in the bond capital projects fund. Listed below are all encumbrances for the District:

General	\$ 11,607,295
Special Education	1,304,384
State Intervention	287,588
Bond Capital Projects	21,196,507
Capital Outlay	8,267,704
Nonmajor Governmental	<u>5,795,159</u>
Total	<u>\$ 48,458,637</u>

E. Defined Benefit Pension Plan

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

Funding Policy. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. Effective July 1, 2009 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.

The State of Kansas is required to contribute the statutory required employer's share. The State of Kansas contributed 10.37% of covered payroll for the year ended June 30, 2013. The State of Kansas' contributions to KPERS for District employees for the years ended June 30, 2011, 2012 and 2013 were \$26,198,202, \$27,143,675 and 29,514,193, respectively, equal to the statutory required contributions each year. These contributions are recognized as revenues and expenditures in KPERS Retirement Contributions Fund. KPERS had no investments in the District's debt securities. Ten-year historical trend information showing KPERS' progress in accumulating sufficient assets to pay benefits when due is presented in KPERS' June 30, 2013 financial report.

F. Postemployment Healthcare Plan

Wichita Public Schools Post-Retirement Benefits Plan (the Plan) is a single-employer defined benefit healthcare plan administered by the Wichita Public Schools No. 259 (the District). The Plan does not issue a stand-alone audited GAAP basis financial report.

Summary of Significant Accounting Policies and Plan Asset Matters

Basis of Accounting. The Plan's financial statements (as reported in the Retiree Benefit Trust fiduciary fund) are prepared using the accrual basis of accounting. Employer contributions are recognized in the period in which the contributions are due and payable in accordance with the terms of the Plan. Benefits are recognized when due and payable in accordance with the terms of the Plan.

Method Used to Value Investments. Investments are reported at fair value based on quoted market prices. Investments that do not have an established market are reported at their estimated fair value. At June 30, 2013, investments consist of certificates of deposit.

Plan Description and Contribution Information

Plan Description. The Plan provides healthcare benefits, including medical, dental, vision and life, to retirees. Retiree health coverage is provided for under K.S.A. 12-5040. Employees who retire on or after age 55 with at least 10 years of cumulative service with the District and 10 years of vested service under Kansas Public Employee Retirement System (KPERS) are eligible for benefits. If a participant was hired before July 1, 1996, then the participant can access the plan if retirement is on or

Financial Section

after age 50 with 15 years of service with the District. Retirees and spouses have the same benefit as active employees. Retiree coverage terminates either when the retiree becomes covered under another employer health plan, or when the retiree reaches the Medicare eligibility age which is currently age 65. Spousal coverage is available until the retiree becomes covered under another employer health plan, attains Medicare eligibility age, or dies.

Membership of the Plan consisted of the following at July 1, 2011, the date of the latest actuarial valuation:

Retirees and beneficiaries receiving benefits	1,090
Terminated plan members entitled to but not yet receiving benefits	--
Active plan members	<u>6,577</u>
Total	<u>7,667</u>

Contributions. As provided by K.S.A. 12-5040, the District allows retirees to participate in the group health insurance plan. The funding policy of the District is to pay premiums as they come due. The contribution requirements of Plan members and the District are established and may be amended by the Board of Education. The required contribution is based on projected pay-as-you-go financing requirements. District retirees pay 100% of their premiums; the District is not required to share costs of retiree premiums. Administrative costs of the Plan are financed by the premiums paid into the Retiree Benefit Trust fund.

In June 2011, the District established an irrevocable trust for the exclusive benefit of providing funds to pay benefits under the Plan. The District made an initial contribution of \$10 million to the trust in June 2011 to pre-fund benefits. Additional employer contributions to the trust are at the sole discretion of the District. Pay-as-you-go contributions and corresponding benefit payments began to be reported in the Retiree Benefit Trust fund effective July 1, 2011.

Funded Status and Funding Progress

Annual OPEB Cost and Net OPEB Obligation. The District's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statements 43 and 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the District's annual OPEB cost for the year, the actuarial amount contributed to the plan, and changes in the District's net OPEB obligation to the Plan:

Annual required contribution	\$ 6,038,230
Interest on net OPEB obligation	224,364
Adjustment to annual required contribution	<u>(316,678)</u>
Annual OPEB cost (expense)	5,945,916
Contributions made	<u>(2,817,880)</u>
Increase in net OPEB obligation	3,128,036
Net OPEB obligation – beginning of year	<u>4,985,868</u>
Net OPEB obligation – end of year	<u>\$ 8,113,904</u>

Financial Section

The district's annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan, and the net OPEB obligation were as follows for the most recent three fiscal years:

<u>Fiscal Year</u> <u>Ended</u>	<u>Annual</u> <u>OPEB Cost</u>	<u>Percentage of Annual</u> <u>OPEB</u> <u>Cost Contributed</u>	<u>Net OPEB</u> <u>Obligation</u>
6/30/13	\$ 5,945,916	47.4%	\$ 8,113,904
6/30/12	\$ 5,753,987	39.2%	\$ 4,985,868
6/30/11	\$ 5,348,433	227.3%	\$ 1,489,869

As of July 1, 2011, the most recent actuarial valuation date, the Plan was partially funded. The actuarial accrued liability for benefits was \$50.5 million, and \$10 million of actuarial value of assets, resulting in an unfunded actuarial accrued liability (UAAL) of \$40.5 million. The covered payroll (annual payroll of active employees covered by the Plan) was \$277.8 million, and the ratio of the UAAL to the covered payroll was 14.60 percent.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the Plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of Plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Actuarial Methods and Assumptions. Projections of benefits for financial reporting purposes are based on the substantive Plan (the Plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and Plan members to that point.

In the July 1, 2011, actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 4.5 percent investment rate of return (net of administrative expenses), which is a blended rate of the expected long-term investment returns on plan assets and on the District's own investments calculated based on the funded level of the plan at the valuation date, and an annual healthcare cost trend rate of 8 percent initially, reduced to an ultimate rate of 5 percent after six years. Both rates included a 2.5 percent inflation assumption. The UAAL is being amortized as a level dollar of projected payroll on a closed basis. The remaining amortization period at July 1, 2011, was twenty-six years on the original base amount of \$33,283,771, twenty-eight years on the additional amount of \$6,949,042 added in 2009, and thirty years on the additional amount of \$316,090 added in 2011. Actuarial methods and assumptions used includes techniques that are consistent with the long-term perspective of the calculations.

G. Other Employee Benefit Trust Funds

The District has two trust funds which include assets held for other postemployment health care benefits and early retirement incentives. Listed below are condensed financial statements for both trusts.

	Early Retirement Incentive Plan Trust	Retiree Benefit Trust	Totals
Total assets	\$ 14,809,116	\$ 10,019,053	\$ 24,828,169
Total liabilities	-	-	-
Net assets	<u>\$ 14,809,116</u>	<u>\$ 10,019,053</u>	<u>\$ 24,828,169</u>
Additions	\$ 16,505,120	\$ 5,820,802	\$ 22,325,922
Deductions	<u>16,328,375</u>	<u>5,812,434</u>	<u>22,140,809</u>
Change in net assets	176,745	8,368	185,113
Beginning net assets	<u>14,632,371</u>	<u>10,010,685</u>	<u>24,643,056</u>
Ending net assets	<u>\$ 14,809,116</u>	<u>\$ 10,019,053</u>	<u>\$ 24,828,169</u>

H. Pending Governmental Accounting Standards

The effect on the District's financial statements of the following statements issued, but not yet adopted, has not yet been determined.

GASB Statement No. 68, Accounting and Financial Reporting for Pensions, was issued in June 2012. This statement establishes accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local governmental employers about financial support for pensions that is provided by other entities. This statement replaces the requirements of Statement No. 27, Accounting for Pensions by State and Local Governmental Employers, as well as the requirements of Statement No. 50, Pension Disclosures, as they relate to pensions that are provided through pension plans administered as trusts or equipment arrangements that meet certain criteria. Also, this statement establishes standards for measuring and recognizing liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures. The provisions of this statement are effective for financial statements for the District's fiscal year ending June 30, 2015.

GASB Statement No. 69, Government Combinations and Disposals of Government Operations, was issued in January 2013. This statement establishes accounting and financial reporting standards related to government combinations and disposals of government operations. This statement also provides guidance for transfers of operations that do not constitute entire legally separate entities and in which no significant consideration is exchanged. This statement requires disclosures to be made about government combinations and disposals of government operations to enable financial statement users to evaluate the nature and financial effects of those transactions. The provisions of this statement are effective for financial statements for the District's fiscal year ending June 30, 2015 with earlier application encouraged.

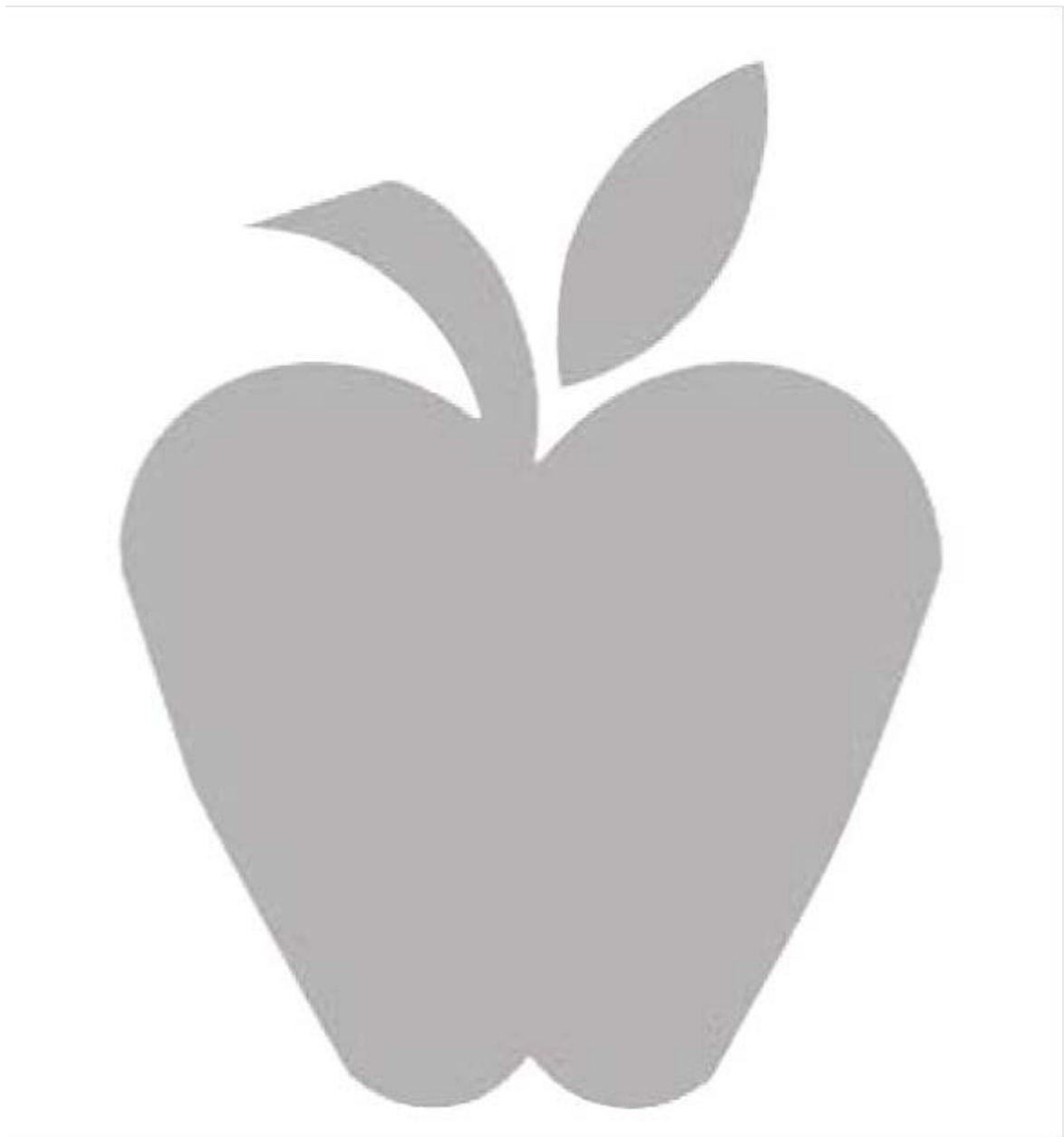
GASB Statement No. 70, Accounting and Financial Reporting for Nonexchange Financial Guarantees, was issued in April 2013. The objective of this statement is to improve accounting and financial reporting by state and local governments that extend and receive nonexchange financial guarantees.

This statement requires a government that extends a nonexchange financial guarantee to recognize a liability when qualitative factors and historical data, if any, indicate that it is more likely than not that the government will be required to make a payment on the guarantee. This statement requires a government that has issued an obligation guaranteed in a nonexchange transaction to report the obligation until legally released as an obligor. This statement specifies the information required to be disclosed by governments that extend nonexchange financial guarantees. In addition, this statement requires new information to be disclosed by governments that receive nonexchange financial guarantees. The provisions of this statement are effective for financial statements for the District's fiscal year ending June 30, 2014 with earlier application encouraged.

I. Subsequent Events

On August 12, 2013, a fire damaged a school building leaving it unusable for its intended purpose for the remainder of the 2013-2014 school year. Damages are extensive, but have not been fully evaluated to determine potential impairment and insurance recoveries. It is estimated that full restoration is expected to be completed by the beginning of the next school year.

On October 1, 2013, the District issued \$49,340,000 in General Obligation Refunding and School Building Bonds, Series 2013-A, with an October 1, 2022 maturity and interest rates ranging from 2.0%-5.0%. This is the final portion of the \$370 million approved by patrons of Wichita Public Schools on November 4, 2008. The proceeds of this bond issue will primarily be utilized to construct and equip a new high school in the southeast area of Wichita and to refund \$500,000 of Series 2009-A bonds.



Required Supplementary Information





**WICHITA PUBLIC SCHOOLS
UNIFIED SCHOOL DISTRICT NO. 259**

REQUIRED SUPPLEMENTARY INFORMATION

OTHER POSTEMPLOYMENT
BENEFITS OTHER THAN PENSIONS

June 30, 2013

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percent of Covered Payroll ((b-a)/c)
07/01/11	\$10,000,000	\$ 50,548,903	\$ 40,548,903	19.8%	\$ 277,798,463	14.60%
07/01/09	--	\$ 41,784,080	\$ 41,784,080	0%	\$ 292,212,520	14.30%
07/01/07	--	\$ 35,793,858	\$ 35,793,858	0%	\$ 266,214,828	13.45%

Schedule of Employer Contributions*

Year Ended June 30	Annual Required Contribution	Percentage Contributed
2013	\$6,038,230	46.7%
2012	\$5,791,289	39.0%
2011	\$5,479,651	221.8%

*The District created an employee benefit trust in June 2011. Prior to June 2011, the Plan was administered through the Health Care internal service fund, and did not have its own Statement of Plan Net Assets and Statement of Changes in Plan Net Assets. Activity related to employee and employer contributions and the payment of benefits started being recognized as additions / deductions to the trust's net assets starting in fiscal 2012.

**Wichita Public Schools
Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
General Fund
Year ended June 30, 2013**

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget Over/ (Under)
	Original	Final		
Revenues:				
Taxes	\$ 44,914,661	\$ 44,914,661	\$ 45,627,113	\$ 712,452
Intergovernmental - State	271,736,729	280,615,375	280,161,605	(453,770)
Other	-	-	105,621	105,621
Total revenue	316,651,390	325,530,036	325,894,339	364,303
Expenditures:				
Current:				
Instruction	108,265,607	115,779,275	102,643,543	(13,135,732)
Student and instructional support	25,422,651	25,422,651	24,871,985	(550,666)
Administration	31,612,465	31,612,465	30,944,097	(668,368)
Operations and maintenance	36,663,258	36,663,258	36,606,130	(57,128)
Student transportation service	87,000	87,000	70,977	(16,023)
Total expenditures	202,050,981	209,564,649	195,136,732	(14,427,917)
Revenue over expenditures	114,600,409	115,965,387	130,757,607	14,792,220
Other financing sources (uses):				
Transfer in	2,267,451	2,267,451	2,014,910	(252,541)
Transfer out	(117,034,543)	(118,399,521)	(132,827,438)	14,427,917
Total other financing sources (uses)	(114,767,092)	(116,132,070)	(130,812,528)	14,175,376
Revenues and other financing sources over (under) expenditures and other uses	(166,683)	(166,683)	(54,921)	111,762
Fund balances at beginning of year	166,683	166,683	166,683	-
Fund balances at end of year	\$ -	\$ -	\$ 111,762	\$ 111,762

Explanation of difference between budgetary and GAAP fund balances:

Separately budgeted general fund subfunds:	
Supplemental General, including \$9,469,401 of encumbrances	10,832,670
Professional Development, including \$45,728 of encumbrances	895,714
Non-budgeted general fund subfunds:	
Contingency Reserve	14,873,751
Supplemental Grants - State and Local, including \$476,281 of encumbrances	4,471,886
Accounts payable for items received but not yet paid for	(169,919)
Encumbrances for equipment and supplies ordered but not received are not reported for GAAP purposes until received.	1,615,885
Inventory purchases are outflows of budgetary resources but are not expenditures for GAAP.	935,247
GAAP fund balance at end of year	\$ 33,566,996

Financial Section

Wichita Public Schools Unified School District No. 259 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual Special Education Fund Year ended June 30, 2013

