



Comprehensive Annual

FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2009

Ankeny Community School District



*Providing
Excellence
in Education*

306 S.W. School Street, Ankeny, IA 50023-3033

COMPREHENSIVE ANNUAL FINANCIAL REPORT

**ANKENY COMMUNITY SCHOOL DISTRICT
306 S.W. School Street
Ankeny, Iowa 50023**

For the fiscal year ended June 30, 2009

OFFICIAL ISSUING REPORT

Dr. Craig Hansel, R.S.B.A., CFO/Board Secretary

OFFICE ISSUING REPORT

Business Office

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**Ankeny Community School District
C O N T E N T S**

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ANKENY COMMUNITY SCHOOL DISTRICT

EXCELLENCE IN EDUCATION!

December 15, 2009

To the Board of Education and Residents
Ankeny Community School District

The Comprehensive Annual Financial Report of the Ankeny Community School District, (the "District") for the year ending June 30, 2009 is submitted herewith. The District is an independent entity governed by a seven-member board. Responsibility for the accuracy and completeness of the presentation, including all disclosures, rests with the District's Business Office. We believe the data presented is accurate in all material respects; the data is presented to fairly set forth the financial position and results of operation of the District as measured by the financial activity of the various funds; and all necessary disclosures have been included in order to enable the reader to gain the maximum understanding of the District's financial affairs.

This report is prepared in conformance with generally accepted accounting principles (GAAP) for governments as promulgated by the Government Accounting Standards Board (GASB). This report is consistent with legal reporting requirements of the State of Iowa. In addition to meeting legal requirements, this report is intended to present a comprehensive summary of significant financial data to meet the needs of citizens, taxpayers, employees, financial institutions, intergovernmental agencies, creditors, and the Board of Education.

The Comprehensive annual financial report is presented in four sections:

1. Introductory Section: This section contains the Table of Contents; this Letter of Transmittal; listing of Board of Education Members; a listing of School Officials; and an organizational chart. The introductory section is not audited.
2. Financial Section: This section begins with the independent auditor's report. This section includes Management Discussion and Analysis, Basic Financial Statements, Notes to the Basic Financial Statements, Combining and Individual Fund Statements, and required Budgetary Supplemental Information. All reports of the financial section are audited.

3. Statistical Section: This section, which is not audited, includes selected financial, demographic and economic data, generally presented on a multi-year basis. This section includes all disclosures, not contained elsewhere in the CAFR, to comply with the Securities and Exchange Commission continuing disclosure requirements for general obligation debt issues.
4. Compliance Section: The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1992, and the U. S. Office of Management and Budget, Circular A-133. Audits of State, Local Governments, and Non-profit Organizations. Information related to this single audit, including the schedules of state and federal assistance, the independent auditor's reports on internal controls, and compliance with applicable laws and regulations is included in this section of the report.

THE REPORTING ENTITY

The Ankeny Community School District was consolidated in 1919. The District is independently supported financially by state aid, state and federal grants for special projects, local revenue received in the form of tuition, and property taxes levied by its Board of Education. The District is governed by a seven-member Board of Education. Information on residents currently serving as Board Members is contained after the transmittal letter. The Board has the power and duty to set budgets, certify tax levies, issue debt, and other tasks necessary to the operation of the District. The District is subject to the general oversight of the Iowa Department of Education. This oversight generally includes an approval process that reviews compliance to standards enacted by legislative mandate.

ECONOMIC CONDITION AND OUTLOOK

Ankeny has one of the premier locations in the Upper Midwest, at the intersection of Interstates 80 and 35. Ankeny is on the northern side of the Des Moines metropolitan area, Iowa's strongest business region; and 20 minutes south of Ames, home of Iowa State University. This location gives Ankeny businesses access to the resources of Iowa State University, the business assets of the Des Moines metro area and the education and job training benefits of the Des Moines Area Community College.

The Metro North Business Park is adjacent to Interstate 35 and offers less than five minute access to the Ankeny Regional Airport. The addition of the Corporate Woods Pointe Business Park and the Vintage Business Park at Prairie Trail provide new options for businesses considering an investment in Ankeny. The City of Ankeny continues to work with the private sector to prepare the 450-acre Crosswinds Business Park at the intersection of Interstates 35 and 80.

Ankeny has the workforce businesses need to succeed. Labor shed studies completed in 2008 by Iowa Workforce Development indicate the community has high concentrations of people with skills for the Life Sciences, Advanced Manufacturing, and Information Solutions/Financial Services. Over 11,000 Ankeny residents commute to other cities to work each day, providing a potential source of talented workers to

businesses considering an investment in Ankeny.

Ankeny's workforce is employed in the following business sectors:

Professional, Paraprofessional and Technical	40%
Production, Construction, Operating, Maintenance & Material Handling	18%
Managerial/Administrative	17%
Clerical/Administrative Support	12%
Service	8%
Sales	4%
Agriculture	1%

The City of Ankeny has a history of working with businesses to be successful through focused incentive packages, extension of critical infrastructure, and a business-friendly development process. This attitude has attracted many new businesses and has allowed existing businesses to grow in Ankeny. Ankeny's largest employers include John Deere, Tone's Spices, Casey's General Stores, Inc., SYSCO Foods, Monsanto, Perishable Distributors of Iowa, Accu-mold, Delta Dental of Iowa, Praxair, and the Des Moines Area Community College. Recent additions to the Ankeny business community include Clarke American, LGI, Embria Health Sciences, Pioneer and Darling International.

Businesses and residents are attracted to Ankeny for what it offers for "after work" opportunities. Saylorville Lake, on Ankeny's western corporate limits, provides recreation and outdoor opportunities with its 5,500 acres of water, miles of biking trails, and numerous campgrounds. In the near future, Ankeny will have a new library, a second aquatic center, a renovated municipal golf course and clubhouse, and direct links to miles of regional trails.

Ankeny is in a position for future success with a strong business environment, a variety of development options for businesses, a talented and growing workforce, a community that is attractive to workers, and a city government that is committed to assisting in the success of businesses.

The Ankeny Community School District is the 10th largest school district in the state of Iowa with 7,944.9 students and encompasses approximately 52 square miles. It provides a program of public education from kindergarten through twelfth grade. The District's enrollment has increased every year since FY1987 and is averaging 213.9 students growth per year since FY1994. The District has grown from an enrollment of 3,927 students in FY1987 to its current enrollment. This growth has had a positive effect on employment and the District's tax base. The District has averaged a 7.73% annual increase in its tax base since 1981. Based on conservative projections this trend is expected to continue. The District population is expected to grow to a population of 39,000 by the year 2010 and to a population of 55,000 by the year 2020 from its current estimated population of 40,582 (2007 Census).

Ankeny's population, building permits and retail sales are increasing at a rate greater than many locations in the metropolitan area or in the state of Iowa. The population of Ankeny is over 42,287 (2008 estimate), compared to the 2000 census of slightly over 27,000. While residential growth has slowed with the national economy, Ankeny issued

permits for 324 single family housing starts between 1/1/09 & 10/31/09 which is 72 more than this same period one year ago. Total retail sales in Ankeny have been in decline since November 2008. This follows the national economy trends.

MAJOR INITIATIVES FOR THE YEAR AND FOR THE FUTURE

The 2008-2009 school year brought not only the beginning of a new school year, but also many changes to the District, especially in personnel, programs and buildings.

- **New Personnel-** Ankeny Community Schools welcomed 15 new Teachers filling new positions and 46 additional new staff replacing retiring teachers, filling vacancies.
- **Capital Improvement-** During this year, the school district broke ground and started construction of the new high school and middle school in the Prairie Trail Development. The following improvements were made: Ashland Ridge Elementary addition; Parkview Middle School roof project; Westwood Elementary brick replacement and playground; High School parking lot repairs; and portable classrooms at Southeast Elementary, Northview Middle School and High School. Flooring and asbestos removal was completed at the following schools: Parkview Middle, East Elementary, Southeast Elementary, and Northeast Elementary. HVAC controls and system evaluation for district buildings began this year.
- **Curriculum Programming-**
High School expanded opportunities with DMACC college for dual credit courses.
- **Student Growth/New Families to Ankeny-** Ankeny Community Schools experienced a growth of 245.3 students, creating additional sections of classes in some of the buildings.
- **Extra Curricular Activities-** The District has had a very successful activities program. The District has won numerous state athletic championships in both girls and boys athletics in the past. During FY09 the Activities Program received the following recognitions:
 - Volleyball State Championship
 - Girls Track Individual State Championship
 - CIML Central Conference Championships: football, girls basketball, boys tennis, girls soccer, boys soccer, girls golf
 - 66 - All conference athletes
 - 34 - 1st Team or Conference champions
 - 10 - 1st Team All-State Athletes
 - 16 - State Tournament Appearances: baseball, football, boys cross country, volleyball, girls cross country, girls swimming, girls basketball, wrestling, boys swimming, girls tennis, boys tennis, boys soccer, girls soccer, girls golf, girls track, boys track
 - 7 - Top Ten finishes: volleyball (1st), girls golf (3rd), football - semifinalist, boys soccer (4th), girls soccer - semifinalist, girls basketball - quarterfinals, girls track (9th)

- 17 - Musicians received All–State recognition
 - 25 - Individuals or Groups received Division I ratings in large group and individual speech. All vocal and instrumental large groups received Division I's
 - 6 – Groups or individuals received State Academic Recognition in speech
- **College Entrance Scores (ACT)** - The American College Testing Program (ACT) is the college entrance exam that most Ankeny High School students take. A score of 20 or higher on the 36-point scale for the test is the score that Iowa's state universities require for acceptance. For the 2008-09 school year, 263 senior students who took the exam (83.23%) obtained a score of 20 or higher.
 - **Average Daily Attendance** – Ankeny's K-8 average daily attendance rate for the 2007-2008 school year was 96.36%. This compares to 96.64% in 2006-2007. The state average daily attendance rate was 95.72%.
 - **Dropout Rates** - Of the 3,086 students in grades seven through twelve, 9 students dropped out during the 2007-2008 school year. Ankeny Community Schools offer extra assistance to students considered at-risk of dropping out through Learning Center Programs in all secondary buildings.
 - **Graduation Rate** – The graduation rate for the District is computed by the Department of Education and is always a year behind the current school year. The graduation rate is computed by dividing the number of high school graduates in a specific year by the sum of the number of graduates in that year and the sum of drop-outs for that graduation class from ninth grade through twelfth grade. Ankeny Community School's graduation rate for the class of 2008 was 97.40% compared to the state graduation rate of 88.7%. Ankeny's graduation rate continues to be above the state average.
 - **Post Graduation Intentions for 2009 Graduates**
 - **Total Number of Seniors responding: 453**
 - Attend a four-year private college/university 56 students
 - Attend a four-year college 174 students
 - Attend a two-year college/training program 141 students
 - Total pursuing post-secondary education 371 students
 - Enter the military 6 students
 - Start full-time employment 9 students
 - Unknown 55 students
 - Other 12 students

In order to meet the challenges addressed in the Early Intervention Goals, the Ankeny Community School District has implemented an Enrichment period in three of the elementary schools to serve as a pilot for the full program implementation in 2009-2010. The goal of the Enrichment period is to provide early intervention to those students who are not reading at grade level and provide extended opportunities for those students who are performing above grade level. The district will be creating formative interim assessments to aid teachers in modifying instruction to meet the needs of individual students. The progress toward each goal will be chronicled in the District's Annual

Report on the web.

FINANCIAL INFORMATION

Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the evaluation of costs and benefits requires estimates and judgments by management. All internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Single Audit- As a recipient of federal, state and local financial assistance, the District is also responsible for ensuring that adequate internal control is in place to ensure compliance with applicable laws and regulations related to those programs. As a part of the District's single audit, described earlier, tests are made to determine the adequacy of internal control, including that portion related to federal awards programs, as well as to determine that the District has complied with applicable laws and regulations.

Budgetary Controls- In addition, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual budget approved by the District's governing body. Activities of the General Fund, Special Revenue Funds, Enterprise Fund, Debt Service Fund and Capital Projects Fund are included in the annual budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the budgeted amount) is established by function and encompasses all fund types. To facilitate the monitoring of the legal provisions, and to provide more complete information to interested parties the District prepares a more detailed budget for each fund. The District also maintains an encumbrance accounting system as one technique of accomplishing budgetary control.

As demonstrated by the statements and schedules included in the financial section of this report, the District continues to meet the responsibility for sound financial management.

Cash Management- The District has been in a banking services agreement with Valley Bank which was extended an additional year in 2008-2009. The District's investment policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio. The District kept investments of its idle funds in Valley Bank and Iowa Schools Joint Investment Trust (ISJIT). ISJIT was one of the first local Government Investment Pools in the country when it was created in 1986. During the past seventeen years of continuous operation, ISJIT has assisted more than 360 authorized participants to safely and effectively increase their interest income, providing millions of additional dollars in investment income to increase the quality of educational services available to students across the state. Interest revenue of \$379,687 was earned on General Fund investments for the year ended June 30, 2008. This represents a decrease of \$363,700 or 49.0% under fiscal year 2007 earnings.

Risk Management- The District's administration is charged with the responsibility of supervising the protection of District's assets by employing various risk management techniques and procedures to reduce, absorb, minimize or transfer risk. The District belongs to a statewide school insurance risk pool sponsored by EMC Insurance Companies, Des Moines, Iowa. The managing agent for the "Safety Group Insurance Program" is Jester Insurance Services, Inc. of Des Moines, Iowa. The District carries a multitude of policies to cover all areas of risk management. These policies are itemized in the statistical section of this report. District property is insured for its replacement value. The administration is also responsible for directing the District's fringe benefits program, which includes the administration of health, life, and disability benefits for all full-time employees.

Independent Audit- A request for proposals was submitted to the market in the spring of 2008. The accounting firm of Denman & Company was selected to perform the annual audit in accordance with Chapter 11 of the Code of Iowa. In addition to meeting the requirements set forth in state statutes, the audit was designed to meet the requirements of the federal Single Audit Act Amendments of 1996 and related to OMB circular A-133. The auditor's report on the basic financial statements, combining and individual fund statements and other schedules is included in the financial section of this report.

Acknowledgement

The publication of this report is a major step toward the commitment to professionalism in financial reporting and significantly increases the accountability of the District to the taxpayers. This report would not have been possible without the help of several people. We would like to express our appreciation to all District and County employees who assisted in the preparation of this report. A special thank you is extended to Brian Whalen, Director of Financial Services, and Janice Eggers, Executive Administrative Assistant, for their assistance in planning, designing, preparing and reviewing this financial report.

I would also like to recognize Dr. Matthew Wendt, Superintendent of Schools for his guidance in helping Ankeny Community School District remain financial healthy, and his support of financial decisions that have improved Ankeny Community School District financial health.

Some of the information contained in the report was obtained from the City of Ankeny website @ <http://www.ci.ankeny.ia.us>. Additional information on the curriculum and operations of the Ankeny Community Schools can be obtained from the District's website @ <http://www.ankenyschools.org>.

Finally, sincere appreciation is extended to the Board of Education, where the commitment to excellence begins. It is with great pride that this year's Comprehensive Annual Financial Report is submitted to the Board of Education.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Craig Hansel". The signature is fluid and cursive.

Dr. Craig Hansel
CFO/ Board Treasurer

A handwritten signature in black ink, appearing to read "Matthew Wendt". The signature is more angular and less cursive than the one to its left.

Dr. Matthew Wendt
Superintendent of Schools

Ankeny Community Schools Board of Education



We welcome your comments!

