

KENDRICK JOINT SCHOOL DISTRICT NO. 283

Kendrick, Idaho

**Audited Financial Statements
For the Year Ended June 30, 2014**



KENDRICK JOINT SCHOOL DISTRICT NO. 283

Kendrick, Idaho

**Audited Financial Statements
For the Year Ended June 30, 2014**



INTRODUCTORY SECTION



KENDRICK JOINT SCHOOL DISTRICT NO. 283

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INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees
Kendrick Joint School District No. 283
Kendrick, Idaho

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Kendrick Joint School District No. 283, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of

significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Basis for Qualified Opinion

Kendrick Joint School District No. 283 believes the cost of adopting GASB 45 cannot be justified at the present time. The District believes the future cost of the implicit rate subsidy built into the current health care premiums is not material to the financial statements. The amount by which this GAAP departure would affect the liabilities and net position of the Statement of Net Position is not determinable.

Qualified Opinion

In our opinion, except for the effects of the matters described in the “Basis for Qualified Opinion” paragraph, the financial statements referred to above present fairly, in all material respects, the financial position of Kendrick Joint School District No. 283, as of June 30, 2014, and the changes in financial position and the respective budgetary comparison for the General Fund, Capital Projects Funds and Debt Service Fund thereof and for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 6-10 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Kendrick Joint School District No. 283's basic financial statements. The introductory section and the combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the financial statements.

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 6, 2014 on our consideration of the Kendrick Joint School District No. 283's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Kendrick Joint School District No. 283's internal control over financial reporting and compliance.

Hayden Ross, PLLC

Moscow, Idaho
October 6, 2014

**INDEPENDENT AUDITOR’S REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON
AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

To the Board of Trustees
Kendrick Joint School District No. 283
Kendrick, Idaho

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of governmental activities, each major fund, and the aggregate remaining fund information of Kendrick Joint School District No. 283, as of and for the year ended June 30, 2014 and the related notes to the financial statements, which collectively comprise Kendrick Joint School District No. 283’s basic financial statements, and have issued our report thereon dated October 6, 2014.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Kendrick Joint School District No. 283’s internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Kendrick Joint School District No. 283’s internal control. Accordingly, we do not express an opinion on the effectiveness of the Kendrick Joint School District No. 283’s internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity’s financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit, we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Kendrick Joint School District No. 283's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Hayden Ross, PLLC

Moscow, Idaho
October 6, 2014

KENDRICK JOINT SCHOOL DISTRICT NO. 283
Management's Discussion and Analysis
For the Year Ended June 30, 2014

The discussion and analysis of the Kendrick Joint School District No. 283's financial performance provides an overview of the District's financial activities for the fiscal year ended June 30, 2014.

Financial Highlights

- 2013-2014 The voters authorized a one-year supplemental over-ride levy for \$825,000. This increase of \$35,000 passed with a 62% approval rate.
- The net taxable market value of Kendrick School District for 2013-2014 increased \$2.9 million, bringing the levy rate down to \$8.54 per thousand. A personal property tax replacement law went into effect in April 2014. The law created an exemption up to \$100,000 for business owner's personal property and a replacement to taxing districts at a fixed in time rate that will be distributed annually each year thereafter. Kendrick School District's rate is \$36,665.
- The 2013-14 general fund ending balance is \$498,406, which is down 3% from the beginning balance of \$512,362.
- The teachers negotiated for a 1.5% salary increase on the base. Any medical policy increase was negotiated to be funded from the Employee Medical Benefit Pool.
- During 2013-14 fiscal year, the District installed two HVAC heating and air units, in the High School English classroom and a split duct heat pump in the administration offices at Kendrick High School. A new HVAC roofing unit was replaced for the Kendrick High School gymnasium. A walk-in freezer was installed in the high school kitchen. Outdoor surveillance cameras were installed to monitor the High School grounds. At the Juliaetta Elementary School, carpet was replaced in 2 classrooms, the hallway carpet was replaced with large linoleum tiles and the stairway treads were replaced with non-slip rubber. Each parking lot was seal-coated and painted. All of these projects were funded from the Plant Facility Levy.
- A new 2015 Thomas Freightliner school bus was purchased from the Bus Depreciation fund for \$79,679. The District will purchase a bus every three years from this fund.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements. The government-wide financial statements are designed to provide readers with a broad overview of the District’s finances, in a manner similar to a private-sector business. The statements present an aggregate view of the District’s finances. They contain useful long-term information for the just completed fiscal year.

The *statement of net position* presents information on all of the assets, deferred outflows of resources, liabilities and deferred inflows of resources of the District, with the difference reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The *statement of activities* presents information showing how the net position of the District changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows.

In the government-wide financial statements, the District’s activities are all classified as government activities. Governmental activities include all regular and special education, all educational support activities, administration, custodial, maintenance, transportation and food service. Most of these activities are supported by property taxes and formula aid from the State of Idaho.

Fund Financial Statements. Funds are accounting devices the District uses to track sources of funding and spending for specific programs and to demonstrate compliance with various regulatory requirements. Fund Financial statements generally report operation in more detail than the government-wide statements. The District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on those which are considered most significant.

Governmental Funds. Most of the District’s activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported on the “modified accrual” basis of accounting which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the District’s general government operations and the basic services it provides.

Proprietary Fund. This internal service fund records transactions for the medical risk pool. It uses the same basis of accounting as business-type activities, and is consolidated with the governmental activities in the statements for the District as a whole.

Fiduciary Funds. The District serves as trustee, or fiduciary, for student organizations. The assets of these organizations belong to the organization, and not the District. The District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and only by those to whom the assets belong. These activities are excluded from the District-wide financial statements because the District cannot use these assets to finance its operation.

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

Government-Wide Financial Analysis

Net position may serve as a useful indicator of a district’s financial position. In the case of the District, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$3,828,200.

**Statement of Net Position
June 30, 2014**

	<u>2013-2014</u>	<u>2012-2013</u>	<u>Change</u>
ASSETS			
Current and Other Assets	2,516,937	1,450,334	1,066,603
Capital Assets	<u>4,626,798</u>	<u>4,646,376</u>	<u>(19,578)</u>
Total Assets	<u>7,143,735</u>	<u>6,096,710</u>	<u>1,047,025</u>
DEFERRED OUTFLOWS OF RESOURCES			
	-	-	-
LIABILITIES			
Long-Term Liabilities Outstanding	1,900,000	1,970,000	(70,000)
Other Liabilities	<u>392,758</u>	<u>383,920</u>	<u>8,838</u>
Total Liabilities	<u>2,292,758</u>	<u>2,353,920</u>	<u>(61,162)</u>
DEFERRED INFLOWS OF RESOURCES			
	<u>1,022,777</u>	-	<u>1,022,777</u>
NET POSITION			
Net investment in capital assets	2,627,248	2,580,851	46,397
Restricted	656,274	604,904	51,370
Unrestricted	<u>544,678</u>	<u>557,035</u>	<u>(12,357)</u>
Total Net Position	<u>\$3,828,200</u>	<u>\$3,742,790</u>	<u>\$85,410</u>

The largest portions of the District’s net position are (68.63%) reflect investments in capital assets (i.e. land, building, and improvements, furniture, and equipment) net of related debt (general obligation bonds) used to acquire those assets still outstanding. These capital assets provide services to students; consequently, these assets are not available for future spending.

An additional portion of the District’s net position (17.14%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position (14.23%) may be used to meet the District’s ongoing obligations to students, employee, and creditors.

The unrestricted net position amount has been earmarked for the following purposes: To meet cash flow needs throughout the year and to provide a General Fund contingency.

Changes in Net Position - The table below shows the changes in net position for the fiscal year 2013/2014. The District had total revenues of \$3,414,506 and total expenses of \$3,329,096 that generated an increase in net position of \$85,410.

**Changes in Net Position
For Fiscal Year Ending June 30, 2014**

	<u>2013-2014</u>	<u>2012-2013</u>	<u>Change</u>
REVENUES			
Program Revenues:			
Charges for services	54,747	50,291	4,456
Operating grants and contributions	535,793	535,610	183
General Revenues			
Property taxes	1,078,140	1,073,725	4,415
Federal and state revenues	1,716,741	1,725,162	(8,421)
Local revenues	<u>29,085</u>	<u>33,525</u>	<u>(4,440)</u>
Total Revenues	<u>3,414,506</u>	<u>3,418,313</u>	<u>(3,807)</u>
EXPENSES			
Program Expenses:			
Instruction	1,467,720	1,487,988	(20,268)
Support Services	1,312,962	1,410,607	(97,645)
Child Nutrition	275,744	150,402	125,342
Capital Outlay	16,649	24,091	(7,442)
Debt Service	87,100	89,700	(2,600)
Depreciation, unallocated	<u>168,921</u>	<u>165,915</u>	<u>3,006</u>
Total Expenses	<u>3,329,096</u>	<u>3,328,703</u>	<u>(393)</u>
 Change in Net Position	 <u>\$85,410</u>	 <u>\$89,610</u>	 <u>\$(4,200)</u>

District's Fund Financial Analysis

General Fund. The general fund is the maintenance and operation fund and the most significant budgeted fund. At the end of the current fiscal year, the general fund balance is \$498,406, which is down 2.7% from the ending balance in fiscal year 2013 of \$512,362. The reason for the decrease was a decrease in local and state revenues and the District increasing its expenditures slightly. A minimum fund balance of one month's expenses and preferably two months is recommended by our auditor. The District has a fund balance of over two months at the end of fiscal year 2014. Revenues in the general fund totaled \$2,703,650, a 1.12% decrease from the prior year. Expenditures in the general fund totaled \$2,606,491, a 1.28% increase from the prior year.

Internal Service Fund. The District has an internal service fund which accounts for the activities of the Self-Insured Employee Medical Pool. To mitigate the effects of increasing health insurance premiums and position the District for partially self-insuring medical deductibles in

the future, the Board contributed \$30,000 of the 2001 “Gainsharing” distribution into this fund. This fund has a net position totaling \$288,405 at June 30, 2014.

Capital Assets. The Plant Facility Fund is used for capital construction, building and site improvement, remodeling, and equipment; to purchase school buses; for lease and lease purchase agreements for any of the above purposes. A levy in the amount of \$50,000 was approved by the voters in 2009 and continues for ten years. At the end of the current fiscal year, the balance in the Capital Projects Funds is \$99,227. This is a decrease from the prior balance of \$139,624.

**Capital Assets
Governmental Activities
Net of Accumulated Depreciation
June 30, 2014**

	2013-2014	2012-2013	Change
Sites	368,432	351,391	17,041
Buildings	4,029,535	4,114,591	(85,056)
Equipment	46,021	45,873	148
Transportation	182,810	134,521	48,289
Net Capital Assets	<u>\$4,626,798</u>	<u>\$4,646,376</u>	<u>\$(19,578)</u>

Long-term debt. *General Obligation Bonds* - The debt service fund has a total fund balance of \$194,729 all of which is restricted for the payment of debt service on a general obligation bond. The debt of the District is secured by an annual debt service tax levy authorized by the patrons of the District in 2009.

At year end the District had \$1,970,000 outstanding.

Contacting the District’s Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the District’s finances. Any questions or requests for additional information should be directed to the District’s Business Manager, Mellissa Eichner at the District’s Administrative Office, P.O. Box 283, Kendrick, ID 83537, by phone at (208) 289-4211, or by email at sd283@tds.net.

