

HI-PLAINS SCHOOL DISTRICT R-23
Vona, Colorado

Financial Statements
For the Year Ended June 30, 2011

HI-PLAINS SCHOOL DISTRICT R-23

Vona, Colorado
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INDEPENDENT AUDITOR'S REPORT

Board of Education
Hi-Plains School District R-23
Vona, Colorado 80861

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 Hi-Plains School District R-23, as of and for the year ended June 30, 2011, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District'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 basic 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 the aggregate remaining fund information of the Hi-Plains School District R-23, as of June 30, 2011, and the respective changes in financial position and, where applicable, the cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages a through g and 21 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Hi-Plains School District R-23's financial statements as a whole. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual nonmajor fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

WINFREY & COUNTY, PC
Certified Public Accountants

A handwritten signature in cursive script that reads "Gerald County".

by: Gerald County, CPA

October 13, 2011

HI-PLAINS SCHOOL DISTRICT R-23
Vona, Colorado
Management Discussion and Analysis
For the Year Ended June 30, 2011

Management of Hi-Plains School District R-23 offers readers of the basic financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2011. The focus of the information is on the primary government-general fund.

The District has adopted a financial reporting model promulgated by the Government Accounting Standards Board (GASB). In accordance with GASB Statement No. 34, *Basic Financial Statement and Management Discussion and Analysis for State and Local Governments*, the District is providing a comparative analysis of the government wide information.

Financial Highlights:

- The assets of the Hi-Plains School District R-23 exceeded its liabilities at the close of the most recent fiscal year, FY 2011, by \$1,705,346 (Total Net Assets), an increase of \$58,000 from the previous year.
- Of these funds, \$1,210,210 (Unrestricted Net Assets) may be used to meet the District's ongoing obligations, an increase of \$137,887 from the previous year.
- As of the close of the 2011 Fiscal Year, the District's governmental funds reported combined ending fund balances of \$1,372,195, an increase of \$130,885 from the previous year.
- The District had adequate funds available for all appropriations.

Overview of Financial Statements

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

Government-Wide Financial Statements

These statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net assets includes all of the District's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

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

Over time, increases or decreases in the District's net assets are an indication of whether its financial health is improving or deteriorating.

HI-PLAINS SCHOOL DISTRICT R-23
Vona, Colorado
Management Discussion and Analysis
For the Year Ended June 30, 2011
(continued)

The government-wide statements are divided into two categories:

Governmental activities - all of the District's basic services are included here, such as instruction, administration, operation of the buildings and grounds, and pupil transportation. Property taxes and state and federal subsidies and grants finance these activities.

Business-type activities - The District operates a food service operation and charges fees to students, staff, and visitors to help cover the costs of providing this service.

Fund Financial Statements

These statements provide detailed information about the most significant funds, not the District as a whole. Some funds are required by state law and bond requirements.

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

Proprietary funds - used to account for the District activities that are similar to business operations in the private sector: or where the reporting is on determining net income, financial position, changes in financial position, and a significant portion of the funding is through user charges. When the District charges customers for services it provides, these services are generally reported in proprietary funds. The Food Service Fund is the District's proprietary fund and is the same as the business-type activities reported in the government-wide statements.

Fiduciary Funds - acts as a trustee, or fiduciary for student activities. These activities are excluded from the District's other financial statements because the District cannot use these assets to finance its operations.

HI-PLAINS SCHOOL DISTRICT R-23
Vona, Colorado
Management Discussion and Analysis
For the Year Ended June 30, 2011
(continued)

Financial Analysis of the District as a Whole:

The District's total net assets were \$1,705,346 at June 30, 2011.

Table 1
Fiscal Year Ended June 30, 2011
Net Assets

	<u>Government Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>6/30/2011</u>	<u>6/30/2010</u>	<u>6/30/2010</u>	<u>6/30/2010</u>	<u>6/30/2011</u>	<u>6/30/2010</u>
Current and other assets	1,488,541	1,363,311	35,351	47,526	1,523,892	1,410,837
Capital assets	<u>305,887</u>	<u>366,198</u>	<u>0</u>	<u>53</u>	<u>305,887</u>	<u>366,251</u>
Total assets	1,794,427	1,729,508	35,351	47,579	1,829,779	1,777,088
Current and other liabilities	116,346	122,001	8,087	7,741	124,432	129,742
Net Assets						
Invested in capital assets,						
net of related debt	305,887	366,198	0	53	305,887	366,251
Restricted for Tabor	45,229	49,054	0	0	45,229	49,054
Restricted for Preschool	18,417	34,115	0	0	18,417	34,115
Restricted for Inventory	0	0	5,504	5,031	5,504	5,031
Restricted for Capital Projects	120,099	120,099	0	0	120,099	120,099
Unrestricted	<u>1,188,449</u>	<u>1,038,041</u>	<u>21,761</u>	<u>34,755</u>	<u>1,210,210</u>	<u>1,072,796</u>
Total Net Assets	<u>1,678,082</u>	<u>1,607,507</u>	<u>27,265</u>	<u>39,839</u>	<u>1,705,346</u>	<u>1,647,346</u>

As noted earlier, net assets may serve over time as a useful indicator of the District's financial position. In the case of the Hi-Plains School District, assets exceed liabilities by approximately \$1,705,346, an increase of \$58,000 from 2010.

Of the District's \$1,829,779 in assets, \$305,887 (17%), (a decrease of \$60,364), reflects investment in capital assets (e.g. land, buildings, infrastructure, machinery, and equipment). The District uses capital assets to provide services to students; consequently, these assets are not available for future spending. The unrestricted net assets of \$1,210,210 (an increase of \$137,414) may be used to meet the District's ongoing financial obligations.

The results of this year's operations as a whole are reported in the Statement of Activities on Page 2. All expenses are reported in the first column. Specific charges, grants, revenues and subsidies that directly relate to specific expense categories are represented to determine the final amount of the District's activities that are supported by other general revenues. The two largest general revenues are the equalization provided by the State of Colorado Department of Education (\$900,555) (55%) and the property taxes assessed to District taxpayers (\$475,130) (29%) of the total revenue. Specific Ownership Taxes of \$48,456 (2.9%). PPOR was \$1,424,141.

HI-PLAINS SCHOOL DISTRICT R-23
Vona, Colorado
Management Discussion and Analysis
For the Year Ended June 30, 2011
(continued)

Table 2 takes the information from that statement, rearranges it slightly, so you can see our total revenues for the year equals \$1,714,171 as \$32,000 was a transfer to the Food Service Fund.

Table 2
Fiscal Year Ended June 30, 2011
Change in Net Assets

	<u>Government Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>6/30/2011</u>	<u>6/30/2010</u>	<u>6/30/2011</u>	<u>6/30/2010</u>	<u>6/30/2011</u>	<u>6/30/2010</u>
REVENUES						
Program Revenues						
Charges for service	16,131	20,571	18,109	22,094	34,240	42,665
Operating grants	175,453	122,154	39,376	42,384	214,830	164,538
Capital Grants/Contributions	5,546	5,821			5,546	5,821
General Revenues						
Property taxes	475,130	393,238			475,130	393,238
Auto taxes	48,456	44,247			48,456	44,247
State Equalization	900,555	1,112,428			900,555	1,112,428
Other	35,282	34,742	131	165	35,413	34,907
Sale of Assets	0	1,955	0	0	0	1,955
Transfers	<u>(32,000)</u>	<u>(38,000)</u>	<u>32,000</u>	<u>38,000</u>	<u>0</u>	<u>0</u>
Total Revenues	1,624,554	1,697,156	89,617	102,643	1,714,171	1,799,799
EXPENSES						
Instruction	846,364	861,723			846,364	861,723
Pupil services	32,993	31,977			32,993	31,977
Instructional services	5,031	21,412			5,031	21,412
General administration	187,078	175,715			187,078	175,715
School administration	67,709	63,990			67,709	63,990
Business	56,373	55,548			56,373	55,548
Operations & maintenance	184,200	195,146			184,200	195,146
Pupil transportation	128,072	127,941			128,072	127,941
Central services	31,833	36,330			31,833	36,330
Day Care	0	8,676			0	8,676
Noninstructional	14,328	18,720			14,328	18,720
Food Services	<u>0</u>	<u>0</u>	<u>102,191</u>	<u>98,420</u>	<u>102,191</u>	<u>98,420</u>
Total Expenses	<u>1,553,979</u>	<u>1,597,178</u>	<u>102,191</u>	<u>98,420</u>	<u>1,656,170</u>	<u>1,695,598</u>
Increase (decrease) in net assets	<u>70,574</u>	<u>99,978</u>	<u>(12,574)</u>	<u>4,223</u>	<u>58,001</u>	<u>104,201</u>

HI-PLAINS SCHOOL DISTRICT R-23
Vona, Colorado
Management Discussion and Analysis
For the Year Ended June 30, 2011
(continued)

The District Funds

At June 30, 2011, the District governmental funds reported a combined fund balance of \$1,372,195 which is an increase of \$130,885. The primary reasons for this increase are:

General Fund

Revenues of \$1,640,181 decreased by \$78,512 and expenditures of \$1,478,582 decreased by \$38,529. Excess of revenues over expenditures was \$161,896. The ending fund balance increased by \$120,140 due to operating transfers of \$9,000 to Student Activity Fund, \$32,000 to Food Service Fund, and SWAP \$756.