This audit report was prepared by the Ankeny Community School District. If you wish to receive additional copies, need more information, or have suggestions or comments about anything in this report, please call (515) 965-9600. This report is also available on our web site at: www.ankenyschools.org

Term Expires

Before September 2008 election:

Trent Murphy	President	September, 2010
Andrew Martin	Vice-President	September, 2010
Randy McMahill	Member	September, 2009
Paula Pearson	Member	September, 2008
Leslie Petersen	Member	September, 2008
Denny Presnall	Member	September, 2008
George Tracy	Member	September, 2009

After September 2008 election:

Andrew Martin	President	September, 2011
Leslie Petersen	Vice-President	September, 2011
Randy McMahill	Member	September, 2009
Pat Cahill	Member	September, 2009
Aaron Johnson	Member	September, 2011
Trent Murphy	Member	September, 2011
George Tracy	Member	September, 2009

District Administration

Year Ended June 30, 2009

Superintendent of Schools

Dr. Matthew Wendt

CFO/Board Secretary

Dr. Craig Hansel

Assistant Superintendent of Curriculum & Instruction

Dr. Susan Meade

Executive Director Elementary Education

Ms. Dana Schon

Executive Director

Secondary Education

Dr. Jennifer Lindaman

Executive Director Special Programs

Ms. Kim Neal

Director of Community Education

Mr. Kevin Koester

Director of Facility Construction

Mr. Steve Drake

Director of Finance

Mr. Brian Whalen

Director of Human Resources

Ms. Jenifer Owenson

Director of Support Services

Mr. Don Peterson

Director of Technology

Mr. Brad Johnson



Building Administration Year Ended June 30, 2009

Ankeny High School
 1302 N. Ankeny Boulevard
 (515) 965-9630

Principal
 Ms. Brenda Colby

Associate Principal
 Dr. Jennifer Lindaman

Assistant Principal
 Ms. Patricia Hoffman

Assistant Principal
 Mr. Jeff Hawkins

Activities Director
 Mr. Gary Telford

Northview Middle School
 1010 NW Prairie Ridge Drive
 (515) 965-9700

Principal
 Mr. Scott Osborn

Associate Principal
 Mr. Mike Boyle

Assistant Principal
 Mr. Daniel Meyer

Parkview Middle School
 105 NW Pleasant Street
 (515) 965-9640

Principal
 Mr. Jeff Schumacher

Assistant Principal
 Ms. Keri Schlueter

Associate Principal
 Ms. Bev Kuehn

Ashland Ridge Elementary School
 2600 NW Ash Drive
 (515)965-9594

Principal
 Mr. Dennis Warren

Northeast Elementary School
 1705 NE Trilein Drive
 (515) 965-9620

Principal
 Mr. Al Neppel

Terrace Elementary School
 310 NW School Street
 (515) 965-9670

Principal
 Ms. Tiffany O'Hara

Crocker Elementary School
 1705 NE Trilein Drive
 (515) 965-9620

Principal
 Dr. Tom Muhlenbruck

Northwest Elementary School
 1202 NW First Street
 (515) 965-9680

Principal
 Mr. Jason Albrecht

Westwood Elementary School
 2920 NW Ninth Street
 (515) 965-9690

Principal
 Mr. Jim Ford

East Elementary School
 710 SE Third Street
 (515) 965-9660

Principal
 Mr. Matt Adams

Southeast Elementary School
 1005 SE Trilein Drive
 (515) 965-9650

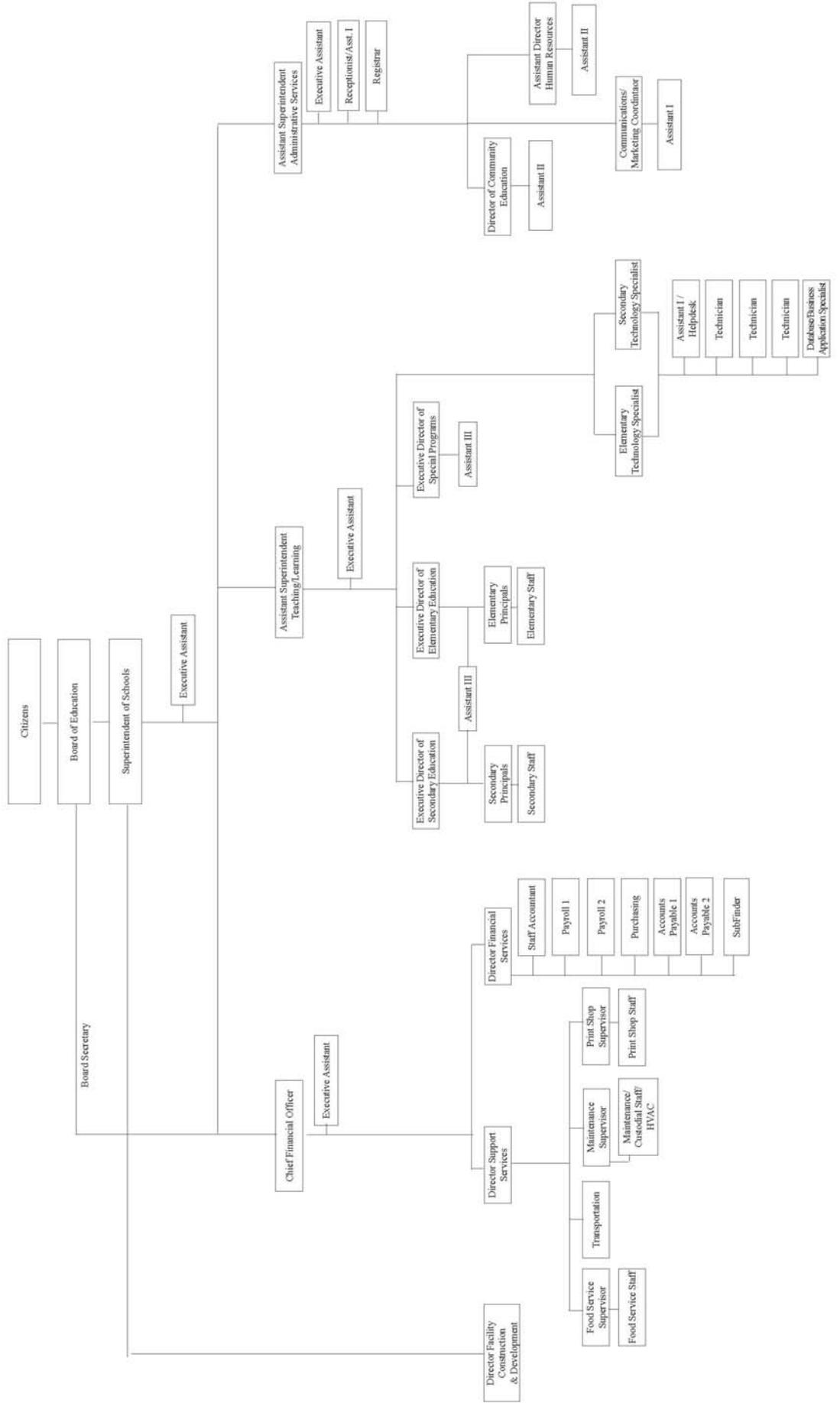
Principal
 Ms. Pam Dodge

Ankeny Community School District does not discriminate based on gender, race, national origin, creed, age, marital status, or disability. Inquiries and grievances may be directed to the Associate Superintendent, Ankeny Community School District, 306 S.W. School Street, P.O. Box 189, Ankeny, Iowa 50021-0189, (515) 965-9600, or the Director of the Iowa Civil Rights Commission, 500 West Madison Street, Suite 2800, Chicago, IL 60661.

ADMINISTRATION
Series 300
ANKENY CSD - ORGANIZATIONAL CHART

Policy Title Organizational Chart

Code No. 310.4



Ankeny Community School District



*Providing
Excellence
in Education*

306 S.W. School Street, Ankeny, IA 50023-3033

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Ankeny Community School District
Ankeny, Iowa

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of Ankeny Community School District, as of and for the year ended June 30, 2009, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of District officials. 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 includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of Ankeny Community School District as of June 30, 2009, and the respective changes in financial position and cash flows, where applicable, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 2, 2009 on our consideration of Ankeny Community School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of 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 our audit.

Management's Discussion and Analysis, budgetary comparison information, and Schedule of Funding Progress for the Retiree Health Plan on pages 3 through 9 and 36 through 39 are not required parts of the basic financial statements, but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Ankeny Community School District's basic financial statements. We previously audited, in accordance with the standards referred to in the second paragraph of this report, the financial statements for the nine years ended June 30, 2008 (none of which are presented herein) and expressed unqualified opinions on those financial statements. The supplemental information included on pages 41 through 55 and page 89, which includes the Schedule of Expenditures of Federal Awards, required by U.S. Office of Management and Budget (OMB) Circular A-133 *Audits of States, Local Governments and Non-Profit Organizations*, 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 our audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The other data in this report, designated as the "statistical section" on the contents page, was not audited by us and, accordingly, we express no opinion on it.

Denman & Company, LLP
DENMAN & COMPANY, LLP

West Des Moines, Iowa
November 2, 2009

**Ankeny Community School District
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
For fiscal year ended June 30, 2009**

This section of the Ankeny Community School District annual financial report presents the readers of the District's financial statements a narrative overview and analysis of the financial activity of the District for the fiscal year ended June 30, 2009. We encourage readers to consider the information presented here in conjunction with additional information we have furnished in our letter of transmittal. Professional standards require the inclusion of certain comparative information in the Management's Discussion and Analysis (MD&A).

FINANCIAL HIGHLIGHTS

- The District showed an increase in combined governmental and business activities net assets of \$9,957,539 and \$9,619,613 during the years ended June 30, 2009 and 2008, respectively.
- Total revenues for the fiscal year ended June 30, 2009 and 2008 of \$92,567,212 and \$81,640,035 were comprised of General Revenues in the amount of \$76,329,655 and \$68,146,184 and Program Revenues totaling \$16,237,557 and \$13,493,851.
- As of June 30, 2009 the District's governmental funds reported combined ending fund balances of \$78,129,060 an increase of \$44,713,816 in comparison with the prior year. Of the total combined fund balance, the unreserved undesignated amount equals \$790,587.
- As of June 30, 2009, unreserved undesignated fund balance of the General Fund was (\$2,622,526) or (3.95%) of total General Fund revenues compared to (\$578,342) or (.99%) for 2008.
- The District's general obligation bonded debt increased by \$51,095,000 during the fiscal year.

OVERVIEW OF FINANCIAL STATEMENTS

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

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The *statement of net assets* presents information on all of the District's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The *statement of activities* presents information showing how the District's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused compensated absences).

The government-wide financial statements outline functions of the District that are principally supported by property taxes and intergovernmental revenues (*governmental activities*). The governmental activities of the District include instruction, support services, operation and maintenance of plant, student transportation, and operation of non-instructional programs and interest on long-term debt. Business-type activities are those that the District charges a fee to help cover the costs, such as School Nutrition and Community Education.

The government-wide financial statements can be found on pages 11 through 13 of this report.

**Ankeny Community School District
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
For fiscal year ended June 30, 2009**

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

Governmental funds. Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, government fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating the District's near-term financing requirements.

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

The Ankeny Community School District maintains eight individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund, Capital Projects and Debt Service which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The basic governmental fund financial statements can be found on pages 14 through 17 of this report.

Proprietary funds. There are two types of proprietary funds: enterprise and internal service. The District maintains one type of proprietary funds. The enterprise funds are used to report the same functions presented as business-type activities.

The basic proprietary funds financial statements can be found on pages 18 through 20 of the report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support the District's own programs. The fiduciary fund of the District is an agency fund. Agency funds are custodial in nature and do not involve measurement of results of operation.

The basic fiduciary fund financial statement can be found on page 21 of this report.

Notes to financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide fund financial statements. The notes to financial statements can be found on pages 22 through 35 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the District's budget process. The District adopts an annual expenditure budget for all governmental funds. A budgetary comparison statement has been provided for the General Fund as required supplementary information. The required supplementary information can be found on pages 37 through 38 of this report.

The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the major budgetary comparisons. Combining and individual fund statements and schedules can be found on pages 42 through 51 of this report.

**Ankeny Community School District
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
For fiscal year ended June 30, 2009**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net assets may serve over time as a useful indicator of a government's financial position. In the case of the District, net assets have increased from a year ago from \$74,300,207 to \$84,257,746.

A significant portion of the District's total assets reflects its investment in capital assets (e.g., land and improvements, buildings and improvements, vehicles, furniture and equipment and construction in progress); less any related debt used to acquire those assets that are still outstanding. The District uses these capital assets to provide services to its students; consequently, these assets are *not* available for future spending. The District's net assets invested in capital assets, net of related debt, was \$47,687,664 for 2009 and \$43,562,169 for 2008. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The District's financial position is the product of several financial transactions including the net results of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets.

The following table presents a summary of the District's net assets for the fiscal years ended June 30, 2009 and 2008.

Table 1 – Total Net Assets

<u>Description</u>	Governmental Activities		Business type Activities		Total School District		Total Change June 30, 2009
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>	
Current and other assets	\$ 130,573,324	\$ 81,562,557	\$ 824,586	\$ 821,638	\$ 131,397,910	\$ 82,384,195	59.49%
Capital assets	\$ 106,888,515	\$ 92,645,522	\$ 179,475	\$ 158,308	\$ 107,067,990	\$ 92,803,830	15.37%
Other assets	\$ 263,373	\$ 189,861	\$ -	\$ -	\$ 263,373	\$ 189,861	38.72%
Total assets	\$ 237,725,212	\$ 174,397,940	\$ 1,004,061	\$ 979,946	\$ 238,729,273	\$ 175,377,886	36.12%
Current Liabilities	\$ 67,006,994	\$ 57,592,485	\$ 114,355	\$ 95,633	\$ 67,121,349	\$ 57,688,118	16.35%
Long-term Liabilities	\$ 87,211,562	\$ 43,389,561	\$ -	\$ -	\$ 87,211,562	\$ 43,389,561	101.00%
Other Liabilities	\$ 138,616	\$ -	\$ -	\$ -	\$ 138,616	\$ -	
Total Liabilities	\$ 154,357,172	\$ 100,982,046	\$ 114,355	\$ 95,633	\$ 154,471,527	\$ 101,077,679	52.82%
Net assets							
Investment in Capital assets, net of related debt	\$ 47,508,189	\$ 43,403,851	\$ 179,475	\$ 158,308	\$ 47,687,664	\$ 43,562,159	9.47%
Restricted	\$ 35,869,295	\$ 26,537,998	\$ -	\$ -	\$ 35,869,295	\$ 26,537,998	35.16%
Unrestricted	\$ (9,444)	\$ 3,474,045	\$ 710,231	\$ 726,005	\$ 700,787	\$ 4,200,050	-83.31%
Total net assets	\$ 83,368,040	\$ 73,415,894	\$ 889,706	\$ 884,313	\$ 84,257,746	\$ 74,300,207	13.40%

The following are significant current year transactions that have had an impact on the statement of net assets.

- General obligation bonds principal balance additions totaled \$57,780,000 while reductions were \$6,685,000. Interest payments on this debt totaled \$1,619,083.
- The addition of \$17,048,146 in capital assets through the construction of a new school, and other school improvements, and purchases of furniture, equipment and vehicles, net of current year depreciation expense.

**Ankeny Community School District
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
For fiscal year ended June 30, 2009**

Changes in net assets. The District's net asset balances increased by \$9,957,539 during the fiscal year. The governmental activities' net assets increased by \$9,952,146. The business-type activities, which include nutrition, increased by \$5,393. The increase in governmental activities was mainly attributed to capital project activities.

Table 2 highlights the District's revenues and expenses for the fiscal year ended June 30, 2009. These two main components are subtracted to yield the change in net assets. Revenues are made up of Program Revenues and General Revenues. Program Revenues are defined as charges for services and sales, operating and capital grants, and contributions. General Revenues include taxes and unrestricted grants such as state foundation support.