FINANCIAL STATEMENTS



KENDRICK JOINT SCHOOL DISTRICT NO. 283

Kendrick, Idaho

STATEMENT OF NET POSITION

June 30, 2014

ASSETS

Current Assets		
Cash	457,087	
Investments	404,181	
Taxes receivable	74,659	
Unbilled taxes receivable	1,022,777	
Other receivables:		
Due from other governmental units	548,455	
Other receivables	9,778	
Total current assets	<u>2,516,937</u>	
Noncurrent Assets		
Non-depreciated capital assets	324,076	
Depreciated capital assets	6,987,244	
Less: Accumulated Depreciation	<u>(2,684,522)</u>	
Total noncurrent assets	<u>4,626,798</u>	
Total Assets		<u>7,143,735</u>
DEFERRED OUTFLOWS OF RESOURCES		<u>-</u>
LIABILITIES		
Current Liabilities		
Accounts payable and other current liabilities	322,758	
Current portion of long-term debt	70,000	
Total current liabilities	<u>392,758</u>	
Noncurrent Liabilities		
Noncurrent portion of long-term debt	<u>1,900,000</u>	
Total Liabilities		<u>2,292,758</u>
DEFERRED INFLOWS OF RESOURCES		
Unearned property tax revenue		<u>1,022,777</u>
NET POSITION		
Net investment in capital assets	2,627,248	
Restricted for:		
Debt service	205,331	
Capital projects	102,080	
Grant programs	60,458	
Medical benefits	288,405	
Unrestricted	<u>544,678</u>	
Total net position		<u>\$ 3,828,200</u>

KENDRICK JOINT SCHOOL DISTRICT NO. 283

Kendrick, Idaho

**STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2014**

	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense)</u>
		<u>Charges for</u>	<u>Operating</u>	<u>Capital Grants</u>	<u>Revenue and</u>
		<u>Services</u>	<u>Grants and</u>	<u>and</u>	<u>Changes in Net</u>
			<u>Contributions</u>	<u>Contributions</u>	<u>Position</u>
					<u>Governmental</u>
					<u>Activities</u>
FUNCTIONS/PROGRAMS					
Governmental activities:					
Preschool - 12 Instruction	1,467,720	2,185	293,275	-	(1,172,260)
Support Services					
Pupil support	211,654	-	35,708	-	(175,946)
Staff support	43,825	-	-	-	(43,825)
General Administration	110,035	-	-	-	(110,035)
School Administration	241,417	-	-	-	(241,417)
Business Services	169,927	-	-	-	(169,927)
Mainenance/Custodial	351,187	-	-	-	(351,187)
Transportation	183,347	-	128,495	-	(54,852)
Other	1,570	-	-	-	(1,570)
Child Nutrition	275,744	52,562	78,315	-	(144,867)
Capital Outlay	16,649	-	-	-	(16,649)
Debt Services	87,100	-	-	-	(87,100)
Depreciation, unallocated	168,921	-	-	-	(168,921)
Total School District	<u>\$ 3,329,096</u>	<u>\$ 54,747</u>	<u>\$ 535,793</u>	<u>\$ -</u>	<u>(2,738,556)</u>
General Revenues					
Taxes					
Property taxes levied for general purposes					848,282
Property taxes levied for debt service					180,327
Property taxes levied for capital projects					49,531
Federal and State aid not restricted to specific purposes					1,716,741
Other					27,711
Interest and investment earnings					1,374
Total General Revenues					<u>2,823,966</u>
Change in Net Position					85,410
Net position - beginning					<u>3,742,790</u>
Net position - ending					<u>\$ 3,828,200</u>

KENDRICK JOINT SCHOOL DISTRICT NO. 283

Kendrick, Idaho

**GOVERNMENTAL FUNDS
BALANCE SHEET
June 30, 2014**

	<u>General</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES					
Assets:					
Cash	457,087	-	-	-	457,087
Investments	75,519	-	35,642	-	111,161
Due from other funds	-	137,673	47,875	61,144	246,692
Taxes receivable	57,840	13,253	3,566	-	74,659
Unbilled taxes receivable	810,828	161,949	50,000	-	1,022,777
Other receivables:					
Due from other governmental units	356,854	54,405	14,997	122,199	548,455
Other receivables	9,778	-	-	-	9,778
Total assets	<u>1,767,906</u>	<u>367,280</u>	<u>152,080</u>	<u>183,343</u>	<u>2,470,609</u>
Deferred outflows of resources	-	-	-	-	-
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u>\$ 1,767,906</u>	<u>\$ 367,280</u>	<u>\$ 152,080</u>	<u>\$ 183,343</u>	<u>\$ 2,470,609</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
Liabilities:					
Due to other funds	170,296	-	-	71,781	242,077
Accrued payroll and benefits	242,041	-	-	51,104	293,145
Other liabilities	63	-	-	-	63
Total liabilities	<u>412,400</u>	<u>-</u>	<u>-</u>	<u>122,885</u>	<u>535,285</u>
Deferred inflows of resources:					
Deferred revenue	46,272	10,602	2,853	2,619	62,346
Unearned property tax revenue	810,828	161,949	50,000	-	1,022,777
Total deferred inflows of resources	<u>857,100</u>	<u>172,551</u>	<u>52,853</u>	<u>2,619</u>	<u>1,085,123</u>
Fund balances:					
Restricted	-	194,729	99,227	57,839	351,795
Unassigned	498,406	-	-	-	498,406
Total fund balances	<u>498,406</u>	<u>194,729</u>	<u>99,227</u>	<u>57,839</u>	<u>850,201</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u>\$ 1,767,906</u>	<u>\$ 367,280</u>	<u>\$ 152,080</u>	<u>\$ 183,343</u>	<u>\$ 2,470,609</u>

KENDRICK JOINT SCHOOL DISTRICT NO. 283

Kendrick, Idaho

**RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO NET POSITION OF GOVERNMENTAL
ACTIVITIES**

For the Year Ended June 30, 2014

Total Fund Balances - Governmental Funds 850,201

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

Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.

Cost of capital assets	7,311,320
Accumulated depreciation	(2,684,522)

Property taxes receivable will be collected this year, but are not available soon enough to pay for the current period's expenditures, and therefore are deferred in the funds. 62,346

Internal service funds are used by the District to charge the cost of medical benefits to the individual funds. The assets and liabilities of the internal service funds are included in governmental activities. 288,405

Interest is accrued on outstanding debt in the government-wide financial statements, whereas in the governmental fund financial statements, an interest expenditure is reported when paid. (29,550)

Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term liabilities at year-end consist of the following:

General obligation bonds	<u>(1,970,000)</u>
--------------------------	--------------------

Total Net Position - Governmental Activities \$ 3,828,200

KENDRICK JOINT SCHOOL DISTRICT NO. 283

Kendrick, Idaho

**GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
For the Year Ended June 30, 2014**

	<u>General</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES					
Local	875,372	180,082	49,546	52,935	1,157,935
State	1,740,463	6,138	10,820	36,224	1,793,645
Federal	87,815	-	-	371,074	458,889
Total revenues	<u>2,703,650</u>	<u>186,220</u>	<u>60,366</u>	<u>460,233</u>	<u>3,410,469</u>
EXPENDITURES					
Instruction	1,311,027	-	-	174,674	1,485,701
Support	1,290,825	-	-	35,708	1,326,533
Non-instruction	4,639	-	-	272,412	277,051
Capital objects	-	-	133,133	-	133,133
Debt service	-	153,075	-	-	153,075
Total expenditures	<u>2,606,491</u>	<u>153,075</u>	<u>133,133</u>	<u>482,794</u>	<u>3,375,493</u>
Excess (deficiency) of revenue over expenditures	<u>97,159</u>	<u>33,145</u>	<u>(72,767)</u>	<u>(22,561)</u>	<u>34,976</u>
Other financing sources (uses):					
Sale of equipment	-	-	-	17	17
Transfer in	60,000	-	32,370	25,375	117,745
Transfer out	<u>(171,115)</u>	-	-	<u>(1,645)</u>	<u>(172,760)</u>
Total other financing sources (uses)	<u>(111,115)</u>	-	<u>32,370</u>	<u>23,747</u>	<u>(54,998)</u>
Net change in fund balance	(13,956)	33,145	(40,397)	1,186	(20,022)
Fund balance-Beginning of year	<u>512,362</u>	<u>161,584</u>	<u>139,624</u>	<u>56,653</u>	<u>870,223</u>
Fund balance-End of year	<u>\$ 498,406</u>	<u>\$ 194,729</u>	<u>\$ 99,227</u>	<u>\$ 57,839</u>	<u>\$ 850,201</u>

KENDRICK JOINT SCHOOL DISTRICT NO. 283

Kendrick, Idaho

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, 2014

Net change in fund balances - total governmental funds (20,022)

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

Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net position and allocated over their estimated useful lives as annual depreciation expense in the statement of activities.

Capital outlays	149,343	
Depreciation expense	<u>(168,921)</u>	(19,578)

Some property taxes will not be collected for several months after the District's fiscal year ends and they are not considered as "available" revenues in the governmental funds. Instead they are counted as deferred tax revenues. They are, however, recorded as revenues in the statement of activities. 3,681

Repayment of the principal on general bonded indebtedness is an expenditure in the governmental funds, but they reduce long-term liabilities in the statement of net position and does not affect the statement of activities. 65,000

Interest is accrued on outstanding debt in the government-wide financial statements whereas in the governmental fund financial statements, an interest expenditure is reported when paid. 975

Internal service funds are used by the District to charge the cost of medical benefits to the individual funds. The net increase of the internal service fund is reported with governmental activities. 55,354

Total change in net position of governmental activities \$ 85,410

KENDRICK JOINT SCHOOL DISTRICT NO. 283
Kendrick, Idaho

GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2014

	Original Budget	Amended Budget	Actual	Variances	
				Favorable (Unfavorable) Original to Actual	Amended to Actual
REVENUES					
Local:					
Taxes	830,457	830,457	846,683	16,226	16,226
Earnings on investments	800	800	995	195	195
Other	3,600	3,600	27,694	24,094	24,094
Total local	834,857	834,857	875,372	40,515	40,515
State:					
Base program	1,223,134	1,223,134	1,306,823	83,689	83,689
Transportation	127,126	127,126	128,495	1,369	1,369
Exceptional child support	21,984	21,984	22,467	483	483
Benefit apportionment	172,311	172,311	182,932	10,621	10,621
Revenue in lieu of taxes	21,284	21,284	36,665	15,381	15,381
Other state revenue	37,484	37,484	63,081	25,597	25,597
Total state	1,603,323	1,603,323	1,740,463	137,140	137,140
Federal:					
Unrestricted	30,000	30,000	87,815	57,815	57,815
Total revenues	2,468,180	2,468,180	2,703,650	235,470	235,470
EXPENDITURES					
Instruction:					
Salaries	949,386	949,386	912,081	37,305	37,305
Benefits	387,207	387,207	339,301	47,906	47,906
Purchased services	60,250	60,250	27,014	33,236	33,236
Supply-materials	29,550	29,550	23,055	6,495	6,495
Capital objects	-	-	9,576	(9,576)	(9,576)
Total instruction	1,426,393	1,426,393	1,311,027	115,366	115,366
Support:					
Salaries	609,162	609,162	608,735	427	427
Benefits	322,963	322,963	282,458	40,505	40,505
Purchased services	223,453	223,453	262,259	(38,806)	(38,806)
Supply-materials	123,306	123,306	110,233	13,073	13,073
Capital objects	-	-	3,921	(3,921)	(3,921)
Insurance	23,219	23,219	23,219	-	-
Total support	1,302,103	1,302,103	1,290,825	11,278	11,278
Non-instruction:					
Benefits	-	-	3,499	(3,499)	(3,499)
Purchased services	-	-	1,140	(1,140)	(1,140)
Total non-instruction	-	-	4,639	(4,639)	(4,639)
Contingency	53,771	53,771	-	53,771	53,771
Total expenditures	2,782,267	2,782,267	2,606,491	175,776	175,776
Excess (deficiency) of revenues other expenditures	(314,087)	(314,087)	97,159	411,246	411,246
Other financing sources (uses):					
Transfer in:					
Internal service fund	60,000	60,000	60,000	-	-
Transfer out:					
School plant facility-bus depreciation	(9,183)	(9,183)	(32,370)	(23,187)	(23,187)
Child nutrition fund	(6,887)	(6,887)	(23,730)	(16,843)	(16,843)
Internal service fund	(29,843)	(29,843)	(115,015)	(85,172)	(85,172)
Total other financing sources (uses)	14,087	14,087	(111,115)	(125,202)	(125,202)
Net change in fund balance	\$ (300,000)	\$ (300,000)	(13,956)	\$ 286,044	\$ 286,044
Fund balance-Beginning of year			512,362		
Fund balance-End of year			\$ 498,406		