Capital Reserve Fund

The Capital Reserve Fund was closed and the fund balance of \$169,062 was transferred to the Capital Projects Fund. No expenditures were made in the Capital Projects Fund.

Student Activity Fund

Revenues of \$13,731 plus a transfer of \$9,000 transfer from General Fund expenditures of \$14,328, resulting in an ending fund balance of \$16,225, an increase of \$8,403. Without the transfer of \$9,000 from the General Fund, the Student Athletics Fund would have shown a net loss of \$597.

Food Service Fund

Revenues of \$89,617 (includes \$32,000 transfer from General Fund) and expenditures of \$102,191, resulting in an ending fund balance of \$27,265, a decrease of \$12,574. Without the transfer of \$32,000 from the General Fund, the Food Service Fund would have shown a net loss of \$44,574.

Financial Analysis of the District's Funds:

The financial condition of the school remains strong as the 2011 Ending Fund Balance in the General Fund increased in the amount of \$120,140 compared to the Ending Fund Balance in 2010.

HI-PLAINS SCHOOL DISTRICT R-23
Vona, Colorado
Management Discussion and Analysis
For the Year Ended June 30, 2011
(continued)

Budgets

No amendments were made the budget.

Capital Assets and Debt Administration

At June 30, 2011, the District had \$305,887 invested in capital assets. This represents a decrease of \$60,364 because depreciation expense.

	<u>At June 30, 2011</u>			<u>Prior Year</u>		
	Governmental	Business-type	Total	Governmental	Business-type	Total
	<u>Activities</u>	<u>Activities</u>		<u>Activities</u>	<u>Activities</u>	
Sites	10,750		10,750	10,750		10,750
Site Improvements	5,504		5,504	5,504		5,504
Buildings	1,066,549		1,066,549	1,066,549		1,066,549
Equipment	231,186	3,318	234,504	231,186	3,318	234,504
Transportation	<u>297,176</u>	<u>0</u>	<u>297,176</u>	<u>297,176</u>	<u>0</u>	<u>297,176</u>
Total capital assets	1,611,165	3,318	1,614,483	1,611,165	3,318	1,614,483
Accumulated depreciation	<u>(1,305,279)</u>	<u>(3,318)</u>	<u>(1,308,597)</u>	<u>(1,244,968)</u>	<u>(3,265)</u>	<u>(1,248,233)</u>
Total capital assets	<u>305,887</u>	<u>0</u>	<u>305,887</u>	<u>366,198</u>	<u>53</u>	<u>366,251</u>

HI-PLAINS SCHOOL DISTRICT R-23
Vona, Colorado
Management Discussion and Analysis
For the Year Ended June 30, 2011
(continued)

Economic Factors and Next Year's Budget and Rates:

The economy in our community is stable. The property valuations for our school district decreased from \$14,786,627 to \$14,268,447. The property valuations help determine how much equalization the state of Colorado contributes to schools.

The factors that affect next year's budget are small enrollment numbers, the local economy, continued pressure from high fuel prices and rescissions from the State of Colorado and the Colorado Department of Education. We also expect an additional rescission from the state of Colorado.

The FY11-12 budget was established in compliance with the Hi-Plains School District Board of Education's policy manual. The third and fourth grade classes are combined in a multi-level classroom. The 5th and 6th grades are also combined in multi-level classroom. The combination classes continue to be evaluated closely regarding the effectiveness of learning. The combination classes reduce our certified staff by 2 FTE. The ending fund balance in the General Fund increased during the FY10-11 fiscal year by \$120,140. The increase is in part due to reducing the number of teaching positions. The reduced staff numbers helps ease the pressures on the budget, however, continued budget reductions are needed to reduce spending. Projected enrollments are declining.

The current budget reflects the transfers to the food service and the pupil activity funds. The Hi-Plains School District increased staff salaries by one step for all certified and classified personnel for the FY11-12 budget.

The preliminary budget for FY11-12 was based on the enrollment of 105 students. The calculated funded pupil count was 108. The school district enrolled 129 students on October 1st. for a funded pupil count of 116. The funded pupil count will be based on the enrollment as of October 1st.

Contacting the District Financial Management

Our financial report is designed to provide a general overview of the District's finances for all those with an interest in the District's finances. Questions concerning the information provided in this report or requests for additional information should be addressed to the Superintendent of School at Hi-Plains School District R-23, P.O. Box 9, Vona, CO 80861.



BASIC FINANCIAL STATEMENTS

HI-PLAINS SCHOOL NUMBER R-23
Vona, Colorado
Statement of Net Assets
June 30, 2011

	Governmental <u>Activities</u>	Business-type <u>Activities</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	630,203	29,848	660,050
Certificates of deposit	821,447	0	821,447
Accounts/grants receivable	761	0	761
Inventory	0	5,504	5,504
Accrued property taxes receivable	36,131	0	36,131
Capital assets, net of accumulated depreciation	<u>305,887</u>	<u>0</u>	<u>305,887</u>
Total Assets	1,794,427	35,351	1,829,779
LIABILITIES			
Accounts payable	0	227	227
Accrued salaries payable	<u>116,346</u>	<u>7,860</u>	<u>124,206</u>
Total Liabilities	116,346	8,087	124,432
NET ASSETS			
Invested in capital assets, net of related debt	305,887	0	305,887
Restricted for Tabor	45,229	0	45,229
Restricted for Preschool	18,417	0	18,417
Restricted for Inventory	0	5,504	5,504
Restricted for Capital Projects	120,099	0	120,099
Unrestricted	<u>1,188,449</u>	<u>21,761</u>	<u>1,210,210</u>
Total Net Assets	<u>1,678,082</u>	<u>27,265</u>	<u>1,705,346</u>

HI-PLAINS SCHOOL DISTRICT R-23
Vona, Colorado
Statement of Activities
For the Year Ended June 30, 2011

	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Service</u>	<u>Operating Grants & Contributions</u>	<u>Capital Grants & Contributions</u>
Governmental Activities				
Instructional	846,364	2,400	146,832	5,546
Support Services				
Pupil services	32,993			
Instructional services	5,031			
General administration	187,078			
School administration	67,709			
Business	56,373			
Operations & maintenance	184,200			
Pupil transportation	128,072		28,621	
Central services	31,833			
Non Instructional	<u>14,328</u>	<u>13,731</u>	<u>0</u>	<u>0</u>
Total Governmental Activities	1,553,979	16,131	175,453	5,546
Business Type Activities				
Food Services	<u>102,191</u>	<u>18,109</u>	<u>39,376</u>	<u>0</u>
Total	<u>1,656,170</u>	<u>34,240</u>	<u>214,830</u>	<u>5,546</u>

General revenues:

Taxes

 Property taxes, levied for general purposes

 Specific ownership taxes

State Equalization

Miscellaneous

Investment earnings

Sale of assets

Transfers

 Total General Revenues

Change in Net Assets

Net Assets - Beginning

Net Assets - Ending

Net (Expense) Revenue and Changes in Net Assets

<u>Governmental Activities</u>	<u>Business Activities</u>	<u>Total</u>
(691,585)		(691,585)
(32,993)		(32,993)
(5,031)		(5,031)
(187,078)		(187,078)
(67,709)		(67,709)
(56,373)		(56,373)
(184,200)		(184,200)
(99,451)		(99,451)
(31,833)		(31,833)
<u>(597)</u>		<u>(597)</u>
(1,356,849)	0	(1,356,849)
0	<u>(44,705)</u>	<u>(44,705)</u>
(1,356,849)	(44,705)	(1,401,554)
475,130		475,130
48,456		48,456
900,555		900,555
20,113		20,113
15,169	131	15,300
0		0
<u>(32,000)</u>	<u>32,000</u>	<u>0</u>
<u>1,427,423</u>	<u>32,131</u>	<u>1,459,554</u>
70,574	(12,574)	58,001
<u>1,607,507</u>	<u>39,839</u>	<u>1,647,346</u>
<u>1,678,082</u>	<u>27,265</u>	<u>1,705,346</u>