Table 2 - Program Revenues and Expenditures

<u>Description</u>	<u>Governmental Activities</u>		<u>Business type Activities</u>		<u>Total School District</u>	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Program revenues:						
Charges for service and sales	\$ 1,410,305	\$ 527,810	\$ 2,737,214	\$ 2,496,047	\$ 4,147,519	\$ 3,023,857
Operating grants, contributions	\$ 11,554,826	\$ 10,002,368	\$ 535,212	\$ 467,626	\$ 12,090,038	\$ 10,469,994
General revenues:						
Local sources	\$ 45,532,252	\$ 38,853,237			\$ 45,532,252	\$ 38,853,237
Investment earnings	\$ 474,820	\$ 2,017,095	\$ 9,686	\$ 35,217	\$ 484,506	\$ 2,052,312
State sources	\$ 28,879,473	\$ 27,842,902			\$ 28,879,473	\$ 27,842,902
Other	\$ 1,433,424	\$ 562,408			\$ 1,433,424	\$ 562,408
Sale of Assets	\$ -	\$ (1,164,675)			\$ -	\$ (1,164,675)
Total revenues	\$ 89,285,100	\$ 78,641,145	\$ 3,282,112	\$ 2,998,890	\$ 92,567,212	\$ 81,640,035
Program expenses:						
Regular Instruction	\$ 38,833,159	\$ 30,357,570			\$ 38,833,159	\$ 30,357,570
Special Instruction	\$ 8,443,886	\$ 7,411,560			\$ 8,443,886	\$ 7,411,560
Vocational and Other	\$ 5,649,364	\$ 7,161,047			\$ 5,649,364	\$ 7,161,047
Support services:						
Pupil	\$ 4,230,120	\$ 3,816,504			\$ 4,230,120	\$ 3,816,504
Instructional Staff	\$ 5,070,645	\$ 3,826,779			\$ 5,070,645	\$ 3,826,779
Administration	\$ 7,272,677	\$ 6,632,175			\$ 7,272,677	\$ 6,632,175
Operation and Maintenance	\$ 4,819,786	\$ 4,878,736			\$ 4,819,786	\$ 4,878,736
Support Service - Other	\$ 222,261	\$ 10,673			\$ 222,261	\$ 10,673
Non-instructional programs	\$ 2,601,133	\$ 2,352,907	\$ 3,276,719	\$ 3,094,480	\$ 5,877,852	\$ 5,447,387
Interest Expense	\$ 2,189,923	\$ 2,477,991			\$ 2,189,923	\$ 2,477,991
Total expenses	\$ 79,332,954	\$ 68,925,942	\$ 3,276,719	\$ 3,094,480	\$ 82,609,673	\$ 72,020,422
Change in net assets	\$ 9,952,146	\$ 9,715,203	\$ 5,393	\$ (95,590)	\$ 9,957,539	\$ 9,619,613

- The cost of all governmental and business-type activities this year was \$82,609,673.
- Federal and state governments and charges for services subsidized certain programs with grants and contributions and other local revenues of \$16,237,557.
- Net cost of governmental activities \$66,367,823, was financed by general revenues, which are made up of primarily property taxes and local source revenue \$45,532,252 and state sources \$28,879,473.

**Ankeny Community School District
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
For fiscal year ended June 30, 2009**

Table 3 - Governmental Activities

<u>Description</u>	<u>Total Cost of Services</u>		<u>Net Cost of Services</u>	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Primary Governmental Activities				
Program expenses:				
Instruction:				
Regular	\$ 38,833,159	\$ 30,357,570	\$ (30,932,962)	\$ (23,423,051)
Special	\$ 8,443,886	\$ 7,411,560	\$ (7,725,946)	\$ (6,909,066)
Vocational and Other	\$ 5,649,364	\$ 7,161,047	\$ (3,964,546)	\$ (6,512,392)
Support services:				
Pupil	\$ 4,230,120	\$ 3,816,504	\$ (4,230,120)	\$ (3,816,504)
Instructional Staff	\$ 5,070,645	\$ 3,826,779	\$ (5,009,602)	\$ (3,735,176)
Administration	\$ 7,272,677	\$ 6,632,175	\$ (7,272,677)	\$ (6,632,175)
Operation and Maintenance	\$ 4,819,786	\$ 4,878,736	\$ (4,819,786)	\$ (4,878,736)
Support Service - Other	\$ 222,261	\$ 10,673	\$ (222,261)	\$ (10,673)
Non-instructional programs	\$ 2,601,133	\$ 2,352,907	\$ -	\$ -
Interest Expense	\$ 2,189,923	\$ 2,477,991	\$ (2,189,923)	\$ (2,477,991)
Total Governmental Activities	\$ 79,332,954	\$ 68,925,942	\$ (66,367,823)	\$ (58,395,764)
Business - Type Activities				
Nutrition Services	\$ 3,276,719	\$ 3,094,480	\$ (4,293)	\$ (130,807)
Total Business-type Activities	\$ 3,276,719	\$ 3,094,480	\$ (4,293)	\$ (130,807)
Total Primary Government	\$ 82,609,673	\$ 72,020,422	\$ (66,372,116)	\$ (58,526,571)

Net cost of services is 84% of total cost of services in 2009.

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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

Governmental funds. The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unreserved fund balance may serve as a useful measure of the District's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the Ankeny Community School District's governmental funds reported combined ending fund balances of \$78,129,060 an increase of \$44,713,816 in comparison to the previous year. This increase was due to the sale of capital project general obligation bonds in June 2009. Of this ending fund balance, \$790,587 or only .012% constitutes the unreserved and undesignated portion of the fund balance, which is available for spending at the government's discretion. The remainder of the fund balance \$77,338,473 is reserved or designated to indicate that it is not available for new spending because it has already been committed for 1) General Fund \$4,524,504; 2) Capital Projects Fund \$58,438,685; 3) Debt Service \$7,036,557; 4) Non-Major Governmental Funds \$7,338,727.

**Ankeny Community School District
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
For fiscal year ended June 30, 2009**

The General Fund is the principal operating fund of the District. At the end of the current fiscal year, unreserved fund balance of the General Fund was (\$2,622,526) while total fund balance declined to \$1,901,978. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund revenues. The unreserved undesignated fund balance represents (3.95%) of total General Fund revenues, while the total fund balance represents approximately 2.86% of that same amount.

The fund balance of the District's General Fund decreased by \$3,078,935 during the current fiscal year. Key factors in the decrease were insufficient cash reserve levy, a 1.5% ATB state aid reduction, purchasing non-budgeted textbooks, and staffing inefficiencies caused by realigning elementary attendance areas and opening Ashland Ridge Elementary school. Added staff, resulting from high student growth, continues to place pressure on general fund resources.

BUDGETARY HIGHLIGHTS

As allowed by GASB Statement No. 41, *Budgetary Comparison Schedules - Perspective Differences*, the District presents budgetary comparison schedules as required supplementary information based on the program structure of four functional areas as required by state statute for its legally adopted budget. In accordance with the Code of Iowa, the Board of Education annually adopts a program budget for all funds except agency funds as described in the note to required supplementary information.

A comparison of the actual expenditures of the District's Budgeted funds no amendment was filed for the FY2009 budget amounts is as follows:

	<u>Budget</u>		<u>Actual Expenditures/ Expenses</u>	<u>Final Budget to Actual Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Instruction	\$51,903,936	\$51,903,936	\$48,028,899	\$3,875,037
Support services	24,251,325	24,251,325	21,393,228	2,858,097
Non-instructional programs	5,020,051	5,020,051	3,498,980	1,521,071
Other	<u>67,664,972</u>	<u>67,664,972</u>	<u>32,993,927</u>	<u>34,671,045</u>
Total	<u>\$148,840,284</u>	<u>\$148,840,284</u>	<u>\$105,915,034</u>	<u>\$42,925,250</u>

The FY2009 budget was not amended.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. As of June 30, 2009, the District had invested \$148,091,879 in capital assets, including land, school buildings, athletic facilities, buses and other vehicles, computers and other equipment. This amount represents a net increase prior to depreciation of \$16,711,685 from last year, primarily due to the completion of the final phases of construction on building additions. Total depreciation expense for the year was \$2,601,552.

The following schedule presents capital asset balances net of depreciation for the fiscal year ended June 30, 2009.

Land	\$ 17,274,877
Buildings and improvements	76,785,640
Vehicles, furniture and equipment	1,794,049
Construction in progress	11,213,424
Total	\$107,067,990

Additional information on the District's capital assets can be found in Note 4 on of the audit report.

**Ankeny Community School District
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
For fiscal year ended June 30, 2009**

Debt Administration. At year end, the District had \$101,774,292 in general obligation bonds and other long-term debt outstanding, of which \$14,562,730 is due within one year. The following table presents a summary of the District's outstanding long-term debt for the fiscal year ended June 30, 2009.

General obligation bonds	\$82,770,000
General obligation capital loan notes	4,290,000
Revenue bonds	9,265,000
Accrued compensated absences	371,132
Early retirement	5,078,160
 Total	 \$101,774,292

The District was downgraded from A1 to A2 by Moody's for general obligation debt to reflect the recent operating shortfalls due to revenues not keeping pace with expenditures and the erosion of operating reserves.

State statutes currently limit the amount of general obligation debt a District may issue to five percent (5%) of its total assessed valuation. The current debt limitation for the District is \$102,081,415, which is more than the District's outstanding general obligation debt.

Additional information on the District's long-term debt can be found in Note 5 of the audit report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The District is located in the central part of the state at the cross roads of Interstate 35 and Interstate 80; bordering the larger Des Moines metropolitan area and ranks as the tenth largest school district in the state in the heart of one of the top growth areas of the country. The economic condition and outlook has continued to improve since the economic decline of the early 1990's with the last farm crisis. Student growth is expected to continue despite slower economic conditions in the state as a whole. The District's tax base is growing in excess of 7% annually.

The District opened Ashland Ridge Elementary school in August 2008 and began a five room expansion of this building in March 2009. Construction started on the 1,400 student capacity \$44M high school in Prairie Trail along with beginning construction of the first phase \$19M, 600 student capacity grades 8-9 middle school building across the street from the Prairie Trail high school.

Based on demographer projections, Ankeny student enrollment is expected to continue strong for the next five year years and beyond. While this growth has a positive impact it also brings with it significant challenges in maintaining the District's infrastructure to accommodate this growth in an orderly and efficient manner.

Retail sales, building permits and population increases in Ankeny and the metro area as a whole exceed most state and national trends. These trends are softening as evidenced by the state budget deficits in the spring of 2009.

Request for Information

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the resources it receives. If you have questions about this report or need additional information, please write Dr. Craig Hansel, Chief Financial Officer, Ankeny Community School District, 306 S.W. School Street, Ankeny, Iowa 50023-0189.

BASIC FINANCIAL STATEMENTS

Ankeny Community School District
STATEMENT OF NET ASSETS
June 30, 2009

ASSETS	Governmental Activities	Business-type Activities	Total
Current assets			
Cash and cash equivalents	\$ 65,016,476	\$ 767,806	\$ 65,784,282
Investments	20,950,779	-	20,950,779
Property taxes receivable			
Current year	328,478	-	328,478
Succeeding year	41,396,386	-	41,396,386
Due from other governments	2,207,531	-	2,207,531
Other receivables	151,208	1,693	152,901
Inventories	264,966	55,087	320,053
Prepaid expenses and deposits	257,500	-	257,500
Total current assets	<u>130,573,324</u>	<u>824,586</u>	<u>131,397,910</u>
Noncurrent assets			
Land	17,274,877	-	17,274,877
Land improvements	750,320	-	750,320
Buildings	114,467,638	-	114,467,638
Equipment	3,428,078	957,542	4,385,620
Accumulated depreciation	(40,245,822)	(778,067)	(41,023,889)
Construction in progress	11,213,424	-	11,213,424
Total noncurrent assets	<u>106,888,515</u>	<u>179,475</u>	<u>107,067,990</u>
Other assets			
Bond discount and issuance costs	263,373	-	263,373
Total assets	<u>237,725,212</u>	<u>1,004,061</u>	<u>238,729,273</u>
LIABILITIES			
Current liabilities			
Accounts payable and accrued liabilities	11,047,878	45,871	11,093,749
Due to students	-	68,484	68,484
Bonds payable	10,660,000	-	10,660,000
Early retirement payable	3,531,598	-	3,531,598
Absences payable	371,132	-	371,132
Deferred revenue--succeeding year property taxes	41,396,386	-	41,396,386
Total current liabilities	<u>67,006,994</u>	<u>114,355</u>	<u>67,121,349</u>
Noncurrent liabilities			
Bonds payable--long term	85,665,000	-	85,665,000
Early retirement payable--long term	1,546,562	-	1,546,562
Total noncurrent liabilities	<u>87,211,562</u>	<u>-</u>	<u>87,211,562</u>
Other liabilities			
Bond premium	138,616	-	138,616
Total liabilities	<u>154,357,172</u>	<u>114,355</u>	<u>154,471,527</u>
NET ASSETS			
Invested in capital assets, net of related debt	47,508,189	179,475	47,687,664
Restricted for			
Capital projects	25,320,114	-	25,320,114
Debt service	7,036,557	-	7,036,557
Insurance	3,512,624	-	3,512,624
Unrestricted	(9,444)	710,231	700,787
Total net assets	<u>\$ 83,368,040</u>	<u>\$ 889,706</u>	<u>\$ 84,257,746</u>

See Notes to Financial Statements.

**Ankeny Community School District
STATEMENT OF ACTIVITIES
Year ended June 30, 2009**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>	
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>
PRIMARY GOVERNMENT			
Governmental activities			
Instruction			
Regular	\$38,833,159	\$1,349,262	\$ 6,550,935
Special	8,443,886	-	717,940
Vocational and other	5,649,364	-	1,684,818
Support services			
Pupil	4,230,120	-	-
Instructional staff	5,070,645	61,043	-
Administration	7,272,677	-	-
Operation and maintenance of plant services	4,819,786	-	-
Noninstructional program	222,261	-	-
AEA Flowthrough	2,601,133	-	2,601,133
Interest	<u>2,189,923</u>	<u>-</u>	<u>-</u>
Total governmental activities	<u>79,332,954</u>	<u>1,410,305</u>	<u>11,554,826</u>
Business-type activities			
Nutrition services	<u>3,276,719</u>	<u>2,737,214</u>	<u>535,212</u>
Total business-type activities	<u>3,276,719</u>	<u>2,737,214</u>	<u>535,212</u>
Total primary government	<u>\$82,609,673</u>	<u>\$4,147,519</u>	<u>\$12,090,038</u>

General revenues

- Taxes
 - Property taxes for general purposes
 - Property taxes for debt service
 - Property taxes for capital outlay
 - Revenue in lieu of taxes
- Sales taxes
- State aid
- Investment earnings
- Miscellaneous
 - Total general revenues and transfers
 - Changes in net assets

Net assets, beginning of year

Net assets, end of year

**Net (Expense) Revenue and
Changes in Net Assets**

<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Totals</u>
\$(30,932,962)	\$ —	\$(30,932,962)
(7,725,946)	—	(7,725,946)
(3,964,546)	—	(3,964,546)
(4,230,120)	—	(4,230,120)
(5,009,602)	—	(5,009,602)
(7,272,677)	—	(7,272,677)
(4,819,786)	—	(4,819,786)
(222,261)	—	(222,261)
—	—	—
<u>(2,189,923)</u>	<u>—</u>	<u>(2,189,923)</u>
<u>(66,367,823)</u>	<u>—</u>	<u>(66,367,823)</u>
—	<u>(4,293)</u>	<u>(4,293)</u>
—	<u>(4,293)</u>	<u>(4,293)</u>
<u>(66,367,823)</u>	<u>(4,293)</u>	<u>(66,372,116)</u>
25,747,490	—	25,747,490
8,134,803	—	8,134,803
3,359,875	—	3,359,875
658,128	—	658,128
7,631,956	—	7,631,956
28,879,473	—	28,879,473
474,820	9,686	484,506
<u>1,433,424</u>	<u>—</u>	<u>1,433,424</u>
<u>76,319,969</u>	<u>9,686</u>	<u>76,329,655</u>
9,952,146	5,393	9,957,539
<u>73,415,894</u>	<u>884,313</u>	<u>74,300,207</u>
<u>\$83,368,040</u>	<u>\$ 889,706</u>	<u>\$84,257,746</u>

See Notes to Financial Statements.

Ankeny Community School District
BALANCE SHEET – GOVERNMENTAL FUNDS
June 30, 2009

	<u>General Fund</u>	<u>Capital Projects</u>	<u>Debt Service</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS					
Cash and cash equivalents	\$ 6,515,251	\$40,467,697	\$ 6,929,275	\$11,104,253	\$ 65,016,476
Investments	-	20,950,779	-	-	20,950,779
Property taxes receivable					
Delinquent	216,050	-	72,634	39,794	328,478
Succeeding year	27,333,769	-	8,894,837	5,167,780	41,396,386
Due from other governments	1,725,099	-	-	482,432	2,207,531
Other receivables	-	10,852	34,993	105,363	151,208
Inventories	264,966	-	-	-	264,966
Prepaid expenses and deposits	-	-	-	257,500	257,500
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total assets	<u>\$36,055,135</u>	<u>\$61,429,328</u>	<u>\$15,931,739</u>	<u>\$17,157,122</u>	<u>\$130,573,324</u>
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts payable and accrued liabilities	\$ 6,819,388	\$ 2,990,643	\$ 345	\$ 1,237,502	\$ 11,047,878
Deferred revenue—succeeding year					
property taxes	<u>27,333,769</u>	<u> </u>	<u>8,894,837</u>	<u>5,167,780</u>	<u>41,396,386</u>
Total liabilities	<u>34,153,157</u>	<u>2,990,643</u>	<u>8,895,182</u>	<u>6,405,282</u>	<u>52,444,264</u>
Fund balances					
Unreserved					
Undesignated	(2,622,526)	-	-	3,413,113	790,587
Reserved	<u>4,524,504</u>	<u>58,438,685</u>	<u>7,036,557</u>	<u>7,338,727</u>	<u>77,338,473</u>
Total fund balances	<u>1,901,978</u>	<u>58,438,685</u>	<u>7,036,557</u>	<u>10,751,840</u>	<u>78,129,060</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities and fund balances	<u>\$36,055,135</u>	<u>\$61,429,328</u>	<u>\$15,931,739</u>	<u>\$17,157,122</u>	<u>\$130,573,324</u>

See Notes to Financial Statements.

