

# **KENDRICK JOINT SCHOOL DISTRICT NO. 283**

**Kendrick, Idaho**

**Audited Financial Statements  
For the Year Ended June 30, 2012**

**HAYDEN ROSS, PLLC**  
**CERTIFIED PUBLIC ACCOUNTANTS**

# **KENDRICK JOINT SCHOOL DISTRICT NO. 283**

**Kendrick, Idaho**

**Audited Financial Statements  
For the Year Ended June 30, 2012**



## INTRODUCTORY SECTION



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## FINANCIAL SECTION



# HAYDEN ROSS, PLLC

## CERTIFIED PUBLIC ACCOUNTANTS

SINCE 1938

Jim Pilcher, CPA/PFS • Dave Jones, CPA/PFS • Brad Lewis, CPA/PFS • Cade Konen, CPA/PFS • Nathan Strong, CPA/PFS • Mark Watson, CPA

### INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees  
Kendrick Joint School District No. 283  
Kendrick, Idaho 83537

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, 2012, which collectively comprise the District's basic financial statements listed in the table of contents. These financial statements are the responsibility of the Kendrick Joint School District No. 283's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

The District 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 assets of the Statement of Net Assets is not determinable.

In our opinion, except for the effects of not providing information regarding Other Post-employment Benefit Obligations as described in the previous paragraph, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Kendrick Joint School District No. 283 as of June 30, 2012, and the respective changes in financial position and when applicable, cash flows, thereof for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 2, 2012, on our consideration of 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 testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 5 through 9, and 34 through 77 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.

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 financial statements as a whole. The introductory section, combining and individual non-major fund financial statements are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual non-major 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. 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.

*Hayden Ross, PLLC*

Moscow, Idaho  
November 2, 2012

# HAYDEN ROSS, PLLC

## CERTIFIED PUBLIC ACCOUNTANTS

SINCE 1938

Jim Pilcher, CPA/PFS • Dave Jones, CPA/PFS • Brad Lewis, CPA/PFS • Cade Konen, CPA/PFS • Nathan Strong, CPA/PFS • Mark Watson, CPA

### 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 83537

We have audited the financial statements of the 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, 2012, which collectively comprise the Kendrick Joint School District No. 283's basic financial statements and have issued our report thereon dated November 2, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

#### **Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the Kendrick Joint School District No. 283's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Kendrick Joint School District No. 283's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Kendrick Joint School District No. 283's internal control over financial reporting.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. *A material weakness* is a deficiency, or combination of control deficiencies, in internal control 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.

Our consideration of internal control over financial reporting 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 deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

## Compliance and Other Matters

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

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

*Hayden Ross, PLLC*

Moscow, Idaho  
November 2, 2012

# **Kendrick Joint School District No. 283**

## **Management's Discussion and Analysis For the Year Ended June 30, 2012**

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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, 2012.

### **Financial Highlights**

- 2011-2012 was the first year the Kendrick School District passed a Supplemental Over-ride levy for two consecutive years. The patrons authorized a tax amount of \$790,000 for both 2011/2012 and 2012/2013.
- Net Market Value of Kendrick School District increased slightly by \$3.6M from 2010/2011. The tax levy rate increased slightly to 8.64 per thousand from 8.48 per thousand in 2010.
- Student enrollment is up 7% from 2010/2011. District enrollment is 245 students.
- The General Fund increased 4.4% with an ending balance of \$381,957. The School Board has set a goal to increase our general fund balance to have two or more months of expenditures in the balance. We are currently under two months of expenses. Salaries and benefits are 82% of our total budget.
- A new fund was created outside the general fund, set up solely for bus depreciation monies. This fund will be for purchasing school busses. We will no longer enter into bus lease purchases agreements.
- During 2011/12 fiscal year, the district installed a split HVAC heating and air unit that services two classrooms in the Kendrick Jr./Sr. High School. The District replaced the scoreboard on the high school football field. The parking lot was improved with seal coating, lighting and new heated sidewalks. At the Elementary school, a technology room was created. Additional wiring, air conditioning, and a new tile floor that extended into the hallway to the library and restrooms was finished. These projects were funded from the Plant Facility Levy.

### **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 assets* presents information on all of the assets and liabilities of the District, with the difference between the two reported as *net assets*. Over time, increases or decreases in net assets 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 assets of the District changed during the most recent fiscal year. All changes in net assets 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.

*Internal Service Fund.* This 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 assets may serve as a useful indicator of a district's financial position. In the case of the District, assets exceeded liabilities by \$3,653,180.

#### **Statement of Net Assets June 30, 2012**

ASSETS	<u>2011-2012</u>	<u>2010-2011</u>	<u>Change</u>
Current and Other Assets	1,267,411	1,229,237	38,174
Capital Assets	<u>4,765,130</u>	<u>4,873,710</u>	<u>(108,580)</u>
<b>Total Assets</b>	<b><u>\$6,032,541</u></b>	<b><u>\$6,102,947</u></b>	<b><u>(\$70,406)</u></b>
LIABILITIES			
Long-Term Liabilities			
Outstanding	2,040,000	2,100,000	(60,000)
Other Liabilities	<u>339,361</u>	<u>374,868</u>	<u>(35,507)</u>
<b>Total Liabilities</b>	<b><u>2,379,361</u></b>	<b><u>2,474,868</u></b>	<b><u>(95,507)</u></b>
NET ASSETS			
Invested in Capital Assets,			
Net of Related Debt	2,633,630	2,681,310	(47,680)
Restricted	592,176	548,357	43,819
Unreserved	<u>427,374</u>	<u>398,412</u>	<u>28,962</u>
<b>Total Net Assets</b>	<b><u>\$3,653,180</u></b>	<b><u>\$3,628,079</u></b>	<b><u>\$25,101</u></b>

The largest portions of the District's net assets (72.1%) 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 assets (16.2%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unreserved net assets (11.7%) may be used to meet the District's ongoing obligations to students, employee, and creditors.



The unreserved net asset 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 Assets* - The table below shows the changes in net assets for the fiscal year 2011/2012. The District had total revenues of \$3,111,174 and total expenses of \$3,086,072 that generated an increase in net assets of \$25,102.

**Changes in Net Assets  
For Fiscal Year Ending June 30, 2012**

REVENUES	<u>2011-2012</u>	<u>2010-2011</u>	<u>Change</u>
Program Revenues:			
Charges for services	59,025	46,371	12,654
Operating grants and contributions	538,205	621,512	(83,307)
General Revenues			
Property Taxes	1,034,650	897,880	136,770
Federal and State revenues	1,459,584	1,709,509	(249,925)
Local Revenues	<u>19,710</u>	<u>17,067</u>	<u>(2,643)</u>
<b>Total Revenues</b>	<b><u>3,111,174</u></b>	<b><u>3,292,339</u></b>	<b><u>(181,165)</u></b>
 EXPENSES			
Program Expenses:			
Instruction	1,358,676	1,445,076	(86,400)
Support Services	1,305,285	1,240,799	64,486
Food Services	144,678	140,905	3,773
Capital Outlay	21,896	24,205	(2,309)
Debt Service	92,275	96,088	(3,813)
Depreciation, unallocated	<u>163,263</u>	<u>163,087</u>	<u>176</u>
<b>Total Expenses</b>	<b><u>3,086,073</u></b>	<b><u>3,110,160</u></b>	<b><u>(24,087)</u></b>
 <b>Change in Net Assets</b>	 <b><u>\$ 25,101</u></b>	 <b><u>\$ 182,179</u></b>	 <b><u>(\$157,078)</u></b>

**DISTRICT'S FUNDS 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 \$381,957, which is up 4.4% from the ending balance in fiscal year 2011 of \$366,004. The reason for the increase was an increase in grant revenues and the District decreasing 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 a little under two months at the end of fiscal year 2012. Revenues in the general fund totaled \$2,406,983 a 2.2% decrease from the prior year. Expenditures in the general fund totaled \$2,364,834, a 2.5% 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 net assets totaling \$248,456 at June 30, 2012.

**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 Plant Facility Fund is \$93,462. This is an increase from the prior balance of \$86,588.

**Capital Assets  
Governmental Activities  
Net of Accumulated Depreciation  
June 30, 2012**

	2011-2012	2010-2011	Change
Sites	361,657	349,788	11,869
Buildings	4,206,228	4,288,100	(81,872)
Equipment	31,334	37,437	(6,103)
Transportation	<u>165,911</u>	<u>198,385</u>	<u>(32,474)</u>
Net Capital Assets	<u>\$4,765,130</u>	<u>\$4,873,710</u>	<u>\$(108,580)</u>

**Long-term debt –**

*General Obligation Bonds* - The debt service fund has a total fund balance of \$134,442 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 \$2,100,000 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](mailto:sd283@tds.net).