HI-PLAINS SCHOOL NUMBER R-23
Vona, Colorado
Balance Sheet
Governmental Funds
June 30, 2011

	<u>General</u>	<u>Capital Projects</u>	<u>NonMajor</u>	<u>Total Governmental Funds</u>
ASSETS				
Cash and cash equivalents	442,573	171,404	16,225	630,203
Certificates of deposit	821,447	0	0	821,447
Accrued property taxes receivable	36,131	0	0	36,131
Accounts/grants receivable	<u>761</u>	<u>0</u>	<u>0</u>	<u>761</u>
Total Assets	<u>1,300,911</u>	<u>171,404</u>	<u>16,225</u>	<u>1,488,541</u>
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	0	0	0	0
Accrued salaries payable	<u>116,346</u>	<u>0</u>	<u>0</u>	<u>116,346</u>
Total Liabilities	116,346	0	0	116,346
Fund Balances				
Restricted for				
Tabor Emergencies	45,229	0	0	45,229
Preschool	18,417	0	0	18,417
Capital Projects	0	120,099	0	120,099
Committed for Capital Projects	0	51,305	0	51,305
Assigned for Student Activities	0	0	16,225	16,225
Unassigned	<u>1,120,919</u>	<u>0</u>	<u>0</u>	<u>1,120,919</u>
Total Fund Balances	<u>1,184,566</u>	<u>171,404</u>	<u>16,225</u>	<u>1,372,195</u>
Total Liabilities and Fund Balances	<u>1,300,911</u>	<u>171,404</u>	<u>16,225</u>	<u>1,488,541</u>

Reconciliation of the Balance Sheet - Governmental Funds to the Statement of Net Assets

Total Governmental Fund Balances 1,372,195

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

Capital assets used in governmental activities are not financial resources and
therefore are not reported in the funds 305,887

Net Assets of Governmental Activities 1,678,082

HI-PLAINS SCHOOL NUMBER R-23
Vona, Colorado
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2011

	<u>General</u>	<u>Capital Projects</u>	<u>NonMajor Student Activity</u>	<u>Total Governmental Funds</u>
REVENUES				
Local Sources				
Property Taxes	471,893	0	0	471,893
Specific Ownership Taxes	48,456	0	0	48,456
Delinquent Taxes & Penalties	3,237	0	0	3,237
Interest	14,827	342	0	15,169
Day Care	0	0	0	0
Other	26,060	2,000	13,731	41,791
Intergovernmental				
State Sources				
Equalization	900,555	0	0	900,555
Other	66,526	0	0	66,526
Federal Sources	<u>108,927</u>	<u>0</u>	<u>0</u>	<u>108,927</u>
Total Revenues	1,640,481	2,342	13,731	1,656,554
EXPENDITURES				
Current				
Instruction	800,833	0	0	800,833
Supporting Services				
Students	32,993	0	0	32,993
Instructional staff services	5,031	0	0	5,031
General administration	187,078	0	0	187,078
School administration	67,709	0	0	67,709
Business	56,373	0	0	56,373
Operations & maintenance	181,464	0	0	181,464
Pupil transportation	109,870	0	0	109,870
Central services	31,077	0	0	31,077
Day Care	0	0	0	0
Non Instructional	0	0	14,328	14,328
Capital Outlay	<u>6,158</u>	<u>0</u>	<u>0</u>	<u>6,158</u>
Total Expenditures	1,478,585	0	14,328	1,492,912

HI-PLAINS SCHOOL NUMBER R-23
Vona, Colorado
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2011
(continued)

	<u>General</u>	<u>Capital Projects</u>	<u>NonMajor</u>	<u>Total Governmental Funds</u>
Revenues over (under) Expenditures	161,896	2,342	(597)	163,641
Other Financing Sources (Uses)				
Operating Transfers In (Out)	(41,000)	169,062	(160,062)	(32,000)
SWAP	<u>(756)</u>	<u>0</u>	<u>0</u>	<u>(756)</u>
Revenues & Other Sources over (under) Expenditures & Other Sources	120,140	171,404	(160,659)	130,885
Fund Balance - Beginning	<u>1,064,426</u>	<u>0</u>	<u>176,884</u>	<u>1,241,310</u>
Fund Balance - Ending	<u>1,184,566</u>	<u>171,404</u>	<u>16,225</u>	<u>1,372,195</u>

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund
Balances of Governmental Funds to the Statement of Activities

Net change in fund balances - total governmental funds	130,885
--	---------

Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation exceeds capital outlays in the period.

Capital outlays	0	
Depreciation expense	<u>(60,311)</u>	<u>(60,311)</u>
Change in net assets of government activities		<u>70,574</u>

HI-PLAINS SCHOOL NUMBER R-23
Vona, Colorado
Food Services Proprietary Fund
Statement of Net Assets
June 30, 2011

ASSETS	
Current Assets	
Cash In Bank	29,848
Accounts Receivable	0
Inventory	<u>5,504</u>
Total Current Assets	35,351
Fixed Assets	
Equipment	3,318
Less: Accumulated Depreciation	<u>(3,318)</u>
Net Fixed Assets	<u>0</u>
Total Assets	35,351
LIABILITIES	
Accounts Payable	227
Accrued Salaries & Benefits Payable	<u>7,860</u>
Total Current Liabilities	8,087
Net Assets	
Restricted for Inventory	5,504
Unrestricted	<u>21,761</u>
Total Net Assets	<u>27,265</u>

HI-PLAINS SCHOOL NUMBER R-23
Vona, Colorado
Statement of Revenues, Expenses & Changes in Net Assets
Food Services Proprietary Fund
For the Year Ended June 30, 2011

OPERATING REVENUES

Food Sales	
Student Meals	14,211
Adult Meals	<u>3,899</u>
Total Operating Revenues	18,109
COST OF FOOD SOLD	
Inventory - Beginning	5,031
Purchases	46,004
Salaries and Benefits	<u>47,970</u>
Sub total	99,005
Less Inventory - Ending	<u>5,504</u>
Cost of Food Sold	<u>93,501</u>
GROSS PROFIT (LOSS)	(75,392)
OPERATING EXPENSES	
Non-Food	2,821
Purchased Services	2,181
Non capital Equipment	3,634
Depreciation	<u>53</u>
Total Operating Expenses	8,689
Operating Income (Loss)	(84,081)
Non-Operating Income (Expense)	
Federal Aid	
Breakfast & Lunch	34,163
USDA Commodity Food Donations	3,942
Operating Transfers In	32,000
Interest Income	131
State Child Nutrition Grant	<u>1,272</u>
Total Non-Operating Income	71,507
Net Income (Loss)	(12,574)
Net Assets - Beginning	<u>39,839</u>
Net Assets - Ending	<u>27,265</u>

See auditor's report and notes to the financial statements.

HI-PLAINS SCHOOL NUMBER R-23
Vona, Colorado
Statement of Cash Flows
Food Services Proprietary Fund
For the Year Ended June 30, 2011

CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers	20,113
Payments to suppliers	(50,472)
Payments for salaries and benefits	<u>(47,851)</u>
Net Cash Provided by Operating Activities	(78,209)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
State Grants	1,272
Federal reimbursement	37,540
Operating transfer in	<u>32,000</u>
Net Cash Flows From Noncapital Financing Activities	70,812
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest income	<u>131</u>
Net increase (decrease) in cash	(7,267)
Cash Balance - beginning of year	<u>37,115</u>
Cash Balance - end of year	<u>29,848</u>
Reconciliation of operating income (loss) to net cash provided (used) by operations	
Operating income (loss)	(84,081)
Adjustments to reconcile net income to net cash provided	
by operating activities	
Depreciation	53
Non cash commodity expense	3,476
(Increase) decrease in:	
Accounts receivable	2,004
Inventory	(7)
(Decrease) increase in:	
Accounts payable	227
Accrued salaries & benefits payable	<u>119</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>(78,209)</u>
Noncash noncapital financing activities - USDA Commodities received	<u>3,942</u>

See auditor's report and notes to the financial statements.