Ankeny Community School District
RECONCILIATION OF THE BALANCE SHEET—GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS
June 30, 2009

Total fund balances of governmental funds (page 14)	\$ 78,129,060
<i>Amounts reported for governmental activities in the statement of net assets are different because:</i>	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in the governmental funds	106,888,515
Long-term liabilities, including bonds payable, compensated absences, and bond discounts and issuance costs are not due and payable in the current period and, therefore, are not reported as liabilities in the governmental funds.	<u>(101,649,535)</u>
Net assets of governmental activities (page 11)	<u>\$ 83,368,040</u>

Ankeny Community School District
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES—GOVERNMENTAL FUNDS
Year ended June 30, 2009

	<u>General Fund</u>	<u>Capital Projects</u>	<u>Debt Service</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES					
Local taxes	\$25,085,051	\$ —	\$ 8,273,284	\$12,244,272	\$ 45,602,607
Interest income	80,615	222,060	34,993	137,152	474,820
Other	2,546,379	—	—	1,942,855	4,489,234
State sources	36,187,289	—	—	—	36,187,289
Federal sources	2,510,513	—	—	—	2,510,513
Total revenues	<u>66,409,847</u>	<u>222,060</u>	<u>8,308,277</u>	<u>14,324,279</u>	<u>89,264,463</u>
EXPENDITURES					
Current					
Instruction					
Regular	33,935,649	—	—	—	33,935,649
Special	8,443,886	—	—	—	8,443,886
Vocational and other	4,127,403	—	—	1,521,961	5,649,364
Support services					
Student	4,230,120	—	—	—	4,230,120
Instructional staff	5,070,645	—	—	—	5,070,645
Administration	6,430,659	—	—	842,018	7,272,677
Operation and maintenance of plant services	4,819,786	—	—	—	4,819,786
Noninstructional programs	222,261	—	—	—	222,261
Capital outlay	—	11,699,206	—	4,739,980	16,439,186
Debt service					
Principal retirement	—	—	11,715,000	—	11,715,000
Issuance costs	—	113,789	—	—	113,789
Interest	—	—	2,124,819	—	2,124,819
AEA Flowthrough	2,601,133	—	—	—	2,601,133
Total expenditures	<u>69,881,542</u>	<u>11,812,995</u>	<u>13,839,819</u>	<u>7,103,959</u>	<u>102,638,315</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES					
	<u>(3,471,695)</u>	<u>(11,590,935)</u>	<u>(5,531,542)</u>	<u>7,220,320</u>	<u>(13,373,852)</u>
OTHER FINANCING SOURCES (USES)					
Sale of assets	4,857	—	—	250,000	254,857
Operating transfers in (out)	387,903	—	5,714,769	(6,102,672)	—
Proceeds from general obligation bonds	—	57,780,000	—	—	57,780,000
Bond premium, net of discounts	—	52,811	—	—	52,811
Total other financing sources (uses)	<u>392,760</u>	<u>57,832,811</u>	<u>5,714,769</u>	<u>(5,852,672)</u>	<u>58,087,668</u>
NET CHANGES IN FUND BALANCES					
	<u>(3,078,935)</u>	<u>46,241,876</u>	<u>183,227</u>	<u>1,367,648</u>	<u>44,713,816</u>
FUND BALANCES, beginning of year					
	<u>4,980,913</u>	<u>12,196,809</u>	<u>6,853,330</u>	<u>9,384,192</u>	<u>33,415,244</u>
FUND BALANCES, end of year					
	<u>\$ 1,901,978</u>	<u>\$58,438,685</u>	<u>\$ 7,036,557</u>	<u>\$10,751,840</u>	<u>\$ 78,129,060</u>

See Notes to Financial Statements.

**Ankeny Community School District
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES—GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
Year ended June 30, 2009**

Net change in fund balances—total governmental funds (page 16) \$44,713,816

***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	\$17,017,125	
Depreciation expense	<u>(2,591,698)</u>	14,425,427

Cost basis of assets disposed of is offset against proceeds from sale of assets on the Statement of Activities		(182,434)
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Repayment of long-term debt principal is an expenditure in the governmental funds, but it reduces long-term liabilities in the Statement of Net Assets.		11,715,000
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Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.		
Early retirement	(2,883,751)	
Compensated absences	<u>9,192</u>	(2,874,559)

Proceeds of general obligation bonds provide current financial resources to governmental funds, but increases noncurrent liabilities in the Statement of Net Assets.		(57,780,000)
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Governmental funds report the effect of issuance costs, premiums, discount and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities.		<u>(65,104)</u>
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Change in net assets of governmental activities (page 13) \$ 9,952,146

Ankeny Community School District
STATEMENT OF NET ASSETS—PROPRIETARY FUND
ENTERPRISE FUND
June 30, 2009

	(Nonmajor) School Nutrition
ASSETS	
Cash and cash equivalents	\$ 767,806
Sundry receivables	1,693
Inventories	55,087
Property and equipment, net of accumulated depreciation	<u>179,475</u>
Total assets	<u>\$1,004,061</u>
LIABILITIES	
Accounts payable and accrued liabilities	\$ 45,871
Due to students	<u>68,484</u>
Total liabilities	<u>114,355</u>
NET ASSETS	
Invested in capital assets	179,475
Unrestricted	<u>710,231</u>
Total net assets	<u>\$ 889,706</u>

Ankeny Community School District
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN
NET ASSETS—PROPRIETARY FUND
ENTERPRISE FUND
Year ended June 30, 2009

	(Nonmajor) School <u>Nutrition</u>
OPERATING REVENUES	
Local sources	
Other local sources	
Sale of lunches and breakfast	
Students	\$1,348,280
Adults	51,931
A la carte	1,280,669
Special functions	<u>56,334</u>
Total operating revenues	<u>2,737,214</u>
OPERATING EXPENSES	
Non-instructional programs	
Food service operations	
Salaries	1,080,992
Employee benefits	431,493
Kitchen supplies	132,868
Food consumed	1,544,689
Other	76,823
Depreciation	<u>9,854</u>
Total operating expenses	<u>3,276,719</u>
OPERATING (LOSS)	<u>(539,505)</u>
NON-OPERATING REVENUES	
Interest income	9,686
State appropriations	23,869
Federal food commodities revenue	91,256
Federal appropriations	<u>420,087</u>
Total non-operating revenues	<u>544,898</u>
Change in net assets	5,393
NET ASSETS—beginning of year	<u>884,313</u>
NET ASSETS—end of year	<u>\$ 889,706</u>

See Notes to Financial Statements.

Ankeny Community School District
STATEMENT OF CASH FLOWS—PROPRIETARY FUND
ENTERPRISE FUND
Year ended June 30, 2009

	<u>School Nutrition</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash received from sale of lunches and breakfasts	\$2,864,304
Cash payments to employees for services	(1,512,485)
Cash payments to suppliers for goods or services	(1,754,380)
Net cash (used in) operating activities	<u>(402,561)</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES	
State grants received	23,869
Federal grants received	<u>420,087</u>
Net cash provided by non-capital financing related activities	<u>443,956</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING	
Acquisition of capital assets	<u>(31,021)</u>
Net cash (used in) capital and related financing activities	<u>(31,021)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest received	<u>9,686</u>
Net cash provided by investing activities	<u>9,686</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	20,060
CASH AND CASH EQUIVALENTS	
Beginning	<u>747,746</u>
Ending	<u>\$ 767,806</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Operating (loss)	\$ (539,505)
Adjustments to reconcile operating (loss) to net cash (used in) operating activities	
Depreciation	9,854
Federal commodities used	91,256
Change in assets and liabilities	
Decrease in receivables	3,151
Decrease in inventories	13,961
Increase in accounts payable and accrued liabilities	<u>18,722</u>
Net cash (used in) operating activities	<u>\$ (402,561)</u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES	
During the year ended June 30, 2009, the District received \$91,256 of federal commodities.	

See Notes to Financial Statements.

**Ankeny Community School District
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUND
June 30, 2009**

ASSETS	<u>District</u>
Cash and cash equivalents	\$ 168,588
Receivables	
Sundry receivables	<u>7,127</u>
Total assets	<u>\$ 175,715</u>
 LIABILITIES AND FUND EQUITY	
Liabilities	
Accounts payable	\$ 2,948
Due to student groups/employees	<u>172,767</u>
Total liabilities	<u>\$ 175,715</u>

**Ankeny Community School District
NOTES TO FINANCIAL STATEMENTS**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Ankeny Community School District is a political subdivision of the State of Iowa. The affairs of the district are conducted by a Board of Education. The District operates seven elementary schools, two middle schools, a high school and a building for special programs. The District's comprehensive annual financial report includes all of the District operations. The accounting policies of the Ankeny Community School District conform to generally accepted accounting principles, as applicable to governmental units. The following is a summary of such significant policies.

Reporting Entity

For financial reporting purposes, Ankeny Community 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 Ankeny Community School District has no component units which meet the Governmental Accounting Standards Board criteria.

Jointly Governed Organization - 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 Polk County Assessor's Conference Board.

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. The portion of debt attributable to unspent proceeds totaling \$36,944,674 at June 30, 2009, are not included in the calculation of invested in capital assets, net of related debt. Rather, that portion of the debt is included with the same fund equity component as the unspent proceeds.

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 that are imposed by management, but 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 that are 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 that are 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.

**Ankeny Community School District
NOTES TO FINANCIAL STATEMENTS**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Basis of Presentation (continued)

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 receipts 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 expenses, including instructional, support and other costs.

The Debt Service Fund is utilized to account for the payment of interest and principal on the District's general long-term debt.

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

The other governmental funds of the District are considered nonmajor and are as follows:

The Local Option Sales and Services Tax Fund, a capital projects fund, accounts for all financial transactions from the local option sales and services tax for school infrastructure authorized by Iowa Code chapter 422E.

The Physical Plant and Equipment Levy (PPEL) Fund is utilized to account for the resources to be used to pay for the purchase of grounds, construction of buildings, purchase of buildings, equipment and repairs, remodeling, reconstructing, improving or expanding schoolhouses or buildings. The PPEL fund is required to be accounted for as a special revenue fund by statutes.

Special Revenue Funds are used to account for the revenue sources that are legally restricted to expenditures for specific purposes.

Management Fund: Accounts for tort liability insurance premiums, unemployment compensation insurance claims and early retirement incentive payments.

Student Activity Fund: Accounts for money held by the District on behalf of the students who have raised these funds and are responsible for their disposition for co-curricular or extracurricular activities of the District.

The District reports the following nonmajor proprietary fund:

School Nutrition Fund: Accounts 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 fund includes the following.

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.

**Ankeny Community School District
NOTES TO FINANCIAL STATEMENTS**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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, and compensated absences 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 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 applied 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 nonoperating 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 are 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 nonoperating 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.

**Ankeny Community School District
NOTES TO FINANCIAL STATEMENTS**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Assets, Liabilities and Fund Equity

Cash and Cash Equivalents – The cash balances of most District funds are pooled and invested. Investments are stated at fair value except for the investment in the Iowa Schools Joint Investment Trust which is valued at amortized 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 the 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 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 year property tax receivable has been recorded, the related revenue is deferred in both the District-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 1 1/2% per month penalty for delinquent payments; is based on January 1, 2007 assessed property valuations; is for the tax accrual period July 1, 2008 through June 30, 2009 and reflects the tax asking contained in the budget certified to the County Board of Supervisors in April, 2008.

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.

Land	\$ 2,000
Buildings	10,000
Improvements other than buildings	10,000
Furniture and equipment	
School Nutrition Fund equipment	500
Other furniture and equipment	5,000

**Ankeny Community School District
NOTES TO FINANCIAL STATEMENTS**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Assets, Liabilities and Fund Equity (continued)

Capital Assets (continued)

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

Buildings	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 included with accounts payable and accrued 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 represent 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 the succeeding year property tax receivable as well as delinquent property tax receivable 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.

Compensated Absences – District employees accumulate a limited amount of earned but unused vacation for subsequent use or for payment upon termination, death or retirement. A liability is recorded when incurred in the government-wide financial statements. A liability for these amounts is reported in governmental funds only for employees that have resigned or retired. The compensated absences liability has been computed based on rates of pay in effect at June 30, 2009. The compensated absences liability attributable to the governmental activities will be paid primarily by the General Fund.

Long-term Obligations – 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 Balances – 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.

Budgeting and Budgetary Control

The budgetary comparison and related disclosures are reported as Required Supplementary Information. During the year ended June 30, 2009, disbursements did not exceed amounts budgeted.

**Ankeny Community School District
NOTES TO FINANCIAL STATEMENTS**

NOTE 2 CASH AND POOLED INVESTMENTS

The District's deposits in banks at June 30, 2009 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, 2009, the District had the following investment:

	Amortized cost
Iowa Schools Joint Investment Trust Diversified Portfolio	<u>\$68,195,356</u>

The investment in the Iowa Schools Joint Investment Trust is valued at an amortized cost pursuant to Rule 2a-7 under the Investment Company Act of 1940.

Interest rate risk. The District's investment policy limits the investment of operating funds (funds expected to be expended in the current budget year or within 15 months of receipt) in instruments that mature within 397 days. Funds not identified as operating funds may be invested in investments with maturities longer than 397 days but the maturities shall be consistent with the needs and use of the District.

Credit risk. The investment in the Iowa Schools Joint Investment Trust was both rated Aaa by Moody's Investors Service.

NOTE 3 INTERFUND TRANSFERS

The detail of interfund transfers for the year ended June 30, 2009 is as follows:

<u>Transfer to</u>	<u>Transfer from</u>	<u>Amount</u>
Debt Service	Capital Projects Local Option Sales and Services Tax Special Revenue Physical Plant and Equipment Levy	 <u>824,614</u> <u>\$5,714,769</u>
General	Special Revenue Management	 <u>\$ 387,903</u>

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

**Ankeny Community School District
NOTES TO FINANCIAL STATEMENTS**

NOTE 4 CAPITAL ASSETS

Capital assets activity for the year ended June 30, 2009 is as follows:

	<u>Balance beginning of year</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance end of year</u>
Governmental activities				
Capital assets not being depreciated				
Land	\$ 13,553,759	\$ 3,903,552	\$ 182,434	\$ 17,274,877
Construction in progress	14,245,410	11,526,341	14,558,327	11,213,424
Total capital assets not being depreciated	<u>27,799,169</u>	<u>15,429,893</u>	<u>14,740,761</u>	<u>28,488,301</u>
Capital assets being depreciated				
Buildings and improvements	99,873,934	14,593,704	-	114,467,638
Furniture and equipment	2,056,734	1,519,465	148,121	3,428,078
Land improvements	717,930	32,390	-	750,320
Total capital assets being depreciated	<u>102,648,598</u>	<u>16,145,559</u>	<u>148,121</u>	<u>118,646,036</u>
Less accumulated depreciation for				
Buildings and improvements	36,006,883	2,355,981	-	38,362,864
Furniture and equipment	1,762,981	198,644	148,121	1,813,504
Land improvements	32,381	37,073	-	69,454
Total accumulated depreciation	<u>37,802,245</u>	<u>2,591,698</u>	<u>148,121</u>	<u>40,245,822</u>
Total capital assets being depreciated, net	<u>64,846,353</u>	<u>13,553,861</u>	<u>-</u>	<u>78,400,214</u>
Governmental activities capital assets, net	<u>\$ 92,645,522</u>	<u>\$28,983,754</u>	<u>\$14,740,761</u>	<u>\$106,888,515</u>
Business-type activities				
Furniture and equipment	\$ 932,427	\$ 31,021	\$ 5,906	\$ 957,542
Less accumulated depreciation	<u>774,119</u>	<u>9,854</u>	<u>5,906</u>	<u>778,067</u>
Business-type activities capital assets, net	<u>\$ 158,308</u>	<u>\$ 21,167</u>	<u>\$ -</u>	<u>\$ 179,475</u>

Depreciation expense was charged by the District as follows:

Governmental activities	
Instruction	
Regular	<u>\$2,591,698</u>
Business-type activities	
School nutrition	<u>\$ 9,854</u>

Construction in progress at June 30, 2009 consists of costs related to the additions to Parkview, Westwood, Northeast, Ashland Ridge, East, the new Elementary and Middle School in Prairie Trails, and the new High School buildings.