KENDRICK JOINT SCHOOL DISTRICT NO. 283

Kendrick, Idaho

**DEBT SERVICE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2014**

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>	Variances	
				Favorable (Unfavorable)	
				Original to Actual	Amended to Actual
REVENUES					
Local:					
Taxes	181,984	181,984	180,082	(1,902)	(1,902)
State:					
Other	<u>5,000</u>	<u>5,000</u>	<u>6,138</u>	<u>1,138</u>	<u>1,138</u>
Total revenues	<u>186,984</u>	<u>186,984</u>	<u>186,220</u>	<u>(764)</u>	<u>(764)</u>
EXPENDITURES					
Debt service:					
Interest	88,075	88,075	88,075	-	-
Principal	<u>65,000</u>	<u>65,000</u>	<u>65,000</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>153,075</u>	<u>153,075</u>	<u>153,075</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ 33,909</u>	<u>\$ 33,909</u>	33,145	<u>\$ (764)</u>	<u>\$ (764)</u>
Fund balance-Beginning of year			<u>161,584</u>		
Fund balance-End of year			<u>\$ 194,729</u>		

KENDRICK JOINT SCHOOL DISTRICT NO. 283

Kendrick, Idaho

CAPITAL PROJECTS FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2014

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>	Variances	
				Favorable (Unfavorable)	
				Original	Amended
				to Actual	to Actual
REVENUES					
Local:					
Taxes	50,000	50,000	49,506	(494)	(494)
Earnings on investments	-	-	40	40	40
Total local	<u>50,000</u>	<u>50,000</u>	<u>49,546</u>	<u>(454)</u>	<u>(454)</u>
State:					
Lottery/additional state maintenance	-	-	10,820	10,820	10,820
Total revenues	<u>50,000</u>	<u>50,000</u>	<u>60,366</u>	<u>10,366</u>	<u>10,366</u>
EXPENDITURES					
Purchased services	68,476	68,476	-	68,476	68,476
Supplies-material	68,476	68,476	-	68,476	68,476
Capital objects	92,406	92,406	133,133	(40,727)	(40,727)
Total expenditures	<u>229,358</u>	<u>229,358</u>	<u>133,133</u>	<u>96,225</u>	<u>96,225</u>
Excess (deficiency) of revenues over/under expenditures	<u>(179,358)</u>	<u>(179,358)</u>	<u>(72,767)</u>	<u>106,591</u>	<u>106,591</u>
Other financing sources (uses):					
Transfer in	20,913	20,913	32,370	11,457	11,457
Net change in fund balance	<u>\$ (158,445)</u>	<u>\$ (158,445)</u>	<u>(40,397)</u>	<u>\$ 118,048</u>	<u>\$ 118,048</u>
Fund balance-Beginning of year			<u>139,624</u>		
Fund balance-End of year			<u>\$ 99,227</u>		

KENDRICK JOINT SCHOOL DISTRICT NO. 283
Kendrick, Idaho

INTERNAL SERVICE FUND
STATEMENT OF NET POSITION
June 30, 2014

ASSETS AND DEFERRED OUTFLOWS OF RESOURCES

Assets:

Investments 293,020

Deferred outflows of resources -

Total assets and deferred outflows of resources 293,020

LIABILITIES AND DEFERRED INFLOWS OF RESOURCES

Liabilities:

Due to other funds 4,615

Deferred inflows of resources -

Total liabilities and deferred inflows of resources 4,615

NET POSITION

Restricted for medical payments 288,405

Total net position \$ 288,405

KENDRICK JOINT SCHOOL DISTRICT NO. 283
Kendrick, Idaho

INTERNAL SERVICE FUND
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
For the Year Ended June 30, 2014

REVENUE

Local:

Earnings on investments 339

Total revenues 339

EXPENDITURES

Total expenditures -

Excess (deficiency) of revenues
over/under expenditures 339

Other financing sources (uses):

Transfer in 115,015

Transfer out (60,000)

Total other financing sources (uses) 55,015

Net change in net position 55,354

Net position-beginning of year 233,051

Net position-end of year \$ 288,405

KENDRICK JOINT SCHOOL DISTRICT NO. 283
Kendrick, Idaho

INTERNAL SERVICE FUND
STATEMENT OF CASH FLOWS
For the Year Ended June 30, 2014

Cash Flows From Noncapital Financing Activities

Cash received from other funds 59,630

Net cash provided by noncapital financing activities 59,630

Cash Flows From Investing Activities

Sale of investments 15,391

Earnings on investments 339

Net cash provided by investing activities 15,730

Net increase in cash 75,360

Cash (deficit) - beginning of year (75,360)

Cash - end of year \$ -

KENDRICK JOINT SCHOOL DISTRICT NO. 283
Kendrick, Idaho

FIDUCIARY FUNDS
STATEMENT OF NET POSITION
June 30, 2014

ASSETS AND DEFERRED OUTFLOWS OF RESOURCES

Assets:

Cash 47,319

Deferred outflows of resources -

Total assets and deferred outflows of resources 47,319

LIABILITIES AND DEFERRED INFLOWS OF RESOURCES

Liabilities:

Due to student groups 47,319

Deferred inflows of resources -

Total liabilities and deferred inflows of resources 47,319

NET POSITION

\$ -

KENDRICK JOINT SCHOOL DISTRICT NO. 283
Notes to the Financial Statements
June 30, 2014

NOTE 1 Summary of Significant Accounting Policies

The financial statements of the Kendrick Joint School District No. 283 have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below:

Reporting Entity - The Kendrick Joint School District No. 283 is the basic level of government, which has financial accountability, and control over all activities related to the public school education within the District. The Board receives funding from local, state and federal government sources and must comply with the requirements of these funding source entities. However, the Board is not included in any other governmental "reporting entity" as defined by GASB pronouncements, since Board members are elected by the public and have decision making authority, the authority to levy taxes, the power to designate management, the ability to significantly influence operations and have primary financial accountability for fiscal matters. In addition, there are no component units as defined in Governmental Accounting Standards Board Statement 14, which are included in the District's reporting entity.

Basis of Presentation, Fund Accounting - District-wide Statements: The statement of net position and the statement of activities display information about the financial activities of the overall district, except for fiduciary activities. Only governmental-type activities are shown, since there are no "business-type activities" within the school district.

The statement of activities presents a comparison between direct expenses and program revenues for each different function of the District's governmental activities.

- Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Indirect expenses – expenses of the District related to the administration and support of the District's programs, such as personnel and accounting – are not allocated to programs.
- Program revenues include (a) charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are

restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes and state foundation aid, are presented as general revenues.

Fund Financial Statements: The fund financial statements provide information about the District's funds, including fiduciary funds. Separate statements for each fund category – governmental and fiduciary – are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

The District reports the following major governmental funds:

- **General Fund.** This is the District's primary operating fund. It accounts for all financial resources, except those required to be accounted for in another fund.
- **Debt Service Fund.** This fund is used to account for the financial resources that are legally restricted for the retirement of District general obligation bonds.
- **Capital Projects Fund.** This fund is used to account for financial resources that are legally reserved for the acquisition, construction, or major repair of school property.

The District reports the following fund types:

- **Internal service fund.** The District has an internal service fund which is used to account for a medical risk pool. It uses the same basis of accounting as business-type activities.
- **Agency funds.** These funds account for assets held by the District as an agent for various student groups and clubs.

Basis of Accounting - The district-wide, proprietary, and fiduciary fund (excepting agency funds) financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the District gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. State support and grant revenues are susceptible to accrual.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District considers all revenues reported in the governmental funds to be available if they are collected within sixty days after year-end. Expenditures are recorded when the related fund liability is incurred except for principal and interest on general long-term debt, claims and judgments and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term liabilities and acquisitions under capital leases are reported as other financing sources.

Under the terms of grant agreements, the District funds certain programs by cost-reimbursement grants and general revenues. When program expenses are incurred, the related revenue of cost-reimbursement grants is recognized.

Internal service funds follow FASB Statements and Interpretations issued on or before November 30, 1989, Accounting Principles Board Opinions, and Accounting Research Bulletins, unless these pronouncements conflict with GASB pronouncements.

Restricted Resources - The District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

Budgets - Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America. Annual budgets are adopted for general, special revenue, and capital projects funds.

The Board of Directors follows these procedures in establishing the budgetary data reflected in the financial statements:

1. At least 14 days prior to the public hearing the District publishes a proposed budget for public review.
2. A public hearing is set to obtain taxpayers comments.
3. The final budget is adopted by resolution of the Board at the regular June meeting of the Board of Trustees.
4. Prior to July 15, the final budget is filed with the State Department of Education.

The budget is a plan of spending under which expenditures may not exceed the budget at the fund level.

Management may amend the budget without seeking the approval of the trustees for revisions which do not increase the total budget.

Cash and Investments - The District's cash includes amounts in demand deposits and checking accounts in local depositories. Investments are deposited in the Idaho State Treasurer's Local Government Investment Pool, which allow school districts within the state of Idaho to pool their funds for investments purposes.

Interest income is defined as non-operating revenue.

Deposits in State Treasurer's local government investment pool are stated at cost, which approximates market. All funds are invested in accordance with Section 67-1210 and 67-1210A of the Idaho Code. The primary objectives of the investment pool, in order of priority, are safety, liquidity, and yield.

Inventory - The District does not follow the practice of capitalizing expendable supplies at year-end in the General Fund. All supplies are recorded as expenditures in the period in which they were purchased.

General Fixed Assets - Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed assets are reported at estimated fair value at the time received.

The Board has set a capitalization threshold of \$5,000. All purchases and improvements to facilities, which are not considered repairs, are capitalized and depreciated using the straight-line method in the government-wide statements and proprietary funds. Lives for buildings and improvements range from 15–30 years. Lives for equipment range from 3–10 years. Vehicles and school buses have estimated lives of 10-20 years.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Accumulated Unpaid Vacation and Sick Pay - Under the terms of the "Kendrick Joint School District Personnel Manual" District employees are granted vacation and sick leave in varying amounts. In the event an employee leaves the District's services, unused vacation credits are compensated at the employee's current rate of pay, ranging from 0 - 15 days. Employees are not paid for unused sick leave upon termination of employment with the District.

Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. There is no accumulated vacation payable at June 30, 2014. In accordance with the provisions of Governmental Accounting Standards Board Statement 16, Accounting for

Compensated Absences, no liability is recorded for non-vesting an accumulating right to receive sick pay benefits.

Long Term Obligations - In the District-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. In the fund financial statements, governmental fund types recognized bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Deferred Compensation - The Sick Leave Bank represents a type of long-term payroll protection insurance for absences beyond the employee's accumulated sick leave. Participation is optional for all employees eligible for the Idaho Public Employees Retirement System, with all new participants contributing one sick leave day.

The Bank is administered by an in-District five-member committee as provided in the Teacher Negotiated Agreement. At June 30, 2014, there were 90 days of sick leave in the bank.

Encumbrances - The District does not utilize an encumbrance system.

Estimates - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Fund Equity, GASB 54 - The *nonspendable* fund balance category includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The *restricted* fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers (grants), or through enabling legislation. The *committed* fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the government's highest level of decision-making authority. Amounts in the *assigned* fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, *assigned* fund balance represents the remaining amount that is not restricted or committed. *Unassigned* fund balance is the residual classification for the government's general fund and includes all spendable amount not contained in the other classifications.

Deferred Revenue - Deferred revenue in the General, Debt Service, and Capital Projects Funds represent property taxes recorded but not estimated to be collected within 60 days of the end of the accounting period.

Unearned Property Tax Revenue - Unearned property tax revenue in the General Fund, Debt Service Fund and Capital Projects Funds represents the property taxes levied for 2014 that is measurable but unavailable to the District, and therefore recorded as a deferred inflow of resources in both the governmental funds and the government-wide financial statements.