## **FINANCIAL STATEMENTS**



**KENDRICK JOINT SCHOOL DISTRICT NO. 283**

Kendrick, Idaho

**STATEMENT OF NET ASSETS**

June 30, 2012

**ASSETS****Current Assets**

Cash	319,146	
Investments	340,557	
Taxes receivable	73,085	
Other receivables:		
Due from other governmental units	532,340	
Other receivables	<u>2,283</u>	
Total current assets		1,267,411

**Noncurrent Assets**

Non-depreciated capital assets	296,770	
Depreciated capital assets	6,818,046	
Less: Accumulated Depreciation	<u>(2,349,686)</u>	
Total noncurrent assets		<u>4,765,130</u>

**Total Assets**6,032,541**LIABILITIES****Current Liabilities**

Accounts payable and other current liabilities	279,361	
Current portion of long-term debt	<u>60,000</u>	
Total current liabilities		339,361

**Noncurrent Liabilities**

Noncurrent portion of long-term debt	<u>2,040,000</u>	
Total noncurrent liabilities		<u>2,040,000</u>

**Total Liabilities**2,379,361**Net Assets**

Invested in capital assets, net of related debt	2,633,630	
Restricted for:		
Debt service	143,546	
Capital projects	136,209	
Grant programs	63,965	
Medical benefits	248,456	
Unrestricted	<u>427,374</u>	
Total net assets		<u>\$ 3,653,180</u>

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**

Kendrick, Idaho

**STATEMENT OF ACTIVITIES**  
For the Year Ended June 30, 2012

	<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>
<b>FUNCTIONS/PROGRAMS</b>		<u>Services</u>	<u>Grants and</u>	<u>and</u>	<u>Changes in Net</u>
			<u>Contributions</u>	<u>Contributions</u>	<u>Assets</u>
					<u>Governmental</u>
					<u>Activities</u>
Governmental activities:					
Preschool - 12 Instruction	1,358,676	2,990	193,307	-	(1,162,379)
Support Services					
Pupil support	321,613	-	159,338	-	(162,275)
Staff support	79,588	-	-	-	(79,588)
General Administration	107,302	-	-	-	(107,302)
School Administration	209,452	-	-	-	(209,452)
Business Services	106,250	-	-	-	(106,250)
Mainenance/Custodial	289,571	-	-	-	(289,571)
Transportation	188,296	-	117,632	-	(70,664)
Other	3,213	-	-	-	(3,213)
Food services	144,678	56,035	67,928	-	(20,715)
Capital Outlay	21,896	-	-	-	(21,896)
Debt Services	92,275	-	-	-	(92,275)
Depreciation, unallocated	163,263	-	-	-	(163,263)
Total School District	<u>\$ 3,086,073</u>	<u>\$ 59,025</u>	<u>\$ 538,205</u>	<u>\$ -</u>	<u>\$ (2,488,843)</u>

**General Revenues**

Taxes	
Property taxes levied for general purposes	822,300
Property taxes levied for debt service	159,962
Property taxes levied for capital projects	52,388
Federal and State aid not restricted to specific purposes	1,459,584
Other	17,958
Interest and investment earnings	1,752
Total General Revenues	<u>2,513,944</u>
Change in Net Assets	25,101
<b>Net assets - beginning</b>	<u>3,628,079</u>
<b>Net assets - ending</b>	<u>\$ 3,653,180</u>

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**

Kendrick, Idaho

**BALANCE SHEET  
GOVERNMENTAL FUNDS  
June 30, 2012**

	<u>General</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>ASSETS</b>					
Cash	173,519	85,383	81,852	67,361	408,115
Investments	18,088	-	35,531	-	53,619
Taxes receivable	57,958	11,380	3,747	-	73,085
Other receivables:					
Due from other governmental units	372,018	46,783	15,079	98,460	532,340
Other receivables	2,283				2,283
Total assets	<u>\$ 623,866</u>	<u>\$ 143,546</u>	<u>\$ 136,209</u>	<u>\$ 165,821</u>	<u>\$ 1,069,442</u>
<b>LIABILITIES</b>					
Bank overdrafts	-	-	-	50,487	50,487
Accrued payroll and benefits	195,542	-	-	51,369	246,911
Deferred revenue	46,367	9,104	2,998	807	59,276
Total liabilities	<u>241,909</u>	<u>9,104</u>	<u>2,998</u>	<u>102,663</u>	<u>356,674</u>
<b>FUND BALANCES</b>					
Restricted	-	134,442	133,211	63,158	330,811
Unassigned	381,957	-	-	-	381,957
Total fund balances	<u>381,957</u>	<u>134,442</u>	<u>133,211</u>	<u>63,158</u>	<u>712,768</u>
Total liabilities and fund balances	<u>\$ 623,866</u>	<u>\$ 143,546</u>	<u>\$ 136,209</u>	<u>\$ 165,821</u>	<u>\$ 1,069,442</u>

KENDRICK JOINT SCHOOL DISTRICT NO. 283

Kendrick, Idaho

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RECONCILIATION OF TOTAL GOVERNMENTAL FUND  
BALANCES TO NET ASSETS OF GOVERNMENTAL ACTIVITIES  
For the Year Ended June 30, 2012

Total Fund Balances - Governmental Funds 712,768

Amounts reported for governmental activities in the statement of net assets 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	7,114,816
Accumulated depreciation	(2,349,686)

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. 59,276

In the statement of activities, operating expenses are incurred when an exchange transaction takes place. However, in the government funds the expense did not meet the criteria. (950)

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. 248,456

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. (31,500)

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>(2,100,000)</u>
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Total Net Assets - Governmental Funds \$ 3,653,180

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**

Kendrick, Idaho

**STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS  
For the Year Ended June 30, 2012**

	<u>General</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>REVENUES</b>					
Local	829,767	157,890	51,948	59,025	1,098,630
State	1,497,298	-	-	44,020	1,541,318
Federal	79,918	-	-	376,553	456,471
Total revenues	<u>2,406,983</u>	<u>157,890</u>	<u>51,948</u>	<u>479,598</u>	<u>3,096,419</u>
<b>EXPENDITURES</b>					
Current:					
Instruction	1,187,496	-	-	176,138	1,363,634
Support	1,172,351	-	-	159,338	1,331,689
Non-instruction	4,987	-	89	141,334	146,410
Capital objects	-	-	44,985	-	44,985
Debt service	-	153,175	-	-	153,175
Total expenditures	<u>2,364,834</u>	<u>153,175</u>	<u>45,074</u>	<u>476,810</u>	<u>3,039,893</u>
Excess (deficiency) of revenue over expenditures	<u>42,149</u>	<u>4,715</u>	<u>6,874</u>	<u>2,788</u>	<u>56,526</u>
Other financing sources (uses):					
Operating transfer in	37,500	-	25,177	17,371	80,048
Operating transfer out	(63,696)	-	-	-	(63,696)
Total other financing sources (uses)	<u>(26,196)</u>	<u>-</u>	<u>25,177</u>	<u>17,371</u>	<u>16,352</u>
Net change in fund balance	15,953	4,715	32,051	20,159	72,878
Fund balance-Beginning of year	<u>366,004</u>	<u>129,727</u>	<u>101,160</u>	<u>42,999</u>	<u>639,890</u>
Fund balance-End of year	<u>\$ 381,957</u>	<u>\$ 134,442</u>	<u>\$ 133,211</u>	<u>\$ 63,158</u>	<u>\$ 712,768</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, 2012

Net change in fund balances - total governmental funds 72,878

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 assets and allocated over their estimated useful lives as annual depreciation expense in the statement of activities.

Capital outlays	54,683	
Depreciation expense	<u>(163,263)</u>	(108,580)

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. 14,102

In the statement of activities, operating expenses are incurred when an exchange transaction takes place. However, in the government funds the expense did not meet the criteria. 1,500

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 assets and does not affect the statement of activities. 60,000

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. 900

Internal service funds are used by the District to charge the cost of medical benefits to the individual funds. The net income of the internal service fund is reported with governmental activities. (15,699)

Total change in net assets of governmental activities \$ 25,101

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**  
Kendrick, Idaho

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**STATEMENT OF NET ASSETS - ALL PROPRIETARY FUNDS**  
June 30, 2012

**ASSETS**

Current Assets:

Investments 286,938

Total assets \$ 286,938

**LIABILITIES AND NET ASSETS**

Liabilities:

Bank overdraft 38,482

Total liabilities 38,482

Net Assets:

Restricted for medical payments 248,456

Total liabilities and net assets \$ 286,938

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**  
Kendrick, Idaho

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**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS**  
**- ALL PROPRIETARY FUNDS**  
**For the Year Ended June 30, 2012**

<b>REVENUE</b>		
Earnings on investments	653	
Total revenues	<u>653</u>	<u>653</u>
Other financing sources:		
Operating transfer in	21,148	
Operating transfer out	<u>(37,500)</u>	
Total other financing sources		<u>(16,352)</u>
Change in net assets		(15,699)
Total net assets - beginning		<u>264,155</u>
Total net assets - ending		<u><u>\$ 248,456</u></u>

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**  
**Kendrick, Idaho**

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**STATEMENT OF CASH FLOWS -  
ALL PROPRIETARY FUNDS  
For the Year Ended June 30, 2012**

**Cash Flows From Noncapital Financing Activities**

Cash received from other funds	<u>(16,352)</u>	
Net cash used in noncapital financing activities		(16,352)

**Cash Flows From Investing Activities**

Purchase of investments	(7,072)	
Earnings on investments	<u>653</u>	
Net cash used in investing activities		<u>(6,419)</u>

**Net decrease in cash** (22,771)

**Cash (deficit) - beginning of year** (15,711)

**Cash (deficit) - end of year** \$ (38,482)

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**  
Kendrick, Idaho

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**STATEMENT OF FIDUCIARY NET ASSETS - FIDUCIARY FUNDS**  
June 30, 2012

**ASSETS**

**Current Assets**

        Cash 53,516

Total assets \$ 53,516

**LIABILITIES**

**Current Liabilities**

        Due to student groups 53,516

Total liabilities \$ 53,516

# Kendrick Joint School District No. 283

## Notes to the Financial Statements

June 30, 2012

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### 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 assets 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 non-major 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 unreserved net assets 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 savings accounts in local depositories. Investments are deposited in the Idaho State Treasurer's Local Government Investment Pool. State statute and Board investment policy authorizes the District to invest in obligations of the U.S. Treasury, the State of Idaho, or county, city or other taxing districts of the State of Idaho, commercial paper, corporate bonds and repurchase agreements. Investments are stated at fair value, which approximates market. All investments are invested FDIC- and SLIC-insured accounts. Certain investments exceed the FDIC insured limits of \$250,000 as listed in Note 3. Interest income is defined as a non-operating revenue.