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget Over/ (Under)
	Original	Final		
Revenues:				
Intergovernmental - Federal	\$ 18,234,036	\$ 18,234,036	14,250,904	\$ (3,983,132)
Other	36,012	36,012	228,192	192,180
Total revenues	18,270,048	18,270,048	14,479,096	(3,790,952)
Expenditures:				
Current:				
Instruction	64,790,313	64,790,313	58,749,935	(6,040,378)
Student and instructional support	22,487,465	22,487,465	23,400,002	912,537
Administration	2,839,179	2,839,179	2,508,026	(331,153)
Operations and maintenance	4,398,906	4,398,906	4,357,766	(41,140)
Student transportation service	11,084,082	11,084,082	10,342,662	(741,420)
Total expenditures	105,599,945	105,599,945	99,358,391	(6,241,554)
Revenues over (under) expenditures	(87,329,897)	(87,329,897)	(84,879,295)	2,450,602
Other financing sources (uses):				
Transfers in	72,752,654	72,752,654	81,123,641	8,370,987
Transfers out	(430,068)	(430,068)	(177,527)	252,541
Total other financing sources (uses)	72,322,586	72,322,586	80,946,114	8,623,528
Revenues and other financing sources over (under) expenditures and other uses	(15,007,311)	(15,007,311)	(3,933,181)	11,074,130
Fund balances at beginning of year	15,007,311	15,007,311	15,007,311	-
Fund balances at end of year	\$ -	\$ -	\$ 11,074,130	\$ 11,074,130
Explanation of difference between budgetary and GAAP fund balances:				
Accounts payable for items received but not yet paid for			(2,757)	
Encumbrances for equipment and supplies ordered but not received are not reported for GAAP purposes until received.			1,304,384	
Intergovernmental revenues earned but not received are reported as revenues for GAAP purposes.			44,669	
GAAP fund balance at end of year			\$ 12,420,426	

**Wichita Public Schools
Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
State Intervention Fund (K-12)
Year ended June 30, 2013**

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget Over/ (Under)
	Original	Final		
Revenues:				
Charges for services	\$ -	\$ -	\$ 77,052	\$ 77,052
Other	-	-	46,713	46,713
Total revenues	-	-	123,765	123,765
Expenditures:				
Current:				
Instruction	73,424,397	73,424,397	70,696,497	(2,727,900)
Student and instructional support	1,265,269	1,265,269	992,852	(272,417)
Administration	1,098,720	1,098,720	1,024,934	(73,786)
Operations and maintenance	283,287	283,287	304,707	21,420
Total expenditures	76,071,673	76,071,673	73,018,990	(3,052,683)
Revenues over (under) expenditures	(76,071,673)	(76,071,673)	(72,895,225)	3,176,448
Other financing sources (uses):				
Transfers in	72,300,690	72,300,690	72,282,153	(18,537)
Total other financing sources (uses)	72,300,690	72,300,690	72,282,153	(18,537)
Revenues and other financing sources over (under) expenditures and other uses	(3,770,983)	(3,770,983)	(613,072)	3,157,911
Fund balances at beginning of year	3,770,983	3,770,983	3,770,983	-
Fund balances at end of year	\$ -	\$ -	\$ 3,157,911	\$ 3,157,911
Explanation of difference between budgetary and GAAP fund balances:				
Accounts payable for items received but not yet paid for			(74,931)	
Encumbrances for equipment and supplies ordered but not received are not reported for GAAP purposes until received.			287,588	
GAAP fund balance at end of year			\$ 3,370,568	

Supplementary Information



General Funds – the general funds maintained by the District and the purpose of each are as follows:

General – used in conjunction with the Supplemental General fund to account for all financial resources except those required to be accounted for in another fund.

Supplemental General – used in conjunction with the General fund to account for all financial resources except those required to be accounted for in another fund.

Contingency Reserve – used to provide resources for unforeseen and unplanned needs.

Supplemental Grants – State and Local – used to account for revenue and expenses of programs administered in accordance with state and nongovernmental and/or local grants awarded to the District.

Professional Development – used to account for teacher in-service training program.

Special Revenue Funds - used to account for specific revenues that are legally restricted to expenditures for particular purposes. The special revenue funds maintained by the District and the purpose of each are as follows:

Adult Education – used to account for revenues and expenditures in conjunction with the Adult Basic Education program identified in K.S.A. 72-4517.

4-Year-Old State Intervention – created by Kansas Statute in 2005 and provides early childhood programs for the District.

Bilingual Education – used to account for costs incurred in administering programs to provide special help for pupils whose native language is not English.

Virtual Education – used to provide lessons, resources, training and teaching support online for K-8 families and to provide an online alternative learning option for high school students in Wichita and the Wichita Metro Area.

Latchkey – used to account for expenditures associated with the before and after school programs for children 5 to 12 years of age.

Nutrition Services – used to account for revenues and expenditures attributable to the food service program. The program is administered according to the state plan of child nutrition operations under which federal funds and commodities are received pursuant to federal acts relating to child nutrition. The programs are administered and meals are served on a nonprofit basis.

Parents As Teachers – used to account for the home/school partnership program that helps parents understand more about how young children grow and learn, so they can be better teachers of their preschool children.

Summer School – used to account for costs associated with the summer school programs.

Textbook Rental – used to account for the receipt of student textbook rental fees and the expenditures for student textbooks.

Vocational Education – used to account for secondary education vocational programs approved by the State and funded by the General fund weighting formula.

Special Liability Expense – used to pay for the cost of providing for the defense of the District and its employees and for the payment of claims.

Athletic Activity – used to account for gate receipts at secondary school athletic functions and expenditures relating to those functions.

Music Rental – used to account for the collection of student music rental fees and the expenditures for musical instruments.

Student Material Revolving – used to account for revenues from student materials fees and the expenditures associated with the purchase of student materials.

KPERS Retirement Contributions – used to account for revenues and expenditures of the Kansas Public Employees Retirement System. KPERS provides statewide defined-benefit retirement plans for state and local public employees.

Capital Project Funds – used to account for financial resources to be used for the acquisition, construction, remodeling, and equipping of major capital facilities. The capital project funds maintained by the District and the purpose of each are as follows:

Special Assessments – used to pay for costs associated with capital improvements such as streets, sewers, curbs, and gutters.

**Wichita Public Schools
Unified School District No. 259
Combining Balance Sheet
General Fund
June 30, 2013**

		General Fund Subfunds						
		General	Supplemental General	Contingency Reserve	Supplemental Grants - State and Local	Professional Development	Total General Fund	
Assets:								
Cash, cash equivalents and investments	\$ -	\$ 6,254,568	\$ -	-	\$ 5,393,244	\$ 1,096,484	\$ 12,744,296	
Intergovernmental receivables	-	-	-	-	90,112	-	90,112	
State aid receivable	30,997,684	2,442,974	-	-	-	-	33,440,658	
Due from other funds	-	4,982,576	14,873,751	-	-	-	19,856,327	
Inventory	935,247	-	-	-	-	-	935,247	
Total assets	\$ 31,932,931	\$ 13,680,118	\$ 14,873,751	\$ 5,483,356	\$ 1,096,484	\$ 67,066,640		
Liabilities:								
Accounts payable	\$ 391,650	\$ 2,462,622	\$ -	-	\$ 450,143	\$ 9,671	\$ 3,314,086	
Accrued payroll	9,191,979	384,826	-	-	13,906	191,099	9,781,810	
Advance - grants	-	-	-	-	547,421	-	547,421	
Due to other funds	19,856,327	-	-	-	-	-	19,856,327	
Total liabilities	29,439,956	2,847,448	-	-	1,011,470	200,770	33,499,644	
Fund Balances:								
Nonspendable	935,247	-	-	-	-	-	935,247	
Restricted	-	-	-	-	1,527,850	-	1,527,850	
Assigned	1,557,728	9,469,401	-	-	2,684,892	45,728	13,757,749	
Unassigned	-	1,363,269	14,873,751	-	259,144	849,986	17,346,150	
Total fund balances	2,492,975	10,832,670	14,873,751	-	4,471,886	895,714	33,566,996	
Total liabilities, deferred inflows of resources and fund balances	\$ 31,932,931	\$ 13,680,118	\$ 14,873,751	\$ 5,483,356	\$ 1,096,484	\$ 67,066,640		

Wichita Public Schools
Unified School District No. 259
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
General Fund
For the Year Ended June 30, 2013

	General Fund Subfunds					Total
	General	Supplemental General	Contingency Reserve	Supplemental Grants - State and Local	Professional Development	General Fund
Revenues:						
Taxes	\$ 45,627,113	\$ 65,082,737	\$ -	\$ -	\$ -	\$ 110,709,850
Intergovernmental - State	162,249,489	28,408,702	-	156,749	-	190,814,940
Charges for services	-	-	-	466,743	-	466,743
Earnings on investments	-	-	-	456	-	456
Other	-	48,831	-	1,287,752	-	1,336,583
Contributions	-	-	-	662,265	-	662,265
Total revenues	207,876,602	93,540,270	-	2,573,965	-	303,990,837
Expenditures:						
Current:						
Instruction	104,772,460	851,324	3,150	3,175,894	-	108,802,828
Student and instructional support	25,017,313	570,014	-	235,319	1,053,280	26,875,926
Administration	30,919,582	798,966	-	57,860	-	31,776,408
Operations and maintenance	36,614,881	23,112,581	-	1,747,626	-	61,475,088
Student transportation service	82,339	16,270,241	-	471	-	16,353,051
Nutrition services	-	-	-	3,928	-	3,928
Facility acquisition and construction service	-	-	-	118,481	-	118,481
Total expenditures	197,406,575	41,603,126	3,150	5,339,579	1,053,280	245,405,710
Excess (deficiency) of revenues over (under) expenditures	10,470,027	51,937,144	(3,150)	(2,765,614)	(1,053,280)	58,585,127
Other financing sources (uses):						
Transfers in	2,014,910	-	-	-	1,775,074	3,789,984
Transfers out	(14,915,322)	(48,708,399)	-	-	(723,615)	(64,347,336)
Total other financing sources (uses)	(12,900,412)	(48,708,399)	-	-	1,051,459	(60,557,352)
Net change in fund balances	(2,430,385)	3,228,745	(3,150)	(2,765,614)	(1,821)	(1,972,225)
Fund balances at beginning of year	5,048,986	7,603,925	14,876,901	7,237,500	897,535	35,664,847
Change in reserve for inventory	(125,626)	-	-	-	-	(125,626)
Fund balances at end of year	\$ 2,492,975	\$ 10,832,670	\$ 14,873,751	\$ 4,471,886	\$ 895,714	\$ 33,566,996

**Wichita Public Schools
Unified School District No. 259
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2013**

Special Revenue Funds

	Adult Education - Regular	4 Year Old State Intervention	Bilingual Education	Virtual Education	Latchkey	Nutrition Services	Parents as Teachers	Summer School
Assets:								
Cash, cash equivalents and investments	\$ -	\$ 522,890	\$ 812,445	\$ 791,120	\$ 932,829	\$ 12,608,052	\$ 128,424	\$ 146,913
Accounts receivable	-	-	-	-	-	-	25,103	-
Inventory	-	-	-	-	-	1,252,555	-	-
Total assets	\$ -	\$ 522,890	\$ 812,445	\$ 791,120	\$ 932,829	\$ 13,860,607	\$ 153,527	\$ 146,913
Liabilities:								
Accounts payable	\$ -	\$ 11,617	\$ -	\$ -	\$ 5,232	\$ 25,240	\$ 5,040	\$ -
Accrued payroll	-	227,460	659,451	40,320	-	79,144	19,857	23,369
Advance - grants	-	-	-	-	-	-	479	-
Total liabilities	-	239,077	659,451	40,320	5,232	104,384	25,376	23,369
Fund Balances:								
Nonspendable	-	-	-	-	-	1,252,555	-	-
Restricted	-	283,813	152,994	750,800	927,597	12,503,668	128,151	123,544
Total fund balances	-	283,813	152,994	750,800	927,597	13,756,223	128,151	123,544
Total liabilities, deferred inflows of resources and fund balances	\$ -	\$ 522,890	\$ 812,445	\$ 791,120	\$ 932,829	\$ 13,860,607	\$ 153,527	\$ 146,913

(continued)

Wichita Public Schools
Unified School District No. 259
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2013
 (continued)

		Special Revenue Funds					
		Textbook Rental	Vocational Education	Special Liability Expense	Athletic Activity	Music Rental	Student Material Revolving
Assets:	Cash, cash equivalents and investments	\$ 6,014,516	\$ 839,555	\$ 1,695,496	\$ 1,171,340	\$ 278,906	\$ 832,613
	Accounts receivable	-	-	-	-	-	-
	Inventory	-	-	-	-	-	-
Total assets		\$ 6,014,516	\$ 839,555	\$ 1,695,496	\$ 1,171,340	\$ 278,906	\$ 832,613
Liabilities:	Accounts payable	\$ 728,970	\$ 77,225	\$ -	\$ 1,025	\$ -	\$ 2,770
	Accrued payroll	-	477,658	-	-	-	-
	Advance - grants	-	-	-	-	-	-
Total liabilities		728,970	554,883	-	1,025	-	2,770
Fund Balances:	Nonspendable	-	-	-	-	-	-
	Restricted	5,285,546	284,672	1,695,496	1,170,315	278,906	829,843
	Total fund balances	5,285,546	284,672	1,695,496	1,170,315	278,906	829,843
Total liabilities, deferred inflows of resources and fund balances		\$ 6,014,516	\$ 839,555	\$ 1,695,496	\$ 1,171,340	\$ 278,906	\$ 832,613

(continued)

**Wichita Public Schools
Unified School District No. 259
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2013
(continued)**

	Special Revenue Funds		Capital Project Funds		Total Nonmajor Governmental Funds
	KPERS Retirement Contributions		Special Assessments		
Assets:					
Cash, cash equivalents and investments	\$ -	\$ 1,250	\$ 26,776,349		
Accounts receivable	-	-	25,103		
Inventory	-	-	1,252,555		
Total assets	\$ -	\$ 1,250	\$ 28,054,007		
Liabilities:					
Accounts payable	\$ -	\$ -	\$ 857,119		
Accrued payroll	-	-	1,527,259		
Advance - grants	-	-	479		
Total liabilities	-	-	2,384,857		
Fund Balances:					
Nonspendable	-	-	1,252,555		
Restricted	-	1,250	24,416,595		
Total fund balances	-	1,250	25,669,150		
Total liabilities, deferred inflows of resources and fund balances	\$ -	\$ 1,250	\$ 28,054,007		

Wichita Public Schools
Unified School District No. 259
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2013

	Special Revenue Funds							
	Adult Education - Regular	4 Year Old State Intervention	Bilingual Education	Virtual Education	Latchkey	Nutrition Services	Parents as Teachers	Summer School
Revenues:								
Taxes	\$ 167	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental - State	-	3,669,128	8,485,818	960,651	-	265,169	328,742	-
Intergovernmental - Federal	-	-	-	-	610,601	18,597,419	25,103	-
Charges for services	-	-	-	16,800	-	3,193,524	-	119,424
Earnings on investments	-	-	-	-	-	14,859	-	-
Other	-	-	496	-	-	6,669	-	34,014
Contributions	-	-	-	-	-	-	60,582	-
Total revenues	167	3,669,128	8,486,314	977,451	610,601	22,077,640	414,427	153,438
Expenditures:								
Current:								
Instruction	-	4,562,457	11,110,779	764,171	697,182	-	-	72,438
Student and instructional support	495	442,851	506,080	128,763	-	-	447,957	3,204
Administration	-	-	574,774	115,622	-	-	-	5,403
Operations and maintenance	-	116,783	364,493	-	-	-	-	6,691
Student transportation service	-	-	-	45,658	-	-	-	-
Nutrition services	-	-	-	-	-	22,372,973	-	-
Facility acquisition and construction service	-	-	-	-	-	-	-	-
Total expenditures	495	5,122,091	12,556,126	1,054,214	697,182	22,372,973	447,957	87,736
Excess of revenues over (under) expenditures	(328)	(1,452,963)	(4,069,812)	(76,763)	(86,581)	(295,333)	(33,530)	65,702
Other financing sources (uses):								
Transfers in	-	839,210	4,084,743	607,692	-	-	-	-
Transfers out	-	-	-	(700,643)	-	-	-	-
Total other financing sources (uses)	-	839,210	4,084,743	(92,951)	-	-	-	-
Net change in fund balances	(328)	(613,753)	14,931	(169,714)	(86,581)	(295,333)	(33,530)	65,702
Fund balances at beginning of year	328	897,566	138,063	920,514	1,014,178	13,529,182	161,681	57,842
Change in reserve for inventory	-	-	-	-	-	522,374	-	-
Fund balances at end of year	\$ -	\$ 283,813	\$ 152,994	\$ 750,800	\$ 927,597	\$ 13,756,223	\$ 128,151	\$ 123,544

(continued)

Wichita Public Schools
Unified School District No. 259
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2013
(continued)

	Special Revenue Funds					
	Textbook Rental	Vocational Education	Special Liability Expense	Athletic Activity	Music Rental	Student Material Revolving
Revenues:						
Taxes	\$ -	\$ -	\$ 112	\$ -	\$ -	\$ -
Intergovernmental - State	-	3,015,406	-	-	-	-
Intergovernmental - Federal	-	-	-	-	-	-
Charges for services	605,155	-	-	381,562	48,216	387,142
Earnings on investments	-	-	2,666	1,761	-	-
Other	-	-	-	182,105	-	-
Contributions	-	-	-	-	-	-
Total revenues	605,155	3,015,406	2,778	565,428	48,216	387,142
Expenditures:						
Current:						
Instruction	4,242,294	7,270,836	-	608,917	6,065	426,168
Student and instructional support	-	35,097	-	-	95,444	163,264
Administration	-	472,167	-	-	-	-
Operations and maintenance	-	344,814	101,987	-	-	-
Student transportation service	-	-	-	-	-	-
Nutrition services	-	-	-	-	-	-
Facility acquisition and construction service	-	-	-	-	-	-
Total expenditures	4,242,294	8,122,914	101,987	608,917	101,509	589,432
Excess of revenues over (under) expenditures	(3,637,139)	(5,107,508)	(99,209)	(43,489)	(53,293)	(202,290)
Other financing sources (uses):						
Transfers in	2,104,963	5,384,317	-	-	-	-
Transfers out	-	(413,125)	-	-	-	-
Total other financing sources (uses)	2,104,963	4,971,192	-	-	-	-
Net change in fund balances	(1,532,176)	(136,316)	(99,209)	(43,489)	(53,293)	(202,290)
Fund balances at beginning of year	6,817,722	420,988	1,794,705	1,213,804	332,199	1,032,133
Change in reserve for inventory	-	-	-	-	-	-
Fund balances at end of year	\$ 5,285,546	\$ 284,672	\$ 1,695,496	\$ 1,170,315	\$ 278,906	\$ 829,843

