OLIN CONSOLIDATED INDEPENDENT SCHOOL DISTRICT

INDEPENDENT AUDITOR'S REPORTS,
BASIC FINANCIAL STATEMENTS,
SUPPLEMENTARY INFORMATION
AND SCHEDULE OF FINDINGS

JUNE 30, 2006

OLIN CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
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OLIN CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
Officials
June 30, 2006

Name	Title	Term Expires
	Board of Education	
	(Before September 2005 Election)	
Margo Ahrendsen	Board President	2005
Brian Bean	Board Member	2005
Randy Cress	Board Member	2006
Mike Hansen	Board Member	2007
Ned Rohwedder	Board Member	2007
	(After September 2005 Election)	
Mike Hansen	Board President	2007
Randy Cress	Board Member	2006
Ned Rohwedder	Board Member	2007
Brian Bean	Board Member	2008
Margo Ahrendsen	Board Member	2008
	School Officials	
Charles Liston	Superintendent	2006
Carrie Fortin	District Secretary/Treasurer & Business Manager	2006
Ahlers & Cooney, P.C.	Attorney	2006

KAY L. CHAPMAN, CPA PC

210 Cedar Street
Muscatine, Iowa 52761
563-264-1385

Independent Auditor's Report

To the Board of Education
Olin Consolidated Independent School District

I have audited the accompanying financial statements of the governmental activities, business type activities, each major fund and the aggregate remaining fund information of Olin Consolidated Independent School District, Olin, Iowa, as of and for the year ended June 30, 2006, which collectively comprise the District's basic financial statements listed in the table of contents. These financial statements are the responsibility of District officials. My responsibility is to express opinions on these financial statements based on my audit.

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

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business type activities, each major fund, and the aggregate remaining fund information of Olin Consolidated Independent School District as of June 30, 2006, and the respective changes in financial position and cash flows, where applicable, for the year then ended in conformity with U.S. generally accepted accounting principles.

In accordance with Government Auditing Standards, I have also issued my report dated October 25, 2006 on my consideration of Olin Consolidated Independent School District's internal control over financial reporting and my tests of its compliance with certain provisions of laws, regulations, contracts and other matters. The purpose of that report is to describe the scope of my 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 and should be considered in assessing the results of my audit.

Management's Discussion and Analysis and budgetary comparison information on pages 4 through 13 and 41 through 42 are not required parts of the basic financial statements, but are supplementary information required by the Governmental Accounting Standards Board. I have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. I did not audit the information and express no opinion on it.

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Olin Consolidated Independent School District's basic financial statements. I previously audited, in accordance with the standards referred to in the second paragraph of this report, the financial statements for the two years ended June 30, 2005 (which are not presented herein) and expressed unqualified opinions on those financial statements. The financial statements for the year ended June 30, 2003 (which are not presented herein) were audited by other auditors who expressed an unqualified opinion of those financial statements. Other supplementary information included in Schedules 1 through 5, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in my audit of the basic financial statements and, in my opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Kay L. Chapman, CPA PC

Kay L. Chapman, CPA PC
October 25, 2006

MANAGEMENT'S DISCUSSION AND ANALYSIS

Olin Consolidated Independent School District provides this Management's Discussion and Analysis of its financial statements. This narrative overview and analysis of the financial activities is for the fiscal year ended June 30, 2006. We encourage readers to consider this information in conjunction with the District's financial statements, which follow.

2006 FINANCIAL HIGHLIGHTS

- General Fund revenues decreased from $2,523,057 in fiscal 2005 to $2,420,126 in fiscal 2006, and General Fund expenditures decreased from $2,402,193 in fiscal 2005 to $2,399,009 in fiscal 2006. The District's General Fund balance increased from $254,641 in fiscal 2005 to $275,758 in fiscal 2006, an 8.3% increase.

- The decrease in General Fund revenues was attributable to the following: A drop in enrollment the district went on the budget guarantee phase out starting at 70%. State aid dropped $254,250 and the property tax increased $195,367. The net change is a decrease of $58,883. The district also levied $43,813 less in Cash Reserve during 05-06. The decrease in expenditures was minimal. The district was able to hold expenditures down by utilizing staff cuts to offset the increase in salaries.

USING THIS ANNUAL REPORT

The annual report consists of a series of financial statements and other information, as follows:

Management's Discussion and Analysis introduces the basic financial statements and provides an analytical overview of the District's financial activities.

The Government-wide Financial Statements consist of a Statement of Net Assets and a Statement of Activities. These provide information about the activities of Olin Consolidated Independent School District as a whole and present an overall view of the District's finances.

The Fund Financial Statements tell how governmental services were financed in the short term as well as what remains for future spending. Fund financial statements report Olin Consolidated Independent School District's operations in more detail than the government-wide statements by providing information about the most significant funds. The remaining statements provide financial information about activities for which Olin Consolidated Independent School District acts solely as an agent or custodian for the benefit of those outside of County government.

Notes to financial statements provide additional information essential to a full understanding of the data provided in the basic financial statements.

Required Supplementary Information further explains and supports the financial statements with a comparison of the District's budget for the year.

Other Supplementary Information provides detailed information about the nonmajor Governmental Funds.

Figure A-1 shows how the various parts of this annual report are arranged and relate to one another.

Figure A-1
Olin Consolidated Independent School District Annual Financial Report

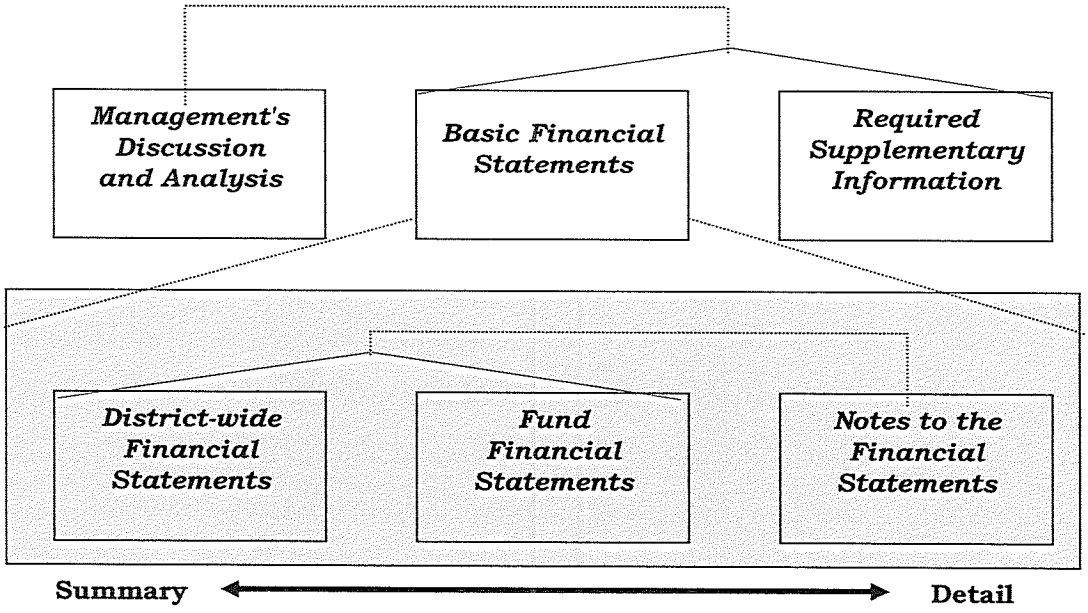

Figure A-2 summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain.

Figure A-2
Major Features of the Government-wide and Fund Financial Statements

	Government-wide Statements	Fund Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire District (except fiduciary funds)	The activities of the District that are not proprietary or fiduciary, such as special education and building maintenance	Activities the District operates similar to private businesses: food services	Instances in which the District administers resources on behalf of someone else, such as scholarship programs
Required financial statements	• Statement of net assets • Statement of activities	• Balance sheet • Statement of revenues, expenditures and changes in fund balances	• Statement of net assets • Statement of revenues, expenses and changes in fund net assets • Statement of cash flows	• Statement of fiduciary net assets • Statement of changes in fiduciary net assets
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of asset/ liability information	All assets and liabilities, both financial and capital, short-term and long-term	Generally, assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets and liabilities, both financial and capital, short-term and long-term	All assets and liabilities, both short-term and long-term; funds do not currently contain capital assets, although they can
Type of inflow/ outflow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due during the year or soon thereafter	All revenues and expenses during the year, regardless of when cash is received or paid	All additions and deductions during the year, regardless of when cash is received or paid

REPORTING THE DISTRICT'S FINANCIAL ACTIVITIES

Government-wide Financial Statements

The government-wide financial statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The Statement of Net Assets includes all of the District's assets and liabilities. All of the current year's revenues and expenses are accounted for in the Statement of Activities, regardless of when cash is received or paid.