Deposits in State Treasurer's local government investment pool are stated at cost, which approximates market. The State Treasurer combines deposits from all governmental entities in the state which participate in the pool, and purchases the following types of investments:

- a. Local Certificates of Deposit
- b. Repurchase Agreements
- c. U.S. Government Securities

The entities participating in the pool own a percentage of each investment held. The percentage is calculated by dividing the individual entity's deposits by the total deposits held in the pool. The purpose of this is to:

- a. Increase the overall rate of return.
- b. Reduce the risk of default.
- c. Place each entity under the FDIC and SLIC limits of \$250,000.

Investments in time certificates of deposit and savings accounts are authorized by Board policy as permitted by Idaho code Section 67-1210.

**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, 2012. 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 assets. 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, 2012, there were 104 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.

**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, 2011 upon which the 2011 levy was based was \$117,194,582.

The District's actual levy was 4.26% per \$100 of market valuation for plant facility acquisitions, and 13.27% 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, 2012 was 67.43% per \$100, which means that the District was required to pass an override levy in the amount of 67.43% per \$100. The total tax levy for the year ended June 30, 2012 was \$973,364 with total tax collections being \$926,967.

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, 2012 were 95.2% of the tax levy. Property taxes levied for 2011 are recorded as receivables to the extent of taxes not estimated to be collected within 60 days of the end of the accounting period.

	<b>General Fund</b>	<b>Debt Service Fund</b>	<b>Capital Projects Fund</b>	<b>Total</b>
Total taxes receivable at June 30, 2012	57,958	11,380	3,747	73,085
Less: Taxes Estimated to be collected by the County Treasurer by August 31, 2012	<u>11,591</u>	<u>2,276</u>	<u>749</u>	<u>14,616</u>
Deferred revenue	<u>\$46,367</u>	<u>\$9,104</u>	<u>\$2,998</u>	<u>\$58,469</u>

### NOTE 3 Deposits and Investments

#### Deposits

	<b>Carrying Amount</b>	<b>Bank Balance</b>
<b><u>CASH</u></b>		
Checking and Savings Accounts	<u>\$372,662</u>	<u>\$428,236</u>

Checking and savings accounts were with Wells Fargo Bank, N.A. and Latah Federal Credit Union of which \$250,000 of interest bearing accounts and non-interest bearing accounts were covered by Federal Deposit Insurance.

#### Investments

Detail of investments at June 30, 2012 are as follows:

	<b>Rate</b>	<b>General Fund</b>	<b>Capital Projects</b>	<b>Internal Service</b>	<b>Total</b>
Investment in State Treasurer's Pool	Variable	<u>18,088</u>	<u>35,531</u>	<u>286,938</u>	<u>340,557</u>
Total		<u>\$18,088</u>	<u>\$35,531</u>	<u>\$286,938</u>	<u>\$340,557</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	340,557	340,557	340,557	-

The State Treasurer’s Local Government Investment Pool is managed by the State of Idaho treasurer’s office. The funds of the pool are invested in certificates of deposit, repurchase agreements, and U.S. government securities. The certificates of deposit are federally insured. The U.S. government securities and the collateral for the repurchase agreements are held in trust by a safekeeping bank.

*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.

The State Treasurer's Local Government Investment Pool issues its own financial statement which can be obtained by writing P.O. Box 83720, Boise, ID 83720-0091.

#### NOTE 4      **Changes in General Fixed Assets**

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

	<b>July 1, 2011</b>			<b>June 30, 2012</b>
	<b><u>Balance</u></b>	<b><u>Additions</u></b>	<b><u>Deletions</u></b>	<b><u>Balance</u></b>
<b>Capital Assets not being depreciated</b>				
Land improvements	<u>296,770</u>	-	-	<u>296,770</u>
<b>Capital Assets being depreciated</b>				
Land improvements	215,092	22,638	-	237,730
Buildings	5,859,533	28,794	-	5,888,327
Equipment	102,927	3,251	-	106,178
Transportation	<u>585,811</u>	-	-	<u>585,811</u>
<b>Capital Assets not being depreciated</b>	<u>6,763,363</u>	<u>54,683</u>	-	<u>6,818,046</u>

Less: accumulated depreciation

	<b>July 1, 2011</b>			<b>June 30, 2012</b>
	<b><u>Balance</u></b>	<b><u>Additions</u></b>	<b><u>Deletions</u></b>	<b><u>Balance</u></b>
Land and improvements	(162,074)	(10,769)	-	(172,843)
Buildings	(1,571,433)	(110,666)	-	(1,682,099)
Equipment	(65,490)	(9,354)	-	(74,844)
Transportation	<u>(387,426)</u>	<u>(32,474)</u>	-	<u>(419,900)</u>
Total Accumulated Depreciation	<u>(2,186,423)</u>	<u>(163,263)</u>	-	<u>(2,349,686)</u>
Governmental Activities Assets (Net)	<u>\$4,873,710</u>	<u>(\$108,580)</u>	<u>\$ -</u>	<u>\$4,765,130</u>

## NOTE 5 Long-Term Debt

The following is a summary of bond transactions of the District for the year ended June 30, 2012.

Bonds payable @ July 1, 2011	2,160,000
Principal payments	( 60,000)
Bonds payable @ June 30, 2012	<u>\$ 2,100,000</u>

Bonds payable at June 30, 2012, are comprised of the following individual issues:

### General Obligation Bonds:

2008 Series	
Original issue of \$2,360,000 due August 15, 2032	
Interest varies between 4% and 4.5%	<u>\$2,100,000</u>

### SERIES 2008

<u>Date of Redemption</u>	<u>Interest Rate</u>	<u>Bond Principal</u>	<u>Interest Requirement</u>	<u>Total Requirement</u>
8/15/2012	4.00%	65,000.00	45,987.50	110,987.50
2/15/2013			44,687.50	44,687.50
8/15/2013	4.00%	65,000.00	44,687.50	109,687.50
2/15/2014			43,387.50	43,387.50
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>\$2,100,000.00</u>	<u>\$1,129,937.50</u>	<u>\$3,229,937.50</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, 2012 the Legal Debt Margin was:

Market Value at January 1, 2011	117,194,582
Percentage allowed	<u>5%</u>
Debt limitation	5,859,729
Less: Bonded debt at June 30, 2012	<u>2,100,000</u>
Legal Debt Margin	<u>\$3,759,729</u>

As of June 30, 2012, \$134,442 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 \$248,456 by the end of FY 2011-2012. The Board of Trustees authorized an operating transfer of the same amount to a newly created Internal Service Fund. 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 Jt. 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 Jt. 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](http://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, 2012, the required contribution rate as a percentage of covered payrolls for members was 6.23% for general members and 7.65% for police/firefighters. The employer rate as a percentage of covered payroll was 10.39% for general members and 10.73% for police/firefighter members. The Kendrick Joint School District No. 283 employer contributions required and paid were \$147,246, \$157,252, and \$156,375, for the three years ended June 30, 2012, 2011, and 2010, 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, 2012:

<u>Fund</u>	<u>Excess</u>
Child Nutrition	12,334
Title I-A, ESEA – Improving Basis Programs	575
IDEA Part B – Pre-school Fund	104
State Professional Technical Fund	330

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 Other Required Individual Fund Disclosures**

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 “Operating 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 operating transfers are as follows:

	<u>Out</u>	<u>In</u>
General	63,696	37,500
Child Nutrition	-	17,371
Plant Facility	-	25,177
Internal Service	<u>37,500</u>	<u>21,148</u>
Totals	<u>\$101,196</u>	<u>\$101,196</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.

