

cPa DIXON, WALLER & CO., INC.

CROWLEY COUNTY SCHOOL DISTRICT

NUMBER RE-1-J

REPORT ON EXAMINATION

JUNE 30, 2009

DIXON, WALLER & CO., INC.

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REPORT ON EXAMINATION

June 30, 2009

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CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
ROSTER OF SCHOOL OFFICIALS
June 30, 2009

BOARD OF EDUCATION

Michael F. Apker	President
Kay Markus	Vice-President
Jeri Urban	Secretary
Gerald Barber	Treasurer
Patricia Florez	Member
Orlando Terrones	Member
Leif Berg	Member

SCHOOL OFFICIALS

John C. McCleary	Superintendent
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FINANCIAL SECTION

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Board of Education
Crowley County School District Number Re-1-J
Ordway, Colorado 81063

Independent Auditor's Report

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Crowley County School District Number Re-1-J as of June 30, 2009, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Crowley County School District Number Re-1-J's management. Our responsibility is to express an opinion 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amount and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Crowley County School District Number Re-1-J as of June 30, 2009, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The Management's Discussion and Analysis and budgetary comparison information on pages i through x and 30 through 33, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Crowley County School District Number RE-1-J basic financial statements. The combining and individual fund financial statements and schedules and state required schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements and schedules and state required schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

A handwritten signature in cursive script that reads "Dejon, Waller & Co, Inc." The signature is written in dark ink and is positioned above the date.

November 24, 2009

MANAGEMENT'S DISCUSSION AND ANALYSIS

**Crowley County School District RE-1J
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2009**

Management of Crowley County School District RE1-J offers readers the basic financial statements. This narrative is an overview and analysis of the financial activities of the District for the year ended June 30, 2009. The focus of the information is on the primary government (general) fund. Most of the expenditures and revenue for the district reside in the general fund.

The District has adopted the financial reporting model promulgated by the Government Accounting Standards Board (GASB). In accordance with GASB Statement No. 34, Basic Financial Statement and Management Discussion and Analysis for State and Local Governments, the District is not required to restate prior periods for the purposes of providing comparative information. A comparative analysis of the government wide information is presented.

Financial Highlights

- In governmental activities, The Districts assets exceeded its liabilities at the close of the fiscal year by \$5,728,306 (net assets). Of this amount \$1,634,582 (unrestricted net assets) may be used to meet the District's ongoing obligations. This is a decrease in the net assets over the 2008 ending fund balance.
- The district's business type activity (which is food services activities) had unrestricted net assets of \$25,143 at the conclusion of the 2009 audit. This is a slight decline from the previous years ending fund balance of \$26,452.
- The district entered into a long term lease with Wells Fargo Leasing to have a performance based agreement for energy savings to the district. This included extensive renovation of the districts heating and cooling systems and other cost saving measures.
- At the end of the fiscal year, the District's governmental funds reported combined ending fund balances of \$1.8 million which was a decrease of \$209,500 from the previous year. Much of this decrease came from finishing ongoing capital improvement projects.
- The long term debt obligation of the district increased significantly during the course of the past three fiscal years. This is due to the capital improvements made to all the facilities to insure energy savings. Prior to these projects, the only long term debt instrument was from the 1992 remodeling and renovation project. The capital long term debt for this debt financing is \$175,000. The obligation with Well Fargo (less any applicable interest) is \$679,332 for the HVAC upgrade. The debt

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Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2009**

instrument to the First National Bank of Ordway for the asbestos abatement project is \$126,771 as of May 2009. The total annual payment including interest for all three debt issues is approximately \$203,000.

- The district continued to have adequate resources available to meet their ongoing appropriations during the current fiscal year.

Overview of the Financial Statements

Management's discussion and analysis is intended to serve as an introduction to the district's basic financial statements. Comparison to the prior year's activity is normally provided in this document. This is the fifth presentation of management's discussion and analysis comparison data. Crowley County School District's basic financial statements are comprised of three components: 1) district wide financial statements; 2) fund financial statements; and 3) notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

District-Wide Financial Statements

The district wide statements report information about the District as a whole using accounting methods similar to those used by the private sector. The statement of net assets includes all of the districts 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 expended.

The two district-wide statements report the District's net assets and how they have changed. Net assets, the difference between the district's assets and liabilities are one way to measure the district's financial health or position. The difference between assets and liabilities is reported as net assets. Over time,

changes in net assets may serve as a useful indicator of whether the financial position of the district is improving or declining.

The district-wide statements are divided into two categories: Governmental activities and Business type activities.

Governmental activities:

Most of the District's basic services are included here, such as instruction, transportation, maintenance and operations, and administration. The School Finance Act of 1994, as amended, made up of property taxes and state equalization, finances most of these activities. This information is comprised of

**Crowley County School District RE-1J
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2009**

all of the following designated purpose grant funds, capital reserve, and insurance reserve and debt services funds.

Business Type activities:

The district charges fees to help cover the costs of certain services it provides. This information is comprised from the food services fund.

Fund Financial Statements

The fund financial statements provide detailed information about the District's funds, focusing on its most significant funds or "major" funds, not the District as a whole. Fund financial statements are designed to demonstrate compliance with finance related legal requirements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Crowley County School District uses fund accounting to ensure and demonstrate compliance.

All of the funds of the district can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental Funds: Most of the District's basic services are reported in governmental funds, which generally focus on the determination of financial position and change in financial position, not on income determination. They are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted into cash. The governmental fund statements provide a detailed short-term view of the District's operations and the services it provides. Governmental fund information helps the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. The relationship between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds is reconciled in the financial statements.

Proprietary Funds: Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the district wide statements. The District's enterprise fund (a type of proprietary fund) is the same as its business type activities but provide more detailed and additional information such as cash flows. Internal service funds (the other kind of proprietary funds) are used to report activities that provide supplies and services for its other programs and activities. The District uses an enterprise fund to account for its food services operation. The district does not have any internal service funds.

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For the Fiscal Year Ended June 30, 2009**

Fiduciary Funds: The District is the agent, or fiduciary, for assets that belong to others. The district is responsible for ensuring that assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. The District excludes these activities from the district wide financial statements because it cannot use these assets to finance its operation. The District uses fiduciary funds to account for its pupil activity fund.

Notes to the Financial Statements

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government wide and fund financial statements.

In addition to the financial statements and accompanying notes, this report also contains other supplementary information concerning the District's non-major governmental funds. The combining statements of the non-major governmental funds are presented after the notes to the financial statements.

Financial Analysis of the District as a Whole

The District had total net assets on June 30, 2009 of \$5,703,163. Of the District's \$7,272,439 in assets over 67 percent (or \$4,894,272) were reflected as investments in capital assets (including land, sites, buildings, vehicles, infrastructure, and machinery/equipment). The District uses capital assets to provide services to students; consequently, these assets are not available to meet future spending. The unrestricted net asset amount of \$1,645,026 may be used to meet the District's ongoing financial obligations. This amount is reduced around five percent from the previous fiscal year.

On the following page is the first table which reflects the changes in net assets for the district. As can be seen the government wide activities net assets have maintained at \$5.7 million.

The business type activities groupings have decreased over the past fiscal year. During fiscal year 2008-2009 the district subsidized the food services program by a transfer of \$27,000. The district expects to fund an additional \$30,000 in 2009-2010 to help stabilize the fund balance of the food services fund which is represented in the audit as a business type activity.

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Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2009**

Table 1
Net Assets

	Governmental Activities 2008-2009	Business Type Activities 2008-2009	Total 2008-2009	Governmental Activities 2007-2008	Business Type Activities 2007-2008	Total 2007-2008
Assets						
Current and Other Assets	\$2,356,534	\$21,633	\$ 2,378,167	\$2,606,572	\$22,232	\$ 2,628,804
Capital Assets	\$4,879,573	\$14,699	\$ 4,894,272	\$4,847,116	\$19,574	\$ 4,866,690
TOTAL ASSETS	\$7,236,107	\$36,332	\$ 7,272,439	\$7,453,688	\$41,806	\$ 7,585,494
Liabilities						
Current Liabilities	\$791,854	\$11,189	\$ 803,043	\$868,568	\$15,354	\$ 883,922
Long-Term Liabilities	\$741,090	\$.00	\$ 741,090	\$854,333	\$.00	\$ 854,333
Total Liabilities	\$1,532,944	\$11,189	\$ 1,544,133	\$1,722,901	\$15,354	\$ 1,738,255
Net Assets						
Investment in capital assets Net of related debt	\$3,887,945	\$14,699	\$3,902,644	\$3,827,543	\$19,574	\$3,847,117
Restricted for						
Tabor Reserve	\$ 124,100	\$ 0.00	\$ 124,100	\$ 141,200	\$ 0.00	\$ 141,200
Debt Reserve	\$ 51,500	\$ 0.00	\$ 51,500	\$ 51,500	\$ 0.00	\$ 51,500
Unrestricted Insurance Capital Outlay	\$1,634,582	\$10,444	\$ 1,645,026	\$1,654,718	\$ 6,878	\$ 1,890,295
	\$ 5,036		\$ 5,036	\$ 8,192		\$ 8,192
Total Net Assets	\$ 5,703,163	\$ 25,143	\$5,728,306	\$ 5,730,787	\$ 26,452	\$5,757,239

The changes in the net operations of the district are illustrated in this table above. The district made significant strides in trying to manage costs in the areas of instruction for students. The district has undergone major student enrollment declines over the past budget years. This is reflected in the amount of revenue received by the district especially in the funds received through state equalization. The following charts illustrate the impact during the two recent fiscal years.