The two government-wide financial statements report the District's net assets and how they have changed. Net assets – the difference between the District's assets and liabilities – are one way to measure the District's financial health or financial position. Over time, increases or decreases in the District's net assets are an indicator of whether financial position is improving or deteriorating. To assess the District's overall health, additional non-financial factors, such as changes in the District's property tax base and the condition of school buildings and other facilities, need to be considered.

In the government-wide financial statements, the District's activities are divided into two categories:

- *Governmental activities*: Most of the District's basic services are included here, such as regular and special education, transportation and administration. Property tax and state aid finance most of these activities.
- *Business type activities*: The District charges fees to help cover the costs of certain services it provides. The District's school nutrition program is included here.

Fund Financial Statements

The fund financial statements provide more detailed information about the District's funds, focusing on its most significant or "major" funds – not the District as a whole. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs.

Some funds are required by state law and by bond covenants. The District establishes other funds to control and manage money for particular purposes, such as accounting for student activity funds, or to show that it is properly using certain revenues, such as federal grants.

The District has three kinds of funds:

1) *Governmental funds*: Most of the District's basic services are included in governmental funds, which generally focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental fund statements provide a detailed short-term view that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs.

   The District's governmental funds include the General Fund, Special Revenue Funds, Debt Service Fund and Capital Projects Fund.

   The required financial statements for governmental funds include a balance sheet and a statement of revenues, expenditures and changes in fund balances.

2) *Proprietary funds*: Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the government-wide financial statements. The District's Enterprise Funds, one type of proprietary fund, are the same as its business type activities, but provide more detail and additional information, such as cash flows. The District currently has one Enterprise Fund, the School Nutrition Fund.

   The required financial statements for proprietary funds include a statement of revenues, expenses and changes in fund net assets and a statement of cash flows.

3) *Fiduciary funds*: The District is the trustee, or fiduciary, for assets that belong to others. These funds include Private-purpose Trust and Agency Funds.

- Private-purpose Trust Fund - The District accounts for outside donations for scholarships for individuals in this fund.

- Agency Funds - These are funds through which the District administers and accounts for certain federal and/or state grants on behalf of other Districts and certain revenue collected for District employee purchases of pop and related expenditures.

The District is responsible for ensuring the assets reported in the fiduciary funds are used only for their intended purposes and by those to whom the assets belong. The District excludes these activities from the government-wide financial statements because it cannot use these assets to finance its operations.

The required financial statements for fiduciary funds include a statement of fiduciary net assets and a statement of changes in fiduciary net assets.

Reconciliations between the government-wide financial statements and the fund financial statements follow the fund financial statements.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Figure A-3 below provides a summary of the District's net assets at June 30, 2006 compared to June 30, 2005.

Figure A-3

Condensed Statement of Net Assets

	Governmental Activities		Business-type Activities		Total School District		Total Change
	2006	2005	2006	2005	2006	2005	2005-2006
Current and other assets	$ 2,270,538	$ 2,355,773	$ 17,643	$ 15,439	$ 2,288,181	$ 2,371,212	-3.50%
Capital assets	1,651,272	1,636,952	9,152	8,293	1,660,424	1,645,245	0.92%
Total assets	3,921,810	3,992,725	26,795	23,732	3,948,605	4,016,457	-1.69%
Long-term obligations	475,000	545,000	-	-	475,000	545,000	-12.84%
Other liabilities	1,533,251	1,682,114	7,888	7,461	1,541,139	1,689,575	-8.79%
Total liabilities	2,008,251	2,227,114	7,888	7,461	2,016,139	2,234,575	-9.78%
Net assets							
Invested in capital assets, net of related debt	1,176,272	1,091,952	9,152	8,293	1,185,424	1,100,245	7.74%
Restricted	463,025	422,841	-	-	463,025	422,841	9.50%
Unrestricted	274,262	250,818	9,755	7,978	284,017	258,796	9.75%
Total net assets	$ 1,913,559	$ 1,765,611	$ 18,907	$ 16,271	$ 1,932,466	$ 1,781,882	8.45%

The District's combined net assets increased by approximately 8%, or $150,584, over the prior year. The largest portion of the District's net assets is the invested in capital assets (e.g., land, infrastructure, buildings and equipment), less the related debt. The debt related to the investment in capital assets is liquidated with sources other than capital assets.

Restricted net assets represent resources that are subject to external restrictions, constitutional provisions or enabling legislation on how they can be used. The District's restricted net assets increased $40,184, or approximately 9.5% from the prior year. The increase was primarily a result of increased balance in the Capital Projects Fund since we did not do any projects during FY06.

Unrestricted net assets – the part of net assets that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation or other legal requirements – increased $25,221, or approximately 9.75%. This increase in unrestricted net assets was a result of the District's increased revenue and being conservative with our resources.

Figure A-4 shows the change in net assets for the year ended June 30, 2006.

Figure A-4

Change in Net Assets

	Governmental Activities		Business Type Activities		Total District		Total Change
Revenues	2006	2005	2006	2005	2006	2005	2005-2006
Program revenues							
Charges for service and sales	$ 243,751	$ 246,330	$ 50,656	$ 59,538	$ 294,407	$ 305,868	-3.75%
Operating grants	318,916	343,151	68,872	64,548	387,788	407,699	-4.88%
General revenues							
Property tax	1,110,572	958,213	-	-	1,110,572	958,213	15.90%
Sales and services tax	152,736	145,879	-	-	152,736	145,879	4.70%
Unrestricted state grants	938,752	1,195,021	-	-	938,752	1,195,021	-21.44%
Unrestricted investment earnings	47,075	20,850	301	-	47,376	20,850	127.22%
Other	-	1,600	-	-	-	1,600	-100.00%
Gain on sale of capital assets	5,717	-	-	-	5,717	-	100.00%
Total revenues	2,817,519	2,911,044	119,829	124,086	2,937,348	3,035,130	-3.22%
Program expenses							
Governmental activities							
Instruction	1,709,266	1,661,805	-	-	1,709,266	1,661,805	2.86%
Support services	743,812	814,539	-	-	743,812	814,539	-8.68%
Non-instructional programs	6,872	1,383	117,193	111,609	124,065	112,992	9.80%
Other expenses	209,621	228,464	-	-	209,621	228,464	-8.25%
Loss on disposal of capital assets	-	6,650	-	-	-	6,650	-100.00%
Total expenses	2,669,571	2,712,841	117,193	111,609	2,786,764	2,824,450	-1.33%
Change in net assets	$ 147,948	$ 198,203	$ 2,636	$ 12,477	$ 150,584	$ 210,680	-28.52%

In fiscal 2006, property tax and unrestricted state grants account for approximately 73% of the revenue from governmental activities while charges for service and sales and operating grants and contributions account for 99.7% of the revenue from business type activities.

The District's total revenues were $2,937,348 of which $2,817,519 was for governmental activities and $119,829 was for business type activities.

As shown in Figure A-4, the District as a whole experienced a 3.22% decrease in revenues and a 1.33% decrease in expenses. Property tax increased $152,359 to fund the budget guarantee. The decrease in expenses related to reduction in staff from full time to part time along with the salary increases in the negotiated salary and benefits of all staff.

Governmental Activities

Revenues for governmental activities were $2,817,519 and expenses were $2,669,571. In a difficult budget year, the District was able to balance the budget by trimming expenses to match available revenues.

The following table presents the total and net cost of the District's major governmental activities: instruction, support services, non-instructional programs and other expenses.

Figure A-5

Total and Net Cost of Governmental Activities

	Total Cost of Services			Net Cost of Services		
			Change			Change
	2006	2005	2005-2006	2006	2005	2005-2006
Instruction	$ 1,709,266	$ 1,661,805	2.9%	$ 1,239,695	$ 1,166,915	6.2%
Support services	743,812	814,539	-8.7%	740,108	812,865	-9.0%
Non-instructional programs	6,872	1,383	369.9%	6,872	1,018	575.1%
Other expenses	209,621	228,464	-8.2%	120,229	135,912	-11.5%
Total expenses	$ 2,669,571	$ 2,706,191	-1.4%	$ 2,106,904	$ 2,116,710	-0.5%

- The cost financed by users of the District's programs was $243,751.
- Federal and state governments subsidized certain programs with grants and contributions totaling $318,916.
- The net cost of governmental activities was financed with $1,263,308 in property and other taxes and $938,752 in unrestricted state grants.