## REQUIRED SUPPLEMENTARY INFORMATION



**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, 2012**

	Original Budget	Amended Budget	Actual	Variances	
				Favorable (Unfavorable) Original to Actual	Amended to Actual
<b>REVENUES</b>					
Local:					
Taxes	799,103	799,103	810,791	11,688	11,688
Earnings on investments	800	800	1,018	218	218
Other	4,000	4,000	17,958	13,958	13,958
Total local	803,903	803,903	829,767	25,864	25,864
State:					
Base program	1,201,185	1,201,185	1,168,304	(32,881)	(32,881)
Transportation	110,000	110,000	117,632	7,632	7,632
Exceptional child support	6,760	6,760	6,478	(282)	(282)
Payroll benefits	161,108	161,108	153,100	(8,008)	(8,008)
Revenue in lieu of taxes	21,284	21,284	21,284	-	-
Other state support	27,568	27,568	30,500	2,932	2,932
Total state	1,527,905	1,527,905	1,497,298	(30,607)	(30,607)
Federal:					
Unrestricted	-	-	27,740	27,740	27,740
Restricted	30,000	30,000	52,178	22,178	22,178
Total federal	30,000	30,000	79,918	49,918	49,918
Total revenues	2,361,808	2,361,808	2,406,983	45,175	45,175
<b>EXPENDITURES</b>					
Current:					
Instruction:					
Salaries	899,188	899,188	818,986	80,202	80,202
Benefits	354,709	354,709	305,162	49,547	49,547
Purchased services	53,658	53,658	30,905	22,753	22,753
Supply-materials	27,800	27,800	32,443	(4,643)	(4,643)
Total instruction	1,335,355	1,335,355	1,187,496	147,859	147,859
Support:					
Salaries	544,727	544,727	583,932	(39,205)	(39,205)
Benefits	291,734	291,734	235,683	56,051	56,051
Purchased services	215,595	215,595	222,254	(6,659)	(6,659)
Supply-materials	134,394	134,394	96,606	37,788	37,788
Capital objects	-	-	12,274	(12,274)	(12,274)
Insurance	21,693	21,693	21,602	91	91
Total support	1,208,143	1,208,143	1,172,351	35,792	35,792
Non-instruction:					
Salaries	-	-	796	(796)	(796)
Benefits	4,000	4,000	3,368	632	632
Supply-materials	-	-	823	(823)	(823)
Total non-instruction	4,000	4,000	4,987	(987)	(987)
Capital objects	21,397	21,397	-	21,397	21,397
Contingency reserve	89,000	89,000	-	89,000	89,000
Total expenditures	2,657,895	2,657,895	2,364,834	293,061	293,061
Excess (deficiency) of revenues other expenditures	(296,087)	(296,087)	42,149	338,236	338,236
Other financing sources (uses):					
Operating transfer in:					
Capital Construction	37,500	37,500	37,500	-	-
Operating transfer out:					
Food service fund	(31,744)	(31,744)	(25,177)	6,567	6,567
Bus depreciation	(16,000)	(16,000)	(17,371)	(1,371)	(1,371)
Internal service fund	-	-	(21,148)	(21,148)	(21,148)
Total other financing sources (uses)	(10,244)	(10,244)	(26,196)	(15,952)	(15,952)
Net change in fund balance	\$ (306,331)	\$ (306,331)	15,953	\$ 322,284	\$ 322,284
Fund balance-Beginning of year			366,004		
Fund balance-End of year			\$ 381,957		

**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, 2012**

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>	<b>Variances</b>	
				<b>Favorable (Unfavorable)</b>	
				<u>Original to Actual</u>	<u>Amended to Actual</u>
<b>REVENUES</b>					
Local:					
Taxes	155,466	155,466	157,890	2,424	2,424
State:					
Other	17,000	17,000	-	(17,000)	(17,000)
Total revenues	<u>172,466</u>	<u>172,466</u>	<u>157,890</u>	<u>(14,576)</u>	<u>(14,576)</u>
<b>EXPENDITURES</b>					
Debt service					
Interest	93,715	93,715	93,175	540	540
Principal	60,000	60,000	60,000	-	-
Total debt service	<u>153,715</u>	<u>153,715</u>	<u>153,175</u>	<u>540</u>	<u>540</u>
Total expenditures	<u>153,715</u>	<u>153,715</u>	<u>153,175</u>	<u>540</u>	<u>540</u>
Net change in fund balance	<u>\$ 18,751</u>	<u>\$ 18,751</u>	4,715	<u>\$ (14,036)</u>	<u>\$ (14,036)</u>
Fund balance-Beginning of year			<u>129,727</u>		
Fund balance-End of year			<u>\$ 134,442</u>		

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**

Kendrick, Idaho

**SCHOOL PLANT FACILITY FUND - BUS DEPRECIATION  
STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
For The Year Ended June 30, 2012**

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>	<b>Variances Favorable (Unfavorable)</b>	
				<u>Original to Actual</u>	<u>Amended to Actual</u>
<b>REVENUES</b>					
Federal:					
Unrestricted	-	-	-	-	-
Total revenues	-	-	-	-	-
<b>EXPENDITURES</b>					
Capital objects	46,316	46,316	-	46,316	46,316
Total expenditures	46,316	46,316	-	46,316	46,316
Excess (deficiency) of revenues over/under expenditures	<u>(46,316)</u>	<u>(46,316)</u>	-	46,316	46,316
Other financing sources (uses):					
Transfer in	31,744	31,744	25,177	(6,567)	(6,567)
Total other financing sources (uses)	<u>31,744</u>	<u>31,744</u>	25,177	<u>(6,567)</u>	<u>(6,567)</u>
Net change in fund balance	<u>\$ (14,572)</u>	<u>\$ (14,572)</u>	25,177	<u>\$ 39,749</u>	<u>\$ 39,749</u>
Fund balance-Beginning of year			<u>14,572</u>		
Fund balance-End of year			<u>\$ 39,749</u>		

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**

Kendrick, Idaho

**SCHOOL PLANT FACILITY FUND  
STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
For The Year Ended June 30, 2012**

	Original Budget	Amended Budget	Actual	Variances	
				Favorable (Unfavorable) Original to Actual	Amended to Actual
<b>REVENUES</b>					
Local:					
Taxes	50,000	50,000	51,867	1,867	1,867
Earnings on investments	-	-	81	81	81
Total local	<u>50,000</u>	<u>50,000</u>	<u>51,948</u>	<u>1,948</u>	<u>1,948</u>
Total revenues	<u>50,000</u>	<u>50,000</u>	<u>51,948</u>	<u>1,948</u>	<u>1,948</u>
<b>EXPENDITURES</b>					
Purchased services	-	-	89	(89)	(89)
Supplies-material	50,000	50,000	-	50,000	50,000
Capital objects	<u>57,771</u>	<u>57,771</u>	<u>44,985</u>	<u>12,786</u>	<u>12,786</u>
Total expenditures	<u>107,771</u>	<u>107,771</u>	<u>45,074</u>	<u>62,697</u>	<u>62,697</u>
Excess (deficiency) of revenues over/under expenditures	<u>(57,771)</u>	<u>(57,771)</u>	<u>6,874</u>	<u>64,645</u>	<u>64,645</u>
Other financing sources (uses):					
Transfer out	<u>(40,771)</u>	<u>(40,771)</u>	-	<u>(40,771)</u>	<u>(40,771)</u>
Total other financing sources (uses)	<u>(40,771)</u>	<u>(40,771)</u>	-	<u>(40,771)</u>	<u>(40,771)</u>
Net change in fund balance	<u>\$ (98,542)</u>	<u>\$ (98,542)</u>	6,874	<u>\$ 64,645</u>	<u>\$ 64,645</u>
Fund balance-Beginning of year			<u>86,588</u>		
Fund balance-End of year			<u>\$ 93,462</u>		



**COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS**



## **Kendrick Joint School District No. 283**

### **GENERAL FUND**

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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**

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**GENERAL FUND**  
**BALANCE SHEET**  
**June 30, 2012**

**ASSETS**

Cash	173,519
Investments	18,088
Taxes receivable	57,958
Other receivables:	
State support	256,113
Taxes due from counties	115,905
Other receivables	<u>2,283</u>

Total assets \$ 623,866

**LIABILITIES AND FUND EQUITY**

Liabilities:

Accounts payable	621
Accrued payroll and benefits	194,921
Deferred revenue	<u>46,367</u>

Total liabilities 241,909

Fund equity:

