

**WELDON VALLEY SCHOOL DISTRICT RE-20J  
WELDONA, COLORADO**

**BASIC FINANCIAL STATEMENTS**

**June 30, 2010**

**WELDON VALLEY SCHOOL DISTRICT RE-20J  
WELDONA, COLORADO**

**ROSTER OF SCHOOL OFFICIALS**

**JUNE 30, 2010**

**BOARD OF EDUCATION**

Kathy Wood – President

Sheryl Groves – Vice President

Tracy Parachini – Treasurer

Jeff Brown – Secretary

Rob Chilson – Member

**ADMINISTRATION**

Bob Petterson – Superintendent

John Karbula - Principal

Stacey Garrett – Business Manager

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## **FINANCIAL SECTION**

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**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
(Required Supplementary Information)

**WELDON VALLEY SCHOOL DISTRICT RE-20J  
MANAGEMENT DISCUSSION AND ANALYSIS**

The discussion and analysis of Weldon Valley School District RE-20J's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2010. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should review the information presented here in conjunction with the notes to the basic financial statements and the financial statements to enhance their understanding of the District's performance.

**Financial Highlights - Financial Statements as of June 30, 2010**

- The assets of the District exceed its liabilities at the close of June 30, 2010 by \$8,880,113 (net assets) as reported in the government wide financial statements.
- The District's outstanding debt from General Obligation Bonds totaled \$780,000.
- Program revenues of \$1,451,984 offset expenses from governmental activities of \$2,500,782. General revenues from property taxes and state equalization amounted to \$2,420,499.
- At the close of June 30, 2010, the District reported \$1,472,902 combined fund balances for the Governmental Funds, an decrease of \$707,850, do to remodel of the administration building.
- The General Fund ending fund balance was \$1,179,665, an decrease of \$695,662 from the prior year before restatement.

**Overview of the Financial Statements**

Management's Discussion and Analysis is intended to serve as an introduction to the District's basic financial statements. The basic financial statements comprise of 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 statement of net assets presents information about all of the District's assets and liabilities, with the difference between the two reported as net assets. Over time, changes in net assets may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statement of activities presents information showing how the District's net assets changed during the current fiscal year. Changes in net assets are recorded in the statement of activities when the underlying event occurs, regardless of the timing of related cash flows. Both of the government-wide financial statements distinguish functions of the District that are supported by taxes from other functions that are intended to recover all or most of their costs through user fees and charges (business-type activities). Governmental activities of the District include the General Fund, Debt Service Fund, Building Fund and Special Revenue Funds. The business-type activities of the District comprises Food Services.

The government-wide financial statements can be found on pages 1-2 of this report.

*Fund financial statements.* A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**WELDON VALLEY SCHOOL DISTRICT RE-20J  
MANAGEMENT DISCUSSION AND ANALYSIS**

*Governmental funds.* Governmental funds account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term financial resources and fund balances. Such information may be useful in evaluating the District's near-term financing requirements. The annual budget is provided on the basis of the governmental fund financial statements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the District's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains five individual governmental funds. Information is presented separately in the governmental funds Balance Sheet and in the governmental funds Statement of Revenues, Expenditures, and Changes in Fund Balances for the General Fund because it is considered to be a major fund. Data from the other four governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major funds is provided in the form of combining and individual statements in supplementary schedules with this report.

The District adopts an annual appropriated budget for all funds. A budgetary comparison statement has been provided for these funds to demonstrate compliance with this budget.

*Proprietary funds.* The District maintains a proprietary/enterprise fund for the Food Service. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Food Services Fund, which is considered a major fund.

*Fiduciary funds* Fiduciary funds are used to account for resources held for the benefit of parties outside the District. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support Weldon Valley School District No. RE-20J's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

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

*Other information.* The combining and individual fund statements referred to earlier in connection with non-major governmental funds and enterprise funds are presented after the notes to the financial statements. A budget comparison is provided for each non-major fund and enterprise fund. The additional schedule required as part of the Colorado Public School Finance Act can also be found after the notes to the financial statements.

**WELDON VALLEY SCHOOL DISTRICT RE-20J  
MANAGEMENT DISCUSSION AND ANALYSIS**

**Government-Wide Financial Analysis**

The assets of the District are classified as current assets and capital assets. Cash, investments, receivables, inventories and other assets are current assets. These assets are available to provide resources for the near-term operations of the District. A good portion of the current assets are the result of the property tax collection process; the District received about 65% of the annual property tax assessment between April and June.

Capital Assets are used in the operations of the District. These assets are land, improvements, buildings, equipment, and vehicles. Capital assets are discussed in greater detail in the section titled Capital Assets and Debt Administration, elsewhere in this analysis.

Current and long-term liabilities are classified based on anticipated liquidation either in the near-term or in the future. Current liabilities include accounts payable, accrued salaries and benefits and unearned revenues. The liquidation of current liabilities is anticipated to be either from currently available resources, current assets or new resources that become available during fiscal 2010.

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. The District's assets exceeded liabilities by \$8,880,113 at the close of the most recent fiscal year.

**TABLE 1 - CONDENSED STATEMENT OF NET ASSETS**

	Governmental Activities		Business-type Activities		Total	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Current Assets	\$ 1,940,477	\$ 2,434,492	\$ 18,651	\$ 22,965	\$ 1,959,128	\$ 2,212,872
Capital Assets - Net	<u>8,188,763</u>	<u>6,179,914</u>	<u>10,294</u>	<u>13,204</u>	<u>8,199,057</u>	<u>6,193,118</u>
Total Assets	<u>10,129,240</u>	<u>8,614,406</u>	<u>28,945</u>	<u>36,169</u>	<u>10,158,185</u>	<u>8,650,575</u>
Current Liabilities	519,246	298,740	4,426	4,379	523,672	303,119
Long-Term Liabilities	<u>754,400</u>	<u>807,577</u>	<u>-</u>	<u>-</u>	<u>754,400</u>	<u>807,577</u>
Total Liabilities	<u>1,273,646</u>	<u>1,106,317</u>	<u>4,426</u>	<u>4,379</u>	<u>1,278,072</u>	<u>1,110,696</u>
Net Assets Invested in Capital Assets,						
Net of Related Debt	7,408,763	5,354,914	10,294	13,204	7,419,057	5,368,118
Restricted Net Assets	372,546	372,789	-	-	372,546	372,789
Unrestricted Net Assets	<u>1,074,285</u>	<u>1,780,386</u>	<u>14,225</u>	<u>18,586</u>	<u>1,088,510</u>	<u>1,798,972</u>
<b>Total Net Assets (Deficit)</b>	<b><u>\$ 8,855,594</u></b>	<b><u>\$ 7,508,089</u></b>	<b><u>\$ 24,519</u></b>	<b><u>\$ 31,790</u></b>	<b><u>\$ 8,880,113</u></b>	<b><u>\$ 7,539,879</u></b>

The District's reported assets consist of current assets of \$1,959,128 and capital assets of \$8,199,057. The ratio of Current Assets to Current Liabilities of 3.74 to 1 indicates the District's ability to meet current obligations.

**WELDON VALLEY SCHOOL DISTRICT RE-20J  
MANAGEMENT DISCUSSION AND ANALYSIS**

**TABLE 2 - CONDENSED STATEMENT OF ACTIVITIES**

	Governmental Activities		Business-type Activities		Total	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
<b>Program Revenues:</b>						
Charges for Services	\$ 96,437	\$ 2,302	\$ 26,479	\$ 27,107	\$ 122,916	\$ 29,409
Operating Grants	112,356	110,358	30,383	36,202	142,739	146,560
Capital Grants	<u>1,243,341</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,243,341</u>	<u>-</u>
Total Program Revenues	<u>1,452,134</u>	<u>112,660</u>	<u>56,862</u>	<u>63,309</u>	<u>1,508,996</u>	<u>175,969</u>
<b>General Revenues:</b>						
Taxes	500,841	325,953	-	-	500,841	325,953
State Equalization	1,919,658	2,007,622	-	-	1,919,658	2,007,622
Investment Income	6,426	22,605	-	-	6,426	22,605
Miscellaneous	<u>6,247</u>	<u>190,619</u>	<u>-</u>	<u>-</u>	<u>6,247</u>	<u>190,619</u>
Total General Revenues	<u>2,433,172</u>	<u>2,546,799</u>	<u>-</u>	<u>-</u>	<u>2,433,172</u>	<u>2,546,799</u>
<b>Total Revenues</b>	<u>3,885,306</u>	<u>2,659,459</u>	<u>56,862</u>	<u>63,309</u>	<u>3,942,168</u>	<u>2,722,768</u>
<b>Expenses</b>						
Instruction	1,517,378	1,628,695	-	-	1,517,378	1,628,695
Supporting Services	952,535	846,265	-	-	952,535	846,265
Community Services	-	26,627	-	-	-	26,627
Non-Capitalized Property	-	31,640	-	-	-	31,640
Debt Service Interest	30,869	31,459	-	-	30,869	31,459
Food Service	<u>-</u>	<u>-</u>	<u>101,152</u>	<u>107,619</u>	<u>101,152</u>	<u>107,619</u>
<b>Total Expenses</b>	<u>2,500,782</u>	<u>2,564,686</u>	<u>101,152</u>	<u>107,619</u>	<u>2,601,934</u>	<u>2,672,305</u>
<b>Operating Transfers</b>	<u>(37,019)</u>	<u>(43,019)</u>	<u>37,019</u>	<u>43,019</u>	<u>-</u>	<u>-</u>
<b>Change in Net Assets</b>	1,347,505	51,754	(7,271)	(1,291)	1,340,234	50,463
<b>Net Assets - Beginning</b>	<u>7,508,089</u>	<u>7,456,335</u>	<u>31,790</u>	<u>33,081</u>	<u>7,539,879</u>	<u>7,489,416</u>
<b>Net Assets - Ending</b>	<u>\$ 8,855,594</u>	<u>\$ 7,508,089</u>	<u>\$ 24,519</u>	<u>\$ 31,790</u>	<u>\$ 8,880,113</u>	<u>\$ 7,539,879</u>

*Governmental activities.* Governmental activities increased the District's net assets in 2010 and 2009 by \$1,347,505 and \$51,754 respectively, before restatements.

*Business-type activities.* Business-type activities decreased the District's net assets in 2010 by 7,271 and 2009 by \$1,291.

**WELDON VALLEY SCHOOL DISTRICT RE-20J  
MANAGEMENT DISCUSSION AND ANALYSIS**

**Financial Analysis of the Government's Funds**

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

*Governmental funds.* The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unreserved fund balance may serve as a useful measure of the District's net resources available for spending at the end of the fiscal year. As of the end of the current fiscal year, the District's governmental funds reported a combined ending fund balance of \$1,472,902, an decrease of \$707,850 before the prior year restatement.

**General Fund Budgetary Highlights**

The District is required to adopt a budget by June 30 for the following fiscal year. The Board of Education may make final changes to the previously adopted budget by January 31.

**Capital Asset and Debt Administration**

*Capital assets.* The District's investment in capital assets for governmental and business type activities as of June 30, 2010 amounts to \$8,199,057 (net of accumulated depreciation). This investment in capital assets includes land, buildings, service vehicles, buses and playground, office and instructional equipment.

