

SNAKE RIVER SCHOOL DISTRICT NO. 52

FINANCIAL STATEMENTS

Year Ended June 30, 2015

SNAKE RIVER SCHOOL DISTRICT NO. 52

Table of Contents

	<u>PAGE (S)</u>
<u>FINANCIAL SECTION</u>	
Independent Auditor's Report	1-3
<u>BASIC FINANCIAL STATEMENTS</u>	
Government-Wide Financial Statements	
Statement of Net Position.....	4
Statement of Activities.....	5
Fund Financial Statements	
Balance Sheet – Governmental Funds.....	6-8
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds.....	9-11
Statement of Fiduciary Net Position.....	12
Notes to Financial Statements.....	13-26
<u>REQUIRED SUPPLEMENTARY INFORMATION</u>	
Budgetary Comparison Schedule – General and Major Special Revenue Funds.....	27-29
Schedule of Employer’s Share of Net Pension Liability.....	30
Schedule of Employer Contributions.....	31
<u>SUPPLEMENTARY INFORMATION</u>	
Combining Balance Sheet – Nonmajor Governmental Funds.....	32-37
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds.....	38-43
Schedule of Expenditures of Federal Awards.....	44

SNAKE RIVER SCHOOL DISTRICT NO. 52

Table of Contents

	<u>PAGE (S)</u>
<u>OTHER REPORTS AND SCHEDULES</u>	
Independent Auditor’s Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with <i>Government Auditing Standards</i> ...	45-46
Independent Auditor’s Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by OMB Circular A-133.....	47-48
Schedule of Findings and Questioned Costs.....	49

FINANCIAL SECTION

Audits
Taxes
Special Services



11501 Highway 95
Payette, Idaho 83661
www.qcpas.com
info@qcpas.com
P: 208-642-1417
F: 208-642-1582

Independent Auditor's Report

Board of Trustees
Snake River School District No. 52

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Snake River School District No. 52 (the School) as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the School's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Basis for Qualified Opinion on Governmental Activities

Management has not performed the actuarial calculations for other post-employment benefits for the governmental activities and, accordingly, has not considered the School's other post-employment benefit liability. Accounting principles generally accepted in the United States of America require that a liability be recorded for other post-employment benefits, which would decrease net position, increase liabilities, and increase expenses in the governmental activities. The amount by which this departure would affect net position, liabilities, and expenses in the governmental activities has not been determined.

Qualified Opinion

In our opinion, except for the effects of the matter described in the "Basis for Qualified Opinion on Governmental Activities" paragraph, the financial statements referred to previously present fairly, in all material respects, the financial position of the governmental activities of the School, as of June 30, 2015, and the changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Unmodified Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each major fund and the aggregate remaining fund information of the School as of June 30, 2015, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison schedules, schedule of employer's share of net pension liability, and schedule of employer contributions listed as required supplementary information in the table of contents be presented to supplement the basic financial statements. Such information, although not required to be 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, and 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.

Management has omitted the management's discussion and analysis information that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing 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, and historical context. Our opinion on the basic financial statements is not affected by this missing information.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School's basic financial statements. The accompanying combining and individual nonmajor fund financial statements, and schedule of expenditures of federal awards (as required by Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*) are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated August 5, 2015, on our consideration of the School's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School's internal control over financial reporting and compliance.

Quest CPAs, P.C.

Payette, Idaho
August 5, 2015

BASIC FINANCIAL STATEMENTS

SNAKE RIVER SCHOOL DISTRICT NO. 52

Statement of Net Position

June 30, 2015

	Governmental Activities
Assets	
Current Assets	
Cash & Investments	\$3,220,497
Receivables:	
Local Sources	798,862
State Sources	312,750
Federal Sources	405,060
Inventory	26,934
Total Current Assets	4,764,103
Noncurrent Assets	
Nondepreciable Capital Assets	18,824
Depreciable Net Capital Assets	16,664,079
Total Noncurrent Assets	16,682,903
Total Assets	21,447,006
 Deferred Outflows of Resources	
Pension Sources	851,269
Total Deferred Outflows of Resources	851,269
Total Assets and Deferred Outflows of Resources	\$22,298,275
 Liabilities	
Current Liabilities	
Accounts Payable	\$275,539
Salaries & Benefits Payable	1,234,196
Unspent Grant Allocation	185,336
Accrued Interest	119,450
Long-Term Debt, Current	867,857
Total Current Liabilities	2,682,378
Noncurrent Liabilities	
Long-Term Debt, Noncurrent	12,565,715
Net Pension Liability	1,712,735
Total Noncurrent Liabilities	14,278,450
Total Liabilities	16,960,828
 Deferred Inflows of Resources	
Pension Sources	2,357,783
Total Deferred Inflows of Resources	2,357,783
Total Liabilities and Deferred Inflows of Resources	19,318,611
 Net Position	
Net Investment in Capital Assets	3,129,881
Restricted:	
Special Programs	679,616
Debt Service	479,107
Capital Projects	510,637
Unrestricted	(1,819,577)
Total Net Position	2,979,664
Total Liabilities and Deferred Inflows of Resources and Net Position	\$22,298,275

See Accompanying Notes

SNAKE RIVER SCHOOL DISTRICT NO. 52

Statement of Activities Year Ended June 30, 2015

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense)</u>
		<u>Charges For</u>	<u>Operating</u>	<u>Capital</u>	<u>Revenue And</u>
		<u>Services</u>	<u>Grants And</u>	<u>Grants And</u>	<u>Changes in</u>
			<u>Contributions</u>	<u>Contributions</u>	<u>Net Position</u>
Governmental Activities					Governmental
					Activities
Instructional Programs					
Elementary School	\$2,538,219		\$270,336		(\$2,267,883)
Secondary School	2,577,117	\$13,760	140,660		(2,422,697)
Vocational-Technical	36,906		36,906		0
Special Education	861,936		364,681		(497,255)
Special Education Preschool	102,135		11,008		(91,127)
Interscholastic	138,083				(138,083)
Support Service Programs					
Attendance - Guidance - Health	359,700		14,555		(345,145)
Special Education Support Services	215,859		60,532		(155,327)
Instructional Improvement	353,060		235,035		(118,025)
Educational Media	301,752				(301,752)
Instruction-Related Technology	320,531		93,841	\$17,888	(208,802)
Board of Education	17,004				(17,004)
District Administration	325,245				(325,245)
School Administration	783,368				(783,368)
Business Operation	87,099				(87,099)
Buildings - Care	685,477				(685,477)
Maintenance - Non-Student Occupied	0				0
Maintenance - Student Occupied	482,365				(482,365)
Maintenance - Grounds	108,367				(108,367)
Security	37,202		12,472		(24,730)
Pupil-To-School Transportation	610,625				(610,625)
Pupil-Activity Transportation	36,056	10,273			(25,783)
General Transportation	10,386				(10,386)
Non-Instructional Programs					
Child Nutrition	450,896	117,244	316,508		(17,144)
Community Services	1,511		1,511		0
Capital Assets - Student Occupied	584,113				(584,113)
Capital Assets - Non-Student Occupied	0				0
Debt Service - Principal	0				0
Debt Service - Interest	360,278				(360,278)
Total	\$12,385,290	\$141,277	\$1,558,045	\$17,888	(10,668,080)
General Revenues					
Local Taxes					2,076,713
Other Local Revenues					850,127
State Revenues					8,681,741
Federal Revenues					7,430
Total					11,616,011
Change in Net Position					
					947,931
Net Position - Beginning - As Previously Stated					
					5,769,164
Restatement - See Note H					
					(3,737,431)
Net Position - Beginning - As Restated					
					2,031,733
Net Position - Ending					
					\$2,979,664

SNAKE RIVER SCHOOL DISTRICT NO. 52

Balance Sheet - Governmental Funds

June 30, 2015

	<u>General Fund</u>	<u>Medicaid Support Fund</u>	<u>Child Nutrition Fund</u>	<u>Debt Service Fund</u>
Assets				
Cash & Investments	\$1,741,513	\$603,623	\$74,119	\$257,503
Receivables:				
Local Sources	347,827			265,311
State Sources	283,906			
Federal Sources				
Due From Other Funds	126,276			
Inventory			26,934	
Total Assets	<u>\$2,499,522</u>	<u>\$603,623</u>	<u>\$101,053</u>	<u>\$522,814</u>
Liabilities				
Accounts Payable	\$205,081		\$191	
Due To Other Funds				
Salaries & Benefits Payable	1,034,733	\$27,658	32,289	
Unspent Grant Allocation				
Total Liabilities	<u>1,239,814</u>	<u>27,658</u>	<u>32,480</u>	<u>\$0</u>
Deferred Inflows of Resources				
Unavailable Tax Revenues	51,677			43,707
Total Deferred Inflows of Resources	<u>51,677</u>	<u>0</u>	<u>0</u>	<u>43,707</u>
Fund Balances				
Restricted:				
Special Programs		575,965		
Debt Service				479,107
Capital Projects				
Nonspendable			26,934	
Unassigned	1,208,031		41,639	
Total Fund Balances	<u>1,208,031</u>	<u>575,965</u>	<u>68,573</u>	<u>479,107</u>
Total Liabilities and Deferred Inflows of Resources and Fund Balances	<u>\$2,499,522</u>	<u>\$603,623</u>	<u>\$101,053</u>	<u>\$522,814</u>