Subsequent Events - Subsequent events have been evaluated through the date of the auditor's report. This is the date the financial statements were available to be issued. The District has concluded that no subsequent events have occurred.

NOTE 2 Property Tax

The District's property tax is levied each October on the value listed as of the prior January 1 for all real property located in the District. A revaluation of all property is required to be completed no less than every five years. The market value for the list of January 1, 2013 upon which the 2013 levy was based was \$123,716,483.

The District's actual levy was .03629% per \$100 of market valuation for tort liability insurance and claims, 4.0415% per \$100 for plant facility acquisitions, and 14.70976% per \$100 for the payment of principal and interest on long-term debt. The combined tax rate to finance educational services other than the payment of principal and interest on long-term debt and plant facility acquisitions for the year ended June 30, 2014 was 70.76252% per \$100, which means that the District was required to pass an override levy in the amount of 70.76252% per \$100. The total tax levy for the year ended June 30, 2014 was \$1,050,726 with total tax collections being \$983,056.

Taxes are due in two equal installments on December 20th and June 20th following the levy date. Current tax collections for the year ended June 30, 2014 were 93.56% of the tax levy. Property taxes levied for 2013 are recorded as receivables to the extent of taxes not estimated to be collected within 60 days of the end of the accounting period.

In accordance with GASB 33, *Accounting and Financial Reporting for Nonexchange Transactions*, the District has recognized the 2014 property tax levy as an asset. This levy is an enforceable legal claim created during the fiscal year. The 2014 property tax levy funds are considered unearned as of June 30, 2014. The total property taxes levy for 2014 of \$1,022,777 is recorded as

uncollected but are not considered earned or available at June 30, 2014. The entire receivable is considered a deferred inflow of resources.

	General Fund	Debt Service Fund	Capital Projects Fund	Total
Total taxes receivable at June 30, 2014	57,840	13,253	3,566	74,659
Less: Taxes received in August	<u>11,568</u>	<u>2,651</u>	<u>713</u>	<u>14,932</u>
Deferred revenue	<u>\$46,272</u>	<u>\$10,602</u>	<u>\$2,853</u>	<u>\$59,727</u>

NOTE 3 Deposits and Investments

	<u>Carrying Amount</u>	<u>Bank Balance</u>
<u>Cash</u>		
Checking and Savings Accounts	<u>\$504,406</u>	<u>\$667,065</u>

Checking and savings accounts were with Wells Fargo Bank, N.A. and Latah Federal Credit Union of which \$250,000 of accounts were covered by Federal Deposit Insurance. The remaining balance of \$417,065 is in excess of the FDIC insured limit and is uncollateralized and unsecured.

Investments

Detail of investments at June 30, 2014 are as follows:

	<u>Rate</u>	<u>General Fund</u>	<u>Capital Projects</u>	<u>Internal Service</u>	<u>Total</u>
Investment in State Treasurer’s Pool	Variable	<u>\$75,519</u>	<u>\$35,642</u>	<u>\$293,020</u>	<u>\$404,181</u>

Investment Maturities

<u>External Investment Pool</u>	<u>Book Value</u>	<u>Market Value</u>	<u>Less than 1 Year</u>	<u>1-8 Years</u>
State Investment Pool	<u>\$404,181</u>	<u>\$404,181</u>	<u>\$404,181</u>	<u>\$ -</u>

The State Treasurer’s Local Government Investment Pool is managed by the State of Idaho Treasurer’s office. All funds are invested in accordance with Section 67-1210 and 67-1210A of Idaho Code. Authorized investments include bonds, treasury bills, interest-bearing notes, and other obligations of the U.S. Government, general obligation or revenue bonds of the State of Idaho or other local governments within the state of Idaho, bonds, debentures, or other similar obligations issued by the farm credit system or by public corporations of the state of Idaho, repurchase agreements covered by any legal investment for the

state of Idaho, tax anticipation bonds or notes and income and revenue anticipation bonds or notes of taxing districts of the state of Idaho, revenue bonds of institutions of higher education of the state of Idaho, and time deposits and savings accounts in amounts not to exceed applicable insurance limits. The primary objectives of the investment pool, in order of priority, are safety, liquidity, and yield.

The State Treasurer's investment policy and the Local Government Investment Pool financial statements which can be obtained by writing P.O. Box 83720, Boise, ID 83720-0091.

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the District will not be able to recover its deposits or will not be able to recover collateral securities that are in possession of an outside party. Custodial credit risk for investments is the risk that in the event of the failure of the counter party (e.g. broker-dealer) to a transaction, the District will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The District does not have a policy restricting the amount of deposits and investments subject to custodial credit risk.

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization such as Moody's or Standard & Poor's. The investments of the District at year-end are not required to be rated. The District does not have a policy regarding credit risk.

Interest rate risk is the risk that changes in market interest rates will adversely impact the fair value of an investment. Investments that are fixed for longer periods are likely to experience greater variability in their fair values due to future changes in interest rate. At year-end, the District is not subject to interest rate risk as all investments are held in the State Treasurer's Local Government Investment Pool, which has a maturity of 91 days. The District does not have a policy regarding interest rate risk.

Concentration of credit risk is the risk that concentration of investments with one issuer represents heightened risk of potential loss. No specific percentage identifies when concentration risk is present. The Governmental Accounting Standards Board has adopted a principal that governments should provide note disclosure when five percent of the total investments of the entity are concentrated in any one issuer. Investments in obligations specifically guaranteed by the U.S. government, mutual funds, and other pooled investments are exempt from disclosure. The district has no policy limiting the amount it may invest in any one issuer.

NOTE 4 Changes in General Fixed Assets

A summary of changes in general fixed assets is as follows:

	July 1, 2013			June 30, 2014
	<u>Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u>
Capital Assets not being depreciated				
Land improvements	296,770	-	-	296,770
Construction in progress	<u>-</u>	<u>27,306</u>	<u>-</u>	<u>27,306</u>
Subtotal	<u>296,770</u>	<u>27,306</u>	<u>-</u>	<u>324,076</u>
Capital Assets being depreciated				
Land improvements	237,730	-	-	237,730
Buildings	5,907,794	26,148	-	5,933,942
Equipment	133,872	16,210	-	150,082
Transportation	<u>585,811</u>	<u>79,679</u>	<u>-</u>	<u>665,490</u>
Total depreciated assets	<u>6,865,207</u>	<u>122,037</u>	<u>-</u>	<u>6,987,244</u>
Less: Accumulated Depreciation				
Land improvements	(183,109)	(10,265)	-	(193,374)
Buildings	(1,793,203)	(111,204)	-	(1,904,407)
Equipment	(87,999)	(16,062)	-	(104,061)
Transportation	<u>(451,290)</u>	<u>(31,390)</u>	<u>-</u>	<u>(482,680)</u>
Total accumulated depreciation	<u>(2,515,601)</u>	<u>(168,921)</u>	<u>-</u>	<u>(2,684,522)</u>
Governmental Activities Assets (Net)	<u>\$4,646,376</u>	<u>\$(19,578)</u>	<u>\$ -</u>	<u>\$4,626,798</u>

NOTE 5 Long-Term Debt

The following is a summary of bond transactions of the District for the year ended June 30, 2014.

Bonds payable @ July 1, 2013	2,035,000
Principal payments	<u>(65,000)</u>
Bonds payable @ June 30, 2014	<u>\$1,970,000</u>

Bonds payable at June 30, 2014, are comprised of the following individual issues:

General Obligation Bonds:

2007 Series

Original issue of \$2,360,000 due August 15, 2032

Interest varies between 4% and 4.5%

\$1,970,000

SERIES 2007

<u>Date of Redemption</u>	<u>Interest Rate</u>	<u>Bond Principal</u>	<u>Interest Requirement</u>	<u>Total Requirement</u>
8/15/2014	4.00%	70,000.00	43,387.50	113,387.50
2/15/2015			41,987.50	41,987.50
8/15/2015	4.00%	70,000.00	41,987.50	111,987.50
2/15/2016			40,587.50	40,587.50
8/15/2016	4.00%	75,000.00	40,587.50	115,587.50
2/15/2017			39,087.50	39,087.50
8/15/2017	4.00%	80,000.00	39,087.50	119,087.50
2/15/2018			37,487.50	37,487.50
8/15/2018	4.00%	80,000.00	37,487.50	117,487.50
2/15/2019			35,887.50	35,887.50
8/15/2019	4.50%	85,000.00	35,887.50	120,887.50
2/15/2020			33,975.00	33,975.00
8/15/2020	4.50%	90,000.00	33,975.00	123,975.00
2/15/2021			31,950.00	31,950.00
8/15/2021	4.50%	90,000.00	31,950.00	121,950.00
2/15/2022			29,925.00	29,925.00
8/15/2022	4.50%	95,000.00	29,925.00	124,925.00
2/15/2023			27,787.50	27,787.50
8/15/2023	4.50%	100,000.00	27,787.50	127,787.50
2/15/2024			25,537.50	25,537.50
8/15/2024	4.50%	105,000.00	25,537.50	130,537.50
2/15/2025			23,175.00	23,175.00
8/15/2025	4.50%	110,000.00	23,175.00	133,175.00
2/15/2026			20,700.00	20,700.00
8/15/2026	4.50%	115,000.00	20,700.00	135,700.00
2/15/2027			18,112.50	18,112.50
8/15/2027	4.50%	120,000.00	18,112.50	138,112.50
2/15/2028			15,412.50	15,412.50
8/15/2028	4.50%	125,000.00	15,412.50	140,412.50
2/15/2029			12,600.00	12,600.00
8/15/2029	4.50%	130,000.00	12,600.00	142,600.00
2/15/2030			9,675.00	9,675.00

8/15/2030	4.50%	135,000.00	9,675.00	144,675.00
2/15/2031			6,637.50	6,637.50
8/15/2031	4.00%	145,000.00	6,637.50	151,637.50
2/15/2032			3,375.00	3,375.00
8/15/2032	4.50%	<u>150,000.00</u>	<u>3,375.00</u>	<u>153,375.00</u>
		<u>\$1,970,000</u>	<u>\$951,187.50</u>	<u>\$2,921,187.50</u>

The District's Legal Debt Margin is calculated at 5% of the fair market value of property located within the District. At June 30, 2014 the Legal Debt Margin was:

Market Value at January 1, 2013	123,716,483
Percentage allowed	<u>5%</u>
Debt limitation	6,185,824
Less: Bonded debt at June 30, 2014	<u>1,970,000</u>
Legal Debt Margin	<u>\$4,215,824</u>

As of June 30, 2014, \$194,729 was available in the debt service fund to service the general obligation bonds.

NOTE 6 Partially Self-Insured Medical Benefit Pool

Dramatic increases in health insurance premiums have made it necessary for Kendrick Joint School District No. 283 to look at alternative ways to provide the best medical coverage for its employees. As a result, the Board of Trustees encumbered \$30,000 of the General Fund Balance in the FY 2001-2002 budget as a Self-Insured Employee Medical Pool. The purpose of the pool was two-fold: to offset the liability assumed by providing a partial self-fund health insurance plan for its employees, and to help fund future increases in the cost of medical insurance through the savings projected in administering the plan.

The savings in insurance costs, along with interest earned on investments, increased the Self-Insured Medical Benefit Pool balance to \$288,405 by the end of FY 2013-2014. The purpose of this proprietary fund type is solely for budgeting and management of the Self-Insured Employee Medical Pool.

Administration – The Self-Insured Medical Benefit Pool is administered by the Kendrick Joint School District No. 283 Board of Trustees. The business manager will provide the Board with financial statements upon which the Board will make decisions and set a yearly budget. Operating transfers of funds out of the Pool will only be made at the direction of the Board of Trustees.

Initial Investment – With the exception of unusual circumstances, the initial investment of \$30,000 cannot be spent, only invested. An example of an “unusual circumstance” would be employee paid deductibles in a year that would exceed net earnings over the initial investment of \$30,000. An operating transfer to the General M & O Fund to help defray medical fringe benefit cost would not be an “unusual circumstance”.