Fund balance:	
Unassigned	<u>381,957</u>

Total fund equity 381,957

Total liabilities and fund equity \$ 623,866

**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, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavorable)</u>
<b>REVENUES</b>			
Local:			
Taxes	810,791	799,103	11,688
Earnings on investments	1,018	800	218
Other	17,958	4,000	13,958
Total local	<u>829,767</u>	<u>803,903</u>	<u>25,864</u>
State:			
Base support	1,168,304	1,201,185	(32,881)
Transportation	117,632	110,000	7,632
Exceptional child support	6,478	6,760	(282)
Benefit apportionment	153,100	161,108	(8,008)
Revenue in lieu of taxes	21,284	21,284	-
Other state	30,500	27,568	2,932
Total state	<u>1,497,298</u>	<u>1,527,905</u>	<u>(30,607)</u>
Federal:			
Unrestricted	27,740	-	27,740
Restricted	52,178	30,000	22,178
Total federal	<u>79,918</u>	<u>30,000</u>	<u>49,918</u>
Total revenues	<u>2,406,983</u>	<u>2,361,808</u>	<u>45,175</u>
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Salaries	818,986	899,188	80,202
Benefits	305,162	354,709	49,547
Purchased services	30,905	53,658	22,753
Supply-materials	32,443	27,800	(4,643)
Total instruction	<u>1,187,496</u>	<u>1,335,355</u>	<u>147,859</u>
Support:			
Salaries	583,932	544,727	(39,205)
Benefits	235,683	291,734	56,051
Purchased services	222,254	215,595	(6,659)
Supply-materials	96,606	134,394	37,788
Capital objects	12,274	-	(12,274)
Insurance	21,602	21,693	91
Total support	<u>1,172,351</u>	<u>1,208,143</u>	<u>35,792</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, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavorable)</u>
<b>EXPENDITURES (Continued)</b>			
Non-instruction:			
Salaries	796	-	(796)
Benefits	3,368	4,000	632
Supply-materials	823	-	(823)
Total non-instruction	<u>4,987</u>	<u>4,000</u>	<u>(987)</u>
Capital objects	<u>-</u>	<u>21,397</u>	<u>21,397</u>
Contingency reserve	<u>-</u>	<u>89,000</u>	<u>89,000</u>
Total expenditures	<u>2,364,834</u>	<u>2,657,895</u>	<u>293,061</u>
Excess (deficiency) of revenues over expenditures	<u>42,149</u>	<u>(296,087)</u>	<u>338,236</u>
Other financing sources (uses):			
Operating transfer in:			
Internal Service fund	37,500	37,500	-
Operating transfer out:			
Bus depreciation	(25,177)	(31,744)	6,567
Child nutrition	(17,371)	(16,000)	(1,371)
Internal Service fund	(21,148)	-	(21,148)
Total other financing sources (uses)	<u>(26,196)</u>	<u>(10,244)</u>	<u>(15,952)</u>
Net change in fund balance	15,953	<u>\$ (306,331)</u>	<u>\$ 322,284</u>
Fund balance-Beginning of year	<u>366,004</u>		
Fund balance-End of year	<u>\$ 381,957</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, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavorable)</u>
<b>INSTRUCTION:</b>			
Kindergarten/elementary			
Salaries	359,571	363,900	4,329
Benefits	144,025	153,583	9,558
Purchased services	4,323	15,000	10,677
Supply-materials	16,128	12,400	(3,728)
Total kindergarten/elementary	<u>524,047</u>	<u>544,883</u>	<u>20,836</u>
Secondary			
Salaries	266,337	326,444	60,107
Benefits	92,957	125,765	32,808
Purchased services	12,351	15,000	2,649
Supply-materials	11,321	12,700	1,379
Total secondary	<u>382,966</u>	<u>479,909</u>	<u>96,943</u>
Vocational-technical program			
Salaries	64,453	77,028	12,575
Benefits	30,024	33,992	3,968
Purchased services	399	300	(99)
Supply-materials	-	600	600
Total vocational-technical program	<u>94,876</u>	<u>111,920</u>	<u>17,044</u>
Exceptional child			
Salaries	81,182	77,028	(4,154)
Benefits	31,836	32,992	1,156
Purchased services	9,461	19,008	9,547
Supply-materials	4,994	600	14,014
Total exceptional child	<u>127,473</u>	<u>129,628</u>	<u>20,563</u>

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**  
**Kendrick, Idaho**

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**GENERAL FUND**  
**SCHEDULE OF EXPENDITURES**  
**BY FUNCTION-BUDGET AND ACTUAL (Continued)**  
**For the Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<b>Variance Favorable (Unfavorable)</b>
<b>INSTRUCTION (Continued):</b>			
Interscholastic program			
Salaries	41,703	48,000	6,297
Benefits	5,514	6,000	486
Purchased services	4,331	3,850	(481)
Supply-materials	-	1,500	1,500
Total interscholastic program	<u>51,548</u>	<u>59,350</u>	<u>7,802</u>
School activity program			
Salaries	5,740	6,788	1,048
Benefits	806	2,377	1,571
Purchased services	40	500	460
Total school activity program	<u>6,586</u>	<u>9,665</u>	<u>3,079</u>
<b>TOTAL INSTRUCTION</b>			
Salaries	818,986	899,188	80,202
Benefits	305,162	354,709	49,547
Purchased services	30,905	53,658	22,753
Supply-materials	32,443	27,800	(4,643)
Total Instruction	<u>\$ 1,187,496</u>	<u>\$ 1,335,355</u>	<u>\$ 147,859</u>

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**

Kendrick, Idaho

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**GENERAL FUND  
SCHEDULE OF EXPENDITURES  
BY FUNCTION-BUDGET AND ACTUAL (Continued)  
For the Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavorable)</u>
<b>SUPPORT:</b>			
Attendance, guidance and health			
Salaries	30,465	33,871	3,406
Benefits	16,301	15,664	(637)
Purchased services	821	700	(121)
Supply-materials	60	600	540
Total attendance, guidance and health	<u>47,647</u>	<u>50,835</u>	<u>3,188</u>
Special services			
Salaries	86,369	31,175	(55,194)
Benefits	10,590	31,786	21,196
Purchased Services	31,620	20,000	(11,620)
Supply-materials	322	792	470
Total special services	<u>128,901</u>	<u>83,753</u>	<u>(45,148)</u>
Media			
Salaries	24,648	24,286	(362)
Benefits	8,309	10,290	1,981
Purchased Services	950	750	(200)
Supply-materials	1,880	3,500	1,620
Total media	<u>35,787</u>	<u>38,826</u>	<u>3,039</u>
Instruction-related technology program			
Salaries	25,426	27,751	2,325
Benefits	9,310	11,892	2,582
Purchased services	-	2,000	2,000
Supply-materials	10,565	11,000	435
Capital objects	2,165	-	(2,165)
Total instruction-related technology program	<u>47,466</u>	<u>52,643</u>	<u>5,177</u>



**KENDRICK JOINT SCHOOL DISTRICT NO. 283**

Kendrick, Idaho

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**GENERAL FUND  
SCHEDULE OF EXPENDITURES  
BY FUNCTION-BUDGET AND ACTUAL (Continued)  
For the Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavorable)</u>
<b>SUPPORT (Continued):</b>			
District administration			
Salaries	62,749	67,658	4,909
Benefits	24,092	33,516	9,424
Purchased services	16,649	17,000	351
Supply-materials	3,759	8,000	4,241
Insurance	53	53	-
Total district administration	<u>107,302</u>	<u>126,227</u>	<u>18,925</u>
School administration			
Salaries	105,825	113,251	7,426
Benefits	52,311	58,241	5,930
Purchased services	5,452	2,100	(3,352)
Supply-materials	7,049	3,000	(4,049)
Insurance	-	653	653
Total school administration	<u>170,637</u>	<u>177,245</u>	<u>5,955</u>
Business operation			
Salaries	55,934	47,640	(8,294)
Benefits	31,373	29,551	(1,822)
Purchased services	12,780	5,200	(7,580)
Supply-materials	6,110	3,351	(2,759)
Insurance	53	-	(53)
Total business operation	<u>106,250</u>	<u>85,742</u>	<u>(20,508)</u>
Administrative technology services program			
Salaries	25,431	23,102	(2,329)
Benefits	9,316	11,281	1,965
Purchased services	676	2,000	1,324
Supply-materials	3,392	11,000	7,608
Capital objects	7,552	-	(7,552)
Total administrative technology services program	<u>46,367</u>	<u>47,383</u>	<u>1,016</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, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Favorable Variance (Unfavorable)</u>
<b>SUPPORT (Continued):</b>			
Custodial			
Salaries	35,440	36,207	767
Benefits	27,213	33,794	6,581
Purchased services	118,536	132,655	14,119
Supply-materials	9,372	18,256	8,884
Capital objects	2,557	-	(2,557)
Insurance	14,785	14,744	(41)
Total custodial	<u>207,903</u>	<u>235,656</u>	<u>27,753</u>
Maintenance - buildings (non-student)			
Salaries	1,937	1,917	(20)
Benefits	879	1,052	173
Purchased services	249	-	(249)
Total maintenance - buildings (non-student)	<u>3,065</u>	<u>2,969</u>	<u>(96)</u>
Maintenance - buildings and equipment			
Salaries	39,970	38,336	(1,634)
Benefits	16,529	18,903	2,374
Purchased services	9,706	15,000	5,294
Supply-materials	8,536	15,000	6,464
Total maintenance - buildings and equipment	<u>74,741</u>	<u>87,239</u>	<u>12,498</u>
Maintenance - grounds			
Salaries	1,937	4,527	2,590
Benefits	879	1,297	418
Purchased Services	1,354	2,500	1,146
Supply-materials	2,249	1,000	(1,249)
Total maintenance - grounds	<u>6,419</u>	<u>9,324</u>	<u>2,905</u>
Transportation			
Salaries	80,129	85,206	5,077
Benefits	27,601	32,467	4,866
Purchased services	20,329	10,345	(9,984)
Supply-materials	42,861	48,500	5,639
Insurance	4,082	3,973	(109)
Total transportation	<u>175,002</u>	<u>180,491</u>	<u>5,489</u>
Activity transportation			
Salaries	7,452	6,800	(652)
Benefits	945	1,200	255
Purchased Services	-	625	625
Supply-materials	-	9,000	9,000
Total activity transportation	<u>8,397</u>	<u>17,625</u>	<u>9,228</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, 2012**