SNAKE RIVER SCHOOL DISTRICT NO. 52

Balance Sheet - Governmental Funds

June 30, 2015

	Capital Construction Fund	Plant Facilities Fund	Other Governmental Funds	Total Governmental Funds
Assets				
Cash & Investments	\$197,984	\$16,834	\$328,921	\$3,220,497
Receivables:				
Local Sources	28	178,623	7,073	798,862
State Sources			28,844	312,750
Federal Sources			405,060	405,060
Due From Other Funds			0	126,276
Inventory			0	26,934
Total Assets	<u>\$198,012</u>	<u>\$195,457</u>	<u>\$769,898</u>	<u>\$4,890,379</u>
Liabilities				
Accounts Payable		\$39,813	\$30,454	\$275,539
Due To Other Funds			126,276	126,276
Salaries & Benefits Payable			139,516	1,234,196
Unspent Grant Allocation			185,336	185,336
Total Liabilities	<u>\$0</u>	<u>39,813</u>	<u>481,582</u>	<u>1,821,347</u>
Deferred Inflows of Resources				
Unavailable Tax Revenues		27,684	0	123,068
Total Deferred Inflows of Resources	<u>0</u>	<u>27,684</u>	<u>0</u>	<u>123,068</u>
Fund Balances				
Restricted:				
Special Programs			103,651	679,616
Debt Service			0	479,107
Capital Projects	198,012	127,960	184,665	510,637
Nonspendable			0	26,934
Unassigned			0	1,249,670
Total Fund Balances	<u>198,012</u>	<u>127,960</u>	<u>288,316</u>	<u>2,945,964</u>
Total Liabilities and Deferred Inflows of Resources and Fund Balances	<u>\$198,012</u>	<u>\$195,457</u>	<u>\$769,898</u>	<u>\$4,890,379</u>

Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities

Total Governmental Fund Balances	\$2,945,964
---	-------------

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	16,682,903
---	------------

Certain receivables are not available to pay for current period expenditures and therefore are deferred in the funds.	123,068
---	---------

Certain liabilities, including accrued interest, are not due and payable in the current period and therefore are not reported in the funds.	(13,553,022)
---	--------------

Net pension liability and related pension source deferred outflow and deferred inflow of resources, are not due and payable in the current period and therefore are not reported in the funds.	(3,219,249)
--	-------------

Net Position of Governmental Activities	<u><u>\$2,979,664</u></u>
--	---------------------------

SNAKE RIVER SCHOOL DISTRICT NO. 52
Statement of Revenues, Expenditures, and Changes in
Fund Balances - Governmental Funds
Year Ended June 30, 2015

	<u>General Fund</u>	<u>Medicaid Support Fund</u>	<u>Child Nutrition Fund</u>	<u>Debt Service Fund</u>
Revenues				
Local Taxes	\$868,346			\$697,966
Other Local Revenue	229,566	\$100,504	\$117,244	9,658
State Revenue	8,352,126			316,953
Federal Revenue	7,430		316,508	
Total Revenues	<u>9,457,468</u>	<u>100,504</u>	<u>433,752</u>	<u>1,024,577</u>
Expenditures				
Instructional Programs				
Elementary School	2,220,418			
Secondary School	2,430,966			
Vocational-Technical				
Special Education	380,194	117,061		
Special Education Preschool	91,127			
Interscholastic	138,083			
Support Service Programs				
Attendance - Guidance - Health	345,145			
Special Education Support Services	95,072	60,255		
Instructional Improvement	75,644			
Educational Media	301,752			
Instruction-Related Technology	162,953			
Board of Education	17,004			
District Administration	325,155			
School Administration	774,368			
Business Operation	82,599			4,500
Buildings - Care	685,477			
Maintenance - Non-Student Occupied				
Maintenance - Student Occupied	178,525			
Maintenance - Grounds	4,672			
Security	24,730			
Pupil-To-School Transportation	533,729			
Pupil-Activity Transportation	36,056			
General Transportation	10,386			
Non-Instructional Programs				
Child Nutrition	11,576		439,320	
Community Services				
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied				
Debt Service - Principal				857,857
Debt Service - Interest				364,140
Total Expenditures	<u>8,925,631</u>	<u>177,316</u>	<u>439,320</u>	<u>1,226,497</u>
Excess (Deficiency) of Revenues Over Expenditures	531,837	(76,812)	(5,568)	(201,920)
Other Financing Sources (Uses)				
Transfers In				
Transfers Out	(176,727)			
Total Other Financing Sources (Uses)	<u>(176,727)</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	355,110	(76,812)	(5,568)	(201,920)
Fund Balances - Beginning	852,921	652,777	74,141	681,027
Fund Balances - Ending	<u>\$1,208,031</u>	<u>\$575,965</u>	<u>\$68,573</u>	<u>\$479,107</u>

SNAKE RIVER SCHOOL DISTRICT NO. 52
Statement of Revenues, Expenditures, and Changes in
Fund Balances - Governmental Funds
Year Ended June 30, 2015

	<u>Capital Construction Fund</u>	<u>Plant Facilities Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues				
Local Taxes		\$469,978	\$24,230	\$2,060,520
Other Local Revenue	\$338	10,779	21,541	489,630
State Revenue			349,196	9,018,275
Federal Revenue	17,888		888,595	1,230,421
Total Revenues	<u>18,226</u>	<u>480,757</u>	<u>1,283,562</u>	<u>12,798,846</u>
Expenditures				
Instructional Programs				
Elementary School		37,989	279,812	2,538,219
Secondary School			146,150	2,577,116
Vocational-Technical			36,906	36,906
Special Education			364,681	861,936
Special Education Preschool			11,008	102,135
Interscholastic			0	138,083
Support Service Programs				
Attendance - Guidance - Health			14,555	359,700
Special Education Support Services			60,532	215,859
Instructional Improvement			277,416	353,060
Educational Media			0	301,752
Instruction-Related Technology	32,171	40,000	100,542	335,666
Board of Education			0	17,004
District Administration		90	0	325,245
School Administration			9,000	783,368
Business Operation			0	87,099
Buildings - Care			0	685,477
Maintenance - Non-Student Occupied			0	0
Maintenance - Student Occupied		318,475	0	497,000
Maintenance - Grounds		103,695	0	108,367
Security			12,472	37,202
Pupil-To-School Transportation			0	533,729
Pupil-Activity Transportation			0	36,056
General Transportation			0	10,386
Non-Instructional Programs				
Child Nutrition			0	450,896
Community Services			1,511	1,511
Capital Assets - Student Occupied	15,070		0	15,070
Capital Assets - Non-Student Occupied			77,860	77,860
Debt Service - Principal			0	857,857
Debt Service - Interest			0	364,140
Total Expenditures	<u>47,241</u>	<u>500,249</u>	<u>1,392,445</u>	<u>12,708,699</u>
Excess (Deficiency) of Revenues Over Expenditures	(29,015)	(19,492)	(108,883)	90,147
Other Financing Sources (Uses)				
Transfers In			176,727	176,727
Transfers Out			0	(176,727)
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>176,727</u>	<u>0</u>
Net Change in Fund Balances	(29,015)	(19,492)	67,844	90,147
Fund Balances - Beginning	227,027	147,452	220,472	2,855,817
Fund Balances - Ending	<u>\$198,012</u>	<u>\$127,960</u>	<u>\$288,316</u>	<u>\$2,945,964</u>

SNAKE RIVER SCHOOL DISTRICT NO. 52
Statement of Revenues, Expenditures, and Changes in
Fund Balances - Governmental Funds
Year Ended June 30, 2015

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

Net Change in Fund Balances - Total Governmental Funds \$90,147

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

Government funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the excess of capital outlays over (under) depreciation expense in the current period. (538,309)

Revenues in the statement of activities that do not provide current financial resources are deferred in the funds. 16,192

Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term debt in the statement of net position. 857,857

In the statement of activities, interest is accrued on long-term debt, but the expenditure is reported when due in the governmental funds. 3,862

Changes in net pension liability and related pension source deferred outflow and deferred inflow of resources do not provide or require current financial resources and therefore are not reflected in the funds. 518,182

Change in Net Position of Governmental Activities \$947,931

SNAKE RIVER SCHOOL DISTRICT NO. 52

Statement of Fiduciary Net Position

June 30, 2015

	Agency Funds - Student Activity
Assets	
Cash & Investments	\$230,313
Total Assets	<u>\$230,313</u>
Liabilities	
Due to Student Groups	\$230,313
Total Liabilities	<u>230,313</u>
Net Position	
Total Net Position	<u>0</u>
Total Liabilities and Net Position	<u>\$230,313</u>

SNAKE RIVER SCHOOL DISTRICT NO. 52

Notes to Financial Statements

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity – Snake River School District No. 52 (the School) provides public school educational services as authorized by Section 33 of Idaho Code. The School's boundaries for taxing and school enrollment purposes are located within Bingham County.