	<b>Balance July 1 2009</b>	<b>Additions</b>	<b>Deletions</b>	<b>Balance June 30 2010</b>
<b>Governmental Activities:</b>				
Capital Assets not depreciated:				
Land and Sites	\$ 2,500	\$ -	\$ -	\$ 2,500
Capital Assets being depreciated:				
Buildings and Improvements	6,520,747	2,252,782	-	8,773,529
Transportation Equipment	409,020	-	-	409,020
Equipment	318,893	-	-	318,893
Total Capital Assets being depreciated	<u>7,248,660</u>	<u>2,252,782</u>	<u>-</u>	<u>9,501,442</u>
Total Capital Assets	<u>7,251,160</u>	<u>2,252,782</u>	<u>-</u>	<u>9,503,942</u>
Accumulated Depreciation:				
Buildings and Improvements	533,320	212,708	-	746,028
Transportation Equipment	336,206	13,596	-	349,802
Equipment	201,720	17,629	-	219,349
Total Accumulated Depreciation	<u>1,071,246</u>	<u>243,933</u>	<u>-</u>	<u>1,315,179</u>
<b>Net Capital Assets</b>	<u>\$ 6,179,914</u>	<u>\$ 2,008,849</u>	<u>\$ -</u>	<u>\$ 8,188,763</u>
Instruction		\$ 78,369		
Supporting Services		165,564		
<b>Total Depreciation</b>		<u>\$ 243,933</u>		

**WELDON VALLEY SCHOOL DISTRICT RE-20J  
MANAGEMENT DISCUSSION AND ANALYSIS**

	<u>Balance July 1 2009</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30 2010</u>
<b>Business-Type Activities</b>				
Equipment	\$ 53,399	\$ -	\$ -	\$ 53,399
Less: Accum. Deprec.	40,195	2,910	-	43,105
<b>Net Capital Assets</b>	<u>\$ 13,204</u>	<u>\$ (2,910)</u>	<u>\$ -</u>	<u>\$ 10,294</u>
<b>Total Depreciation Allocated to Food Service</b>		<u>\$ 2,910</u>		

As of June 30, 2010, the District had outstanding \$780,000 in general obligation bonded debt.

**Economic Factors and Next Year's Budget**

The District is speculating there will be a 6.3 percent to 8.3 percent reduction in state funding.

**Requests for Information**

This financial report is designed to provide the District's citizens, taxpayers, customers, investors and creditors with a general overview of Morgan County School District RE-20J's finances and to demonstrate the District's accountability for the money it receives. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Business Manager, 911 North Avenue, Weldona, Colorado 80653.

Board of Education  
Weldon Valley School District RE-20J  
Weldona, Colorado

### **INDEPENDENT AUDITORS' REPORT**

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information, of the Weldon Valley School District RE-20J, as of June 30, 2010, and for the year then ended, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Weldon Valley School District RE-20J's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the 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.

In our opinion the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund, and aggregate remaining fund information of the Weldon Valley School District RE-20J, as of June 30, 2010, and the respective change in financial position and cash flows, were applicable, thereof, for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

The management's discussion and analysis and budgetary comparison information shown as required supplementary information in the table of contents, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Weldon Valley School District RE-20J's basic financial statements. The statements included in the additional supplementary information section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The other supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.



Centennial, CO  
December 9, 2010

## **BASIC FINANCIAL STATEMENTS**

The Basic Financial Statements provide a financial overview of the District's operations. These financial statements present the financial position and operating results of all government-wide and fund level activity as of June 30, 2010.

WELDON VALLEY SCHOOL DISTRICT RE-20J

Statement of Net Assets

June 30, 2010

			<u>Totals</u>
	<u>Governmental</u>	<u>Business-Type</u>	
	<u>Activities</u>	<u>Activities</u>	<u>2010</u>
<b>Assets</b>			
Cash and Investments	\$ 1,563,465	\$ 13,097	\$ 1,576,562
Cash with Fiscal Agent	21,863	-	21,863
Taxes Receivable	38,781	-	38,781
Interfund Accounts Receivable	226,115	-	226,115
Grants Receivable	88,753	2,498	91,251
Other Accounts Receivable	1,500	-	1,500
Inventory	-	3,056	3,056
Capital Assets, not being depreciated	2,500	-	2,500
Capital Assets, being depreciated	<u>8,186,263</u>	<u>10,294</u>	<u>8,196,557</u>
<b>Total Assets</b>	<u>10,129,240</u>	<u>28,945</u>	<u>10,158,185</u>
<b>Liabilities</b>			
Interfund Accounts Payable	226,115	-	226,115
Accounts Payable	111,032	-	111,032
Accrued Salaries & Benefits	96,405	4,426	100,831
Grant Deferred Revenue	11,805	-	11,805
Other Current Liabilities	22,218	-	22,218
Non-Current Liabilities			
Due Within One Year	51,671	-	51,671
Due In More Than One Year	<u>754,400</u>	<u>-</u>	<u>754,400</u>
<b>Total Liabilities</b>	<u>1,273,646</u>	<u>4,426</u>	<u>1,278,072</u>
<b>Net Assets</b>			
Invested in Capital Assets, net of Debt	7,408,763	10,294	7,419,057
Restricted Net Assets	372,546	-	372,546
Unrestricted Net Assets	<u>1,074,285</u>	<u>14,225</u>	<u>1,088,510</u>
<b>Total Net Assets</b>	<u>\$ 8,855,594</u>	<u>\$ 24,519</u>	<u>\$ 8,880,113</u>

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

**WELDON VALLEY SCHOOL DISTRICT RE-20J**  
**Statement of Activities**  
**For the Year Ended June 30, 2010**

<b>Functions/Programs</b>	<b>Program Revenues</b>				<b>Net (Expense) Revenue and Change in Net Assets</b>		
	<b>Expenses</b>	<b>Charges for Services</b>	<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
<b>Primary Government</b>							
<b>Governmental Activities</b>							
Instruction	\$ 1,517,378	\$ 69,693	\$ 83,364	\$ -	\$ (1,364,321)	\$ -	\$ (1,364,321)
Supporting Services	952,535	26,744	28,992	1,243,341	346,542	-	346,542
Interest on Long Term Debt	30,869	-	-	-	(30,869)	-	(30,869)
Total Governmental Activities	<u>2,500,782</u>	<u>96,437</u>	<u>112,356</u>	<u>1,243,341</u>	<u>(1,048,648)</u>	<u>-</u>	<u>(1,048,648)</u>
<b>Business Type Activities</b>							
Food Service	101,152	26,479	30,383	-	-	(44,290)	(44,290)
<b>Total Primary Government</b>	<u>\$ 2,601,934</u>	<u>\$ 122,916</u>	<u>\$ 142,739</u>	<u>\$ 1,243,341</u>	<u>(1,048,648)</u>	<u>(44,290)</u>	<u>(1,092,938)</u>
<b>General Revenues</b>							
Property Taxes					466,815	-	466,815
Specific Ownership Taxes					34,026	-	34,026
State Equalization					1,919,658	-	1,919,658
Investment Earnings					6,426	-	6,426
Other Revenues					6,247	-	6,247
<b>Transfers</b>					<u>(37,019)</u>	<u>37,019</u>	<u>-</u>
<b>Total General Revenues and Transfers</b>					<u>2,396,153</u>	<u>37,019</u>	<u>2,433,172</u>
<b>Change in Net Assets</b>							
Beginning Net Assets					1,347,505	(7,271)	1,340,234
Ending Net Assets					<u>7,508,089</u>	<u>31,790</u>	<u>7,539,879</u>
					<u>\$ 8,855,594</u>	<u>\$ 24,519</u>	<u>\$ 8,880,113</u>

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

WELDON VALLEY SCHOOL DISTRICT RE-20J  
 Balance Sheet  
 Governmental Funds  
 June 30, 2010  
 (With Comparative Totals for June 30, 2009)

	Special Revenue			Debt Service	Capital Projects	Totals	
	General Fund	Capital Reserve	Student Activity	Bond	Building Fund	2010	2009
		Fund	Fund	Redemption			
<b>ASSETS</b>							
Cash and Investments	\$ 1,042,540	\$ 54,256	\$ 79,578	\$ 153,481	\$ 233,610	\$ 1,563,465	\$ 2,397,337
Cash with Fiscal Agent	18,667	-	-	3,196	-	21,863	7,117
Taxes Receivable	24,250	-	-	14,531	-	38,781	30,034
Interfund Accounts Receivable	226,115	-	-	-	-	226,115	8,670
Grants Receivable	5,192	-	-	-	83,561	88,753	4
Other Accounts Receivable	1,500	-	-	-	-	1,500	-
<b>TOTAL ASSETS</b>	<u>\$ 1,318,264</u>	<u>\$ 54,256</u>	<u>\$ 79,578</u>	<u>\$ 171,208</u>	<u>\$ 317,171</u>	<u>\$ 1,940,477</u>	<u>\$ 2,443,162</u>
<b>LIABILITIES AND FUND BALANCE</b>							
<b>Liabilities</b>							
Interfund Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ 226,115	\$ 226,115	\$ 8,670
Accounts Payable	19,976	-	-	-	91,056	111,032	126,022
Accrued Salaries & Benefits	96,405	-	-	-	-	96,405	98,165
Deferred Revenue	-	-	-	11,805	-	11,805	3,867
Grant Deferred Revenue	22,218	-	-	-	-	22,218	25,686
<b>Total Liabilities</b>	<u>138,599</u>	<u>-</u>	<u>-</u>	<u>11,805</u>	<u>317,171</u>	<u>467,575</u>	<u>262,410</u>
<b>Fund Balance</b>							
Reserved Fund Balance							
Restricted for Debt Service	-	-	-	159,403	-	159,403	157,981
Reserved for Insurance Expenditures	27,962	-	-	-	-	27,962	35,233
Reserved for Colorado Preschools	71,181	-	-	-	-	71,181	67,111
Reserved for TABOR Emergencies	114,000	-	-	-	-	114,000	118,000
Unreserved	966,522	54,256	79,578	-	-	1,100,356	1,802,427
<b>Total Fund Balance</b>	<u>1,179,665</u>	<u>54,256</u>	<u>79,578</u>	<u>159,403</u>	<u>-</u>	<u>1,472,902</u>	<u>2,180,752</u>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<u>\$ 1,318,264</u>	<u>\$ 54,256</u>	<u>\$ 79,578</u>	<u>\$ 171,208</u>	<u>\$ 317,171</u>	<u>\$ 1,940,477</u>	<u>\$ 2,443,162</u>

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

**WELDON VALLEY SCHOOL DISTRICT RE-20J**  
**Reconciliation of Governmental Fund Balances**  
**to Governmental Activities Net Assets**  
**June 30, 2010**

Fund Balance - Governmental Funds	\$ 1,472,902
Capital assets used in governmental activities are not financial resources and are therefore not reported in the funds	
Capital assets, not being depreciated	2,500
Capital assets, being depreciated	9,501,442
Accumulated depreciation	(1,315,179)
Deferred charges related to the issuance of debt that are amortized over the life of the issue, but are not reported in the funds	
Bond premiums, net	(26,071)
Long-term liabilities are not due and payable in the current year and, therefore, are not reported in the funds.	
Bonds payable	(780,000)
Total Net Assets - Governmental Activities	<u>\$ 8,855,594</u>

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

WELDON VALLEY SCHOOL DISTRICT RE-20J  
Statement of Revenues, Expenditures and Changes in Fund Balance  
Governmental Funds  
For the Year Ended June 30, 2010  
(With Comparative Totals for the Year Ended June 30, 2009)