HI-PLAINS SCHOOL NUMBER R-23
 Vona, Colorado
 Statement of Fiduciary Net Assets
 Student Activity Agency Fund
 June 30, 2011

ASSETS	Student Activity Fund
Cash in bank	<u>18,659</u>
NET ASSETS	
Held in trust for activities	<u>18,659</u>

Statement of Changes in Fiduciary Net Assets
 Student Activity Agency Fund
 For The Year Ended June 30, 2011

Additions	57,623
Deletions	<u>(58,961)</u>
Net increase (decrease) in net assets	(1,338)
Net Assets - Beginning	<u>19,998</u>
Net Assets - Ending	<u>18,659</u>



HI-PLAINS SCHOOL DISTRICT R-23
Vona, Colorado
Notes to the Financial Statements
June 30, 2011

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America. The District is a political subdivision of the State of Colorado which is governed by an elected board of 5 members. A summary of the Hi-Plains School District R-23's significant accounting policies applied in the preparation of these financial statements follows.

- A. Reporting Entity - The Governmental Accounting Standards Board (GASB) Statement No. 14 "The Financial Reporting Entity", established the criteria for determining the activities, organizations and functions of government to be included in the financial statements of the reporting entity. In evaluating the school as a reporting entity, management has addressed all potential component units which may or may not fall within the District's financial accountability. The criteria used to evaluate component units for possible inclusion as part of the District's reporting entity are financial accountability and the nature and significance of the relationship. The District is considered to be a primary government because it has a separately elected governing body, it is legally separate, and it is fiscally independent of other state and local governments. It has no component units. Neither is it a component unit of any other entity.

This report includes all funds of Hi-Plains School District R-23.

B. Basis of Presentation

Government-wide financial statements (i.e. the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the school district. As a general rule, the effect of interfund activity has been eliminated from these statements. Government activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely, to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable within a specific function or segment. Program revenues include charges to customers who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment. In addition, program revenues include grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

HI-PLAINS SCHOOL DISTRICT R-23
Vona, Colorado
Notes to the Financial Statements
June 30, 2011
(continued)

Fund financial statements are also provided in the report for all of the governmental funds, proprietary funds, and the fiduciary funds of the district. Major individual governmental funds and major individual proprietary funds are reported as separate columns in the fund financial statements. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by fund type.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the proprietary fund's principal ongoing operations. The principal operating revenues of the school district's proprietary fund are food service charges. Operating expenses for the school district's proprietary fund include food production costs, supplies, administrative costs, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

The District reports the following major governmental funds:

The general fund is the district's primary operating fund. It accounts for all financial resources except those required to be in another fund.

The capital projects fund accounts for acquisition of fixed assets and major repairs.

The Food Services Fund is the only proprietary fund and by definition is a major fund.

Additionally the district reports the Student Activity agency fund which accounts for cash held by the district for related organizations. It is custodial in nature and does not involve measurement of results of operations.

C. Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting as are the proprietary fund and the fiduciary fund statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Net assets (total assets less total liabilities) are used as a practical measure of economic resources and the operating statement includes all transactions and events that increased or decreased net assets. Depreciation is charged as expense against current operations and accumulated depreciation is reported on the statement of net assets.

HI-PLAINS SCHOOL DISTRICT R-23
Vona, Colorado
Notes to the Financial Statements
June 30, 2011
(continued)

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible with the current period or soon enough thereafter to pay liabilities of the current period. The government considers all revenues available if they are collected within 60 days after year end. Revenues from federal, state, and other grants designated for payment of specific school district expenditures are recognized when the related expenditures are incurred; accordingly, when such funds are received, they are recorded as deferred revenues until earned. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

D. Budgets and Budgetary Accounting

All funds must have budgets to be allowed expenditures. Budgets for all funds except proprietary funds are adopted on a basis consistent with generally accepted accounting principles. The proprietary funds are prepared on the accrual basis of accounting excluding depreciation expense. All annual appropriations lapse at year end.

Budget Calendar -

Submission of proposed budget to Board of Education by May 31. On June 10 or within ten days after submission of the proposed budget, a notice shall be published stating the proposed budget is on file and available for inspection.

Last date for final adoption of the budget and appropriation resolution is June 30.

January 31 is last date to change adopted budget.

By December 15, the Board of Education certifies to County Commissioners the mill levy against the assessed valuation for the general and bond redemption funds.

The legal level of budgetary control is at the individual fund level.

E. Encumbrances

Encumbrance accounting where purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation, is not utilized by the District.

HI-PLAINS SCHOOL DISTRICT R-23
Vona, Colorado
Notes to the Financial Statements
June 30, 2011
(continued)

F. Assets, Liabilities and Net Assets or Equity

1. Deposits

The District's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

State statutes authorize the District to deposit funds in institutions who are members of the federal deposit insurance corporation or the federal savings and loan insurance corporation to the extent that the deposit is insured by one of the above or is secured by pledge of eligible collateral as required by CRS 11-10.5-107

2. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/due from other funds". Any residual balances outstanding between the government activities and business-type activities are reported in the government-wide statements as "internal balances".

Accounts receivable and property taxes receivables are shown at gross. Uncollectibles have not been material.

3. Inventories

The purchase method is used to account for inventories in the governmental funds. Under this method, inventories are recorded as expenditures when purchased.

A physical inventory was taken as of June 30, 2011 for the Food Services proprietary fund. The inventory consisted of government donated commodities which were valued at estimated fair market value, and purchased commodities and supplies were both valued at cost using the first-in, first-out (FIFO) method.

4. Capital Assets

Capital assets, which include property, plant, and equipment, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the school district as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated fixed assets are recorded at their estimated fair value at the date of donation.

HI-PLAINS SCHOOL DISTRICT R-23
 Vona, Colorado
 Notes to the Financial Statements
 June 30, 2011
 (continued)

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

Property, plant and equipment are depreciated in the proprietary funds using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings & Site improvements	12-40
Equipment	10-20
Vehicles	7-12

The District does not have any infrastructure assets.

5. Compensated Absences

Allows all employees to accumulate annual/sick leave. Accumulated leave in excess of 30 days as of June 15th will be paid at the rate of \$30 per day. The 30 days accumulated leave will not be reimbursed upon the employees leaving the District.

6. Long-term Obligations

In the government-wide financial statements and proprietary fund types, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities of proprietary type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds issuance costs are reported as deferred charges and amortized over the term of the debt.

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

7. Estimates

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

HI-PLAINS SCHOOL DISTRICT R-23
 Vona, Colorado
 Notes to the Financial Statements
 June 30, 2011
 (continued)

8. Proprietary Fund FASB Usage

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed for proprietary activity financial statements to the extent that those statements do no conflict with or contradict guidance of the GASB.

9. Fund Balances and Net Assets

In the government-wide and proprietary fund financial statements, net assets are classified in the following categories;

Invested in Capital Assets, Net of Related Debt – this category groups all capital assets into one component of net assets. Accumulated depreciation and the outstanding debt balances that are attributable to the acquisition, construction or improvement of these assets reduce this category.

Restricted Net Assets – indicates that portion of net assets which has been legally segregated for specific purposes or is not available for appropriation

Unrestricted Net Assets – represents the amount which is not reserved for any purpose and is available for appropriation and expenditure in future periods.

When restricted and unrestricted funds are available, restricted are deemed first spent.

In the fund financial statements, fund balances of governmental funds are classified in the following categories;

Nonspendable – amounts that cannot be spent because they are either in non spendable form such as inventory and prepaid expenses, or legally or contractually required to be maintained intact such as the corpus of a permanent fund which is required to be retained in perpetuity. It also includes the long-term amount of loans and notes receivable, as well as property acquired for resale.

Restricted – when constraints placed on the use of resources are either (a) externally imposed by creditors or (b) imposed by law through constitutional provisions or enabling legislation.

Committed – amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Board of Trustees. These amounts cannot be changed except by taking the same type of action employed to previously commit these amounts.

Assigned – amounts that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed. Intent should be expressed by the governing body itself, or the Superintendent who has been delegated the authority to assign amounts to be used for specific purposes.

Unassigned – the residual for the general fund. The general fund should be the only fund that reports a positive unassigned fund balance amount.

When both restricted and unrestricted funds are available, restricted are deemed first spent.

At June 30, 2011 the amounts restricted were \$5,504 for inventory in the Food Service Fund, \$18,417 for preschool, \$45,229 for the Tabor Reserve, and \$120,099 for capital projects.

HI-PLAINS SCHOOL DISTRICT R-23
Vona, Colorado
Notes to the Financial Statements
June 30, 2011
(continued)

(2) STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

- A. Colorado voters passed an amendment to the State Constitution, Article X, Section 20, which has several limitations, including revenue raising, spending abilities, and other specific requirements of state and local governments. The Amendment is complex and subject to judicial interpretation. The District believes it is in compliance with the requirements of the amendment. However, the District has made certain interpretations of the amendment's language in order to determine its compliance.