(continued)

Wichita Public Schools
Unified School District No. 259
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2013
(continued)

	Special Revenue Funds	Capital Project Funds	Total Nonmajor Governmental Funds
Revenues:			
Taxes	\$ -	\$ 47	\$ 326
Intergovernmental - State	29,514,193	-	46,239,107
Intergovernmental - Federal	-	-	19,233,123
Charges for services	-	-	4,751,823
Earnings on investments	-	20	19,306
Other	-	-	223,284
Contributions	-	-	60,582
Total revenues	29,514,193	67	70,527,551
Expenditures:			
Current:			
Instruction	18,950,156	-	48,711,463
Student and instructional support	4,478,322	-	6,301,477
Administration	2,492,359	-	3,660,325
Operations and maintenance	3,043,708	-	3,978,476
Student transportation service	56,962	-	102,620
Nutrition services	492,686	-	22,865,659
Facility acquisition and construction service	-	27,033	27,033
Total expenditures	29,514,193	27,033	85,647,053
Excess of revenues over (under) expenditures	-	(26,966)	(15,119,502)
Other financing sources (uses):			
Transfers in	-	-	13,020,925
Transfers out	-	-	(1,113,768)
Total other financing sources (uses)	-	-	11,907,157
Net change in fund balances	-	(26,966)	(3,212,345)
Fund balances at beginning of year	-	28,216	28,359,121
Change in reserve for inventory	-	-	522,374
Fund balances at end of year	\$ -	\$ 1,250	\$ 25,669,150

**Wichita Public Schools
Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Supplemental General Fund
Year ended June 30, 2013**

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget Over/ (Under)
	Original	Final		
Revenues:				
Taxes	\$ 63,244,813	\$ 63,244,813	\$ 65,082,737	\$ 1,837,924
Intergovernmental - State	41,874,321	41,874,321	41,350,893	(523,428)
Other	-	-	118,262	118,262
Total revenues	105,119,134	105,119,134	106,551,892	1,432,758
Expenditures:				
Current:				
Instruction	594,322	594,322	873,682	279,360
Student and instructional support	589,269	589,269	569,974	(19,295)
Administration	689,720	689,720	813,132	123,412
Operations and maintenance	29,226,574	29,226,574	27,830,879	(1,395,695)
Student transportation service	17,855,374	17,855,374	16,118,536	(1,736,838)
Total expenditures	48,955,259	48,955,259	46,206,203	(2,749,056)
Revenues over (under) expenditures	56,163,875	56,163,875	60,345,689	4,181,814
Other financing sources (uses):				
Transfers out	(58,901,534)	(58,901,534)	(61,650,590)	2,749,056
Revenues and other financing sources over (under) expenditures and other uses	(2,737,659)	(2,737,659)	(1,304,901)	1,432,758
Fund balances at beginning of year	2,737,659	2,737,659	2,737,659	-
Fund balances at end of year	\$ -	\$ -	\$ 1,432,758	\$ 1,432,758

**Wichita Public Schools
Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Virtual Education Program
Year ended June 30, 2013**

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget Over/ (Under)
	Original	Final		
Revenues:				
Charges for services	\$ -	\$ -	\$ 16,800	\$ 16,800
Other	-	-	384	384
Total revenues	-	-	17,184	17,184
Expenditures:				
Current:				
Instruction	1,056,960	1,056,960	795,484	(261,476)
Student and instructional support	139,188	139,188	128,763	(10,425)
Administration	106,564	106,564	115,622	9,058
Operations and maintenance	45,115	45,115	45,658	543
Total expenditures	1,347,827	1,347,827	1,085,527	(262,300)
Revenues over (under) expenditures	(1,347,827)	(1,347,827)	(1,068,343)	279,484
Other financing sources (uses):				
Transfers in	2,279,514	2,279,514	1,568,343	(711,171)
Transfers out	(700,643)	(700,643)	(700,643)	-
Total other financing sources (uses)	1,578,871	1,578,871	867,700	(711,171)
Revenues and other financing sources over (under) expenditures and other uses	231,044	231,044	(200,643)	(431,687)
Fund balances at beginning of year	700,643	700,643	700,643	-
Fund balances at end of year	\$ 931,687	\$ 931,687	\$ 500,000	\$ (431,687)

**Wichita Public Schools
Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Professional Development Fund
Year ended June 30, 2013**

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget Over/ (Under)
	Original	Final		
Revenues:				
Other	\$ -	\$ -	\$ 30,534	\$ 30,534
Total revenues	-	-	30,534	30,534
Expenditures:				
Current:				
Student and instructional support	1,123,292	1,123,292	1,064,072	(59,220)
Total expenditures	1,123,292	1,123,292	1,064,072	(59,220)
Revenues over (under) expenditures	(1,123,292)	(1,123,292)	(1,033,538)	89,754
Other financing sources (uses):				
Transfers in	1,014,829	1,014,829	1,775,074	760,245
Transfers out	(723,615)	(723,615)	(723,615)	-
Total other financing sources (uses)	291,214	291,214	1,051,459	760,245
Revenues and other financing sources over (under) expenditures and other uses	(832,078)	(832,078)	17,921	849,999
Fund balances at beginning of year	832,078	832,078	832,078	-
Fund balances at end of year	\$ -	\$ -	\$ 849,999	\$ 849,999

**Wichita Public Schools
Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Adult Education - Regular Fund
Year ended June 30, 2013**

	Budgeted Amounts		Actual Amounts Budgetary	Variance with Final Budget Over/ (Under)
	Original	Final	Basis	
Revenues:				
Taxes	\$ 172	\$ 172	\$ 167	\$ (5)
Total revenues	172	172	167	(5)
Expenditures:				
Current:				
Instruction	500	500	-	(500)
Student and instructional support	-	-	496	496
Total expenditures	500	500	496	(4)
Revenues over (under) expenditures	(328)	(328)	(329)	(1)
Fund balances at beginning of year	329	329	329	-
Fund balances at end of year	\$ 1	\$ 1	\$ -	\$ (1)

**Wichita Public Schools
Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Four Year Old State Intervention Fund
Year ended June 30, 2013**

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget Over/ (Under)
	Original	Final		
Revenues:				
Other	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-
Expenditures:				
Current:				
Instruction	5,001,711	5,001,711	4,594,127	(407,584)
Student and instructional support	462,040	462,040	442,851	(19,189)
Administration	76,868	76,868	-	(76,868)
Operations and maintenance	165,649	165,649	116,783	(48,866)
Total expenditures	5,706,268	5,706,268	5,153,761	(552,507)
Revenues over (under) expenditures	(5,706,268)	(5,706,268)	(5,153,761)	(552,507)
Other financing sources (uses):				
Transfers in	4,814,211	4,814,211	4,508,338	305,873
Total other financing sources (uses)	4,814,211	4,814,211	4,508,338	305,873
Revenues and other financing sources over (under) expenditures and other uses	(892,057)	(892,057)	(645,423)	246,634
Fund balances at beginning of year	895,424	895,424	895,424	-
Fund balances at end of year	\$ 3,367	\$ 3,367	\$ 250,001	\$ 246,634

**Wichita Public Schools
Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Bilingual Education Fund
Year ended June 30, 2013**

	Budgeted Amounts		Actual Amounts Budgetary	Variance with Final Budget Over/ (Under)
	Original	Final	Basis	
Revenues:				
Interest income	\$ -	\$ -	\$ -	\$ -
Other	-	-	11,999	11,999
Total revenues	-	-	11,999	11,999
Expenditures:				
Current:				
Instruction	10,964,845	11,247,891	10,987,709	(260,182)
Student and instructional support	414,117	414,117	505,584	91,467
Administration	569,381	569,381	574,774	5,393
Operations and maintenance	368,611	368,611	364,493	(4,118)
Total expenditures	12,316,954	12,600,000	12,432,560	(167,440)
Revenues over (under) expenditures	(12,316,954)	(12,600,000)	(12,420,561)	179,439
Other financing sources (uses):				
Transfers in	12,316,954	12,600,000	12,570,561	(29,439)
Total other financing sources (uses)	12,316,954	12,600,000	12,570,561	(29,439)
Revenues and other financing sources over (under) expenditures and other uses	-	-	150,000	150,000
Fund balances at beginning of year	-	-	-	-
Fund balances at end of year	\$ -	\$ -	\$ 150,000	\$ 150,000

**Wichita Public Schools
Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Latchkey Fund
Year ended June 30, 2013**

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget Over/ (Under)
	Original	Final		
Revenues:				
Intergovernmental - Federal	\$ 600,000	\$ 600,000	\$ 610,601	\$ 10,601
Other	-	-	9,965	9,965
Total revenues	600,000	600,000	620,566	20,566
Expenditures:				
Current:				
Student and instruction support	801,011	801,011	724,160	(76,851)
Total expenditures	801,011	801,011	724,160	(76,851)
Revenues over (under) expenditures	(201,011)	(201,011)	(103,594)	97,417
Fund balances at beginning of year	973,681	973,681	973,681	-
Fund balances at end of year	\$ 772,670	\$ 772,670	\$ 870,087	\$ 97,417

**Wichita Public Schools
Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Nutrition Services Fund
Year ended June 30, 2013**

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget Over/ Under)
	Original	Final		
Revenues:				
Intergovernmental - State	\$ 219,736	\$ 219,736	\$ 265,169	\$ 45,433
Intergovernmental - Federal	16,866,048	16,866,048	18,597,419	1,731,371
Charges for services	2,496,387	2,496,387	3,193,524	697,137
Earnings on investments	-	-	14,859	14,859
Other	-	-	466,388	466,388
Total revenues	19,582,171	19,582,171	22,537,359	2,955,188
Expenditures:				
Current:				
Nutrition services	25,501,208	25,501,208	21,263,481	(4,237,727)
Total expenditures	25,501,208	25,501,208	21,263,481	(4,237,727)
Revenues over (under) expenditures	(5,919,037)	(5,919,037)	1,273,878	7,192,915
Fund balances at beginning of year	7,806,977	7,806,977	7,806,977	-
Fund balances at end of year	\$ 1,887,940	\$ 1,887,940	\$ 9,080,855	\$ 7,192,915

**Wichita Public Schools
Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Parents As Teachers Fund
Year ended June 30, 2013**

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget Over/ (Under)
	Original	Final		
Revenues:				
Intergovernmental - State	\$ 307,692	\$ 307,692	\$ 328,742	\$ 21,050
Total revenues	307,692	307,692	328,742	21,050
Expenditures:				
Current:				
Student and instructional support	517,430	517,430	488,165	(29,265)
Operations and maintenance	1,539	1,539	-	(1,539)
Total expenditures	518,969	518,969	488,165	(30,804)
Revenues over (under) expenditures	(211,277)	(211,277)	(159,423)	51,854
Fund balances at beginning of year	222,742	222,742	222,742	-
Fund balances at end of year	\$ 11,465	\$ 11,465	\$ 63,319	\$ 51,854

**Wichita Public Schools
Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Summer School Fund
Year ended June 30, 2013**

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget Over/ (Under)
	Original	Final		
Revenues:				
Charges for services	\$ 200,000	\$ 200,000	\$ 119,424	\$ (80,576)
Other	-	-	34,014	34,014
Total revenues	200,000	200,000	153,438	(46,562)
Expenditures:				
Current:				
Instruction	205,776	205,776	72,439	(133,337)
Student and instructional support	-	-	3,204	3,204
Administration	11,771	11,771	5,403	(6,368)
Operations and maintenance	11,285	11,285	6,691	(4,594)
Total expenditures	228,832	228,832	87,737	(141,095)
Revenues over (under) expenditures	(28,832)	(28,832)	65,701	94,533
Fund balances at beginning of year	57,512	57,512	57,512	-
Fund balances at end of year	\$ 28,680	\$ 28,680	\$ 123,213	\$ 94,533

**Wichita Public Schools
Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Vocational Education Fund
Year ended June 30, 2013**

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget Over/ (Under)
	Original	Final		
Revenues:				
Intergovernmental - State	\$ -	\$ -	\$ 3,727	\$ 3,727
Other	-	-	5,811	5,811
Total revenues	-	-	9,538	9,538
Expenditures:				
Current:				
Instruction	7,548,795	7,548,795	7,297,372	(251,423)
Student and instructional support	49,423	49,423	35,097	(14,326)
Administration	544,001	544,001	475,047	(68,954)
Operations and maintenance	374,204	374,204	344,814	(29,390)
Total expenditures	8,516,423	8,516,423	8,152,330	(364,093)
Revenues over (under) expenditures	(8,516,423)	(8,516,423)	(8,142,792)	373,631
Other financing sources (uses):				
Transfers in	8,515,900	8,515,900	8,395,996	(119,904)
Transfers out	(413,125)	(413,125)	(413,125)	-
Total other financing sources (uses)	8,102,775	8,102,775	7,982,871	(119,904)
Revenues and other financing sources over (under) expenditures and other uses	(413,648)	(413,648)	(159,921)	253,727
Fund balances at beginning of year	413,648	413,648	413,648	-
Fund balances at end of year	\$ -	\$ -	\$ 253,727	\$ 253,727

**Wichita Public Schools
Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Special Liability Expense Fund
Year ended June 30, 2013**

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget Over/ (Under)
	Original	Final		
Revenues:				
Taxes	\$ -	\$ -	\$ 112	\$ 112
Earnings on investments	-	-	2,666	2,666
Other	-	-	15,788	15,788
Total revenues	-	-	18,566	18,566
Expenditures:				
Current:				
Administration	990,600	990,600	296,279	(694,321)
Total expenditures	990,600	990,600	296,279	(694,321)
Revenues over (under) expenditures	(990,600)	(990,600)	(277,713)	712,887
Fund balances at beginning of year	1,757,213	1,757,213	1,757,213	-
Fund balances at end of year	\$ 766,613	\$ 766,613	\$ 1,479,500	\$ 712,887

**Wichita Public Schools
Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Special Assessment Fund
Year ended June 30, 2013**

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget Over/ (Under)
	Original	Final		
Revenues:				
Taxes	\$ -	\$ -	\$ 47	\$ 47
Earnings on investments	-	-	20	20
Total revenues	-	-	67	67
Expenditures:				
Current:				
Facility acquisition and construction service	-	-	-	-
Total expenditures	-	-	-	-
Revenues over (under) expenditures	-	-	67	67
Fund balances at beginning of year	1,090	1,090	1,090	-
Fund balances at end of year	\$ 1,090	\$ 1,090	\$ 1,157	\$ 67

**Wichita Public Schools
Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
KPERS Retirement Contributions
Year ended June 30, 2013**

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget Over/ Under)
	Original	Final		
Revenues:				
Intergovernmental - State	\$ 31,486,664	\$ 31,486,664	\$ 29,514,193	\$ (1,972,471)
Total revenues	31,486,664	31,486,664	29,514,193	(1,972,471)
Expenditures:				
Current:				
Instruction	20,323,710	20,323,710	18,950,156	(1,373,554)
Student and instructional support	4,796,570	4,796,570	4,478,322	(318,248)
Administration	2,749,607	2,749,607	2,492,359	(257,248)
Operations and maintenance	3,072,793	3,072,793	3,043,708	(29,085)
Transportation	58,617	58,617	56,962	(1,655)
Nutrition services	485,367	485,367	492,686	7,319
Total expenditures	31,486,664	31,486,664	29,514,193	(1,972,471)
Revenues over (under) expenditures	-	-	-	-
Fund balances at beginning of year	-	-	-	-
Fund balances at end of year	\$ -	\$ -	\$ -	\$ -

**Wichita Public Schools
Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Capital Outlay Fund
Year ended June 30, 2013**

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget Over/ Under)
	Original	Final		
Revenues:				
Taxes	\$ 13,278,744	\$ 13,278,744	\$ 13,927,348	\$ 648,604
Intergovernmental - Federal	-	-	2,104,475	2,104,475
Earnings on investments	-	-	76,438	76,438
Sale of property	-	-	1,716,015	1,716,015
Contributions and donations	-	-	956,580	956,580
Other	-	-	1,463,659	1,463,659
Total revenues	13,278,744	13,278,744	20,244,515	6,965,771
Expenditures:				
Current:				
Facility acquisition and construction service	27,200,000	27,200,000	26,327,898	(872,102)
Total expenditures	27,200,000	27,200,000	26,327,898	(872,102)
Revenues over (under) expenditures	(13,921,256)	(13,921,256)	(6,083,383)	7,837,873
Other financing sources (uses):				
Transfers in	-	-	5,638,972	5,638,972
Total other financing sources (uses)	-	-	5,638,972	5,638,972
Revenues and other financing sources over (under) expenditures and other uses	(13,921,256)	(13,921,256)	(444,411)	13,476,845
Fund balances at beginning of year	23,807,158	23,807,158	23,807,158	-
Fund balances at end of year	\$ 9,885,902	\$ 9,885,902	\$ 23,362,747	\$ 13,476,845

**Wichita Public Schools
Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Bond and Interest Fund
Year ended June 30, 2013**

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget Over/ (Under)
	Original	Final		
Revenues:				
Taxes	\$ 26,425,677	\$ 26,425,677	\$ 27,056,492	\$ 630,815
Intergovernmental - State	10,758,658	10,758,658	10,758,658	-
Interest expense subsidy - Federal	4,743,516	4,743,516	4,743,515	(1)
Earnings on investments	-	-	28,433	28,433
Total revenues	<u>41,927,851</u>	<u>41,927,851</u>	<u>42,587,098</u>	<u>659,247</u>
Expenditures:				
Current:				
Principal/Interest on long-term debt	40,705,758	40,705,758	40,455,769	(249,989)
Principal/Interest on refunded debt	-	-	26,223,750	26,223,750 **
Cost of issuance on refunding bonds	-	-	190,655	190,655 **
Total expenditures	<u>40,705,758</u>	<u>40,705,758</u>	<u>66,870,174</u>	<u>26,164,416</u>
Revenues over (under) expenditures	1,222,093	1,222,093	(24,283,076)	(25,505,169)
Other financing sources (uses):				
Issuance of refunding bonds	-	-	22,930,025	22,930,025
Premium on refunding bonds	-	-	3,170,002	3,170,002
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>26,100,027</u>	<u>26,100,027</u>
Revenues over (under) expenditures	1,222,093	1,222,093	1,816,951	594,858
Fund balances at beginning of year	<u>27,191,430</u>	<u>27,191,430</u>	<u>27,191,430</u>	<u>-</u>
Fund balances at end of year	<u>\$ 28,413,523</u>	<u>\$ 28,413,523</u>	<u>\$ 29,008,381</u>	<u>\$ 594,858</u>

** Not subject to legal annual operating budget

INTERNAL SERVICE FUNDS

Internal Service Funds are used by state and local governments to account for the financing of goods and services provided by one department or agency to other departments or agencies and to other government units, on a cost-reimbursement basis. These funds are not required by the State to have adopted budgets. The internal service funds maintained by the District and the purpose of each are as follows:

Heath Care – used to account for premium deposits and expenditures to health care providers of medical and dental services for covered District employees.