These financial statements are prepared in accordance with generally accepted accounting principles (GAAP) as applied to school districts. The governmental accounting standards board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (statements and interpretations). The more significant accounting policies established in GAAP and used by the School are discussed below.

Basic Financial Statements - Government-Wide Statements – The School's basic financial statements include both government-wide (reporting the School as a whole) and fund financial statements (reporting the School's major funds). Both government-wide and fund financial statements categorize primary activities as either governmental or business type. Currently, all the School's activities are categorized as governmental activities.

In the government-wide statement of net position, the activities columns (a) are presented on a consolidated basis by column, (b) and are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations.

The government-wide statement of activities reports both the gross and net cost of each of the School's functions. The functions are also supported by general government revenues as reported in the statement of activities. The statement of activities reduces gross expenses (including depreciation when recorded) by related program revenues and operating and capital grants. Program revenues must be directly associated with the function. Internal activity between funds (when two or more funds are involved) is eliminated in the government-wide statement of activities. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reports capital-specific grants.

The net costs (by function) are normally covered by general revenues.

The School reports expenditures in accordance with the State Department of Education's "Idaho Financial Accounting Reporting Management System" (IFARMS). IFARMS categorizes all expenditures by function, program and object. Accordingly, there is no allocation of indirect costs.

The government-wide focus is more on the sustainability of the School as an entity and the change in the School's net position resulting from the current year's activities. Fiduciary funds are not included in the government-wide statements.

Basic Financial Statements - Fund Financial Statements – The financial transactions of the School are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, deferred

SNAKE RIVER SCHOOL DISTRICT NO. 52

Notes to Financial Statements

outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues and expenditures/expenses.

The emphasis in fund financial statements is on the major funds. Nonmajor funds by category are summarized into a single column. Generally accepted accounting principles set forth minimum criteria (percentage of assets and deferred outflows of resources, liabilities and deferred inflows of resources, revenues or expenditures/expenses of the funds) for the determination of major funds. Major governmental funds of the School include:

General Fund – The general fund is the School’s primary operating fund. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds – Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. Major special revenue funds include the Medicaid support fund, which accounts for Medicaid related funding and activities and the child nutrition fund, which serves to account for providing nutritional meals to students (including subsidized meals).

Debt Service Fund – The debt service fund is used to account for the accumulation of funds for the periodic payment of principal and interest on long term debt.

Capital Projects Funds – Capital projects funds are used to account for the acquisition of major capital assets. Major capital project funds include the plant facilities fund, used to account for the maintenance of facilities and other capital assets, and the capital construction fund, used to account for the facility construction and betterments.

Fiduciary funds of the School include:

Agency Funds – Agency funds are used to account for assets held by the School on behalf of students.

Basis of Accounting – Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

Activities in the government-wide and fiduciary fund financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

The governmental funds financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual (when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or within thirty days after year end. Expenditures are recorded when the related

SNAKE RIVER SCHOOL DISTRICT NO. 52

Notes to Financial Statements

fund liability is incurred. Exceptions to this general rule include principal and interest on long-term debt which, if any, are recognized when due and payable.

Cash and Investments – Nearly all the cash and investment balances of the School's funds are pooled for investment purposes. The individual funds' portions of the pooled cash and investments are reported in each fund as cash and investments. Interest earned on pooled cash and investments is allocated to the various funds in proportion to each fund's respective investment balance. Investments include monies invested in the local government investment pool and diversified bond fund and are stated at fair value using either quoted market prices or best available estimate. The reported value of the local government investment pool and diversified bond fund is materially the same as the fair value of its shares.

Receivables – Receivables are reported net of any estimated uncollectible amounts.

Inventories – Material supplies on hand at year end are stated at cost using the first-in, first-out method.

Capital Assets and Depreciation – Significant capital asset acquisitions with an original cost of \$5,000 or more are recorded at cost if purchased or fair value if contributed. Minor repairs and maintenance are expensed as incurred. Depreciation over the estimated useful lives of all depreciable assets is recorded using the straight line method, except for certain transportation vehicles which use the declining balance method.

Compensated Absences – The School provides certain compensated absences to its employees. The estimated amount of compensation for future amounts is deemed to be immaterial and, accordingly, no liability is recorded.

Pensions – For purposes of measuring the net pension liability and pension expense, information about the fiduciary net position of the Public Employee Retirement System of Idaho Base Plan (the Base Plan) and additions to/deductions from Base Plan's fiduciary net position have been determined on the same basis as they are reported by the Base Plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Deferred Inflows of Resources – The School's governmental fund financial statements may report a separate section for deferred inflows of resources which reflects an increase in resources that applies to a future period. This situation occurs in instances where certain grant revenues or property tax revenues are not collected within thirty days after the end of the School's fiscal year (thus not meeting the criteria for revenue recognition under the modified accrual basis of accounting). When such grant revenues or property tax revenues are later collected, they are recognized in the governmental fund financial statements by increasing revenue and decreasing the related deferred inflow of resources account.

Net Position – Net position is assets plus deferred outflows of resources less liabilities less deferred inflows of resources. The net investment in capital assets component of net position

SNAKE RIVER SCHOOL DISTRICT NO. 52

Notes to Financial Statements

consists of the historical cost of capital assets less accumulated depreciation less any outstanding debt that was used to finance those assets plus deferred outflows of resources less deferred inflows of resources related to those assets. Restricted net position consists of assets that are subject to constraints on their use by creditors, grantors, contributors, legislation, and other parties. All other net position not reported as restricted or net investment in capital assets is reported as unrestricted.

Fund Balance Classifications – Restrictions of the fund balance indicate portions that are legally or contractually segregated for a specific future use. Nonspendable portions of the fund balance are those amounts that cannot be spent because they are in a nonspendable form or because they are legally or contractually required to be maintained intact. Committed portions represent amounts that can only be used for specific purposes pursuant to formal action (i.e. board approval) of the reporting entity's governing body. Assigned portions represent amounts that are constrained by the government's intent to be used for a specific purpose. Remaining fund balances are reported as unassigned. When expenditures are incurred that qualify for either restricted or unrestricted resources, the School first utilizes restricted resources. When expenditures are incurred that qualify for either committed or assigned or unassigned resources, the School first utilizes committed resources then assigned resources before using unassigned resources.

Property Taxes – The School is responsible for levying property taxes, but the taxes are collected by the respective county. Taxes are levied by the second Monday in September for each calendar year. Taxes are due in two installments – December 20th and June 20th. A lien is filed on real property three years from the date of delinquency.

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

Interfund Activity – Interfund activity is reported either as loans, services provided, reimbursements, or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund, and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers.

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

SNAKE RIVER SCHOOL DISTRICT NO. 52

Notes to Financial Statements

Concentrations of Credit Risk – The School maintains its cash at insured financial institutions. Periodically, balances may exceed federally insured limits. The School does not have a formal policy concerning concentrations of credit risk.

Risk Management – The School is exposed to various risks related to its operations. Insurance is utilized to the extent practical to minimize these risks.

Nonmonetary Transactions – Items received via food commodities programs are recognized at their stated fair market value.

Subsequent Events – Subsequent events were evaluated through the date of the auditor’s report, which is the date the financial statements were available to be issued.

B. CASH AND INVESTMENTS

Cash and investments consist of the following at year end:

Cash - Deposits	\$747,444
Investments - Local Government Investment Pool	2,658,052
Investments - Diversified Bond Fund	45,314
Total	<u><u>\$3,450,810</u></u>

Deposits – At year end, the carrying amounts of the School's deposits were \$747,444 and the bank balances were \$767,586. Of the bank balances, \$290,359 was insured, \$11,070 was collateralized, and the remainder was uninsured and uncollateralized.

Investments – State statutes authorize government entities to invest in certain bonds, notes, accounts, investment pools, and other obligations of the state, U.S. Treasury, and U.S. corporations pursuant to Idaho Code 67-1210 and 67-1210A. These statutes are designed to help minimize the custodial risk that deposits may not be returned in the event of the failure of the issuer or other counterparty, interest rate risk resulting from fair value losses arising from rising interest rates, or credit risks that an issuer or other counterparty will not fulfill its obligations. The School's investment policy complies with state statutes.

The local government investment pool and diversified bond fund are managed by the state treasurer's office and are invested in accordance with state statutes and regulations. Government accounting standards board statement 40 requires government entities to disclose credit quality ratings, concentration of credit risk, and interest rate risk on investment balances. Investments in the local government investment pool and diversified bond fund are, due to their nature, not required to be rated in terms of credit quality, and are excluded from the other disclosure requirements. These investments include insured or registered investments or investments for which the securities are held by the School or its agent in the School's name. Collateralized securities in the local government investment pool and diversified bond fund are held in trust by a safekeeping bank.