**Ankeny Community School District
NOTES TO FINANCIAL STATEMENTS**

NOTE 5 LONG-TERM LIABILITIES

The following is a summary of accrued compensated absences, general obligation bonds, general obligation capital loan notes, revenue bonds and early retirement transactions for the governmental funds of the District for the year ended June 30, 2009:

	<u>Balance July 1, 2008</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 2009</u>	<u>Due within one year</u>
Accrued compensated absences	\$ 380,324	\$ —	\$ 9,192	\$ 371,132	\$ 371,132
General obligation bonds	31,675,000	57,780,000	6,685,000	82,770,000	5,445,000
General obligation capital loan notes	4,945,000	—	655,000	4,290,000	680,000
Revenue bonds	13,640,000	—	4,375,000	9,265,000	4,535,000
Early retirement	<u>2,194,409</u>	<u>2,883,751</u>	<u>—</u>	<u>5,078,160</u>	<u>3,531,598</u>
Totals	<u>\$52,834,733</u>	<u>\$60,663,751</u>	<u>\$11,724,192</u>	<u>\$101,774,292</u>	<u>\$14,562,730</u>

The District offers a voluntary early retirement plan to its employees. Eligible employees must be at least age fifty-five and employees must have completed twelve years of continuous service to the District. Employees must complete an application which is required to be approved by the Board of Education. The early retirement incentive for each eligible employee is equal to a) 60% of the employee's salary or b) 30% of the employee's salary plus continued health insurance of up to a maximum of five years. Currently, twenty-nine retirees meet the eligibility requirements. Expenditures for early retirement are recognized as benefits are paid. Early retirement benefits paid during the year ended June 30, 2009 totaled \$1,979,370.

The District's general obligation bond debt is as follows:

- a) An issue dated March 15, 2004, having an interest rate of 2.5% and an unpaid balance of \$760,000.
- b) An issue dated June 1, 2007, having an interest rate varying from 4.0% to 4.5% and an unpaid balance of \$22,845,000.
- c) An issue dated March 6, 2008, having an interest rate varying from 2.4% to 3% and an unpaid balance of \$4,505,000.
- d) An issue dated December 10, 2008, having an interest rate varying from 3.875% to 4.5% and an unpaid balance of \$6,880,000.
- e) An issue dated June 1, 2009, having an interest rate varying from 3.0% to 5.0% and an unpaid balance of \$47,780,000.

The District's general obligation capital loan note debt is as follows:

- a) An issue dated July 1, 2005, having an interest rate of 3.43% and an unpaid balance of \$4,290,000.

The District's revenue obligation bond debt, which is payable from revenues of the Local Option Sales and Services Tax Fund, is as follows:

- a) An issue dated December 1, 2002 having an interest rate of 5.0% and an unpaid balance of \$5,720,000.
- b) An issue dated April 1, 2004, having an interest rate varying from 3.25% to 3.5% and an unpaid balance of \$2,490,000.
- c) An issue dated April 1, 2004, having an interest rate varying from 3.10% to 3.35% and an unpaid balance of \$1,055,000.

**Ankeny Community School District
NOTES TO FINANCIAL STATEMENTS**

NOTE 5 LONG-TERM LIABILITIES (continued)

Annual general obligation bond principal maturities, by issue and in total, are as follows:

Year ending June 30	Bond issue date					Total
	March 15, 2004	June 1, 2007	March 6, 2008	December 10, 2008	June 1, 2009	
2010	\$ 760,000	\$ 855,000	\$ 825,000	\$ 250,000	\$ 2,755,000	\$ 5,445,000
2011	—	890,000	845,000	260,000	2,495,000	4,490,000
2012	—	925,000	965,000	265,000	1,575,000	3,730,000
2013	—	965,000	930,000	275,000	1,630,000	3,800,000
2014	—	1,010,000	940,000	285,000	1,695,000	3,930,000
2015-2019	—	5,770,000	—	1,595,000	9,605,000	16,970,000
2020-2024	—	7,220,000	—	1,980,000	12,240,000	21,440,000
2025-2029	—	5,210,000	—	1,970,000	15,785,000	22,965,000
Totals	<u>\$ 760,000</u>	<u>\$22,845,000</u>	<u>\$4,505,000</u>	<u>\$6,880,000</u>	<u>\$47,780,000</u>	<u>\$82,770,000</u>

Annual general obligation capital loan note maturities, are as follows for the notes dated July 1, 2005:

Year ending June 30	
2010	\$ 680,000
2011	700,000
2012	730,000
2013	755,000
2014	710,000
2015	<u>715,000</u>
Total	<u>\$4,290,000</u>

Annual revenue obligation bond principal maturities, by issue and in total, are as follows:

Year ending June 30	Bond issue date			Total
	December 1, 2002	April 1, 2004	April 1, 2004	
2010	\$2,810,000	\$1,225,000	\$ 500,000	\$4,535,000
2011	<u>2,910,000</u>	<u>1,265,000</u>	<u>555,000</u>	<u>4,730,000</u>
Totals	<u>\$5,720,000</u>	<u>\$2,490,000</u>	<u>\$1,055,000</u>	<u>\$9,265,000</u>

The District has pledged future local option (statewide) sales and services tax revenues to repay the \$24,240,000 of bonds issued in April, 2004 and December, 2002. The local option sales and services tax revenue bonds were issued for the purpose of defraying a portion of the cost of school infrastructure. The bonds are payable solely from the proceeds of the local option (statewide) sales and services tax revenues received by the District and are payable through 2011. The bonds are not a general obligation of the District. However, the debt is subject to the constitutional debt limitation of the District. Annual principal and interest payments on the bonds are expected to require nearly 100 percent of the local option (statewide) sales and services tax revenues. The total principal and interest remaining to be paid on the notes is \$9,675,457. For the current year, \$4,858,085 of principal and interest was paid on the bonds and total statewide sales and services tax revenues were \$7,631,956.

**Ankeny Community School District
NOTES TO FINANCIAL STATEMENTS**

NOTE 5 LONG-TERM LIABILITIES (continued)

The resolution providing for the issuance of the local option sales and services tax revenue bonds includes the following provisions:

- a) 10% of the proceeds from the issuance of the revenue bonds shall be deposited to the Reserve Account to be used solely for the purpose of paying principal and interest on the bonds if insufficient money is available in the Sinking Account. The balance of the proceeds shall be deposited to the Capital Project Account.
- b) All proceeds from the local option sales and services tax shall be placed in a Revenue Account.
- c) Monies in the Revenue Account shall be disbursed to make deposits into a Sinking Account to pay the principal and interest requirements of the revenue bonds for the fiscal year.
- d) Any monies remaining in the Revenue Account after the required transfer to the Sinking Account may be transferred to the Project Account to be used for any lawful purpose.

All District bond principal and interest expenditures are accounted for in the Debt Service Fund.

A summary of general and revenue obligation bond and general obligation capital loan note debt service requirements to maturity as of June 30, 2009, is as follows:

Year ending June 30	General Obligation Bonds			General Obligation Capital Loan Notes			Revenue Obligation Bonds		
	Annual principal and interest requirements			Annual principal and interest requirements			Annual principal and interest requirements		
	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total
2010	\$ 5,445,000	\$ 3,446,510	\$ 8,891,510	\$ 680,000	\$ 147,147	\$ 827,147	\$4,535,000	\$ 306,273	\$4,841,273
2011	4,490,000	3,281,173	7,771,173	700,000	123,823	823,823	4,730,000	104,184	4,834,184
2012	3,730,000	3,139,100	6,869,100	730,000	99,813	829,813	-	-	-
2013	3,800,000	3,018,526	6,818,526	755,000	74,774	829,774	-	-	-
2014	3,930,000	2,893,865	6,823,865	710,000	48,878	758,878	-	-	-
2015-2019	16,970,000	12,436,924	29,406,924	715,000	24,525	739,525	-	-	-
2020-2024	21,440,000	8,592,118	30,032,118	-	-	-	-	-	-
2025-2028	<u>22,965,000</u>	<u>3,129,113</u>	<u>26,094,113</u>	-	-	-	-	-	-
Totals	<u>\$82,770,000</u>	<u>\$39,937,329</u>	<u>\$122,707,329</u>	<u>\$4,290,000</u>	<u>\$ 518,960</u>	<u>\$4,808,960</u>	<u>\$9,265,000</u>	<u>\$ 410,457</u>	<u>\$9,675,457</u>

Principal payments on general obligation bonds and capital loan notes are due annually on June 1, and interest payments are due semiannually on June 1 and December 1. Principal payments on revenue bonds are due annually on July 1, and interest payments are due semiannually on January 1 and July 1.

The bond issues include provisions whereby the District has the option to call general obligation bonds for early redemption that mature after stated dates.

NOTE 6 DEFINED BENEFIT PENSION PLAN

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, Iowa 50306-9117.

Plan members are required to contribute 4.1% of their annual covered salary and the District is required to contribute 6.35% of annual covered payroll. Contribution requirements are established by State statute. The District's contributions to IPERS for the years ended June 30, 2009, 2008 and 2007 were \$2,715,338, \$2,171,309 and \$1,953,602, respectively, equal to the required contributions for each year.

**Ankeny Community School District
NOTES TO FINANCIAL STATEMENTS**

NOTE 7 OTHER POSTEMPLOYMENT BENEFITS (OPEB)

The District implemented GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits other Than Pensions* during the year ended June 30, 2009.

Plan Description

The District operates a single-employer retiree benefit plan which provides medical, dental and prescription drug benefits for retirees and their spouses. There are 634 active and 53 retired members in the plan. Participants must be age 55 or older at retirement.

The medical/prescription drug coverage is provided through a fully-insured plan with Wellmark. Retirees under age 65 pay the same premium for the medical/prescription drug benefit as active employees, which results in an implicit subsidy and an OPEB liability.

Funding Policy

The contribution requirements of plan members are established and may be amended by the District. The District currently finances the retiree benefit plan on a pay-as-you-go basis.

Annual OPEB Cost and Net OPEB Obligation

The District's annual OPEB cost is calculated based on the annual required contribution (ARC) of the District, an amount actuarially determined in accordance with GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed 30 years.

The following table shows the components of the District's annual OPEB cost for the year ended June 30, 2009, the amount actually contributed to the plan and changes in the District's net OPEB obligation:

Annual required contribution	\$ 569,868
Interest on net OPEB obligation	—
Adjustment to annual required contribution	—
Annual OPEB cost	<u>569,868</u>
Contributions made, net of allowance	<u>(569,868)</u>
Change in net OPEB obligation	—
Net OPEB obligation, beginning of year	<u>—</u>
Net OPEB obligation, end of year	<u>\$ —</u>

For calculation of the net OPEB obligation, the actuary has set the transition day as July 1, 2008. The end of year net OPEB obligation was calculated by the actuary as the cumulative difference between the actuarially determined funding requirements and the actual contributions for the year ended June 30, 2009.

For the year ended June 30, 2009, the District contributed \$569,868 to the medical plan.

The District's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligation as of June 30, 2009 are summarized as follows:

<u>Year ended</u>	<u>Annual OPEB cost</u>	<u>Percentage of annual OPEB cost contributed</u>	<u>Net OPEB obligation</u>
June 30, 2009	\$ <u>569,868</u>	<u>125.3%</u>	\$ <u>—</u>

**Ankeny Community School District
NOTES TO FINANCIAL STATEMENTS**

NOTE 7 OTHER POST EMPLOYMENT BENEFITS (OPEB) (continued)

Funded Status and Funding Progress

As of July 1, 2008, the most recent actuarial valuation date for the period July 1, 2008 through June 30, 2009, the actuarial accrued liability was \$5,367,224, with no actuarial value of assets, resulting in an unfunded actuarial accrued liability (UAAL) of \$5,367,224. The covered payroll (annual payroll of active employees covered by the plan) was approximately \$30,925,000, and the ratio of the UAAL to the covered payroll was 17.4%. As of June 30, 2009, there were no trust fund assets.

Actuarial Methods and Assumptions

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality and the health care cost trend. Actuarially determined amounts are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information in the section following the Notes to Financial Statements, will present multiyear trend information about whether the actuarial value of the plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Projections of benefits for financial reporting purposes are based on the plan as understood by the employer and the plan members and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

As of the July 1, 2008 actuarial valuation date, the entry age normal actuarial cost method was used. The actuarial assumptions include a 4.5% discount rate based on the District's funding policy. The projected annual medical trend rate is 10%. The ultimate medical trend rate is 5%. The medical trend rate is reduced 0.5% each year until reaching the 5% ultimate trend rate.

Mortality rates are from the RP2000 Group Annuity Mortality Table, applied on a gender-specific basis. Annual retirement and termination probabilities were developed from the retirement probabilities from the Scale T-7 of the Actuary's Pension Handbook.

Projected claim costs of the medical plan are \$889 per month for retirees less than age 65 and \$258 per month for retirees who have attained age 65. The salary increase rates vary by age ranging from 8% to 4.5%. The UAAL is being amortized as a level percentage of project payroll expenses on an open basis over 30 years.

NOTE 8 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 \$2,601,133 for the year ended June 30, 2009 and is recorded in the General Fund by making a memorandum adjusting entry to the cash basis financial statements.

NOTE 9 COMMITMENTS

The District entered into contract commitments with contractors for the completion of several construction projects. The total contract commitments are \$44,788,733 of which \$6,402,165 has been incurred as of June 30, 2009. The unpaid commitment balance is \$38,386,568.

The District has entered into an agreement for the provision of transportation services to students for the year ended June 30, 2009 through June 30, 2011.

**Ankeny Community School District
NOTES TO FINANCIAL STATEMENTS**

NOTE 9 COMMITMENTS (continued)

The total minimum commitment at June 30, 2009 is due as follows:

Year ending June 30,	
2010	\$1,335,852
2011	<u>1,375,947</u>
Total	<u>\$2,711,799</u>

\$1,484,898 was incurred for the year ended June 30, 2009.

NOTE 10 FUND BALANCE RESERVES

The District fund balances have been reserved as follows:

General Fund	
Reserved for inventories	\$ 264,966
Reserved for talented and gifted	125,042
Reserved for At-Risk	2,979,386
Reserved for teacher quality professional development	239,195
Reserved for early intervention state reading	31,165
Reserved from early intervention federal reading	25,598
Reserved for Federal Bureau grant	125
Reserved for market factor	54,510
Reserved for textbooks for nonpublic students	149
Reserved for ABC5 grant	168
Reserved for transportation vehicles	<u>804,200</u>
Total	<u>\$4,524,504</u>
Special Revenue Fund	
Reserved for employee benefits	<u>\$3,512,624</u>
Debt Service Fund	
Reserved for debt service	<u>\$7,036,557</u>
Capital Projects Fund	
Reserved for construction projects	<u>\$58,438,685</u>
Local Option Sales and Services Tax Fund	
Reserved for construction projects	<u>\$3,826,103</u>

NOTE 11 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 from independent third parties. 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.

**Ankeny Community School District
NOTES TO FINANCIAL STATEMENTS**

NOTE 12 NEW GOVERNMENTAL ACCOUNTING STANDARDS BOARD (GASB) STATEMENTS

As of June 30, 2009, the Governmental Accounting Standards Board (GASB) has issued several statements not yet implemented by the District. The statements which might impact the District are as follows:

GASB Statement No. 51, *Accounting and Financial Reporting for Intangible Assets*, will be effective for the District beginning with its year ending June 30, 2010. This statement requires that all intangible assets not specifically excluded by its scope provisions be classified as capital assets.