Disability Reserve - used to account for premiums and disability claims paid by the District on behalf of covered employees.

Workers' Compensation – used to account for benefits provided for medical expenses and indemnity resulting from occupational illness or injury to all employees under the Kansas Worker's Compensation Act.

Risk Management – used to account for legal defense and payment of claims against the Board of Education when an incident occurs during the course of employment. The deductible portion of the property and casualty, general liability, automobile and aviation premiums are also accounted for in this fund.



**Wichita Public Schools
Unified School District No. 259
Combining Schedule of Net Position
Internal Service Funds
June 30, 2013**

	Health Care	Disability Reserve	Workers' Compensation	Risk Management	Total
Assets:					
Current assets:					
Cash and cash equivalents	\$ 38,801,716	\$ 2,514,999	\$ 13,047,730	\$ 5,150,332	\$ 59,514,777
Total current assets	38,801,716	2,514,999	13,047,730	5,150,332	59,514,777
Liabilities:					
Current liabilities:					
Accrued liabilities	2,755,567	14,813	72,653	-	2,843,033
Accrued salaries	-	4,637	-	-	4,637
Current portion - claims payable	3,341,000	72,000	2,715,901	-	6,128,901
Total current liabilities	6,096,567	91,450	2,788,554	-	8,976,571
Noncurrent liabilities:					
Long-term claims payable	-	-	5,307,929	-	5,307,929
Total liabilities	6,096,567	91,450	8,096,483	-	14,284,500
Net Position:					
Total net position restricted for self-insurance claims	\$ 32,705,149	\$ 2,423,549	\$ 4,951,247	\$ 5,150,332	\$ 45,230,277

**Wichita Public Schools
Unified School District No. 259
Combining Schedule of Revenues, Expenses, and Changes in Fund Net Position
Internal Service Funds
Year ended June 30, 2013**

	Health Care	Disability Reserve	Workers' Compensation	Risk Management	Total
Operating revenues:					
Charges for services	\$ 49,327,550	\$ 1,281,574	\$ 3,844,467	\$ 1,245,140	\$ 55,698,731
Total operating revenues	49,327,550	1,281,574	3,844,467	1,245,140	55,698,731
Operating expenses:					
Contractual services	50,933,135	1,045,777	3,091,639	1,579,562	56,650,113
Total operating expenses	50,933,135	1,045,777	3,091,639	1,579,562	56,650,113
Operating income (loss)	(1,605,585)	235,797	752,828	(334,422)	(951,382)
Nonoperating revenues:					
Interest	45,937	3,480	17,069	3,808	70,294
Total nonoperating revenue	45,937	3,480	17,069	3,808	70,294
Income (loss) before transfers	(1,559,648)	239,277	769,897	(330,614)	(881,088)
Transfers in	-	-	-	4,509,987	4,509,987
Change in net position	(1,559,648)	239,277	769,897	4,179,373	3,628,899
Total net position-beginning of year	34,264,797	2,184,272	4,181,350	970,959	41,601,378
Total net position-end of year	\$ 32,705,149	\$ 2,423,549	\$ 4,951,247	\$ 5,150,332	\$ 45,230,277

Financial Section

Wichita Public Schools Unified School District No. 259 Combining Schedule of Cash Flows Internal Service Funds Year ended June 30, 2013

	Health Care	Disability Reserve	Workers' Compensation	Risk Management	Total
Cash flows from operating activities:					
Cash received for services	\$ 49,327,550	\$ 1,281,574	\$ 3,844,467	\$ 1,245,140	\$ 55,698,731
Cash payments for claims	(48,468,925)	(1,040,645)	(2,246,197)	(1,582,232)	(53,337,999)
Net cash flow from operating activities	858,625	240,929	1,598,270	(337,092)	2,360,732
Cash flows from non-capital financing activities:					
Transfers from other funds	-	-	-	4,509,987	4,509,987
Net cash flow from non-capital financing activities	-	-	-	4,509,987	4,509,987
Cash flows from investing activities:					
Interest on investments	45,937	3,480	17,069	3,808	70,294
Net cash flow from investing activities	45,937	3,480	17,069	3,808	70,294
Change in cash and cash equivalents	904,562	244,409	1,615,339	4,176,703	6,941,013
Cash and cash equivalents-beginning of the year	37,897,154	2,270,590	11,432,391	973,629	52,573,764
Cash and cash equivalents-end of the year	\$ 38,801,716	\$ 2,514,999	\$ 13,047,730	\$ 5,150,332	\$ 59,514,777
Reconciliation of operating income (loss) to net cash flow from operating activities:					
Operating income (loss)	\$ (1,605,585)	\$ 235,797	\$ 752,828	\$ (334,422)	\$ (951,382)
Adjustments to reconcile operating income (loss) to net cash flow from operating activities:					
Change in accrued liabilities	2,754,210	3,132	(3,486)	(2,670)	2,751,186
Change in claims payable	(290,000)	2,000	848,928	-	560,928
Net cash flow from operating activities	\$ 858,625	\$ 240,929	\$ 1,598,270	\$ (337,092)	\$ 2,360,732



FIDUCIARY FUNDS

Fiduciary Funds are used when a government holds or manages financial resources in an agent or fiduciary capacity. The fiduciary funds maintained by the District and the purpose of each are listed below:

Early Retirement Incentive Plan Trust – used to account for early retirement incentives.

Retiree Benefit Trust – used to account for other post-employment benefits (OPEB). Provides healthcare benefits, including medical, dental, vision, and life, to eligible retirees.

Student Activity – used to account for funds used to support co-curricular and extra-curricular student activities.

Payroll Trust – used to account for payroll taxes and other withholdings from employee wages that are owed to other governmental agencies or others.

Flexible Spending – used to account for elective pre-tax payroll withholdings from employee wages and payment of eligible medical and dependent care costs.



**Wichita Public Schools
Unified School District No. 259
Combining Schedule of Fiduciary Net Position
Fiduciary Funds - Employee Benefit Trust Funds
June 30, 2013**

	Early Retirement Incentive Plan Trust	Retiree Benefit Trust	Total
Assets:			
Cash	\$ 5,106,908	\$ 2,263,154	\$ 7,370,062
Certificates of deposit	9,700,000	5,000,000	14,700,000
Employer contributions receivable	-	2,755,567	2,755,567
Interest receivable	2,208	332	2,540
Total assets	<u>14,809,116</u>	<u>10,019,053</u>	<u>24,828,169</u>
Liabilities:			
Due to others	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Net Position:			
Held in trust for other employee benefits	<u>14,809,116</u>	<u>10,019,053</u>	<u>24,828,169</u>
Total net position	<u>\$ 14,809,116</u>	<u>\$ 10,019,053</u>	<u>\$ 24,828,169</u>

**Wichita Public Schools
Unified School District No. 259
Combining Schedule of Changes in Fiduciary Net Position
Fiduciary Funds - Employee Benefit Trust Funds
For the Year Ended June 30, 2013**

	Early Retirement Incentive Plan Trust	Retiree Benefit Trust	Total
Additions:			
Employer contributions	\$ 16,504,296	\$ 2,755,567	\$ 19,259,863
Retiree contributions	-	3,057,199	3,057,199
Interest income	824	8,036	8,860
Total additions	<u>16,505,120</u>	<u>5,820,802</u>	<u>22,325,922</u>
Deductions:			
Benefits	16,328,375	5,563,039	21,891,414
Administration	-	249,395	249,395
Total deductions	<u>16,328,375</u>	<u>5,812,434</u>	<u>22,140,809</u>
Change in net position	176,745	8,368	185,113
Net position - beginning of year	<u>14,632,371</u>	<u>10,010,685</u>	<u>24,643,056</u>
Net position - end of year	<u>\$ 14,809,116</u>	<u>\$ 10,019,053</u>	<u>\$ 24,828,169</u>

**Wichita Public Schools
Unified School District No. 259
Combining Schedule of Fiduciary Assets and Liabilities
Fiduciary Funds - Agency Funds
June 30, 2013**

	Agency Funds			
	Student Activity Funds	Payroll Trust Fund	Flexible Spending	Total Agency Funds
Assets				
Cash and cash equivalents	\$ 3,674,054	\$ 1,802,412	\$ 98,084	\$ 5,574,550
Total assets	<u>\$ 3,674,054</u>	<u>\$ 1,802,412</u>	<u>\$ 98,084</u>	<u>\$ 5,574,550</u>
Liabilities				
Due to others	\$ 3,674,054	\$ 1,802,412	\$ 98,084	\$ 5,574,550
Total liabilities	<u>\$ 3,674,054</u>	<u>\$ 1,802,412</u>	<u>\$ 98,084</u>	<u>\$ 5,574,550</u>

**Wichita Public Schools
Unified School District No. 259
Combining Schedule of Changes in Assets and Liabilities
Fiduciary Funds - Agency Funds
Year ended June 30, 2013**

	Balance, June 30 2012	Additions	Deletions	Balance, June 30 2013
Totals - All Agency Funds				
Assets				
Cash and cash equivalents	\$ 5,311,035	\$ 139,065,497	\$ 138,801,982	\$ 5,574,550
Total assets	\$ 5,311,035	\$ 139,065,497	\$ 138,801,982	\$ 5,574,550
Liabilities				
Due to others	\$ 5,311,035	\$ 139,065,497	\$ 138,801,982	\$ 5,574,550
Total liabilities	\$ 5,311,035	\$ 139,065,497	\$ 138,801,982	\$ 5,574,550
Student Activity Funds				
Assets				
Cash and cash equivalents	\$ 3,559,067	\$ 9,209,697	\$ 9,094,710	\$ 3,674,054
Total assets	\$ 3,559,067	\$ 9,209,697	\$ 9,094,710	\$ 3,674,054
Liabilities				
Due to others	\$ 3,559,067	\$ 9,209,697	\$ 9,094,710	\$ 3,674,054
Total liabilities	\$ 3,559,067	\$ 9,209,697	\$ 9,094,710	\$ 3,674,054
Payroll Trust Fund				
Assets				
Cash and cash equivalents	\$ 1,727,027	\$ 120,943,950	\$ 120,868,565	\$ 1,802,412
Total assets	\$ 1,727,027	\$ 120,943,950	\$ 120,868,565	\$ 1,802,412
Liabilities				
Due to others	\$ 1,727,027	\$ 120,943,950	\$ 120,868,565	\$ 1,802,412
Total liabilities	\$ 1,727,027	\$ 120,943,950	\$ 120,868,565	\$ 1,802,412
Flexible Spending Fund				
Assets				
Cash and cash equivalents	\$ 24,941	\$ 8,911,850	\$ 8,838,707	\$ 98,084
Total assets	\$ 24,941	\$ 8,911,850	\$ 8,838,707	\$ 98,084
Liabilities				
Due to others	\$ 24,941	\$ 8,911,850	\$ 8,838,707	\$ 98,084
Total liabilities	\$ 24,941	\$ 8,911,850	\$ 8,838,707	\$ 98,084





STATISTICAL SECTION

This part of the Wichita Public Schools Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information indicates about the Wichita Public Schools' overall financial health.

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Financial Trends	
These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	99
Revenue Capacity	
These schedules contain information to help the reader assess the District's financially significant local revenue source, the property tax.	105
Debt Capacity	
These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	109
Demographic and Economic Information	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	113
Operating Information	
These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	116

Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year.

Statistical Section

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

GOVERNMENTAL FUNDS

Last Ten Fiscal Years Ended June 30,

(Continued on next page)

		2004	2005	2006	2007
Revenues:					
Taxes	(1) \$	151,517,208	\$ 115,817,735	\$ 120,700,320	\$ 126,534,430
Intergovernmental - State		230,890,676	240,080,606	283,607,623	315,665,158
Intergovernmental - Federal		58,274,593	59,811,021	59,895,999	59,971,569
Interest expense subsidy - Federal	(3)	-	-	-	-
Charges for services		7,617,597	5,414,169	8,525,609	6,011,281
Earnings on investments	(4)	3,553,282	3,169,608	4,785,887	10,859,048
Other		4,382,923	3,769,354	3,092,723	6,953,381
Contributions		-	-	13,985	360,647
Total revenues		456,236,279	428,062,493	480,622,146	526,355,514
Expenditures:					
Current:					
Instruction		225,021,873	220,635,391	244,698,491	263,913,393
Student and instructional support		49,891,245	50,099,298	59,202,505	69,652,446
Administration		28,869,729	30,451,254	32,799,723	34,610,127
Operations and maintenance		43,876,578	50,174,541	55,337,795	57,507,190
Student transportation service		17,477,166	18,128,299	18,376,565	19,140,522
Nutrition services		15,560,532	15,581,790	16,745,000	16,727,652
Sub-total current expenditures		380,697,123	385,070,573	427,160,079	461,551,330
Facility acquisition and construction service		109,006,225	68,948,723	34,467,735	18,926,102
Debt Service:					
Principal retirement	(5)	13,040,000	9,905,000	10,675,000	11,465,000
Interest		12,286,238	12,859,653	13,956,286	13,860,796
Other		-	-	-	-
Total expenditures		515,029,586	476,783,949	486,259,100	505,803,228
Excess (deficiency) of revenues over (under) expenditures		(58,793,307)	(48,721,456)	(5,636,954)	20,552,286
Other financing sources (uses):					
Bond issuance	(2)	-	-	-	-
Premium on bond issuance	(2)	-	-	-	-
Discount on bond issuance	(2)	-	-	-	-
Payment on refunded bonds	(2)	-	-	-	-
Issuance of refunding bonds		-	68,460,000	-	-
Premiums on bonds sold		-	7,683,648	-	-
Sale of property		-	-	-	-
Transfers in		76,768,505	81,051,744	120,571,854	135,756,406
Transfers out		(77,427,560)	(81,183,661)	(122,083,020)	(139,284,085)
Total other financing sources (uses)		(659,055)	76,011,731	(1,511,166)	(3,527,679)
Net change in fund balances		(59,452,362)	27,290,275	(7,148,120)	17,024,607
Fund balances at beginning of year		241,178,759	181,726,397	208,926,414	202,152,788
Change in reserve for inventory			(50,267)	374,494	280,432
Fund balances at end of year		\$ 181,726,397	\$ 208,966,405	\$ 202,152,788	\$ 219,457,827

Ratio of total debt service expenditures to noncapital expenditures.	6.28%	5.59%	5.27%	5.11%
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(1) The State changed the tax collection dates starting in 2004, resulting in a one-year increase in tax revenues.

(2) In November 2008, Wichita citizens approved the passage of a \$370 million bond issue.

(3) In the 2009 Federal stimulus plan, a new bond option was created that allowed bonds to be issued as taxable securities with the District receiving a subsidy of 35% of the interest from the U.S. Treasury.

(4) Decreases in investment earnings since FY 2008 are due to lower interest rates caused by the economic downturn, as well as reduced balances resulting from reductions in state funding.

(5) The increase in FY 2013 is due to the current refunding of general obligation bonds. Advance refundings in prior years are reflected in Other Financing Sources (Uses).