	Special Revenue		Debt Service	Capital Projects	Totals		
	General Fund	Capital Reserve Fund	Bond		2010	2009	
			Student Activity Fund	Redemption Fund			Building Fund
<b>REVENUES</b>							
Local Sources	\$ 462,705	\$ -	\$ 68,519	\$ 79,424	\$ 303	\$ 610,951	\$ 660,289
Intermediate Sources	880	-	-	36	-	916	14
State Sources	1,964,651	-	-	-	1,243,015	3,207,666	1,950,096
Federal Sources	65,773	-	-	-	-	65,773	49,061
<b>TOTAL REVENUES</b>	<u>2,494,009</u>	<u>-</u>	<u>68,519</u>	<u>79,460</u>	<u>1,243,318</u>	<u>3,885,306</u>	<u>2,659,460</u>
<b>EXPENDITURES</b>							
Instruction	1,348,294	-	90,710	-	-	1,439,004	1,502,627
Pupil Support	64,774	-	-	-	-	64,774	74,461
Staff Support	26,436	-	-	-	-	26,436	31,563
General Administration	113,432	-	-	663	-	114,095	106,923
School Administration	149,118	-	-	-	-	149,118	151,757
Business Services	48,405	-	-	-	-	48,405	49,726
Operations and Maintenance	268,342	-	-	-	-	268,342	273,666
Transportation	72,733	-	-	-	-	72,733	82,313
Other Central Support	12,554	-	-	-	-	12,554	9,650
Risk Management	2,259	-	-	-	-	2,259	853
Community Support	26,977	-	-	-	-	26,977	26,627
Facilities	-	20,955	-	-	2,233,110	2,254,065	83,110
Debt Service	-	-	-	77,375	-	77,375	78,380
<b>TOTAL EXPENDITURES</b>	<u>2,133,324</u>	<u>20,955</u>	<u>90,710</u>	<u>78,038</u>	<u>2,233,110</u>	<u>4,556,137</u>	<u>2,471,656</u>
<b>REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES</b>	<u>360,685</u>	<u>(20,955)</u>	<u>(22,191)</u>	<u>1,422</u>	<u>(989,792)</u>	<u>(670,831)</u>	<u>187,804</u>
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfer In (Out) - net	(1,056,348)	45,000	18,000	-	956,329	(37,019)	(43,019)
<b>CHANGE IN FUND BALANCE</b>	<u>(695,663)</u>	<u>24,045</u>	<u>(4,191)</u>	<u>1,422</u>	<u>(33,463)</u>	<u>(707,850)</u>	<u>144,785</u>
<b>BEGINNING FUND BALANCE</b>	<u>1,875,328</u>	<u>30,211</u>	<u>83,769</u>	<u>157,981</u>	<u>33,463</u>	<u>2,180,752</u>	<u>2,035,967</u>
<b>ENDING FUND BALANCE</b>	<u>\$ 1,179,665</u>	<u>\$ 54,256</u>	<u>\$ 79,578</u>	<u>\$ 159,403</u>	<u>\$ -</u>	<u>\$ 1,472,902</u>	<u>\$ 2,180,752</u>

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

**WELDON VALLEY SCHOOL DISTRICT RE-20J**  
**Reconciliation of Governmental Changes in Fund Balance**  
**to Governmental Activities Change in Net Assets**  
**For the Year Ended June 30, 2010**

Change in Fund Balance - Governmental Funds	\$ (707,850)
<p>Capital assets used in governmental activities are expensed when purchased in the funds and depreciated at the activity level</p>	
Capitalized Asset Purchases	2,252,782
Depreciation Expense	(243,933)
<p>Repayments of long-term liabilities are expensed in the fund and reduce outstanding liabilities at the activity level. In addition, proceeds from long-term debt issuances are reported as revenues in the funds and increase liabilities at the activity level</p>	
Principal payments on bonds payable	45,000
Amortization of costs, premiums and discounts	<u>1,506</u>
Total Net Assets - Governmental Activities	<u><u>\$ 1,347,505</u></u>

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

**WELDON VALLEY SCHOOL DISTRICT RE-20J**  
**Statement of Net Assets**  
**Proprietary Funds**  
**Food Service Fund**  
**June 30, 2010**  
**(With Comparative Totals for June 30, 2009)**

	<b>Totals</b>	
	<b>2010</b>	<b>2009</b>
<b>ASSETS</b>		
Cash and Investments	\$ 13,097	\$ 17,449
Grants Receivable	2,498	2,352
Inventory	3,056	3,164
Machinery & Equipment	53,399	53,399
Accumulated Depreciation	(43,105)	(40,195)
<b>TOTAL ASSETS</b>	<b>28,945</b>	<b>36,169</b>
<b>LIABILITIES</b>		
Accounts Payable	-	93
Accrued Salaries & Benefits	4,426	4,286
<b>TOTAL LIABILITIES</b>	<b>4,426</b>	<b>4,379</b>
<b>NET ASSETS</b>		
Invested in Capital Assets, net of Debt	10,294	13,204
Unrestricted Net Assets	14,225	18,586
<b>TOTAL NET ASSETS</b>	<b>\$ 24,519</b>	<b>\$ 31,790</b>

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

**WELDON VALLEY SCHOOL DISTRICT RE-20J**  
**Statement of Revenues, Expenses and Changes in Net Assets**  
**Proprietary Funds**  
**Food Service Fund**  
**For the Year Ended June 30, 2010**  
**(With Comparative Totals for the Year Ended June 30, 2009)**

	<b>Totals</b>	
	<b>2010</b>	<b>2009</b>
<b>OPERATING REVENUES</b>		
Food Service Revenue	\$ 26,479	\$ 27,107
<b>OPERATING EXPENSES</b>		
<b>Food Service</b>		
Salaries	37,374	36,694
Benefits	14,231	14,067
PS - Professional	188	166
PS - Property	80	(972)
PS - Other	57	19
Supplies	2,284	2,613
Food	40,748	41,616
Commodities	3,280	10,420
Depreciation	2,910	2,996
<b>TOTAL OPERATING EXPENSES</b>	101,152	107,619
<b>OPERATING INCOME (LOSS)</b>	(74,673)	(80,512)
<b>OTHER REVENUES (EXPENSES)</b>		
State Grants from CDE		
State Match - Child Nutrition	889	933
Smart Start Nutrition	202	313
State K-2 Reduced Lunch	103	46
Federal Grants from CDE		
School Breakfast Program	3,735	4,469
National School Lunch Program	21,301	22,781
Federal Grants from Other State Agencies		
Commodities	4,153	7,660
<b>NET OTHER REVENUES (EXPENSES)</b>	30,383	36,202
<b>CHANGE IN NET ASSETS BEFORE TRANSFERS</b>	(44,290)	(44,310)
Transfers	37,019	43,019
<b>CHANGE IN NET ASSETS</b>	(7,271)	(1,291)
<b>BEGINNING NET ASSETS</b>	31,790	33,081
<b>ENDING NET ASSETS</b>	\$ 24,519	\$ 31,790

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

**WELDON VALLEY SCHOOL DISTRICT RE-20J**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**Food Service Fund**  
**For the Year Ended June 30, 2010**  
**(With Comparative Totals for the Year Ended June 30, 2009)**

	<b>Totals</b>	
	<b>2010</b>	<b>2009</b>
Cash Flows from Operating Activities:		
Cash Received from Local Sources	\$ 26,479	\$ 27,221
Cash Paid to Suppliers	(56,700)	(57,935)
Cash Paid to Employees	(37,234)	(36,493)
Net Cash Provided (Used) for Operating Activities	(67,455)	(67,207)
Cash Flows from Noncapital Financing Activities:		
Cash Received from USDA/Colorado Nutrition Services	26,084	28,546
Cash Contributed from General Fund	37,019	43,019
Net Cash Provided by Noncapital Financing Activities	63,103	71,565
Net Increase(Decrease) in Cash	(4,352)	4,358
Cash, Beginning	17,449	13,091
Cash, Ending	\$ 13,097	\$ 17,449
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) for Operating Activities:		
Operating Income (Loss)	\$ (74,673)	\$ (80,512)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities		
Donated Commodities	4,153	7,660
Depreciation	2,910	2,996
Changes in Assets and Liabilities Related to Operations:		
Increase (Decrease) in:		
Other Accounts Receivable	-	114
Inventory	109	2,431
Accounts Payable	(94)	(97)
Accrued Salaries & Benefits	140	201
Total Adjustments	7,218	13,305
Net Cash Provided (Used) for Operating Activities	\$ (67,455)	\$ (67,207)

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

**WELDON VALLEY SCHOOL DISTRICT RE-20J**  
**Statement of Fiduciary Net Assets**  
**Fiduciary Funds**  
**Cafeteria Agency Fund**  
**June 30, 2010**  
**(With Comparative Totals for June 30, 2009)**

	<b>Totals</b>	
	<b>2010</b>	<b>2009</b>
<b>ASSETS</b>		
Cash and Investments	\$ 2,467	\$ 1,686
<b>NET ASSETS</b>		
Restricted Net Assets	\$ 2,467	\$ 1,686

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

**WELDON VALLEY SCHOOL DISTRICT RE-20J**  
**Statement of Revenues, Expenses and Changes in Fiduciary Net Assets**  
**Fiduciary Funds**  
**Cafeteria Agency Fund**  
**For the Year Ended June 30, 2010**  
**(With Comparative Totals for the Year Ended June 30, 2009)**

	<b>2010</b>	<b>2009</b>
	<b>Total</b>	<b>Total</b>
<b>ADDITIONS</b>		
Local Sources	\$ 2,380	\$ 2,840
<b>DEDUCTIONS</b>		
Other Supporting Services	1,599	2,220
<b>CHANGE IN NET ASSETS</b>	781	620
<b>BEGINNING NET ASSETS</b>	1,686	1,066
<b>ENDING NET ASSETS</b>	\$ 2,467	\$ 1,686

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

**WELDON VALLEY SCHOOL DISTRICT RE-20J**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2010**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies of Weldon Valley School District RE-20J (the District) conform to generally accepted accounting principles as applicable to governmental units. Following is a summary of the more significant policies:

**Reporting Entity**

In evaluating how to define the government, for financial reporting purposes, the District's management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in Governmental Accounting Standards Board ("GASB") Statement No. 14, *The Financial Reporting Entity*.

Based upon the application of these criteria, no additional organizations are includable within the District's reporting entity.

**Basis of Presentation**

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) present financial information of the District as a whole. The reporting information includes all of the non-fiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these statements. These statements are to distinguish between the governmental and business-type activities of the District. Governmental activities normally are supported by taxes and intergovernmental revenues, and are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the District and for each 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. Program revenues include fees and charges paid by the recipients of goods or services offered by the programs, and 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 are presented as general revenues. The effects of interfund activity have been eliminated from the government-wide financial statements.

**Fund Financial Statements**

The fund financial statements provide information about the District's funds, including its fiduciary funds. Separate statements for each fund category – governmental, proprietary and fiduciary – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds would be aggregated and reported as non-major funds. The fiduciary funds are presented separately. The District presently does not treat any of its funds as non-major.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating revenues, such as subsidies and investment earnings, result from non-exchange transactions or ancillary activities.