GASB Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments*, will be effective for the District beginning with its year ending June 30, 2010. This statement requires that derivative instruments be reported at fair value.

GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, will be effective for the District beginning with its year ending June 30, 2011. This statement establishes criteria for classifying fund balances into specifically defined classifications and clarifies definitions for governmental fund types.

The District's management has not yet determined the effect these statements will have on the District's financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

Ankeny Community School District
BUDGETARY COMPARISON SCHEDULE OF RECEIPTS,
DISBURSEMENTS AND CHANGES IN FUND BALANCES
BUDGET TO ACTUAL—ALL GOVERNMENTAL FUNDS AND PROPRIETARY FUND
REQUIRED SUPPLEMENTAL INFORMATION
Year ended June 30, 2009

	Governmental Fund Types Actual	Proprietary Fund Type Actual	Total Actual	Budgeted Amounts Original/Final	Final Budget to Actual Variance Positive (Negative)
REVENUES					
Local	\$ 50,566,661	\$2,746,900	\$ 53,313,561	\$ 47,392,746	\$ 5,920,815
Federal	2,510,513	511,343	3,021,856	1,627,176	1,394,680
State	<u>36,187,289</u>	<u>23,869</u>	<u>36,211,158</u>	<u>36,482,364</u>	<u>(271,206)</u>
Total revenues	<u>89,264,463</u>	<u>3,282,112</u>	<u>92,546,575</u>	<u>85,502,286</u>	<u>7,044,289</u>
EXPENDITURES					
Current					
Instruction	48,028,899	-	48,028,899	51,903,936	3,875,037
Support services	21,393,228	-	21,393,228	24,251,325	2,858,097
Noninstructional programs	222,261	3,276,719	3,498,980	5,020,051	1,521,071
Other expenditures	<u>32,993,927</u>	<u>-</u>	<u>32,993,927</u>	<u>67,664,972</u>	<u>34,671,045</u>
Total expenditures	<u>102,638,315</u>	<u>3,276,719</u>	<u>105,915,034</u>	<u>148,840,284</u>	<u>42,925,250</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES/EXPENSES	(13,373,852)	5,393	(13,368,459)	(63,337,998)	49,969,539
OTHER FINANCING SOURCES (USES), NET	<u>58,087,668</u>	<u>-</u>	<u>58,087,668</u>	<u>(16,670,026)</u>	<u>74,757,694</u>
NET CHANGE IN FUND BALANCE	<u>\$ 44,713,816</u>	<u>\$ 5,393</u>	<u>\$ 44,719,209</u>	<u>\$ (80,008,024)</u>	<u>\$124,727,233</u>

See accompanying independent auditor's report.

Ankeny Community School District
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION—BUDGETARY REPORTING
Year ended June 30, 2009

This budgetary comparison is presented as Required Supplementary Information in accordance with *Governmental Accounting Standard 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 each major Special Revenue 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 accrual basis which is consistent with generally accepted accounting principles. Encumbrances are not recognized and appropriations as adopted and amended lapse at year end.

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, noninstructional 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 that District expenditures in the General Fund may not exceed the amount authorized by the school finance formula.

**Ankeny Community School District
SCHEDULE OF FUNDING PROGRESS FOR THE RETIREE HEALTH PLAN**

Required Supplementary Information

<u>Actuarial valuation date</u>	<u>Actuarial value of assets (a)</u>	<u>Actuarial accrued liability (AAL) (b)</u>	<u>Unfunded AAL (UAAL) (b - a)</u>	<u>Funded ratio (a/b)</u>	<u>Covered payroll (c)</u>	<u>UAAL as a percentage of covered payroll ((b - a)/c)</u>
July 1, 2008	\$ <u>—</u>	<u>\$5,367,224</u>	<u>\$5,367,224</u>	<u>0.0%</u>	<u>\$30,925,000</u>	<u>17.4%</u>

See Note 7 in the accompanying Notes to Financial Statements for the plan description, funding policy, annual OPEB Cost and Net OPEB Obligation, funded status and funding progress.

OTHER SUPPLEMENTARY INFORMATION

GENERAL FUND

Ankeny Community School District
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GENERAL FUND
Year ended June 30, 2009

REVENUES

Local sources	
Local tax	
Property tax	\$24,639,169
Utility tax replacement excise tax	410,144
Mobile home tax	35,738
	<u>25,085,051</u>
Other local sources	
Interest on investments	80,615
Tuition from other districts	1,263,112
Transportation fees	102,671
Miscellaneous	1,180,596
	<u>2,626,994</u>
	<u>27,712,045</u>
State appropriations	
State foundation aid	28,636,643
Instructional support state aid	242,830
Special education deficit supplemental state aid	150,061
Educational Excellence program	
Phase I	2,638
Phase II	619,466
Textbook aid for nonpublic students	1,240
Vocational education aid	29,382
Iowa Early Intervention Grant	403,925
Teacher induction allocation	2,968,000
Teacher learning grant	3,776
Truancy Prevention Grant	22,752
Professional Development for Model Core Curriculum	115,747
Teacher Quality Professional Development	272,345
Early Childhood Programs grant (Empowerment)	117,351
AEA flow-through	2,601,133
	<u>36,187,289</u>
Federal appropriations	
State Fiscal Stabilization Fund—Education State grants	609,501
Title I Grants to Local Educational Agencies	176,873
Safe and Drug—Free Schools and Communities—State grants	12,721
Federal Teacher Quality Program (Title II program)	102,690
Innovative Education Program Strategies (Title VI program)	49,075
Medicaid	947,117
Special Education—Grants to States	567,879
Perkins Grant	32,507
Learn and Serve America—School and Community Based Programs grant	12,150
	<u>2,510,513</u>
Total revenues	<u>66,409,847</u>

Ankeny Community School District
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (continued)
GENERAL FUND
Year ended June 30, 2009

EXPENDITURES

Instruction	
General education	
Salaries	\$23,553,659
Benefits	6,746,959
Services	1,560,059
Supplies	1,680,430
Property	385,254
Other	9,288
	<u>33,935,649</u>
Special education	
Salaries	5,397,406
Benefits	2,240,118
Services	708,092
Supplies	60,027
Property	37,547
Other	696
	<u>8,443,886</u>
Career education	
Salaries	1,326,481
Benefits	311,920
Services	1,329
Supplies	42,476
Property	30,155
	<u>1,712,361</u>
Cocurricular education	
Salaries	1,542,073
Benefits	519,082
Services	277,179
Supplies	58,001
Property	18,593
Other	114
	<u>2,415,042</u>
Support services	
Student	
Salaries	1,440,933
Benefits	489,277
Services	2,115,590
Supplies	164,664
Property	19,656
	<u>4,230,120</u>
Instructional staff	
Salaries	2,198,886
Benefits	590,912
Services	445,639
Supplies	594,849
Property	1,193,851
Other	46,508
	<u>5,070,645</u>

See accompanying independent auditor's report.

Ankeny Community School District
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (continued)
GENERAL FUND
Year ended June 30, 2009

EXPENDITURES (continued)

Support services (continued)	
Administration	
Salaries	\$ 4,002,051
Benefits	1,297,756
Services	744,189
Supplies	296,092
Property	39,782
Other	<u>50,789</u>
	<u>6,430,659</u>
Operation and maintenance of plant services	
Salaries	1,792,611
Benefits	876,751
Services	623,315
Supplies	1,447,550
Property	77,974
Other	<u>1,585</u>
	<u>4,819,786</u>
Noninstructional programs	
Salaries	163,809
Benefits	44,700
Services	12,739
Other	<u>1,013</u>
	<u>222,261</u>
Other	
AEA flow-through	<u>2,601,133</u>
Total expenditures	<u>69,881,542</u>
Deficiency of revenues under expenditures	(3,471,695)
OTHER FINANCING SOURCES	
Sale of assets	4,857
Operating transfers in	<u>387,903</u>
Total other financing sources	<u>392,760</u>
Deficiency of revenues and other financing sources under expenditures	(3,078,935)
FUND BALANCE—beginning of year	<u>4,980,913</u>
FUND BALANCE—end of year	<u>\$ 1,901,978</u>

See accompanying independent auditor's report.

NONMAJOR GOVERNMENTAL FUNDS

**Ankeny Community School District
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2009**

ASSETS	Local Option Sales and Services Tax	Physical Plant and Equipment Levy	YMCA Endowment	Management	Student Activity	Total
Cash and cash equivalents	\$3,769,007	\$2,931,967	\$ 19,832	\$3,412,198	\$ 971,249	\$11,104,253
Property taxes receivable						
Delinquent	-	30,000	-	9,794	-	39,794
Succeeding year	-	3,667,775	-	1,500,005	-	5,167,780
Due from other governments	482,432	-	-	-	-	482,432
Other receivables	-	-	172	101,427	3,764	105,363
Prepaid expenses and deposits	-	<u>257,500</u>	-	-	-	<u>257,500</u>
Total assets	<u>\$4,251,439</u>	<u>\$6,887,242</u>	<u>\$ 20,004</u>	<u>\$5,023,424</u>	<u>\$ 975,013</u>	<u>\$17,157,122</u>
LIABILITIES AND DISTRICT EQUITY						
Liabilities						
Accounts payable and accrued liabilities	\$ 425,336	\$ 764,025	\$ -	\$ 10,795	\$ 37,346	\$ 1,237,502
Deferred revenue—succeeding year property tax	-	<u>3,667,775</u>	-	<u>1,500,005</u>	-	<u>5,167,780</u>
Total liabilities	<u>425,336</u>	<u>4,431,800</u>	<u>-</u>	<u>1,510,800</u>	<u>37,346</u>	<u>6,405,282</u>
District equity						
Fund balance						
Reserved for employee benefits, insurance, retirement, tort liability, unemployment, and capital projects	3,826,103	-	-	3,512,624	-	7,338,727
Unreserved	-	<u>2,455,442</u>	<u>20,004</u>	-	<u>937,667</u>	<u>3,413,113</u>
Total fund balance	<u>3,826,103</u>	<u>2,455,442</u>	<u>20,004</u>	<u>3,512,624</u>	<u>937,667</u>	<u>10,751,840</u>
Total liabilities and District equity	<u>\$4,251,439</u>	<u>\$6,887,242</u>	<u>\$ 20,004</u>	<u>\$5,023,424</u>	<u>\$ 975,013</u>	<u>\$17,157,122</u>

See accompanying independent auditor's report.

Ankeny Community School District
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
Year ended June 30, 2009

	Local Option Sales and Services Tax	Physical Plant and Equipment Levy	YMCA Endowment	Management	Student Activity	Total
REVENUES						
Local taxes	\$7,631,956	\$3,417,071	\$ -	\$1,195,245	\$ -	\$12,244,272
Interest income	63,264	18,269	172	43,886	11,561	137,152
Other	25,048	209,860	3,000	79,159	1,625,788	1,942,855
Total revenues	<u>7,720,268</u>	<u>3,645,200</u>	<u>3,172</u>	<u>1,318,290</u>	<u>1,637,349</u>	<u>14,324,279</u>
EXPENDITURES						
Instruction						
Vocational and other	-	-	-	-	1,521,961	1,521,961
Support services						
Administration	-	11,250	-	830,768	-	842,018
Capital outlay	3,078,864	1,661,116	-	-	-	4,739,980
Total expenditures	<u>3,078,864</u>	<u>1,672,366</u>	<u>-</u>	<u>830,768</u>	<u>1,521,961</u>	<u>7,103,959</u>
Excess of revenues over expenditures	<u>4,641,404</u>	<u>1,972,834</u>	<u>3,172</u>	<u>487,522</u>	<u>115,388</u>	<u>7,220,320</u>
OTHER FINANCING SOURCES (USES)						
Sales of assets	-	250,000	-	-	-	250,000
Operating transfers (out)	(4,890,155)	(824,614)	-	(387,903)	-	(6,102,672)
Total other financing sources (uses)	<u>(4,890,155)</u>	<u>(574,614)</u>	<u>-</u>	<u>(387,903)</u>	<u>-</u>	<u>(5,852,672)</u>
NET CHANGE IN FUND BALANCES	<u>(248,751)</u>	<u>1,398,220</u>	<u>3,172</u>	<u>99,619</u>	<u>115,388</u>	<u>1,367,648</u>
FUND BALANCE—beginning of year	<u>4,074,854</u>	<u>1,057,222</u>	<u>16,832</u>	<u>3,413,005</u>	<u>822,279</u>	<u>9,384,192</u>
FUND BALANCE—end of year	<u>\$3,826,103</u>	<u>\$2,455,442</u>	<u>\$ 20,004</u>	<u>\$3,512,624</u>	<u>\$ 937,667</u>	<u>\$10,751,840</u>

See accompanying independent auditor's report.

DEBT SERVICE FUND

Ankeny Community School District
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
DEBT SERVICE FUND
Year ended June 30, 2009

REVENUES

Local sources		
Local tax		
Property tax		\$ 8,137,382
Utility tax replacement excise tax		125,009
Mobile home tax		<u>10,893</u>
		<u>8,273,284</u>
Other local sources		
Interest		<u>34,993</u>
Total revenues		<u>8,308,277</u>

EXPENDITURES

Debt service		
Principal redemption		11,715,000
Coupon redemption and fees		<u>2,124,819</u>
Total expenditures		<u>13,839,819</u>
(Deficiency) of revenues (under) expenditures		<u>(5,531,542)</u>

OTHER FINANCING SOURCES

Interfund transfers		
Total other financing sources		<u>5,714,769</u>
Excess of revenues and other financing sources over expenditures		183,227

FUND BALANCE —beginning of year	<u>6,853,330</u>
FUND BALANCE —end of year	<u>\$ 7,036,557</u>

AGENCY FUNDS

Ankeny Community School District
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
Year ended June 30, 2009

	<u>District</u>	<u>Cafeteria</u>	<u>Total</u>
BALANCE , beginning of year	\$ 222,783	\$ 232	\$ 223,015
Additions			
Collections	156,762	-	156,762
Interest	<u>2,626</u>	<u>1</u>	<u>2,627</u>
	159,388	1	159,389
Deductions			
Miscellaneous	<u>209,404</u>	<u>233</u>	<u>209,637</u>
BALANCE , end of year	<u>\$ 172,767</u>	<u>\$ -</u>	<u>\$ 172,767</u>

See accompanying independent auditor's report.

Ankeny Community School District
SCHEDULE OF CHANGES IN STUDENT ACTIVITY ACCOUNTS
Year ended June 30, 2009

<u>Account</u>	<u>Balance beginning of year</u>	<u>Revenues</u>	<u>Expenditures</u>	<u>Balance end of year</u>
District—Wide				
Interest income	\$ 81,988	\$ 8,287	\$ —	\$ 90,275
PE Uniform Account	(6,377)	33,116	26,377	362
DW Towel	32,026	—	1,838	30,188
Book Fair	815	—	229	586
Elem Musical Recorders	2,321	2,225	4,186	360
Total District-Wide	<u>110,773</u>	<u>43,628</u>	<u>32,630</u>	<u>121,771</u>
Senior High School				
Athletic Fund	167,287	653,558	594,839	226,006
Drama/Musical	16,806	4,636	1,668	19,774
Vocal Music	27,641	93,037	99,221	21,457
Instrumental Music	22,214	41,493	39,545	24,162
Art	1,845	1,280	1,492	1,633
Lock	8,009	138	—	8,147
Industrial Tech	9,194	3,180	3,779	8,595
Media Special	8,589	1,948	2,785	7,752
Soaring Hawk Award	185	200	108	277
Special Ed Project	—	1,469	341	1,128
Business Ed Special	4,290	29,005	30,803	2,492
Health Special	1,142	—	1,142	—
Language Arts Special	253	—	128	125
Math Special	756	20	471	305
Modern Language Special	3,622	—	2,075	1,547
Science Special	9,051	5,180	3,336	10,895
Target Shooting Club	—	692	692	—
Social Studies Special	3,046	455	448	3,053
Industrial Tech Cad Lab	692	—	—	692
Scholastic Bowl	827	535	536	826
Drama Club	6,890	14,829	7,180	14,539
Robotics Club	—	430	99	331
Family & Consumer Science	5,899	7,168	347	12,720
Spanish Club	94	—	41	53
French Club	3,322	1,685	2,057	2,950
Honor Society	10,136	7,005	8,026	9,115
Journalism Club	534	4,835	3,284	2,085
Debate Club	333	—	173	160
Ecology Club	166	350	355	161
Travel Club	174	—	—	174
Ahs Coffee Shop	8,026	31,331	22,455	16,902
Cheerleaders....Varsity	26,604	68,280	68,189	26,695
Cheerleaders....9 th Grade	8,215	21,548	6,541	23,222
Circle Of Friends (Overton)	2,772	1,793	1,830	2,735
Drill Team	2,510	6,789	7,399	1,900
S A D D	179	—	—	179

See accompanying independent auditor's report.