Statistical Section

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS Last Ten Fiscal Years Ended June 30, (Continued from previous page)

	2008	2009	2010	2011	2012	2013
\$	138,635,857	\$ 142,769,888	\$ 149,855,266	\$ 148,191,597	\$ 152,246,674	\$ 151,694,016
	344,323,411	361,839,622	320,824,377	334,143,207	340,963,641	362,539,736
	57,235,874	58,799,705	96,757,118	99,248,416	74,047,748	72,517,008
	-	-	2,435,821	4,888,103	4,743,515	4,743,515
	5,561,626	6,492,556	5,890,320	5,173,988	5,315,600	5,295,618
	10,380,375	5,701,943	2,566,359	2,511,719	874,998	208,885
	3,763,512	2,763,531	2,397,458	4,268,316	1,331,039	1,598,306
	1,217,199	972,267	856,818	653,523	1,110,602	1,679,427
	561,117,854	579,339,512	581,583,537	599,078,869	580,633,817	600,276,511
	287,752,823	291,195,270	290,231,979	301,439,506	291,958,123	304,831,401
	74,075,547	79,389,067	76,125,699	71,632,655	68,401,079	71,916,610
	37,197,292	42,609,103	41,568,245	45,409,783	38,273,012	40,049,966
	65,557,633	70,351,157	61,571,070	60,773,798	65,790,223	71,311,684
	20,095,468	21,509,033	26,958,550	25,105,244	27,369,629	26,645,532
	17,424,261	19,342,146	18,974,782	18,612,253	20,656,227	23,337,086
	502,103,024	524,395,776	515,430,325	522,973,239	512,448,293	538,092,279
	33,939,625	31,360,422	43,723,073	127,522,666	133,472,994	71,273,321
	12,264,999	13,075,000	13,955,000	20,110,000	17,830,000	42,595,000
	13,211,519	12,907,387	21,802,132	26,852,512	23,386,402	22,084,519
	-	-	887,791	1,075,953	-	190,630
	561,519,167	581,738,585	595,798,321	698,534,370	687,137,689	674,235,749
	(401,313)	(2,399,073)	(14,214,784)	(99,455,501)	(106,503,872)	(73,959,238)
	-	191,260,000	141,800,000	39,960,000	-	22,930,000
	-	5,336,620	1,193,154	4,557,196	-	3,170,002
	-	(29,083)	-	-	-	-
	-	(3,000,000)	(9,285,000)	(76,180,000)	(37,790,000)	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	427,431	268,111	350,877	1,716,015
	161,735,935	182,742,671	178,170,320	45,048,382	62,519,291	58,629,955
	(161,867,852)	(182,874,588)	(181,794,428)	(45,180,299)	(62,651,208)	(63,139,942)
	(131,917)	193,435,620	130,511,477	(31,526,610)	(37,571,040)	23,306,030
	(533,230)	191,036,547	116,296,693	(130,982,111)	(144,074,912)	(50,653,208)
	219,457,827	218,586,019	409,711,044	525,706,249	394,799,503	250,382,283
	(338,577)	88,478	(301,488)	75,365	(342,308)	396,748
\$	218,586,020	\$ 409,711,044	\$ 525,706,249	\$ 394,799,503	\$ 250,382,283	\$ 200,125,823
	4.79%	4.60%	6.47%	8.17%	7.40%	11.10%
						(5)

FUND BALANCES, GOVERNMENTAL FUNDS
Last Ten Fiscal Years

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General Fund										
Reserved	\$ 6,386,977	\$ 4,806,381	\$ 5,526,799	\$ 4,605,335	\$ 4,564,166	\$ 3,372,025	\$ 3,034,222	\$ -	\$ -	\$ -
Unreserved	273,269	377,923	331,129	139,544	128,190	8,597	49,253	-	-	-
Nonspendable	-	-	-	-	-	-	-	1,304,348	1,060,873	935,247
Restricted	(2)	(2) (5)	-	-	-	-	-	1,864,289	2,990,924	1,527,850
Assigned	(2)	-	-	-	-	-	-	15,440,778	13,265,618	13,757,749
Unassigned	(2)	-	-	-	-	-	-	16,836,650	19,267,946	17,346,150
Total general fund	6,660,246	5,184,304	5,857,928	4,744,879	4,692,356	3,380,622	3,083,475	35,446,065	36,585,361	33,566,996
All Other Governmental Funds										
Reserved	(1) \$ 80,783,587	\$ 113,942,186	\$ 95,624,633	\$ 112,138,906	\$ 99,579,568	\$ 104,724,314	\$ 138,469,242	\$ -	\$ -	\$ -
Unreserved, reported in:										
Special revenue funds	48,978,817	48,820,139	46,917,622	54,587,911	56,852,402	59,097,752	61,985,141	-	-	-
Capital projects funds	32,163,348	19,057,008	32,226,352	26,522,998	35,605,271	215,643,501	292,076,658	-	-	-
Debt service funds	13,100,409	21,922,778	21,526,253	21,463,133	21,856,423	26,864,855	30,091,733	-	-	-
Nonspendable	(2)	-	-	-	-	-	-	829,014	730,181	1,252,555
Restricted, reported in:										
Special revenue funds	(2)	-	-	-	-	-	-	47,292,756	46,728,832	40,690,923
Capital projects funds	(2) (3)	-	-	-	-	-	-	247,089,000	139,146,479	93,606,826
Debt service funds	(2) (4)	-	-	-	-	-	-	64,142,668	27,191,430	31,008,523
Total all other governmental funds	175,026,161	203,742,111	196,294,860	214,712,948	213,893,664	406,330,422	522,622,774	359,353,438	213,796,922	166,558,827
Total Fund Balances	\$ 181,686,407	\$ 208,926,415	\$ 202,152,788	\$ 219,457,827	\$ 218,586,020	\$ 409,711,044	\$ 525,706,249	\$ 394,799,503	\$ 250,382,283	\$ 200,125,823

- (1) Increased substantially in 2010 due to the issuance of general obligation bonds.
(2) Effective June 2011, the District implemented GASB statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions. Please refer to the footnote section of the CAFR for more discussion and presentation.
(3) Decreases in FY 2012 and FY 2013 are due to completion of bond projects.
(4) Decrease in FY 2012 is due to call of the Series 2001 bond.
(5) Increase in FY 2012 is due to increased grant funds.

SCHEDULE OF CHANGES IN NET POSITION
Last Ten Fiscal Years

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010 (4)	2011	2012	2013
Expenses										
Governmental activities:										
Instruction	\$ 234,218,611	\$ 240,980,556	\$ 269,482,620	\$ 288,593,364	\$ 302,662,754	\$ 311,741,071	\$ 304,175,635	\$ 324,059,324	\$ 304,492,992	\$ 310,436,796
Student and instructional support	50,880,988	51,093,489	62,343,417	72,536,322	74,397,253	80,905,216	75,254,586	72,600,464	66,154,324	70,466,957
Administration	29,224,271	31,520,542	34,469,634	36,072,351	37,438,148	43,170,671	41,377,798	42,705,447	36,896,438	39,567,265
Operations and maintenance	43,922,430	51,708,259	59,667,037	61,284,641	66,225,149	72,110,571	66,482,872	65,617,612	65,131,662	69,226,727
Student transportation services	17,421,034	18,305,064	19,070,619	19,525,800	20,280,150	22,040,131	26,574,028	25,302,589	27,485,148	26,044,801
Nutrition services	15,483,096	16,080,432	17,459,840	17,218,179	17,608,651	19,661,902	19,199,980	18,782,975	20,661,401	20,636,334
Interest on long-term debt	12,121,322	13,191,484	13,483,218	12,964,777	12,305,156	12,530,101	22,752,909	24,252,596	21,162,287	19,928,885
Total primary government expenses	\$ 403,271,752	\$ 422,884,826	\$ 475,976,385	\$ 508,195,434	\$ 530,917,261	\$ 562,159,663	\$ 555,817,808	\$ 573,321,007	\$ 541,984,252	\$ 556,307,765
Program Revenues										
Governmental activities:										
Charges for services										
Instruction	(7) \$ 4,222,455	\$ 1,934,840	\$ 2,313,309	\$ 1,597,191	\$ 1,696,780	\$ 2,481,255	\$ 2,216,342	\$ 1,964,420	\$ 2,060,864	\$ 1,993,694
Student and instructional support	63,743	-	43,879	64,213	69,216	75,060	108,982	82,619	37,294	108,400
Operations and maintenance	(8) -	-	-	620,856	-	-	-	-	-	-
Nutrition services	3,331,399	3,479,329	3,684,387	3,729,021	3,795,630	3,936,241	3,564,996	3,126,797	3,217,442	3,193,524
Operating grants and contributions	(2) 114,493,576	121,615,572	129,019,748	137,195,513	131,716,012	132,872,905	261,912,962	270,853,079	245,991,467	249,460,514
Capital grants and contributions	(6) 710,212	-	-	-	-	218,597	-	-	6,487,575	4,145,271
Total primary government program revenues	\$ 122,821,385	\$ 127,029,741	\$ 135,061,323	\$ 143,206,794	\$ 137,277,638	\$ 139,584,058	\$ 267,803,282	\$ 276,026,915	\$ 257,794,642	\$ 258,901,403
Net (Expense)/Revenue										
Total primary government net expense	\$ (280,450,367)	\$ (295,855,085)	\$ (340,915,062)	\$ (364,988,640)	\$ (393,639,623)	\$ (422,575,605)	\$ (288,014,526)	\$ (297,294,092)	\$ (284,189,610)	\$ (297,406,362)
General Revenue and Other Changes in Net Position										
Governmental activities:										
Taxes										
Property taxes levied for general purposes	(3) \$ 106,974,978	\$ 81,149,862	\$ 86,151,743	\$ 90,871,364	\$ 101,568,385	\$ 104,914,577	\$ 103,899,233	\$ 102,754,794	\$ 107,564,069	\$ 110,710,176
Property taxes levied for debt service	(3) 25,533,237	17,941,189	16,376,108	15,647,085	16,996,667	17,326,543	25,692,971	25,678,590	27,004,292	27,056,492
Property taxes levied for capital outlay	(3) 19,008,993	16,726,684	18,172,469	19,015,981	20,070,805	20,528,768	20,263,062	19,758,213	17,678,313	13,927,348
State and federal aid not restricted to specific purposes	173,961,481	181,679,715	216,831,104	238,790,846	271,060,471	288,520,092	158,961,172	168,080,171	168,235,282	181,557,719
State aid received for debt service (principal)	-	-	-	-	-	-	-	-	4,814,100	5,608,500
Earnings on investments	(9) 3,692,524	3,506,757	6,569,625	11,760,389	11,069,066	5,950,637	2,629,093	2,598,057	919,021	279,178
Sale of property	-	-	-	-	-	519,592	427,431	-	-	-
Miscellaneous	4,382,923	365,694	3,243,512	6,964,396	3,803,513	2,243,939	2,397,458	4,268,466	1,331,039	1,598,306
Total primary government general revenue	\$ 333,554,136	\$ 301,369,901	\$ 347,344,561	\$ 384,050,061	\$ 424,568,907	\$ 440,004,148	\$ 314,270,420	\$ 323,138,291	\$ 327,546,116	\$ 340,737,719
Change in Net Position										
Total primary government	\$ 53,103,769	\$ 5,514,816	\$ 6,429,499	\$ 19,061,421	\$ 30,929,284	\$ 17,428,543	\$ 26,255,894	\$ 25,844,199	\$ 43,356,506	\$ 43,331,357

- (1) The District's expenses for instruction increased significantly from FY 2004 to FY 2009 as a result of the Board initiative to reduce class size and to expand all-day kindergarten to all elementarys. FY 2010 and FY 2012 reductions are due to State aid cuts. FY 2011 increase is due to Federal funds.
- (2) The District receives Federal dollars for nine Title funding sources, special education, and other grants including the American Reinvestment and Recovery Act (ARRA) in 2010 and 2011.
- (3) During 2004, the State of Kansas moved the ad valorem property tax distributions from July to June resulting in three major tax distributions in the 2003-04 fiscal year.
- (4) Starting in FY 2010, State aid generated for at-risk, bilingual, virtual, and special education formerly reported in State and federal aid not restricted to specific purposes is reflected in operating grants and contributions. The FY 2010 has been restated for comparison purposes.
- (5) The increase in 2010 is due to additional bond issuances.
- (6) Amounts shown are primarily attributable to FEMA funding of storm shelters. FY 2013 also includes funding from Grace Med Health Clinic and the Department of Human Resources & Services Administration for construction of health clinics at school sites to serve students and staff at those schools, and the surrounding community.
- (7) Wichita Area Technical College separated from the District in FY 2005.
- (8) The FY 2007 amount is attributable to a grant.
- (9) Decreases in investment earnings since FY 2008 are due to lower interest rates caused by the economic downturn, as well as reduced balances resulting from reductions in state funding.

NET POSITION BY COMPONENT
Last Ten Fiscal Years

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Governmental Activities:										
Invested in Capital Assets, Net of Related Debt	(1) \$ 164,059,705	\$ 154,106,269	\$ 154,197,454	\$ 161,312,922	\$ 187,115,043	\$ 196,865,922	\$ 217,714,525	\$ 243,866,697	\$ 264,879,340	\$ 312,942,740
Restricted for:										
Instruction and Support Services	(5) -	27,479,415	37,011,527	47,095,103	45,950,586	-	15,697,614	15,930,095	13,881,209	11,911,677
Facilities and Capital Projects	(5) (2) 18,770,981	17,632,788	17,008,732	17,141,033	17,740,086	45,465,264	42,982,926	39,494,516	35,472,632	32,701,407
Debt Service	(3) 17,124,778	17,130,181	16,706,808	12,961,056	21,335,065	22,024,806	23,372,779	20,876,849	22,492,365	24,403,113
Self-Insurance Claims	(7) 18,198,844	6,894,553	5,012,196	5,471,933	6,133,161	35,507,219	43,074,689	37,992,028	41,601,378	45,230,277
Special Education	4,644,913	5,928,234	6,023,978	6,804,350	7,752,836	7,991,437	9,407,307	10,284,378	12,472,770	8,568,239
Nutrition Services	5,641,843	3,690,735	3,780,053	6,869,432	4,169,193	3,708,684	2,288,903	1,823,584	12,093,756	11,785,330
Federal and State Grant Programs	4,135,241	3,463,744	4,132,037	4,095,826	3,830,003	4,053,911	-	-	2,180,807	1,510,421
Other	3,132,103	(7,781,449)	(8,898,816)	(7,716,265)	(9,061,299)	(17,984,535)	(29,445,199)	(19,145,242)	(7,224,441)	(10,164,684)
Unrestricted	(6) 3,418,234	(7,781,449)	(8,898,816)	(7,716,265)	(9,061,299)	(17,984,535)	(29,445,199)	(19,145,242)	(7,224,441)	(10,164,684)
Total Primary Government Net Position	\$ 239,126,642	\$ 228,544,470	\$ 234,973,969	\$ 254,035,390	\$ 284,964,674	\$ 302,393,217	\$ 328,649,111	\$ 354,493,310	\$ 397,849,816	\$ 438,888,520

- (1) In 2005, the District approved raising the capital assets capitalization limit to \$2,000 from \$600, which decreased assets. Increases in 2008-2013 are attributable to projects for the 2008 bond election.
- (2) In 2004, the District approved increasing the capital outlay mill levy from 4 mills to 7 mills to provide additional support for bond projects and for on-going technology costs. However, the capital outlay levy was lowered to 6 mills in FY 2012 and 4.5 mills in FY 2013 due to elimination of State equalization.
- (3) During 2009 and 2010, the District issued \$320 million in general obligation bonds authorized by the 2008 referendum, creating an increase in the amount restricted for debt service.
- (4) The Wichita Area Technical College (WATC) program separated from the District as of June 30, 2004. The 2005 decrease reflects the loss of the WATC Pell Grant.
- (5) Starting in 2004, the Board approved two special levies to pay for costs related to bond projects. Those new levies were for special assessments and liability costs. The Board stopped levying a tax for the Special Assessments fund in FY 2006 and for the Special Liability fund in FY 2007, as the accumulated cash balance in each of these funds was deemed adequate to meet expected spending requirements. In FY 2011, the special assessments are included in Capital Projects and the special liability in Instruction and Support Services. The 2010 year was restated for comparison purposes.
- (6) Funding of Other Post Employment Benefits through an irrevocable trust in FY 2011 reduced liabilities, therefore increasing unrestricted net position.
- (7) The increase in FY 2012 is due primarily to reduced liabilities as a result of funding retiree obligations in an irrevocable trust.

STATE REVENUE BY SOURCE, GOVERNMENTAL FUNDS
Last Ten Fiscal Years

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Revenues:										
Unrestricted state school aid	(4) \$ 162,195,471	\$ 161,219,001	\$ 182,991,040	\$ 191,116,443	\$ 195,068,882	\$ 194,862,053	\$ 155,681,924	\$ 161,195,704	\$ 166,627,015	\$ 175,658,938
Transportation aid	5,664,317	5,819,996	7,076,411	7,185,752	7,619,945	7,547,320	8,149,174	8,680,691	8,520,120	8,331,530
New facilities aid	6,649,768	9,146,425	8,269,648	4,690,629	5,497,687	6,745,967	2,831,488	1,686,611	1,327,536	5,742,032
Juvenile detention centers aid	780,326	764,874	810,344	1,085,906	872,176	721,600	1,144,338	1,073,505	901,894	925,691
eSchool virtual education aid	-	-	-	-	-	1,004,960	1,287,852	1,775,587	1,804,194	960,651
Unrestricted state grant	-	-	50,315	1,126,662	530,491	241,483	402,287	174,017	113,942	156,749
Special education aid	28,323,979	27,720,358	30,496,167	32,233,561	38,155,049	39,141,960	36,851,423	38,145,500	41,081,697	42,635,958
State intervention aid	(5) 9,844,856	10,139,216	21,941,855	41,507,058	55,346,409	67,786,840	68,579,121	69,893,955	69,194,034	72,091,073
Capital outlay aid	-	-	-	-	-	-	-	-	1,126	-
Bond and interest aid	5,495,146	4,752,976	5,015,699	5,276,907	5,534,460	5,702,065	7,503,304	9,885,746	9,607,117	10,758,658
4-year-old aid	3,086,537	3,132,893	3,643,992	3,943,408	3,941,734	4,105,200	3,839,235	3,763,772	3,613,680	3,669,128
Bilingual education aid	(6) 2,357,589	2,258,696	4,615,439	5,192,277	6,015,125	6,431,920	6,972,454	7,764,158	7,774,704	8,485,818
Latchkey aid	-	-	-	-	-	-	-	-	2,794	-
School food assistance aid	214,766	232,294	245,512	224,687	224,531	219,542	220,170	186,769	268,064	265,169
Parents as teachers aid	476,517	464,133	476,517	512,517	534,037	504,419	510,130	505,311	158,388	328,742
Vocational education aid	2,587,437	2,603,276	3,429,439	3,543,350	3,528,068	3,352,800	3,047,114	2,970,073	2,823,661	3,015,406
KPERS contributions	(1) -	11,684,394	14,136,316	17,573,703	20,741,982	22,980,806	23,560,267	26,198,202	27,143,675	29,514,193
New teacher mentoring aid	-	-	199,000	119,650	154,200	181,300	163,950	136,010	-	-
State safety aid	147,430	142,074	158,067	150,870	187,110	63,270	80,146	107,596	-	-
Professional development aid	-	-	51,862	181,778	202,763	246,117	-	-	-	-
WATC - post secondary aid	(3) 3,066,537	-	-	-	-	-	-	-	-	-
Total revenues	\$230,890,676	\$240,080,606	\$ 283,607,623	\$ 315,665,158	\$ 344,154,649	\$ 361,839,622	\$ 320,824,377	\$ 334,143,207	\$ 340,963,641	\$ 362,539,736

- (1) Until 2005, the State-funded retirement contributions were reflected only in the State of Kansas' financial statements.
(2) The State created a new fund in 2008-09. This funding was previously included in General fund state aid.
(3) Wichita Area Technical College (WATC) separated from the District in July 2004.
(4) Increase in 2011 was to partially offset loss of Federal stimulus funds.
(5) Increases are due to the continual increase in low-income students, as well as increased State support in fiscal years 2006, 2007, 2008, and 2009 as a result of litigation.
(6) Increases are due to the increasing population of non-English speaking students.