SNAKE RIVER SCHOOL DISTRICT NO. 52

Notes to Financial Statements

C. RECEIVABLES

Receivables consist of the following at year end:

	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Debt Service Fund</u>	<u>Capital Projects Funds</u>	<u>Total</u>
Local Sources					
Local Taxes	\$329,825		\$265,311	\$178,651	\$773,787
Other Local Sources	18,002	\$7,073			25,075
Total	<u>\$347,827</u>	<u>\$7,073</u>	<u>\$265,311</u>	<u>\$178,651</u>	<u>\$798,862</u>
State Sources					
Foundation Program	\$239,158				\$239,158
Special Programs	44,748	\$28,844			73,592
Total	<u>\$283,906</u>	<u>\$28,844</u>			<u>\$312,750</u>
Federal Sources					
Special Programs		\$405,060			\$405,060
Total		<u>\$405,060</u>			<u>\$405,060</u>

SNAKE RIVER SCHOOL DISTRICT NO. 52

Notes to Financial Statements

D. CAPITAL ASSETS

A summary of capital assets for the year is as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Nondepreciable Capital Assets				
Land	\$18,824			\$18,824
Total	<u>18,824</u>	<u>\$0</u>	<u>\$0</u>	<u>18,824</u>
Depreciable Capital Assets				
Buildings	26,290,254			26,290,254
Equipment	641,815	29,770		671,585
Transportation	1,751,209	77,860	120,000	1,709,069
Subtotal	<u>28,683,278</u>	<u>107,630</u>	<u>120,000</u>	<u>28,670,908</u>
Accumulated Depreciation				
Buildings	9,545,810	525,805		10,071,615
Equipment	596,042	43,238		639,280
Transportation	1,339,038	76,896	120,000	1,295,934
Subtotal	<u>11,480,890</u>	<u>645,939</u>	<u>120,000</u>	<u>12,006,829</u>
Total	<u>17,202,388</u>	<u>(538,309)</u>	<u>0</u>	<u>16,664,079</u>
Net Capital Assets	<u>\$17,221,212</u>	<u>(\$538,309)</u>	<u>\$0</u>	<u>\$16,682,903</u>

Depreciation expense was charged to the following programs:

Capital Assets - Student Occupied	\$569,043
Pupil-To-School Transportation	76,896
Total	<u>\$645,939</u>

SNAKE RIVER SCHOOL DISTRICT NO. 52

Notes to Financial Statements

E. LONG-TERM DEBT

At year end, the School's bonded debt was as follows:

	<u>Outstanding</u>
2009 - \$5,000,000 - qualified school construction (QSC) bonds for capital improvements due in annual principal installments without interest (bondholders are compensated in the form of federal tax credits) through 2024/25, secured by future taxes, paid through the debt service fund	\$3,428,572
2009 - \$12,000,000 - general obligation bonds for capital improvements due in annual principal installments and semiannual interest payments with interest at 1.39% - 4.50% through 2028/29, secured by future taxes, paid through the debt service fund	<u>10,005,000</u>
Total	<u><u>\$13,433,572</u></u>

Maturities on the bonds are estimated as follows:

<u>Year Ended</u>	<u>Principal</u>	<u>Interest</u>
6/30/16	\$867,857	\$351,788
6/30/17	882,857	338,475
6/30/18	892,857	324,163
6/30/19	907,857	308,125
6/30/20	927,857	290,143
6/30/21-25	4,969,287	1,093,861
6/30/26-29	3,985,000	323,131
Total	<u><u>\$13,433,572</u></u>	<u><u>\$3,029,686</u></u>

Changes in long-term debt are as follows:

<u>Description</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
2009 Q.S.C. Bonds	\$3,771,429		\$342,857	\$3,428,572	\$342,857
2009 G.O. Bonds	10,520,000		515,000	10,005,000	525,000
Total	<u><u>\$14,291,429</u></u>	<u><u>\$0</u></u>	<u><u>\$857,857</u></u>	<u><u>\$13,433,572</u></u>	<u><u>\$867,857</u></u>

Interest and related costs during the year amounted to \$360,278 and were charged to the debt service – interest program.

SNAKE RIVER SCHOOL DISTRICT NO. 52

Notes to Financial Statements

F. PENSION PLAN

Plan Description

The School contributes to the Base Plan which is a cost-sharing multiple-employer defined benefit pension plan administered by Public Employee Retirement System of Idaho (PERSI or System) that covers substantially all employees of the State of Idaho, its agencies and various participating political subdivisions. The cost to administer the plan is financed through the contributions and investment earnings of the plan. PERSI issues a publicly available financial report that includes financial statements and the required supplementary information for PERSI. That report may be obtained on the PERSI website at www.persi.idaho.gov.

Responsibility for administration of the Base Plan is assigned to the Board comprised of five members appointed by the Governor and confirmed by the Idaho Senate. State law requires that two members of the Board be active Base Plan members with at least ten years of service and three members who are Idaho citizens not members of the Base Plan except by reason of having served on the Board.

Employee membership data related to the PERSI Base Plan, as of June 30, 2014 was as follows:

Retirees and beneficiaries currently receiving benefits	40,776
Terminated employees entitled to but not yet receiving benefits	11,504
Active plan members	<u>66,223</u>
Total	<u>118,503</u>

Pension Benefits

The Base Plan provides retirement, disability, death and survivor benefits of eligible members or beneficiaries. Benefits are based on members' years of service, age, and highest average salary. Members become fully vested in their retirement benefits with five years of credited service (5 months for elected or appointed officials). Members are eligible for retirement benefits upon attainment of the ages specified for their employment classification. The annual service retirement allowance for each month of credited service is 2.0% (2.3% for police/firefighters) of the average monthly salary for the highest consecutive 42 months. Amounts in parenthesis represent police/firefighters.

The benefit payments for the Base Plan are calculated using a benefit formula adopted by the Idaho Legislature. The Base Plan is required to provide a 1% minimum cost of living increase per year provided the Consumer Price Index increases 1% or more. The PERSI Board has the authority to provide higher cost of living increases to a maximum of the Consumer Price Index movement or 6%, whichever is less; however, any amount above the 1% minimum is subject to review by the Idaho Legislature.

SNAKE RIVER SCHOOL DISTRICT NO. 52

Notes to Financial Statements

Member and Employer Contributions

Member and employer contributions paid to the Base Plan are set by statute and are established as a percent of covered compensation and earnings from investments. Contribution rates are determined by the PERSI Board within limitations, as defined by state law. The Board may make periodic changes to employer and employee contribution rates (expressed as percentages of annual covered payroll) if current rates are actuarially determined to be inadequate or in excess to accumulate sufficient assets to pay benefits when due.

The contribution rates for employees are set by statute at 60% (72%) of the employer rate. As of June 30, 2014 it was 6.79% (8.36%). The employer contribution rate is set by the Retirement Board and was 11.32% (11.66%) of covered compensation. The School's contributions were \$708,699 for the year ended June 30, 2015.

Pension Liabilities, Pension Expense (Revenue), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2015, the School reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of July 1, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The School's proportion of the net pension liability was based on the School's share of contributions in the Base Plan pension plan relative to the total contributions of all participating PERSI Base Plan employers. At July 1, 2014, the School's proportion was 0.2326591 percent.

For the year ended June 30, 2015, the School recognized pension expense (revenue) of (\$518,182). At June 30, 2015, the School reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience		\$212,610
Changes in assumptions or other inputs	\$142,570	
Net difference between projected and actual earnings on pension plan investments		2,145,173
Changes in the employer's proportion and differences between employer's contributions and the employer's proportionate contributions		0
Employer contributions subsequent to the measurement date	708,699	
Total	<u>\$851,269</u>	<u>\$2,357,783</u>

\$708,699 reported as deferred outflows of resources related to pensions resulting from School contributions made subsequent to the measurement date will be recognized as an addition to the plan pension expense or reduction of the plan pension revenue in the year ending June 30, 2016.

SNAKE RIVER SCHOOL DISTRICT NO. 52

Notes to Financial Statements

The average of the expected remaining service lives of all employees that are provided with pensions through the System (active and inactive employees) determined at July 1, 2013 the beginning of the measurement period ended June 30, 2014 is 5.6 years.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense (revenue) as follows:

Year Ended	
6/30/16	(\$551,519)
6/30/17	(551,519)
6/30/18	(551,519)
6/30/19	(551,519)
6/30/20	(9,136)
Total	<u><u>(\$2,215,212)</u></u>

Actuarial Assumptions

Valuations are based on actuarial assumptions, the benefit formulas, and employee groups. Level percentages of payroll normal costs are determined using the Entry Age Normal Cost Method. Under the Entry Age Normal Cost Method, the actuarial present value of the projected benefits of each individual included in the actuarial valuation is allocated as a level percentage of each year's earnings of the individual between entry age and assumed exit age. The Base Plan amortizes any unfunded actuarial accrued liability based on a level percentage of payroll. The maximum amortization period for the Base Plan permitted under Section 59-1322, Idaho Code, is 25 years.

The total pension liability in the July 1, 2014 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.25%
Salary increases	4.5 – 10.25%
Salary inflation	3.75%
Investment rate of return	7.10%, net of investment expenses
Cost-of-living adjustments	1%

Mortality rates were based on the RP – 2000 combined table for healthy males or females as appropriate with the following offsets:

- Set back 3 years for teachers
- No offset for male fire and police
- Forward one year for female fire and police
- Set back one year for all general employees and all beneficiaries

SNAKE RIVER SCHOOL DISTRICT NO. 52

Notes to Financial Statements

An experience study was performed in 2012 for the period July 1, 2007 through June 30, 2011 which reviewed all economic and demographic assumptions other than mortality. Mortality and all economic assumptions were studied in 2014 for the period from July 1, 2009 through June 30, 2013. The total pension liability as of June 30, 2014 is based on the results of an actuarial valuation date of July 1, 2014.