Ankeny Community School District
SCHEDULE OF CHANGES IN STUDENT ACTIVITY ACCOUNTS (continued)
Year ended June 30, 2009

<u>Account</u>	<u>Balance beginning of year</u>	<u>Revenues</u>	<u>Expenditures</u>	<u>Balance end of year</u>
Senior High School (continued)				
Interact	\$ 164	\$ 1,114	\$ 930	\$ 348
Friends of Rachel	-	517	63	454
Student Council	10,261	7,645	10,710	7,196
Yearbook	41,397	11,332	14,616	38,113
Textbook Fines	8,849	2,744	462	11,131
Badge Replacement	4,625	2,105	965	5,765
Handbooks	145	70	-	215
Building Trades	4,266	1,800	769	5,297
Peer Helper	802	160	40	922
Student Teacher Scholarship	4,060	2,574	3,400	3,234
Speech/Drama Scholarship	608	345	750	203
Debate Scholarship	5,438	-	-	5,438
Advance Placement Testing	10,103	17,553	15,314	12,342
ACT Prep	115	580	695	-
Academic Awards	(822)	1,322	244	256
Cap & Gown	(5,431)	6,108	-	677
Prom	6,315	16,454	14,046	8,723
Learning Center Balloons	968	250	367	851
Nothing But Nets	-	884	-	884
Special Olympics	370	110	-	480
Summer Fitness	16,573	16,840	16,036	17,377
Model UN	77	550	627	-
Total Senior High School	<u>470,186</u>	<u>1,093,926</u>	<u>991,419</u>	<u>572,693</u>
Northview Middle School				
Vocal Music	5,109	23,712	17,272	11,549
Instrumental Music	(889)	3,064	2,175	-
Art	293	-	-	293
Lock	14,713	155	3,264	11,604
Media Center Special	2,346	2,451	2,118	2,679
PE Special	17	3,381	1,410	1,988
Culinary Arts Special	2,823	492	59	3,256
Modern Language	(99)	99	-	-
Science Special	10	375	385	-
Student Council Special	57	394	394	57
F A H	15,194	7,022	6,493	15,723
Drama Club	956	-	-	956
Student Council	12,589	8,114	7,551	13,152
Yearbook	5,870	8,022	8,560	5,332
Textbook Fines	6,152	629	10	6,771
Book Store	398	56	-	454
Technology Fundraising	24,518	22,454	24,681	22,291
Special Olympics	488	128	-	616
Total Northview Middle School	<u>90,545</u>	<u>80,548</u>	<u>74,372</u>	<u>96,721</u>

See accompanying independent auditor's report.

Ankeny Community School District
SCHEDULE OF CHANGES IN STUDENT ACTIVITY ACCOUNTS (continued)
Year ended June 30, 2009

<u>Account</u>	<u>Balance beginning of year</u>	<u>Revenues</u>	<u>Expenditures</u>	<u>Balance end of year</u>
Parkview Middle School				
Vocal Music	\$ (1,685)	\$ 1,685	\$ -	\$ -
Instrumental Music	562	6,889	5,213	2,238
Lock	409	137	165	381
Industrial Tech	1,860	2,060	3,614	306
Media Ctr Special	5,559	11,284	8,054	8,789
Special Ed Project	-	125	-	125
Culinary Arts	1,478	1,312	1,357	1,433
Language Arts Special	-	1,731	1,185	546
Science Special	597	274	-	871
Parview Stars	103	-	48	55
6 th Grade Silver Team	(172)	250	64	14
6 th Grade Gold Team	475	376	671	180
6 th Grade Maroon Team	(8)	170	-	162
6 th Grade Teal Team	(175)	502	311	16
6 th Grade Platinum Team	(8)	990	828	154
6 th Grade Navy Team	244	340	545	39
6 th Grade Bronze Team	39	999	839	199
6 th Grade Crimson Team	(11)	150	-	139
7 th Grade Gold Team	807	-	151	656
7 th Grade Teal Team	169	100	134	135
7 th Grade Bronze Team	(11)	200	57	132
7 th Grade Platinum Team	826	22	425	423
7 th Grade Navy Team	(253)	775	105	417
7 th Grade Silver Team	6	150	37	119
7 th Grade Maroon Team	19	200	-	219
7 th Grade Crimson Team	90	100	-	190
Student Council	38,190	80,438	114,269	4,359
Lead Council	142	4,478	4,129	491
Yearbook	3,774	2,726	3,026	3,474
Textbook Fines	1,656	396	990	1,062
Total Parkview Middle School	<u>54,682</u>	<u>118,859</u>	<u>146,217</u>	<u>27,324</u>
Crocker Elementary				
Field Trip	(41)	41	-	-
Media Center Special	6,969	34,227	36,740	4,456
Special Projects	6,864	8,688	7,185	8,367
Total Crocker Elementary	<u>13,792</u>	<u>42,956</u>	<u>43,925</u>	<u>12,823</u>
East Elementary				
Field Trip	59	-	-	59
Media Center Special	7,275	8,725	11,955	4,045
Classroom donations	101	1,079	970	210
Special Projects	3,016	6,006	3,969	5,053
Science Special	4,344	3,050	1,820	5,574
Student Council	23	-	-	23
Peer Helper	1,710	1,000	533	2,177
Total East Elementary	<u>16,528</u>	<u>19,860</u>	<u>19,247</u>	<u>17,141</u>

See accompanying independent auditor's report.

Ankeny Community School District
SCHEDULE OF CHANGES IN STUDENT ACTIVITY ACCOUNTS (continued)
Year ended June 30, 2009

<u>Account</u>	<u>Balance beginning of year</u>	<u>Revenues</u>	<u>Expenditures</u>	<u>Balance end of year</u>
Northwest Elementary				
Field Trip	\$ (21)	\$ 21	\$ -	\$ -
Media Center Special	4,104	6,776	7,542	3,338
Special Projects	4,103	12,261	9,344	7,020
Student Council	451	498	257	692
Total Northwest Elementary	<u>8,637</u>	<u>19,556</u>	<u>17,143</u>	<u>11,050</u>
Ashland Ridge Elementary				
Media Center Special	-	12,831	8,307	4,524
Special Projects	-	9,774	9,526	248
Total Ashland Ridge Elementary	<u>-</u>	<u>22,605</u>	<u>17,833</u>	<u>4,772</u>
Southeast Elementary				
Field Trip	406	-	-	406
Media Center Special	(2,301)	18,764	15,671	792
PTO	-	4,250	2,658	1,592
Special Projects	14,661	7,274	6,035	15,900
Special Ed	2,705	-	1,032	1,673
Total Southeast Elementary	<u>15,471</u>	<u>30,288</u>	<u>25,396</u>	<u>20,363</u>
Terrace Elementary				
Field Trip	867	-	-	867
Media Center Special	2,691	13,973	15,410	1,254
Special Projects	9,268	11,172	9,903	10,537
Total Terrace Elementary	<u>12,826</u>	<u>25,145</u>	<u>25,313</u>	<u>12,658</u>
Westwood Elementary				
Field Trip	502	-	502	-
Media Center Special	5,229	20,978	20,921	5,286
Special Activity	1,219	31	-	1,250
Special Projects	6,585	55,370	53,969	7,986
Science Special	(92)	92	-	-
Student Council	955	-	-	955
Total Westwood Elementary	<u>14,398</u>	<u>76,471</u>	<u>75,392</u>	<u>15,477</u>
Northeast Elementary				
Field Trip	(284)	284	-	-
Media Center Special	3,270	9,727	12,085	912
Special Projects	9,817	53,033	39,151	23,699
Student Council	-	263	-	263
McManus Memorial	1,638	200	1,838	-
Total Northeast Elementary	<u>14,441</u>	<u>63,507</u>	<u>53,074</u>	<u>24,874</u>
Totals	<u>\$ 822,279</u>	<u>\$1,637,349</u>	<u>\$1,521,961</u>	<u>\$ 937,667</u>

See accompanying independent auditor's report.

Ankeny Community School District
SCHEDULE OF CHANGES IN AGENCY FUNDS – DISTRICT
Year ended June 30, 2009

<u>Account</u>	<u>Balance beginning of year</u>	<u>Revenues</u>	<u>Expenditures</u>	<u>Balance end of year</u>
District wide				
Interest	\$ 15,767	\$ 2,626	\$ –	\$ 18,393
ACSD Pop Machine	181	1,964	1,726	419
Admin Office Pop Machine	1,065	467	625	907
Maintenance Pop Machine	1,062	88	319	831
Family Fund	376	795	395	776
Administrator Social	(239)	239	–	–
Adult & Community Ed	152,120	46,502	128,553	70,069
Iowa Center	16,088	16,697	10,751	22,034
ASAP	(26,524)	46,664	10,914	9,226
Comm Ed Advisory Council	<u>3,821</u>	<u>–</u>	<u>–</u>	<u>3,821</u>
Total District-Wide	<u>163,717</u>	<u>116,042</u>	<u>153,283</u>	<u>126,476</u>
Senior High School				
Graphics Lab	5	–	–	5
AHS Pop Fund	3,303	386	303	3,386
Payphone Gym	(650)	650	–	–
Vending Machine Project	14,160	16,987	23,730	7,417
Contributions	17,273	7,141	9,167	15,247
Social	<u>170</u>	<u>–</u>	<u>–</u>	<u>170</u>
Total Senior High School	<u>34,261</u>	<u>25,164</u>	<u>33,200</u>	<u>26,225</u>
Northview Middle School				
Pop Machine	1,283	3,403	2,735	1,951
Vending Machine Acct	15,139	2,823	8,026	9,936
Wellness	95	–	–	95
Social Activity Acct	<u>2,183</u>	<u>902</u>	<u>2,223</u>	<u>862</u>
Total Northview Middle School	<u>18,700</u>	<u>7,128</u>	<u>12,984</u>	<u>12,844</u>
Parkview Middle School				
Faculty Pop Machine	64	1,073	852	285
PV Social Acct	<u>1,287</u>	<u>–</u>	<u>–</u>	<u>1,287</u>
Total Parkview Middle School	<u>1,351</u>	<u>1,073</u>	<u>852</u>	<u>1,572</u>
Crocker Elementary				
Faculty Pop Machine	<u>768</u>	<u>376</u>	<u>407</u>	<u>737</u>
East Elementary				
Faculty Pop Machine	197	222	118	301
Social Acct	<u>245</u>	<u>845</u>	<u>1,016</u>	<u>74</u>
Total East Elementary	<u>442</u>	<u>1,067</u>	<u>1,134</u>	<u>375</u>

See accompanying independent auditor's report.

Ankeny Community School District
SCHEDULE OF CHANGES IN AGENCY FUNDS – DISTRICT (continued)
Year ended June 30, 2009

<u>Account</u>	<u>Balance beginning of year</u>	<u>Revenues</u>	<u>Expenditures</u>	<u>Balance end of year</u>
Northwest Elementary				
Faculty Pop Machine	\$ 14	\$ 436	\$ 382	\$ 68
Social Acct	(16)	16	–	–
Total Northwest Elementary	<u>(2)</u>	<u>452</u>	<u>382</u>	<u>68</u>
Ashland Ridge				
Faculty Pop Machine	–	216	–	216
Southeast Elementary				
Faculty Pop Machine	681	1,470	858	1,293
Terrace Elementary				
Faculty Pop Machine	1,567	215	737	1,045
Westwood Elementary				
Faculty Pop Machine	542	193	–	735
Northeast Elementary				
Faculty Pop Machine	317	4,877	4,283	911
Social Acct	439	1,115	1,284	270
Total Northeast Elementary	<u>756</u>	<u>5,992</u>	<u>5,567</u>	<u>1,181</u>
Totals	<u>\$ 222,783</u>	<u>\$ 159,388</u>	<u>\$ 209,404</u>	<u>\$ 172,767</u>

See accompanying independent auditor's report.

Ankeny Community School District
SCHEDULE OF REVENUES BY SOURCE AND EXPENDITURES BY FUNCTION
ALL GOVERNMENTAL FUND TYPES
For the Last Ten Years

	Year ended June 30			
	2009	2008	2007	2006
REVENUES				
Local sources				
Local taxes	\$ 45,602,607	\$ 38,853,237	\$33,966,241	\$30,065,953
Interest income	474,820	2,017,095	1,764,909	1,541,667
Other	4,489,234	4,112,139	4,237,222	3,270,005
State sources	36,187,289	33,586,846	30,667,370	27,255,269
Federal sources	<u>2,510,513</u>	<u>1,236,503</u>	<u>1,000,472</u>	<u>887,107</u>
Totals	<u>\$ 89,264,463</u>	<u>\$ 79,805,820</u>	<u>\$71,636,214</u>	<u>\$63,020,001</u>
EXPENDITURES				
Instruction				
Regular	\$ 33,935,649	\$ 27,975,276	\$24,633,816	\$22,577,446
Special	8,443,886	7,411,560	7,025,195	6,401,321
Vocational and other	5,649,364	7,161,047	4,932,740	3,076,311
Support services				
Pupil	4,230,120	3,816,504	3,456,227	3,118,663
Instructional staff	5,070,645	3,826,779	3,431,571	3,392,635
Administration	7,272,677	6,632,175	5,742,551	4,910,159
Operation and maintenance of plant services	4,819,786	4,878,736	4,527,812	4,254,557
Other, including AEA Flowthrough	2,601,133	2,363,580	2,143,508	1,873,011
Noninstructional programs	222,261	-	1,660,568	1,488,544
Other expenditures				
Capital outlay	16,439,186	22,955,320	7,186,118	8,055,677
Long-term debt				
Principal retirement	11,715,000	18,035,000	7,255,000	7,150,000
Interest and issuance costs	<u>2,238,608</u>	<u>2,467,998</u>	<u>1,647,068</u>	<u>1,882,037</u>
Totals	<u>\$102,638,315</u>	<u>\$107,523,975</u>	<u>\$73,642,174</u>	<u>\$68,180,361</u>

See accompanying independent auditor's report.

Year ended June 30					
<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>
\$ 28,318,302	\$ 26,436,682	\$ 24,997,947	\$ 26,612,956	\$ 24,999,235	\$ 18,786,710
654,717	334,873	124,795	—	—	—
2,989,482	5,168,364	2,684,494	—	—	—
24,777,864	23,354,544	22,808,857	21,511,025	21,058,185	20,141,598
<u>820,386</u>	<u>474,578</u>	<u>534,548</u>	<u>414,758</u>	<u>673,287</u>	<u>490,658</u>
<u>\$ 57,560,751</u>	<u>\$ 55,769,041</u>	<u>\$ 51,150,641</u>	<u>\$ 48,538,739</u>	<u>\$ 46,730,707</u>	<u>\$ 39,418,966</u>
\$ 23,095,940	\$ 20,333,859	\$ 18,649,743	\$ 17,899,431	\$ 16,494,978	\$ 15,487,102
4,507,078	3,885,672	3,575,071	3,871,714	3,283,873	2,990,632
1,585,385	1,445,464	1,589,342	1,342,907	1,281,636	1,183,121
2,795,127	2,333,612	2,544,736	2,264,210	2,123,923	2,010,947
2,596,540	2,024,659	2,316,569	2,211,791	2,141,604	2,186,075
3,549,498	3,268,080	3,254,563	3,070,212	2,758,972	2,578,603
4,476,949	4,068,655	3,891,169	3,600,566	3,615,288	3,040,578
3,888,892	3,222,165	2,717,427	9,630,057	7,334,138	9,001,305
2,305,132	2,217,780	2,054,389	1,986,151	1,782,375	1,714,824
4,500,988	15,620,458	6,629,738	—	—	—
4,735,000	9,290,000	4,095,000	7,807,494	2,020,128	1,624,477
<u>1,828,217</u>	<u>1,999,776</u>	<u>1,488,531</u>	<u>1,608,136</u>	<u>1,801,297</u>	<u>1,561,346</u>
<u>\$ 59,864,746</u>	<u>\$ 69,710,180</u>	<u>\$ 52,806,278</u>	<u>\$ 55,292,669</u>	<u>\$ 44,638,212</u>	<u>\$ 43,379,010</u>

See accompanying independent auditor's report.