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
Last Ten Fiscal Years

ASSESSMENT YEAR	FISCAL YEAR	REAL ESTATE		PERSONAL PROPERTY		UTILITIES	
		ASSESSED VALUE	ESTIMATED ACTUAL	ASSESSED VALUE	ESTIMATED ACTUAL	ASSESSED VALUE	ESTIMATED ACTUAL
2003	03-04	\$ 1,776,376,531	\$ 12,049,257,492	\$ 272,845,496	\$ 1,130,381,220	\$ 121,894,092	\$ 369,376,036
2004	04-05	\$ 1,837,435,115	\$ 12,519,819,150	\$ 269,403,548	\$ 1,113,964,990	\$ 125,301,859	\$ 379,702,603
2005	05-06	\$ 1,918,088,014	\$ 13,086,451,165	\$ 270,024,335	\$ 1,106,798,710	\$ 126,598,384	\$ 383,631,467
2006	06-07	\$ 2,036,564,191	\$ 13,855,902,336	\$ 277,058,468	\$ 1,131,552,250	\$ 115,268,505	\$ 349,298,500
2007	07-08	\$ 2,185,182,888	\$ 14,786,244,452	\$ 247,127,236 (1)	\$ 1,009,502,060	\$ 108,828,981	\$ 329,784,791
2008	08-09	\$ 2,322,494,446	\$ 15,642,326,869	\$ 221,441,353 (1)	\$ 902,729,020	\$ 103,994,384	\$ 315,134,497
2009	09-10	\$ 2,340,441,483	\$ 15,788,965,358	\$ 189,036,315 (1)	\$ 773,093,070	\$ 97,345,467	\$ 294,896,264
2010	10-11	\$ 2,362,820,942	\$ 14,649,324,104	\$ 170,890,808	\$ 693,743,421	\$ 96,366,014	\$ 292,018,224
2011	11-12	\$ 2,365,110,474	\$ 14,702,894,910	\$ 165,764,736	\$ 675,149,506	\$ 96,822,040	\$ 293,400,121
2012	12-13	\$ 2,328,927,428	\$ 15,611,009,918	\$ 165,057,510	\$ 673,661,397	\$ 94,402,828	\$ 286,069,176

ASSESSMENT YEAR	FISCAL YEAR	TOTAL		RATIO OF TOTAL ASSESSED TO TOTAL	
		ASSESSED VALUE	ESTIMATED ACTUAL	ESTIMATED ACTUAL	DIRECT TAX RATE
2003	03-04	\$ 2,171,116,119	\$ 13,549,014,748	16.02%	51.408
2004	04-05	\$ 2,232,140,522	\$ 14,013,486,743	15.93%	51.296
2005	05-06	\$ 2,314,710,733	\$ 14,576,881,342	15.88%	51.300
2006	06-07	\$ 2,428,891,164	\$ 15,336,753,086	15.84%	51.296
2007	07-08	\$ 2,541,139,105	\$ 16,125,531,303	15.76%	53.238
2008	08-09	\$ 2,647,930,183	\$ 16,860,190,386	15.71%	53.309
2009	09-10	\$ 2,626,823,265	\$ 16,857,044,692	15.58%	56.850
2010	10-11	\$ 2,630,077,764	\$ 15,635,085,749	16.82%	56.928
2011	11-12	\$ 2,627,697,250	\$ 15,671,444,537	16.77%	57.017
2012	12-13	\$ 2,588,387,766	\$ 16,570,740,491	15.62%	57.184

Source: Sedgwick County Clerk

(1) The State removed some personal property from the tax rolls.

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
(Per \$1,000 of Assessed Value)
Last Ten Fiscal Years

		USD 259							
ASSESSMENT YEAR (1)	USD 259 FISCAL YEAR	GENERAL	SUPPL. GENERAL	CAPITAL OUTLAY	BOND & INTEREST	ADULT EDUCATION	SPECIAL ASSESSMENT (6)	SPECIAL LIABILITY (4)	TOTAL USD 259
2003	03-04	20.000	14.547 ⁽⁵⁾	7.000	7.904	0.500	0.385	1.072	51.408
2004	04-05	20.000	16.257	6.990	6.974	0.499	0.209	0.367	51.296
2005	05-06	20.000	17.679	7.000	6.007	0.500	0	0.114	51.300
2006	06-07	20.000	18.341	7.000	5.955	0	0	0	51.296
2007	07-08	20.000	20.356	7.000	5.882	0	0	0	53.238
2008	08-09	20.000	20.411	7.000	5.898	0	0	0	53.309
2009	09-10	20.000	20.439	7.000	9.411 ⁽³⁾	0	0	0	56.850
2010	10-11	20.000	20.482	7.015	9.431	0	0	0	56.928
2011	11-12	20.000	21.549 ⁽⁷⁾	6.014 ⁽⁷⁾	9.454	0	0	0	57.017
2012	12-13	20.000	23.154 ⁽⁷⁾	4.534 ⁽⁷⁾	9.496	0	0	0	57.184

OTHER OVERLAPPING GOVERNMENTS (2)

ASSESSMENT YEAR (1)	USD 259 FISCAL YEAR	STATE & COUNTY	CITY OF WICHITA	CITY OF BEL AIRE	CITY OF EASTBOROUGH	CITY OF KECHI	CITY OF PARK CITY
2003	03-04	30.317	31.905	23.861	30.007	18.353	36.193
2004	04-05	30.263	31.828	21.975	35.006	18.431	36.178
2005	05-06	30.258	31.898	22.831	37.642	18.246	35.043
2006	06-07	32.815	31.953	23.959	58.221	21.154	37.236
2007	07-08	32.833	31.979	33.503	60.252	24.037	37.145
2008	08-09	31.877	32.056	34.908	62.241	23.954	37.450
2009	09-10	31.368	32.142	35.970	58.351	33.857	37.332
2010	10-11	30.859	32.272	39.050	57.944	33.774	37.395
2011	11-12	30.928	32.359	46.118	59.999	33.676	37.792
2012	12-13	30.946	32.471	46.162	62.073	33.714	39.607

Source: Sedgwick County Clerk

(1) The year shown is the year in which taxes are levied for collection in the following calendar year.

(2) Overlapping rates are those of local and county governments that apply to property owners within the boundary of USD 259.

(3) In April 2008, the community approved a \$370 million bond issue.

(4) Taxes were levied in 2003, 2004, and 2005 for the purpose of funding District liability costs including cleanup of underground water pollution.

(5) Decreased 4.338 mills from the previous year due to use of year-end cash balances.

(6) Levy was assessed to pay special assessments for bond-related costs of streets and sewers.

(7) In 2011, one mill for technology was moved from the Capital Outlay fund to the Supplemental General fund. An additional 1.5 mills were moved in 2012. The State of Kansas is no longer funding capital outlay, so the mills were moved to maximize the state aid that could be received in the Supplemental General fund without impacting the overall mill levy.

Statistical Section

PRINCIPAL PROPERTY TAXPAYERS Current Year and Nine Years Ago For the Year Ended December 31,

TAXPAYER	2003			2012 (1)		
	TAXABLE ASSESSED VALUATION	Rank	PERCENT OF TOTAL ASSESSED VALUATION	TAXABLE ASSESSED VALUATION	Rank	PERCENT OF TOTAL ASSESSED VALUATION
Cessna Aircraft Co.	\$ 20,612,480	6	0.95%	\$ 39,162,483	1	1.51%
Kansas Gas & Electric	38,946,676	2	1.79%	33,198,608	2	1.28%
Hawker Beechcraft Corp. (2)	-	-	-	26,306,932	3	1.02%
Simon Property Group	30,746,187	3	1.42%	23,787,290	4	0.92%
Wesley Medical Center LLC	23,963,275	4	1.10%	22,201,032	5	0.86%
Southwestern Bell Telephone	44,100,378	1	2.03%	19,545,920	6	0.76%
Kansas Gas Service	9,959,124	8	0.46%	17,740,001	7	0.69%
City of Wichita	-	-	-	5,340,410	8	0.21%
Koch Real Estate Holdings, Inc.	10,146,920	7	0.47%	5,252,409	9	0.20%
IPC Wichita Properties	-	-	-	5,217,300	10	0.20%
Raytheon Aircraft Company (2)	21,449,800	5	0.99%	-	-	-
Builders, Inc.	5,983,264	10	0.28%	-	-	-
Bradley Fair One LLC	6,046,197	9	0.28%	-	-	-
Total	<u>\$ 211,954,301</u>		<u>9.77%</u>	<u>\$ 197,752,385</u>		<u>7.65%</u>
Total Assessed Value	\$ 2,171,116,119			\$ 2,588,387,766		

Source: Sedgwick County Clerk - Sedgwick County 2012 tax roll

(1) Data for 2013 is not available until December.

(2) Hawker Beechcraft Corporation's property was formerly owned by Raytheon Aircraft Company.

PROPERTY TAX LEVIES AND COLLECTIONS
Last Ten Fiscal Years

ASSESSMENT YEAR	COLLECTION YEAR	TOTAL TAX LEVY (1)	CURRENT TAX COLLECTIONS (2)	PERCENT OF LEVY COLLECTED
2003	2004	\$ 105,394,232	\$ 100,876,885	95.71%
2004	2005	\$ 107,582,230	\$ 103,354,047	96.07%
2005	2006	\$ 112,246,319	\$ 107,905,865	96.13%
2006	2007	\$ 118,198,862	\$ 114,338,778	96.73%
2007	2008	\$ 128,846,365	\$ 121,305,025	94.15%
2008	2009	\$ 133,916,687	\$ 127,433,823	95.16%
2009	2010	\$ 142,023,772	\$ 136,492,306	96.11%
2010	2011	\$ 143,768,168	\$ 135,624,083	94.34%
2011	2012	\$ 145,056,331	\$ 136,021,698	93.77%
2012	2013	\$ 142,995,323	\$ 134,901,705 (5)	94.34% (5)

ASSESSMENT YEAR	COLLECTION YEAR	DELINQUENT TAX COLLECTIONS (2) (3)	TOTAL TAX COLLECTED	PERCENT OF TOTAL TAX COLLECTED TO LEVY
2003	2004	\$ 2,328,096	\$ 103,204,981	97.92%
2004	2005	\$ 2,125,466	\$ 105,479,513	98.05%
2005	2006	\$ 2,408,840	\$ 110,314,705	98.28%
2006	2007	\$ 2,705,282	\$ 117,044,060	99.02%
2007	2008	\$ 3,154,760	\$ 124,459,785	96.60%
2008	2009	\$ 3,736,413	\$ 131,170,236	97.95%
2009	2010	\$ 2,284,364	\$ 138,776,670	97.71%
2010	2011	\$ 3,808,854	\$ 139,432,937	96.98%
2011	2012	\$ 4,406,040	\$ 140,427,738	96.81%
2012	2013	N/A (4)	N/A (4)	N/A (4)

(1) Source: Sedgwick County Treasurer.

(2) Source: District Tax Year Report.

(3) All delinquent taxes collected in a year are applied to the previous year, as they are assumed to be predominantly related to that year.

(4) Information is not applicable, as all delinquent amounts collected during the year were for taxes assessed in previous years. No current year taxes are yet delinquent.

(5) Includes only the taxes collected during the period of January 1 through the District's June 30 fiscal year-end.

COMPUTATION OF DIRECT AND OVERLAPPING DEBT
For the Year Ended June 30, 2013

GOVERNMENT UNITS	AMOUNT OF DEBT OUTSTANDING (2)	PERCENTAGE APPLICABLE TO TAXPAYERS OF USD 259	TOTAL DIRECT AND OVERLAPPING DEBT
Overlapping Debt:			
Sedgwick County	\$68,940,000	60.57% (1)	\$41,756,206
City of Wichita	471,371,694	70.93% (1)	334,323,345
City of Bel Aire	19,435,000	99.39% (1)	19,315,922
City of Eastborough	858,000	100.00% (1)	858,000
City of Kechi	6,830,000	78.70% (1)	5,375,157
City of Park City	22,705,000	73.01% (1)	16,577,100
Sub-total			<u>\$418,205,730</u>
Direct Debt:			
USD 259	449,856,476 (3)	100.00%	<u>449,856,476</u>
Total Direct and Overlapping Debt			<u><u>\$868,062,206</u></u>

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of USD 259. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the property owners of USD 259.

(1) The percentage of overlapping debt applicable to taxpayers of USD 259 is estimated using assessed valuations. For Sedgwick County, since 100 percent of USD 259 lies within Sedgwick County, the District's total assessed valuation was divided by the County's assessed valuation to determine the percentage of the County's debt applicable to taxpayers of the District. For all other entities, the portion of each entity's assessed valuation that is related to property located within USD 259 boundaries was divided by the entity's total assessed valuation.

(2) Source: Sedgwick County Clerk

(3) Includes premiums, discounts and deferred charge on refunding.

Statistical Section

RATIO OF NET GENERAL BONDED DEBT OUTSTANDING Last Ten Fiscal Years

ASSESSMENT YEAR	FISCAL YEAR	POPULATION (1)	TOTAL DISTRICT ENROLLMENT (2)	TOTAL ESTIMATED ACTUAL VALUE	GENERAL OBLIGATION DEBT (3)	GENERAL OBLIGATION DEBT AS PERCENTAGE OF PERSONAL INCOME	BONDED DEBT PER CAPITA
2003	03-04	354,617	49,065	\$ 13,549,014,748	\$ 252,705,000	2.36%	\$ 713
2004	04-05	353,823	48,818	\$ 14,013,486,743	\$ 318,674,233	4.03%	\$ 901
2005	05-06	354,865	48,865	\$ 14,576,881,342	\$ 307,298,634	3.77%	\$ 866
2006	06-07	357,698	48,770	\$ 15,336,753,086	\$ 295,133,035	3.63%	\$ 825
2007	07-08	361,016	48,705	\$ 16,125,531,303	\$ 282,167,436	3.13%	\$ 782
2008	08-09	356,564	49,146	\$ 16,860,190,386	\$ 461,558,975	5.42%	\$ 1,294
2009	09-10	359,306	50,042	\$ 16,857,044,692	\$ 579,496,211	6.38%	\$ 1,613
2010	10-11	383,142	50,033	\$ 15,635,085,749	\$ 525,674,860	5.88%	\$ 1,372
2011	11-12	384,439	50,103	\$ 15,671,444,537	\$ 468,413,312	5.24%	\$ 1,218
2012	12-13	385,586	50,639	\$ 16,570,740,491	\$ 449,856,476	4.77%	\$ 1,167

ASSESSMENT YEAR	FISCAL YEAR	DEBT SERVICE FUNDS AVAILABLE	NET BONDED DEBT	NET BONDED DEBT TO ESTIMATED ACTUAL VALUE	NET BONDED DEBT PER CAPITA	NET BONDED DEBT PER PUPIL
2003	03-04	\$ 17,124,778	\$ 235,580,222	1.74%	\$ 664	\$ 4,801
2004	04-05	\$ 17,632,788	\$ 301,041,445	2.15%	\$ 851	\$ 6,167
2005	05-06	\$ 17,008,732	\$ 290,289,902	1.99%	\$ 818	\$ 5,941
2006	06-07	\$ 17,141,033	\$ 277,992,002	1.81%	\$ 777	\$ 5,700
2007	07-08	\$ 17,740,086	\$ 264,427,350	1.64%	\$ 732	\$ 5,429
2008	08-09	\$ 22,024,806	\$ 439,534,169	2.61%	\$ 1,233	\$ 8,943
2009	09-10	\$ 23,372,779	\$ 556,123,432	3.30%	\$ 1,548	\$ 11,113
2010	10-11	\$ 20,876,849	\$ 504,798,011	3.23%	\$ 1,318	\$ 10,089
2011	11-12	\$ 22,492,365	\$ 445,920,947	2.85%	\$ 1,160	\$ 8,900
2012	12-13	\$ 24,403,113	\$ 425,453,363	2.57%	\$ 1,103	\$ 8,402

(1) Source: U.S. Census Bureau, 2012 American Community Survey 1-Year Estimate

(2) Source: USD 259 Student Records and Enrollment Services - 9/20 Official Enrollment Report

(3) Includes premiums, discounts and deferred charge on refunding.