In November of 1996, the voters of the District approved a ballot issue which allows the District to receive and spend all revenues received. Based upon this approval, the District considers the revenue and spending limits imposed by the Amendment no longer apply to the District.

- B. The District is in compliance with Financial Policies and Procedures Handbook prepared by the Colorado Department of Education.

(3) DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS

- A. Deposits and Investments - all are in two financial institutions. Deposits are displayed on the balance sheets as "Cash in Bank" and "Certificates of Deposit". They are carried at cost.

The Colorado Public Deposit Protection Act (PDPA) requires that all political subdivisions of the State deposit cash in eligible public depositories. Eligibility is determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized. The eligible collateral is specified under the PDPA. PDPA allows the institution to create a single collateral pool for all public funds. The pool for all the uninsured public deposits as a group is to be maintained by another institution or held in trust. The market value of the collateral must be at least equal to 102% of the aggregate uninsured deposits.

The Colorado Division of Banking 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.

Custodial Credit Risk - the risk that, in the event of bank failure, the District's deposits may not be returned to it. The District does not have a written deposit policy for custodial credit risk.

HI-PLAINS SCHOOL DISTRICT R-23
Vona, Colorado
Notes to the Financial Statements
June 30, 2011
(continued)

At June 30, 2011, the District's cash deposits had a bank balance and carrying balance as follows:

	Bank <u>Balance</u>	Carrying <u>Balance</u>
Insured (FDIC)	\$888,548	\$889,207
Deposits collateralized in two institutions pools	<u>664,342</u>	<u>610,950</u>
Total Cash	\$1,552,890	\$1,500,157
Amount of certificates of deposit		(821,447)
Amount with agency fund		<u>(18,659)</u>
Net cash		660,051

As presented above, deposits with a bank balance of \$664,342 and a carrying balance of \$610,950 as of June 30, 2011, are uninsured, are exposed to custodial credit risk, and are collateralized with securities held by the pledging financial institution.

- B. Accrued Property Taxes Receivable - the amount budgeted for the current year, not yet collected.

Property Tax Calendar - taxes are levied by December 15, tax bills are mailed January 1 of the following year, creating an enforceable lien on the property. If paid by installments of one-half each, the first is due February 28, the second June 15. If paid in one payment, the due date is April 30. Taxes are delinquent if not paid by those dates. Notice of delinquencies are mailed in September, and tax sales scheduled for November.

- C. Changes in General Fixed Assets

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental Activities				
Land & Sites	10,750	-0-	-0-	10,750
Improvements	5,504	-0-	-0-	5,504
Buildings	1,066,549	-0-	-0-	1,066,549
Equipment	231,186	-0-	-0-	231,186
Transportation	<u>297,176</u>	<u>-0-</u>	<u>-0-</u>	<u>297,176</u>
Total	1,611,165	-0-	-0-	1,611,165
Less Accumulated Depreciation				
Land & Sites	-0-	-0-	-0-	-0-
Improvements	1,101	183	-0-	1,284
Buildings	966,826	22,004	-0-	988,830
Equipment	78,080	19,922	-0-	98,002
Transportation	<u>198,961</u>	<u>18,202</u>	<u>-0-</u>	<u>217,163</u>
Total	<u>1,244,968</u>	<u>60,311</u>	<u>-0-</u>	<u>1,305,279</u>

HI-PLAINS SCHOOL DISTRICT R-23
Vona, Colorado
Notes to the Financial Statements
June 30, 2011
(continued)

Government Activities				
Capital Assets, Net	<u>366,197</u>	<u>(60,311)</u>	<u>-0-</u>	<u>305,886</u>
Business-Type Activities				
Equipment	3,318	-0-	-0-	3,318
Less Accumulated Depreciation	<u>3,265</u>	<u>53</u>	<u>-0-</u>	<u>3,318</u>
Business-Type Activities				
Capital Assets, Net	<u>53</u>	<u>(53)</u>	<u>-0-</u>	<u>-0-</u>

Depreciation expense for the governmental activities was allocated \$42,109 to instruction and \$18,202 to transportation.

(4) OTHER INFORMATION

- A. 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. The District has joined Colorado School District Self Insurance Pool, a public entity risk pool currently operating as a common risk management and insurance program for members. The District pays an annual premium to CSDSI for its property and casualty and workers' compensation insurance coverage. The intergovernmental agreement of formation of CSDSI provides that the Pool will be financially self-sustaining through member contributions and additional assessments, if necessary, and the Pool will purchase excess insurance through commercial companies for members' claims in excess of a specified self-insured retention, which is determined each policy year.

The District carries commercial insurance for all other risks of loss, including workers' compensation and employee health and accident insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

- B. Accrued Salaries and Benefits Payable - teachers and certain other instructional employees are budgeted and paid over a twelve month period from September 1 to August 31 but are earned over a school year of approximately a nine month period. The salaries earned but not paid at June 30 are shown as an accrued liability.
- C. Operating Transfers In (Out) - The General Fund transferred \$32,000 to the Food Services Fund, \$9,000 to the Student Activity Special Revenue Fund. The Capital Reserve Fund special revenue fund transferred \$169,062 to the Capital Projects Fund.

HI-PLAINS SCHOOL DISTRICT R-23
Vona, Colorado
Notes to the Financial Statements
June 30, 2011
(continued)

D. Defined Benefit Pension Plan

Plan Description - The District contributes to the School Division Trust Fund (SDTF), a cost sharing multi-employer defined benefit pension plan administered by the Public Employees' Retirement Association of Colorado (PERA). SDTF provides retirement and disability, annual increases, and death benefits for members or their beneficiaries. All employees of the District are members of the SDTF. 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 SDTF. That report may be obtained by writing to PERA, 1300 Logan Street, Denver, CO, 80203, or by calling PERA at 303-832-9550 or 1-800-759-7372.

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% and for the District is 14.75%. Also, a portion of the District's contribution (1.10% of covered salary) is allocated for the Health Care Trust Fund (see note E). The District's contributions to SDTF for the year ending June 30, 2009, 2010, and 2011 were \$106,308, \$114,162, and \$119,268, respectively, equal to their required contributions for each year.

E. Postemployment Healthcare Benefits

Plan Descriptions - 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 SDTF. That report may be obtained as described above.

Funding Policy - The District is required to contribute at a rate of 1.02% 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 CRS, as amended. The District's contributions to the HCF for the years ended June 30, 2009, 2010, and 2011 were \$8,938, \$8,864, and \$8,505, respectively, equal to their required contributions for each year.

HI-PLAINS SCHOOL DISTRICT R-23
Vona, Colorado
Notes to the Financial Statements
June 30, 2011
(continued)

- F. Joint Venture - The District participates in the East Central Board of Cooperative Educational Services which is not reflected in these financial statements. One member of the board is from the District. The Board has final authority for all budgeting and financing of the joint venture. Each member pays a \$2500 membership fee and then contributes additional monies in the relationship their student enrollment is to the total enrollment of all the members. At June 30, 2010, total assets were \$3,109,927, total liabilities were \$878,722, total net assets were \$2,231,205, revenues were \$10,311,085, and expenses were \$10,022,985.

Complete financial statements may be obtained from the BOCES office at 820 Second Street, Limon, CO 80828.