	<u>Actual</u>	<u>Budget</u>	<b>Variance Favorable (Unfavorable)</b>
<b>SUPPORT (Continued):</b>			
General transportation program			
Salaries	220	3,000	2,780
Benefits	35	800	765
Purchased services	1,562	3,175	1,613
Supply-materials	451	1,395	944
Insurance	2,629	2,270	(359)
Total general transportation program	<u>4,897</u>	<u>10,640</u>	<u>5,743</u>
Other support services			
Purchased services	1,570	1,545	(25)
Total other support services	<u>1,570</u>	<u>1,545</u>	<u>(25)</u>
<b>TOTAL SUPPORT</b>			
Salaries	583,932	544,727	(39,205)
Benefits	235,683	291,734	56,051
Purchased services	222,254	215,595	(6,659)
Supply-materials	96,606	134,394	37,788
Capital objects	12,274	-	(12,274)
Insurance	21,602	21,693	91
Total Support	<u>\$ 1,172,351</u>	<u>\$ 1,208,143</u>	<u>\$ 35,792</u>
<b>NON-INSTRUCTION:</b>			
Food services			
Benefits	3,344	4,000	656
Total food services	<u>3,344</u>	<u>4,000</u>	<u>656</u>
Community services			
Salaries	796	-	(796)
Benefits	24	-	(24)
Supply-materials	823	-	(823)
Total community services	<u>1,643</u>	<u>-</u>	<u>(1,643)</u>
<b>TOTAL NON-INSTRUCTION</b>			
Salaries	796	-	(796)
Benefits	3,368	4,000	632
Supply-materials	823	-	(823)
Total Non-Instruction	<u>\$ 4,987</u>	<u>\$ 4,000</u>	<u>\$ (987)</u>

## Kendrick Joint School District No. 283

### SPECIAL REVENUE FUNDS

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**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.

**Driver 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.

**21<sup>st</sup> 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 IV-A, ESEA – Safe & Drug Free School Fund** - To account for restricted Federal revenue to be spent on drug education inservice training for teachers and parents and materials for classroom, as well as to account for the 21<sup>st</sup> Century Federal revenue to be spent on programs that provide training for personnel to offer extended learning opportunities to students through after-school and summer programs.

**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 Federal 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 inservice 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 vocational training for alternative high school.

**Title II-D, ESEA – Technical Fund** – To account for restricted Federal revenue to be spent on materials to supplement existing programs within the District.

KENDRICK JOINT SCHOOL DISTRICT NO. 283  
Kendrick, Idaho

COMBINING BALANCE SHEET - ALL SPECIAL REVENUE FUNDS  
June 30, 2012

	Child Nutrition	Driver 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	State Technology	Title II-A Improving Teacher Quality	Rural Educations Achievement Programs	Total
<b>ASSETS</b>												
Cash	7,497	1,453	39,048	-	-	-	2,340	-	17,023	-	-	67,361
Other receivables:												
State driver education reimbursement	-	3,250	-	-	-	-	-	-	-	-	-	3,250
State reimbursement	-	-	-	-	-	-	-	5,643	1,097	-	-	6,740
Federal reimbursement	7,601	-	149	20,431	22,559	20,724	706	-	-	8,110	8,190	88,470
Total assets	<u>\$ 15,098</u>	<u>\$ 4,703</u>	<u>\$ 39,197</u>	<u>\$ 20,431</u>	<u>\$ 22,559</u>	<u>\$ 20,724</u>	<u>\$ 3,046</u>	<u>\$ 5,643</u>	<u>\$ 18,120</u>	<u>\$ 8,110</u>	<u>\$ 8,190</u>	<u>\$ 165,821</u>
<b>LIABILITIES AND FUND EQUITY</b>												
Liabilities:												
Bank overdraft	-	-	-	7,283	9,858	14,252	-	4,731	-	6,173	8,190	50,487
Accrued payroll and benefits	14,291	-	-	13,148	12,701	6,472	1,908	912	-	1,937	-	51,369
Deferred Revenue	807	-	-	-	-	-	-	-	-	-	-	807
Total liabilities	<u>15,098</u>	<u>-</u>	<u>-</u>	<u>20,431</u>	<u>22,559</u>	<u>20,724</u>	<u>1,908</u>	<u>5,643</u>	<u>-</u>	<u>8,110</u>	<u>8,190</u>	<u>102,663</u>
Fund equity:												
Fund balance:												
Restricted	-	4,703	39,197	-	-	-	1,138	-	18,120	-	-	63,158
Total fund equity	<u>-</u>	<u>4,703</u>	<u>39,197</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,138</u>	<u>-</u>	<u>18,120</u>	<u>-</u>	<u>-</u>	<u>63,158</u>
Total liabilities and fund equity	<u>\$ 15,098</u>	<u>\$ 4,703</u>	<u>\$ 39,197</u>	<u>\$ 20,431</u>	<u>\$ 22,559</u>	<u>\$ 20,724</u>	<u>\$ 3,046</u>	<u>\$ 5,643</u>	<u>\$ 18,120</u>	<u>\$ 8,110</u>	<u>\$ 8,190</u>	<u>\$ 165,821</u>

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**  
Kendrick, Idaho

**COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES - ALL SPECIAL REVENUE FUNDS  
For the Year Ended June 30, 2012**

	Child Nutrition	Driver 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	Rural Educations Achievement Programs	State Technology	Title II-D Technology	Total
<b>REVENUES</b>													
Local:													
Lunch sales	56,035	-	-	-	-	-	-	-	-	-	-	-	56,035
Other	-	2,990	-	-	-	-	-	-	-	-	-	-	2,990
Total local	56,035	2,990	-	-	-	-	-	-	-	-	-	-	59,025
State:													
Other state support	-	-	-	-	-	-	-	18,810	-	-	21,960	-	40,770
Driver education program	-	3,250	-	-	-	-	-	-	-	-	-	-	3,250
Total state	-	3,250	-	-	-	-	-	18,810	-	-	21,960	-	44,020
Federal:													
School lunch reimbursement	67,928	-	-	-	-	-	-	-	-	-	-	-	67,928
Restricted	-	-	6,405	132,350	71,196	53,747	6,600	-	26,137	8,190	-	4,000	308,625
Total federal	67,928	-	6,405	132,350	71,196	53,747	6,600	-	26,137	8,190	-	4,000	376,553
Total revenues	123,963	6,240	6,405	132,350	71,196	53,747	6,600	18,810	26,137	8,190	21,960	4,000	479,598
<b>EXPENDITURES</b>													
Current:													
Instruction:													
Salaries	-	3,440	-	-	40,177	33,589	4,544	4,604	12,431	-	2,200	-	100,985
Benefits	-	650	-	-	21,870	19,932	918	905	4,352	-	415	-	49,042
Purchased services	-	80	-	-	207	-	-	4,800	2,161	-	-	-	7,248
Supply-materials	-	847	-	-	1,054	226	-	3,543	-	8,190	-	-	13,860
Capital objects	-	-	-	-	-	-	-	4,958	-	-	-	-	4,958
Insurance	-	45	-	-	-	-	-	-	-	-	-	-	45
Total instruction	-	5,062	-	-	63,308	53,747	5,462	18,810	18,944	8,190	2,615	-	176,138
Support:													
Salaries	-	-	-	94,433	6,000	-	-	-	1,142	-	350	-	101,925
Benefits	-	-	-	26,066	1,888	-	-	-	611	-	78	-	28,643
Purchased services	-	-	-	3,316	-	-	-	-	5,440	-	-	-	8,756
Supply-materials	-	-	-	4,944	-	-	-	-	-	-	797	-	5,741
Capital objects	-	-	6,682	3,591	-	-	-	-	-	-	-	4,000	14,273
Total support	-	-	6,682	132,350	7,888	-	-	-	7,193	-	1,225	4,000	159,338
Non-instruction													
Salaries	46,735	-	-	-	-	-	-	-	-	-	-	-	46,735
Benefits	38,322	-	-	-	-	-	-	-	-	-	-	-	38,322
Purchased services	466	-	-	-	-	-	-	-	-	-	-	-	466
Supply-materials	55,811	-	-	-	-	-	-	-	-	-	-	-	55,811
Total non-instruction	141,334	-	-	-	-	-	-	-	-	-	-	-	141,334
Total expenditures	141,334	5,062	6,682	132,350	71,196	53,747	5,462	18,810	26,137	8,190	3,840	4,000	476,810
Excess (deficiency) revenues over expenditures	(17,371)	1,178	(277)	-	-	-	1,138	-	-	-	18,120	-	2,788
Other financing sources (uses): Operating transfer in	17,371	-	-	-	-	-	-	-	-	-	-	-	17,371
Net change in fund balance	-	1,178	(277)	-	-	-	1,138	-	-	-	18,120	-	20,159
Fund balance - Beginning of year	-	3,525	39,474	-	-	-	-	-	-	-	-	-	42,999
Fund balance - End of year	\$ -	\$ 4,703	\$ 39,197	\$ -	\$ -	\$ -	\$ 1,138	\$ -	\$ -	\$ -	\$ 18,120	\$ -	\$ 63,158

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**  
Kendrick, Idaho

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**CHILD NUTRITION FUND**  
**STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**For the Year Ended June 30, 2012**