Business Type Activities

Revenues for business type activities were $119,829 representing a 3.4% decrease from the prior year while expenses totaled $117,193, a 5% increase over the prior year. The District's business type activities include the School Nutrition Fund. Revenues of these activities were comprised of charges for service, federal and state reimbursements and investment income.

During the year ended June 30, 2006, the District did not increase meal prices. During fiscal year 06 the district purchased a rebuilt mixer at $2,635 which is reflected in the 5% increase in expenditures.

INDIVIDUAL FUND ANALYSIS

As previously noted, Olin Consolidated Independent School District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The financial performance of the District as a whole is reflected in its governmental funds, as well. As the District completed the year, its governmental funds reported a combined fund balance of $738,783, well above last year's ending fund balances of $675,422. The primary reason for the increase is the increased revenue listed on page four along with no major capitol projects.

Governmental Fund Highlights

- The District's improving General Fund financial position is the result of many factors. Growth during the year in tax resulted in an increase in revenues. That along with the District's slight decrease in General Fund expenditures resulted in an increased ending fund balance.

- The General Fund balance increased from $254,641 to $275,758, due to the reduction of some positions and conservative efforts to maintain the budget.

- The Capital Projects Fund balance increased due to revenue exceeding bond payments. The District ended fiscal 2005 with a balance of $218,245 as a result of the sale of revenue bonds in 2004. Fiscal 2006 ended with a balance of $296,581.

Proprietary Fund Highlights

Enterprise Fund net assets increased from $16,271 at June 30, 2005 to $18,907 at June 30, 2006, representing an increase of approximately 16%. For fiscal 2006, the District did not increase meal prices. The District continued its ala carte options to provide students with the option of salad and/or pasta bars at lunch. This resulted in the related increase in revenue and net assets.

BUDGETARY HIGHLIGHTS

Over the course of the year, Olin Consolidated Independent School District did not amend its annual budget.

The District's receipts were $7,192 less than budgeted receipts, a variance of less than 1%. The most significant variance resulted from less interest income and property tax revenue than projected.

Total expenditures were $179,278 less than budgeted, due primarily to the District's budget for the General Fund. It is the District's practice to budget expenditures at the maximum authorized spending authority for the General Fund. The District then manages or controls General Fund spending through its line-item budget. As a result, the District's certified budget should always exceed actual expenditures for the year.

In spite of the District's budgetary practice, the certified budget was exceeded in the support services functional area due to account number conversions implemented in FY06.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At June 30, 2006, the District had invested $1,660,424, net of accumulated depreciation, in a broad range of capital assets, including land, buildings, athletic facilities, computers, audio-visual equipment and transportation equipment. (See Figure A-6) This represents a net increase of approximately 1% over last year. More detailed information about the District's capital assets is presented in Note 5 to the financial statements. Depreciation expense for the year was $73,234.

The original cost of the District's capital assets was $3,230,936. Governmental funds account for $3,186,125, with the remainder of $44,811 accounted for in the Proprietary, School Nutrition Fund.

The largest change in capital asset activity during the year occurred in the furniture and equipment category. The District's furniture and equipment totaled $107,630 at June 30, 2005 and $155,408 at June 30, 2006. The furniture and equipment area increased by approximately 44% due to purchase of two Ford Taurus stationwagons and one 28 passenger mini bus.

Figure A-6

Capital Assets, Net of Depreciation

	Governmental Activities		Business Type Activities		Total School District		Total Change
	2006	2005	2006	2005	2006	2005	2005-2006
Land	$ 83,796	$ 83,796	$ -	$ -	$ 83,796	$ 83,796	0.00%
Buildings and improvements	1,421,220	1,453,819	-	-	1,421,220	1,453,819	-2.24%
Site improvements	-	-	-	-	-	-	0.00%
Furniture and equipment	146,256	99,337	9,152	8,293	155,408	107,630	44.39%
Totals	$1,651,272	$1,636,952	$ 9,152	$ 8,293	$1,660,424	$1,645,245	0.92%

Long-Term Debt

At June 30, 2006, the District had $475,000 in revenue bonds. This represents a decrease of approximately 13% from last year. (See Figure A-7) Additional information about the District's long-term debt is presented in Note 6 to the financial statements.

Figure A-7

Outstanding Long-term Obligations

	Total School District		Total Change
	2006	2005	2005-2006
Revenue bonds	$ 475,000	$ 545,000	-12.84%

ECONOMIC FACTORS BEARING ON THE DISTRICT'S FUTURE

At the time these financial statements were prepared and audited, the District was aware of several existing circumstances that could significantly affect its financial health in the future:

- The District experienced a large decrease in enrollment in September 2004 which affected our budget beginning with the 2005-06 school year. Our enrollment dropped 50 students (15%) that year. The continued decline in enrollment in 2005 and 2006 will continue to make it difficult to maintain a positive balance.

- Fiscal year 2006 negotiations with the Olin Education Teacher Association (OETA) resulted in a 4% percent salary increase with no new money. This was approximately a $38,000 salary increase. The District was able to negotiate a two-year agreement with a 4% salary increase the second year also. Settlements in excess of "new money" or allowable growth in state funding will have an adverse effect on the District's General Fund budget and related fund balance.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide the District's citizens, taxpayers, customers, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Carrie Fortin District Secretary/Treasurer and Business Manager, Olin Consolidated Independent School District, 212 Trilby Street, Olin, IA 52320.

Basic Financial Statements

OLIN CONSOLIDATED INDEPENDENT SCHOOL DISTRICT

Exhibit A

Statement of Net Assets

June 30, 2006

	Governmental Activities	Business Type Activities	Total
ASSETS			
Cash and cash equivalents			
ISCAP	$ 264,233	$ -	$ 264,233
Other	904,840	15,078	919,918
Receivables			
Property tax			
Delinquent	21,827	-	21,827
Succeeding year	996,039	-	996,039
Interest receivable			
ISCAP	2,545	-	2,545
Other	2,007	67	2,074
Accounts receivable	2,391	-	2,391
Due from other governments	76,656	-	76,656
Inventories	-	2,498	2,498
Capital assets, net of accumulated depreciation	1,651,272	9,152	1,660,424
Total assets	3,921,810	26,795	3,948,605
LIABILITIES			
Accounts payable	57,421	31	57,452
Salaries and benefits payable	210,069	6,796	216,865
Accrued interest payable	1,496	-	1,496
Deferred revenue			
Succeeding year property tax	996,039	-	996,039
Other	-	1,061	1,061
ISCAP warrants payable	264,000	-	264,000
ISCAP accrued interest payable	2,385	-	2,385
ISCAP unamortized premium	1,841	-	1,841
Long-term liabilities			
Portion due within one year			
Revenue bonds payable	70,000	-	70,000
Portion due after one year			
Revenue bonds payable	405,000	-	405,000
Total liabilities	2,008,251	7,888	2,016,139

See notes to financial statements and Independent Auditor's Report.

OLIN CONSOLIDATED INDEPENDENT SCHOOL DISTRICT

Exhibit A

Statement of Net Assets

June 30, 2006

	Governmental Activities	Business Type Activities	Total
NET ASSETS			
Invested in capital assets, net of related debt	$1,176,272	$ 9,152	$1,185,424
Restricted for			
Management Levy	90,589	-	90,589
Physical Plant and Equipment Levy	28,710	-	28,710
Public Education and Recreation Levy	14,349	-	14,349
Other special revenue purposes	32,796	-	32,796
Capital projects	296,581	-	296,581
Unrestricted	274,262	9,755	284,017
Total net assets	$1,913,559	$ 18,907	$1,932,466

See notes to financial statements and Independent Auditor's Report.

OLIN CONSOLIDATED INDEPENDENT SCHOOL DISTRICT

Exhibit B

Statement of Activities

For the Year Ended June 30, 2006

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants, Contributions and Restricted Interest	Program Revenues: Capital Grants, Contributions and Restricted Interest	Net (Expense) Revenue and Changes in Net Assets: Governmental Activities	Net (Expense) Revenue and Changes in Net Assets: Business Type Activities	Net (Expense) Revenue and Changes in Net Assets: Total
Governmental activities							
Instruction							
Regular instruction	$ 1,012,665	$ 199,833	$ 154,492	$ -	$ (658,340)	$ -	$ (658,340)
Special instruction	334,170	40,214	64,989	-	(228,967)	-	(228,967)
Other instruction	362,431	-	10,043	-	(352,388)	-	(352,388)
	1,709,266	240,047	229,524	-	(1,239,695)	-	(1,239,695)
Support services							
Student services	91,685	-	-	-	(91,685)	-	(91,685)
Instructional staff services	52,914	-	-	-	(52,914)	-	(52,914)
Administration services	268,665	-	-	-	(268,665)	-	(268,665)
Operation and maintenance of plant services	221,176	3,256	-	-	(217,920)	-	(217,920)
Transportation services	109,372	448	-	-	(108,924)	-	(108,924)
	743,812	3,704	-	-	(740,108)	-	(740,108)
Non-instructional programs	6,872	-	-	-	(6,872)	-	(6,872)
Other expenditures							
Facilities acquisition	71,692	-	-	-	(71,692)	-	(71,692)
Long-term debt interest	13,748	-	-	-	(13,748)	-	(13,748)
AEA flowthrough	89,392	-	89,392	-	-	-	-
Depreciation (unallocated) *	34,789	-	-	-	(34,789)	-	(34,789)
	209,621	-	89,392	-	(120,229)	-	(120,229)
Total governmental activities	2,669,571	243,751	318,916	-	(2,106,904)	-	(2,106,904)

See notes to financial statements and Independent Auditor's Report.