The long-term expected rate of return on pension plan investments was determined using the building block approach and a forward-looking model in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Even though history provides a valuable perspective for setting the investment return assumption, the System relies primarily on an approach which builds upon the latest capital market assumptions. Specifically, the System uses consultants, investment managers and trustees to develop capital market assumptions in analyzing the System's asset allocation. The assumptions and the System's formal policy for asset allocation are shown below. The formal asset allocation policy is somewhat more conservative than the current allocation of System's assets.

The best-estimate range for the long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The capital market assumptions are as of January 1, 2014.

Asset Class	Index	Target Allocation	Long-Term Expected Real Rate of Return
Core Fixed Income	Barclays Aggregate	30.00%	0.80%
Broad US Equities	Wilshire 5000 / Russell 3000	55.00%	6.90%
Developed Foreign Equities	MSCI EAFE	15.00%	7.55%
Assumed Inflation - Mean			3.25%
Assumed Inflation - Standard Deviation			2.00%
Portfolio Arithmetic Mean Return			8.42%
Portfolio Standard Deviation			13.34%
Portfolio Long-Term Expected Rate of Return			7.50%
Assumed Investment Expenses			0.40%
Long-Term Expected Rate of Return, Net of Investment Expenses			7.10%

SNAKE RIVER SCHOOL DISTRICT NO. 52

Notes to Financial Statements

Discount Rate

The discount rate used to measure the total pension liability was 7.10%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate. Based on these assumptions, the pension plans' net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The long-term expected rate of return was determined net of pension plan investment expense but without reduction for pension plan administrative expense.

Sensitivity of the School's proportionate share of the net pension liability to changes in the discount rate.

The following presents the School's proportionate share of the net pension liability calculated using the discount rate of 7.10 percent, as well as what the School's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.10 percent) or 1-percentage-point higher (8.10 percent) than the current rate:

	1% Decrease (6.10%)	Current Discount Rate (7.10%)	1% Increase (8.10%)
School's proportionate share of the net pension liability (asset)	\$5,947,829	\$1,712,735	(\$1,807,862)

Pension plan fiduciary net position

Detailed information about the pension plan's fiduciary net position is available in the separately issued PERSI financial report.

PERSI issues a publicly available financial report that includes financial statements and the required supplementary information for PERSI. That report may be obtained on the PERSI website at www.persi.idaho.gov.

SNAKE RIVER SCHOOL DISTRICT NO. 52

Notes to Financial Statements

G. INTERFUND BALANCES AND TRANSFERS

Interfund balances at year end consist of the following:

<u>Due To Fund</u>	<u>Due From Fund</u>	
	<u>Nonmajor Governmental</u>	<u>Total</u>
General	\$126,276	\$126,276
Total	<u>\$126,276</u>	<u>\$126,276</u>

These interfund balances resulted from the time lag between when expenditures are incurred in a fund and when the fund is reimbursed for such expenditures.

Interfund transfers during the year consist of the following:

<u>Fund</u>	<u>Transfer In</u>	<u>Transfer Out</u>	<u>Purpose</u>
General		\$176,727	Support, Depreciation
Nonmajor Governmental	\$176,727		Support, Depreciation
Total	<u>\$176,727</u>	<u>\$176,727</u>	

H. PRIOR PERIOD ADJUSTMENT

During the year, the School implemented GASB No. 68 *Accounting and Financial Reporting for Pensions*. As required by GASB 68, the School's net position was restated by \$3,737,431 to reflect the prior year net pension liability and related deferred outflows from pension contributions made subsequent to the measurement date.

REQUIRED SUPPLEMENTARY INFORMATION

SNAKE RIVER SCHOOL DISTRICT NO. 52

Budgetary Comparison Schedule -
General and Major Special Revenue Funds
Year Ended June 30, 2015

General Fund	Budgeted Amounts		Actual	Final Budget
	(GAAP Basis)			
	Original	Final	Amounts	(Negative)
Revenues				
Local Taxes	\$884,175	\$884,175	\$868,346	(\$15,829)
Other Local Revenue	107,480	107,480	229,566	122,086
State Revenue	8,137,862	8,137,862	8,352,126	214,264
Federal Revenue	8,000	8,000	7,430	(570)
Total Revenues	<u>9,137,517</u>	<u>9,137,517</u>	<u>9,457,468</u>	<u>319,951</u>
Expenditures				
Instructional Programs				
Elementary School	2,305,153	2,305,153	2,220,418	84,735
Secondary School	2,595,753	2,595,753	2,430,966	164,787
Vocational-Technical	0	0	0	
Special Education	361,093	361,093	380,194	(19,101)
Special Education Preschool	157,486	157,486	91,127	66,359
Interscholastic	156,107	156,107	138,083	18,024
Support Service Programs				
Attendance - Guidance - Health	333,731	333,731	345,145	(11,414)
Special Education Support Services	100,023	100,023	95,072	4,951
Instructional Improvement	86,860	86,860	75,644	11,216
Educational Media	284,148	284,148	301,752	(17,604)
Instruction-Related Technology	149,087	149,087	162,953	(13,866)
Board of Education	15,900	15,900	17,004	(1,104)
District Administration	264,780	264,780	325,155	(60,375)
School Administration	795,128	795,128	774,368	20,760
Business Operation	82,508	82,508	82,599	(91)
Buildings - Care	685,604	685,604	685,477	127
Maintenance - Non-Student Occupied	0	0	0	0
Maintenance - Student Occupied	187,538	187,538	178,525	9,013
Maintenance - Grounds	6,843	6,843	4,672	2,171
Security	27,000	27,000	24,730	2,270
Pupil-To-School Transportation	627,249	627,249	533,729	93,520
Pupil-Activity Transportation	41,431	41,431	36,056	5,375
General Transportation	15,000	15,000	10,386	4,614
Non-Instructional Programs				
Child Nutrition	12,591	12,591	11,576	1,015
Community Services	0	0	0	0
Capital Assets - Student Occupied	343,390	343,390	0	343,390
Capital Assets - Non-Student Occupied	0	0	0	0
Debt Service - Principal	0	0	0	0
Debt Service - Interest	0	0	0	0
Total Expenditures	<u>9,634,403</u>	<u>9,634,403</u>	<u>8,925,631</u>	<u>708,772</u> *
Excess (Deficiency) of Revenues				
Over Expenditures	(496,886)	(496,886)	531,837	1,028,723
Other Financing Sources (Uses)				
Transfers In	0	0	0	0
Transfers Out	(176,727)	(176,727)	(176,727)	0
Total Other Financing Sources (Uses)	<u>(176,727)</u>	<u>(176,727)</u>	<u>(176,727)</u>	<u>0</u>
Net Change in Fund Balances	<u>(673,613)</u>	<u>(673,613)</u>	<u>355,110</u>	<u>1,028,723</u>
Fund Balances - Beginning	<u>673,613</u>	<u>673,613</u>	<u>852,921</u>	<u>179,308</u>
Fund Balances - Ending	<u>\$0</u>	<u>\$0</u>	<u>\$1,208,031</u>	<u>\$1,208,031</u>

*Total expenditures (over) under appropriations are: \$708,772

SNAKE RIVER SCHOOL DISTRICT NO. 52

Budgetary Comparison Schedule -
General and Major Special Revenue Funds
Year Ended June 30, 2015

Medicaid Support Fund	Budgeted Amounts (GAAP Basis)		Actual Amounts	Final Budget Variance Positive (Negative)
	Original	Final		
Revenues				
Local Taxes	\$0	\$0	\$0	\$0
Other Local Revenue	0	0	100,504	100,504
State Revenue	0	0	0	0
Federal Revenue	350,000	350,000	0	(350,000)
Total Revenues	350,000	350,000	100,504	(249,496)
Expenditures				
Instructional Programs				
Elementary School	0	0	0	0
Secondary School	0	0	0	0
Vocational-Technical	0	0	0	0
Special Education	339,569	339,569	117,061	222,508
Special Education Preschool	0	0	0	0
Interscholastic	0	0	0	0
Support Service Programs				
Attendance - Guidance - Health	0	0	0	0
Special Education Support Services	60,431	60,431	60,255	176
Instructional Improvement	0	0	0	0
Educational Media	0	0	0	0
Instruction-Related Technology	0	0	0	0
Board of Education	0	0	0	0
District Administration	0	0	0	0
School Administration	0	0	0	0
Business Operation	0	0	0	0
Buildings - Care	0	0	0	0
Maintenance - Non-Student Occupied	0	0	0	0
Maintenance - Student Occupied	0	0	0	0
Maintenance - Grounds	0	0	0	0
Security	0	0	0	0
Pupil-To-School Transportation	0	0	0	0
Pupil-Activity Transportation	0	0	0	0
General Transportation	0	0	0	0
Non-Instructional Programs				
Child Nutrition	0	0	0	0
Community Services	0	0	0	0
Capital Assets - Student Occupied	0	0	0	0
Capital Assets - Non-Student Occupied	0	0	0	0
Debt Service - Principal	0	0	0	0
Debt Service - Interest	0	0	0	0
Total Expenditures	400,000	400,000	177,316	222,684 *
Excess (Deficiency) of Revenues Over Expenditures				
	(50,000)	(50,000)	(76,812)	(26,812)
Other Financing Sources (Uses)				
Transfers In	0	0	0	0
Transfers Out	0	0	0	0 *
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balances	(50,000)	(50,000)	(76,812)	(26,812)
Fund Balances - Beginning	50,000	50,000	652,777	602,777
Fund Balances - Ending	\$0	\$0	\$575,965	\$575,965