	<b>Actual</b>	<b>Budget</b>	<b>Variance Favorable (Unfavorable)</b>
<b>REVENUES</b>			
Local:			
Lunch sales	56,035	44,000	12,035
Federal:			
School lunch reimbursement	67,928	69,000	(1,072)
Total revenues	123,963	113,000	10,963
<b>EXPENDITURES</b>			
Current:			
Non-instruction			
Salaries	46,735	50,807	4,072
Benefits	38,322	37,733	(589)
Purchased services	466	-	(466)
Supply-materials	55,811	40,460	(15,351)
Total non-instruction	141,334	129,000	(12,334)
Total expenditures	141,334	129,000	(12,334)
Excess (deficiency) revenues over expenditures	(17,371)	(16,000)	(1,371)
Other financing sources (uses):			
Operating transfer in	17,371	16,000	1,371
Net change in fund balance	-	\$ -	\$ -
Fund balance-Beginning of year	-		
Fund balance-End of year	\$ -		

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**  
**Kendrick, Idaho**

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**DRIVERS EDUCATION FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**For the Year Ended June 30, 2012**

	Actual	Budget	Variance Favorable (Unfavorable)
<b>REVENUES</b>			
Local:			
Other	2,990	1,610	1,380
State:			
Driver education program	3,250	1,750	1,500
Total revenue	6,240	3,360	2,880
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Salaries	3,440	2,288	(1,152)
Benefits	650	440	(210)
Purchased services	80	1,050	970
Supply-materials	847	1,500	653
Capital objects	-	2,445	2,445
Insurance	45	91	46
Total instruction	5,062	7,814	2,752
Total expenditures	5,062	7,814	2,752
Net change in fund balance	1,178	\$ (4,454)	\$ 5,632
Fund balance-Beginning of year	3,525		
Fund balance-End of year	\$ 4,703		



**KENDRICK JOINT SCHOOL DISTRICT NO. 283**  
**Kendrick, Idaho**

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**FEDERAL FOREST FUND**  
**STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**For the Year Ended June 30, 2012**

	Actual	Budget	Variance Favorable (Unfavorable)
<b>REVENUES</b>			
Federal:			
Restricted	6,405	3,500	2,905
Total revenues	6,405	3,500	2,905
<b>EXPENDITURES</b>			
Support:			
Capital objects	6,682	42,973	36,291
Total expenditures	6,682	42,973	36,291
Net change in fund balance	(277)	\$ (39,473)	\$ 39,196
Fund balance-Beginning of year	39,474		
Fund balance-End of year	\$ 39,197		

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**  
**Kendrick, Idaho**

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**21ST CENTURY COMMUNITY LEARNING CENTERS FUND**  
**STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**For the Year Ended June 30, 2012**

	<b>Actual</b>	<b>Budget</b>	<b>Variance</b>
<b>REVENUES</b>			
Federal:			
Restricted	132,350	132,950	(600)
Total revenues	132,350	132,950	(600)
<b>EXPENDITURES</b>			
Current:			
Support:			
Salaries	94,433	91,178	(3,255)
Benefits	26,066	18,584	(7,482)
Purchased services	3,316	12,188	8,872
Supply-materials	4,944	11,000	6,056
Capital objects	3,591	-	(3,591)
Total expenditures	128,759	132,950	4,191
Net change in fund balance	3,591	\$ -	\$ (4,791)
Fund balance-Beginning of year	-		
Fund balance-End of year	\$ 3,591		

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**  
**Kendrick, Idaho**

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**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, 2012**

	<b>Actual</b>	<b>Budget</b>	<b>Variance Favorable (Unfavorable)</b>
<b>REVENUES</b>			
Federal:			
Restricted	71,196	52,252	18,944
Total revenues	71,196	52,252	18,944
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Salaries	40,177	50,967	10,790
Benefits	21,870	11,168	(10,702)
Purchased services	207	2,000	1,793
Supply-materials	1,054	6,486	5,432
Total instruction	63,308	70,621	7,313
Support:			
Salaries	6,000	-	(6,000)
Benefits	1,888	-	(1,888)
Total support	7,888	-	(7,888)
Total expenditures	71,196	70,621	(575)
Net change in fund balance	-	\$ (18,369)	\$ 18,369
Fund balance -Beginning of year	-		
Fund balance-End of year	\$ -		

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**  
**Kendrick, Idaho**

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**IDEA Part B - SCHOOL-AGE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**For the Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavorable)</u>
<b>REVENUES</b>			
Federal:			
Restricted	53,747	55,911	(2,164)
Total revenues	<u>53,747</u>	<u>55,911</u>	<u>(2,164)</u>
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Salaries	33,589	37,228	3,639
Benefits	19,932	16,851	(3,081)
Purchased services	-	4,647	4,647
Supply-materials	226	4,484	4,258
Total instruction	<u>53,747</u>	<u>63,210</u>	<u>9,463</u>
Total expenditures	<u>53,747</u>	<u>63,210</u>	<u>9,463</u>
Net change in fund balance	-	<u>\$ (7,299)</u>	<u>\$ 7,299</u>
Fund balance-Beginning of year	<u>-</u>		
Fund balance-End of year	<u>\$ -</u>		

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**  
**Kendrick, Idaho**

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**IDEA Part B - PRE-SCHOOL FUND**  
**STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**For the Year Ended June 30, 2012**

	<b>Actual</b>	<b>Budget</b>	<b>Variance Favorable (Unfavorable)</b>
<b>REVENUES</b>			
Federal:			
Restricted	6,600	5,358	1,242
Total revenues	6,600	5,358	1,242
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Salaries	4,544	4,000	(544)
Benefits	918	878	(40)
Supply-materials	-	480	480
Total instruction	5,462	5,358	(104)
Total expenditures	5,462	5,358	(104)
Net change in fund balance	1,138	\$ -	\$ 1,138
Fund balance-Beginning of year	-		
Fund balance-End of year	\$ 1,138		

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**  
**Kendrick, Idaho**

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**STATE PROFESSIONAL TECHNICAL FUND**  
**STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**For the Year Ended June 30, 2012**

	<b>Actual</b>	<b>Budget</b>	<b>Variance Favorable (Unfavorable)</b>
<b>REVENUES</b>			
State:			
Other state support	18,810	18,480	330
Total revenues	18,810	18,480	330
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Salaries	4,604	5,299	695
Benefits	905	1,017	112
Purchased services	4,800	1,600	(3,200)
Supply-materials	3,543	10,564	7,021
Capital objects	4,958	-	(4,958)
Total instruction	18,810	18,480	(330)
Total expenditures	18,810	18,480	(330)
Net change in fund balance	-	\$ -	\$ -
Fund balance-Beginning of year	-		
Fund balance-End of year	\$ -		

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**  
**Kendrick, Idaho**

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**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, 2012**

	<u>Actual</u>	<u>Budget</u>	<b>Variance Favorable (Unfavorable)</b>
<b>REVENUES</b>			
Federal:			
Restricted	26,137	18,327	7,810
<b>Total revenues</b>	<u>26,137</u>	<u>18,327</u>	<u>7,810</u>
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Salaries	12,431	-	(12,431)
Benefits	4,352	-	(4,352)
Purchased services	2,161	-	(2,161)
Total instruction	<u>18,944</u>	<u>-</u>	<u>(18,944)</u>
Support:			
Salaries	1,142	-	(1,142)
Benefits	611	36,099	35,488
Purchased services	5,440	-	(5,440)
Total support	<u>7,193</u>	<u>36,099</u>	<u>28,906</u>
<b>Total expenditures</b>	<u>26,137</u>	<u>36,099</u>	<u>9,962</u>
<b>Net change in fund balance</b>	-	<u>\$ (17,772)</u>	<u>\$ 17,772</u>
<b>Fund balance-Beginning of year</b>	<u>-</u>		
<b>Fund balance-End of year</b>	<u>\$ -</u>		

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**  
**Kendrick, Idaho**

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**TITLE VI-B, ESEA - RURAL EDUCATION ACHIEVEMENT PROGRAM**  
**STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**For the Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavorable)</u>
<b>REVENUES</b>			
Federal:			
Restricted	8,190	15,916	(7,726)
Total revenues	8,190	15,916	(7,726)
 <b>EXPENDITURES</b>			
Current:			
Instruction:			
Salaries	-	25,000	25,000
Benefits	-	6,359	6,359
Supply-materials	8,190	-	(8,190)
Total instruction	8,190	31,359	23,169
Support:			
Salaries	-	2,112	2,112
Benefits	-	187	187
Total Support	-	2,299	2,299
 Total expenditures	8,190	33,658	25,468
 Net change in fund balance	-	\$ (17,742)	\$ 17,742
 Fund balance-Beginning of year	-		
 Fund balance-End of year	\$ -		



**KENDRICK JOINT SCHOOL DISTRICT NO. 283**  
**Kendrick, Idaho**

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**PUBLIC SCHOOL TECHNOLOGY - STATE**  
**STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**For the Year Ended June 30, 2012**

	<b>Actual</b>	<b>Budget</b>	<b>Variance Favorable (Unfavorable)</b>
<b>REVENUES</b>			
State:			
Other state support	21,960	7,178	14,782
Total revenues	21,960	7,178	14,782
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Salaries	2,200	-	(2,200)
Benefits	415	-	(415)
Capital objects	-	7,178	7,178
Total instruction	2,615	7,178	4,563
Support:			
Salaries	350	-	(350)
Benefits	78	-	(78)
Supply-materials	797	-	(797)
Total support	1,225	-	(1,225)
Total expenditures	3,840	7,178	3,338
Net change in fund balance	18,120	\$ -	\$ 18,120
Fund balance-Beginning of year	-		
Fund balance-End of year	\$ 18,120		