LEGAL DEBT MARGIN
Last Ten Fiscal Years Ended June 30,

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Assessed Value (1)	\$ 2,171,116,119	\$ 2,232,140,522	\$ 2,314,710,733	\$ 2,428,891,164	\$ 2,541,139,105	\$ 2,647,930,183	\$ 2,626,823,265	\$ 2,630,077,764	\$ 2,627,697,250	\$ 2,588,387,766
Taxable Value of Motor Vehicles (1)	295,763,545	299,153,659	302,983,192	309,793,961	317,624,387	323,268,835	317,561,667	305,460,828	298,653,431	299,263,978
Total Assessed Valuation (2)	\$ 2,466,879,664	\$ 2,531,294,181	\$ 2,617,693,925	\$ 2,738,685,125	\$ 2,858,763,492	\$ 2,971,199,018	\$ 2,944,384,932	\$ 2,935,538,592	\$ 2,926,350,681	\$ 2,887,651,744
Bonded Debt Limit Percentage (3)	14.00%	14.00%	14.00%	14.00%	14.00%	14.00%	14.00%	14.00%	14.00%	14.00%
Bonded Statutory Debt Limit	\$345,363,153	\$354,381,185	\$366,477,150	\$383,415,918	\$400,226,889	\$415,967,863	\$412,213,890	\$410,975,403	\$409,689,095	\$404,271,244
Plus: Additional Authority (4)	0	0	0	0	0	246,682,112	246,682,112	246,682,112	246,682,112	246,682,112
Legal Debt Limit	\$ 345,363,153	\$ 354,381,185	\$ 366,477,150	\$ 383,415,918	\$ 400,226,889	\$ 662,649,975	\$ 658,896,002	\$ 657,657,515	\$ 656,371,207	\$ 650,953,356
Amount of Outstanding Debt (5)	\$ 252,705,000	\$ 311,260,000	\$ 300,585,000	\$ 288,120,000	\$ 276,855,000	\$ 452,040,000	\$ 570,600,000	\$ 514,270,000	\$ 458,650,000	\$ 438,985,000
Less: Amount in Sinking Fund	0	0	0	0	0	0	0	0	0	2,000,141
Less: Debt Not Applicable To the Limit (Crossover Advance Refunding)	0	70,875,000	70,875,000	70,875,000	70,875,000	70,875,000	70,875,000	37,790,000	0	0
Total Debt Applicable to the Limit	\$ 252,705,000	\$ 240,385,000	\$ 229,710,000	\$ 218,245,000	\$ 205,980,000	\$ 381,165,000	\$ 499,725,000	\$ 476,480,000	\$ 458,650,000	\$ 436,984,859
Legal Debt Margin	\$ 92,658,153	\$ 113,996,185	\$ 136,767,150	\$ 165,170,918	\$ 194,246,889	\$ 281,484,975	\$ 159,171,002	\$ 181,177,515	\$ 197,721,207	\$ 213,968,497
Total Debt Applicable To the Limit as a Percentage of Debt Limit	73.17%	67.83%	62.68%	56.92%	51.47%	57.52%	75.84%	72.45%	69.88%	67.13%

(1) Source: Sedgwick County Clerk as of December 31, 2012.

(2) Computed in accordance with K.S.A. 10-310.

(3) K.S.A. 72-6761.

(4) On September 9, 2008, the State Board of Education approved the additional \$246,682,112 to the legal debt limit of the District, as prescribed by K.S.A. 75-2318. This approval was needed in order for the District to hold an election for the issuance of bonds in the amount of \$370,000,000, which otherwise would have caused the School District's bonded indebtedness to exceed the general obligation bond debt limit.

(5) As of June 30, 2013.

**RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL BONDED DEBT TO TOTAL CURRENT
GOVERNMENTAL EXPENDITURES**
Last Ten Fiscal Years

FISCAL YEAR	PRINCIPAL	INTEREST AND FISCAL CHARGES	TOTAL DEBT SERVICE (1)	TOTAL CURRENT GOVERNMENTAL EXPENDITURES	RATIO OF DEBT SERVICE TO TOTAL GENERAL EXPENDITURES
03-04	\$ 11,640,000	\$ 12,251,938	\$ 23,891,938	\$ 380,697,123	6.19%
04-05	\$ 9,905,000	\$ 11,699,438	\$ 21,604,438	\$ 385,070,573	5.73%
05-06	\$ 10,675,000	\$ 13,956,286	\$ 24,631,286	\$ 427,160,079	5.77%
06-07	\$ 11,465,000	\$ 13,860,796	\$ 25,325,796	\$ 461,551,330	5.49%
07-08	\$ 12,264,999	\$ 13,211,519	\$ 25,476,518	\$ 502,103,024	5.07%
08-09	\$ 13,075,000	\$ 12,543,847	\$ 25,618,847	\$ 581,738,585	4.40%
09-10	\$ 13,955,000	\$ 21,802,132	\$ 35,757,132	\$ 595,798,321	6.00%
10-11	\$ 20,110,000	\$ 27,928,465	\$ 48,038,465	\$ 522,973,239	9.19%
11-12	\$ 17,830,000	\$ 23,386,402	\$ 41,216,402	\$ 512,448,293	8.04%
12-13	\$ 42,595,000 (2)	\$ 22,275,149	\$ 64,870,149	\$ 538,092,279	12.06%

Source: USD 259 Audited Financial Statements

(1) Fund included: Debt Service

(2) Increase is due to the current refunding of general obligation bonds.

Statistical Section

DEMOGRAPHIC STATISTICS Last Ten Fiscal Years

CALENDAR YEAR	FISCAL YEAR	CITY OF WICHITA POPULATION (1)	WICHITA TOTAL PERSONAL INCOME	WICHITA PER CAPITA INCOME (1)	CITY OF WICHITA MEDIAN AGE (1)	USD 259 ENROLLMENT (3)
2003	03-04	354,617	\$ 10,718,653,442	\$ 30,226	33.9	49,065
2004	04-05	353,823	\$ 7,902,990,528	\$ 22,336	34.0	48,818
2005	05-06	354,865	\$ 8,143,087,155	\$ 22,947	34.2	48,865
2006	06-07	357,698	\$ 8,131,906,332	\$ 22,734	34.8	48,770
2007	07-08	361,016	\$ 9,018,179,680	\$ 24,980	35.0	48,705
2008	08-09	356,564	\$ 8,509,756,424	\$ 23,866	34.5	49,146
2009	09-10	359,306	\$ 9,086,130,128	\$ 25,288	34.5	50,042
2010	10-11	383,142	\$ 8,942,151,138	\$ 23,339	33.9	50,033
2011	11-12	384,439	\$ 8,930,902,409	\$ 23,231	34.3	50,103
2012	12-13	385,586	\$ 9,431,819,146	\$ 24,461	35.1	50,639

CALENDAR YEAR	FISCAL YEAR	WICHITA TAXABLE RETAIL SALES (4)	WICHITA ELECTRICITY CONSUMED IN KILOWATT HOURS (4)	WICHITA MID-CONTINENT AIRPORT ACTIVITY (4)		CITY OF WICHITA UNEMPLOYMENT RATE (2)
				AIR PASSENGERS INBOUND	AIR PASSENGERS OUTBOUND	
2003	03-04	\$ 6,529,805,447	5,829,362,000	712,020	717,741	7.9%
2004	04-05	\$ 6,866,031,289	5,875,549,000	749,333	749,416	6.8%
2005	05-06	\$ 6,176,332,549	6,161,594,000	744,227	742,363	6.1%
2006	06-07	\$ 7,361,051,852	6,149,132,000	733,712	726,619	5.1%
2007	07-08	\$ 7,621,333,028	6,243,092,000	800,694	795,535	4.6%
2008	08-09	\$ 8,557,246,952	6,120,668,000	813,789	805,286	5.4%
2009	09-10	\$ 8,089,220,445	5,735,691,000	759,324	746,283	7.6%
2010	10-11	\$ 8,069,669,284	6,171,034,000	776,787	772,608	8.5%
2011	11-12	\$ 8,415,289,907	6,170,258,000	769,874	762,707	7.8%
2012	12-13	\$ 8,845,991,759	5,976,997,000	772,167	766,502	7.4%

(1) Source: U.S. Census Bureau, 2012 American Community Survey 1-Year Estimate

(2) Source: Kansas Department of Labor website

(3) Source: USD 259 Student Records and Enrollment Services - 9/20 Official Enrollment Report

(4) Source: Wichita State University Center for Economic Development & Business Research, figures for the Wichita Metropolitan Statistical Area

Statistical Section

PRINCIPAL EMPLOYERS Current Year and Nine Years Ago For the Year Ended December 31,

<u>Employer</u>	<u>2003</u>			<u>2012</u>		
	<u>Full-Time Civilian Employees</u>	<u>Rank</u>	<u>Percentage of Total Wichita MSA Employment (1)</u>	<u>Full-Time Civilian Employees</u>	<u>Rank</u>	<u>Percentage of Total Wichita MSA Employment (1)</u>
Spirit AeroSystems, Inc.	(3) -	-	-	10,800	1	3.53%
Via Christi Health System	3,218	7	1.13%	6,237	2	2.04%
Unified School District #259	4,966	5	1.74%	5,421	3	1.77%
Cessna Aircraft Company	9200	2	3.23%	5,000	4	1.64%
Hawker Beechcraft	(2) -	-	-	4,500	5	1.47%
State of Kansas	4,800	6	1.69%	3,967	6	1.30%
City of Wichita	2,876	8	1.01%	2,924	7	0.96%
Bombardier Aerospace Learjet, Inc.	2,600	10	0.91%	2,800	8	0.92%
United States Government	5,186	4	1.82%	2,708	9	0.89%
Koch Industries, Inc.	-	-	-	2,650	10	0.87%
Boeing Company	(3) 12,565	1	4.41%	-	-	-
Raytheon Aircraft Corporation	(2) 7,000	3	2.46%	-	-	-
Dillons Food Stores	2,700	9	0.95%	-	-	-
Totals	<u>55,111</u>		<u>19.35%</u>	<u>47,007</u>		<u>15.39%</u>

Source: Sedgwick County Comprehensive Annual Financial Report

Note: MSA - Metropolitan Statistical Area

Data for 2013 is not available until December.

(1) Includes Sedgwick, Butler, Harvey and Sumner counties for 2012. Data for 2003 includes Sedgwick, Butler and Harvey counties.

(2) Hawker Beechcraft formerly owned by Raytheon Aircraft Corporation.

(3) Spirit AeroSystems, Inc. formerly owned by Boeing.

MISCELLANEOUS STATISTICS
Ten-Year Comparison

Date Established as Unified School District 259 Geographical Area Form of Organization Accreditation	July 1, 1965 152 square miles 7-member board Kansas State Department of Education										
STUDENT DATA											
Elementary school enrollment	23,754	23,921	24,047	24,271	24,348	24,926	25,290	25,355	25,476	25,915	25,915
Middle school enrollment	10,340	10,243	10,198	9,921	9,730	9,588	9,844	9,951	10,181	10,217	10,217
High school enrollment	12,697	12,686	12,823	12,763	12,766	12,771	12,627	12,493	12,330	12,339	12,339
Alternative and special school enrollment	2,274	1,968	1,797	1,815	1,861	1,797	2,281	2,234	2,116	2,168	2,168
Average daily attendance	92.7%	93.2%	94.3%	93.8%	94.0%	94.3%	93.9%	94.3%	94.5%	94.1%	94.1%
Composite ACT scores	20.6	20.4	20.3	26.6	20.7	20.4	19.8	19.8	19.7	19.8	19.8
Wichita Area Technical College enrollment (1)	12,409	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
STUDENT/TEACHER RATIOS											
Elementary school	21.4	21.5	21.3	21.6	21.0	21.0	20.8	20.6	20.4	19.8	19.8
Middle school	19.6	19.3	19.2	18.2	13.1	13.1	13.3	13.4	14.9	14.1	14.1
High school	24.3	21.9	23.7	22.3	21.8	21.7	21.5	15.2	17.4	17.4	17.4
RACIAL AND ETHNIC PERCENTAGES OF STUDENTS											
African-American	23.0%	22.4%	21.5%	20.9%	20.1%	19.9%	19.5%	19.2%	18.6%	18.2%	18.2%
Asian	5.2%	5.1%	5.1%	5.1%	5.0%	5.3%	4.9%	4.8%	4.7%	4.5%	4.5%
Hispanic	19.1%	20.1%	21.1%	22.3%	22.2%	23.8%	28.1%	29.6%	31.1%	32.1%	32.1%
Native American-Indian	2.6%	2.6%	2.6%	2.7%	2.6%	2.5%	1.7%	1.6%	1.4%	1.4%	1.4%
Native Hawaiian	-	-	-	-	-	-	0.2%	0.1%	0.2%	0.2%	0.2%
Multi Racial	2.6%	4.5%	4.4%	7.6%	9.8%	10.2%	7.5%	8.0%	8.2%	8.6%	8.6%
White or other	47.5%	45.3%	45.3%	41.4%	40.3%	38.3%	38.1%	36.7%	35.8%	35.1%	35.1%
MALE/FEMALE PERCENTAGES OF STUDENTS											
Male	51.1%	51.1%	50.9%	50.8%	53.0%	51.0%	51.1%	51.2%	51.3%	51.4%	51.4%
Female	48.9%	48.9%	49.1%	49.2%	47.0%	49.0%	48.9%	48.8%	48.7%	48.6%	48.6%
EMPLOYEES											
Instruction (4)	4,751	4,885	5,124	5,354	5,545	5,619	5,652	5,680	5,511	5,568	5,568
Instructional Support (4)	105	100	104	111	127	128	117	84	60	56	56
Operations (5)	854	877	922	928	918	924	910	899	891	975	975
Other Commitments/Capital Projects (5)	83	83	87	87	87	90	95	95	95	24	24
Leadership	18	16	18	18	22	23	23	17	18	18	18
LATCHKEY CENTERS (2)	34	39	39	43	43	44	45	45	46	48	48
CHILD DEVELOPMENT CENTERS (3)	10	10	10	10	10	10	10	9	9	8	8

(1) The Wichita Area Technical College is no longer a part of USD 259. Information obtained from the Board of Regents website.
 (2) Also known as School Age Program Centers. Latchkey centers are run by USD 259. Information provided by Wichita Public Schools.
 (3) Metro Midtown Child Development Center closed at the end of 2009-10, and Metro-Boulevard closed in 2012-13.
 (4) Decreases in 2010-11 and 2011-12 are primarily due to cuts in state and federal aid.
 (5) In 2012-2013, 71 positions were moved from Capital Projects to Operations due to the state eliminating funding for capital outlay.

OPERATING INDICATORS BY FUNCTION/PROGRAM
Last Ten Fiscal Years

Function/Program	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13
Instruction										
District-Wide Enrollment	49,065	48,818	48,865	48,770	48,705	49,146	50,042	50,033	50,103	50,639
Enrollment Percentage Change from Base Year (3)	105.3%	104.8%	104.9%	104.7%	104.6%	105.5%	107.4%	107.4%	107.6%	108.7%
Bilingual Enrollment	5,111	5,342	5,448	5,573	6,079	6,574	7,309	7,850	8,181	8,686
Special Education Enrollment	8,594	8,687	8,571	8,251	7,853	7,679	7,706	7,812	7,915	7,895
At-Risk Enrollment	25,485	26,247	26,706	26,398	26,654	27,464	30,416	31,668	32,721	33,303
Days School in Session	173	170	173	172	171	173	171	167	173	169
Student Attendance Percentage (1)	92.8%	93.2%	94.3%	93.9%	94.0%	94.3%	93.9%	94.2%	94.5%	94.1%
Student and Instructional Support										
Percentage of Seniors Graduating (1) (2)	68.7%	74.7%	77.6%	76.4%	79.3%	80.1%	63.1%	66.2%	74.1%	76.5%
Administration										
Number of Student Suspensions	11,290	10,941	12,434	13,109	12,827	13,697	13,220	12,773	11,391	10,934
Number of Student Expulsions	130	106	429	69	139	191	141	138	92	42
Operations and Maintenance										
Number of Work Orders Completed	30,162	31,169	32,153	34,416	32,172	31,068	29,655	30,878	29,353	29,976
Transportation										
Number of Students Transported (1)	18,139	17,258	20,973	19,559	19,827	19,315	19,175	18,732	18,621	17,998
Nutrition Services										
Breakfasts Served	1,477,835	1,490,470	1,525,797	1,475,302	1,516,643	1,569,190	1,565,019	1,645,664	1,827,516	1,881,998
Lunches Served	4,771,525	4,832,445	4,999,513	4,993,009	5,029,026	5,264,881	5,339,748	5,336,254	5,575,561	5,336,982

N/A = Not Available

(1) Source: Kansas Department of Education

(2) Graduation data prior to 2008-09 used the National Center for Education Statistics (NCES) formula. 2008-09 graduation data used the No Child Left Behind (NCLB) formula. 2009-10 graduation data and thereafter uses the Four-Year and Five-Year Adjusted Cohort formulas which are significantly different than the NCES and NCLB formulas. Therefore, no comparisons can be made between graduation data from 2009 and earlier and graduation data from 2010 and beyond.

(3) The base year is 1995-96 enrollment of 46,579. This is the point of the lowest enrollment during the prior 20-year period.