District Liability – 100% of the liability of self-insuring the employees and dependents of Kendrick Joint School Dist. No. 283 shall be retained in the Self-Insured Medical Benefit Pool. Liability is calculated by the number of employees and dependents plus the eligible retirees and dependents times 90% of the difference between the employee paid deductible and the district paid deductible.

Eligible Retirees – Retirees under the age of 65 years are eligible for benefits under the Self-Insured Medical Benefit Pool with no additional cost in premium to the retiree.

Dissolving the Self-Insured Medical Pool – If the Self-Insured Medical Benefit Pool is dissolved at some point in time, the fund balance will revert back into the General M & O Fund through an operating transfer of funds.

NOTE 7 Employee’s Retirement System

Public Employee Retirement System of Idaho (PERSI) – The PERSI Base Plan, a cost sharing multiple-employer public retirement system, was created by the Idaho State Legislature. It is a defined benefit plan requiring that both the member and the employer contribute. The Plan provides benefits based on members’ years of service, age, and compensation. In addition, benefits are provided for disability, death, and survivors of eligible members or beneficiaries. The authority to establish and amend benefit provisions is established in Idaho Code. Designed as a mandatory system for eligible state and school district employees, the legislation provided for other political subdivisions to participate by contractual agreement with PERSI. After 5 years of credited service, members become fully vested in retirement benefits earned to date. Members are eligible for retirement benefits upon attainment of the ages specified for their employment classification. For each month of credited service, the annual service retirement allowance is 2.0% (2.3% police/firefighter) of the average monthly salary for the highest consecutive 42 months.

PERSI issues publicly available stand alone financial reports that include audited financial statements and required supplementary information. These reports may be obtained from PERSI’s website www.persi.idaho.gov.

The actuarially determined contribution requirements of the Kendrick Joint School District No. 283 and its employees are established and may be amended

by the PERSI Board of Trustees. For the year ended June 30, 2014, the required contribution rate as a percentage of covered payrolls for members was 6.79% for general members and 8.36% for police/firefighters. The employer rate as a percentage of covered payroll was 11.32% for general members and 11.66% for police/firefighter members. The Kendrick Joint School District No. 283 employer contributions required and paid were \$177,136, \$158,958, and \$147,246 for the three years ended June 30, 2014, 2013, and 2012, respectively.

NOTE 8 Contingent Liabilities

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the government expects such amounts, if any, to be immaterial.

NOTE 9 Excess of Actual Expenditures Over Budget in Individual Funds

The following funds had an excess of actual expenditures over budget for the year ended June 30, 2014:

<u>Fund</u>	<u>Excess</u>
Child Nutrition	14,657
Title I-A, ESEA – Improving Basic Programs	26,221
IDEA Part B – Pre-School	1,162

These over-expenditures arose due to an increase in Local, State and Federal funding. To meet the student's education needs, the Board of Trustees approved the additional expenditures when additional funding became available. Idaho Code Section 33-701 allows the District to make budget adjustments to reflect the availability of funds and the requirements of the school district.

NOTE 10 Interfund Receivables, Payables and Transfers

Generally accepted accounting principles require disclosure of certain information concerning individual funds including:

Interfund Transfers - Transfers to support the operations of other funds are recorded as “Transfers” and are classified with “Other financing sources or uses.” Idaho Code and State Department of Education Regulations mandate transfers into the Capital Projects Fund to cover the depreciation reimbursement. Total transfers are as follows:

	<u>Out</u>	<u>In</u>
General	171,115	60,000
Child Nutrition	-	25,375
Federal Forest	1,645	-
School Plant Facility	-	32,370
Internal Service	<u>60,000</u>	<u>115,015</u>
Totals	<u>\$232,760</u>	<u>\$232,760</u>

The composition of interfund receivables and payables as of June 30, 2014 was as follows:

	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>
General	-	170,296
Special Revenue Funds:		
Child Nutrition	6,779	-
Drivers Education	3,209	-
Federal Forest	44,339	-
21 st Century Community Learning Centers	-	15,776
Title I-A, ESEA – Improving Basic Programs	-	17,738
IDEA Part B School-Age	-	17,852
IDEA Part B Pre-School	-	528
State Professional Technical	-	3,837
Title II-A, ESEA – Improving Teacher Quality	-	16,050
Public School Technology – State	6,817	-
Debt Service	137,673	-
School Plant Facility	34,522	-
School Plant Facility – Bus Depreciation	13,353	-
Internal Service	-	<u>4,615</u>
Totals	<u>\$246,692</u>	<u>\$246,692</u>

NOTE 11 Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions and natural disasters for which the District carries commercial insurance. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the past three years.

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS



KENDICK JOINT SCHOOL DISTRICT NO. 283
General Fund

To account for resources traditionally associated with District operations which are not required to be accounted for in another fund.

KENDRICK JOINT SCHOOL DISTRICT NO. 283

Kendrick, Idaho

**GENERAL FUND
BALANCE SHEET
June 30, 2014**

ASSETS AND DEFERRED OUTFLOWS OF RESOURCES

Assets:

Cash	457,087
Investments	75,519
Taxes receivable	57,840
Unbilled taxes receivable	810,828
Other receivables:	
State support	64,079
Federal support	24,127
Taxes due from counties	268,648
Other receivables	9,778
Total assets	<u>1,767,906</u>

Deferred outflows of resources -

TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES \$ 1,767,906

**LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND
FUND BALANCE**

Liabilities:

Due to other funds	170,296
Accrued payroll and benefits	242,041
Other liabilities	63
Total liabilities	<u>412,400</u>

Deferred inflows of resources:

Deferred revenue	46,272
Unearned property tax revenue	810,828
Total deferred inflows of resources	<u>857,100</u>

Fund balance:

Unassigned	498,406
Total fund balance	<u>498,406</u>

**TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES
AND FUND BALANCE** \$ 1,767,906

KENDRICK JOINT SCHOOL DISTRICT NO. 283

Kendrick, Idaho

GENERAL FUND**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2014**

	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUES			
Local:			
Taxes	846,683	830,457	16,226
Earnings on investments	995	800	195
Other	27,694	3,600	24,094
Total local	<u>875,372</u>	<u>834,857</u>	<u>40,515</u>
State:			
Base support	1,306,823	1,223,134	83,689
Transportation	128,495	127,126	1,369
Exceptional child support	22,467	21,984	483
Benefit apportionment	182,932	172,311	10,621
Revenue in lieu of taxes	36,665	21,284	15,381
Other state revenue	63,081	37,484	25,597
Total state	<u>1,740,463</u>	<u>1,603,323</u>	<u>137,140</u>
Federal:			
Unrestricted	<u>87,815</u>	<u>30,000</u>	<u>57,815</u>
Total revenues	<u>2,703,650</u>	<u>2,468,180</u>	<u>235,470</u>
EXPENDITURES			
Instruction:			
Salaries	912,081	949,386	37,305
Benefits	339,301	387,207	47,906
Purchased services	27,014	60,250	33,236
Supply-materials	23,055	29,550	6,495
Capital objects	9,576	-	(9,576)
Total instruction	<u>1,311,027</u>	<u>1,426,393</u>	<u>115,366</u>
Support:			
Salaries	608,735	609,162	427
Benefits	282,458	322,963	40,505
Purchased services	262,259	223,453	(38,806)
Supply-materials	110,233	123,306	13,073
Capital objects	3,921	-	(3,921)
Insurance	23,219	23,219	-
Total support	<u>1,290,825</u>	<u>1,302,103</u>	<u>11,278</u>

KENDRICK JOINT SCHOOL DISTRICT NO. 283

Kendrick, Idaho

GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND
ACTUAL (Continued)
For the Year Ended June 30, 2014

	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavorable)</u>
EXPENDITURES (Continued)			
Non-instruction:			
Benefits	3,499	-	(3,499)
Purchased services	1,140	-	(1,140)
Total non-instruction	<u>4,639</u>	<u>-</u>	<u>(4,639)</u>
Contingency	<u>-</u>	<u>53,771</u>	<u>53,771</u>
Total expenditures	<u>2,606,491</u>	<u>2,782,267</u>	<u>175,776</u>
Excess (deficiency) of revenues over expenditures	<u>97,159</u>	<u>(314,087)</u>	<u>411,246</u>
Other financing sources (uses):			
Transfer in:			
Internal service fund	60,000	60,000	-
Transfer out:			
School plant facility-bus depreciation	(32,370)	(9,183)	(23,187)
Child nutrition fund	(23,730)	(6,887)	(16,843)
Internal service fund	<u>(115,015)</u>	<u>(29,843)</u>	<u>(85,172)</u>
Total other financing sources (uses)	<u>(111,115)</u>	<u>14,087</u>	<u>(125,202)</u>
Net change in fund balance	(13,956)	<u>\$ (300,000)</u>	<u>\$ 286,044</u>
Fund balance-Beginning of year	<u>512,362</u>		
Fund balance-End of year	<u>\$ 498,406</u>		

KENDRICK JOINT SCHOOL DISTRICT NO. 283

Kendrick, Idaho

**GENERAL FUND
SCHEDULE OF EXPENDITURES BY FUNCTION-BUDGET AND ACTUAL
For the Year Ended June 30, 2014**

	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavorable)</u>
INSTRUCTION:			
Elementary school program			
Salaries	368,457	381,675	13,218
Benefits	136,164	161,549	25,385
Purchased services	11,161	17,500	6,339
Supply-materials	10,534	13,000	2,466
Capital objects	9,576	-	(9,576)
Total elementary school program	<u>535,892</u>	<u>573,724</u>	<u>37,832</u>
Secondary school program			
Salaries	308,709	297,183	(11,526)
Benefits	122,525	123,637	1,112
Purchased services	4,154	17,500	13,346
Supply-materials	9,223	13,000	3,777
Total secondary school program	<u>444,611</u>	<u>451,320</u>	<u>6,709</u>
Vocational-technical program			
Salaries	80,454	87,946	7,492
Benefits	31,586	35,951	4,365
Purchased services	600	750	150
Supply-materials	-	750	750
Total vocational-technical program	<u>112,640</u>	<u>125,397</u>	<u>12,757</u>
Special education program			
Salaries	104,675	113,422	8,747
Benefits	40,226	51,120	10,894
Purchased services	7,617	20,000	12,383
Supply-materials	3,298	1,000	16,702
Total special education program	<u>155,816</u>	<u>185,542</u>	<u>48,726</u>

KENDRICK JOINT SCHOOL DISTRICT NO. 283
Kendrick, Idaho

GENERAL FUND
SCHEDULE OF EXPENDITURES BY FUNCTION-BUDGET AND ACTUAL (Continued)
For the Year Ended June 30, 2014

	Actual	Budget	Variance Favorable (Unfavorable)
INSTRUCTION (Continued):			
Special education preschool program			
Salaries	-	2,160	2,160
Benefits	7	450	443
Total special education preschool program	7	2,610	2,603
 Interscholastic program			
Salaries	45,006	60,000	14,994
Benefits	7,719	12,000	4,281
Purchased services	3,107	4,000	893
Supply-materials	-	1,800	1,800
Total interscholastic program	55,832	77,800	21,968
 School activity program			
Salaries	4,780	7,000	2,220
Benefits	1,074	2,500	1,426
Purchased services	375	500	125
Total school activity program	6,229	10,000	3,771
 TOTAL INSTRUCTION			
Salaries	912,081	949,386	37,305
Benefits	339,301	387,207	47,906
Purchased services	27,014	60,250	33,236
Supply-materials	23,055	29,550	6,495
Capital objects	9,576	-	(9,576)
Total Instruction	\$ 1,311,027	\$ 1,426,393	\$ 115,366