REQUIRED SUPPLEMENTARY INFORMATION

HI-PLAINS SCHOOL NUMBER R-23
Vona, Colorado
Budgetary Comparison Schedule - Major Governmental Funds
For the Year Ended June 30, 2011

	<u>General Fund</u>			Variance With Final Budget Positive (Negative)
	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Local sources	565,666	565,666	564,473	(1,193)
State Sources	982,983	982,983	967,080	(15,903)
Federal Sources	<u>50,275</u>	<u>50,275</u>	<u>108,927</u>	<u>58,652</u>
Total Revenues	1,598,924	1,598,924	1,640,481	41,557
EXPENDITURES				
Current				
Instruction	804,234	804,234	800,833	3,401
Supporting Services				
Pupils	33,329	33,329	32,993	336
Instructional Staff - Library	4,285	4,285	5,031	(746)
General Administration	196,524	196,524	187,078	9,447
School Administration	68,948	68,948	67,709	1,239
Business Services	58,367	58,367	56,373	1,994
Operations & Maintenance	198,935	198,935	181,464	17,471
Pupil Transportation	118,060	118,060	109,870	8,190
Central Support	32,549	32,549	31,077	1,472
Day Care	0	0	0	0
Capital Outlay	900	900	6,158	(5,258)
Appropriated reserves	<u>1,058,253</u>	<u>1,058,253</u>	<u>0</u>	<u>1,058,253</u>
Total Expenditures	<u>2,574,384</u>	<u>2,574,384</u>	<u>1,478,585</u>	<u>1,095,799</u>
Excess of revenues over (under) Expenditures	(975,460)	(975,460)	161,896	1,137,356
Other Financing Uses				
Operating Transfers In (Out)	(57,250)	(57,250)	(41,000)	16,250
SWAP	<u>0</u>	<u>0</u>	<u>(756)</u>	<u>(756)</u>
Excess of Revenues over (under) Expenditures & Other Uses	(1,032,710)	(1,032,710)	120,140	1,152,850
Fund Balance - Beginning	<u>1,030,310</u>	<u>1,030,310</u>	<u>1,064,426</u>	<u>34,116</u>
Fund Balance - Ending	<u>(2,400)</u>	<u>(2,400)</u>	<u>1,184,566</u>	<u>1,186,966</u>

See auditor's report and notes to the financial statements.

	<u>Capital Projects Fund</u>			Variance With Final Budget Positive (Negative)
	<u>Budgeted Amounts</u>		<u>Actual</u>	
	<u>Original</u>	<u>Final</u>		
REVENUES				
Local sources	800	800	2,342	1,542
State Sources	0	0	0	0
Federal Sources	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Revenues	800	800	2,342	1,542
EXPENDITURES				
Current				
Instruction				
Supporting Services				
Pupils				
Instructional Staff - Library				
General Administration				
School Administration				
Business Services				
Operations & Maintenance	12,050	12,050	0	12,050
Pupil Transportation				
Central Support				
Day Care				
Capital Outlay	5,000	5,000	0	5,000
Appropriated reserves	<u>169,062</u>	<u>169,062</u>	<u>0</u>	<u>169,062</u>
Total Expenditures	<u>186,112</u>	<u>186,112</u>	<u>0</u>	<u>186,112</u>
Excess of revenues over (under)				
Expenditures	(185,312)	(185,312)	2,342	187,654
Other Financing Uses				
Operating Transfers In (Out)	185,312	185,312	169,062	(16,250)
SWAP	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues over (under)				
Expenditures & Other Uses	0	0	171,404	171,404
Fund Balance - Beginning	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance - Ending	<u>0</u>	<u>0</u>	<u>171,404</u>	<u>171,404</u>

OTHER INFORMATION

GENERAL FUND

The General Fund is used to account for resources traditionally associated with government which are not required legally or by sound financial management to be accounted for in another fund.

HI-PLAINS SCHOOL NUMBER R-23
Vona, Colorado
General Fund
Comparative Balance Sheet

ASSETS	<u>6/30/11</u>	<u>6/30/10</u>	<u>Change</u>
Cash In Bank	442,573	317,099	125,474
Certificates of Deposit	821,447	807,927	13,520
Accounts Receivable	761	3,164	(2,404)
Accrued Property Tax Receivable	<u>36,131</u>	<u>58,237</u>	<u>(22,107)</u>
Total Assets	<u>1,300,911</u>	<u>1,186,427</u>	<u>114,485</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	0	849	(849)
Accrued Salaries and Benefits Payable	<u>116,346</u>	<u>121,152</u>	<u>(4,806)</u>
Total Liabilities	116,346	122,001	(5,656)
Fund Balance			
Restricted for TABOR	45,229	49,054	(3,825)
Restricted for Preschool	18,417	34,115	(15,698)
Unassigned	<u>1,120,919</u>	<u>981,257</u>	<u>139,662</u>
Total Fund Balance	<u>1,184,566</u>	<u>1,064,426</u>	<u>120,140</u>
Total Liabilities and Fund Balance	<u>1,300,911</u>	<u>1,186,427</u>	<u>114,485</u>

HI-PLAINS SCHOOL NUMBER R-23

Vona, Colorado

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Year Ended June 30, 2011

With Comparative Actual Amounts for the Year Ended June 30, 2010

REVENUES	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)	Actual Prior Year
Local Sources				
Property Taxes	471,512	471,893	381	391,006
Specific Ownership Taxes	53,713	48,456	(5,257)	44,247
Delinquent Taxes & Penalties	0	3,237	3,237	2,232
Investment Interest	16,000	14,827	(1,173)	17,679
Indirect Costs From Preschool	0	1,457	1,457	1,856
Day Care	0	0	0	5,645
Other	<u>24,441</u>	<u>24,603</u>	<u>162</u>	<u>21,746</u>
Total Local Sources	565,666	564,473	(1,193)	484,411
State Sources				
Equalization	944,978	900,555	(44,423)	1,112,428
Transportation	24,500	28,621	4,121	23,274
Other	<u>13,505</u>	<u>37,905</u>	<u>24,400</u>	<u>27,288</u>
Total State Sources	982,983	967,080	(15,903)	1,162,990
Federal Sources				
Grants	17,459	71,308	53,849	17,263
BOCES Flowthrough	<u>32,816</u>	<u>37,619</u>	<u>4,803</u>	<u>54,328</u>
Total Federal Sources	<u>50,275</u>	<u>108,927</u>	<u>58,652</u>	<u>71,591</u>
Total Revenues	1,598,924	1,640,481	41,557	1,718,993
Expenditures	<u>2,574,384</u>	<u>1,478,585</u>	<u>1,095,799</u>	<u>1,517,114</u>
Excess of Revenues over (under) Expenditures	(975,460)	161,896	1,137,356	201,878
Other Financing Uses				
Operating Transfers In (Out)	(57,250)	(41,000)	16,250	(78,000)
SWAP	<u>0</u>	<u>(756)</u>	<u>(756)</u>	<u>(518)</u>
Excess of Revenues over (under) Expenditures & Other Uses	(1,032,710)	120,140	1,152,850	123,360
Fund Balance - Beginning	<u>1,030,310</u>	<u>1,064,426</u>	<u>34,116</u>	<u>941,065</u>
Fund Balance - Ending	<u>(2,400)</u>	<u>1,184,566</u>	<u>1,186,966</u>	<u>1,064,426</u>

HI-PLAINS SCHOOL NUMBER R-23
Vona, Colorado
General Fund
Statement of Expenditures - Budget and Actual
For the Year Ended June 30, 2011
With Comparative Actual Amounts for the Year Ended June 30, 2010

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)	Actual Prior Year
INSTRUCTION				
Current				
Salaries	551,400	555,481	(4,081)	568,900
Employee Benefits	170,037	151,576	18,461	147,908
Purchased Services	31,802	26,509	5,293	41,525
Supplies and Material	26,495	44,497	(18,002)	33,093
Other	24,500	22,770	1,730	23,000
Capital Outlay	<u>900</u>	<u>3,421</u>	<u>(2,521)</u>	<u>3,321</u>
Total Instruction	805,134	804,255	879	817,747
 SUPPORTING SERVICES				
Pupil				
Current				
Salaries	9,812	9,813	(1)	9,725
Benefits	1,589	1,560	29	1,459
Purchased Services	21,528	21,367	161	20,194
Supplies and Material	<u>400</u>	<u>252</u>	<u>148</u>	<u>600</u>
Total Pupil	33,329	32,993	336	31,977
 Instructional Staff Services				
Current				
Salaries	0	2,501	(2,501)	14,083
Employee Benefits	0	360	(360)	5,612
Purchased Services	1,125	300	825	832
Supplies and Material	3,060	1,870	1,190	885
Other	<u>100</u>	<u>0</u>	<u>100</u>	<u>0</u>
Total Instructional Staff	4,285	5,031	(746)	21,412

HI-PLAINS SCHOOL NUMBER R-23
Vona, Colorado
General Fund
Statement of Expenditures - Budget and Actual
For the Year Ended June 30, 2011
With Comparative Actual Amounts for the Year Ended June 30, 2010
(continued)