*Total expenditures (over) under appropriations are: \$222,684

Budgetary Comparison Schedule -
 General and Major Special Revenue Funds
 Year Ended June 30, 2015

	Budgeted Amounts (GAAP Basis)		Actual Amounts	Final Budget Variance Positive (Negative)
	Original	Final		
Child Nutrition Fund				
Revenues				
Other Local Revenue	\$132,750	\$132,750	\$117,244	(\$15,506)
Federal Revenue	255,500	255,500	316,508	61,008
Total Revenues	<u>388,250</u>	<u>388,250</u>	<u>433,752</u>	<u>45,502</u>
Expenditures				
Non-Instructional Programs				
Child Nutrition	458,250	458,250	439,320	18,930
Total Expenditures	<u>458,250</u>	<u>458,250</u>	<u>439,320</u>	<u>18,930</u> *
Excess (Deficiency) of Revenues				
Over Expenditures	(70,000)	(70,000)	(5,568)	64,432
Other Financing Sources (Uses)				
Transfers In	0	0	0	0
Transfers Out	0	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	(70,000)	(70,000)	(5,568)	64,432
Fund Balances - Beginning	70,000	70,000	74,141	4,141
Fund Balances - Ending	<u>\$0</u>	<u>\$0</u>	<u>\$68,573</u>	<u>\$68,573</u>
				<u>\$18,930</u>

*Total expenditures (over) under appropriations are:

SNAKE RIVER SCHOOL DISTRICT NO. 52
Schedule of Employer's Share of Net Pension Liability
PERSI - Base Plan
Last 10 - Fiscal Years*

	2015
School's portion of the net pension liability	0.2326591%
School's proportionate share of the net pension liability	\$1,712,735
School's covered-employee payroll	\$6,260,592
School's proportional share of the net pension liability as a percentage of its covered-employee payroll	27.36%
Plan fiduciary net position as a percentage of the total pension liability	94.95%

*GASB 68 requires ten years of information to be presented in this table. However, until a 10-year trend is compiled, only those years for which information is available will be presented.

Data reported is measured using the beginning fiscal year measurement date (i.e. 2015 data uses a July 1, 2014 measurement date).

SNAKE RIVER SCHOOL DISTRICT NO. 52

Schedule of Employer Contributions

PERSI - Base Plan

Last 10 - Fiscal Years*

	<u>2015</u>
Statutorily required contribution	\$756,239
Contributions in relation to the statutorily required contribution	\$723,538
Contribution deficiency (excess)	<u>\$32,701</u>
School's covered-employee payroll	<u>\$6,260,592</u>
Contributions as a percentage of covered-employee payroll	11.56%

*GASB 68 requires ten years of information to be presented in this table. However, until a 10-year trend is compiled, only those years for which information is available will be presented.

Data reported is measured as of each year's most recent fiscal year end.

SUPPLEMENTARY INFORMATION

SNAKE RIVER SCHOOL DISTRICT NO. 52
 Combining Balance Sheet - Nonmajor Governmental Funds
 June 30, 2015

	Special Revenue Funds			
	Pay for Performance	Limited English Proficiency	Idaho Reading Indicator	SREF Grants
Assets				
Cash & Investments		\$15,954	\$28,167	\$17,133
Receivables:				
Local Sources				
State Sources				
Federal Sources				
Due From Other Funds				
Inventory				
Total Assets	<u>\$0</u>	<u>\$15,954</u>	<u>\$28,167</u>	<u>\$17,133</u>
Liabilities				
Accounts Payable			\$486	
Due To Other Funds				
Salaries & Benefits Payable		\$8,055	9,463	
Unspent Grant Allocation				
Total Liabilities	<u>\$0</u>	<u>8,055</u>	<u>9,949</u>	<u>\$0</u>
Deferred Inflows of Resources				
Unavailable Tax Revenues				
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances				
Restricted:				
Special Programs		7,899	18,218	17,133
Debt Service				
Capital Projects				
Nonspendable				
Unassigned				
Total Fund Balances	<u>0</u>	<u>7,899</u>	<u>18,218</u>	<u>17,133</u>
Total Liabilities and Deferred Inflows of Resources and Fund Balances	<u>\$0</u>	<u>\$15,954</u>	<u>\$28,167</u>	<u>\$17,133</u>

SNAKE RIVER SCHOOL DISTRICT NO. 52
 Combining Balance Sheet - Nonmajor Governmental Funds
 June 30, 2015

	Special Revenue Funds			
	ISAT Remediation	Driver Education	State School Improvement	Professional Technical
Assets				
Cash & Investments	\$20,132	\$19,377		
Receivables:				
Local Sources				
State Sources		3,250		\$25,594
Federal Sources				
Due From Other Funds				
Inventory				
Total Assets	<u>\$20,132</u>	<u>\$22,627</u>	<u>\$0</u>	<u>\$25,594</u>
Liabilities				
Accounts Payable		\$660		\$12,592
Due To Other Funds				13,002
Salaries & Benefits Payable	\$9,158	2,156		
Unspent Grant Allocation				
Total Liabilities	<u>9,158</u>	<u>2,816</u>	<u>\$0</u>	<u>25,594</u>
Deferred Inflows of Resources				
Unavailable Tax Revenues				
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances				
Restricted:				
Special Programs	10,974	19,811		
Debt Service				
Capital Projects				
Nonspendable				
Unassigned				
Total Fund Balances	<u>10,974</u>	<u>19,811</u>	<u>0</u>	<u>0</u>
Total Liabilities and Deferred Inflows of Resources and Fund Balances	<u>\$20,132</u>	<u>\$22,627</u>	<u>\$0</u>	<u>\$25,594</u>

SNAKE RIVER SCHOOL DISTRICT NO. 52
 Combining Balance Sheet - Nonmajor Governmental Funds
 June 30, 2015

	Special Revenue Funds			
	Technology	Substance Abuse	Title I-A ESEA IBP	Title I-C ESEA EMC
Assets				
Cash & Investments	\$43,433			
Receivables:				
Local Sources		\$7,073		
State Sources				
Federal Sources			\$130,137	\$17,422
Due From Other Funds				
Inventory				
Total Assets	<u>\$43,433</u>	<u>\$7,073</u>	<u>\$130,137</u>	<u>\$17,422</u>
Liabilities				
Accounts Payable	\$13,651			
Due To Other Funds		\$6,760	\$38,727	\$1,003
Salaries & Benefits Payable	479		36,839	1,972
Unspent Grant Allocation			54,571	14,447
Total Liabilities	<u>14,130</u>	<u>6,760</u>	<u>130,137</u>	<u>17,422</u>
Deferred Inflows of Resources				
Unavailable Tax Revenues				
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances				
Restricted:				
Special Programs	29,303	313		
Debt Service				
Capital Projects				
Nonspendable				
Unassigned				
Total Fund Balances	<u>29,303</u>	<u>313</u>	<u>0</u>	<u>0</u>
Total Liabilities and Deferred Inflows of Resources and Fund Balances	<u>\$43,433</u>	<u>\$7,073</u>	<u>\$130,137</u>	<u>\$17,422</u>

SNAKE RIVER SCHOOL DISTRICT NO. 52
 Combining Balance Sheet - Nonmajor Governmental Funds
 June 30, 2015

	Special Revenue Funds			
	Special Educ. IDEA Part B School-Age	Special Educ. IDEA Preschool	Title VI-B ESEA REAP	Perkins III Professional Technical Act
Assets				
Cash & Investments				
Receivables:				
Local Sources				
State Sources				
Federal Sources	\$180,459	\$12,943	\$10,381	\$23,500
Due From Other Funds				
Inventory				
Total Assets	<u>\$180,459</u>	<u>\$12,943</u>	<u>\$10,381</u>	<u>\$23,500</u>
Liabilities				
Accounts Payable				\$3,065
Due To Other Funds	\$36,928	\$2,290	\$2,480	20,435
Salaries & Benefits Payable	60,401	1,571	2,481	
Unspent Grant Allocation	83,130	9,082	5,420	
Total Liabilities	<u>180,459</u>	<u>12,943</u>	<u>10,381</u>	<u>23,500</u>
Deferred Inflows of Resources				
Unavailable Tax Revenues				
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances				
Restricted:				
Special Programs				
Debt Service				
Capital Projects				
Nonspendable				
Unassigned				
Total Fund Balances	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Deferred Inflows of Resources and Fund Balances	<u>\$180,459</u>	<u>\$12,943</u>	<u>\$10,381</u>	<u>\$23,500</u>