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**  
Kendrick, Idaho

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**TITLE II-D, ESEA - TECHNOLOGY FUND**  
**STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
For the Year Ended June 30, 2012

**REVENUES**

Federal:		
Restricted	<u>4,000</u>	
Total revenues		<u>4,000</u>

**EXPENDITURES**

Current:		
Support:		
Capital objects	<u>4,000</u>	
Total Support		<u>4,000</u>
Net change in fund balance		-
Fund balance-Beginning of year		<u>-</u>
Fund balance-End of year		<u><u>\$ -</u></u>

## **Kendrick Joint School District No. 283**

### **DEBT SERVICE FUND**

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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

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**DEBT SERVICE FUND**  
**BALANCE SHEET**  
June 30, 2012

**ASSETS**

Cash	85,383
Taxes receivable	11,380
Other receivables:	
Taxes due from counties	<u>46,783</u>

Total assets \$ 143,546

**LIABILITIES AND FUND EQUITY**

Liabilities:

Deferred revenue	<u>9,104</u>
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Total liabilities 9,104

Fund equity:

Fund balance:	
Restricted	<u>134,442</u>

Total fund equity 134,442

Total liabilities and fund equity \$ 143,546

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**  
**Kendrick, Idaho**

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**DEBT SERVICE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**For the Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavorable)</u>
<b>REVENUES</b>			
Local:			
Taxes	157,890	155,466	2,424
State:			
Other	-	17,000	(17,000)
Total revenues	<u>157,890</u>	<u>172,466</u>	<u>(14,576)</u>
<b>EXPENDITURES</b>			
Debt service:			
Principal	60,000	60,000	-
Interest	93,175	93,715	540
Total expenditures	<u>153,175</u>	<u>153,715</u>	<u>540</u>
Net change in fund balance	4,715	<u>\$ 18,751</u>	<u>\$ (14,036)</u>
Fund balance-Beginning of year	<u>129,727</u>		
Fund balance-End of year	<u>\$ 134,442</u>		

## Kendrick Joint School District No. 283

### CAPITAL PROJECTS FUND

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**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

**COMBINING BALANCE SHEET - ALL CAPITAL PROJECTS FUNDS**

June 30, 2012

	<u>Plant Facility</u>	<u>Plant Facility- Bus Dep</u>	<u>Total</u>
<b>ASSETS</b>			
Cash	42,103	39,749	81,852
Investments	35,531	-	35,531
Taxes receivable	3,747	-	3,747
Other receivables:			
Taxes due from counties	15,079	-	15,079
Total assets	<u>\$ 96,460</u>	<u>\$ 39,749</u>	<u>\$ 136,209</u>
<b>LIABILITIES AND FUND EQUITY</b>			
Liabilities:			
Deferred revenue	2,998	-	2,998
Total liabilities	<u>2,998</u>	<u>-</u>	<u>2,998</u>
Fund equity:			
Fund balance			
Restricted	93,462	39,749	133,211
Total fund equity	<u>93,462</u>	<u>39,749</u>	<u>133,211</u>
Total liabilities and fund equity	<u>\$ 96,460</u>	<u>\$ 39,749</u>	<u>\$ 136,209</u>

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**  
**Kendrick, Idaho**

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**COMBINING STATEMENT OF REVENUE, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - ALL CAPITAL PROJECTS FUNDS**  
**For The Year Ended June 30, 2012**

	<b>Plant Facility</b>	<b>Plant Facility- Bus Depr</b>	<b>Total</b>
<b>REVENUES</b>			
Local:			
Taxes	51,867	-	51,867
Earnings on investments	81	-	81
Total local	51,948	-	51,948
 Total revenues	 51,948	 -	 51,948
 <b>EXPENDITURES</b>			
Purchased services	89	-	89
Capital objects	44,985	-	44,985
Total expenditures	45,074	-	45,074
 Excess (deficiency) of revenues over/under expenditures	 6,874	 -	 6,874
 Other financing sources (uses):			
Transfer in	-	25,177	25,177
Total other financing sources (uses)	-	25,177	25,177
 Net change in fund balance	 6,874	 25,177	 32,051
 Fund balance-Beginning of year	 86,588	 14,572	 101,160
 Fund balance-End of year	 \$ 93,462	 \$ 39,749	 \$ 133,211



**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, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Favorable (Unfavorable)</u>
<b>REVENUES</b>			
Local:			
Taxes	51,867	50,000	1,867
Earnings on investments	81	-	81
Total local	<u>51,948</u>	<u>50,000</u>	<u>1,948</u>
Total revenues	<u>51,948</u>	<u>50,000</u>	<u>1,948</u>
<b>EXPENDITURES</b>			
Purchased services	89	-	(89)
Supplies-materials	-	50,000	50,000
Capital objects	44,985	57,771	12,786
Total expenditures	<u>45,074</u>	<u>107,771</u>	<u>62,697</u>
Excess (deficiency) of revenues over/under expenditures	<u>6,874</u>	<u>(57,771)</u>	<u>64,645</u>
Other financing sources (uses):			
Transfer out	-	(40,771)	40,771
Total other financing sources (uses)	<u>-</u>	<u>(40,771)</u>	<u>40,771</u>
Net change in fund balance	6,874	<u><u>\$ (98,542)</u></u>	<u><u>\$ 105,416</u></u>
Fund balance-Beginning of year	<u>86,588</u>		
Fund balance-End of year	<u><u>\$ 93,462</u></u>		

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**  
**Kendrick, Idaho**

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**SCHOOL PLANT FACILITY FUND - BUS DEPRECIATION**  
**STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**For The Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Favorable (Unfavorable)</u>
<b>REVENUES</b>			
Federal:			
Unrestricted	-	-	-
Total revenues	-	-	-
 <b>EXPENDITURES</b>			
Capital objects	-	46,316	46,316
Total expenditures	-	46,316	46,316
Excess (deficiency) of revenues over/under expenditures	-	(46,316)	46,316
Other financing sources (uses):			
Transfer in	25,177	31,744	(6,567)
Total other financing sources (uses)	25,177	31,744	(6,567)
Net change in fund balance	25,177	<u>\$ (14,572)</u>	<u>\$ 39,749</u>
Fund balance-Beginning of year	<u>14,572</u>		
Fund balance-End of year	<u>\$ 39,749</u>		

## **Kendrick Joint School District No. 283**

### **PROPRIETARY FUND**

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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.

## **Kendrick Joint School District No. 283**

### **PROPRIETARY FUND**

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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**

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**BALANCE SHEET**  
**INTERNAL SERVICE FUND**  
**June 30, 2012**

**ASSETS**

Investments 286,938

Total assets \$ 286,938

**LIABILITIES AND FUND EQUITY**

Liabilities:

Bank overdraft 38,482

Total liabilities 38,482

Fund equity:

Retained earnings 248,456

Total liabilities and fund equity \$ 286,938

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**  
Kendrick, Idaho

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**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN  
RETAINED EARNINGS - BUDGET AND ACTUAL - INTERNAL SERVICE FUND  
For the Year Ended June 30, 2012**

	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavorable)</u>
<b>REVENUE</b>			
Earnings on investments	653	600	53
Total revenues	<u>653</u>	<u>600</u>	<u>53</u>
Other financing sources:			
Operating transfer in	21,148	20,000	1,148
Operating transfer out	(37,500)	(37,500)	-
Total other financing sources	<u>(16,352)</u>	<u>(17,500)</u>	<u>1,148</u>
Net change in retained earnings	(15,699)	<u>\$ (16,900)</u>	<u>\$ 1,201</u>
Retained earnings-Beginning of year	<u>264,155</u>		
Retained earnings-End of year	<u>\$ 248,456</u>		

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**  
Kendrick, Idaho

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**STATEMENT OF CASH FLOWS - INTERNAL SERVICE FUND**  
**For the Year Ended June 30, 2012**

<b>Cash Flows From Noncapital Financing Activities</b>		
Cash from other funds	(16,352)	
Net cash used in noncapital financing activities	<u>(16,352)</u>	(16,352)
<b>Cash Flows From Investing Activities</b>		
Purchase of investments	(7,072)	
Earnings on investments	653	
Net cash used in investing activities	<u>(6,419)</u>	<u>(6,419)</u>
<b>Net decrease in cash</b>		(22,771)
<b>Cash (deficit) - beginning of year</b>		<u>(15,711)</u>
<b>Cash (deficit) - end of year</b>		<u><u>\$ (38,482)</u></u>

## **Kendrick Joint School District No. 283**

### **AGENCY FUND**

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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

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**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**STUDENT GROUP AGENCY FUND**  
For the Year Ended June 30, 2012

	<u>Balance July 1, 2011</u>	<u>Net Change</u>	<u>Balance June 30, 2012</u>
<b>ASSETS</b>			
Cash	35,585	17,931	53,516
Total assets	<u>\$ 35,585</u>	<u>\$ 17,931</u>	<u>\$ 53,516</u>
<b>LIABILITIES</b>			
Due to student groups	35,585	17,931	53,516
Total liabilities	<u>\$ 35,585</u>	<u>\$ 17,931</u>	<u>\$ 53,516</u>