KENDRICK JOINT SCHOOL DISTRICT NO. 283

Kendrick, Idaho

**GENERAL FUND
SCHEDULE OF EXPENDITURES BY FUNCTION-BUDGET AND ACTUAL (Continued)
For the Year Ended June 30, 2014**

	<u>Actual</u>	<u>Budget</u>	Variance Favorable (Unfavorable)
SUPPORT:			
Attendance - guidance - health program			
Salaries	35,972	35,194	(778)
Benefits	15,318	16,165	847
Purchased services	1,884	1,000	(884)
Supply-materials	-	750	750
Total attendance - guidance - health program	<u>53,174</u>	<u>53,109</u>	<u>(65)</u>
Special education support services program			
Salaries	57,572	29,479	(28,093)
Benefits	16,319	16,130	(189)
Purchased services	30,510	30,000	(510)
Supply-materials	469	1,000	531
Total special education support services program	<u>104,870</u>	<u>76,609</u>	<u>(28,261)</u>
Educational media program			
Salaries	14,416	26,092	11,676
Benefits	10,833	18,594	7,761
Purchased services	-	1,000	1,000
Supply-materials	2,303	3,500	1,197
Total educational media program	<u>27,552</u>	<u>49,186</u>	<u>21,634</u>
Instruction-related technology program			
Salaries	24,868	28,823	3,955
Benefits	13,148	14,077	929
Purchased services	33	2,300	2,267
Supply-materials	5,776	9,500	3,724
Capital objects	949	-	(949)
Total instruction-related technology program	<u>44,774</u>	<u>54,700</u>	<u>9,926</u>

KENDRICK JOINT SCHOOL DISTRICT NO. 283

Kendrick, Idaho

**GENERAL FUND
SCHEDULE OF EXPENDITURES BY FUNCTION-BUDGET AND ACTUAL (Continued)
For the Year Ended June 30, 2014**

	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavorable)</u>
SUPPORT (Continued):			
District administration program			
Salaries	53,100	71,206	18,106
Benefits	20,481	35,803	15,322
Purchased services	26,879	17,000	(9,879)
Supply-materials	9,522	8,000	(1,522)
Insurance	53	53	-
Total district administration program	<u>110,035</u>	<u>132,062</u>	<u>22,027</u>
School administration program			
Salaries	150,710	156,300	5,590
Benefits	77,805	78,689	884
Purchased services	9,288	2,100	(7,188)
Supply-materials	3,614	3,000	(614)
Total school administration program	<u>241,417</u>	<u>240,089</u>	<u>(1,328)</u>
Business operation program			
Salaries	61,170	44,335	(16,835)
Benefits	34,974	25,407	(9,567)
Purchased services	5,478	6,000	522
Supply-materials	6,485	4,000	(2,485)
Insurance	53	53	-
Total business operation program	<u>108,160</u>	<u>79,795</u>	<u>(28,365)</u>
Administrative technology service program			
Salaries	32,430	24,775	(7,655)
Benefits	15,913	13,241	(2,672)
Purchased services	1,879	2,000	121
Supply-materials	11,545	9,500	(2,045)
Capital objects	2,372	-	(2,372)
Total administrative technology service program	<u>64,139</u>	<u>49,516</u>	<u>(14,623)</u>

KENDRICK JOINT SCHOOL DISTRICT NO. 283

Kendrick, Idaho

**GENERAL FUND
SCHEDULE OF EXPENDITURES BY FUNCTION-BUDGET AND ACTUAL (Continued)
For the Year Ended June 30, 2014**

	<u>Actual</u>	<u>Budget</u>	<u>Favorable Variance (Unfavorable)</u>
SUPPORT (Continued):			
Buildings - care program (custodial)			
Salaries	43,390	47,600	4,210
Benefits	33,528	42,343	8,815
Purchased services	147,307	130,653	(16,654)
Supply-materials	11,429	18,256	6,827
Insurance	16,038	16,038	-
Total buildings - care program (custodial)	<u>251,692</u>	<u>254,890</u>	<u>3,198</u>
Maintenance - non-student occupied			
Salaries	2,064	2,057	(7)
Benefits	899	1,238	339
Purchased services	125	-	(125)
Supply-materials	19	-	(19)
Total maintenance - non-student occupied	<u>3,107</u>	<u>3,295</u>	<u>188</u>
Maintenance - student-occupied buildings			
Salaries	41,451	37,014	(4,437)
Benefits	16,958	22,270	5,312
Purchased services	15,153	10,000	(5,153)
Supply-materials	14,691	15,000	309
Total maintenance - student-occupied buildings	<u>88,253</u>	<u>84,284</u>	<u>(3,969)</u>
Maintenance - grounds			
Salaries	2,064	5,057	2,993
Benefits	899	1,857	958
Purchased services	1,039	2,500	1,461
Supply-materials	4,133	1,000	(3,133)
Total maintenance - grounds	<u>8,135</u>	<u>10,414</u>	<u>2,279</u>
Pupil-to-school transportation program			
Salaries	82,585	88,730	6,145
Benefits	24,581	34,569	9,988
Purchased services	18,041	12,000	(6,041)
Supply-materials	39,213	45,000	5,787
Capital objects	600	-	(600)
Insurance	4,060	4,060	-
Total pupil-to-school transportation program	<u>169,080</u>	<u>184,359</u>	<u>15,279</u>
Pupil-activity transportation program			
Salaries	6,641	8,500	1,859
Benefits	730	1,754	1,024
Purchased Services	-	1,000	1,000
Supply-materials	-	3,000	3,000
Total pupil-activity transportation program	<u>7,371</u>	<u>14,254</u>	<u>6,883</u>

KENDRICK JOINT SCHOOL DISTRICT NO. 283

Kendrick, Idaho

**GENERAL FUND
SCHEDULE OF EXPENDITURES BY FUNCTION-BUDGET AND ACTUAL (Continued)
For the Year Ended June 30, 2014**

	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavorable)</u>
SUPPORT (Continued):			
General transportation program			
Salaries	302	4,000	3,698
Benefits	72	826	754
Purchased services	3,073	4,000	927
Supply-materials	1,034	1,500	466
Insurance	3,015	3,015	-
Total general transportation program	<u>7,496</u>	<u>13,341</u>	<u>5,845</u>
Other support services program			
Purchased services	1,570	1,900	330
Supply-materials	-	300	300
Total other support services program	<u>1,570</u>	<u>2,200</u>	<u>630</u>
TOTAL SUPPORT			
Salaries	608,735	609,162	427
Benefits	282,458	322,963	40,505
Purchased services	262,259	223,453	(38,806)
Supply-materials	110,233	123,306	13,073
Capital objects	3,921	-	(3,921)
Insurance	23,219	23,219	-
Total Support	<u>\$ 1,290,825</u>	<u>\$ 1,302,103</u>	<u>\$ 11,278</u>
NON-INSTRUCTION:			
Child nutrition program			
Benefits	3,499	-	(3,499)
Community services program			
Purchased services	1,140	-	(1,140)
TOTAL NON-INSTRUCTION			
Benefits	3,499	-	(3,499)
Purchased services	1,140	-	(1,140)
Total Non-Instruction	<u>\$ 4,639</u>	<u>\$ -</u>	<u>\$ (4,639)</u>

KENDRICK JOINT SCHOOL DISTRICT NO. 283
Special Revenue Funds

Child Nutrition Fund - To account for costs of operating the school lunch program at the District. Financing is provided by State and Federal assistance and by sale of lunches. Reporting is done as a special revenue fund rather than as an enterprise fund due to the large amount of State and Federal assistance received by the program.

Drivers Education Fund - To account for costs of providing a driver education program. Financing for the program is provided through the Idaho State Department of Education.

Federal Forest Fund - To account for Federal revenue received from the U.S. Department of Agriculture. This Fund has been used for special capital outlay projects.

21st Century Community Learning Centers Fund - To account for restricted federal revenue to be spent on academic enrichment opportunities, art, music, recreation, sports, drug and violence prevention and youth development activities to students during non-school hours.

Title I-A, ESEA – Improving Basic Programs Fund - To account for restricted Federal revenue to be spent on programs to provide special instruction to disadvantaged students.

IDEA Part B – School-Age Fund - To account for restricted Federal revenue to be spent on programs to provide for special testing, physical therapy, teacher aides, equipment and materials, etc. in special education.

IDEA Part B – Pre-School Fund - To account for restricted Federal revenue to be spent on programs to provide for preschool handicapped (3-5 years old) in the same manner provided for school age children in the Title VI-B program.

State Professional Technical Fund - To account for restricted State revenue to be spent on equipment and materials for vocational programs.

Title II-A, ESEA – Improving Teacher Quality Fund - To account for restricted Federal revenue to be spent on in-service training of math and/or science teachers.

Title VI-B, ESEA – Rural Education Achievement Program Fund - To account for restricted Federal revenue to be spent on enhancing the other Federal programs.

Perkins III – Professional Technical Act Fund - To account for restricted Federal revenue to be spent on equipment for vocational program.

Public School Technology – State Fund - To account for restricted State revenue to be spent on vocational training for alternative high school.

KENDRICK JOINT SCHOOL DISTRICT NO. 283
Kendrick, Idaho

ALL SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
June 30, 2014

	Child Nutrition	Drivers Education	Federal Forest	21st Century Community Learning Centers	Title I-A Improving Basic Programs	IDEA Part B School-Age	IDEA Part B Pre-School	State Professional Technical	Title II-A Improving Teacher Quality	Public School Technology - State	Total
ASSETS AND DEFERRED											
OUTFLOWS OF RESOURCES											
Assets:											
Due from other funds	6,779	3,209	44,339	-	-	-	-	-	-	6,817	61,144
Other receivables:											
State reimbursement	-	2,375	-	-	-	-	-	5,027	-	-	7,402
Federal reimbursement	8,055	-	-	29,235	29,361	29,460	2,636	-	16,050	-	114,797
Total assets	14,834	5,584	44,339	29,235	29,361	29,460	2,636	5,027	16,050	6,817	183,343
Deferred outflows of resources	-	-	-	-	-	-	-	-	-	-	-
TOTAL ASSETS AND DEFERRED											
OUTFLOWS OF RESOURCES	\$ 14,834	\$ 5,584	\$ 44,339	\$ 29,235	\$ 29,361	\$ 29,460	\$ 2,636	\$ 5,027	\$ 16,050	\$ 6,817	\$ 183,343
LIABILITIES, DEFERRED INFLOWS											
OF RESOURCES AND FUND											
BALANCES											
Liabilities:											
Due to other funds	-	-	-	15,776	17,738	17,852	528	3,837	16,050	-	71,781
Accrued payroll and benefits	12,215	-	-	13,459	11,623	11,608	1,009	1,190	-	-	51,104
Total liabilities	12,215	-	-	29,235	29,361	29,460	1,537	5,027	16,050	-	122,885
Deferred inflows of resources											
Deferred revenue	2,619	-	-	-	-	-	-	-	-	-	2,619
Fund balances:											
Restricted	-	5,584	44,339	-	-	-	1,099	-	-	6,817	57,839
Total fund balances	-	5,584	44,339	-	-	-	1,099	-	-	6,817	57,839
TOTAL LIABILITIES, DEFERRED											
INFLOWS OF RESOURCES AND											
FUND BALANCES	\$ 14,834	\$ 5,584	\$ 44,339	\$ 29,235	\$ 29,361	\$ 29,460	\$ 2,636	\$ 5,027	\$ 16,050	\$ 6,817	\$ 183,343

KENDRICK JOINT SCHOOL DISTRICT NO. 283

Kendrick, Idaho

ALL SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
For the Year Ended June 30, 2014