**WELDON VALLEY SCHOOL DISTRICT RE-20J**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2010**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

**Basis of Presentation** (Continued)

Fund Financial Statements (Continued)

The District reports the following major governmental funds:

General Fund – This fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds (Capital Reserve and Student Activity Funds) – These funds are used to account for the proceeds of specific revenue sources (other than expendable trust or major capital projects) that are restricted to expenditures for specified purposes.

Capital Projects (Building) Fund – This fund is used to account for the proceeds from the District's bond issuance used for capital construction.

Debt Service (Bond Redemption) Fund – This fund is used to account for the repayment of the District's general obligation indebtedness.

The District reports the following major proprietary fund:

Food Service Fund – The Food Service Fund accounts for the District's food service program.

The District reports the following fiduciary fund:

Agency Fund (Cafeteria Agency Fund) – This fund is used to account for assets held in trust by the District for District employee benefits provided under Internal Revenue Code Section 125. This fund is custodial and does not measure the results of operations.

**Measurement Focus and Basis of Accounting**

Government-Wide, Proprietary and Fiduciary Fund Financial Statements

The government-wide, proprietary and fiduciary fund 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 same 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 grants and donations. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements

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 as allowed by the per pupil operating revenue formula approved by the State legislature or within sixty days after year end. These revenues could include federal, state, and county grants, and some charges for services. Grants are only recognized to the extent allowable expenditures have been incurred. Expenditures are recorded when the related fund liability is incurred, except for claims and judgments and compensated absences, which

**WELDON VALLEY SCHOOL DISTRICT RE-20J**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2010**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

**Measurement Focus and Basis of Accounting** (Continued)

Governmental Fund Financial Statements (Continued)

are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Acquisitions under capital leases are reported as other financing sources.

Under the terms of grant agreements, the District funds certain programs by a combination of specific cost-reimbursement grants and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net assets available to finance the programs. It is the District's policy to first apply cost-reimbursement grant resources to such programs and then general revenues.

All governmental and business-type activities and enterprise funds of the District follow FASB Statements and interpretations issued on or before November 30, 1989. Accounting Principles Board Opinions, and Accounting Research Bulletins, unless those pronouncements conflict with GASB pronouncements.

**Budgets and Budgetary Accounting**

Budgets are adopted on a basis consistent with generally accepted accounting principles except for the Enterprise Fund which budgets on a cash basis. Annual appropriated budgets are adopted for all funds. All annual appropriations lapse at fiscal year end.

The District adheres to the following procedures in establishing the budgetary data reflected in the financial statements:

- o Budgets are required by state law for all funds. By May 31, the Superintendent of Schools submits to the Board of Education a proposed budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing them. All budgets lapse at year end.
- o Public hearings are conducted by the Board of Education to obtain taxpayer comments.
- o Prior to June 30, the budget is adopted by formal resolution.
- o Budgets are required to be filed with the Commissioner of Education within thirty days after the beginning of the fiscal year.
- o Expenditures may not legally exceed appropriations at the fund level.
- o Revisions that alter the total expenditures of any fund must be approved by the Board of Education.
- o Budgeted amounts reported in the accompanying financial statements are as originally adopted by the Board of Education or as amended.
- o Encumbrance accounting is not utilized.

**WELDON VALLEY SCHOOL DISTRICT RE-20J**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2010**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

**Assets, Liabilities and Net Assets/Fund Equity**

Cash and Investments – The District pools cash resources of its various funds in order to facilitate the management of cash. Cash is pooled in interest bearing accounts which are comprised of certificates of deposit, savings accounts, and money market accounts which are legally authorized. Investments are stated at fair value.

Receivables – All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

Inventories – Inventory of proprietary funds are valued at the lower of cost (first-in, first-out) or market.

Capital Assets – Capital assets used in governmental activities operations are shown on the government-wide financial statements. These assets are not shown in the governmental funds and are therefore listed as a reconciling item between the two presentations. Property and equipment acquired or constructed for governmental fund operations are recorded as expenditures in the fund making the expenditure and capitalized at cost in the government-wide presentation. No depreciation has been provided on capital assets in the governmental funds.

Property and equipment acquired for the proprietary fund is capitalized in the fund.

Property and equipment is stated at cost. Where cost could not be determined from the available records, estimated historical cost was used to record the estimated value of the assets. Assets acquired by gift or bequest are recorded at their fair market value at the date of transfer.

Property and equipment acquired for the proprietary fund is capitalized in the fund at cost . Depreciation of exhaustible fixed assets used by proprietary funds is charged as an expense against operations, and accumulated depreciation is reported on the proprietary funds balance sheets.

Depreciation has been provided over the estimated useful lives of the asset in the government-wide presentation as well as in the proprietary fund. Depreciation is calculated using the straight-line method over the following useful lives:

Buildings and Improvements	40 years
Transportation Equipment	7-10 years
Other Equipment	10-20 years

Accumulated unpaid sick and vacation and other pay are serviced from other revenues in the General Fund. These liabilities are only recorded on the government-wide financial statements as they are not expected to be financed from current resources. At June 30, 2010, the District has no material liability for compensated absences.

Long-Term Debt – The District's general obligation bonds are accounted for in the Bond Redemption Fund. Principal repayments are shown as expenditures in the fund level financial statements. The District's capital leases are paid through the General Fund and are shown as expenditures in that fund. For the government-wide presentation, principal payments are reclassified as reductions in the outstanding obligation balances.

**WELDON VALLEY SCHOOL DISTRICT RE-20J**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2010**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Assets, Liabilities and Net Assets/Fund Equity (Continued)**

Fund Equity/Net Assets – The unreserved/unrestricted fund balances and net assets for governmental funds and activities represent the amount available for budgeting future operations. The reserved fund balances/restricted net assets for governmental funds and activities represent the amount that has been legally identified for specific purposes. Unreserved retained earnings and unrestricted net assets for proprietary funds and business-type activities, respectively, represent the net assets available for future operations or distribution.

**Revenues and Expenditures/Expenses**

Revenues and Expenditures/Expenses – Revenues for governmental funds are recorded when they are determined to be both measurable and available. Generally, tax revenues, fees, and non-tax revenues are recognized when received. Grants from other governments are recognized when qualifying expenditures are incurred. Expenditures for governmental funds are recorded when the related liability is incurred. Revenues that are directly attributable to a program are shown as program revenues for the statement of activities. These revenues consist of, but are not limited to grants, fees and other charges for services. Expenditures, where eligible, are first charged to restricted net assets prior to being charged against unrestricted net assets. Revenues and expenses of proprietary funds are recognized in essentially the same manner as in commercial accounting.

Property Tax Revenues – Property taxes are levied on December 15 based on the assessed value of property as certified by the county assessor on October 1. Assessed values are an approximation of market value. The property tax may be paid in total by April 30 or one-half payment by February 28 and the second half by June 15. The billings are considered due on these dates. The bill becomes delinquent and penalties and interest may be assessed by the County Treasurer on the post mark day following these dates. The tax sale date is the first Thursday of November.

Under Colorado Law, all property taxes become due and payable on January 1, in the year following that in which they are levied. Property taxes are recognized as revenue when payable to the County Treasurer. Due to the nature of Colorado school district funding, uncollected property taxes levied in the current fiscal year for collection in the subsequent fiscal year are identified as property taxes receivable at June 30, and are presented net of an estimated allowance for uncollectible taxes.

**Comparative Data**

Comparative total data for the prior year has been presented in the accompanying basic financial statements in order to provide an understanding of changes in the District's financial position and operations. However, comparative data has not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to understand.

**WELDON VALLEY SCHOOL DISTRICT RE-20J**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2010**

**NOTE 2: CASH AND INVESTMENTS**

A summary of deposits and investments at June 30, 2010, follows:

Cash deposits	\$ 685,571
Investments	893,258
Cash on hand	<u>200</u>
Total Cash and Investments	<u><u>\$ 1,579,029</u></u>

These balances are allocated as follows in the financial statements:

Govt Act - Unrestricted	\$ 1,563,465
BTA - Unrestricted	13,097
Fiduciary	<u>2,467</u>
Total Cash and Investments	<u><u>\$ 1,579,029</u></u>

The District has restricted a portion of its cash and investment balances as shown above.

**DEPOSITS**

**Custodial Credit Risk - Deposits**

In the case of deposits, this is the risk that in the event of bank failure, the government's deposits may not be returned to it. The District's deposit policy is in accordance with CRS 11-10.5-101, The Colorado Public Deposit Protection Act (PDPA), which governs the investment of public funds. PDPA requires that all units of local government deposit cash in eligible public depositories. Eligibility is determined by state regulations. Amounts on deposit in excess of federal insurance levels (\$250,000) must be collateralized by eligible collateral as determined by the PDPA. The financial institution is allowed to create a single collateral pool for all public funds held. The pool is to be maintained by another institution, or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits. The institution's internal records identify collateral by depositor and as such, these deposits are considered uninsured but collateralized. The State Regulatory Commissions for banks and financial services are required by statute to monitor the naming of eligible depositories and reporting of the uninsured deposits and assets maintained in the collateral pools. At June 30, 2010, all of the District's deposits as shown below were either insured by federal depository insurance or collateralized under PDPA and are therefore not deemed to be exposed to custodial credit risk.

	Bank Balance	Carrying Balance
FDIC insured	\$ 515,314	\$ 515,314
PDPA collateralized	<u>275,518</u>	<u>170,257</u>
Total deposits	<u><u>\$ 790,832</u></u>	<u><u>\$ 685,571</u></u>

**WELDON VALLEY SCHOOL DISTRICT RE-20J**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2010**

**NOTE 2: CASH AND INVESTMENTS** (Continued)

**INVESTMENTS**

Credit Risk

Colorado statutes specify which instruments units of local government may invest, which include:

- Obligations of the United States and certain U.S. government agency securities
- Certain international agency securities
- General obligation and revenue bonds of the U.S. local government entities
- Bankers' acceptances of certain banks
- Commercial paper
- Local government investment pools
- Written repurchase agreements collateralized by certain authorized securities
- Certain money market funds
- Guaranteed investment contracts

The District's investment policy limits its investments to those allowed by Colorado Revised Statute 24-75-601.1 as described above.

During the year ended June 30, 2010, the District invested funds in Colotrust and CSAFE. As investment pools, they operate under the Colorado Revised Statutes (24-75-701) and are overseen by the Colorado Securities Commissioner. They invest in securities that are specified by Colorado Revised Statutes (24-75-601). Authorized securities include U.S. Treasuries, U.S. Agencies, commercial paper (rated A1 or better) and bank deposits (collateralized through PDPA). The pools operate similar to a 2a-7-like money market fund with a share value equal to \$1.00 and a maximum weighted average maturity of 60 days. These funds are rated AAAM by the Standard and Poor's Corporation.

Concentration of Credit Risk

The District places no limit on the amount that may be invested in any one issuer.

Interest Rate Risk

Colorado Statutes require that no investment may have a maturity in excess of five years from the date of purchase unless authorized by the local board. The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates, other than those contained in state statutes.

Custodial Credit Risk – Investments

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. As of June 30, 2010, the District did not have any investments requiring safekeeping.