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)	Actual Prior Year
SUPPORTING SERVICES (continued)				
General Administration				
Current				
Salaries	89,400	94,409	(5,009)	93,379
Employee Benefits	25,066	19,357	5,709	18,451
Purchased Services	29,350	34,946	(5,596)	30,806
Supplies and Material	45,458	30,672	14,786	26,245
Other	<u>7,250</u>	<u>7,693</u>	<u>(443)</u>	<u>6,834</u>
Total General Administration	196,524	187,078	9,446	175,715
School Administration				
Current				
Salaries	54,239	54,450	(211)	51,375
Employee Benefits	13,709	12,827	882	12,330
Purchased Services	<u>1,000</u>	<u>433</u>	<u>567</u>	<u>285</u>
Total School Administration	68,948	67,709	1,239	63,990
Business				
Current				
Salaries	32,050	32,050	0	31,650
Employee Benefits	10,662	10,489	173	10,165
Purchased Services	<u>15,655</u>	<u>13,834</u>	<u>1,821</u>	<u>13,733</u>
Total Business	58,367	56,373	1,994	55,548
Operations and Maintenance				
Current				
Salaries	55,646	62,633	(6,987)	57,264
Employee Benefits	17,551	12,002	5,549	17,001
Purchased Services	43,638	40,008	3,630	47,661
Supplies and Material	82,100	66,821	15,279	69,470
Capital Outlay	<u>0</u>	<u>2,737</u>	<u>(2,737)</u>	<u>3,749</u>
Total Operations & Maintenance	198,935	184,200	14,735	195,146

HI-PLAINS SCHOOL NUMBER R-23
Vona, Colorado
General Fund
Statement of Expenditures - Budget and Actual
For the Year Ended June 30, 2011
With Comparative Actual Amounts for the Year Ended June 30, 2010
(continued)

	<u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>	Actual Prior <u>Year</u>
SUPPORTING SERVICES (continued)				
Pupil Transportation				
Current				
Salaries	51,820	46,775	5,045	50,851
Employee Benefits	12,555	11,583	972	13,425
Purchased Services	11,215	7,604	3,611	15,376
Supplies and Material	42,470	43,907	(1,437)	33,685
Capital Outlay	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Transportation	118,060	109,870	8,190	113,337
Central Support Services				
Current				
Purchased Services	32,549	31,077	1,472	33,567
Day Care				
Current				
Salaries	0	0	0	7,426
Employee Benefits	0	0	0	994
Purchased Services	0	0	0	192
Supplies and Material	0	0	0	64
Capital Outlay	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Day Care	<u>0</u>	<u>0</u>	<u>0</u>	<u>8,676</u>
TOTAL SUPPORTING SERVICES	710,997	674,330	36,667	699,368
Appropriated Reserves	<u>1,058,253</u>	<u>0</u>	<u>1,058,253</u>	<u>0</u>
TOTAL EXPENDITURES	<u>2,574,384</u>	<u>1,478,585</u>	<u>1,095,799</u>	<u>1,517,114</u>

SPECIAL REVENUE FUNDS

Capital Reserve Fund - to account for acquisition of land and construction of structures thereon, or acquisition of land with existing structures thereon and equipment and furnishing therein; construction of additions to existing structures; procurement of equipment for new buildings and additions to existing buildings and installation thereof; alterations and improvements to existing structures where the estimated cost of such projects for labor and materials is in excess of two thousand five hundred dollars; and acquisition of school buses or other equipment, the estimated unit cost of which, including any necessary installations, is in excess of one thousand dollars. Lease agreements with option to purchase for a period of one year or less, including lease agreements consisting of a series of one-year terms renewable at the option of the District. Financing is provided by transfers from the General Fund.

Student Activity Fund - to account for expenditures for sports activities. Financing is provided by charges for admission and transfers from the General Fund.

HI-PLAINS SCHOOL NUMBER R-23
Vona, Colorado
Capital Reserve Special Revenue Fund
Comparative Balance Sheet

ASSETS	<u>6/30/11</u>	<u>6/30/10</u>	<u>Change</u>
Cash			
In Bank	<u>0</u>	<u>169,062</u>	<u>(169,062)</u>
FUND BALANCE	<u>0</u>	<u>169,062</u>	<u>(169,062)</u>

HI-PLAINS SCHOOL NUMBER R-23
Vona, Colorado
Capital Reserve Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2011
With Comparative Actual Amounts for the Year Ended June 30, 2010

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)	Actual Prior Year
REVENUES				
Local Sources				
Investment Earnings	0	0	0	588
Donations	0	0	0	2,000
Insurance Claim	<u>0</u>	<u>0</u>	<u>0</u>	<u>13,875</u>
Total Local Sources	0	0	0	16,463
Allocation From General Fund	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Revenues	0	0	0	16,463
EXPENDITURES				
Current				
Repairs	0	0	0	4,000
Supplies	0	0	0	0
Noncapital Equipment	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Current Expenditures	0	0	0	4,000
Capital Outlay				
Equipment	0	0	0	0
Vehicles	<u>0</u>	<u>0</u>	<u>0</u>	<u>35,951</u>
Total Capital Outlay	0	0	0	35,951
Debt Service	0	0	0	0
Appropriated Reserves	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>39,951</u>
Excess of Revenues over (under) Expenditures	0	0	0	(23,488)
Other Financing Sources				
Operating Transfer In	<u>(169,062)</u>	<u>(169,062)</u>	<u>0</u>	<u>32,500</u>
Excess of Revenues and Other Sources over (under) Expenditures	(169,062)	(169,062)	0	9,012
Fund Balance - Beginning	<u>169,062</u>	<u>169,062</u>	<u>0</u>	<u>160,050</u>
Fund Balance - Ending	<u>0</u>	<u>0</u>	<u>0</u>	<u>169,062</u>

See auditor's report and notes to the financial statements.

HI-PLAINS SCHOOL NUMBER R-23
Vona, Colorado
Student Activity Special Revenue Fund
Comparative Balance Sheet

	<u>6/30/11</u>	<u>6/30/10</u>	<u>Change</u>
ASSETS			
Cash			
In Bank	<u>16,225</u>	<u>7,822</u>	<u>8,403</u>
ASSIGNED FUND BALANCE	<u>16,225</u>	<u>7,822</u>	<u>8,403</u>

HI-PLAINS SCHOOL NUMBER R-23
Vona, Colorado
Student Activity Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2011
With Comparative Actual Amounts for the Year Ended June 30, 2010

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)	Actual Prior Year
REVENUE				
Gates admission	13,400	13,731	331	11,620
Operating transfers	<u>9,000</u>	<u>9,000</u>	<u>0</u>	<u>7,500</u>
Total Revenue	22,400	22,731	331	19,120
EXPENDITURES				
Non Instructional				
Benefits	0	85	(85)	159
Purchased services	18,500	10,548	7,952	17,114
Supplies	3,000	2,775	225	611
Other	900	920	(20)	835
Appropriated Reserve	<u>7,822</u>	<u>0</u>	<u>7,822</u>	<u>0</u>
Total Expenditures	<u>30,222</u>	<u>14,328</u>	<u>15,894</u>	<u>18,720</u>
Excess of Revenue over (under) Expenditures	(7,822)	8,403	16,225	401
Fund Balance - Beginning	<u>7,822</u>	<u>7,822</u>	<u>0</u>	<u>7,421</u>
Fund Balance - Ending	<u>0</u>	<u>16,225</u>	<u>16,225</u>	<u>7,822</u>



CAPITAL PROJECTS FUND

Capital Reserve Fund - to account for acquisition of land and construction of structures thereon, or acquisition of land with existing structures thereon and equipment and furnishing therein; construction of additions to existing structures; procurement of equipment for new buildings and additions to existing buildings and installation thereof; alterations and improvements to existing structures where the estimated cost of such projects for labor and materials is in excess of two thousand five hundred dollars; and acquisition of school buses or other equipment, the estimated unit cost of which, including any necessary installations, is in excess of one thousand dollars. Lease agreements with option to purchase for a period of one year or less, including lease agreements consisting of a series of one-year terms renewable at the option of the District. Financing is provided by an transfers from the General Fund.

HI-PLAINS SCHOOL NUMBER R-23
 Vona, Colorado
 Capital Reserve Capital Projects Fund
 Comparative Balance Sheet

ASSETS	<u>6/30/11</u>	<u>6/30/10</u>	<u>Change</u>
Cash	<u>171,404</u>	<u>0</u>	<u>171,404</u>
FUND BALANCE			
Restricted	120,099	0	120,099
Committed	<u>51,305</u>	<u>0</u>	<u>51,305</u>
Total Fund Balance	<u>171,404</u>	<u>0</u>	<u>171,404</u>

HI-PLAINS SCHOOL NUMBER R-23
Vona, Colorado
Capital Reserve Capital Projects Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2011

REVENUES	<u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Local Sources			
Interest income	800	342	(458)
Other	<u>0</u>	<u>2,000</u>	<u>2,000</u>
Total Revenues	800	2,342	1,542
EXPENDITURES			
Current			
Repairs	10,750	0	10,750
Purchased Services	<u>1,300</u>	<u>0</u>	<u>1,300</u>
Total Current Expenditures	12,050	0	12,050
Capital Outlay			
Equipment	5,000	0	5,000
Appropriated Reserve	<u>169,062</u>	<u>0</u>	<u>169,062</u>
Total Expenditures	<u>186,112</u>	<u>0</u>	<u>186,112</u>
Revenues over (under) Expenditures	(185,312)	2,342	187,654
OTHER FINANCING SOURCES			
Operating transfers in	<u>185,312</u>	<u>169,062</u>	(16,250)
Excess of Revenues and Other Sources over (under) Expenditures	0	171,404	171,404
Fund Balance - Beginning	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance - Ending	<u>0</u>	<u>171,404</u>	<u>171,404</u>



PROPRIETARY FUND

Food Services Fund - to account for revenues and expenses associated with providing hot lunches to students, teachers, and visitors.