OLIN CONSOLIDATED INDEPENDENT SCHOOL DISTRICT

Statement of Activities

For the Year Ended June 30, 2006

Exhibit B

Functions/Programs (continued)	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants, Contributions and Restricted Interest	Program Revenues: Capital Grants, Contributions and Restricted Interest	Net (Expense) Revenue and Changes in Net Assets: Governmental Activities	Net (Expense) Revenue and Changes in Net Assets: Business Type Activities	Net (Expense) Revenue and Changes in Net Assets: Total
Business type activities							
Non-instructional programs							
Nutrition services	$ 117,193	$ 50,656	$ 68,872	$ -	$ -	$ 2,335	$ 2,335
Total business type activities	117,193	50,656	68,872	-	-	2,335	2,335
Total	$ 2,786,764	$ 294,407	$ 387,788	$ -	(2,106,904)	2,335	(2,104,569)
General Revenues							
Property tax levied for							
General purposes					947,611	-	947,611
Debt service					87,183	-	87,183
Capital projects					75,778	-	75,778
Local option sales and services tax					152,736	-	152,736
Unrestricted state grants					938,752	-	938,752
Unrestricted investment earnings					47,075	301	47,376
Special item							
Gain on sale of capital assets					5,717	-	5,717
Total general revenues and special items					2,254,852	301	2,255,153
					-		
Change in net assets					147,948	2,636	150,584
Net assets, beginning of year					$ 1,765,611	$ 16,271	$ 1,781,882
Net assets, end of year					$ 1,913,559	$ 18,907	$ 1,932,466

* This amount excludes the depreciation included in the direct expenses of the various programs.

See notes to financial statements and Independent Auditor's Report.

OLIN CONSOLIDATED INDEPENDENT SCHOOL DISTRICT

Exhibit C

Balance Sheet
Governmental Funds
June 30, 2006

	General	Capital Projects	Nonmajor Special Revenue	Total
ASSETS				
Cash and pooled investments				
ISCAP	$ 264,233	$ -	$ -	$ 264,233
Other	476,980	262,762	165,098	904,840
Receivables				
Property tax				
Delinquent	19,066	-	2,761	21,827
Succeeding year	855,564	-	140,475	996,039
Accounts receivable	2,391	-	-	2,391
Interest receivable				
ISCAP	2,545	-	-	2,545
Other	-	1,139	868	2,007
Due from other governments	43,976	32,680	-	76,656
Total assets and other debits	$ 1,664,755	$ 296,581	$ 309,202	$ 2,270,538
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	$ 56,860	$ -	$ 561	$ 57,421
Salaries and benefits payable	208,347	-	1,722	210,069
ISCAP warrants payable	264,000	-	-	264,000
ISCAP interest payable	2,385	-	-	2,385
ISCAP unamortized premium	1,841	-	-	1,841
Deferred revenue				
Succeeding year property tax	855,564	-	140,475	996,039
Total liabilities	1,388,997	-	142,758	1,531,755
Fund balances				
Unreserved				
Special revenue funds	-	-	166,444	166,444
Other governmental funds	275,758	296,581	-	572,339
Total fund balances	275,758	296,581	166,444	738,783
Total liabilities and fund balances	$ 1,664,755	$ 296,581	$ 309,202	$ 2,270,538

See notes to financial statements and Independent Auditor's Report.

OLIN CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
Reconciliation of the Balance Sheet - Governmental Funds
to the Statement of Net Assets
June 30, 2006

Exhibit D

Total fund balances of governmental funds	$ 738,783
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in the governmental funds.	1,651,272
Accrued interest payable on long-term liabilities is not due and payable in the current period and, therefore, is not reported as a liability in the governmental funds.	(1,496)
Long-term liabilities, including bonds payable are not due and payable in the current period and, therefore, are not reported as liabilities in the governmental funds.	(475,000)
Net assets of governmental activities	$ 1,913,559

See notes to financial statements and Independent Auditor's Report.

OLIN CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2006

Exhibit E

	General	Capital Projects	Nonmajor Governmental	Total
Revenues				
Local sources				
Local tax	$ 979,147	$ 152,736	$ 129,171	$ 1,261,054
Tuition	135,211	-	-	135,211
Other	47,440	9,615	100,060	157,115
State sources	1,149,476	-	94	1,149,570
Federal sources	108,852	-	-	108,852
Total revenues	2,420,126	162,351	229,325	2,811,802
Expenditures				
Current				
Instruction				
Regular instruction	1,006,201	-	199	1,006,400
Special instruction	334,170	-	-	334,170
Other instruction	269,085	-	89,841	358,926
	1,609,456	-	90,040	1,699,496
Support services				
Student services	73,773	-	-	73,773
Instructional staff services	51,793	-	-	51,793
Administration services	263,415	-	5,250	268,665
Operation and maintenance of plant services	180,516	-	40,660	221,176
Transportation services	130,664	-	50,903	181,567
	700,161	-	96,813	796,974
Non-instructional programs	-	-	6,872	6,872
Other expenditures				
Facilities acquisition	-	-	71,692	71,692
Long-term debt				
Principal	-	-	70,000	70,000
Interest and fiscal charges	-	-	14,015	14,015
AEA flowthrough	89,392	-	-	89,392
	89,392	-	155,707	245,099
Total expenditures	2,399,009	-	349,432	2,748,441

See notes to financial statements and Independent Auditor's Report.

OLIN CONSOLIDATED INDEPENDENT SCHOOL DISTRICT

Exhibit E

Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2006

	General	Capital Projects	Nonmajor Governmental	Total
Excess (deficiency) of revenues over (under) expenditures	$ 21,117	$ 162,351	$ (120,107)	$ 63,361
Other financing sources (uses) Interfund operating transfers	-	(84,015)	84,015	-
Net change in fund balances	21,117	78,336	(36,092)	63,361
Fund balance, beginning of year	254,641	218,245	202,536	675,422
Fund balance, end of year	$ 275,758	$ 296,581	$ 166,444	$ 738,783

See notes to financial statements and Independent Auditor's Report.

OLIN CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
Reconciliation of the Statement of Revenues, Expenditures and
Changes in Fund Balances - Governmental Funds
to the Statement of Activities
For the Year Ended June 30, 2006

Exhibit F

Net change in fund balances - total governmental funds		$ 63,361
Amounts reported for governmental activities in the statement of activities are different because:		
Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, those costs are reported in the Statement of Net Assets and are allocated over their estimated useful lives as depreciation expense in the Statement of Activities. The amounts of capital outlays and depreciation expense in the year are as follows:		
Capital outlays	$ 80,061	
Gain on disposal of capital assets	5,717	
Depreciation expense	(71,458)	14,320
Repayment of long-term liabilities is an expenditure in the governmental funds, but he repayment reduces long-term liabilities in the Statement of Net Assets.		70,000
Interest on long-term debt in the Statement of Activities differs from the amount reported in the governmental funds because interest is recorded as an expenditure in the funds when due. In the Statement of Activities, interest expense is recognized as the interest accrues, regardless of when it is due.		267
Change in net assets of governmental activities		$ 147,948

See notes to financial statements and Independent Auditor's Report.

OLIN CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
Statement of Net Assets
Proprietary Fund
June 30, 2006

Exhibit G

	Nonmajor Enterprise School Nutrtition
ASSETS	
Cash and pooled investments	$ 15,078
Interest receivable	67
Inventories	2,498
Capital assets, net of accumulated depreciation	9,152
Total assets	26,795
LIABILITIES	
Accounts payable	31
Salaries and benefits payable	6,796
Deferred revenue	1,061
Total liabilities	7,888
NET ASSETS	
Invested in capital assets, net of related debt	9,152
Unrestricted	9,755
Total net assets	$ 18,907

See notes to financial statements and Independent Auditor's Report.