**WELDON VALLEY SCHOOL DISTRICT RE-20J**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2010**

**NOTE 2: CASH AND INVESTMENTS** (Continued)

**INVESTMENTS** (Continued)

A summary of the District's investments is as follows:

	Carrying Value	Weighted Average Maturity (in Years)	Rating
Local government investment pools	<u>\$ 893,258</u>	-	AAAm

**NOTE 3: INVENTORIES**

Food Service Fund inventory as of June 30, 2010 of \$3,056, consisted of purchased and donated commodities amounting to \$286 and \$2,770, respectively. Purchased inventories are stated at cost. Donated inventories, received at no cost under a program supported by the United States Government, are recorded at their estimated fair market value at the date of receipt.

**NOTE 4: CAPITAL ASSETS**

Activity for capital assets which are capitalized by the District is summarized below:

	Balance July 1 2009	Additions	Deletions	Balance June 30 2010
<b>Governmental Activities:</b>				
Capital Assets not depreciated:				
Land and Sites	\$ 2,500	\$ -	\$ -	\$ 2,500
Capital Assets being depreciated:				
Buildings and Improvements	6,520,747	2,252,782	-	8,773,529
Transportation Equipment	409,020	-	-	409,020
Equipment	318,893	-	-	318,893
Total Capital Assets being depreciated	7,248,660	2,252,782	-	9,501,442
Total Capital Assets	7,251,160	2,252,782	-	9,503,942
Accumulated Depreciation:				
Buildings and Improvements	533,320	212,708	-	746,028
Transportation Equipment	336,206	13,596	-	349,802
Equipment	201,720	17,629	-	219,349
Total Accumulated Depreciation	1,071,246	243,933	-	1,315,179
<b>Net Capital Assets</b>	\$ 6,179,914	\$ 2,008,849	\$ -	\$ 8,188,763

Depreciation has been allocated to the governmental activities as follows for the statement of activities:

Instruction	\$ 78,369
Supporting Services	165,564
<b>Total Depreciation</b>	\$ 243,933

**WELDON VALLEY SCHOOL DISTRICT RE-20J**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2010**

**NOTE 4: CAPITAL ASSETS** (Continued)

Activity for capital assets which are capitalized by the District is summarized below:

	<u>Balance July 1 2009</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30 2010</u>
<b>Business-Type Activities</b>				
Equipment	\$ 53,399	\$ -	\$ -	\$ 53,399
Less: Accum. Deprec.	<u>40,195</u>	<u>2,910</u>	<u>-</u>	<u>43,105</u>
<b>Net Capital Assets</b>	<u>\$ 13,204</u>	<u>\$ (2,910)</u>	<u>\$ -</u>	<u>\$ 10,294</u>
<b>Total Depreciation Allocated to Food Service</b>		<u>\$ 2,910</u>		

**NOTE 5: ACCRUED SALARIES AND BENEFITS**

Salaries and retirement benefits of certain contractually employed personnel are paid over a twelve month period from September to August, but are earned during a school year of approximately nine to ten months. The salaries and benefits earned, but unpaid, as of June 30, 2010, are as follows:

General Fund	\$ 96,405
Food Service Fund	<u>4,426</u>
Total	<u>\$ 100,831</u>

**NOTE 6: LONG-TERM DEBT**

The District's long-term debt transactions for the year ended June 30, 2010, were as follows:

	<u>Balance July 1 2009</u>	<u>Additions</u>	<u>Payments</u>	<u>Balance June 30 2010</u>	<u>Current Portion</u>
G.O. Bonds - Series 2004	\$ 825,000	\$ -	\$ 45,000	\$ 780,000	\$ 50,000
Unamortized Premium	<u>27,577</u>	<u>-</u>	<u>1,506</u>	<u>26,071</u>	<u>1,671</u>
<b>Total Long-term Debt</b>	<u>\$ 852,577</u>	<u>\$ -</u>	<u>\$ 46,506</u>	<u>\$ 806,071</u>	<u>\$ 51,671</u>

**2004 General Obligation Bonds**

On January 15, 2004, the District issued \$1,000,000 of general obligation bonds to finance the construction of additions to existing school buildings. The bonds were issued at a premium of \$38,251 with a final maturity of July 1, 2023. The bonds are secured by the District's full faith and credit, and all taxable property within the boundaries of the District is subject to ad valorem taxation without limitation as to rate or amount to pay the principal of and interest on the bonds.

The bonds require annual principal payments each year and semi-annual interest payments. The bonds bear interest at rates ranging from 1.20% to 4.40% and mature December, 2023. Payments are made through the District's Bond Redemption Fund.

**WELDON VALLEY SCHOOL DISTRICT RE-20J**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2010**

**NOTE 6: LONG-TERM DEBT** (Continued)

**2004 General Obligation Bonds** (Continued)

Annual debt service requirements for the bonds are as follows:

<u>Fiscal Year Ending June 30:</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>	<u>Premium Amortization</u>
2011	\$ 50,000	\$ 31,085	\$ 81,085	\$ 1,671
2012	50,000	29,585	79,585	1,671
2013	50,000	28,035	78,035	1,671
2014	50,000	26,385	76,385	1,671
2015	55,000	24,635	79,635	1,838
2016 - 2020	305,000	87,915	392,915	10,194
2021 - 2023	220,000	19,580	239,580	7,355
	<u>\$ 780,000</u>	<u>\$ 247,220</u>	<u>\$ 1,027,220</u>	<u>\$ 26,071</u>

**NOTE 7: JOINTLY GOVERNED ORGANIZATION**

The District is a participant among fifteen Districts in a jointly governed organization to operate the Centennial Board of Cooperative Educational Services (BOCES). The BOCES was formed for the purpose of administrative functions among member districts for special education and federal grants. During the year ended June 30, 2010, the District received federal and state funds through the BOCES of \$ 39,910 , and paid \$ 29,062 in assessments. The BOCES is governed by a board of directors consisting of a member of the board of education and the superintendent from each of the participating members. The District does not have an ongoing financial interest in or ongoing financial responsibility for the BOCES. Financial statements for the BOCES can be obtained from the BOCES administrative offices at: 830 South Lincoln Street, Longmont, CO 80501.

**NOTE 8: INTERNAL ACTIVITY**

Individual Fund Receivables and Payables

During the course of operations, transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as internal balances on the government-wide statement of net assets and classified as due from other funds or due to other funds on the fund statement balance sheet. Internal balances are eliminated for the Statement of Net Assets. The following are the interfund balances as of June 30, 2010:

<b><u>General Fund</u></b>	
Due from Building Fund	\$ 226,115
<b><u>Building Fund</u></b>	
Due to General Fund	<u>(226,115)</u>
Net Due to Due from Other Funds	<u>\$ -</u>

Interfund Transfers

Transfers are used to 1) move revenues from the fund that statute or budget requires for collection to the fund that statute or budget requires to expend or, 2) use unrestricted revenues collected in the General Fund in accordance with budgetary authorizations.

**WELDON VALLEY SCHOOL DISTRICT RE-20J**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2010**

**NOTE 8: INTERNAL ACTIVITY** (Continued)

Interfund Transfers (Continued)

During the year ended June 30, 2010, routine transfers were made supporting fund operations as well as for the District's portion of facility improvements. Transfers were as follows:

<b><u>General Fund</u></b>	
Transfer to Student Activity Fund	\$ (18,000)
Transfer to Food Service Fund	(37,019)
Transfer to Capital Reserve Fund	(45,000)
Transfer to Building Fund	(956,329)
<b><u>Capital Reserve Fund</u></b>	
Transfer from General Fund	45,000
<b><u>Student Activity Fund</u></b>	
Transfer from General Fund	18,000
<b><u>Building Fund</u></b>	
Transfer from General Fund	956,329
<b><u>Food Service Fund</u></b>	
Transfer from General Fund	37,019
Net Transfers	\$ -

**NOTE 9: RISK MANAGEMENT**

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

Colorado School Districts Self Insurance Pool

For liability and property claims, the District is involved with the Colorado School Districts Self Insurance Pool, a separate and independent governmental and legal entity formed by intergovernmental agreement by member districts.

The purposes of the Pool are to provide members defined liability, property, and workers compensation coverage and to assist members to prevent and reduce losses and injuries to property and to persons or property which might result in claims being made against members of the Pool, their employees and officers.

It is the intent of the members of the Pool to create an entity in perpetuity which will administer and use funds contributed by the members to defend and indemnify, in accordance with the bylaws, any member of the Pool against stated liability of loss, to the limit of the financial resources of the Pool. It is also the intent of the members to have the Pool provide continuing stability and availability of needed coverage at reasonable costs. All income and assets of the Pool shall be at all times dedicated to the exclusive benefit of its members.

The Pool is a separate legal entity and the District does not approve budgets nor does it have ability to significantly affect the operations of the Pool.

Other Insurance

The District carries commercial insurance for other risks of loss, including workers compensation.

**WELDON VALLEY SCHOOL DISTRICT RE-20J**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2010**

**NOTE 10: DEFINED BENEFIT PENSION PLAN**

**Plan Description.** The District contributes to the Combined State and School Division Trust Fund (CSSDTF), a cost-sharing multiple-employer defined benefit pension plan administered by the Public Employees' Retirement Association of Colorado (PERA). The CSSDTF provides retirement and disability, annual increases, and death benefits for members or their beneficiaries. All employees of the District are members of the CSSDTF. Title 24, Article 51 of the Colorado Revised Statutes (CRS), as amended, assigns the authority to establish benefit provisions to the State Legislature. PERA issues a publicly available annual financial report that includes financial statements and required supplementary information for CSSDTF. That report may be obtained by writing to PERA of Colorado, 1300 Logan Street, Denver, Colorado 80203 or by calling PERA at 303-832-9550 or 1-800-759-PERA (7372).

**Basis of Accounting for the CSSDTF.** The financial statements of the CSSDTF are prepared using the accrual basis of accounting. Member and employer contributions are recognized as revenues in the period in which the employer pays compensation to the member. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. The CSSDTF plan investments are presented at fair value except for short-term investments, which are recorded at cost, which approximates fair value.

**Funding Policy.** Plan members and the District are required to contribute to the CSSDTF at a rate set by statute. The contribution requirements of plan members and the District are established under Title 24, Article 51, Part 4 of the CRS, as amended. The contribution rate for members is 8.0% and for the District it is 12.95% of covered salary for the period July 1, 2009 through December 31, 2009 and 13.85% for the period January 1, 2010 through June 30, 2010. A portion of the District's contribution is allocated for the Health Care Trust Fund (See Note 11). The District's contributions to CSSDTF for the years ending June 30, 2010, 2009 and 2008 were \$180,050, \$162,221, and \$143,758, respectively, equal to their required contributions for each year.

**NOTE 11: POSTEMPLOYMENT HEALTHCARE BENEFITS**

**Plan Description.** The District contributes to the Health Care Trust Fund (HCTF), a cost-sharing multiple-employer postemployment healthcare plan administered by the PERA. The HCTF provides a health care premium subsidy to PERA participating benefit recipients and their eligible beneficiaries. Title 24, Article 51, Part 12 of the CRS, as amended, assigns the authority to establish the HCTF benefit provisions to the State Legislature. PERA issues a publicly available annual financial report that includes financial statements and required supplementary information for the HCTF. That report may be obtained by writing to PERA of Colorado, 1300 Logan Street, Denver, Colorado 80203 or by calling PERA at 303-832-9550 or 1-800-759-PERA (7372).