	Child Nutrition	Drivers Education	Federal Forest	21st Century Community Learning Centers	Title I-A Improving Basic Programs	IDEA Part B School-Age	IDEA Part B Pre-School	State Professional Technical	Title II-A Improving Teacher Quality	Perkins III - Professional Technical Act	Public School Technology - State	Total
REVENUES												
Local:												
Lunch sales	50,750	-	-	-	-	-	-	-	-	-	-	50,750
Other	-	2,185	-	-	-	-	-	-	-	-	-	2,185
Total local	50,750	2,185	-	-	-	-	-	-	-	-	-	52,935
State:												
Other state support	-	-	-	-	-	-	-	16,758	-	-	17,091	33,849
Driver education program	-	2,375	-	-	-	-	-	-	-	-	-	2,375
Total state	-	2,375	-	-	-	-	-	16,758	-	-	17,091	36,224
Federal:												
School lunch reimbursement	78,315	-	-	-	-	-	-	-	-	-	-	78,315
Restricted	-	-	6,745	117,955	69,802	67,969	6,404	-	16,050	7,034	800	292,759
Total federal	78,315	-	6,745	117,955	69,802	67,969	6,404	-	16,050	7,034	800	371,074
Total revenues	129,065	4,560	6,745	117,955	69,802	67,969	6,404	16,758	16,050	7,034	17,891	460,233
EXPENDITURES												
Instruction:												
Salaries	-	2,768	-	-	44,266	34,578	4,063	5,947	-	-	-	91,622
Benefits	-	540	-	-	24,847	32,495	2,280	1,225	2,000	-	-	63,387
Purchased services	-	233	-	-	-	203	-	2,902	405	-	-	3,743
Supply-materials	-	678	-	-	689	693	100	5,007	-	306	-	7,473
Capital objects	-	-	-	-	-	-	-	1,677	-	6,728	-	8,405
Insurance	-	44	-	-	-	-	-	-	-	-	-	44
Total instruction	-	4,263	-	-	69,802	67,969	6,443	16,758	2,405	7,034	-	174,674
Support:												
Salaries	-	-	-	-	-	-	-	-	-	-	10,300	10,300
Benefits	-	-	-	-	-	-	-	-	2,805	-	2,113	4,918
Purchased services	-	-	-	-	-	-	-	-	10,808	-	-	10,808
Supply-materials	-	-	-	-	-	-	-	-	32	-	-	32
Capital objects	-	-	7,650	-	-	-	-	-	-	-	2,000	9,650
Total support	-	-	7,650	-	-	-	-	-	13,645	-	14,413	35,708
Non-instruction												
Salaries	47,469	-	-	80,837	-	-	-	-	-	-	-	128,306
Benefits	42,066	-	-	27,455	-	-	-	-	-	-	-	69,521
Purchased services	692	-	-	5,514	-	-	-	-	-	-	-	6,206
Supply-materials	64,230	-	-	2,842	-	-	-	-	-	-	-	67,072
Capital objects	-	-	-	1,307	-	-	-	-	-	-	-	1,307
Total non-instruction	154,457	-	-	117,955	-	-	-	-	-	-	-	272,412
Total expenditures	154,457	4,263	7,650	117,955	69,802	67,969	6,443	16,758	16,050	7,034	14,413	482,794
Excess (deficiency) revenues over/under expenditures	(25,392)	297	(905)	-	-	-	(39)	-	-	-	3,478	(22,561)
Other financing sources (uses):												
Sale of equipment	17	-	-	-	-	-	-	-	-	-	-	17
Transfer in (out)	25,375	-	(1,645)	-	-	-	-	-	-	-	-	23,730
Total other financing sources (uses)	25,392	-	(1,645)	-	-	-	-	-	-	-	-	23,747
Net change in fund balance	-	297	(2,550)	-	-	-	(39)	-	-	-	3,478	1,186
Fund balance - Beginning of year	-	5,287	46,889	-	-	-	1,138	-	-	-	3,339	56,653
Fund balance - End of year	\$ -	\$ 5,584	\$ 44,339	\$ -	\$ -	\$ -	\$ 1,099	\$ -	\$ -	\$ -	\$ 6,817	\$ 57,839

KENDRICK JOINT SCHOOL DISTRICT NO. 283
Kendrick, Idaho

CHILD NUTRITION FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET
AND ACTUAL
For the Year Ended June 30, 2014

	Actual	Budget	Variance Favorable (Unfavorable)
REVENUES			
Local:			
Lunch sales	50,750	56,800	(6,050)
Federal:			
School lunch reimbursement	78,315	58,000	20,315
Total revenues	129,065	114,800	14,265
EXPENDITURES			
Non-instruction:			
Salaries	47,469	50,900	3,431
Benefits	42,066	37,733	(4,333)
Purchased services	692	-	(692)
Supply-materials	64,230	51,167	(13,063)
Total expenditures	154,457	139,800	(14,657)
Excess (deficiency) revenues over expenditures	(25,392)	(25,000)	(392)
Other financing sources (uses):			
Sale of equipment	17	-	17
Transfer in	25,375	25,000	375
Total other financing sources (uses)	25,392	25,000	392
Net change in fund balance	-	\$ -	\$ -
Fund balance-Beginning of year	-		
Fund balance-End of year	\$ -		

KENDRICK JOINT SCHOOL DISTRICT NO. 283
Kendrick, Idaho

DRIVERS EDUCATION FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET
AND ACTUAL
For the Year Ended June 30, 2014

	Actual	Budget	Variance Favorable (Unfavorable)
REVENUES			
Local:			
Other	2,185	2,000	185
State:			
Driver education program	2,375	2,300	75
Total revenue	4,560	4,300	260
EXPENDITURES			
Instruction:			
Salaries	2,768	4,000	1,232
Benefits	540	826	286
Purchased services	233	150	(83)
Supply-materials	678	1,500	822
Capital objects	-	3,054	3,054
Insurance	44	44	-
Total expenditures	4,263	9,574	5,311
Net change in fund balance	297	\$ (5,274)	\$ 5,571
Fund balance-Beginning of year	5,287		
Fund balance-End of year	\$ 5,584		

KENDRICK JOINT SCHOOL DISTRICT NO. 283
Kendrick, Idaho

FEDERAL FOREST FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET
AND ACTUAL
For the Year Ended June 30, 2014

	Actual	Budget	Variance Favorable (Unfavorable)
REVENUES			
Federal:			
Restricted	6,745	4,500	2,245
Total revenues	6,745	4,500	2,245
EXPENDITURES			
Support:			
Capital objects	7,650	48,727	41,077
Total expenditures	7,650	48,727	41,077
Excess (deficiency) revenues over expenditures	(905)	(44,227)	43,322
Other financing sources (uses):			
Transfer out	(1,645)	-	(1,645)
Net change in fund balance	(2,550)	\$ (44,227)	\$ 41,677
Fund balance-Beginning of year	46,889		
Fund balance-End of year	\$ 44,339		

KENDRICK JOINT SCHOOL DISTRICT NO. 283
Kendrick, Idaho

21ST CENTURY COMMUNITY LEARNING CENTERS FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET
AND ACTUAL
For the Year Ended June 30, 2014

	Actual	Budget	Variance Favorable (Unfavorable)
REVENUES			
Federal:			
Restricted	117,955	119,655	(1,700)
Total revenues	117,955	119,655	(1,700)
EXPENDITURES			
Non-instruction:			
Salaries	80,837	81,859	1,022
Benefits	27,455	28,828	1,373
Purchased services	5,514	4,520	(994)
Supply-materials	2,842	1,990	(852)
Capital objects	1,307	2,458	1,151
Total expenditures	117,955	119,655	1,700
Net change in fund balance	-	\$ -	\$ -
Fund balance-Beginning of year	-		
Fund balance-End of year	\$ -		

KENDRICK JOINT SCHOOL DISTRICT NO. 283
Kendrick, Idaho

TITLE I-A, ESEA - IMPROVING BASIC PROGRAMS FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET
AND ACTUAL
For the Year Ended June 30, 2014

	Actual	Budget	Variance Favorable (Unfavorable)
REVENUES			
Federal:			
Restricted	69,802	43,581	26,221
Total revenues	69,802	43,581	26,221
EXPENDITURES			
Instruction:			
Salaries	44,266	31,695	(12,571)
Benefits	24,847	10,261	(14,586)
Purchased services	-	1,200	1,200
Supply-materials	689	425	(264)
Total expenditures	69,802	43,581	(26,221)
Net change in fund balance	-	\$ -	\$ -
Fund balance -Beginning of year	-		
Fund balance-End of year	\$ -		

KENDRICK JOINT SCHOOL DISTRICT NO. 283
Kendrick, Idaho

IDEA PART B - SCHOOL-AGE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET
AND ACTUAL
For the Year Ended June 30, 2014

	Actual	Budget	Variance Favorable (Unfavorable)
REVENUES			
Federal:			
Restricted	67,969	51,835	16,134
Total revenues	67,969	51,835	16,134
EXPENDITURES			
Instruction:			
Salaries	34,578	50,184	15,606
Benefits	32,495	30,454	(2,041)
Purchased services	203	2,035	1,832
Supply-materials	693	4,289	3,596
Total expenditures	67,969	86,962	18,993
Net change in fund balance	-	\$ (35,127)	\$ 35,127
Fund balance-Beginning of year	-		
Fund balance-End of year	\$ -		

KENDRICK JOINT SCHOOL DISTRICT NO. 283
Kendrick, Idaho

IDEA PART B - PRE-SCHOOL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET
AND ACTUAL
For the Year Ended June 30, 2014

	Actual	Budget	Variance Favorable (Unfavorable)
REVENUES			
Federal:			
Restricted	6,404	5,281	1,123
Total revenues	6,404	5,281	1,123
EXPENDITURES			
Instruction:			
Salaries	4,063	2,497	(1,566)
Benefits	2,280	2,018	(262)
Supplies-materials	100	766	666
Total expenditures	6,443	5,281	(1,162)
Net change in fund balance	(39)	\$ -	\$ (39)
Fund balance-Beginning of year	1,138		
Fund balance-End of year	\$ 1,099		

KENDRICK JOINT SCHOOL DISTRICT NO. 283
Kendrick, Idaho

STATE PROFESSIONAL TECHNICAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET
AND ACTUAL
For the Year Ended June 30, 2014

	Actual	Budget	Variance Favorable (Unfavorable)
REVENUES			
State:			
Other state support	16,758	18,810	(2,052)
Total revenues	16,758	18,810	(2,052)
EXPENDITURES			
Instruction:			
Salaries	5,947	5,629	(318)
Benefits	1,225	1,017	(208)
Purchased services	2,902	1,600	(1,302)
Supply-materials	5,007	10,564	5,557
Capital objects	1,677	-	(1,677)
Total expenditures	16,758	18,810	2,052
Net change in fund balance	-	\$ -	\$ -
Fund balance-Beginning of year	-		
Fund balance-End of year	\$ -		

KENDRICK JOINT SCHOOL DISTRICT NO. 283
Kendrick, Idaho

TITLE II-A, ESEA - IMPROVING TEACHER QUALITY FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET
AND ACTUAL
For the Year Ended June 30, 2014

	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUES			
Federal:			
Restricted	16,050	17,493	(1,443)
Total revenues	16,050	17,493	(1,443)
EXPENDITURES			
Instruction:			
Benefits	2,000	-	(2,000)
Purchased services	405	-	(405)
Total instruction	2,405	-	(2,405)
Support:			
Benefits	2,805	-	(2,805)
Purchased services	10,808	21,798	10,990
Supply-materials	32	-	(32)
Total support	13,645	21,798	8,153
Total expenditures	16,050	21,798	5,748
Net change in fund balance	-	\$ (4,305)	\$ 4,305
Fund balance-Beginning of year	-		
Fund balance-End of year	\$ -		

KENDRICK JOINT SCHOOL DISTRICT NO. 283
Kendrick, Idaho

TITLE VI-B, ESEA - RURAL EDUCATION ACHIEVEMENT PROGRAM FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET
AND ACTUAL
For the Year Ended June 30, 2014

	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUES			
Federal:			
Restricted	-	18,017	(18,017)
Total revenues	-	18,017	(18,017)
EXPENDITURES			
Instruction:			
Supply-materials	-	18,017	18,017
Total expenditures	-	18,017	18,017
Net change in fund balance	-	<u>\$ -</u>	<u>\$ -</u>
Fund balance-Beginning of year	_____		
Fund balance-End of year	<u>\$ -</u>		

KENDRICK JOINT SCHOOL DISTRICT NO. 283
Kendrick, Idaho

PERKINS III - PROFESSIONAL TECHNICAL ACT FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
For the Year Ended June 30, 2014

REVENUES

Federal:

 Restricted 7,034

Total revenues 7,034

EXPENDITURES

Instruction:

 Supply-materials 306

 Capital objects 6,728

Total expenditures 7,034

Net change in fund balance -

Fund balance-Beginning of year -

Fund balance-End of year \$ -

KENDRICK JOINT SCHOOL DISTRICT NO. 283
Kendrick, Idaho

PUBLIC SCHOOL TECHNOLOGY - STATE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET
AND ACTUAL
For the Year Ended June 30, 2014

	Actual	Budget	Variance Favorable (Unfavorable)
REVENUES			
State:			
Other state support	17,091	16,380	711
Federal:			
Restricted	800	-	800
Total revenues	17,891	16,380	1,511
EXPENDITURES			
Instruction:			
Salaries	-	8,290	8,290
Benefits	-	1,710	1,710
Total instruction	-	10,000	10,000
Support:			
Salaries	10,300	-	(10,300)
Benefits	2,113	-	(2,113)
Supply-materials	-	7,611	7,611
Capital objects	2,000	-	(2,000)
Total support	14,413	7,611	(6,802)
Total expenditures	14,413	17,611	3,198
Net change in fund balance	3,478	\$ (1,231)	\$ 4,709
Fund balance-Beginning of year	3,339		
Fund balance-End of year	\$ 6,817		

KENDRICK JOINT SCHOOL DISTRICT NO. 283
Debt Service Fund

The debt service fund is established to receive property taxes levied for the redemption of general obligation bonds and payment of interest on those bonds as it is due. The District is allowed by law to carry in fund balance an additional seven months bond requirements in this fund to cover cash flow requirements.