OLIN CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
Statement of Revenues, Expenses and Changes in Net Assets
Proprietary Fund
For the Year Ended June 30, 2006

Exhibit H

	Nonmajor Enterprise School Nutrition
Operating revenue	
Local sources	
Charges for service	$ 50,656
Operating expenses	
Non-instructional programs	
Salaries	46,424
Benefits	6,263
Purchased services	854
Supplies	61,876
Depreciation	1,776
Total operating expenses	117,193
Operating loss	(66,537)
Non-operating revenues	
Interest income	301
State sources	1,628
Federal sources	67,244
Total non-operating revenues	69,173
Net income	2,636
Net assets, beginning of year	16,271
Net assets, end of year	$ 18,907

See notes to financial statements and Independent Auditor's Report.

OLIN CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
Statement of Cash Flows
Proprietary Fund
For the Year Ended June 30, 2006

Exhibit I

	Nonmajor Enterprise School Nutrition
Cash flows from operating activities	
Cash received from sale of meals	$ 50,684
Cash payments to employees for services	(52,319)
Cash payments to suppliers for goods and services	(55,518)
Net cash used in operating activities	(57,153)
Cash flows from non-capital financing activities	
State grants received	1,628
Federal grants received	60,330
Net cash provided by non-capital financing activities	61,958
Cash flows from capital and related financing activities	
Acquisition of capital assets	(2,635)
Cash flows from investing activities	
Interest on investments	234
Net increase in cash and cash equivalents	2,404
Cash and cash equivalents, beginning of year	12,674
Cash and cash equivalents, end of year	$ 15,078
Reconciliation of operating loss to net cash used in operating activities	
Operating loss	$ (66,537)
Adjustments to reconcile operating loss to net cash used in operating activities	
Depreciation	1,776
Commodities used	6,914
Decrease in inventories	267
Increase in deferred revenue	28
Increase in accounts payable	31
Increase in salaries and benefits payable	368
Net cash used in operating activities	$ (57,153)

Non-cash investing, capital and financing activities

During the year ended June 30, 2006, the District received $6,914 of federal commodities.

See notes to financial statements and Independent Auditor's Report.

OLIN CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2006

Exhibit J

	Private Purpose Trust Scholarships	Agency
ASSETS		
Cash and pooled investments	$ 2,700	$414
Interest receivable	11	-
Total assets	2,711	414
LIABILITIES		
Due to others	-	414
NET ASSETS		
Reserved for scholarships	$ 2,711	$ -

See notes to financial statements and Independent Auditor's Report.

OLIN CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
Statement of Changes in Fiduciary Net Assets
Fiduciary Fund
For the Year Ended June 30, 2006

Exhibit K

	Private Purpose Trust Scholarships
Additions	
Local sources	
Interest	$ 116
Deductions	-
Change in net assets	116
Net assets, beginning of year	2,595
Net assets, end of year	$ 2,711

See notes to financial statements and Independent Auditor's Report.

Note 1. Summary of Significant Accounting Policies

The Olin Consolidated Independent School District is a political subdivision of the State of Iowa and operates public schools for children in grades kindergarten through twelve. Additionally, the District either operates or sponsors various adult education programs. The geographic area served includes the City of Olin, Iowa, and the agricultural territory in Jones County. The District is governed by a Board of Education whose members are elected on a non-partisan basis.

The District's financial statements are prepared in conformity with U.S. generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board.

A. Reporting Entity

For financial reporting purposes, Olin Consolidated Independent School District has included all funds, organizations, agencies, boards, commissions, and authorities. The District has also considered all potential component units for which it is financially accountable and other organizations for which the nature and significance of their relationship with the District are such that exclusion would cause the District's financial statements to be misleading or incomplete. The Governmental Accounting Standards Board has set forth criteria to be considered in determining financial accountability. These criteria include appointing a voting majority of an organization's governing body, and (1) the ability of the District to impose its will on that organization or (2) the potential for the organization to provide specific benefits to, or impose specific financial burdens on, the District. The Olin Consolidated Independent School District has no component units which meet the Governmental Accounting Standards Board criteria.

Jointly Governed Organizations - The District participates in a jointly governed organization that provides services to the District but does not meet the criteria of a joint venture since there is no ongoing financial interest or responsibility by the participating governments. The District is a member of the County Assessor's Conference Board.

B. Basis of Presentation

Government-wide Financial Statements - The Statement of Net Assets and the Statement of Activities report information on all of the nonfiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by tax and intergovernmental revenues, are reported separately from business type activities, which rely to a significant extent on fees and charges for service.

The Statement of Net Assets presents the District's nonfiduciary assets and liabilities, with the difference reported as net assets. Net assets are reported in three categories:

Invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation and reduced by outstanding balances for bonds, notes, and other debt that are attributed to the acquisition, construction, or improvement of those assets.

Restricted net assets result when constraints placed on net asset use are either externally imposed or imposed by law through constitutional provisions or enabling legislation.

Unrestricted net assets consist of net assets that do not meet the definition of the two preceding categories. Unrestricted net assets often have constraints on resources imposed by management which can be removed or modified.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those clearly identifiable with a specific function. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants, contributions and interest restricted to meeting the operational or capital requirements of a particular function. Property tax and other items not properly included among program revenues are reported instead as general revenues.

Fund Financial Statements - Separate financial statements are provided for governmental, proprietary and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements. All remaining governmental funds are aggregated and reported as other nonmajor governmental funds.

The District reports the following major governmental funds:

The General Fund is the general operating fund of the District. All general tax revenues and other revenues that are not allocated by law or contractual agreement to some other fund are accounted for in this fund. From the fund are paid the general operating expenditures, including instructional, support and other costs.

The Capital Projects Fund is used to account for all resources used in the acquisition and construction of capital facilities.

The District reports no major proprietary funds. However, it reports one nonmajor proprietary, enterprise fund, the School Nutrition Fund which is used to account for the food service operations of the District.

The District also reports fiduciary funds which focus on net assets and changes in net assets. The District's fiduciary funds include the following:

The Private Purpose Trust Fund is used to account for assets held by the District under trust agreements which require income earned to be used to benefit individuals through scholarship awards.

The Agency Fund is used to account for assets held by the District as an agent for individuals, private organizations and other governments. The Agency Fund is custodial in nature, assets equal liabilities, and does not involve measurement of results of operations.

C. Measurement Focus and Basis of Accounting

The government-wide, proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property tax is recognized as revenue in the year for which it is levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been satisfied.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days after year end.

Property tax, intergovernmental revenues (shared revenues, grants and reimbursements from other governments) and interest associated with the current fiscal period are all considered to be susceptible to accrual. All other revenue items are considered to be measurable and available only when cash is received by the District.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, principal and interest on long-term debt, claims and judgments, compensated absences and early retirement are recognized as expenditures only when payment is due. Capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

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

The proprietary fund of the District applies all applicable GASB pronouncements, as well as the following pronouncements issued on or before November 30, 1989, unless these pronouncements conflict with or contradict GASB pronouncements: Financial Accounting Standards Board Statements and Interpretations, Accounting Principles Board Opinions, and Accounting Research Bulletins of the Committee on Accounting Procedure.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the District's Enterprise Fund is charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

The District maintains its financial records on the cash basis. The financial statements of the District are prepared by making memorandum adjusting entries to the cash basis financial records.

D. Assets, Liabilities and Fund Equity

The following accounting policies are followed in preparing the balance sheet:

Cash, Pooled Investments and Cash Equivalents - The cash balances of most District funds are pooled and invested. Investments are stated at fair value, except for non-negotiable certificates of deposit which are stated at cost.

For purposes of the statement of cash flows, all short-term cash investments that are highly liquid are considered to be cash equivalents. Cash equivalents are readily convertible to known amounts of cash, and at the day of purchase, they have a maturity date no longer than three months.

Property Tax Receivable - Property tax in governmental funds is accounted for using the modified accrual basis of accounting.

Property tax receivable is recognized in these funds on the levy or lien date, which is the date that the tax asking is certified by the Board of Education. Delinquent property tax receivable represents unpaid taxes for the current year and prior years. The succeeding year property tax receivable represents taxes certified by the Board of Education to be collected in the next fiscal year for the purposes set out in the budget for the next fiscal year. By statute, the District is required to certify its budget in April of each year for the subsequent fiscal year. However, by statute, the tax asking and budget certification for the following fiscal year becomes effective on the first day of that year. Although the succeeding property tax receivable has been recorded, the related revenue is deferred in both the government-wide and fund financial statements and will not be recognized as revenue until the year for which it is levied.