**Basis of Accounting for the HCTF.** The financial statements of the HCTF are prepared using the accrual basis of accounting. Member and employer contributions are recognized as revenues in the period in which the employer pays compensation to the member. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. The HCTF plan investments are presented at fair value except for short-term investments, which are recorded at cost, which approximates fair value.

**Funding Policy.** The District is required to contribute at a rate of 1.02% of covered salary from July 1, 2009 through June 30, 2010 for all PERA members as set by statute. No member contributions are required. The contribution requirements for the District are established under Title 24, Article 51, Part 4 of the CRS, as amended. The apportionment of the contribution to the HCTF is established under Title 24, Article 51, Section 208 of the Colorado Revised Statutes, as amended. The District's contributions to HCTF for the years ending June 30, 2010, 2009, and 2008 were \$13,539, \$13,191, and \$12,634, respectively, equal to their required contributions for each year.

**WELDON VALLEY SCHOOL DISTRICT RE-20J**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2010**

**NOTE 12: DEFINED CONTRIBUTION PENSION PLAN**

**Plan Description.** The (CSSDTF) members (See Note 10) of the District may voluntarily contribute to the Voluntary Investment Program (401(k) Plan), an Internal Revenue Code Section 401(k) defined contribution plan administered by PERA. Plan participation is voluntary, and contributions are separate from others made to PERA. Title 24, Article 51, Part 14 of the CRS, as amended, assigns the authority to establish the 401(k) Plan provisions to the State Legislature.

**Funding Policy.** The 401(k) Plan is funded by voluntary member contributions of up to 23% of covered salary to a maximum limit set by the IRS. The 401(k) Plan member contributions from the District for the year ended June 30, 2010 were \$12,154. The employer made no contributions to the 401(k) Plan on behalf of plan members.

**NOTE 13: COMMITMENTS AND CONTINGENCIES**

Claims and Judgments – The District participates in a number of federal, state, and county programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the District may be required to reimburse the grantor government. As of June 30, 2010, significant amounts of grant expenditures have not been audited but the District believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the District.

TABOR Amendment – In November 1992, Colorado voters passed Article X, Section 20, (the TABOR Amendment), to the State Constitution which limits state and local government tax powers and imposes spending limitations. The District is subject to the Amendment. On November 4, 1997, voters within the District authorized the District to collect, retain and expend all revenues lawfully received in the 1997-1998 fiscal year and in each fiscal year thereafter from all sources without regard to the limitations imposed by the Amendment. The Amendment is subject to many interpretations, but the District believes it is in substantial compliance with the Amendment. The District has established an emergency reserve of \$114,000, as required by the Amendment.

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**BUDGETARY COMPARISON SCHEDULES**  
(Required Supplementary Information)

**WELDON VALLEY SCHOOL DISTRICT RE-20J**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**Budget and Actual**  
**General Fund**  
**For the Year Ended June 30, 2010**  
**(With Comparative Totals for the Year Ended June 30, 2009)**

	<b>2010</b>		<b>Variance with Final Budget</b>	<b>2009</b>	
	<b>Final Budget</b>	<b>Actual</b>		<b>Budget</b>	<b>Actual</b>
<b>REVENUES</b>					
<b>Local Sources</b>					
Property Taxes	\$ 350,000	\$ 386,369	\$ 36,369	\$ 350,667	
Specific Ownership Taxes	27,000	34,026	7,026	45,670	
Delinquent Taxes	2,500	1,319	(1,181)	2,980	
Tuition From Individuals	1,100	1,191	91	2,302	
Investment Earnings	2,070	5,809	3,739	21,025	
Community Service Revenue	8,000	11,444	3,444	17,270	
Rent Revenue	12,000	15,300	3,300	16,057	
Donations	-	1,000	1,000	-	
Other Local	1,000	6,247	5,247	11,127	
Total Local Sources	<u>403,670</u>	<u>462,705</u>	<u>59,035</u>	<u>467,098</u>	
<b>Intermediate Sources</b>					
Mineral Leases	600	590	(10)	14	
Impact Fee Revenue	-	290	290	-	
Total Intermediate Sources	<u>600</u>	<u>880</u>	<u>280</u>	<u>14</u>	
<b>State Sources</b>					
State Equalization	1,951,075	1,919,658	(31,417)	1,931,944	
Transportation	27,058	27,992	934	19,607	
State Grants from CDE					
State ELPA	-	62	62	37	
On-Line School Grant	-	-	-	4,800	
State Vocational Education	6,000	9,154	3,154	31,814	
State Grants Provided through BOCES	7,500	7,785	285	5,025	
Total State Sources	<u>1,991,633</u>	<u>1,964,651</u>	<u>(26,982)</u>	<u>1,993,227</u>	
<b>Federal Sources</b>					
Federal Grants from CDE					
Rural Education (REAP)	-	-	-	17,430	
NCLB Title VI, Part B - REAP/Rural Education	21,910	25,379	3,469	-	
Federal Provided through BOCES	30,077	40,394	10,317	31,631	
Total Federal Sources	<u>51,987</u>	<u>65,773</u>	<u>13,786</u>	<u>49,061</u>	
<b>TOTAL REVENUES</b>	<u>2,447,890</u>	<u>2,494,009</u>	<u>46,119</u>	<u>2,509,400</u>	

(Continued)

See the accompanying Independent Auditors' Report

**WELDON VALLEY SCHOOL DISTRICT RE-20J**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**Budget and Actual**  
**General Fund**  
**For the Year Ended June 30, 2010**  
**(With Comparative Totals for the Year Ended June 30, 2009)**

	2010		Variance with Final Budget	2009 Actual
	Final Budget	Actual		
(Continued)				
<b>EXPENDITURES</b>				
<b>Instruction</b>				
Salaries	1,013,493	914,890	98,603	877,337
Benefits	249,119	246,417	2,702	238,316
PS - Professional	81,700	64,433	17,267	99,811
PS - Property	700	399	301	495
PS - Other	83,972	46,531	37,441	52,112
Supplies	86,265	53,279	32,986	94,776
Property	33,800	16,185	17,615	25,770
Other Expenses	13,000	6,160	6,840	8,347
Total Instruction	<u>1,562,049</u>	<u>1,348,294</u>	<u>213,755</u>	<u>1,396,964</u>
<b>Supporting Services</b>				
<b>Pupil Support</b>				
Salaries	56,670	46,751	9,919	54,980
Benefits	17,542	16,610	932	17,617
PS - Professional	1,100	88	1,012	35
PS - Other	850	-	850	429
Supplies	1,150	850	300	1,085
Property	700	475	225	271
Other Expenses	500	-	500	44
Total Pupil Support	<u>78,512</u>	<u>64,774</u>	<u>13,738</u>	<u>74,461</u>
<b>Staff Support</b>				
Salaries	14,160	13,636	524	13,856
Benefits	7,246	6,854	392	6,890
PS - Professional	800	-	800	110
Supplies	6,100	5,407	693	8,969
Property	2,000	-	2,000	1,574
Other Expenses	9,450	539	8,911	164
Total Staff Support	<u>39,756</u>	<u>26,436</u>	<u>13,320</u>	<u>31,563</u>
<b>General Administration</b>				
Salaries	82,400	82,400	-	80,000
Benefits	15,986	16,760	(774)	15,295
PS - Professional	18,900	11,935	6,965	9,275
PS - Other	4,100	1,006	3,094	1,505
Supplies	300	127	173	147
Property	500	218	282	-
Other Expenses	1,500	986	514	551
Total General Administration	<u>123,686</u>	<u>113,432</u>	<u>10,254</u>	<u>106,773</u>
<b>School Administration</b>				
Salaries	94,355	93,993	362	90,915
Benefits	23,017	22,894	123	21,972
PS - Professional	12,500	7,849	4,651	11,028
PS - Property	3,000	164	2,836	392
PS - Other	70,950	21,171	49,779	24,947
Supplies	2,400	1,024	1,376	1,727
Property	900	395	505	120
Other Expenses	6,100	1,628	4,472	656
Total School Administration	<u>213,222</u>	<u>149,118</u>	<u>64,104</u>	<u>151,757</u>

(Continued)

See the accompanying Independent Auditors' Report

**WELDON VALLEY SCHOOL DISTRICT RE-20J**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**Budget and Actual**  
**General Fund**  
**For the Year Ended June 30, 2010**  
**(With Comparative Totals for the Year Ended June 30, 2009)**

	2010		Variance with Final Budget	2009 Actual
	Final Budget	Actual		
(Continued)				
<b>EXPENDITURES (Continued)</b>				
<b>Supporting Services (Continued)</b>				
<b>Business Services</b>				
Salaries	34,925	35,128	(203)	33,900
Benefits	9,986	9,444	542	9,601
PS - Professional	3,500	2,361	1,139	5,088
PS - Property	400	-	400	-
PS - Other	650	723	(73)	100
Supplies	1,000	460	540	1,008
Property	400	289	111	-
Other Expenses	1,500	-	1,500	29
Total Business Services	<u>52,361</u>	<u>48,405</u>	<u>3,956</u>	<u>49,726</u>
<b>Operations and Maintenance</b>				
Salaries	104,611	102,055	2,556	101,702
Benefits	28,463	28,569	(106)	27,627
PS - Property	20,750	14,377	6,373	15,962
PS - Other	60,450	50,250	10,200	49,442
Supplies	90,400	70,323	20,077	76,228
Property	5,200	2,050	3,150	1,195
Other Expenses	1,600	718	882	1,510
Total Operations and Maintenance	<u>311,474</u>	<u>268,342</u>	<u>43,132</u>	<u>273,666</u>
<b>Transportation</b>				
Salaries	45,000	36,618	8,382	35,770
Benefits	22,558	11,107	11,451	14,973
PS - Professional	1,200	759	441	5,413
PS - Property	5,800	5,298	502	2,259
PS - Other	1,800	1,770	30	2,120
Supplies	26,400	17,075	9,325	16,615
Property	2,500	88	2,412	1,620
Other Expenses	100	18	82	62
Total Transportation	<u>105,358</u>	<u>72,733</u>	<u>32,625</u>	<u>78,832</u>
<b>Other Central Support</b>				
PS - Professional	10,500	12,462	(1,962)	9,591
PS - Other	905	92	813	59
Total Other Central Support	<u>11,405</u>	<u>12,554</u>	<u>(1,149)</u>	<u>9,650</u>
<b>Risk Management</b>				
PS - Other	<u>5,060</u>	<u>2,259</u>	<u>2,801</u>	<u>853</u>
<b>Community Support</b>				
Salaries	21,000	19,053	1,947	18,404
Benefits	8,286	7,666	620	7,510
Supplies	500	258	242	713
Total Community Support	<u>29,786</u>	<u>26,977</u>	<u>2,809</u>	<u>26,627</u>
<b>Contingency</b>	<u>1,720,081</u>	<u>-</u>	<u>1,720,081</u>	<u>-</u>
<b>TOTAL EXPENDITURES</b>	<u>4,252,750</u>	<u>2,133,324</u>	<u>2,119,426</u>	<u>2,200,872</u>
<b>REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES</b>	(1,804,860)	360,685	2,165,545	308,528
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers	(100,019)	(1,056,348)	(956,329)	(149,150)
<b>CHANGE IN FUND BALANCE</b>	(1,904,879)	(695,663)	1,209,216	159,378
<b>BEGINNING FUND BALANCE</b>	<u>1,872,709</u>	<u>1,875,328</u>	<u>2,619</u>	<u>1,715,950</u>
<b>ENDING FUND BALANCE</b>	<u>\$ (32,170)</u>	<u>\$ 1,179,665</u>	<u>\$ 1,211,835</u>	<u>\$ 1,875,328</u>

See accompanying Independent Auditors' Report.