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
Last Ten Fiscal Years

<u>Function/Program</u>	<u>2003-04</u>	<u>2004-05</u>	<u>2005-06</u>	<u>2006-07</u>	<u>2007-08</u>	<u>2008-09</u>	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>
Instruction										
Elementary Schools (5)	57	57	56	56	56	56	56	56	56	54
K-8 Schools (7)	1	1	1	1	1	2	2	2	2	3
Middle Schools (2)	16	16	16	16	16	16	16	16	15	15
High Schools (3)	11	11	11	11	11	11	11	10	10	10
Alternative and Special Schools (6)	15	16	16	16	16	16	16	16	13	13
Student and Instructional Support										
Number of Computer Servers	261	281	287	302	321	412	417	438	452	487
Number of Microwave Towers	50	50	49	49	47	47	48	49	49	49
Number of Computers (8)	14,205	16,423	19,031	21,148	23,628	25,996	28,145	27,053	31,750	37,062
Administration										
Non-School Buildings (4)	12	13	15	15	12	12	12	12	11	11
Acres of Unimproved Land (1)	0	0	0	80	80	82	82	349	82	82
Operations and Maintenance										
Number of Operational Vehicles Maintained	N/A	232	245	244	230	230	245	249	258	251
Number of Heavy Equipment Maintained	N/A	97	99	106	106	106	106	114	114	115
Nutrition Services										
Number of Nutrition Services Vehicles Maintained	N/A	24	24	24	24	24	23	23	26	26

N/A = Not Available

Indicators are not available for the Transportation program, since the District contracts out student bussing and therefore does not own the assets.

(1) Land was purchased in 2006-07 and in 2008-09 for the purpose of constructing two new schools. In 2010-11, 267 acres of unimproved land were purchased for three additional new schools, as well as additions and improvements to existing buildings. The decrease in 2011-12 is due to completion of many of these projects.

(2) Blackbear Bosin Academy closed in 2011-12.

(3) Metro Midtown closed at the end of 2009-10.

(4) Kellogg, South Hillside, and Funston properties were sold during FY08. Carter property was sold in 2011-12.

(5) Funston and Price Magnet closed and Jackson opened in 2004-05. In 2012-13 Bryant, Lincoln, and Emerson closed, and Ortiz opened.

(6) Leases were not renewed for three sites in 2011-12.

(7) Gordon Parks Academy opened in 2008-09. Christa McAuliffe Academy opened in 2012-13.

(8) The increase in 2012-13 is due to a timing issue. Schools have received their new computers but have not yet discarded their old computers.

TEACHER SALARY SCHEDULE
2012-2013

Initial Placement	Step	BA Degree	BA+ 10 Gr. Hours	BA+ 20 Gr. Hours	BA+ 30 Gr. Hours	MA+ Degree	MA+ 10 Gr. Hours	MA+ 20 Gr. Hours	MA+ 30 Gr. Hours	Ed. Sp. or MA+ 40 Gr. Hours	Ed. Sp.+ 10 or MA+ 50 Gr. Hours	Ed. Sp.+ 20 or MA+ 60 Gr. Hours	Earned Doctorate
0	2	\$ 38,378	\$ 38,902	\$ 39,426	\$ 39,951	\$ 40,771	\$ 41,295	\$ 41,819	\$ 42,343	\$ 42,867	\$ 43,391	\$ 43,915	\$ 44,439
1	3	\$ 39,300	\$ 39,825	\$ 40,349	\$ 40,873	\$ 41,989	\$ 42,513	\$ 43,037	\$ 43,561	\$ 44,085	\$ 44,609	\$ 45,133	\$ 45,657
2	4	\$ 40,223	\$ 40,747	\$ 41,271	\$ 41,795	\$ 43,207	\$ 43,731	\$ 44,255	\$ 44,779	\$ 45,303	\$ 45,827	\$ 46,351	\$ 46,875
3	5	\$ 41,145	\$ 41,669	\$ 42,193	\$ 42,717	\$ 44,425	\$ 44,949	\$ 45,473	\$ 45,997	\$ 46,521	\$ 47,045	\$ 47,569	\$ 48,094
4	6	\$ 42,067	\$ 42,591	\$ 43,115	\$ 43,639	\$ 45,643	\$ 46,167	\$ 46,691	\$ 47,215	\$ 47,739	\$ 48,263	\$ 48,787	\$ 49,312
5	7	\$ 42,989	\$ 43,513	\$ 44,037	\$ 44,561	\$ 46,861	\$ 47,385	\$ 47,909	\$ 48,433	\$ 48,957	\$ 49,481	\$ 50,006	\$ 50,530
6	8	\$ 43,911	\$ 44,435	\$ 44,959	\$ 45,484	\$ 48,079	\$ 48,603	\$ 49,127	\$ 49,651	\$ 50,175	\$ 50,699	\$ 51,224	\$ 51,748
7	9	\$ 44,833	\$ 45,358	\$ 45,882	\$ 46,406	\$ 49,297	\$ 49,821	\$ 50,345	\$ 50,869	\$ 51,393	\$ 51,918	\$ 52,442	\$ 52,966
8	10	\$ 46,280	\$ 46,804	\$ 47,328	\$ 47,852	\$ 50,515	\$ 51,039	\$ 51,563	\$ 52,087	\$ 52,612	\$ 53,136	\$ 53,660	\$ 54,184
9	11		\$ 47,726	\$ 48,250	\$ 48,774	\$ 51,733	\$ 52,257	\$ 52,781	\$ 53,305	\$ 53,830	\$ 54,354	\$ 54,878	\$ 55,402
10	12				\$ 49,172	\$ 52,951	\$ 53,475	\$ 53,999	\$ 54,524	\$ 55,048	\$ 55,572	\$ 56,096	\$ 56,620
11	13				\$ 54,169	\$ 55,217	\$ 55,742	\$ 56,266	\$ 56,790	\$ 57,314	\$ 57,838	\$ 58,362	\$ 58,886
12	14					\$ 56,436	\$ 56,960	\$ 57,484	\$ 58,008	\$ 58,532	\$ 59,056	\$ 59,580	\$ 60,104
13+	15							\$ 58,702	\$ 59,226	\$ 59,750	\$ 60,274	\$ 60,798	\$ 61,322

Source: Agreement between Board of Education, Unified School District No. 259, Sedgwick County, State of Kansas and United Teachers of Wichita

A fractional part of a year's service shall be paid on the basis that the number of contract days worked bears to the total number of contract days in the contract year.

The base contract salary shall be prorated for any teacher who teaches less than full time.

The salary schedule remained unchanged from 2008-2012. However, the current year reflects a 1% increase.

Statistical Section

SUPPLEMENTAL SALARY SCHEDULE 2012-2013

Supplemental	2012-13 Annual Amount	Supplemental	2012-13 Annual Amount	Supplemental	2012-13 Annual Amount
Level A		Level B		Level C	
Untitled Level A	\$ 1,343	Untitled Level B	\$ 2,111	Untitled Level - C	\$ 2,878
All City Music Leader	1,343	Acad Core Team Ldr 3-4 - Midd	2,111	Acad Core Tm Ldr 5 & above Mid	2,878
Area Music Leader - Elementary	1,343	Academy Leader	2,111	Academic Bowl Sponsor - High	2,878
Asst Band	1,343	Athletic Coordinator - Middle	2,111	AVID District Coordinator	2,878
Before School Supervisor	1,343	AVID Site Coordinator	2,111	Cheerleader Head Sponsor High	2,878
Class Head Sponsor - High	1,343	AYP LA/Math Contact	2,111	Detention Rm Monitor-Mid or Hi	2,878
Elementary Chair 4 or more	1,343	Bus Monitor	2,111	Forensic Coach - High	2,878
Exploratory Team Leader - Midd	1,343	Drama Production Middle	2,111	Intensive Support Team	2,878
Extended School Year Team	1,343	Hallway Supervision Lunch	2,111	Newspaper Head Sponsor - High	2,878
EC Event/Club Sponsor - A	1,343	Instrumental Music Leader Midd	2,111	Peer Consultant - Gov Bd Membr	2,878
Flag Team/Color Guard Supervisor	1,343	Intervention Tutor - B	2,111	Pom Pon Head Sponsor - High	2,878
Future Educators Club Sponsor	1,343	Intramural Activity - High	2,111	School to Work Academy Leader - High	2,878
Grade Level Lead	1,343	Leadership Sponsor - JROTC Middle	2,111	Social Worker Ldr 3 & above	2,878
Honor Society Sponsor	1,343	Yearbook Head Sponsor-Middle	2,111	Student Council Hd Spons High	2,878
Intervention Tutor - A	1,343	National Academic League Sponsor	2,111	Teacher In Charge	2,878
Lead Teachers - Secondary	1,343	Pep Club Sponsor - High	2,111	PEP Grant Physical Activity Secondary	2,878
Intramural Activity - Middle	1,343	Safety Patrol Sponsor - Elem	2,111		
School Improvement Team	1,343	School Improvement Leader	2,111		
Science Olympiad Coach	1,343	Student Council Sponsor - Midd	2,111		
Shared Inquiry Coach	1,343	Vocal Music Leader - Middle	2,111		
Spirit Club Sponsor - Middle	1,343	EC School Wide Publications/Website Editor - B	2,111		
EC School Wide Publications/Website Editor - A	1,343	EC Event/Club Sponsor - B	2,111		
Family Engagement Contact	1,343				
Circle of Friends Program	1,343				
Vertical Team Leader	1,343				
Career/Technical Support Org	1,343				
Level D		Level E		Level F	
Untitled Level - D	\$ 3,646	Untitled Level - E	\$ 4,413	Untitled Level - F	\$ 5,181
Activity Bus Monitor	3,646	Department Chair 3-6 - High	4,413	After School Program Supervisor	5,181
Debate Coach - High	3,646	Head Counselor - High	4,413	Elementary Truancy Specialist	5,181
Drama Activities Leader - High	3,646	Head Library Media Spec - High	4,413	Instrumental Music Leader High	5,181
Site Technology Specialist - D	3,646	In-Service Presenter	4,413	Junior Reserve Officer - Commissioned - High	5,181
Yearbook Sponsor - High	3,646	Lunchroom Monitor	4,413		
		Site Technology Specialist - E	4,413		
		Ticket Specialist - High	4,413		
		Vocal Music Leader - High	4,413		
Level G		Level H		Level I	
Untitled Level - G	\$ 5,949	Untitled Level - H	\$ 6,716	Untitled Level - I	\$ 7,484
Department Chair 7-8 - High	5,949			Department Chair 9-17 - High	7,484
Junior Reserve Officer - Non-Commissioned - High	5,949			District Curriculum Designer	7,484
Strategic Intervention Trainer	5,949				
Level J		Level J cont.		Level J cont.	
Untitled Level - J	\$ 8,251	Head Volleyball - High	\$ 3,513	Asst Softball - High	\$ 2,241
Dept Chair 18 & above - High	8,251	Head Wrestling - High	4,607	Asst Swimming - High	2,346
Peer Consultant - Teacher	8,251	Head Bowling - High	2,334	Asst Tennis - High	1,598
Head Baseball - High	3,735	MS Head Basketball	3,177	Asst Track - High	2,958
Head Basketball - High	6,379	MS Head Track	2,795	Asst Volleyball - High	2,108
Head Cross Country - High	2,981	MS Head Volleyball	2,284	Asst Wrestling - High	2,764
Head Football - High	6,379	MS Head Cross Country	1,603	Asst Bowling - High	1,400
Head Golf - High	2,574	Asst Baseball - High	2,241	MS Asst Basketball	1,906
Head Gymnastics - High	4,146	Asst Basketball - High	3,827	MS Asst Track	1,677
Head Soccer - High	3,735	Asst Cross Country - High	1,789	MS Asst Volleyball	1,371
Head Softball - High	3,735	Asst Football - High	3,827	MS Asst Cross Country	962
Head Swimming - High	3,910	Asst Golf - High	1,544	Athletic Coordinator	8,981
Head Tennis - High	2,663	Asst Gymnastics - High	2,488		
Head Track - High	4,929	Asst Soccer - High	2,241		

Source: Agreement between Board of Education, Unified School District No. 259, Sedgwick County State of Kansas and United Teachers of Wichita

The term "supplemental salary" shall refer to payment for the assigned, accepted, and performed services under a supplemental contract as set forth on this page.

The 2012-2013 supplemental rates reflect a 1% increase over the prior fiscal year (FY 2012) which had remained unchanged from 2008-2012.

Statistical Section

DISTRICT FEEDER PROGRAM

The District schools are organized into units called high school feeder patterns. Students move from the elementary school to middle school and on to the high school located in their neighborhoods.

<u>East High School Feeder Pattern</u> Number of students in the feeder pattern: 7837 Number of buildings in the feeder pattern: 11 Average school building age: 54 years		<u>Heights High School Feeder Pattern</u> Number of students in the feeder pattern: 6,455 Number of buildings in the feeder pattern: 13 Average school building age: 28 years		<u>North High School Feeder Pattern</u> Number of students in the feeder pattern: 8,117 Number of buildings in the feeder pattern: 15 Average school building age: 61 years	
12-13 <u>Enrollment</u>		12-13 <u>Enrollment</u>		12-13 <u>Enrollment</u>	
East High School 2,278		Heights High School 1,392		North High School 2,042	
Jardine Middle School 408		Brooks Middle School 577		Hadley Middle School 752	
Mead Middle School 565		Gordon Parks Middle School 114		Horace Mann Middle School 173	
Robinson Middle School 784		Stucky Middle School 627		Marshall Middle School 501	
				Pleasant Valley Middle School 617	
Anderson Elementary School 588		Buckner Elementary School 390		Cloud Elementary School 693	
College Hill Elementary School 475		Chisholm Trail Elementary School 475		Horace Mann Elementary School 435	
Colvin Elementary School 829		Earhart Elementary School 418		Irving Elementary School 523	
Griffith Elementary School 530		Gammon Elementary School 377		McLean Elementary School 304	
Hyde Elementary School 304		Gordon Parks Elementary School 382		OK Elementary School 358	
Linwood Elementary School 540		Jackson Elementary School 392		Ortiz Elementary School 375	
Washington Elementary School 536		L'Ouverture Elementary School 356		Park Elementary School 344	
		Mueller Elementary School 412		Pleasant Valley Elementary School 362	
		Spaght Elementary School 543		Riverside Elementary School 282	
				Woodland Elementary School 356	

<u>Northeast High School Feeder Pattern</u> Number of students in the feeder pattern: 2,663 Number of buildings in the feeder pattern: 8 Average school building age: 46 years		<u>Northwest High School Feeder Pattern</u> Number of students in the feeder pattern: 4,527 Number of buildings in the feeder pattern: 7 Average school building age: 56 years		<u>South High School Feeder Pattern</u> Number of students in the feeder pattern: 5,198 Number of buildings in the feeder pattern: 7 Average school building age: 49 years	
12-13 <u>Enrollment</u>		12-13 <u>Enrollment</u>		12-13 <u>Enrollment</u>	
Northeast Magnet High School 588		Northwest High School 1,373		South High School 1,485	
Allison Middle School 513		Wilbur Middle School 960		Truesdell Middle School 952	
Black Elementary School 362		Benton Elementary School 367		Cessna Elementary School 499	
Bostic Elementary School 298		Cleveland Elementary School 284		Enterprise Elementary School 480	
Isely Elementary School 441		Kensler Elementary School 646		Kelly Elementary School 495	
Enders Elementary School 461		McCollom Elementary School 466		White Elementary School 616	
		Peterson Elementary School 431		Woodman Elementary School 671	

<u>Southeast High School Feeder Pattern</u> Number of students in the feeder pattern: 7,823 Number of buildings in the feeder pattern: 14 Average school building age: 44 years		<u>West High School Feeder Pattern</u> Number of students in the feeder pattern: 5,616 Number of buildings in the feeder pattern: 10 Average school building age: 68 years		<u>Alternative and Special Schools</u> Number of students in the feeder pattern: 1,664 Number of buildings in the feeder pattern: 2 Average school building age: 89 years	
12-13 <u>Enrollment</u>		12-13 <u>Enrollment</u>		12-13 <u>Enrollment</u>	
Southeast High School 1,626		West High School 1,320		Metro-Boulevard Alternative High School 96	
Christa McAuliffe Middle School 294		Hamilton Middle School 560		Metro-Meridian Alternative High School 139	
Coleman Middle School 543		Mayberry Middle School 617			
Curtis Middle School 660				Learning Centers/Other Sites 1,429	
Adams Elementary School 447		Dodge Elementary School 591			
Allen Elementary School 601		Franklin Elementary School 349			
Beech Elementary School 518		Gardiner Elementary School 591			
Caldwell Elementary School 493		Harry Street Elementary School 431			
Christa McAuliffe Elementary School 258		Lawrence Elementary School 451			
Clark Elementary School 375		Payne Elementary School 299			
Jefferson Elementary School 451		Stanley Elementary School 407			
Minneha Elementary School 637					
Price-Harris Elementary School 427					
Seltzer Elementary School 493					

<u>Special Education Schools</u> Number of students in the feeder pattern: 276 Number of buildings in the feeder pattern: 5 Average school building age: 46 years		<u>Early Childhood Education Schools</u> Number of students in the feeder pattern: 463 Number of buildings in the feeder pattern: 2 Average school building age: 52 years		<u>Other District Buildings</u> Number of buildings: 4 Average building age: 47 years	
12-13 <u>Enrollment</u>		12-13 <u>Enrollment</u>			
Chisholm Life Skills Center 83		Dunbar Early Childhood Center (counted under Little)		Alvin E. Morris Administrative Center	
Greiffenstein Special Education Center 28		Little Early Childhood Center 463		Joyce Focht Instructional Support Center	
Levy Special Education Center 73				Management Information Systems Center	
Sowers Special Education Center 67				School Service Center	
Wells Special Education Center 25					

12-13 Student Enrollment Total: 50,639	
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Note: Information provided by Wichita Public Schools
Student Records and Enrollment Services.





The Wichita Public Schools does not discriminate on the basis of race, color, ancestry, national origin, religion, sex, disability, age, veteran status, or any other legally protected classification. Persons having inquiries may contact the School District's Title IX Director/ADA/Section 504 Coordinator for adults at 316-973-4420, or Section 504 Coordinator for students at 316-973-4702, 201 N. Water, Wichita, KS 67202.