Property tax revenue recognized in these funds become due and collectible in September and March of the fiscal year with a 1½ % per month penalty for delinquent payments; is based on January 1, 2004 assessed property valuations; is for the tax accrual period July 1, 2005 through June 30, 2006 and reflects the tax asking contained in the budget certified to the County Board of Supervisors in April 2005.

Due From Other Governments - Due from other governments represents amounts due from the State of Iowa, various shared revenues, grants and reimbursements from other governments.

Inventories - Inventories are valued at cost using the first-in, first-out method for purchased items and government commodities. Inventories of proprietary funds are recorded as expenses when consumed rather than when purchased or received.

Capital Assets - Capital assets, which include property, furniture and equipment, are reported in the applicable governmental or business type activities columns in the government-wide Statement of Net Assets. Capital assets are recorded at historical cost. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Capital assets are defined by the District as assets with an initial, individual cost in excess of the following thresholds and estimated useful lives in excess of two years.

Asset Class	Amount
Land	$ 1,500
Buildings	$ 1,500
Improvements other than buildings	$ 1,500
Furniture and equipment:	
School Nutrition Fund equipment	$ 500
Other furniture and equipment	$ 1,500

Capital assets are depreciated using the straight line method of depreciation over the following estimated useful lives:

Asset Class	Useful Life
Buildings and improvements	50 years
Improvements other than buildings	20-50 years
Furniture and equipment	5-15 years

Salaries and Benefits Payable - Payroll and related expenditures for teachers with annual contracts corresponding to the current school year, which are payable in July and August, have been accrued as liabilities.

Deferred Revenue - Although certain revenues are measurable, they are not available. Available means collected within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. Deferred revenue in the governmental fund financial statements represents the amount of assets that have been recognized, but the related revenue has not been recognized since the assets are not collected

within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. Deferred revenue consists of property tax receivables and other receivables not collected within sixty days after year end.

Deferred revenue on the Statement of Net Assets consists of succeeding year property tax receivable that will not be recognized as revenue until the year for which it is levied.

Long-term Liabilities - In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities column in the Statement of Net Assets.

Fund Equity - In the governmental fund financial statements, reservations of fund balance are reported for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose.

Restricted Net Assets - In the government-wide Statement of Net Assets, net assets are reported as restricted when constraints placed on net asset use are either externally imposed by creditors, grantors, contributors or laws and regulations of other governments or imposed by law through constitutional provisions or enabling legislation.

E. Budgeting and Budgetary Accounting

The budgetary comparison and related disclosures are reported as Required Supplementary Information. During the year ended June 30, 2006, expenditures exceeded the amounts budgeted in the Support Services function; however, the District did not exceed its General Fund unspent authorized budget.

Note 2. Cash and Pooled Investments

The District's deposits in banks at June 30, 2006 were entirely covered by federal depository insurance or by the State Sinking Fund in accordance with Chapter 12C of the Code of Iowa. This chapter provides for additional assessments against the depositories to insure there will be no loss of public funds.

The District is authorized by statute to invest public funds in obligations of the United States government, its agencies and instrumentalities; certificates of deposit or other evidences of deposit at federally insured depository institutions approved by the Board of Education; prime eligible bankers acceptances; certain high rated commercial paper; perfected repurchase agreements; certain registered open-end management investment companies; certain joint investment trusts; and warrants or improvement certificates of a drainage district.

At June 30, 2006, the District had investments in the IPAS education as follows:

	Amortized Cost
Institutional Money Market Fund	$ 911,342

The investments are valued at an amortized cost pursuant to Rule 2a-7 under the Investment Company Act of 1940.

Credit risk. The investment in the IPAS education was rated Aaa by Moody's Investors Service.

Note 3. Interfund Transfers

The detail of interfund transfers for the year ended June 30, 2006 is as follows:

Transfer to	Transfer from	Amount
Debt Service	Capital Projects	$ 84,015

Transfers generally move revenues from the fund statutorily required to collect the resources to the fund statutorily required to expend the resources.

Note 4. Iowa Schools Cash Anticipation Program (ISCAP)

The District participates in the Iowa Schools Cash Anticipation Program (ISCAP). ISCAP is a program of the Iowa Association of School Boards and is designed to provide funds to participating entities during periods of cash deficits. ISCAP is funded by a semiannual issuance of anticipatory warrants, which mature as noted below. The warrant sizing of each school corporation is based on a projection of cash flow needs during the semiannual period. ISCAP accounts are maintained for each participating entity, and monthly statements are provided regarding their cash balance, interest earnings, and amounts available for withdrawal for each outstanding series of warrants. Bankers Trust Co. NA is the trustee for the program. A summary of the District's participation in ISCAP as of June 30, 2006, is as follows:

Series	Warrant Date	Final Warrant Maturity	Investments	Accrued Interest Receivable	Warrants Payable	Accrued Interest Payable	Unamortized Premium
2005-06B	1/26/06	1/26/07	$ 123,429	$ 2,501	$ 123,000	$ 2,350	$ 768
2006-07A	6/28/06	6/28/07	140,804	44	141,000	35	1,073
			$ 264,233	$ 2,545	$ 264,000	$ 2,385	$ 1,841

The District pledges its state foundation aid payments and General Fund receipts as security for warrants issued. Repayments must be made when General Fund receipts are received. If a balance is outstanding on the last date the funds are available to be drawn, then the District must repay the outstanding withdrawal from its General Fund receipts. In additions, the District must make minimum warrant repayments on the 25th of each month immediately following the final date that the warrant proceeds may be used in an amount equal to 25% of the warrant amount. There was no ISCAP advance activity for the year ended June 30, 2006.

The warrants bear an interest rate and the proceeds of the warrants are invested at an interest rate as shown below:

Series	Interest Rates on Warrants	Interest Rates on Investments
2005-06A	4.000%	3.9030%
2005-06B	4.500%	4.7720%
2006-07A	4.500%	5.6760%

Note 5. Capital Assets

Capital assets activity for the year ended June 30, 2006 was as follows:

Governmental activities	Balance, Beginning of Year	Additions	Deletions	Balance, End of Year
Capital assets not being depreciated:				
Land and improvements	$ 83,796	$ -	$ -	$ 83,796
Capital assets being depreciated:				
Buildings and improvements	2,044,880	-	-	2,044,880
Site improvements	75,400	-	-	75,400
Furniture and equipment	908,909	80,061	(6,921)	982,049
Total capital assets being depreciated	3,029,189	80,061	(6,921)	3,102,329
Less accumulated depreciation for:				
Buildings and improvements	591,061	32,599	-	623,660
Site improvements	75,400	-	-	75,400
Furniture and equipment	809,572	38,859	(12,638)	835,793
Total accumulated depreciation	1,476,033	71,458	(12,638)	1,534,853
Total capital assets being depreciated, net	1,553,156	8,603	5,717	1,567,476
Governmental activities capital assets, net	$ 1,636,952	$ 8,603	$ 5,717	$ 1,651,272
Business type activities				
Furniture and equipment	$ 48,282	$ 2,635	$ 6,106	$ 44,811
Less accumulated depreciation	39,989	1,776	6,106	35,659
Business-type activities capital assets, net	$ 8,293	$ 859	$ -	$ 9,152

Depreciation expense was charged to the following functions:

Governmental activities	
Instruction	
Regular	$ 6,265
Other	3,505
Support services	
Student support	17,912
Instructional staff	1,121
Transportation	7,866
Unallocated depreciation	34,789
Total governmental activities depreciation expense	$ 71,458
Business type activities	
Food services	$ 1,776

Note 6. Long-term Liabilities

Changes in long-term liabilities for the year ended June 30, 2006 are summarized as follows:

	Balance, Beginning of Year	Additions	Reductions	Balance, End of Year	Due Within One Year
Revenue bonds	$ 545,000	$ -	$(70,000)	$ 475,000	$ 70,000

Revenue Anticipation Bonds Payable

On April 1, 2003, the District issued School Infrastructure Sales and Services Tax Revenue Bonds. The proceeds of the bonds are to be used to construct and furnish the Olin Attendance Center, specifically a new library and multi-purpose activity center. The bonds will be repaid by the collection of the local option sales and services tax for school infrastructure. The bonds are secured by a Reserve Fund, which was established under the Bond Resolution. A Sinking Fund has been established into which collections of the local option sales and service tax will be deposited. Interest and principal on the bonds will be paid from the Sinking Fund. Details of the District's June 30, 2006 revenue anticipation bonded indebtedness are as follows:

Year Ending June 30,	Bond Issue of April 1, 2003			
	Interest Rates	Principal	Interest	Total
2007	2.250	$ 70,000	$ 12,180	$ 82,180
2008	2.400	75,000	10,493	85,493
2009	2.600	80,000	8,552	88,552
2010	2.750	80,000	6,412	86,412
2011	3.020	85,000	4,016	89,016
2012	3.200	85,000	1,360	86,360
Totals		$ 475,000	$ 43,013	$ 518,013

Note 7. Pension and Retirement Benefits

The District contributes to the Iowa Public Employees Retirement System (IPERS) which is a cost-sharing multiple-employer defined benefit pension plan administered by the State of Iowa. IPERS provides retirement and death benefits which are established by State statute to plan members and beneficiaries. IPERS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to IPERS, P.O. Box 9117, Des Moines, IA, 50306-9117.