**Crowley County School District RE-1J
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2009**

EXPENSES	Total	Total	Variance	Percentage
	2008-2009	2007-2008		Change
Expenses				
Instructional Staff	\$2,640,360	\$2,471,278	\$169,082	6%
Supporting Services:				
Students	\$211,331	\$175,133	\$36,198	20%
Instructional Staff	\$82,959	\$109,826	\$-26,867	-24%
District Administration	\$331,816	\$309,599	\$22,217	7%
School Administration	\$270,596	\$300,257	\$-29,661	-9%
Business	\$59,898	\$53,919	\$5,979	11%
Operations & Maintenance	\$509,552	\$625,634	\$-116,082	-18%
Transportation	\$228,379	\$264,830	\$36,451	-13%
Central	\$172,950	\$84,648	\$88,302	104%
Capital Outlay	2,866	1,091,146	\$-1,088,280	-99%
Interest on Long-Term Liabilities	\$45,506	\$59,757	-14,251	-23%
Food Service	\$189,895	\$162,602	27,293	16%
Total Expenses	\$4,828,187	\$5,708,629	\$-880,442	-15%

REVENUES	Total	Total	Variance	Percentage
	2008-2009	2007-2008		Change
Revenues				
Program revenues:				
Charges For Services	\$49,525	\$49,782	-\$257	-.005%
Operating Grants & Contributions	\$578,462	\$534,124	\$44,338	8%
Capital Grants and Contributions	\$56,285	\$1,390,169	\$-1,333,884	-95%
General Revenues:				
Property Taxes	\$549,505	\$555,172	\$-5,667	-1%
Specific Ownership Taxes	\$80,556	\$79,019	1,537	-1%
State Equalization	\$3,331,085	\$3,146,262	\$184,823	5%
Earnings on Investments	\$44,610	\$96,538	-\$51,928	-53%
Other Revenues	\$160,389	\$206,011	\$-45,622	-22%
Transfers	0	0	0	0%
Total Revenues	\$4,850,417	\$6,057,077	1,206,660	-20%

Some of the more significant changes are illustrated as:

**Crowley County School District RE-1J
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2009**

- The cost of all government activities this year was \$4,828,187 which represents a decrease over the prior fiscal year. The cost for support instructional services and school administration decreased during the fiscal year.
- Some of the costs of the district are financed by users of district facilities and programs and that amounted to \$14,756 which decreased over the immediate prior fiscal year.
- The federal and state governments subsidized certain programs with grants and contributions in the amount of \$451,661. All of the Title programs are funded from the federal level administered by the State.
- Most of the districts costs however, are financed by the District and State taxpayers. This portion of governmental activities was financed with \$3,331,085 in State Equalization revenue from the School Finance Act (1994). The local share of funding was \$835,390.
- The Business type activities are those associated with the Food Services Program. This program had revenues of \$161,565 with a \$27,000 transfer to the fund from the general fund in 2008-2009. The expenses for the same time period were \$189,895 which resulted in a net loss of \$1,330 for the fund.

Financial Analysis of the District's Funds

The district's budget is prepared according to Colorado law and it's based on accounting for certain transactions on a basis of cash receipts and disbursements. The most significant budgeted fund is the General Fund.

- Significant cuts have continued to be made for this and the current school year in an attempt to make strides towards a balanced budget and reflecting the changing demographics of the school district. The cuts were made in areas of school personnel and trying to utilize our staff in a more efficient matter and allow for little duplication of services to our students yet providing a quality, academically enriched atmosphere for them. One full time teacher was eliminated in the high school in a cost savings step as well as due to the decreased enrollment.
- The District must maintain a 3 percent emergency reserve as a part of the TABOR Amendment (Taxpayer Bill of Rights). At June 30, 2009 the districts tabor reserve was set at \$124,100 a decrease of \$17,100 from the previous year.
- During the 2008-2009 school year and beyond the district has embarked on a series of positive facility upgrades and improvements. Chief among these are: 1) the HVAC system to bring modern heating and cooling units to the high school and the elementary; 2) New windows for the high school and the elementary replacing windows that were at least twenty five to fifty years old; 3) renovate the interior lighting for all classrooms in the district; 4) an ambitious asbestos removal project to insure that our facilities are

**Crowley County School District RE-1J
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2009**

safe for staff and students; 5) installing security cameras through a collaborative effort with Crowley County; 6) addition of lighting and concession/restroom facilities to the Crowley County Baseball fields in cooperation with Crowley County.

Capital Assets and Debt Administration

The districts investment in capital assets for its governmental and business type activities as of June 30, 2009 amounts to \$4,879,573

Table 4						
Crowley County School District RE I-J						
Capital Assets						
(Net of Depreciation)						
	Government Activities June 30, 2009	Business-type Activities June 30, 2009	Total June 30, 2009	Government Activities June 30, 2008	Business-type Activities June June 30, 2008	Total June 30, 2008
Land & Sites	\$ 233,819	-	\$ 233,819	\$ 233,819	-	\$ 233,819
Buildings & improvements	\$ 7,283,175	-	\$7,283,175	\$ 7,103,188	-	\$7,103,188
Equipment & Vehicles	\$ 1,299,866	\$81,156	\$ 1,381,022	\$ 1,183,391	\$81,156	\$ 1,264,547
Accum Depr	(\$3,937,287)	(\$66,457)	(4,003,744)	(\$3,673,282)	(\$61,582)	(3,734,864)
Construction in Prog						
Total Capital Assets	\$ 4,879,573	\$14,699	\$4,894,272	\$ 4,847,116	\$19,574	\$4,866,690

Long Term Debt

At the end of the fiscal year (June 30, 2009) the District had the following schedule in long term obligations. The American National Bank is an on-going long term debt instituted in 1992 to do facility upgrades in the district. This obligation matures in 2011. The district has set aside the final payment on this debt in the amount of \$51,500. This amount is reflected in the audit in the Debt Services Fund. The asbestos lease long term debt with First National Bank of Ordway will be around \$126,771 in June of 2009. The energy lease with Wells Fargo is a twelve year payment that will conclude in 2018 (\$210,000). The district had compensated personnel absences in the amount of \$72,231 for the fiscal year ending June 30, 2009.

Attached below is the schedule of long term debt for the district:

Schedule of Long Term Debt:

American National Bank Lease	1992 Facility Improvements	Matures 2011	\$ 175,000.00
First National Bank, Ordway	2007 Asbestos Abatement	Matures 2009	\$ 126,771.00
Wells Fargo Lease	2007 HVAC. Energy Project	Matures 2018	\$ 679,332.00
Century Tel	Phone System	Matures 2010	\$ 10,525.00
Compensated Absences	Accrued Staff Leave		\$ 72,231.00

**Crowley County School District RE-1J
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2009**

Economic Factors Bearing on the District's Future

The factors that will affect next year's budget are the same items that have impacted Crowley County School District for the past fiscal years: special education costs, dwindling local resources, declining student enrollment, aging buildings, increased transportation costs and increased state and federal mandates.

The largest impact to the school district remains declining student enrollment. This is a problem that impacts all surrounding school districts and is not indigenous to Crowley County alone. In 1996 Crowley County School District had a fall student count of 642 students, and in 2007 the fall count was 500.5. The years have seen a steady decline in the number of students. This can be attributed to several factors; however, chief among them would be the stagnant economy and the issue to non completers. Many of our fixed costs remain the same or escalate and with the declining student enrollment and resulting decline in state equalization dollars it makes budgeting and allocations even more challenging.

One item that affects the district is the rising number of special education students. We have had an increase in therapeutic foster homes in the county. Many of these placements require specialized assistance from the district with no resulting funds that follow those requirements. Several of these placements need services for emotionally disturbed youth and require intense one on one service. We have been able to handle the special transportation and rearrange our busing schedules to accommodate this.

The cost of transporting our students is economically straining the district. At this time, over fifty percent of our students are eligible for transportation services. The increased costs of fuel, salaries and equipment make this a problem for the district. The state transportation revenue has not kept pace with costs the district faces in meeting this expense.

The district has not been able to pass any bond issues or mill levy overrides to help supplement the drain on general fund revenues in repairing and renovating the aging buildings. All of the major renovations have been paid by outside foundations or grants obtained by the district. The need for a debt service bond issue is severe and the board has expressed serious consideration to approach the voters to help alleviate the continued drain on program area development to finance the needed improvements to facilities. The assessed valuation of Crowley County School District could never meet the bonding capacity to construct a modernized school. The choices at this point are to continue to

**Crowley County School District RE-1J
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2009**

improve our existing facilities. If the district makes the needed payments for the energy upgrade and the existing refinanced debt that would "free" up needed revenue to help maintain and expand program development for our student body.

The board, under recommendation from the District Accountability Committee, did undertake a major renovation to the energy distribution systems for the district. This project was finished in December of 2008 and we anticipate having cost savings and a more climate friendly facility for both students and staff.

Contacting the District's Financial Management

This financial report was prepared by the District Superintendent, and is designed to provide a general overview of the Crowley County School District's finances for all those with an interest in the District. Questions concerning any of the information provided in this report or requests for additional information should be addressed to:

John C. McCleary
Superintendent of Schools
Crowley County School District RE-1J
PO Box 337
Ordway, CO 81063

BASIC FINANCIAL STATEMENTS

CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
STATEMENT OF NET ASSETS
June 30, 2009

	Governmental Activities	Business Type Activities	Total
<u>ASSETS</u>			
Cash and Investments	2,209,237	11,550	2,220,787
Accounts Receivable	9,866	6,615	16,481
Allowance for Doubtful Accounts	-	(4,500)	(4,500)
Accrued Revenue	81,810	-	81,810
Property Taxes Receivable	31,527	-	31,527
Other Receivables	6,822	-	6,822
Inventories	-	7,968	7,968
Other Assets – Deposits	-	-	-
Capital Assets	8,816,860	81,156	8,898,016
Accumulated Depreciation	(3,937,287)	(66,457)	(4,003,744)
Unamortized Issue Costs	17,272	-	17,272
<u>Total Assets</u>	<u>7,236,107</u>	<u>36,332</u>	<u>7,272,439</u>
 <u>LIABILITIES AND FUND BALANCES</u>			
Liabilities:			
Accounts Payable	72,927	1,913	74,840
Accrued Salaries	363,167	9,276	372,443
Accrued Interest	24,034	-	24,034
Compensated Absences	72,231	-	72,231
Deferred Revenue	8,957	-	8,957
Debt Payable – Current	250,538	-	250,538
Debt Payable – Long Term	741,090	-	741,090
<u>Total Liabilities</u>	<u>1,532,944</u>	<u>11,189</u>	<u>1,544,133</u>
 <u>NET ASSETS</u>			
Invested in Capital Assets Net of Related Debt	3,887,945	14,699	3,902,644
Restricted for:			
TABOR Reserve	124,100	-	124,100
Insurance	5,036	-	5,036
Debt	51,500	-	51,500
Unrestricted	<u>1,634,582</u>	<u>10,444</u>	<u>1,645,026</u>
 <u>TOTAL NET ASSETS</u>	 <u>5,703,163</u>	 <u>25,143</u>	 <u>5,728,306</u>

The accompanying notes are an integral part of these financial statements.

CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2009

	Program Revenues			Net (Expenses) Revenue and Changes in Net Assets		
	Charges for Services	Operating Grants & Contributions	Capital Grants and Contributions	Governmental Activities	Business Type Activities	Total
<u>FUNCTIONS</u>						
Instructional Services	2,640,360	411,172	-	(2,229,188)	-	(2,229,188)
Supporting Services:						
Students	211,331	-	-	(196,819)	-	(196,819)
Instructional Staff	82,959	-	-	(82,959)	-	(82,959)
District Administration	331,816	-	-	(331,816)	-	(331,816)
School Administration	270,596	-	-	(270,596)	-	(270,596)
Business	59,898	-	-	(59,898)	-	(59,898)
Operation & Maintenance Of Facilities	509,552	-	56,285	(453,023)	-	(453,023)
Transportation	228,379	40,494	-	(187,885)	-	(187,885)
Central	172,950	-	-	(172,950)	-	(172,950)
Facilities	82,079	-	-	(82,079)	-	(82,079)
Capital Outlay	2,866	-	-	(2,866)	-	(2,866)
Interest on Long Term Liabilities	45,506	-	-	(45,506)	-	(45,506)
<u>Total Governmental Activities</u>	<u>4,638,292</u>	<u>451,666</u>	<u>56,285</u>	<u>(4,115,585)</u>	<u>-</u>	<u>(4,115,585)</u>
<u>Business Type Activities:</u>						
Food Services	<u>189,895</u>	<u>126,796</u>	<u>-</u>	<u>-</u>	<u>(28,330)</u>	<u>(28,330)</u>
<u>Total School District</u>	<u>4,828,187</u>	<u>578,462</u>	<u>56,285</u>	<u>(4,115,585)</u>	<u>(28,330)</u>	<u>(4,143,915)</u>
		<u>General Revenues</u>				
		Property Taxes Levied for General Purposes		549,505	-	549,505
		Specific Ownership Taxes		80,556	-	80,556
		Equalization		3,331,085	-	3,331,085
		Earnings on Investments		44,589	21	44,610
		Other Revenues		160,389	-	160,389
		Transfers		(27,000)	27,000	-
		<u>Total General Revenues & Transfers</u>		<u>4,139,124</u>	<u>27,021</u>	<u>4,166,145</u>
		Change in Net Assets		23,539	(1,309)	22,230
		Net Assets, Beginning		5,730,787	26,452	5,757,239
		Prior Period Adjustment		(51,163)	-	(51,163)
		Net Assets, Ending		<u>5,703,163</u>	<u>25,143</u>	<u>5,728,306</u>

The accompanying notes are an integral part of these financial statements.

CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2009

	<u>General</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>ASSETS</u>			
Cash and Investments	2,150,356	58,881	2,209,237
Accounts Receivable	9,866	-	9,866
Accrued Revenue	81,810	-	81,810
Due from Other Funds	-	-	-
Property Taxes Receivable	31,527	-	31,527
Receivables – Other	6,822	-	6,822
Deposits	-	-	-
<u>Total Assets</u>	<u>2,280,381</u>	<u>58,881</u>	<u>2,339,262</u>
<u>LIABILITIES AND FUND BALANCES:</u>			
<u>Liabilities</u>			
Accounts Payable	72,927	-	72,927
Accrued Salaries	363,167	-	363,167
Due to Other Funds	-	-	-
Other Payables	-	-	-
Deferred Revenue:			
Local Sources	-	-	-
Property Taxes	14,300	-	14,300
Other Governments	8,957	-	8,957
<u>Total Liabilities</u>	<u>459,351</u>	<u>-</u>	<u>459,351</u>
<u>FUND BALANCES:</u>			
Reserved for:			
Emergencies	124,100	-	124,100
Debt	-	51,500	51,500
Insurance	5,036	-	5,036
Capital Outlay	-	7,381	7,381
Unreserved:			
Designated for:			
Subsequent Years' Expenditures	1,691,894	-	1,691,894
Undesignated, Reported in:			
Special Revenue Funds	-	-	-
<u>Total Fund Balances</u>	<u>1,821,030</u>	<u>58,881</u>	<u>1,879,911</u>
<u>TOTAL LIABILITIES AND FUND BALANCES</u>	<u>2,280,381</u>	<u>58,881</u>	<u>2,339,262</u>

The accompanying notes are an integral part of these financial statements.

CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS

June 30, 2009

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

<u>Total Fund Balance – Governmental Funds</u>	1,879,911
Capital Assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. The cost of the assets is \$8,816,860 and the accumulated depreciation is \$3,937,287.	4,879,573
Property tax revenue is recognized when earned (claim to resources established) rather than when “available”. All of the deferred property tax revenue is not available.	14,300
Long term liabilities are not due and payable in the current period and therefore are not reported in the funds.	(991,628)
Unamortized bond issue cost is not reported in the funds.	17,272
Accrued interest payable is not reported as a liability in the funds.	(24,034)
Compensated absences are not reported as a liability in the funds.	<u>_(72,231)</u>
<u>TOTAL NET ASSETS – GOVERNMENTAL ACTIVITIES</u>	<u>5,703,163</u>

The accompanying notes are an integral part of these financial statements.

CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2009

	<u>General</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>REVENUES</u>			
Property Taxes	548,980	-	548,980
Specific Ownership Taxes	80,556	-	80,556
Earnings on Investments	44,288	301	44,589
Other Local Sources	207,606	-	207,606
State Aid	3,476,565	-	3,476,565
Federal Aid	330,010	-	330,010
Allocation to Reserves	<u>(287,000)</u>	<u>287,000</u>	<u>-</u>
<u>Total Revenues</u>	<u>4,401,005</u>	<u>287,301</u>	<u>4,688,306</u>
<u>EXPENDITURES</u>			
Current:			
Instructional Services	2,426,549	-	2,426,549
Supporting Services:			
Students	211,331	-	211,331
Instructional Staff	82,959	-	82,959
District Administration	331,320	-	331,320
School Administration	270,596	-	270,596
Business	59,898	-	59,898
Operation & Maintenance of Facilities	675,037	-	675,037
Transportation	189,637	-	189,637
Central	227,049	-	227,049
Facilities	82,079	-	82,079
Debt Service:			
Principal Retirement	-	159,864	159,864
Interest and Fiscal Charges	-	47,538	47,538
Capital Outlay	-	<u>69,766</u>	<u>69,766</u>
<u>Total Expenditures</u>	<u>4,556,455</u>	<u>277,168</u>	<u>4,833,623</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>	<u>(155,450)</u>	<u>10,133</u>	<u>(145,317)</u>
<u>OTHER FINANCING SOURCES (USES)</u>			
Transfers	(27,000)	-	(27,000)
Proceeds from Lease	<u>13,925</u>	<u>-</u>	<u>13,925</u>
<u>Total Other Financing Sources (Uses)</u>	<u>(13,075)</u>	<u>-</u>	<u>(13,075)</u>
<u>NET CHANGE IN FUND BALANCES</u>	(168,525)	10,133	(158,392)
<u>FUND BALANCES, Beginning</u>	2,040,718	48,748	2,089,466
<u>PRIOR PERIOD ADJUSTMENT</u>	<u>(51,163)</u>	<u>-</u>	<u>(51,163)</u>
<u>FUND BALANCES, Ending</u>	<u>1,821,030</u>	<u>58,881</u>	<u>1,879,911</u>

The accompanying notes are an integral part of these financial statements.

CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
 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, 2009

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

Net Change in Fund Balances – Total Governmental Funds (158,392)

Governmental funds report capital outlays as expenditures. However, in the statement of activities, assets with an initial, individual cost of more the \$5,000 are capitalized and the cost is allocated over their estimated used lives and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the current period.

	Capital Outlays	314,786	
	Depreciation Expense	(282,329)	32,457

Property tax revenues are not recognized for amounts levied and due but not “available” at year end and are reported as deferred revenue in the governmental funds. They are, however, recorded as revenues in the statement of activities. 525

In the statement of activities compensated absences 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 amount paid). During the year, compensated absences decreased by this amount. 723

The governmental funds report debt proceeds as an other financing source, while repayment of debt principal is reported as an expenditure. The effect of issuance cost and premiums are recognized when the debt is issued in governmental funds, whereas, these amounts are deferred and amortized in the statement of activities. Interest expense is recognized as it accrues in the statement of activities regardless of when it is due. The net effect of these differences follows:

	Debt Proceeds	(13,925)	
	Debt Payments	163,264	
	Accrued Interest	2,032	
	Issue Cost and Amortization	(3,145)	

CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES 23,539

The accompanying notes are an integral part of these financial statements.

CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
June 30, 2009

	<u>Business-Type Activities</u> Food Service <u>Fund</u>
<u>ASSETS</u>	
Current Assets:	
Cash and Investments	11,550
Due from Other Funds	-
Accounts Receivable	6,615
Allowance for bad debts	(4,500)
Deposits	-
Inventories	<u>7,968</u>
<u>Total Current Assets</u>	<u>21,633</u>
Capital Assets:	
Equipment	81,156
Less Accumulated Depreciation	(66,457)
<u>Net Capital Assets</u>	<u>14,699</u>
<u>Total Assets</u>	<u>36,332</u>
<u>LIABILITIES</u>	
Current Liabilities:	
Accounts Payable	1,913
Accrued Salaries	9,276
Due to Other Funds	-
<u>Total Liabilities</u>	<u>11,189</u>
Net Assets:	
Invested in Capital Assets	14,699
Unrestricted	<u>10,444</u>
<u>TOTAL NET ASSETS</u>	<u>25,143</u>

The accompanying notes are an integral part of these financial statements.

CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
PROPRIETARY FUNDS
For the Year Ended June 30, 2009

	<u>Business-Type Activities</u>
	Food Service Fund
<u>OPERATING REVENUES:</u>	
Charges for Services:	
Food Sales	34,308
Other	<u>461</u>
<u>Total Operating Revenues</u>	<u>34,769</u>
 <u>OPERATING EXPENDITURES:</u>	
Salaries	59,921
Employee Benefits	20,427
Purchased Services – Professional	-
Purchased Services – Property	1,605
Purchased Services – Other	1,017
Supplies and Materials	85,436
Capital Outlay	94
Other	4,836
Commodities	11,684
Depreciation	<u>4,875</u>
<u>Total Expenditures</u>	<u>189,895</u>
 <u>INCOME (LOSS) FROM OPERATIONS</u>	 <u>(155,126)</u>
 <u>NON-OPERATING REVENUES (EXPENSES):</u>	
Federal Aid:	
School Lunches	96,972
School Breakfast	13,353
Commodities	14,459
Interest Earned	21
State Aid:	
School Lunches	<u>2,012</u>
<u>Total Non-Operating Revenues (Expenses)</u>	<u>126,817</u>
 <u>NET INCOME (LOSS) BEFORE TRANSFERS</u>	 <u>(28,309)</u>
 <u>OPERATING TRANSFERS FROM GENERAL FUND</u>	 <u>27,000</u>
 <u>CHANGE IN NET ASSETS</u>	 <u>(1,309)</u>
 <u>NET ASSETS, Beginning</u>	 <u>26,452</u>
 <u>NET ASSETS, Ending</u>	 <u>25,143</u>

The accompanying notes are an integral part of these financial statements.

CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended June 30, 2009

	<u>Business-Type Activities</u>
	<u>Food Service</u>
	<u>Fund</u>
<u>CASH FLOWS FROM OPERATING ACTIVITIES:</u>	
Receipts from Customers	34,606
Payments to Employees	(84,530)
Payments to Vendors	(86,724)
<u>Net Cash Provided by (Used In) Operating Activities</u>	<u>(136,648)</u>
<u>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:</u>	
Federal Aid – School Lunches	118,258
State Aid – School Lunches	<u>2,012</u>
<u>Net Cash from Non-Capital Financing Activities</u>	<u>120,270</u>
<u>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</u>	
Purchase of Fixed Assets	-
Transfers from Other Funds	<u>27,000</u>
<u>Net Cash from Capital and Related Financing Activities</u>	<u>27,000</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>	
Interest Earnings	<u>21</u>
<u>Net Cash from Investing Activities</u>	<u>21</u>
<u>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</u>	10,643
<u>CASH AND CASH EQUIVALENTS, Beginning of Year</u>	<u>907</u>
<u>CASH AND CASH EQUIVALENTS, End of Year</u>	<u>11,550</u>
<u>RECONCILIATION OF CASH FLOWS FROM OPERATING ACTIVITIES</u>	
Operating (Loss)	(155,126)
<u>Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:</u>	
Depreciation	4,875
Commodities	11,684
Bad Debts	4,500
(Increase) Decrease in Inventory	1,747
(Increase) Decrease in Accounts Receivable	(163)
(Increase) Decrease in Other Assets	-
Increase (Decrease) in Accounts Payable	17
Increase (Decrease) in Accrued Salaries Payable	(4,182)
Increase (Decrease) in Compensated Absences	-
Increase (Decrease) in Due to Others	-
<u>Net Cash Provided by (Used) in Operating Activities</u>	<u>(136,648)</u>
<u>NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES</u>	
Donated Commodities Acquired from USDA	14,459
Donated Commodities Used	<u>(11,684)</u>
<u>Total Noncash Investing, Capital, and Financing Activities</u>	<u>2,775</u>

The accompanying notes are an integral part of these financial statements.

CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
STATEMENT OF FIDUCIARY NET ASSETS
AGENCY FUND
June 30, 2009

	<u>Pupil Activity Fund</u>
<u>ASSETS</u>	
Cash and Investments	<u>51,933</u>
<u>Total Assets</u>	<u>51,933</u>
<u>LIABILITIES</u>	
Deposits Held for Others	<u>51,933</u>
<u>Total Liabilities</u>	<u>51,933</u>

The accompanying notes are an integral part of these financial statements.

NOTES TO BASIC FINANCIAL STATEMENTS

CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2009

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Crowley County School District Number RE-1-J (the District) conform to generally accepted accounting principles as applicable to governmental units. The following is a summary of the more significant policies:

The District operates under an elected Board of Education with seven members.

The District is the lowest level of government, which is considered to be financially accountable over all activities related to public school education in Crowley County School District Number RE-1-J. The District receives funding from local, state, and federal government sources and must comply with the requirements of these funding source entities. The Board of Education members are elected by the public and have decision-making authority, the power to designate management, the ability to significantly influence operations, and primary accountability for fiscal matters.

A. Reporting Entity

Governmental Accounting Standards board (GASB) Statement No. 14 (as amended by Statement No. 39), "*The Financial Reporting Entity*" (GASB No. 14) describes the financial reporting entity as it relates to governmental accounting. According to this Statement, the financial reporting entity consists of a) the primary government, b) organizations for which the primary government is financially accountable, and c) other organizations whose exclusion from the reporting entity's financial statements would cause those statements to be misleading or incomplete. Any organizations that can be described by these last two items are included with the primary government in the financial statements as component units.

This District is not included in any other governmental "reporting entity" as defined in GASB No. 14 and does not include any other component unit as part of its "reporting entity". As required by accounting principles generally accepted in the USA, these basic financial statements present the District (the primary government) and its component units.

B. GASB Statement No. 20

Under GASB Statement No. 20 "Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting", all proprietary funds continue to follow Financial Accounting Standards Board (FASB) standards issued on or before November 30, 1989. However, from that date forward, proprietary funds have the option of either 1) choosing not to apply future FASB standards (including amendments of earlier pronouncements), or 2) continuing to follow new FASB pronouncements (unless they conflict with GASB guidance). The District has chosen not to apply future FASB standards for its proprietary fund.

CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2009

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Government-Wide and Fund Financial Statements

The Government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. 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 and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds (General Fund) and individual enterprise funds are reported as separate columns in the fund financial statements.

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

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The government-wide financial statements are presented using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund statements. 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 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.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the District's governmental and business-type activities. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, operating statements present increases and decreases in net current assets and unreserved fund balance as a measure of available spendable resources. This means that only current liabilities are generally included on their balance sheets.

CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2009

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

Amounts reported as program revenues included 1) charges to customers or applicants for goods, services or privileges provided 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

All governmental fund types use the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period, or soon enough thereafter, to pay liabilities of the current period. Revenues are considered to be available if collected within 60 days after year-end.

Property and automotive ownership taxes are reported as receivables and deferred revenue when levied and as revenues when due for collection in the following year and determined to be available.

Grants and entitlement revenues are recognized when compliance with matching requirements is met. A receivable is established when the related expenditures exceed revenue receipts.

Expenditures are recorded when the related fund liability is incurred with the exception of general obligation and capital lease debt service which is recognized when due and certain accrued sick and personal pay which are accounted for as expenditures when expected to be liquidated with expendable available financial resources.

The proprietary fund types are accounted for on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred. The measurement focus in these funds is on the flow of economic resources and emphasizes the determination of net income. All assets and all liabilities associated with their activity are included on their balance sheets. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net total assets.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing goods and services in connection with a proprietary fund's ongoing operations. The principal operating revenues of the District's proprietary funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenue 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 restricted resources first, then unrestricted resources, as they are needed.

CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2009

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Fund Accounting

The accounts of the District are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures, or expenses, as appropriate. Resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The major funds presented in the accompanying basic financial statements are as follows:

- Major Governmental Funds

General Fund – the general operating fund of the District; used to account for all resources that are not required legally or by sound financial management to be accounted for in another fund.

- Proprietary Funds – Business – Type Activities

Enterprise Funds – used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent is that the costs (including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. Enterprise funds are considered major funds because of community interests in the activities and sources of funding supporting these operations.

Food Service Fund – this fund accounts for all financial activities associated with the District’s school breakfast and lunch programs

F. Cash and Investments

Cash represents amounts on deposit with financial institutions or held by the District. The District is allowed to invest in the following types of investments: short-term certificates of deposit, repurchase agreements, money market deposit accounts, mutual funds, government pools, and U.S. Treasury Obligations. All other securities are recorded at fair value. It is the intention of investing to maximize interest income, and securities are selected according to their risk, marketability, and diversification. For purposes of the statement of cash flows, the District considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

G. Receivables

Property taxes levied in 2007 but uncollected in 2008 are identified as property taxes receivable. Amounts of property taxes that are not available at June 30, 2008 are recorded as deferred revenue, and are presented net of an allowance for uncollectible taxes. Program grants are recorded as receivables and revenues at the time reimbursable project costs are incurred.

CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2009

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

H. Inventories

Materials and supplies inventories are stated at cost. Inventories recorded in the Food Services Fund consist of purchased and donated commodities. Purchased inventories are stated at cost. Donated inventories, received at no cost under a program supported by the Federal Government, are recorded at their estimated fair value at the date of receipt.

The cost of all inventories is recorded as an asset when the individual inventory items are purchased, and as an expenditure or expense when consumed.

I. Capital Assets

Capital assets, which include property, vehicles and equipment, are utilized for general District operations and are capitalized at actual or estimated cost. Donations of such assets are recorded at estimated fair value at the time of donation. Capital assets are reported in the applicable governmental or business-type activities columns in the government-wide financial statements.

Maintenance, repairs, and minor renovations are recorded as expenditures when incurred. Major additions and improvements are capitalized. When assets used in the operation of the governmental fund types are sold, the proceeds of the sale are recorded as revenues in the appropriate fund. The District does not capitalize interest on the construction of capital assets in governmental funds. However, the District does capitalize interest on the construction of capital assets in business-type activities.

The monetary threshold for capitalization of assets is \$5,000. The District's capital assets are depreciated using the straight-line method over the estimated useful lives of the fixed assets (5-40 years). Depreciation of all capital assets is charged as an expense against their operations. Depreciation is recorded in the year of acquisition.

J. Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long term debt and other long-term obligations are reported as liabilities in the applicable government activities, business-type activities, or proprietary fund type statement of net assets. The District records long-term debt of governmental funds at the face value. The District's general obligation bonds are serviced from property taxes and other revenues of the Debt Service Fund. Capital leases are serviced from property taxes and other revenues of the General Fund and Capital Reserve Fund. The long-term accumulated unpaid accrued sick leave is serviced from property taxes and other revenues by the respective fund type from future appropriations.

CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2009

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

K. Constitutional Amendment

In November 1992, Colorado voters approved Article X of the Colorado Constitution by adding Section 20, commonly known as the Taxpayer's Bill of Rights (TABOR). TABOR contains revenue, spending, tax and debt limitations, which apply to the State of Colorado and local governments. It requires, with certain exceptions, advance voter approval for any new tax, tax rate increase, mill levy above that for the prior year, extension of an expiring tax, or tax policy change directly causing a net tax revenue gain to any entity.

On November 7, 1995 the registered voters approved a ballot resolution authorizing Crowley County School District Number RE-1-J to collect, retain and expend all revenues from any source provided that no property tax mill levy be increased without the consent of the voters.

Except for refinancing bonded debt at a lower interest rate or adding new employees to existing pension plans, TABOR requires advance voter approval for the creation of any multiple-fiscal year debt or other financial obligation unless adequate present cash reserves are pledged irrevocably and held for payments in all future years. TABOR requires local governments to establish emergency reserves to be used for declared emergencies only. Emergencies, as defined by TABOR, exclude economic conditions, revenue shortfalls, or salary or fringe benefit increases. These reserves are required to be three percent or more of fiscal year spending (excluding bonded debt service). As of June 30, 2009 the District reserved \$124,100 for this purpose.

Spending and revenue limits are determined based on the prior fiscal year's spending adjusted for inflation in the prior calendar year plus annual increases in funded student enrollment. Fiscal year spending is generally defined as expenditures and reserve increases with certain exceptions.

L. Property Taxes

Under Colorado law, all property taxes are due and payable in the year following the year levied. The 2008 property tax calendar for Crowley County was as follows:

Levy Date	December 15, 2008
Lien Date	January 1, 2009
Tax Bills Mailed	January 1, 2009
First Installment Due	February 28, 2009
Second Installment Due	June 15, 2009
If Paid in Full, Due	April 30, 2009
Tax Sale – 2007 Delinquent Property Taxes	October 25, 2009

CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2009

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

M. Accumulated Staff Leave

Compensated absences are made up of accumulated sick leave reported as non-current liabilities in the government-wide financial statements. As of June 30, 2009, the District has recorded an estimated liability of \$72,231 relating to accrued sick leave payable.

A summary of changes in compensated absences is as follows:

	<u>Balance</u> <u>July 1, 2008</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2009</u>
Accumulated Sick Leave	<u>72,954</u>	<u>18,030</u>	<u>18,753</u>	<u>72,231</u>

N. Fund Equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

O. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 2 RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The governmental funds balance sheet includes a reconciliation between *fund balances – total governmental funds* and *net assets – governmental activities* as reported in the government-wide statement of net assets. Additionally, the governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between *net change in fund balances – total government funds* and *changes in net assets of governmental activities* as reported in the government-wide statement of activities.