SNAKE RIVER SCHOOL DISTRICT NO. 52
 Combining Balance Sheet - Nonmajor Governmental Funds
 June 30, 2015

	Special Revenue Funds	
	Title III ESEA LILEP&I	Title II-A Improving Teacher Quality
Assets		
Cash & Investments		
Receivables:		
Local Sources		
State Sources		
Federal Sources	\$9,662	\$20,556
Due From Other Funds		
Inventory		
Total Assets	\$9,662	\$20,556
Liabilities		
Accounts Payable		
Due To Other Funds	\$1,612	\$2,979
Salaries & Benefits Payable	3,225	3,716
Unspent Grant Allocation	4,825	13,861
Total Liabilities	9,662	20,556
Deferred Inflows of Resources		
Unavailable Tax Revenues		
Total Deferred Inflows of Resources	0	0
Fund Balances		
Restricted:		
Special Programs		
Debt Service		
Capital Projects		
Nonspendable		
Unassigned		
Total Fund Balances	0	0
Total Liabilities and Deferred Inflows of Resources and Fund Balances	\$9,662	\$20,556

SNAKE RIVER SCHOOL DISTRICT NO. 52
 Combining Balance Sheet - Nonmajor Governmental Funds
 June 30, 2015

	Capital Projects Funds		
	Bus Depreciation	Lottery	Total
Assets			
Cash & Investments		\$184,725	\$328,921
Receivables:			
Local Sources			7,073
State Sources			28,844
Federal Sources			405,060
Due From Other Funds			0
Inventory			0
Total Assets	\$0	\$184,725	\$769,898
Liabilities			
Accounts Payable			\$30,454
Due To Other Funds	\$60		126,276
Salaries & Benefits Payable			139,516
Unspent Grant Allocation			185,336
Total Liabilities	60	\$0	481,582
Deferred Inflows of Resources			
Unavailable Tax Revenues			0
Total Deferred Inflows of Resources	0	0	0
Fund Balances			
Restricted:			
Special Programs			103,651
Debt Service			0
Capital Projects	(60)	184,725	184,665
Nonspendable			0
Unassigned			0
Total Fund Balances	(60)	184,725	288,316
Total Liabilities and Deferred Inflows of Resources and Fund Balances	\$0	\$184,725	\$769,898

SNAKE RIVER SCHOOL DISTRICT NO. 52
 Combining Statement of Revenues, Expenditures, and Changes in
 Fund Balances - Nonmajor Governmental Funds
 Year Ended June 30, 2015

	Special Revenue Funds			
	Pay for Performance	Limited English Proficiency	Idaho Reading Indicator	SREF Grants
Revenues				
Local Taxes				
Other Local Revenue				\$4,010
State Revenue		\$42,863	\$12,979	
Federal Revenue				
Total Revenues	<u>\$0</u>	<u>42,863</u>	<u>12,979</u>	<u>4,010</u>
Expenditures				
Instructional Programs				
Elementary School	473	51,866		2,202
Secondary School	5,490			446
Vocational-Technical				
Special Education				
Special Education Preschool				
Interscholastic				
Support Service Programs				
Attendance - Guidance - Health				
Special Education Support Services				
Instructional Improvement			14,761	
Educational Media				
Instruction-Related Technology				
Board of Education				
District Administration				
School Administration				
Business Operation				
Buildings - Care				
Maintenance - Non-Student Occupied				
Maintenance - Student Occupied				
Maintenance - Grounds				
Security				
Pupil-To-School Transportation				
Pupil-Activity Transportation				
General Transportation				
Non-Instructional Programs				
Child Nutrition				
Community Services				
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied				
Debt Service - Principal				
Debt Service - Interest				
Total Expenditures	<u>5,963</u>	<u>51,866</u>	<u>14,761</u>	<u>2,648</u>
Excess (Deficiency) of Revenues Over Expenditures	(5,963)	(9,003)	(1,782)	1,362
Other Financing Sources (Uses)				
Transfers In		16,902	20,000	
Transfers Out				
Total Other Financing Sources (Uses)	<u>0</u>	<u>16,902</u>	<u>20,000</u>	<u>0</u>
Net Change in Fund Balances	(5,963)	7,899	18,218	1,362
Fund Balances - Beginning	5,963	0	0	15,771
Fund Balances - Ending	<u>\$0</u>	<u>\$7,899</u>	<u>\$18,218</u>	<u>\$17,133</u>

SNAKE RIVER SCHOOL DISTRICT NO. 52
 Combining Statement of Revenues, Expenditures, and Changes in
 Fund Balances - Nonmajor Governmental Funds
 Year Ended June 30, 2015

	Special Revenue Funds			
	ISAT Remediation	Driver Education	State School Improvement	Professional Technical
Revenues				
Local Taxes				
Other Local Revenue		\$13,760		
State Revenue	\$30,518	19,125		\$36,906
Federal Revenue				
Total Revenues	<u>30,518</u>	<u>32,885</u>	<u>\$0</u>	<u>36,906</u>
Expenditures				
Instructional Programs				
Elementary School				
Secondary School		29,563	91,000	
Vocational-Technical				36,906
Special Education				
Special Education Preschool				
Interscholastic				
Support Service Programs				
Attendance - Guidance - Health				
Special Education Support Services				
Instructional Improvement	63,323			
Educational Media				
Instruction-Related Technology				
Board of Education				
District Administration				
School Administration			9,000	
Business Operation				
Buildings - Care				
Maintenance - Non-Student Occupied				
Maintenance - Student Occupied				
Maintenance - Grounds				
Security				
Pupil-To-School Transportation				
Pupil-Activity Transportation				
General Transportation				
Non-Instructional Programs				
Child Nutrition				
Community Services				
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied				
Debt Service - Principal				
Debt Service - Interest				
Total Expenditures	<u>63,323</u>	<u>29,563</u>	<u>100,000</u>	<u>36,906</u>
Excess (Deficiency) of Revenues Over Expenditures	(32,805)	3,322	(100,000)	0
Other Financing Sources (Uses)				
Transfers In	37,100			
Transfers Out				
Total Other Financing Sources (Uses)	<u>37,100</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	4,295	3,322	(100,000)	0
Fund Balances - Beginning	6,679	16,489	100,000	0
Fund Balances - Ending	<u>\$10,974</u>	<u>\$19,811</u>	<u>\$0</u>	<u>\$0</u>

SNAKE RIVER SCHOOL DISTRICT NO. 52
 Combining Statement of Revenues, Expenditures, and Changes in
 Fund Balances - Nonmajor Governmental Funds
 Year Ended June 30, 2015

	Special Revenue Funds			
	Technology	Substance Abuse	Title I-A ESEA IBP	Title I-C ESEA EMC
Revenues				
Local Taxes	\$24,230			
Other Local Revenue				
State Revenue	69,611	\$12,937		
Federal Revenue			\$322,278	\$14,581
Total Revenues	<u>93,841</u>	<u>12,937</u>	<u>322,278</u>	<u>14,581</u>
Expenditures				
Instructional Programs				
Elementary School			225,017	
Secondary School				
Vocational-Technical				
Special Education				
Special Education Preschool				
Interscholastic				
Support Service Programs				
Attendance - Guidance - Health				14,555
Special Education Support Services				
Instructional Improvement	7,794	152	95,750	26
Educational Media				
Instruction-Related Technology	100,542			
Board of Education				
District Administration				
School Administration				
Business Operation				
Buildings - Care				
Maintenance - Non-Student Occupied				
Maintenance - Student Occupied				
Maintenance - Grounds				
Security		12,472		
Pupil-To-School Transportation				
Pupil-Activity Transportation				
General Transportation				
Non-Instructional Programs				
Child Nutrition				
Community Services			1,511	
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied				
Debt Service - Principal				
Debt Service - Interest				
Total Expenditures	<u>108,336</u>	<u>12,624</u>	<u>322,278</u>	<u>14,581</u>
Excess (Deficiency) of Revenues Over Expenditures	(14,495)	313	0	0
Other Financing Sources (Uses)				
Transfers In	35,000			
Transfers Out				
Total Other Financing Sources (Uses)	<u>35,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	20,505	313	0	0
Fund Balances - Beginning	8,798	0	0	0
Fund Balances - Ending	<u>\$29,303</u>	<u>\$313</u>	<u>\$0</u>	<u>\$0</u>

SNAKE RIVER SCHOOL DISTRICT NO. 52
Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended June 30, 2015