Plan members are required to contribute 3.70% of their annual covered salary and the District is required to contribute 5.75% of annual covered payroll for the years ended June 30, 2006, 2005 and 2004. Contribution requirements are established by State statute. The District's contribution to IPERS for the years ended June 30, 2006, 2005 and 2004 were $84,157, $88,382 and $82,351 respectively, equal to the required contributions for each year.

Note 8. Risk Management

The District is exposed to various risks of loss related to torts; theft; damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. These risks are covered by the purchase of commercial insurance. The District assumes liability for any deductibles and claims in excess of coverage limitations. Settled claims from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Note 9. Area Education Agency

The District is required by the Code of Iowa to budget for its share of special education support, media, and educational services provided through the area education agency. The District's actual amount for this purpose totaled $89,392 for the year ended June 30, 2006 and is recorded in the General Fund by making a memorandum adjusting entry to the cash basis financial statements.

Note 10. Subsequent Event

In October 2006, the District sold a parcel of land for $20,000 to an unrelated party. The District complied with the applicable Code of Iowa chapters and other regulations regarding the sale of real estate. The proceeds were recorded in the Physical Plant and Equipment Levy Fund in the year ending June 30, 2007.

Required Supplementary Information

OLIN CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
Budgetary Comparison Schedule of Revenues, Expenditures and Changes in Balances - Budget and Actual
All Governmental Funds and Proprietary Fund
Required Supplementary Information
For the Year Ended June 30, 2006

	Governmental Funds Actual	Proprietary Fund Actual	Total Actual	Budgeted Amounts Original	Budgeted Amounts Final	Final to Actual Variance
Revenues						
Local sources	$ 1,553,380	$ 50,957	$ 1,604,337	$ 1,541,772	$ 1,541,772	$ 62,565
State sources	1,149,570	1,628	1,151,198	1,230,051	1,230,051	(78,853)
Federal sources	108,852	67,244	176,096	167,000	167,000	9,096
Total revenues	2,811,802	119,829	2,931,631	2,938,823	2,938,823	(7,192)
Expenditures						
Instruction	1,699,496	-	1,699,496	1,798,562	1,798,562	99,066
Support services	796,974	-	796,974	749,139	749,139	(47,835)
Non-instructional programs	6,872	117,193	124,065	133,900	133,900	9,835
Other expenditures	245,099	-	245,099	363,311	363,311	118,212
Total expenditures	2,748,441	117,193	2,865,634	3,044,912	3,044,912	179,278
Excess (deficiency) of revenues over (under) expenditures	63,361	2,636	65,997	(106,089)	(106,089)	172,086
Balance, beginning of year	675,422	16,271	691,693	574,535	574,535	117,158
Balance, end of year	$ 738,783	$ 18,907	$ 757,690	$ 468,446	$ 468,446	$ 289,244

See accompanying Independent Auditor's Report.

OLIN CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
Notes to Required Supplementary Information – Budgetary Reporting
For the Year Ended June 30, 2006

This budgetary comparison is presented as Required Supplementary Information in accordance with Governmental Accounting Standards Board Statement No. 41 for governments with significant budgetary perspective differences resulting from not being able to present budgetary comparisons for the General Fund and the Capital Projects Fund.

In accordance with the Code of Iowa, the Board of Education annually adopts a budget following required public notice and hearing for all funds except Private Purpose Trust and Agency Funds. The budget may be amended during the year utilizing similar statutorily prescribed procedures. The District's budget is prepared on the GAAP basis.

Formal and legal budgetary control for the certified budget is based upon four major classes of expenditures known as functions, not by fund or fund type. These four functions are instruction, support services, non-instructional programs and other expenditures. Although the budget document presents function expenditures or expenses by fund, the legal level of control is at the aggregated functional level, not by fund. The Code of Iowa also provides District expenditures in the General Fund may not exceed the amount authorized by the school finance formula. During the year, the District did not adopt any budget amendments.

During the year ended June 30, 2006, District expenditures in the Support Services function exceeded the amount budgeted; however, General Fund expenditures did not exceed the District's unspent authorized budget.

Other Supplementary Information

OLIN CONSOLIDATED INDEPENDENT SCHOOL DISTRICT Schedule 1
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2006

	Management Levy	Student Activity	Physical Plant & Equipment Levy	Public Education & Recreation Levy	Total
ASSETS					
Cash and pooled investments	$ 89,034	$ 32,691	$ 27,375	$ 15,998	$ 165,098
Receivables					
Property tax					
Current year delinquent	1,174	-	1,398	189	2,761
Succeeding year	65,000	-	66,498	8,977	140,475
Interest receivable	381	105	313	69	868
Total assets	$ 155,589	$ 32,796	$ 95,584	$ 25,233	$ 309,202
LIABILITIES AND FUND BALANCES					
Liabilities					
Salaries and benefits payable	$ -	$ -	$ -	$ 1,722	$ 1,722
Accounts payable	-	-	376	185	561
Deferred revenue					
Succeeding year property tax	65,000	-	66,498	8,977	140,475
Total liabilities	65,000	-	66,874	10,884	142,758
Fund Balances					
Unreserved fund balances	90,589	32,796	28,710	14,349	166,444
Total liabilities and fund balances	$ 155,589	$ 32,796	$ 95,584	$ 25,233	$ 309,202

See accompanying Independent Auditor's Report.

OLIN CONSOLIDATED INDEPENDENT SCHOOL DISTRICT Schedule 2
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2006

	Special Revenue					
Revenues	Management Levy	Student Activity	Physical Plant & Equipment Levy	Public Education & Recreation Levy	Debt Service	Total
Local sources						
Local taxes	$ 54,946	$ -	$ 65,511	$ 8,714	$ -	$ 129,171
Other	2,705	92,916	3,826	613	-	100,060
State sources	40	-	48	6	-	94
Total revenues	57,691	92,916	69,385	9,333	-	229,325
Expenditures						
Instruction						
Regular program instruction	199	-	-	-	-	199
Other instruction	-	89,841	-	-	-	89,841
Support services						
Administration services	5,250	-	-	-	-	5,250
Operation and maintenance of plant services	38,560	-	2,100	-	-	40,660
Transportation services	6,142	-	44,761	-	-	50,903
Noninstructional programs	-	-	-	6,872	-	6,872
Other expenditures						
Facilities acquisition	-	-	71,692	-	-	71,692
Long-term debt						
Principal	-	-	-	-	70,000	70,000
Interest and fiscal charges	-	-	-	-	14,015	14,015
Total expenditures	50,151	89,841	118,553	6,872	84,015	349,432
Excess (deficiency) of revenues over (under) expenditures	7,540	3,075	(49,168)	2,461	(84,015)	(120,107)
Other financing sources						
Operating transfers in	-	-	-	-	84,015	84,015
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing (uses)	7,540	3,075	(49,168)	2,461	-	(36,092)
Fund balances, beginning of year	83,049	29,721	77,878	11,888	-	202,536
Fund balances, end of year	$ 90,589	$32,796	$28,710	$14,349	$ -	$ 166,444

See accompanying Independent Auditor's Report.

OLIN CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
Schedule of Changes in Special Revenue Fund, Student Activity Accounts
For the Year Ended June 30, 2006

Schedule 3

Account	Balance, Beginning of Year	Revenues	Expenditures	Balance, End of Year
General athletics	$ -	$ 2,133	$ 1,533	$ 600
Boys basketball	979	4,479	4,058	1,400
Boys football	1,000	8,194	7,632	1,562
Boys baseball	-	2,667	2,667	-
Boys track	-	553	553	-
Boys golf	-	31	31	-
Girls basketball	309	3,605	2,514	1,400
Girls volleyball	657	1,019	1,321	355
Girls softball	-	4,221	4,221	-
Girls track	-	544	544	-
Drama	1,195	771	366	1,600
Thespians	-	475	475	-
Bank/vocal	18	-	-	18
PE super sport	354	1,143	1,251	246
ELP fundraising	190	-	12	178
Title I fundraising	181	40	70	151
HS SCI club	333	153	167	319
Elementary SCI club	332	280	36	576
Interest	4,233	3,667	3,943	3,957
Concession stand	-	9,418	8,418	1,000
Annual 2004-2005	287	783	1,070	-
Annual 2004-2005	-	3,025	1,760	1,265
Cheerleading	369	425	403	391
FFA	2,681	12,287	12,415	2,553
Pom-pon	1,069	5,982	6,978	73
HS student council	2,763	7,468	6,687	3,544
JH student council	136	-	81	55
School store	(81)	81	-	-
Spanish club	82	-	57	25
Athletic resale	707	408	516	599
Music resale	-	11	-	11
Activity resale	2,760	5,948	6,800	1,908
I.A. resale	(107)	140	-	33

See accompanying Independent Auditor's Report.