**WELDON VALLEY SCHOOL DISTRICT RE-20J**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**Budget and Actual**  
**Capital Reserve Fund**  
**For the Year Ended June 30, 2010**  
**(With Comparative Totals for the Year Ended June 30, 2009)**

	2010		Variance with Final Budget	2009 Actual
	Final Budget	Actual		
<b>REVENUES</b>				
<b>State Sources</b>				
State Equalization	-	-	-	45,000
<b>TOTAL REVENUES</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>45,000</u>
<b>EXPENDITURES</b>				
<b>Supporting Services</b>				
<b>Transportation</b>				
Property	-	-	-	3,481
<b>Facilities/Capital Outlay</b>				
Equipment	75,211	20,955	54,256	64,049
<b>TOTAL EXPENDITURES</b>	<u>75,211</u>	<u>20,955</u>	<u>54,256</u>	<u>67,530</u>
<b>REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES</b>	(75,211)	(20,955)	54,256	(22,530)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers	45,000	45,000	-	-
<b>CHANGE IN FUND BALANCE</b>	(30,211)	24,045	54,256	(22,530)
<b>BEGINNING FUND BALANCE</b>	30,211	30,211	-	52,741
<b>ENDING FUND BALANCE</b>	<u>\$ -</u>	<u>\$ 54,256</u>	<u>\$ 54,256</u>	<u>\$ 30,211</u>

See accompanying Independent Auditors' Report.

**WELDON VALLEY SCHOOL DISTRICT RE-20J**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**Budget and Actual**  
**Student Activity Fund**  
**For the Year Ended June 30, 2010**  
**(With Comparative Totals for the Year Ended June 30, 2009)**

	2010		Variance with Final Budget	2009 Actual
	Final Budget	Actual		
<b>REVENUES</b>				
<b>Local Sources</b>				
Investment Earnings	\$ -	\$ 17	\$ 17	\$ 92
Pupil Activity Revenues	66,231	68,502	2,271	97,170
<b>TOTAL REVENUES</b>	<u>66,231</u>	<u>68,519</u>	<u>2,288</u>	<u>97,262</u>
<b>EXPENDITURES</b>				
<b>Instruction</b>				
Supplies	<u>150,000</u>	<u>90,710</u>	<u>59,290</u>	<u>105,662</u>
<b>REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES</b>	(83,769)	(22,191)	61,578	(8,400)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers	<u>-</u>	<u>18,000</u>	<u>18,000</u>	<u>18,000</u>
<b>CHANGE IN FUND BALANCE</b>	(83,769)	(4,191)	79,578	9,600
<b>BEGINNING FUND BALANCE</b>	<u>83,769</u>	<u>83,769</u>	<u>-</u>	<u>74,169</u>
<b>ENDING FUND BALANCE</b>	<u>\$ -</u>	<u>\$ 79,578</u>	<u>\$ 79,578</u>	<u>\$ 83,769</u>

See accompanying Independent Auditors' Report.

## **OTHER SUPPLEMENTARY INFORMATION**

**INTENTIONALLY LEFT BLANK**

## **DEBT SERVICE FUND**

This fund is used to account for the repayment of the District's bonded debt.

**WELDON VALLEY SCHOOL DISTRICT RE-20J**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**Budget and Actual**  
**Bond Redemption Fund**  
**For the Year Ended June 30, 2010**  
**(With Comparative Totals for the Year Ended June 30, 2009)**

	2010		Variance with Final Budget	2009 Actual
	Final Budget	Actual		
<b>REVENUES</b>				
<b>Local Sources</b>				
Property Taxes	\$ 77,990	\$ 78,756	\$ 766	\$ 93,425
Delinquent Taxes	-	371	371	1,016
Investment Earnings	-	297	297	996
Total Local Sources	<u>77,990</u>	<u>79,424</u>	<u>1,434</u>	<u>95,437</u>
<b>Intermediate Sources</b>				
Impact Fee Revenue	-	36	36	-
<b>TOTAL REVENUES</b>	<u>77,990</u>	<u>79,460</u>	<u>1,470</u>	<u>95,437</u>
<b>EXPENDITURES</b>				
<b>Supporting Services</b>				
<b>General Administration</b>				
PS - Professional	150	663	(513)	150
<b>Debt Service</b>				
Principal	45,000	45,000	-	45,000
Interest	32,840	32,375	465	33,380
Total Debt Service	<u>77,840</u>	<u>77,375</u>	<u>465</u>	<u>78,380</u>
<b>Contingency</b>	<u>157,981</u>	-	<u>157,981</u>	-
<b>TOTAL EXPENDITURES</b>	<u>235,971</u>	<u>78,038</u>	<u>157,933</u>	<u>78,530</u>
<b>CHANGE IN FUND BALANCE</b>	(157,981)	1,422	159,403	16,907
<b>BEGINNING FUND BALANCE</b>	157,981	157,981	-	141,074
<b>ENDING FUND BALANCE</b>	<u>\$ -</u>	<u>\$ 159,403</u>	<u>\$ 159,403</u>	<u>\$ 157,981</u>

See accompanying Independent Auditors' Report.

## **CAPITAL PROJECTS FUND**

This fund is used to account for the District's building project.

**WELDON VALLEY SCHOOL DISTRICT RE-20J**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**Budget and Actual**  
**Building Fund**  
**For the Year Ended June 30, 2010**  
**(With Comparative Totals for the Year Ended June 30, 2009)**

	<b>2010</b>		<b>Variance with Final Budget</b>	<b>2009 Actual</b>
	<b>Final Budget</b>	<b>Actual</b>		
<b>REVENUES</b>				
<b>Local Sources</b>				
Investment Earnings	\$ 200	\$ 303	\$ 103	\$ 491
<b>State Sources</b>				
State Grants from CDE				
School Construction and Renovation Project	1,400,000	1,243,015	(156,985)	-
<b>TOTAL REVENUES</b>	<u>1,400,200</u>	<u>1,243,318</u>	<u>(156,882)</u>	<u>491</u>
<b>EXPENDITURES</b>				
<b>Facilities/Capital Outlay</b>				
PS - Professional	33,464	-	33,464	2,650
Buildings	2,600,000	2,233,110	366,890	-
Equipment	-	-	-	16,411
<b>TOTAL EXPENDITURES</b>	<u>2,633,464</u>	<u>2,233,110</u>	<u>400,354</u>	<u>19,061</u>
<b>REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES</b>	(1,233,264)	(989,792)	243,472	(18,570)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers	1,200,000	956,329	(243,671)	-
<b>CHANGE IN FUND BALANCE</b>	(33,264)	(33,463)	(199)	(18,570)
<b>BEGINNING FUND BALANCE</b>	33,264	33,463	199	52,033
<b>ENDING FUND BALANCE</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 33,463</u>

See accompanying Independent Auditors' Report.

## **PROPRIETARY FUNDS**

Proprietary Funds account for operations that are financed and operated in a manner similar to private enterprises, where the cost of providing goods or services to the general public is financed or recovered primarily by user charges, or activities that provide direct support to the District's other funds.

The District has one enterprise fund as follows:

### **Food Service Fund**

This fund accounts for all financial activities associated with the District school lunch program.

**WELDON VALLEY SCHOOL DISTRICT RE-20J**  
**Schedule of Revenues, Expenses and Changes in Net Assets**  
**Budget and Actual**  
**Food Service Fund**  
**For the Year Ended June 30, 2010**  
**(With Comparative Totals for the Year Ended June 30, 2009)**

	<b>2010</b>		<b>Variance with Final Budget</b>	<b>2009</b>
	<b>Final Budget</b>	<b>Actual</b>		<b>Actual</b>
<b>OPERATING REVENUES</b>				
Food Service Revenue	\$ 24,000	\$ 26,479	\$ 2,479	\$ 27,107
Other Local	31,790	-	(31,790)	-
<b>TOTAL OPERATING REVENUES</b>	<u>55,790</u>	<u>26,479</u>	<u>(29,311)</u>	<u>27,107</u>
<b>OPERATING EXPENSES</b>				
<b>Food Service</b>				
Salaries	38,607	37,374	1,233	36,694
Benefits	15,766	14,231	1,535	14,067
PS - Professional	850	188	662	166
PS - Property	4,500	80	4,420	(972)
PS - Other	110	57	53	19
Supplies	3,050	2,284	766	2,613
Food	54,576	40,748	13,828	41,616
Commodities	750	3,280	(2,530)	10,420
<b>TOTAL OPERATING EXPENSES</b>	<u>118,209</u>	<u>98,242</u>	<u>19,967</u>	<u>104,623</u>
<b>OPERATING INCOME (LOSS)</b>	<u>(62,419)</u>	<u>(71,763)</u>	<u>(9,344)</u>	<u>(77,516)</u>
<b>OTHER REVENUES (EXPENSES)</b>				
State Grants from CDE				
State Match - Child Nutrition	900	889	(11)	933
Smart Start Nutrition	-	202	202	313
State K-2 Reduced Lunch	-	103	103	46
Federal Grants from CDE				
School Breakfast Program	3,500	3,735	235	4,469
National School Lunch Program	21,000	21,301	301	22,781
<b>NET OTHER REVENUES (EXPENSES)</b>	<u>25,400</u>	<u>26,230</u>	<u>830</u>	<u>28,542</u>
<b>CHANGE IN NET ASSETS BEFORE TRANSFERS</b>	<u>(37,019)</u>	<u>(45,533)</u>	<u>(8,514)</u>	<u>(48,974)</u>
<b>Transfers</b>	<u>37,019</u>	<u>37,019</u>	<u>-</u>	<u>43,019</u>
<b>CHANGE IN NET ASSETS - BUDGETARY BASIS</b>	<u>-</u>	<u>(8,514)</u>	<u>(8,514)</u>	<u>(5,955)</u>
<b>ADJUSTMENTS TO GAAP BASIS</b>				
Commodity Revenue	-	4,153	4,153	7,660
Depreciation	-	(2,910)	(2,910)	(2,996)
<b>CHANGE IN NET ASSETS - GAAP BASIS</b>	<u>-</u>	<u>(7,271)</u>	<u>(7,271)</u>	<u>(1,291)</u>
<b>BEGINNING NET ASSETS</b>	<u>31,790</u>	<u>31,790</u>	<u>-</u>	<u>33,081</u>
<b>ENDING NET ASSETS</b>	<u>\$ 31,790</u>	<u>\$ 24,519</u>	<u>\$ (7,271)</u>	<u>\$ 31,790</u>

See accompanying Independent Auditors' Report.

## **FIDUCIARY (TRUST AND AGENCY) FUNDS**

Trust and Agency Funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private and student groups.

The District has established an Agency Fund (Cafeteria Agency Fund) to account for assets held in trust by the District for District employee benefits provided under Internal Revenue Code Section 125. This fund is custodial and does not measure the results of operations.