KENDRICK JOINT SCHOOL DISTRICT NO. 283
Kendrick, Idaho

DEBT SERVICE FUND
BALANCE SHEET
June 30, 2014

ASSETS AND DEFERRED OUTFLOWS OF RESOURCES

Assets:	
Due from other funds	137,673
Taxes receivable	13,253
Unbilled taxes receivable	161,949
Other receivables:	
Taxes due from counties	54,405
Total assets	<u>367,280</u>
 Deferred outflows of resources	 <u>-</u>

ASSETS AND DEFERRED OUTFLOWS OF RESOURCES \$ 367,280

LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE

Liabilities	
	<u>-</u>
 Deferred inflows of resources	
Deferred revenue	10,602
Unearned property tax revenue	161,949
Total deferred inflows of resources	<u>172,551</u>
 Fund balance:	
Restricted	<u>194,729</u>

TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE \$ 367,280

KENDRICK JOINT SCHOOL DISTRICT NO. 283
Kendrick, Idaho

DEBT SERVICE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET
AND ACTUAL
For the Year Ended June 30, 2014

	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUES			
Local:			
Taxes	180,082	181,984	(1,902)
State:			
Other	<u>6,138</u>	<u>5,000</u>	<u>1,138</u>
Total revenues	<u>186,220</u>	<u>186,984</u>	<u>(764)</u>
EXPENDITURES			
Debt service:			
Principal	65,000	65,000	-
Interest	<u>88,075</u>	<u>88,075</u>	<u>-</u>
Total expenditures	<u>153,075</u>	<u>153,075</u>	<u>-</u>
Net change in fund balance	33,145	<u>\$ 33,909</u>	<u>\$ (764)</u>
Fund balance-Beginning of year	<u>161,584</u>		
Fund balance-End of year	<u>\$ 194,729</u>		

KENDRICK JOINT SCHOOL DISTRICT NO. 283

Capital Projects Fund

School Plant Facility - This fund is established to account for appropriated funds to acquire plant facility items. Financing is provided by tax revenues.

School Plant Facility – Bus Depreciation - This fund is established to account for funds to replace school buses only.

KENDRICK JOINT SCHOOL DISTRICT NO. 283

Kendrick, Idaho

**ALL CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
June 30, 2014**

	<u>School Plant Facility</u>	<u>School Plant Facility - Bus Depreciation</u>	<u>Total</u>
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES			
Assets:			
Investments	35,642	-	35,642
Due from other funds	34,522	13,353	47,875
Taxes receivable	3,566		3,566
Unbilled taxes receivable	50,000	-	50,000
Other receivables:			
Taxes due from counties	14,997	-	14,997
Total assets	<u>138,727</u>	<u>13,353</u>	<u>152,080</u>
Deferred outflows of resources	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u>\$ 138,727</u>	<u>\$ 13,353</u>	<u>\$ 152,080</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
Liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources:			
Deferred revenue	2,853	-	2,853
Unearned property tax revenue	50,000	-	50,000
Total deferred inflows of resources	<u>52,853</u>	<u>-</u>	<u>52,853</u>
Fund balance			
Restricted	85,874	13,353	99,227
Total fund balance	<u>85,874</u>	<u>13,353</u>	<u>99,227</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u>\$ 138,727</u>	<u>\$ 13,353</u>	<u>\$ 152,080</u>

KENDRICK JOINT SCHOOL DISTRICT NO. 283

Kendrick, Idaho

ALL CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE
For the Year Ended June 30, 2014

	<u>School Plant Facility</u>	<u>School Plant Facility - Bus Depreciation</u>	<u>Total</u>
REVENUES			
Local:			
Taxes	49,506	-	49,506
Earnings on investments	40	-	40
Total local	<u>49,546</u>	<u>-</u>	<u>49,546</u>
State:			
Lottery/additional state maintenance	<u>10,820</u>	<u>-</u>	<u>10,820</u>
Total revenues	<u>60,366</u>	<u>-</u>	<u>60,366</u>
EXPENDITURES			
Capital objects	<u>53,454</u>	<u>79,679</u>	<u>133,133</u>
Total expenditures	<u>53,454</u>	<u>79,679</u>	<u>133,133</u>
Excess (deficiency) of revenues over/under expenditures	6,912	(79,679)	(72,767)
Other financing sources (uses):			
Transfer in	<u>-</u>	<u>32,370</u>	<u>32,370</u>
Net change in fund balance	6,912	(47,309)	(40,397)
Fund balance-Beginning of year	<u>78,962</u>	<u>60,662</u>	<u>139,624</u>
Fund balance-End of year	<u>\$ 85,874</u>	<u>\$ 13,353</u>	<u>\$ 99,227</u>

KENDRICK JOINT SCHOOL DISTRICT NO. 283

Kendrick, Idaho

**SCHOOL PLANT FACILITY FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET
AND ACTUAL
For the Year Ended June 30, 2014**

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Favorable (Unfavorable)</u>
REVENUES			
Local:			
Taxes	49,506	50,000	(494)
Earnings on investments	40	-	40
Total local	<u>49,546</u>	<u>50,000</u>	<u>(454)</u>
State:			
Lottery/additional state maintenance	<u>10,820</u>	<u>-</u>	<u>10,820</u>
Total revenues	<u>60,366</u>	<u>50,000</u>	<u>10,366</u>
EXPENDITURES			
Purchased services	-	68,476	68,476
Supplies-materials	-	68,476	68,476
Capital objects	<u>53,454</u>	<u>-</u>	<u>(53,454)</u>
Total expenditures	<u>53,454</u>	<u>136,952</u>	<u>83,498</u>
Net change in fund balance	6,912	<u>\$ (86,952)</u>	<u>\$ 93,864</u>
Fund balance-Beginning of year	<u>78,962</u>		
Fund balance-End of year	<u>\$ 85,874</u>		

KENDRICK JOINT SCHOOL DISTRICT NO. 283
Kendrick, Idaho

SCHOOL PLANT FACILITY FUND - BUS DEPRECIATION FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET
AND ACTUAL
For the Year Ended June 30, 2014

	Actual	Budget	Variance- Favorable (Unfavorable)
REVENUES			
Total revenues	-	-	-
EXPENDITURES			
Capital objects	79,679	92,406	12,727
Total expenditures	79,679	92,406	12,727
Excess (deficiency) of revenues over/under expenditures	(79,679)	(92,406)	12,727
Other financing sources (uses):			
Transfer in	32,370	20,913	11,457
Net change in fund balance	(47,309)	\$ (71,493)	\$ 24,184
Fund balance-Beginning of year	60,662		
Fund balance-End of year	\$ 13,353		

KENDRICK JOINT SCHOOL DISTRICT NO. 283
Internal Service Fund

To account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial information. Goods or services from such activities are provided to other funds.

The purpose of this proprietary fund type is solely for budgeting and management of the Self-Insured Employee Medical Pool.

KENDRICK JOINT SCHOOL DISTRICT NO. 283
Kendrick, Idaho

INTERNAL SERVICE FUND
STATEMENT OF NET POSITION
June 30, 2014

ASSETS AND DEFERRED OUTFLOWS OF RESOURCES

Assets:

Investments 293,020

Deferred outflows of resources -

Total assets and deferred outflows of resources 293,020

LIABILITIES AND DEFERRED INFLOWS OF RESOURCES

Liabilities:

Due to other funds 4,615

Deferred inflows of resources -

Total liabilities and deferred inflows of resources 4,615

NET POSITION

Restricted for medical payments 288,405

Total net position \$ 288,405

KENDRICK JOINT SCHOOL DISTRICT NO. 283
Kendrick, Idaho

INTERNAL SERVICE FUND
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION - BUDGET AND
ACTUAL
For the Year Ended June 30, 2014

	Actual	Budget	Variance Favorable (Unfavorable)
REVENUE			
Local:			
Earnings on investments	339	500	(161)
Other local	-	20,000	(20,000)
	339	20,500	(20,161)
Total revenues	339	20,500	(20,161)
EXPENDITURES			
Total expenditures	-	-	-
Excess (deficiency) of revenues over/under expenditures	339	20,500	(20,161)
Other financing sources (uses):			
Transfer in	115,015	-	115,015
Transfer out	(60,000)	(60,000)	-
Total other financing sources (uses)	55,015	(60,000)	115,015
Net change in net position	55,354	\$ (39,500)	\$ 94,854
Net position-beginning of year	233,051		
Net position-end of year	\$ 288,405		

KENDRICK JOINT SCHOOL DISTRICT NO. 283
Kendrick, Idaho

INTERNAL SERVICE FUND
STATEMENT OF CASH FLOWS
For the Year Ended June 30, 2014

Cash Flows From Noncapital Financing Activities

Cash received from other funds	<u>59,630</u>	
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Net cash provided by noncapital financing activities		59,630
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Cash Flows From Investing Activities

Sale of investments	15,391	
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Earnings on investments	<u>339</u>	
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Net cash provided by investing activities		<u>15,730</u>
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Net increase in cash		75,360
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Cash (deficit) - beginning of year		<u>(75,360)</u>
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Cash - end of year		<u><u>\$ -</u></u>
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KENDRICK JOINT SCHOOL DISTRICT NO. 283
Agency Fund

The agency fund includes funds held for elementary and secondary student groups by the District for disbursements as dictated by the individual student groups. Operations of these student groups are not considered a part of District financial operations.

KENDRICK JOINT SCHOOL DISTRICT NO. 283
Kendrick, Idaho

STUDENT GROUP AGENCY FUND
STATEMENT OF NET POSITION
For the Year Ended June 30, 2014

	<u>Balance July 1, 2013</u>	<u>Net Change</u>	<u>Balance June 30, 2014</u>
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES			
Assets:			
Cash	45,323	1,996	47,319
Deferred outflows of resources	<u>-</u>	<u>-</u>	<u>-</u>
Total assets and deferred outflows of resources	<u>45,323</u>	<u>1,996</u>	<u>47,319</u>
LIABILITIES AND DEFERRED INFLOWS OF RESOURCES			
Liabilities:			
Due to student groups	45,323	1,996	47,319
Deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and deferred inflows of resources	<u>45,323</u>	<u>1,996</u>	<u>47,319</u>
NET POSITION	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>