HI-PLAINS SCHOOL NUMBER R-23
Vona, Colorado
Food Services Proprietary Fund
Comparative Statement of Net Assets

	<u>6/30/11</u>	<u>6/30/10</u>	<u>Change</u>
ASSETS			
Current Assets			
Cash In Bank	29,848	37,115	(7,267)
Accounts/Grants Receivable	0	5,381	(5,381)
Inventory	<u>5,504</u>	<u>5,031</u>	<u>473</u>
Total Current Assets	35,351	47,526	(12,175)
Fixed Assets			
Equipment	3,318	3,318	0
Less: Accumulated Depreciation	<u>(3,318)</u>	<u>(3,265)</u>	<u>(53)</u>
Net Fixed Assets	<u>0</u>	<u>53</u>	<u>(53)</u>
 Total Assets	 35,351	 47,579	 (12,228)
LIABILITIES AND FUND EQUITY			
Liabilities			
Accounts Payable	227	0	227
Accrued Salaries & Benefits Payable	<u>7,860</u>	<u>7,741</u>	<u>119</u>
Total Liabilities	<u>8,087</u>	<u>7,741</u>	<u>346</u>
 Net Assets	 <u>27,265</u>	 <u>39,839</u>	 <u>(12,574)</u>

HI-PLAINS SCHOOL NUMBER R-23
Vona, Colorado
Food Services Proprietary Fund
Statement of Revenues, Expenses, and Changes in Net Assets
Budget (Non GAAP Basis) and Actual
For the Year Ended June 30, 2011
With Comparative Actual Amounts for the Year Ended June 30, 2010

REVENUES	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)	Actual Prior Year
Charges for Service				
Student Meals	14,000	14,211	211	16,888
Adult Meals	4,000	3,899	(101)	5,206
Federal Aid				
Breakfast & Lunch	<u>28,000</u>	<u>34,163</u>	<u>6,163</u>	<u>38,360</u>
Total Revenues	46,000	52,272	6,272	60,455
EXPENSES				
Salaries	33,064	35,948	(2,884)	34,220
Benefits	14,900	12,023	2,877	13,098
Food & Milk	43,750	42,055	1,695	45,599
Commodities	4,000	3,476	524	2,191
Purchased Services	2,000	2,181	(181)	150
Non-Food	3,000	2,821	179	3,071
Noncapital Equipment	800	3,634	(2,834)	0
Depreciation	0	53	(53)	91
Appropriated Reserves	<u>20,875</u>	<u>0</u>	<u>20,875</u>	<u>0</u>
Total Expenses	<u>122,389</u>	<u>102,191</u>	<u>20,198</u>	<u>98,420</u>
Income (Loss) Before Adjustments Below	(76,389)	(49,918)	26,471	(37,965)
NON-OPERATING REVENUE				
Interest Income	50	131	81	165
State Grants	500	1,272	772	1,593
Operating Transfers In	<u>32,000</u>	<u>32,000</u>	<u>0</u>	<u>38,000</u>
Income (Loss) Before Adjustment Below to Enterprise Fund Basis of Accounting	(43,839)	(16,516)	27,323	1,792
Adjustments to Enterprise Fund Basis of Accounting				
Donated Commodities	<u>4,000</u>	<u>3,942</u>	<u>(58)</u>	<u>2,431</u>
Net Income (Loss) Enterprise Fund Basis Of Accounting	(39,839)	(12,574)	27,265	4,223
Net Assets - Beginning	<u>39,839</u>	<u>39,839</u>	<u>(0)</u>	<u>35,615</u>
Net Assets - Ending	<u>0</u>	<u>27,265</u>	<u>27,265</u>	<u>39,839</u>

See auditor's report and notes to the financial statements.

AGENCY FUND

Student Activity Fund - to act as custodian for the classes and activities of the district.

HI-PLAINS SCHOOL NUMBER R-23
Vona, Colorado
Student Activity Agency Fund
Statement of Changes in Assets and Liabilities
For the Year Ended June 30, 2011

	<u>Balance</u> <u>July 1</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30</u>
Class of 2005	151	0	0	151
Class of 2006	155	0	0	155
Class of 2007	265	0	0	265
Class of 2008	165	0	0	165
Class of 2009	488	0	0	488
Class of 2010	70	114	0	184
Class of 2011	3,166	24,503	27,153	516
Class of 2012	982	5,279	3,061	3,199
Class of 2013	632	722	0	1,354
Class of 2014	519	289	139	669
Class of 2015	377	515	561	331
Class of 2016	25	471	0	496
Class of 2017	20	5	0	25
Class of 2018	15	5	0	20
Class of 2019	10	5	0	15
Class of 2020	5	5	0	10
Class of 2021	0	5	0	5
Class of 2022	0	5	0	5
Class of 2023	0	5	0	5
District	3,484	2,814	4,494	1,805
Athletics	1,455	3,099	3,155	1,399
Boys Athletics	28	0	0	28
Volleyball	33	57	119	(29)
Publications	2,080	3,775	3,981	1,874
FBLA	(730)	40	40	(730)
FFA	4,377	15,196	15,137	4,436
FHA	10	0	0	10
Music	307	401	708	0
Elementary Pop Machine	201	0	0	201
Shop	(1,008)	220	303	(1,091)
Accountability Committee	18	0	0	18
Cheerleaders	815	0	0	815
National Honor Society	8	0	0	8
History	521	0	0	521
Counseling	201	0	0	201
Student Council	649	93	74	668
LEGO	263	0	0	263
AR Reading	<u>240</u>	<u>0</u>	<u>36</u>	<u>204</u>
Total	19,998	57,623	58,961	18,659
Budget	<u>19,998</u>	<u>119,998</u>	<u>119,998</u>	<u>19,998</u>
Variance - Favorable (Unfavorable)	<u>0</u>	<u>(62,375)</u>	<u>61,037</u>	<u>(1,338)</u>

AUDITOR'S FINANCIAL DATA INTEGRITY FORM FOR CDE

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Colorado Department of Education
Fiscal Year 2010-2011
Colorado School District/BOCES
Auditor's Integrity Report

KIT CARSON HI-PLAINS R-23
District Code: 1460

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	1,030,310	1,570,345	1,434,507	1,166,148
18 Risk Mgmt Sub-Fund of General Fund	0	0	0	0
19 Colorado Preschool Program Fund	34,115	29,136	44,834	18,417
Subtotal	1,064,426	1,599,481	1,479,341	1,184,566
11 Charter School Fund	0	0	0	0
20,26-29 Special Revenue Fund	0	0	0	0
21 Capital Reserve Spec Revenue Fund	169,062	-169,062	0	0
22 Govt Designated-Purpose Grants Fund	0	0	0	0
23 Pupil Activity Special Revenue Fund	7,822	22,731	14,328	16,225
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	0	0	0	0
39 Non-Voter Approved Debt Service Fund	0	0	0	0
41 Building Fund	0	0	0	0
42 Special Building Fund	0	0	0	0
43 Capital Reserve Capital Projects Fund	0	171,404	0	171,404
TOTALS	1,241,310	1,624,554	1,493,668	1,372,195
Proprietary				
51 Food Service Fund	39,839	89,617	102,191	27,265
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	39,839	89,617	102,191	27,265
Fiduciary				
70 Other Trust and Agency Funds	0	0	0	0
72 Private Purpose Trust Fund	0	0	0	0
73 Agency Fund	0	0	0	0
74 Pupil Activity Agency Fund	19,998	57,623	58,961	18,659
79 GASB 34:Permanent Fund	0	0	0	0
85 Foundations	0	0	0	0
TOTALS	19,998	57,623	58,961	18,659

*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.