These reconciliations detail items that require adjustment to convert from the current resources measurement and modified accrual basis for governmental fund statements to the economic resources measurement and full accrual basis used for government-wide statements.

<u>Eliminations</u>	<u>Due to</u>	<u>Due from</u>
General Fund	-	-
Other governmental Funds	-	-
	<u>-</u>	<u>-</u>

CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2009

NOTE 3 BUDGETARY INFORMATION

Revenues and expenditures are controlled by budgetary accounting systems in accordance with various legal requirements. The budgeted revenues and expenditures represent the original adopted budget as subsequently adjusted by the Board of Education in accordance with Colorado School Laws. Budgets are generally prepared on the same basis as that used for accounting purposes.

The District has set procedures to be followed in establishing the budgetary data reflected in the financial statements:

1. Prior to June 1, the Business Manager submits to the Board of Education a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public notices are released to obtain taxpayer comments.
3. Prior to June 30, the budget is legally enacted through passage of a resolution.
4. The Business Manager is authorized to transfer budgeted amounts between categories within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education.
5. Formal budgetary integration should be employed as a management control device during the year for the General Fund, Special Revenue Funds, Debt Service Funds, Capital Projects Funds, Enterprise Fund, and Fiduciary Funds.
6. Budgets for the General, Special Revenue, Debt Service, Capital Projects, Enterprise Funds, and Fiduciary Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP).

All appropriations lapse at the end of each fiscal year. Authorization to transfer budgeted amounts between programs and/or departments within any fund and the reallocation of budget line items within any program and/or department rests with the Superintendent of Schools and may be delegated to an appropriate level of management. Revisions and/or supplemental appropriations that alter the total expenditures of any fund must be approved by the Board of Education.

Budgetary amounts reported in the accompanying basic financial statements are as originally adopted and amended by the Superintendent and/or the Board of Education throughout the year.

NOTE 4 CASH AND INVESTMENTS

Deposits

The Colorado Public Deposit Protection Act (PDPA), requires that all units of local government deposit cash in eligible public depositories, eligibility is determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized. The eligible collateral is determined by the PDPA. PDPA allows the institution to create a single collateral pool for all public funds. The pool is to be maintained by another institution or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least equal to the aggregate uninsured deposits.

CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2009

NOTE 4 CASH AND INVESTMENTS (Continued)

Deposits (Continued)

At June 30, 2009, the District's bank balance and corresponding carrying balance were as follows:

	<u>Carrying Balance</u>	<u>Bank Balance</u>
Insured (FDIC)	301,748	301,753
Uninsured, Collateralized under the Public Deposit Protection Act of the State of Colorado	1,940,561	1,998,049
Cash with County Treasurer	7,591	-
Cash on Hand	<u>225</u>	<u>-</u>
<u>Total Cash and Deposits</u>	<u>2,250,125</u>	<u>2,299,802</u>

As presented above, deposits with a bank balance of \$1,998,049 and a carrying balance of \$1,940,561 as of June 30, 2009 are uninsured, are exposed to custodial risk, and are collateralized with securities held by the pledging financial institution.

Investments

At June 30, 2009, the District had the following investments:

	<u>Investment</u>	<u>Maturity</u>	<u>Fair Value</u>
COLOTRUST	State Pool	41 Day Avg.	22,595

Interest Rate Risk – The District does not have a formal investment policy that limits investment maturities for managing possible fair value losses due to increasing interest rates.

Credit Risk – State Law limits the type of investments allowable. The investment of COLOTRUST is rated AAA by Standard and Poor's, Fitch, and Moody's.

Concentration of Credit Risk – the District has no policy restricting the amount that can be invested in any issuer.

CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2009

NOTE 5 CAPITAL ASSETS

A summary of changes in capital assets is as follows:

Governmental Activities

	<u>Balance</u> <u>July 1, 2008</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>June 30, 2009</u>
<u>Capital Assets Being</u>				
<u>Depreciated</u>				
Land & Sites	233,819	-	-	233,819
Buildings &				
Site Improvements	7,103,188	179,987	-	7,283,175
Equipment & Vehicles	<u>1,183,391</u>	<u>134,799</u>	<u>18,324</u>	<u>1,299,866</u>
<u>Total Capital Assets</u>	<u>8,520,398</u>	<u>314,786</u>	<u>18,324</u>	<u>8,816,860</u>

Less Accumulated

<u>Depreciation for:</u>				
Building &				
Site Improvements	2,676,829	209,683	-	2,886,512
Equipment & Vehicles	<u>996,453</u>	<u>72,646</u>	<u>18,324</u>	<u>1,050,775</u>
<u>Total Accumulated</u>				
<u>Depreciation</u>	<u>3,673,282</u>	<u>282,329</u>	<u>18,324</u>	<u>3,937,287</u>

Governmental Activities

<u>Capital Assets, Net</u>	<u>4,847,116</u>	<u>32,457</u>	<u>-</u>	<u>4,879,573</u>
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Business Type Activities

Capital Assets Being

<u>Depreciated</u>				
Equipment	<u>81,156</u>	<u>-</u>	<u>-</u>	<u>81,156</u>
<u>Total Capital Assets Being</u>				
<u>Depreciated</u>	<u>81,156</u>	<u>-</u>	<u>-</u>	<u>81,156</u>

Less Accumulated

<u>Depreciation for:</u>				
Equipment	<u>61,582</u>	<u>4,875</u>	<u>-</u>	<u>66,457</u>
<u>Total Accumulated Depreciation</u>	<u>61,582</u>	<u>4,875</u>	<u>-</u>	<u>66,457</u>

<u>Business Type Activities, Net</u>	<u>19,574</u>	<u>(4,875)</u>	<u>-</u>	<u>14,699</u>
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CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2009

NOTE 5 CAPITAL ASSETS (Continued)

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

Governmental Activities:

Regular Programs	214,534
Student Support	-
Instructional Support	-
General Administration Support	751
School Administration Support	-
Business Support Services	-
Operations and Maintenance	14,502
Transportation	<u>52,542</u>
<u>Total Depreciation Expense –Governmental Activities</u>	<u>282,329</u>

Business - Type Activities:

Food Services	<u>4,875</u>
<u>Total Depreciation Expense – Business Type Activities</u>	<u>4,875</u>

NOTE 6 PENSION PLAN

The District contributes to the Public Employees' Retirement Association of Colorado (PERA), a cost-sharing multiple-employer defined benefit pension plan. PERA provides retirement and disability benefits and survivor benefits to eligible beneficiaries annually adjusted for cost-of-living-increases. Colorado revised Statutes (Title 24, Article 510) provides authority for the operation of the plan. The plan is administered by a 16 member Board of Trustees of which 14 are elected by the membership. PERA issues a publicly available financial report that includes financial statements and required supplementary information for PERA.

That report may be obtained by contacting PERA, 1300 Logan Street, Denver, Colorado, 80203.

Funding Policy

Plan members are required to contribute 8% of their annual covered salary and the District is required to contribute at a stipulated rate. That rate was 12.05% from July 1, 2008 to December 31, 2008 and 12.95% thereafter. An additional portion of the District's contribution (1.02% of covered salary) is allocated for the Health Care Fund. Requirements for contribution percentage are established and may be changed by the PERA Board of Trustees. The District's contributions for the latest three years were equal to the required contributions for the periods and were as follows:

CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2009

NOTE 6 PENSION PLAN (Continued)

Funding Policy (Continued)

<u>Year Ended June 30</u>	
2009	\$ 298,508
2008	\$ 275,072
2007	\$ 256,549

NOTE 7 POSTEMPLOYMENT HEALTH-CARE BENEFITS

The District contributes to the Health Care Trust Fund (HCTF), a cost-sharing multiple-employer post-employment HealthCare plan administered by PERA. The HCTF provides a HealthCare premium subsidy to PERA participating benefits recipients and their eligible beneficiaries. Title 24, Article 51, Part 12 of the CRS, as amended, assigns the authority to establish the HCTF benefit provisions to the State Legislature. PERA issues a publicly available annual financial report that includes financial statements and required supplementary information for the HCTF. That report may be obtained by contacting PERA, 1300 Logan Street, Denver, Colorado 80203.

Funding Policy

The Crowley County School District Re-1-J is required to contribute at a rate of 1.02% of covered salary through June 30, 2009 for all PERA members as set by statute. No member contributions are required. The contribution requirements for the Crowley County School District Re-1-J are established under Title 24, Article 51, Part 4 of the CRS, as amended. The apportionment of the contribution to the HCTF is established under Title 24, Article 51, Section 208 of the Colorado Revised Statutes, as amended. The Crowley County School District Re-1-J's contributions to HCTF for the years ending June 30, 2009, 2008, and 2007 were \$24,350, \$24,178 and \$24,008, respectively, equal to their required contributions for each year.

NOTE 8 RISK MANAGEMENT

The District is exposed to various risks of loss related to torts, thefts of, damage to, or destruction of assets; errors or omissions; injuries to employees, or acts of God.

The District maintains commercial insurance for all risks of loss. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2009

NOTE 9 COLORADO SCHOOL DISTRICT SELF INSURANCE POOL

The District belongs to the Colorado School District's Self-Insurance Pool. The Pool was established by the Colorado Association of School Boards (CASB) to provide insurance coverage to participants in the areas of General Liability, Errors and Omissions, Automobile Liability, Auto Physical Damage, Auto Personal Injury Protection, Real and Personal Property, Crime, Workers' Compensation and other coverage. The Board of Directors is composed of eight persons; seven of whom are appointed by the Board of Directors of CASB and the Executive Director of CASB. The Pool is managed by an independent manager chosen by the Board of Directors. Each member's initial contribution and subsequent contributions are determined by the Pool based on factors including, but not limited to, the Aggregate Pool claims, the cost of Administrative and other operating expenses, the number of participants, the adequacy of both Operating and Reserve Funds and other factors touching on the status of the Pool or an individual participant, and as approved by the Colorado Insurance Commissioner.

As the District did not exercise oversight responsibility nor have sufficient control over Pool activities, the Pool is not a component unit of the District and only the District's share of contributions to the Pool is recorded as Expenditures in the Insurance Reserve Fund.

The District's share in the Pool is not determinable from current information, but is estimated to be less than 1%. The District's share, if calculated, would not be material to the Pool's financial information at June 30, 2009.

An audited summary of the Colorado School District's Pool financial information at December 31, 2008 (latest information available) follows:

Total Assets	<u>37,163,896</u>
Total Liabilities	<u>12,580,983</u>
Total Equity	<u>24,582,913</u>
Revenue	9,300,409
Underwriting Expenses	<u>11,270,138</u>
Underwriting Gain (Loss)	(1,969,729)
Net Investment Income	2,076,616
Other Income	<u>2,770</u>
Net Income (Loss) Before Dividend	109,657
Dividend	<u>(2,000,000)</u>
Net Income	(1,890,343)
Transfer of Capital Contributions	-
Change in Non Admitted Assets	<u>(1,862,773)</u>
Capital Contributions from Members	-
Unassigned Surplus	<u>24,582,913</u>

CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2009

NOTE 10 FOOD SERVICE INVENTORIES

Food Service Fund inventories at June 30, 2009, consisted of USDA, purchased, and non-food amounting to \$6,052, \$1,715 and \$201, respectively. Purchased inventories are stated at cost. Donated inventories, received at no cost under a program supported by the United States Government, are recorded at their estimated fair market value at the date of receipt.