OLIN CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
Schedule of Changes in Special Revenue Fund, Student Activity Accounts
For the Year Ended June 30, 2006

Schedule 3

Account	Balance, Beginning of Year	Revenues	Expenditures	Balance, End of Year
Class of 2006	$ 1,435	$ 3,087	$ 4,522	$ -
Class of 2007	709	6,555	6,429	835
Class of 2008	398	-	20	378
Class of 2009	221	20	-	241
Class of 2010	255	-	-	255
Class of 2011	-	84	-	84
Candy resale/industrial arts	(99)	301	200	2
Employee candy resale	65	-	65	-
Field trips	1,376	1,811	1,058	2,129
Wapsi League	2,834	857	271	3,420
Pools PTO donation	1,996	-	450	1,546
Library books fund	84	250	247	87
Totals	$ 29,721	$ 92,916	$ 89,841	$ 32,796

See accompanying Independent Auditor's Report.

OLIN CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
Schedule of Changes in Fiduciary Assets and Liabilities - Agency Fund
For the Year Ended June 30, 2006

Schedule 4

	Balance, Beginning of Year	Additions	Deductions	Balance, End of Year
Assets				
Cash	$ 408	$ 6	$ -	$ 414
Liabilities				
Due to others	$ 408	$ 6	$ -	$ 414

See accompanying Independent Auditor's Report.

OLIN CONSOLIDATED INDEPENDENT SCHOOL DISTRICT Schedule 5
Schedule of Revenues by Source and Expenditures by Function
All Governmental Funds
For the Last Four Years

	Modified Accrual Basis			
	2006	2005	2004	2003
Revenues				
Local sources				
Local tax	$ 1,261,054	$ 1,103,347	$ 985,865	$ 1,098,659
Tuition	135,211	141,631	138,923	91,045
Other	157,115	127,149	176,713	119,901
State sources	1,149,570	1,404,505	1,252,588	1,224,302
Federal sources	108,852	134,412	675,155	92,816
Total revenues	$ 2,811,802	$ 2,911,044	$ 3,229,244	$ 2,626,723
Expenditures				
Instruction				
Regular instruction	1,006,400	1,055,238	1,125,376	1,042,394
Special instruction	334,170	272,467	370,646	388,735
Other instruction	358,926	357,999	297,112	289,268
Support services				
Student services	73,773	90,110	67,945	48,408
Instructional staff services	51,793	70,641	50,089	44,255
Administration services	268,665	331,405	318,802	305,623
Operation and maintenance of plant services	221,176	238,578	179,969	193,426
Transportation services	181,567	84,847	90,244	86,055
Noninstructional progams	6,872	1,383	44,829	3,606
Other expenditures				
Facilities acquisition	71,692	77,892	1,187,281	286,559
Long-term debt				
Principal	70,000	65,000	-	-
Interest and other charges	14,015	15,231	18,267	-
AEA flowthrough	89,392	92,552	88,481	93,791
Total expenditures	$ 2,748,441	$ 2,753,343	$ 3,839,041	$ 2,782,120

See accompanying Independent Auditor's Report.

KAY L. CHAPMAN, CPA PC

210 Cedar Street
Muscatine, Iowa 52761
563-264-1385

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

To the Board of Education
Olin Consolidated Independent School District

I have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of Olin Consolidated Independent School District as of and for the year ended June 30, 2006, which collectively comprise the District's basic financial statements listed in the table of contents, and have issued my report thereon dated October 25, 2006. I conducted my audit in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing my audit, I considered Olin Consolidated Independent School District's internal control over financial reporting in order to determine my auditing procedures for the purpose of expressing my opinions on the financial statements and not to provide an opinion on the internal control over financial reporting. However, I noted certain matters involving the internal control over financial reporting and its operation that I consider to be reportable conditions. Reportable conditions involve matters coming to my attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in my judgment, could adversely affect the District's ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements. Reportable conditions are described in Part I of the accompanying Schedule of Findings.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. My consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, of the reportable conditions described above, I believe item (A) Segregation of Duties, is a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Olin Consolidated Independent School District's financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, non-compliance 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 my audit and, accordingly, I do not express such an opinion. The results of my tests disclosed no instances of non-compliance or other matters that are required to be reported under Government Auditing Standards. However, I noted certain immaterial instances of non-compliance or other matters that are described in Part II of the accompanying Schedule of Findings.

Comments involving statutory and other legal matters about the District's operations for the year ended June 30, 2006 are based exclusively on knowledge obtained from procedures performed during my audit of the financial statements of the District. Since my audit was based on tests and samples, not all transactions that might have had an impact on the comments were necessarily audited. The comments involving statutory and other legal matters are not intended to constitute legal interpretations of those statutes.

This report, a public record by law, is intended solely for the information and use of the officials, employees and citizens of the Olin Consolidated Independent School District and other parties to whom the District may report. This report is not intended to be and should not be used by anyone other than these specified parties.

I would like to acknowledge the many courtesies and assistance extended to me by the personnel of the Olin Consolidated Independent School District during the course of my audit. Should you have any questions concerning any of the above matters, I shall be pleased to discuss them with you at your convenience.

Kay L. Chapman, CPA PC
October 25, 2006

OLIN CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
Schedule of Findings
For the Year Ended June 30, 2006

Part I. Findings Related to the Financial Statements

INSTANCES OF NON-COMPLIANCE

No matters were reported.

REPORTABLE CONDITIONS

A. Segregation of Duties - The limited number of accounting personnel makes it difficult to achieve adequate internal accounting control through the segregation of duties and responsibilities. I noted that the same individual performed the following duties: recording and processing cash receipts, preparing checks and bank reconciliations, preparation of journals and general financial information for ledger posting, and the analysis of financial information. A small staff makes it difficult to establish an ideal system of automatic internal checks on accounting record accuracy and reliability, although I noted the District had taken steps to segregate duties between the present personnel. This is not an unusual condition but it is important the District officials are aware that the condition exists.

   Recommendation - I realize that with a limited number of office employees, segregation of duties is difficult. However, the District should review the operating procedures of the District to obtain the maximum internal control possible under the circumstances.

   Response - We will review our procedures and implement changes to improve internal control, as we deem necessary.

   Conclusion - Response accepted.

Part II. Other Findings Related to Statutory Reporting:

1. Certified Budget - Expenditures for the year ended June 30, 2006 exceeded the amount budgeted in the Support Services function.

   Recommendation - The certified budget should have been amended in accordance with Chapter 24.9 of the Code of Iowa before expenditures were allowed to exceed the budget.

   Response - We will be more attentive of this in the future and amend the budget, as necessary.

   Conclusion - Response accepted.

OLIN CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
Schedule of Findings
For the Year Ended June 30, 2006

2. Questionable Disbursements - I noted no disbursements that may not meet the requirements of public purpose as defined in an Attorney General's opinion dated April 25, 1979.

3. Travel Expense - No expenditures of District money for travel expenses of spouses of District officials or employees were noted. No travel advances to District officials or employees were noted.

4. Business Transactions - No business transactions between the District and District officials or employees were noted.

5. Bond Coverage - Surety bond coverage of District officials and employees is in accordance with statutory provisions. The amount of coverage should be reviewed annually to insure that the coverage is adequate for current operations.

6. Board Minutes - I noted no transactions requiring Board approval which had not been approved by the Board and minutes were timely published.

7. Certified Enrollment - No variances in the basic enrollment data certified to the Iowa Department of Education were noted.

8. Deposits and Investments - I noted no instances of noncompliance with the deposit and investment provisions of Chapter 12B and Chapter 12C of the Code of Iowa and the District's investment policy.

9. Certified Annual Reports - The Certified Annual Report was certified with the Department of Education timely and I noted no material errors in the amounts reported.

OLIN CONSOLIDATED INDEPENDENT SCHOOL DISTRICT
Audit Staff
June 30, 2006

This audit was performed by

Kay Chapman, CPA
Tammy Calvert, staff accountant