**WELDON VALLEY SCHOOL DISTRICT RE-20J**  
**Schedule of Changes in Fiduciary Net Assets**  
**Budget and Actual**  
**Fiduciary Funds**  
**Cafeteria Agency Fund Fund**  
**For the Year Ended June 30, 2010**  
**(With Comparative Totals for the Year Ended June 30, 2009)**

	<u>2010</u>		<b>Variance with Final</b>	<u>2009</u>	
	<b>Final Budget</b>	<b>Actual</b>		<b>Budget</b>	<b>Actual</b>
<b>ADDITIONS</b>					
Local Sources	\$ 4,500	\$ 2,380	\$ (2,120)	\$ 2,840	
<b>DEDUCTIONS</b>					
Other Supporting Services	<u>4,500</u>	<u>1,599</u>	<u>2,901</u>	<u>2,220</u>	
<b>CHANGE IN NET ASSETS</b>	-	781	781	620	
<b>BEGINNING NET ASSETS</b>	<u>1,686</u>	<u>1,686</u>	-	<u>1,066</u>	
<b>ENDING NET ASSETS</b>	<u><u>\$ 1,686</u></u>	<u><u>\$ 2,467</u></u>	<u><u>\$ 781</u></u>	<u><u>\$ 1,686</u></u>	

See accompanying Independent Auditors' Report.

## **STATE COMPLIANCE**

Board of Education  
Weldon Valley School District RE-20J  
Weldona, Colorado

INDEPENDENT AUDITORS' REPORT ON AUDITOR'S ELECTRONIC  
FINANCIAL DATA INTEGRITY CHECK FIGURES AND  
BOLDED BALANCE SHEET REPORTS

We have audited the basic financial statements of Weldon Valley School District RE-20J, as of and for the year ended June 30, 2010, and have issued our report thereon dated December 9, 2010. These basic financial statements are the responsibility of Weldon Valley School District RE-20J's management. Our responsibility is to express an opinion on these basic financial statements based on our audit.

We conducted our audit in accordance with U.S. generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements of Weldon Valley School District RE-20J, taken as a whole and on the combining and individual fund financial statements. The accompanying Auditor's Electronic Financial Data Integrity Check Figures and Bolded Balance Sheet Reports are presented for purposes of additional analysis and are not a required part of the basic financial statements. The information in these schedules has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly presented in all material respects in relation to the basic financial statements taken as a whole.

*Johnson, Holscher & Company, P.C.*

Centennial, CO  
December 29, 2010

12/29/2010  
11:43 AM

Colorado Department of Education  
Fiscal Year 2009-2010  
Colorado School District/BOCES  
Auditor's Integrity Report

MORGAN WELDON VALLEY RE-20(J)  
District Code: 2505

Revenues, Expenditures, & Fund Balance by Fund

Fund Type & Number	Beg Fund Balance & Prior Per Adj (6880*) +	1000 - 5999 Total Revenues & Other Sources -	0001 - 0999 Total Expenditures & Other Uses =	6700 - 6799 & Prior Per Adj (6880*) Ending Fund Balance
Governmental				
10 General Fund	1,772,983	1,323,009	2,015,470	1,080,522
18 Risk Mgmt Sub-Fund of General Fund	35,233	34,000	41,271	27,962
19 Colorado Preschool Program Fund	67,111	80,653	76,583	71,181
Subtotal	1,875,328	1,437,662	2,133,324	1,179,665
11 Charter School Fund	0	0	0	0
20,26-29 Special Revenue Fund	0	0	0	0
21 Capital Reserve Spec Revenue Fund	30,211	45,000	20,955	54,256
22 Govt Designated-Purpose Grants Fund	0	0	0	0
23 Pupil Activity Special Revenue Fund	83,769	86,519	90,710	79,578
24 Full Day Kindergarten Mill Levy Override	0	0	0	0
25 Transportation Fund	0	0	0	0
30 Debt Service Fund	0	0	0	0
31 Bond Redemption Fund	157,981	79,461	78,038	159,403
41 Building Fund	33,463	2,199,647	2,233,110	0
42 Special Building Fund	0	0	0	0
43 Capital Reserve Capital Projects Fund	0	0	0	0
TOTALS	2,180,752	3,848,289	4,556,138	1,472,903
Proprietary				
51 Food Service Fund	31,790	93,881	101,152	24,519
50 Other Enterprise Funds	0	0	0	0
64 (63) Risk-Related Activity Fund	0	0	0	0
60,65-69 Other Internal Service Funds	0	0	0	0
TOTALS	31,790	93,881	101,152	24,519
Fiduciary				
70 Other Trust and Agency Funds	0	0	0	0
72 Private Purpose Trust Fund	0	0	0	0
73 Agency Fund	1,686	2,380	1,598	2,467
74 Pupil Activity Agency Fund	0	0	0	0
79 GASB 34:Permanent Fund	0	0	0	0
85 Foundations	0	0	0	0
TOTALS	1,686	2,380	1,598	2,467

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

From submitted data file: fd2505.13a

Program: fdrdh.sqr

File: fd2505.dba

FINAL

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

Desc/ Bolted Bal Sheet Codes	Governmental					Proprietary					Fiduciary			Totals
	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 21-29	Debt Service Funds 31-39	Capital Projects Funds 41-49	Enterprise Fund 51 (food)	Enterprise Funds 52-59	Other Risk-Related Activity Funds 63-64	Internal Service Funds 65-69	Trust & Agency Funds 72-79	Foundations Fund 85		
<b>ASSETS</b>														
Cash and Investments (8100-8104,8111)	965,610	0	76,930	133,834	153,481	233,610	13,097	0	0	0	0	0	2,467	1,579,029
Cash with Fiscal Agent (8105)	18,667	0	0	0	3,196	0	0	0	0	0	0	0	0	21,863
Other Investment Accounts (8112-8115)	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Taxes Receivable (8121,8122)	24,250	0	0	0	14,532	0	0	0	0	0	0	0	0	38,782
Interfund Loans Receivable (8131,8132)	226,115	0	0	0	0	0	0	0	0	0	0	0	0	226,115
Intergovernmental Accounts Rec (8141)	65	0	0	0	0	0	0	0	0	0	0	0	0	65
Grants Accounts Receivable (8142)	5,127	0	0	0	0	83,561	2,498	0	0	0	0	0	0	91,186
Other Receivables (8151-8154,8161)	1,500	0	0	0	0	0	0	0	0	0	0	0	0	1,500
Inventories (8171,8172,8173)	0	0	0	0	0	0	3,056	0	0	0	0	0	0	3,056
Prepaid Expenses (8181,8182)	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Other Current Assets (8191-8194,8199)	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Sites (8211)	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Site Improvements (8221)	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Accumulated Depreciation on Site Improvements (8222)	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Buildings (8241)	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Equipment (8231-8234)	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Machinery and Equipment (8241,8242,8251)	0	0	0	0	0	0	10,294	0	0	0	0	0	0	10,294
<b>Total Assets</b>	<b>1,241,333</b>	<b>0</b>	<b>76,930</b>	<b>133,834</b>	<b>171,208</b>	<b>317,171</b>	<b>28,945</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>2,467</b>	<b>1,971,888</b>
<b>LIABILITIES &amp; FUND EQUITY</b>														
<b>LIABILITIES</b>														
Interfund Payables (7401,7402)	0	0	0	0	0	226,115	0	0	0	0	0	0	0	226,115
Intergovernmental Payables (7411)	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Other Payables (7421-7423)	19,769	0	206	0	0	91,056	0	0	0	0	0	0	0	111,031
Contracts Payable (7431,7433)	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Accounts Payables (7441-7445,7451,7452,7455)	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Accrued Expenses (7461)	90,862	0	5,544	0	0	0	4,426	0	0	0	0	0	0	100,831
Payroll Ded. and Withholdings (7471-7473)	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Deferred Revenue (7481)	0	0	0	0	11,805	0	0	0	0	0	0	0	0	11,805
Grants Deferred Revenue (7482)	22,218	0	0	0	0	0	0	0	0	0	0	0	0	22,218
Other Current Liabilities (7491,7492,7499)	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Long-Term Liabilities (7521,7531,7561,7590)	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Compensated Absences (7541,)	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Note: Fund 90 District Debt Accounts 7511 through 7519 are not shown on this report														
<b>Total Liabilities</b>	<b>132,849</b>	<b>0</b>	<b>5,749</b>	<b>0</b>	<b>11,805</b>	<b>317,171</b>	<b>4,426</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>472,000</b>

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

Desc/ Bolted Bal Sheet Codes	Governmental					Proprietary					Fiduciary		
	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 21-29	Debt Service Funds 31-39	Capital Projects Funds 41-49	Enterprise Fund 51 (food)	Enterprise Funds 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds65-69(60)	Trust & Agency Funds Funds 72-79	Foundations Fund 85	Totals
<b>FUND EQUITY</b>													
Res. for Inv, Prepaid Exp, Enc (6751,6752,6753)	0	0	0	0	0	0	0	0	0	0	0	0	0
Other Reserved Fund Balances (6759)	0	0	0	0	0	0	0	0	0	0	0	0	0
Reserved Fund Balances (6760)	0	0	0	0	0	0	0	0	0	0	0	0	0
Reserved for TABOR 3% Reserved (6761)	114,000	0	0	0	0	0	0	0	0	0	0	0	114,000
Reserved for TABOR Multi-Year (6762)	0	0	0	0	0	0	0	0	0	0	0	0	0
Unrelated Fund Balance (6763)	0	0	0	0	0	0	0	0	0	0	0	0	0
Capital Renewal Reserve (6764)	0	0	0	0	0	0	0	0	0	0	0	0	0
Colorado Preschool Program (Restricted Under GASB 54) (6765)	0	0	0	0	0	0	0	0	0	0	0	0	0
Risk Related Activity Reserve (Restricted Under GASB 54) (6766)	0	0	0	0	0	0	0	0	0	0	0	0	0
Full Day Kindergarten Reserve (6767)	0	0	0	0	0	0	0	0	0	0	0	0	0
District Emergency Reserve (6768)	0	0	0	0	0	0	0	0	0	0	0	0	0
Unreserved Fund Balance (6770)	994,484	0	71,181	133,834	159,403	0	24,519	0	0	2,467	0	1,385,889	
Invest. in Cap. Assets(fund51) (6790)	0	0	0	0	0	0	0	0	0	0	0	0	0
Restricted Net Assets(fund 51) (6791)	0	0	0	0	0	0	0	0	0	0	0	0	0
Unrestricted Net Assets (6792)	0	0	0	0	0	0	0	0	0	0	0	0	0
Prior-Period Adjustment (6880)	0	0	0	0	0	0	0	0	0	0	0	0	0
<b>Total Fund Equity</b>	<b>1,108,484</b>	<b>0</b>	<b>71,181</b>	<b>133,834</b>	<b>159,403</b>	<b>0</b>	<b>24,519</b>	<b>0</b>	<b>0</b>	<b>2,467</b>	<b>0</b>	<b>1,499,889</b>	
<b>Total Liabilities &amp; Fund Equity</b>	<b>1,241,333</b>	<b>0</b>	<b>76,930</b>	<b>133,834</b>	<b>171,208</b>	<b>317,171</b>	<b>28,945</b>	<b>0</b>	<b>0</b>	<b>2,467</b>	<b>0</b>	<b>1,971,888</b>	
For Each Fund Type: Do Assets=Liability+Fund Equity	Yes:OK	Yes:OK	Yes:OK	Yes:OK	Yes:OK	Yes:OK	Yes:OK	Yes:OK	Yes:OK	Yes:OK	Yes:OK	Yes:OK	