	Special Revenue Funds			
	Special Educ. IDEA Part B School-Age	Special Educ. IDEA Preschool	Title VI-B ESEA REAP	Perkins III Professional Technical Act
Revenues				
Local Taxes				
Other Local Revenue				
State Revenue				
Federal Revenue	\$423,432	\$12,789	\$27,276	\$23,500
Total Revenues	<u>423,432</u>	<u>12,789</u>	<u>27,276</u>	<u>23,500</u>
Expenditures				
Instructional Programs				
Elementary School				
Secondary School				
Vocational-Technical				
Special Education	364,681			
Special Education Preschool		11,008		
Interscholastic				
Support Service Programs				
Attendance - Guidance - Health				
Special Education Support Services	58,751	1,781		
Instructional Improvement			27,276	23,500
Educational Media				
Instruction-Related Technology				
Board of Education				
District Administration				
School Administration				
Business Operation				
Buildings - Care				
Maintenance - Non-Student Occupied				
Maintenance - Student Occupied				
Maintenance - Grounds				
Security				
Pupil-To-School Transportation				
Pupil-Activity Transportation				
General Transportation				
Non-Instructional Programs				
Child Nutrition				
Community Services				
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied				
Debt Service - Principal				
Debt Service - Interest				
Total Expenditures	<u>423,432</u>	<u>12,789</u>	<u>27,276</u>	<u>23,500</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	0	0
Other Financing Sources (Uses)				
Transfers In				
Transfers Out				
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	0	0	0	0
Fund Balances - Beginning	0	0	0	0
Fund Balances - Ending	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

SNAKE RIVER SCHOOL DISTRICT NO. 52
Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended June 30, 2015

	Special Revenue Funds	
	Title III ESEA LILEP&I	Title II-A Improving Teacher Quality
Revenues		
Local Taxes		
Other Local Revenue		
State Revenue		
Federal Revenue	\$19,905	\$44,834
Total Revenues	19,905	44,834
Expenditures		
Instructional Programs		
Elementary School	254	
Secondary School	19,651	
Vocational-Technical		
Special Education		
Special Education Preschool		
Interscholastic		
Support Service Programs		
Attendance - Guidance - Health		
Special Education Support Services		
Instructional Improvement		44,834
Educational Media		
Instruction-Related Technology		
Board of Education		
District Administration		
School Administration		
Business Operation		
Buildings - Care		
Maintenance - Non-Student Occupied		
Maintenance - Student Occupied		
Maintenance - Grounds		
Security		
Pupil-To-School Transportation		
Pupil-Activity Transportation		
General Transportation		
Non-Instructional Programs		
Child Nutrition		
Community Services		
Capital Assets - Student Occupied		
Capital Assets - Non-Student Occupied		
Debt Service - Principal		
Debt Service - Interest		
Total Expenditures	19,905	44,834
Excess (Deficiency) of Revenues Over Expenditures	0	0
Other Financing Sources (Uses)		
Transfers In		
Transfers Out		
Total Other Financing Sources (Uses)	0	0
Net Change in Fund Balances	0	0
Fund Balances - Beginning	0	0
Fund Balances - Ending	\$0	\$0

SNAKE RIVER SCHOOL DISTRICT NO. 52
Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended June 30, 2015

	Capital Projects Funds		
	Bus		
	Depreciation	Lottery	Total
Revenues			
Local Taxes			\$24,230
Other Local Revenue	\$3,771		21,541
State Revenue		\$124,257	349,196
Federal Revenue			888,595
Total Revenues	3,771	124,257	1,283,562
Expenditures			
Instructional Programs			
Elementary School			279,812
Secondary School			146,150
Vocational-Technical			36,906
Special Education			364,681
Special Education Preschool			11,008
Interscholastic			0
Support Service Programs			0
Attendance - Guidance - Health			14,555
Special Education Support Services			60,532
Instructional Improvement			277,416
Educational Media			0
Instruction-Related Technology			100,542
Board of Education			0
District Administration			0
School Administration			9,000
Business Operation			0
Buildings - Care			0
Maintenance - Non-Student Occupied			0
Maintenance - Student Occupied			0
Maintenance - Grounds			0
Security			12,472
Pupil-To-School Transportation			0
Pupil-Activity Transportation			0
General Transportation			0
Non-Instructional Programs			0
Child Nutrition			0
Community Services			1,511
Capital Assets - Student Occupied			0
Capital Assets - Non-Student Occupied	77,860		77,860
Debt Service - Principal			0
Debt Service - Interest			0
Total Expenditures	77,860	0	1,392,445
Excess (Deficiency) of Revenues			
Over Expenditures	(74,089)	124,257	(108,883)
Other Financing Sources (Uses)			
Transfers In	67,725		176,727
Transfers Out			0
Total Other Financing Sources (Uses)	67,725	0	176,727
Net Change in Fund Balances	(6,364)	124,257	67,844
Fund Balances - Beginning	6,304	60,468	220,472
Fund Balances - Ending	(\$60)	\$184,725	\$288,316

SNAKE RIVER SCHOOL DISTRICT NO. 52

Schedule of Expenditures of Federal Awards

Year Ended June 30, 2015

Federal Grantor/ Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
US Dept of Agriculture			
<i>Passed Through Idaho Dept of Education:</i>			
Child Nutrition Cluster:			
School Breakfast Program	10.553	10.553	\$41,264
National School Lunch Program	10.555	10.555	275,244
Total Child Nutrition Cluster			<u>316,508</u>
Total US Dept of Agriculture			<u>316,508</u>
US Environmental Protection Agency			
<i>Passed Through Idaho DEQ:</i>			
ARRA - Capitalization Grants for Drinking Water State Revolving Funds	66.468	FS98003013-D140	17,888
Total US Environmental Protection Agency			<u>17,888</u>
US Dept of Education			
<i>Direct Program:</i>			
Impact Aid Cluster:			
Impact Aid	84.041	84.041	7,430
Total Impact Aid Cluster			<u>7,430</u>
<i>Passed Through Idaho Dept of Education:</i>			
Special Education Cluster:			
Special Education - Grants to States	84.027	84.027	423,432
Special Education - Preschool Grants	84.173	84.173	12,789
Total Special Education Cluster			<u>436,221</u>
Title I Grants to Local Educational Agencies	84.010	84.010	322,278
Migrant Education - State Grant Program	84.011	84.011	14,581
Career & Technical Education - Basic Grants to States	84.048	84.048	23,500
Rural Education	84.358	84.358	27,276
English Language Acquisition State Grants	84.365	84.365	19,905
Improving Teacher Quality State Grants	84.367	84.367	44,834
Total US Dept of Education			<u>896,025</u>
Total Expenditures of Federal Awards			<u>\$1,230,421</u>

NOTES:

A. Basis of Presentation - The accompanying schedule of expenditures of federal awards (the schedule) includes the federal grant activity of the School under programs of the federal government for the year ended June 30, 2015. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Because the schedule presents only a selected portion of the operations of the School, it is not intended to and does not present the financial position, changes in net position, or cash flows of the School.

B. Summary of Significant Accounting Policies - Expenditures reported on the schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in OMB Circular A-122, *Cost Principles for Non-profit Organizations*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through entity identifying numbers are presented where available.

C. Nonmonetary Assistance - Included in the National School Lunch Program award is USDA food commodities stated at a fair market value of \$43,555.

OTHER REPORTS AND SCHEDULES

Audits
Taxes
Special Services



11501 Highway 95
Payette, Idaho 83661
www.qcpas.com
info@qcpas.com
P: 208-642-1417
F: 208-642-1582

**Independent Auditor's Report on Internal Control Over Financial Reporting
and on Compliance and Other Matters Based on an Audit of Financial Statements
Performed in Accordance With *Government Auditing Standards***

Board of Trustees
Snake River School District No. 52

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Snake River School District No. 52 (the School), as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the School's basic financial statements, and have issued our report thereon dated August 5, 2015.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the School's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School's internal control. Accordingly, we do not express an opinion on the effectiveness of the School's internal control.

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

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

Compliance and Other Matters

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

Purpose of this Report

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

Quest CPAs, P.C.

Payette, Idaho
August 5, 2015

Audits
Taxes
Special Services



11501 Highway 95
Payette, Idaho 83661
www.qcpas.com
info@qcpas.com
P: 208-642-1417
F: 208-642-1582

Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by OMB Circular A-133

Board of Trustees
Snake River School District No. 52

Report on Compliance for Each Major Federal Program

We have audited Snake River School District No. 52 (the School's) compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the School's major federal programs for the year ended June 30, 2015. The School's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the School's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the School's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the School's compliance.

Opinion on Each Major Federal Program

In our opinion, the School complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2015.

Report on Internal Control Over Compliance

Management of the School is responsible for establishing and maintaining effective internal control over compliance with the types of requirements referred to above. In planning and performing our audit of compliance, we considered the School's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School's internal control over compliance.

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

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

The purpose of this report in internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Quest CPAs, P.C.

Payette, Idaho
August 5, 2015

SNAKE RIVER SCHOOL DISTRICT NO. 52

Schedule of Findings and Questioned Costs

Year Ended June 30, 2015

SUMMARY OF AUDITOR'S RESULTS

FINANCIAL STATEMENTS

Type of auditor's report being issued:	Unmodified
<i>Internal control over financial reporting:</i>	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None reported
Noncompliance material to the financial statements noted?	No

FEDERAL AWARDS

<i>Internal control over major programs:</i>	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None reported
Type of auditor's report issued on compliance for major programs:	Unmodified
Any audit findings that are required to be reported in accordance with section 510(a) of Circular A-133?	No
Major program identification:	
a. Special Education Cluster – CFDA #84.027, 84.173	
Dollar threshold used to distinguish between type A and B programs:	\$300,000
Auditee qualified as a low-risk auditee?	Yes