NOTE 11 LONG-TERM DEBT

The District had changes in its long-term obligations as follows:

	<u>Balance</u> <u>7-1-2008</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>6-30-2009</u>
Telephone System Lease	-	13,925	3,400	10,525
Certificates of Participation	240,000	-	65,000	175,000
Asbestos Abatement Lease	169,028	-	42,257	126,771
Capital Construction HVAC Lease	<u>731,939</u>	<u>-</u>	<u>52,607</u>	<u>679,332</u>
<u>Total</u>	<u>1,140,967</u>	<u>13,925</u>	<u>163,264</u>	<u>991,628</u>

Advance Refunding

On May 15, 2003, the District obtained \$515,000 through a lease agreement with The Bank of Cherry Creek by issuing Certificates of Participation with an average interest rate of 3.82%. The net proceeds from the sale of the Certificates was used to provide funds to refund in advance of maturity the remaining \$510,000 outstanding Project Fixed Rate Certificates of Participation, Series 1992A, executed and delivered in connection with the District's participation in the Colorado Association of School Boards Lease Purchase Finance Program. Proceeds of \$512,550 were deposited with Wells Fargo Bank West, National Association, as the escrow agent for the payment on the refunded Certificates. As a result, the Series 1992A Certificates of Participation are considered defeased and the liability for those Certificates have been removed from the Districts general long term debt. The amount that remains outstanding on the defeased debt as of June 30, 2009 is \$210,000

Certificates of Participation:

<u>Year Ended</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
6-30-2010	65,000	5,865	70,865
6-30-2011	70,000	3,112	73,112
6-30-2012	<u>40,000</u>	<u>830</u>	<u>40,830</u>
	<u>175,000</u>	<u>9,807</u>	<u>184,807</u>

CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2009

NOTE 11 LONG-TERM DEBT (Continued)

Asbestos Abatement Lease

The District entered into a lease in 2007 with the First National Bank of Ordway for an asbestos abatement project. The District can draw down funds from the lease as the project progresses up to a maximum of \$450,000. The terms of the lease are one year with one lump sum payment on or before May 25, 2009 at an interest rate of 3.0% on the total amount drawn. As of 6/30/09, the District had drawn \$450,000 from the available lease funds and repaid \$323,229 of the funds drawn.

Minimum required lease payments are as follows:

<u>Year Ended:</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
6/30/2010	126,771	975	127,746
Less amount representing interest			<u>(975)</u>
Net Present Value of Minimum Lease Payments			<u>126,771</u>

Capital Construction HVAC Lease

The District entered into a lease in 2006 with Wells Fargo Bank for an energy efficiency HVAC project in the amount of \$782,232. The lease requires 12 annual payments of \$82,276 beginning on September 25, 2007, with an interest rate of 4.6%.

Minimum required lease payments are as follows:

<u>Fiscal Year</u>	<u>Interest Rate</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010	4.60%	55,027	31,249	86,276
2011	4.60%	57,558	28,718	86,276
2012	4.60%	60,205	26,071	86,276
2013	4.60%	62,975	23,301	86,276
2014	4.60%	65,872	20,404	86,276
2015-2019	4.60%	377,695	53,685	<u>431,380</u>
				<u>862,760</u>
Less amount representing interest				<u>(183,428)</u>
Net Present Value of Minimum Lease Payments				<u>679,332</u>

Telephone System Lease

The District entered into a lease August of 2008 CIT for a telephone system in the amount of \$13,925. The lease requires 36 monthly payments of \$459.53 beginning September 21, 2008, with an interest rate of 11.55%.

Minimum required lease payments are as follows:

<u>Fiscal Year</u>	<u>Interest Rate</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010	11.55%	4,533	981	5,514
2011	11.55%	5,086	428	5,514
2012	11.55%	906	13	<u>919</u>
				<u>11,947</u>
Less amount representing interest				<u>(1,422)</u>
Net Present Value of Minimum Lease Payments				<u>10,525</u>

CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2009

NOTE 12 LITIGATION

None.

NOTE 13 SUMMARY DISCLOSURE OF SIGNIFICANT COMMITMENTS AND CONTINGENCIES

Claims and Judgments - The District participates in a number of federal, state and county programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the District may be required to reimburse the grantor government. As of June 30, 2009, significant amounts of grant expenditures have not been audited by the grantor but the District believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual government funds or the overall financial position of the District.

NOTE 14 JOINT VENTURES

Not reflected in the accompanying financial statements is the District's participation in the South Central Board of Cooperative Educational Services for Teacher Leadership (BOCES). The BOCES is an organization that provides member districts educational services at a shared lower cost per District.

The District has one member on the Board. The Board has final authority for all budgeting and financing of the joint venture. The District's share of the joint venture is not determinable at June 30, 2009. The joint venture summary audited financial information as of June 30, 2008 is as follows:

Total Assets	<u>3,010,006</u>
Liabilities	1,613,390
Net Assets	<u>1,396,616</u>
	<u>3,010,006</u>
Revenues	9,152,657
Expenditures	<u>8,895,709</u>
Excess (Deficiency)	<u>256,948</u>

The BOCES is not included as a component unit of the District as the financial responsibility is minimal, there is no financial interdependency, the District does not have the ability to significantly influence the operations of the BOCES and the District is not accountable for fiscal matters of the BOCES. The BOCES is audited annually and files a report with the Colorado State Auditor's office.

NOTE 15 INTERFUND BALANCES AND TRANSFERS

<u>INTERFUND BALANCES</u>	<u>Due To</u>	<u>Due From</u>
<u>MAJOR FUNDS</u>		
General Fund	-	-
<u>NONMAJOR FUNDS</u>		
Nonmajor Governmental Funds	-	-
	<u>-</u>	<u>-</u>

These interfund balances occurred due to expenditures paid on behalf of another fund. Interfund balances are expected to be paid within one year from the date of the financial statements.

CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2009

NOTE 15 INTERFUND BALANCES AND TRANSFERS (Continued)

<u>Transfers</u>	<u>Transfers</u> <u>In</u>	<u>Transfers</u> <u>Out</u>
<u>Major Governmental Fund</u>		
General Fund	-	27,000
<u>Major Enterprise Fund</u>		
Food Service Fund	<u>27,000</u>	<u>-</u>
	<u>27,000</u>	<u>27,000</u>

Transfers were made from the General Fund to the Food Service Fund for the purpose of assisting food service operations.

NOTE 16 COMPLIANCE WITH BUDGET LAWS

The following condition was noted and may be a violation of Colorado Law:

Expenses in the Food Service Fund exceeded budgeted amounts by \$16,695.

NOTE 17 PRIOR PERIOD ADJUSTMENT

A prior period adjustment was recorded in the amount of \$51,163 for the return of state transportation and equalization revenues that were recognized in a prior year.

REQUIRED SUPPLEMENTARY INFORMATION

BUDGETARY COMPARISONS

MAJOR GOVERNMENTAL FUNDS

General Fund

The General Fund accounts for all transactions of the District not accounted for in other funds. This fund represents an accounting for the District's ordinary operations financed from property taxes and other general revenues. It is the most significant fund in relation to the District's overall operations.

CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance- Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
<u>Local Sources</u>				
Property Taxes	550,160	550,160	548,980	(1,180)
Specific Ownership Taxes	67,093	67,093	80,556	13,463
Earnings on Investments	21,120	21,120	44,288	23,168
Delinquent Taxes & Interest	450	450	1,308	858
Other	159,600	159,600	206,298	46,698
<u>County Sources</u>				
Other	-	-	-	-
<u>State Sources</u>				
Equalization	3,376,642	3,376,642	3,331,085	(45,557)
Transportation	41,000	41,000	40,494	(506)
Vocational Education	37,000	37,000	36,562	(438)
Special Education	16,000	16,000	10,000	(6,000)
Capital Grants	59,500	59,500	56,285	(3,215)
Other	5,500	5,500	2,139	(3,361)
<u>Federal Sources</u>				
Other	341,604	341,604	330,010	(11,594)
<u>Allocation to Capital Reserve/ Insurance Reserve Funds</u>				
	(287,000)	(287,000)	(287,000)	-
<u>Total Revenues</u>	<u>4,388,669</u>	<u>4,388,669</u>	<u>4,401,005</u>	<u>12,336</u>
<u>EXPENDITURES</u>				
<u>Instruction</u>				
Regular Programs				
Salaries	1,595,392	1,595,392	1,532,268	63,124
Employee Benefits	404,263	404,263	416,889	(12,626)
Purchased Services - Professional	72,225	72,225	80,422	(8,197)
Purchased Services – Property	1,900	1,900	3,124	(1,224)
Purchased Services – Other	306,092	306,092	240,474	65,618
Supplies and Materials	134,663	134,663	92,038	42,625
Property	46,302	46,302	54,963	(8,661)
Other Objects	9,645	9,645	6,371	3,274
<u>Total Instruction</u>	<u>2,570,482</u>	<u>2,570,482</u>	<u>2,426,549</u>	<u>143,933</u>

The accompanying notes are an integral part of these financial statements.

CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2009

<u>SUPPORTING SERVICES</u>	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance - Favorable (Unfavorable)</u>
<u>Student Supporting Services</u>	<u>Original</u>	<u>Final</u>		
Salaries	153,541	153,541	154,421	(880)
Employee Benefits	31,912	31,912	35,683	(3,771)
Purchased Services – Professional	2,300	2,300	-	2,300
Purchased Services – Property	750	750	-	750
Purchased Services – Other	5,500	5,500	1,925	3,575
Supplies and Materials	15,850	15,850	14,827	1,023
Property	1,750	1,750	4,226	(2,476)
Other Objects	<u>1,200</u>	<u>1,200</u>	<u>249</u>	<u>951</u>
<u>Total Student Supporting Services</u>	<u>212,803</u>	<u>212,803</u>	<u>211,331</u>	<u>1,472</u>
<u>Instructional Staff</u>				
Salaries	61,180	61,180	55,603	5,577
Employee Benefits	11,564	11,564	12,706	(1,142)
Purchased Services – Professional	1,600	1,600	2,302	(702)
Purchased Services – Property	500	500	-	500
Purchased Services – Other	750	750	538	212
Supplies and Materials	13,100	13,100	11,810	1,290
Property	1,000	1,000	-	1,000
Other Objects	<u>200</u>	<u>200</u>	<u>-</u>	<u>200</u>
<u>Total Instruction Staff</u>	<u>89,894</u>	<u>89,894</u>	<u>82,959</u>	<u>6,935</u>
<u>General Administration</u>				
Salaries	120,400	120,400	134,384	(13,984)
Employee Benefits	28,964	28,964	33,447	(4,483)
Purchased Services – Professional	9,500	9,500	8,707	793
Purchased Services – Property	-	-	-	-
Purchased Services – Other	125,062	125,062	124,690	372
Supplies and Materials	24,900	24,900	14,254	10,646
Property	1,500	1,500	-	1,500
Other Objects	<u>13,500</u>	<u>13,500</u>	<u>15,838</u>	<u>(2,338)</u>
<u>Total General Administration</u>	<u>323,826</u>	<u>323,826</u>	<u>331,320</u>	<u>(7,494)</u>
<u>School Administration</u>				
<u>Office of the Principal</u>				
Salaries	229,000	229,000	183,762	45,238
Employee Benefits	76,326	76,326	69,664	6,662
Purchased Services – Professional	2,950	2,950	2,050	900
Purchased Services – Property	1,145	1,145	445	700
Purchased Services – Other	4,800	4,800	3,189	1,611
Supplies and Materials	11,280	11,280	7,873	3,407
Property	940	940	1,225	(285)
Other Objects	<u>3,825</u>	<u>3,825</u>	<u>2,388</u>	<u>1,437</u>
<u>Total School Administration</u>	<u>330,266</u>	<u>330,266</u>	<u>270,596</u>	<u>59,670</u>

The accompanying notes are an integral part of these financial statements.

CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2009

<u>SUPPORTING SERVICES (Continued)</u>	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance -
	<u>Original</u>	<u>Final</u>		Favorable (Unfavorable)
<u>Business Services</u>				
Salaries	42,460	42,460	42,728	(268)
Employee Benefits	9,990	9,990	9,936	54
Purchased Services – Professional	6,000	6,000	5,361	639
Purchased Services – Property	500	500	100	400
Purchased Services – Other	600	600	676	(76)
Supplies and Materials	1,500	1,500	1,022	478
Property	500	500	-	500
Other Objects	-	-	75	(75)
<u>Total Business Services</u>	<u>61,550</u>	<u>61,550</u>	<u>59,898</u>	<u>1,652</u>
<u>Operations and Maintenance</u>				
Salaries	188,900	188,900	174,567	14,333
Employee Benefits	45,925	45,925	45,347	578
Purchased Services – Professional	38,500	38,500	40,574	(2,074)
Purchased Services – Property	48,000	48,000	41,348	6,652
Purchased Services – Other	18,000	18,000	22,368	(4,368)
Supplies and Materials	255,000	255,000	225,396	29,604
Property	84,000	84,000	110,774	(26,774)
Other Objects	3,000	3,000	14,663	(11,663)
<u>Total Operations and Maintenance</u>	<u>681,325</u>	<u>681,325</u>	<u>675,037</u>	<u>6,288</u>
<u>Student Transportation</u>				
Salaries	111,863	111,863	103,035	8,828
Benefits	21,270	21,270	20,711	559
Purchased Services – Professional	3,350	3,350	1,835	1,515
Purchased Services – Property	11,000	11,000	10,620	380
Purchased Services – Other	1,750	1,750	-	1,750
Supplies and Materials	89,000	89,000	52,415	36,585
Property	1,000	1,000	665	335
Other Objects	2,000	2,000	356	1,644
<u>Total Student Transportation</u>	<u>241,233</u>	<u>241,233</u>	<u>189,637</u>	<u>51,596</u>
<u>Central Support</u>				
Salaries	-	-	-	-
Employee Benefits	-	-	-	-
Purchased Services – Professional	122,000	122,000	128,378	(6,378)
Purchased Services – Property	3,000	3,000	693	2,307
Purchased Services – Other	-	-	-	-
Supplies and Materials	56,000	56,000	41,868	14,132
Property	72,750	72,750	56,110	16,640
Other Objects	-	-	-	-
<u>Total Central Support</u>	<u>253,750</u>	<u>253,750</u>	<u>227,049</u>	<u>26,701</u>

The accompanying notes are an integral part of these financial statements.

CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2009

SUPPORTING SERVICES (Continued)	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance -
	<u>Original</u>	<u>Final</u>		Favorable (Unfavorable)
<u>Facilities Acquisition and Construction</u>				
Salaries	-	-	-	-
Employee Benefits	-	-	-	-
Purchased Services – Professional	-	-	-	-
Purchased Services – Property	-	-	-	-
Purchased Services – Other	114,500	114,500	80,425	34,075
Supplies and Materials	-	-	1,654	(1,654)
Property	-	-	-	-
Other Objects	-	-	-	-
<u>Total Facilities Acquisition and Construction</u>	<u>114,500</u>	<u>114,500</u>	<u>82,079</u>	<u>32,421</u>
 <u>TOTAL SUPPORTING SERVICES</u>	 <u>2,309,147</u>	 <u>2,309,147</u>	 <u>2,129,906</u>	 <u>179,241</u>
 <u>Debt Service</u>	 <u>-</u>	 <u>-</u>	 <u>-</u>	 <u>-</u>
 <u>Appropriated Reserves</u>	 <u>1,519,758</u>	 <u>1,519,758</u>	 <u>-</u>	 <u>1,519,758</u>
 <u>TOTAL EXPENDITURES</u>	 <u>6,399,387</u>	 <u>6,399,387</u>	 <u>4,556,455</u>	 <u>1,842,932</u>
 <u>REVENUES OVER (UNDER) EXPENDITURES</u>	 <u>(2,010,718)</u>	 <u>(2,010,718)</u>	 <u>(155,450)</u>	
 <u>OTHER FINANCING SOURCES (USES)</u>				
Proceeds From Debt	-	-	13,925	13,925
Transfers	(30,000)	(30,000)	(27,000)	3,000
	<u>(30,000)</u>	<u>(30,000)</u>	<u>(13,075)</u>	<u>16,925</u>
 <u>REVENUES OVER (UNDER) EXPENDITURES AND OTHER USES</u>	 <u>(2,040,718)</u>	 <u>(2,040,718)</u>	 <u>(168,525)</u>	
 <u>FUND BALANCE, July 1</u>	 <u>2,040,718</u>	 <u>2,040,718</u>	 <u>2,040,718</u>	
 <u>PRIOR PERIOD ADJUSTMENT</u>	 <u>-</u>	 <u>-</u>	 <u>(51,163)</u>	
 <u>FUND BALANCE, June 30</u>	 <u>-</u>	 <u>-</u>	 <u>1,821,030</u>	

The accompanying notes are an integral part of these financial statements.

COMBINING AND INDIVIDUAL FUND STATEMENTS AND OTHER SCHEDULES

Special Revenue Funds

Special Revenue Funds account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

Capital Reserve Fund – This fund is authorized by Colorado School Law and is funded by allocated revenues from the General Fund. It is used to fund ongoing capital needs such as site acquisition, building additions and equipment purchases.

Debt Service Fund

This fund accounts for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

Proprietary Fund – Business – Type Activities

Enterprise Funds – used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent is that the costs (including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. Enterprise funds are considered major funds because of community interests in the activities and sources of funding supporting these operations.

Food Service Fund – This fund accounts for all financial activities associated with the District's school breakfast and lunch programs.

Agency Fund

Pupil Activity – This fund is used to account for assets held by the District in a trustee capacity or as an agent for others.

CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2009

	<u>Debt Service</u>	<u>Capital Reserve</u>	<u>Total Non-Major Governmental Funds</u>
<u>ASSETS</u>			
Cash and Investments	51,500	7,381	58,881
Accounts Receivable	-	-	-
Accrued Revenue	-	-	-
Due from Other Funds	-	-	-
Property Taxes Receivable	-	-	-
Receivables – Other	-	-	-
<u>Total Assets</u>	<u>51,500</u>	<u>7,381</u>	<u>58,881</u>
<u>LIABILITIES AND FUND BALANCES</u>			
<u>Liabilities:</u>			
Accounts Payable	-	-	-
Accrued Salaries	-	-	-
Due to Other Funds	-	-	-
Other Payables	-	-	-
Deferred Revenue:			
Local Sources	-	-	-
Property Taxes	-	-	-
Other Governments	-	-	-
<u>Total Liabilities</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Fund Balances:</u>			
Designated for:			
Debt Service	51,500	-	51,500
Undesignated	-	7,381	7,381
<u>Total Fund Balance</u>	<u>51,500</u>	<u>7,381</u>	<u>58,881</u>
 <u>TOTAL LIABILITIES & FUND BALANCES</u>	 <u>51,500</u>	 <u>7,381</u>	 <u>58,881</u>

The accompanying notes are an integral part of these financial statements.

CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2009

	<u>Debt Service</u>	<u>Capital Reserve</u>	<u>Total Non-Major Governmental Funds</u>
REVENUES:			
Property Taxes	-		-
Specific Ownership Taxes	-	-	-
Earnings on Investments	-	-	-
Other Local Sources	-	301	301
State Aid	-	-	-
Federal Aid	-	-	-
Allocation to Reserves	-	<u>287,000</u>	<u>287,000</u>
<u>Total Revenues</u>	<u>-</u>	<u>287,301</u>	<u>287,301</u>
EXPENDITURES:			
Current:			
Instructional Services	-	-	-
Supporting Services:			
Students	-	-	-
Instructional Staff	-	-	-
District Administration	-	-	-
School Administration	-	-	-
Business	-	-	-
Operation & Maintenance of Facilities	-	-	-
Transportation	-	-	-
Central	-	-	-
Debt Service:			
Principal Retirement	-	159,864	159,864
Interest and Fiscal Charges	-	47,538	47,538
Capital Outlay	-	<u>69,766</u>	<u>69,766</u>
<u>Total Expenditures</u>	<u>-</u>	<u>277,168</u>	<u>277,168</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>	-	10,133	10,133
<u>OTHER FINANCING SOURCES (USES)</u>			
Transfers	-	-	-
<u>Total Other Financing Sources (Uses)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>NET CHANGE IN FUND BALANCES</u>	-	10,133	10,133
<u>FUND BALANCES, Beginning</u>	<u>51,500</u>	<u>(2,752)</u>	<u>48,748</u>
<u>FUND BALANCES, Ending</u>	<u>51,500</u>	<u>7,381</u>	<u>58,881</u>

The accompanying notes are an integral part of these financial statements.

CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
For the Year Ended June 30, 2009

	<u>Budget</u>	<u>Actual</u>	Variance - Favorable (Unfavorable)
<u>REVENUES</u>			
Property Tax	-	-	-
Earnings on Investments	-	-	-
<u>Total Revenues</u>	<u>-</u>	<u>-</u>	<u>-</u>
 <u>EXPENDITURES</u>			
Debt Service:			
Principal Retirement	-	-	-
Interest and Fiscal Charges	-	-	-
Other	-	-	-
Contingency	-	-	-
<u>Total Expenditures</u>	<u>-</u>	<u>-</u>	<u>-</u>
 <u>REVENUES OVER (UNDER)</u>			
<u>EXPENDITURES</u>	-	-	
 <u>FUND BALANCES, July 1</u>	<u>-</u>	<u>51,500</u>	
 <u>FUND BALANCES, June 30</u>	<u>-</u>	<u>51,500</u>	

The accompanying notes are an integral part of these financial statements.

CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
CAPITAL RESERVE FUND
SPECIAL REVENUE FUND
For the Year Ended June 30, 2009

	<u>Budget</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
<u>Revenues</u>			
Earnings on Investments	1,000	301	(699)
Other Local Sources	-	-	-
Allocated Revenues – General Fund	<u>287,000</u>	<u>287,000</u>	<u>-</u>
<u>Total Revenue</u>	<u>288,000</u>	<u>287,301</u>	<u>(699)</u>
<u>Expenditures</u>			
Land and Land Sites	-	-	-
Buildings Improvements	43,100	2,866	40,234
Equipment Other than Vehicles	5,000	-	5,000
Vehicle - Other	36,900	66,900	(30,000)
Other	-	-	-
Debt Service:			
Principal Retirement	193,000	159,864	33,136
Interest and Fiscal Charges	10,000	47,538	(37,538)
Contingency Reserves	-	-	-
<u>Total Expenditures</u>	<u>288,000</u>	<u>277,168</u>	<u>10,832</u>
<u>Revenues Over (Under) Expenditures</u>	-	10,133	
<u>FUND BALANCE, July 1</u>	<u>-</u>	<u>(2,752)</u>	
<u>FUND BALANCE, June 30</u>	<u>-</u>	<u>7,381</u>	

The accompanying notes are an integral part of these financial statements.

CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
 FOOD SERVICES – PROPRIETARY FUND TYPE
 SCHEDULE OF REVENUES, EXPENSES AND
 CHANGES IN RETAINED EARNINGS
 BUDGET AND ACTUAL
 For the Year Ended June 30, 2009

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>
<u>OPERATING REVENUES</u>			
Charges for Services:			
Food Sales	32,200	34,308	2,108
Other	<u>1,000</u>	<u>461</u>	<u>(539)</u>
<u>Total Operating Revenues</u>	<u>33,200</u>	<u>34,769</u>	<u>1,569</u>
<u>OPERATING EXPENSES</u>			
Salaries	62,300	59,921	2,379
Employee Benefits	20,185	20,427	(242)
Purchased Services – Professional	-	-	-
Purchased Services – Property	2,000	1,605	395
Purchased Services - Other	6,000	1,017	4,983
Supplies and Materials	71,500	85,436	(13,936)
Capital Outlay	7,215	94	7,121
Other	4,000	4,836	(836)
Commodities	-	11,684	(11,684)
Depreciation	<u>-</u>	<u>4,875</u>	<u>(4,875)</u>
<u>Total Expenses</u>	<u>173,200</u>	<u>189,895</u>	<u>(16,695)</u>
<u>INCOME (LOSS) FROM OPERATIONS</u>	<u>(140,000)</u>	<u>(155,126)</u>	
<u>NON-OPERATING REVENUES (EXPENSES)</u>			
Federal Aid:			
School Lunches	90,000	96,972	6,972
School Breakfast	11,000	13,353	2,353
Commodities	-	14,459	14,459
Interest Earned		21	21
State Aid:			
School Lunches	<u>2,000</u>	<u>2,012</u>	<u>12</u>
<u>Total Non-Operating Revenues (Expenses)</u>	<u>103,000</u>	<u>126,817</u>	<u>23,817</u>
<u>NET INCOME (LOSS) BEFORE OPERATING TRANSFERS</u>	<u>(37,000)</u>	<u>(28,309)</u>	
<u>OPERATING TRANSFERS FROM GENERAL FUND</u>	<u>30,000</u>	<u>27,000</u>	<u>(3,000)</u>
<u>NET INCOME (LOSS)</u>	<u>(7,000)</u>	<u>(1,309)</u>	
<u>NET ASSETS, Beginning</u>	<u>7,000</u>	<u>26,452</u>	
<u>NET ASSETS, Ending</u>	<u>-</u>	<u>25,143</u>	

The accompanying notes are an integral part of these financial statements.

CROWLEY COUNTY SCHOOL DISTRICT NUMBER RE-1-J
PUPIL ACTIVITY AGENCY FUND
SCHEDULE OF ACTIVITIES BUDGET AND ACTUAL
BUDGET AND ACTUAL
For the Year Ended June 30, 2009

	<u>Budget</u>	<u>Actual</u>	Variance- Favorable (Unfavorable)
<u>ADDITIONS:</u>			
Earnings on Investments	-	-	-
Other Local Sources	<u>210,000</u>	<u>134,449</u>	<u>(75,551)</u>
<u>Total Additions</u>	<u>210,000</u>	<u>134,449</u>	<u>(75,551)</u>
 <u>DEDUCTIONS:</u>			
Activity Expenditures	210,000	141,774	68,226
Contingency	<u>-</u>	<u>-</u>	<u>-</u>
<u>Total Deductions</u>	<u>210,000</u>	<u>141,774</u>	<u>68,226</u>
Net Increase (Decrease) in Deposits Held for Others	-	(7,325)	
Deposits Held for Others – Beginning of Year	<u>-</u>	<u>59,258</u>	
Deposits Held for Others – End of Year	<u>-</u>	<u>51,933</u>	

The accompanying notes are an integral part of these financial statements.

STATE REQUIRED SCHEDULES

Auditor's Integrity Report (Revenues, Expenditures, and Fund Balance by Fund)

Bolded Balance Sheet

Colorado Department of Education
Fiscal Year 2008-2009
Colorado School District/BOCES
Auditor's Integrity Report

Revenues, Expenditures, & Fund Balance by Fund

Fund Type & Number	Beg Fund Balance & Prior Per Adj (6880*) +	1000 - 5999 Total Revenues & Other Sources -	0001 - 0999 Total Expenditures & Other Uses =	6700 - 6799 & Prior Per Adj (6880*) & Ending Fund Balance
Governmental				
10 General Fund	1,981,364	4,162,402	4,327,771	1,815,995
18 Risk Mgmt Sub-Fund of General Fund	8,192	78,342	81,498	5,036
19 Colorado Preschool Program Fund	0	147,186	147,186	0
Subtotal	1,989,555	4,387,930	4,556,455	1,821,030
11 Charter School Fund	0	0	0	0
20,26-29 Special Revenue Fund	0	0	0	0
21 Capital Reserve Spec Revenue Fund	-2,752	287,301	277,168	7,381
22 Govt Designated-Purpose Grants Fund	0	0	0	0
23 Pupil Activity Special Revenue Fund	0	0	0	0
24 Full Day Kindergarten Mill Levy Override	0	0	0	0
25 Transportation Fund	0	0	0	0
30 Debt Service Fund	51,500	0	0	51,500
31 Bond Redemption Fund	0	0	0	0
41 Building Fund	0	0	0	0
42 Special Building Fund	0	0	0	0
43 Capital Reserve Capital Projects Fund	0	0	0	0
TOTALS	2,038,303	4,675,231	4,833,623	1,879,912
Proprietary				
51 Food Service Fund	26,452	188,587	189,896	25,143
150 Other Enterprise Funds	0	0	0	0
64 (63) Risk-Related Activity Fund	0	0	0	0
60,65-69 Other Internal Service Funds	0	0	0	0
TOTALS	26,452	188,587	189,896	25,143
Fiduciary				
70 Other Trust and Agency Funds	0	0	0	0
72 Private Purpose Trust Fund	0	0	0	0
73 Agency Fund	0	0	0	0
74 Pupil Activity Agency Fund	59,258	134,449	141,774	51,933
79 GASB 34:Permanent Fund	0	0	0	0
85 Foundations	0	0	0	0
TOTALS	59,258	134,449	141,774	51,933

*If you have a prior period adjustment in any fund (Balance Sheet 6880), the amount of your prior period adjustment is added into both your ending and beginning fund balances on this report.

Bolded Balance Sheet Report
Must mirror the combined balance sheet pages from your audit.

-----Governmental-----Proprietary-----Fiduciary-----

Desc/ Bolted Bal Sheet Codes	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 21-29	Debt Service Funds 31-39	Capital Projects Funds 41-49	Enterprise Fund 51 (food)	Enterprise Funds 52-59	Other Activity Funds 63-64	Risk-Related Service Funds 65-69 (60)	Trust & Agency Funds Funds 72-79	Foundations Fund 85	Totals
FUND EQUITY													
Res. for Inv, Prepaid Exp, Enc (6751,6752,6763)	0	0	0	0	0	0	0	0	0	0	0	0	0
Other Reserved Fund Balances (6759)	0	0	0	0	0	0	0	0	0	0	0	0	0
Reserved Fund Balances (6760)	0	0	0	0	0	0	0	0	0	0	0	0	0
Reserved for TABOR 3% Reserved (6761)	124,100	0	0	0	0	0	0	0	0	0	0	0	124,100
Reserved for TABOR Multi-Year (6762)	0	0	0	0	0	0	0	0	0	0	0	0	0
Designated Fund Balance (6763)	0	0	0	0	0	0	0	0	0	0	0	0	0
Colorado Preschool Program (Restricted Under GASB 54) (6765)	0	0	0	0	0	0	0	0	0	0	0	0	0
Risk Related Activity Reserve (Restricted Under GASB 54) (6766)	0	0	0	0	0	0	0	0	0	0	0	0	0
District Emergency Reserve (Restricted Under GASB 54) (6767)	0	0	0	0	0	0	0	0	0	0	0	0	0
Full Day Kindergarten Reserve (Restricted Under GASB 54) (6768)	0	0	0	0	0	0	0	0	0	0	0	0	0
Unreserved Fund Balance (6770)	1,748,093	0	0	7,381	51,500	0	25,143	0	0	0	51,933	0	1,884,050
Invest. in Cap. Assets (fund 51) (6790)	0	0	0	0	0	0	0	0	0	0	0	0	0
Restricted Net Assets (fund 51) (6791)	0	0	0	0	0	0	0	0	0	0	0	0	0
Unrestricted Net Assets (6792)	0	0	0	0	0	0	0	0	0	0	0	0	0
Prior-Period Adjustment (6800)	-51,163	0	0	0	0	0	0	0	0	0	0	0	-51,163
Total Fund Equity	1,821,030	0	0	7,381	51,500	0	25,143	0	0	0	51,933	0	1,956,987
Total Liabilities & Fund Equity	2,280,380	0	682	7,381	51,500	0	36,332	0	0	0	51,933	0	2,428,208

For Each Fund Type:
Do Assets=Liability+Fund Equity

Yes:OK Yes:OK Yes:OK Yes:OK Yes:OK Yes:OK Yes:OK Yes:OK Yes:OK Yes:OK Yes:OK Yes:OK Yes:OK