STATISTICAL SECTION (UNAUDITED)

STATISTICAL SECTION NOTES

The following statistical schedules recommended by the Governmental Accounting Standards Board and the Association of School Business Officials are not included for the reasons stated below:

- A. The School District has no special assessments; therefore, a special assessment collection schedule is not presented.

**Ankeny Community School District
GENERAL FUND DISBURSEMENTS, BY PROGRAM
Last ten fiscal years
(Unaudited)**

Fiscal year Ended June	General education	Career education	Special education	Cocurricular education
2009	\$33,935,649	\$1,712,361	\$8,443,886	\$2,415,042
2008	27,975,276	3,188,351	7,411,560	2,406,260
2007	24,633,816	2,701,973	7,025,195	2,230,767
2006	22,577,446	1,968,469	6,401,321	1,107,842
2005	23,095,940	912,444	4,507,078	672,941
2004	20,333,859	803,119	3,885,672	642,345
2003	18,649,743	815,629	3,757,264	591,520
2002	17,899,431	768,302	3,871,714	574,605
2001	16,494,978	723,310	3,283,873	558,326
2000	15,487,102	671,941	2,990,632	511,180

Skill development was reclassified to general education in 1997. Total costs excludes A.E.A. costs.

<u>Student services</u>	<u>Media/ Instruction</u>	<u>General administration</u>	<u>Central services</u>	<u>Non-instructional programs</u>	<u>Total</u>
\$4,230,120	\$5,070,645	\$6,430,659	\$4,819,786	\$222,261	\$67,280,409
3,816,504	3,826,779	6,525,031	4,878,736	–	60,028,497
3,456,227	3,431,571	5,742,551	4,527,812	–	53,749,912
3,118,663	3,392,635	4,910,159	4,254,557	102,028	47,833,120
2,795,127	2,596,540	3,549,498	4,476,949	199,276	42,805,793
2,333,612	2,024,659	3,268,080	4,068,655	191,288	37,551,289
2,544,736	2,316,569	3,254,563	3,891,169	161,961	35,983,154
2,264,210	2,211,791	3,070,212	3,600,566	155,188	34,416,019
2,123,923	2,141,604	2,758,972	3,615,288	139,782	31,840,056
2,010,947	2,186,075	2,578,603	3,040,578	115,065	29,592,123

Ankeny Community School District



*Providing
Excellence
in Education*

306 S.W. School Street, Ankeny, IA 50023-3033

**Ankeny Community School District
GENERAL FUND RECEIPTS, BY SOURCE
Last ten fiscal years
(Unaudited)**

<u>Fiscal year ended June 30</u>	<u>Local tax</u>	<u>Appropriations</u>		<u>Other Fund Revenues</u>	<u>Total</u>
		<u>State</u>	<u>Federal</u>		
2009	\$25,085,051	\$33,586,156	\$2,510,513	\$2,626,994	\$63,808,714
2008	20,750,846	31,233,939	1,236,503	2,749,796	55,971,084
2007	19,197,313	28,523,862	1,000,472	3,080,023	51,801,670
2006	16,586,800	25,382,258	887,107	2,581,880	45,438,045
2005	16,626,276	23,067,764	547,042	2,172,442	42,413,524
2004	15,269,117	21,724,396	474,578	1,852,248	39,320,339
2003	14,368,847	21,154,968	534,548	1,401,714	37,460,077
2002	13,159,840	19,928,311	414,758	1,486,332	34,989,241
2001	12,055,780	19,480,420	673,287	1,546,255	33,755,742
2000	11,413,500	18,685,713	490,658	1,273,875	31,863,746

Total receipts excluded A.E.A. receipts.

**Ankeny Community School District
PROPERTY TAX LEVIES AND COLLECTIONS
Last ten fiscal years
(Unaudited)**

	<u>Governmental</u>			
	<u>General</u>	<u>Management</u>	<u>Special revenue</u>	
			<u>Schoolhouse (\$0.675)</u>	<u>Physical plant and equipment</u>
PROPERTY TAX LEVIES				
Levy year				
2008	\$25,089,778	\$1,137,357	--	\$3,418,610
2007	20,366,316	1,723,351	--	3,076,621
2006	19,174,477	1,595,636	--	2,862,030
2005	16,638,590	1,430,049	--	2,538,675
2004	16,676,596	1,112,115	--	1,416,849
2003	14,858,113	870,376	--	1,265,264
2002	14,059,943	685,718	--	1,184,397
2001	13,153,952	651,549	--	1,140,489
2000	11,645,554	583,094	--	1,016,591
1999	10,998,709	492,836	--	889,452
PROPERTY TAX COLLECTIONS (INCLUDING DELINQUENTS)				
Fiscal year				
2008-09	\$25,085,051	\$1,137,138	--	\$3,417,071
2007-08	20,750,846	1,755,915	--	3,129,607
2006-07	19,197,313	1,596,345	--	2,862,659
2005-06	16,586,800	1,422,368	--	2,573,794
2004-05	16,216,278	1,081,329	--	1,379,793
2003-04	14,846,278	869,492	--	1,264,012
2002-03	13,964,530	680,941	--	1,198,720
2001-02	13,159,840	651,662	--	1,140,740
2000-01	12,055,780	603,519	--	996,459
1999-00	11,413,500	496,307	--	895,714
PERCENTAGE COLLECTED				
Fiscal year				
2008-09	99.98%	99.98%	--	99.95%
2007-08	101.89	101.89	--	101.72
2006-07	100.12	100.04	--	100.02
2005-06	99.69	99.46	--	101.38
2004-05	97.24	97.23	--	97.38
2003-04	99.92	99.90	--	99.90
2002-03	99.32	99.30	--	101.21
2001-02	100.04	100.02	--	100.02
2000-01	103.52	103.50	--	98.02
1999-00	103.77	100.70	--	100.70

fund types

<u>Debt service</u>	<u>Total</u>
\$8,277,006	\$37,922,751
6,010,704	31,176,992
3,183,132	26,815,275
3,202,501	23,809,815
3,242,488	22,448,048
3,243,504	20,237,257
3,209,171	19,139,229
3,310,679	18,256,669
3,174,794	16,420,033
2,990,925	15,371,922

\$8,273,284	\$37,912,544
6,114,220	31,750,588
3,183,816	26,840,133
3,152,384	23,735,346
3,157,677	21,835,077
3,325,042	20,304,824
3,166,444	19,010,635
3,311,407	18,263,649
3,277,514	16,933,272
3,011,305	15,816,826

99.96%	99.97%
101.72	101.84
100.02	100.09
98.44	99.69
97.38	97.27
102.51	100.33
98.67	99.33
100.02	100.04
103.24	103.13
100.68	102.89

**Ankeny Community School District
PROPERTY TAX RATES PER \$1,000
ASSESSED VALUATION—ALL OVERLAPPING GOVERNMENTS
Last ten fiscal years
(Unaudited)**

<u>Fiscal Year</u>	<u>County Assessor</u>	<u>City of Ankeny</u>	<u>Polk County</u>	<u>Area XI Community College Fund</u>	<u>State</u>	<u>Ankeny Community School District</u>	<u>Total</u>	<u>Ratio of Ankeny Community School District to total</u>
2008-09	\$0.30104	\$11.17646	\$9.89976	\$0.56778	\$0.003	\$19.84290	\$41.79094	47.48%
2007-08	0.32711	10.52956	9.91938	0.56386	0.0035	19.58053	40.92394	47.85
2006-07	0.31349	10.28956	9.95808	0.60276	0.0035	17.90637	39.07376	45.83
2005-06	0.35437	10.38956	9.58881	0.68408	0.004	16.70201	37.72283	44.28
2004-05	0.31745	10.35126	9.64715	0.59856	0.004	16.90251	37.82093	44.69
2003-04	0.31715	9.90126	9.44511	0.58184	0.004	17.10241	37.35177	45.79
2002-03	0.34363	9.90126	9.37854	0.54584	0.004	17.24845	37.42172	45.09
2001-02	0.31454	9.65126	8.39917	0.54506	0.005	17.09290	36.54793	46.77
2000-01	0.30594	9.52084	8.97280	0.52451	0.005	17.09029	36.41938	46.93
1999-00		9.65126	9.11536	0.47230	0.005	17.38533	36.62925	47.46

Ankeny Community School District
TAXABLE AND ASSESSED VALUE OF TAXABLE PROPERTY
Last ten fiscal years
(Unaudited)

<u>Valuation year</u>	<u>Collection year</u>	<u>Real property</u>		<u>Utilities</u>	
		<u>Taxable value</u>	<u>100% value</u>	<u>Taxable value</u>	<u>100% value</u>
2008	2008-09	\$2,009,834,624	\$3,664,102,854	\$31,793,677	\$43,678,593
2007	2007-08	1,863,453,717	3,481,247,287	31,560,031	38,189,771
2006	2006-07	1,549,847,251	2,790,674,272	12,169,067	12,169,067
2005	2005-06	1,537,678,184	2,778,505,205	12,169,067	12,169,067
2004	2004-05	1,480,938,309	2,494,286,179	10,744,675	10,744,675
2003	2003-04	1,266,411,402	2,177,202,273	9,731,708	9,731,708
2002	2002-03	1,149,825,987	1,877,404,167	11,898,903	11,898,903
2001	2001-02	1,078,330,641	1,755,207,265	10,801,381	10,801,381
2000	2000-01	1,013,647,140	1,539,375,860	9,465,826	9,465,826
1999	1999-00	932,876,632	1,435,438,115	9,970,189*	9,970,189

Total**		Ratio of taxable to assessed value
Taxable value	100% value	
\$2,196,272,301	\$3,862,425,447	56.86%
2,047,071,518	3,671,494,828	55.76
1,562,016,318	2,802,843,339	55.73
1,549,847,251	2,790,674,272	55.54
1,491,682,984	2,505,030,854	59.55
1,276,143,100	2,186,933,981	58.35
1,161,724,890	1,889,303,070	61.49
1,089,132,022	1,766,008,646	61.67
1,023,112,966	1,548,841,686	66.06
942,846,821	1,445,408,304	65.23

*Valuation Year 1999 – 2003 – Utilities without gas and electric
**Total has been reduced by the amount of Military Tax Credit

Ankeny Community School District
COMPARATIVE RATIO OF GENERAL BONDED DEBT TO ASSESSED VALUE
Last ten fiscal years
(Unaudited)

Fiscal Year (of collection)	Population*	Assessed Property Value	Legal bonded debt limit	Bonded debt	Ratio of Bonded Debt to Assessed	Bonded debt per capita
2008-09	42,287	\$2,041,623,304	\$102,081,415	\$82,770,000	4.05%	\$2,019
2007-08	41,000	1,891,308,608	94,546,430	31,675,000	1.68	773
2006-07	36,161	1,733,617,954	86,680,898	39,570,000	2.28	1,094
2005-06	36,161	1,576,520,597	78,826,030	16,714,000	1.06	462
2004-05	27,117	1,520,164,796	76,008,240	21,595,000	1.42	796
2003-04	27,117	1,295,672,527	64,738,626	23,890,000	1.84	881
2002-03	27,117	1,184,397,022	59,219,851	26,065,000	2.20	961
2001-02	27,117	1,023,112,966	51,155,648	29,105,000	2.84	1,073
2000-01	27,117	1,023,112,966	51,155,648	31,685,000	3.10	1,168
1999-00	26,500	943,366,545	47,168,327	29,740,000	3.15	1,122

*Population figures relate to census taken in 1990, 2000.
City of Ankeny estimate in 1998-01.

**Ankeny Community School District
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
Year ended June 30, 2009
(Unaudited)**

Name of governmental unit	2008 Valuation*	Total outstanding debt June 30, 2009		Percentage applicable to School District	School District's share of the outstanding debt
Polk County	\$18,988,975,907	\$231,608,036	*	11.57%	\$26,797,050
City of Ankeny	\$1,990,619,133	\$128,647,000	**	100.00%	\$128,647,000
Des Moines Area Community College	\$33,610,813,667	\$96,325,000	***	6.53%	\$6,290,023
Ankeny Community School District	\$2,041,628,301	\$96,325,000	*	100.00%	\$96,325,000
Total direct and overlapping debt		<u>\$539,080,036</u>			<u>\$258,059,073</u>

* Include all utilities

** Includes G.O. Debt for Governmental Activities and Business Activities

*** Includes G.O. Debt for Governmental Activities and Business Activities for Job training certificates

Source: State Department of Management and State Treasurer

Ankeny Community School District
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR
GENERAL BONDED DEBT TO TOTAL GENERAL EXPENDITURES
Last ten fiscal years
(Unaudited)

Fiscal Year	Principal	Interest	Total Debt Services	Total General Expenditures*	Ratio of Debt Service to Total Expenditures
2008-09	\$6,685,000	\$1,449,469	\$8,134,469	\$67,280,409	12.09%
2007-08	7,895,000	1,590,413	9,485,413	60,028,497	15.80
2006-07	2,535,000	648,132	2,535,000	53,749,912	4.72
2005-06	2,470,000	732,507	3,202,507	47,833,120	6.70
2004-05	2,410,000	830,269	3,240,269	42,805,793	7.57
2003-04	2,295,000	1,024,354	3,319,354	37,551,289	8.84
2002-03	4,095,000	1,488,531	5,583,531	35,983,154	14.84
2001-02**	7,807,494	1,608,136	9,415,630	34,416,019	27.36
2000-01	2,020,128	1,801,297	3,821,425	31,840,056	12.00
1999-00	1,624,477	1,561,346	3,185,823	29,592,123	10.77

*Includes all General Fund expenditures except A.E.A. costs.

** FY02 included expenditures in debt service for refunded bonds.

DEMOGRAPHIC STATISTICS

**Ankeny Community School District
GENERAL ANALYSIS OF FACILITIES AND ENROLLMENT
(Unaudited)**

Name of School	Date Constructed	Grades Served	Enrollment
Elementary schools			
Ashland Ridge	2008	K-5	556
Crocker	2004, 2005	K-5	562
East	1963, 1966, 1994-95, 2005	K-5	289
Northwest	1963, 1965, 1981, 2002	K-5	409
Southeast	1968-69, 2003	K-5	581
Terrace	1971, 2002, 2005	K-5	415
Westwood	1988-89, 1991-92, 2002	K-5	623
Northeast	1992-93, 1996-97, 2000	K-5	587
Parkview Middle School	1950-56, 1963, 1974, 1987 1991, 1993, 1999, 2005	6-9	1199
Northview Middle School	1996, 1999, 2001	8-9	1088
Ankeny Senior High	1973-75, 1986, 1999, 2003, 2005	10-12	1489
*Other		K-12	269.9
Less open enrollment in		K-12	<u>(120)</u>
Total enrollment			<u>7,947.9</u>
Recreation/Pool complex	1988-89, 2005	K-12, YMCA	
Other facilities—non-student occupancy			
Bus garage	1978, 2005	Transportation	
Administrative annex—Neveln	1967, 1986	Administration	
Storage building	1974	Maintenance	
Neveln	1921, 1971	Special Programs, YMCA Afternoon Connection, Community Program	

*Special education, tuitioned out, at-risk consortium, home school weighting

**Ankeny Community School District
DISTRICT STAFFING LEVELS—F.T.E.'s*
(Unaudited)**

	2008-09	2007-08	2006-07	2005-06	2004-05	2003-04	2002-03	2001-02	2000-01	1999-00	1998-99
Administration											
Superintendent	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Assistant superintendent	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Principal	11.0	10.0	10.0	10.0	10.0	9.0	9.0	9.0	9.0	9.0	9.0
Assistant principal	9.0	10.0	10.0	8.0	8.0	8.0	8.0	8.0	6.0	6.0	5.0
All other administrators	10.0	9.0	7.0	7.0	8.0	8.0	8.0	8.0	8.0	7.0	6.0
Totals	<u>32.0</u>	<u>31.0</u>	<u>29.0</u>	<u>27.0</u>	<u>28.0</u>	<u>27.0</u>	<u>27.0</u>	<u>27.0</u>	<u>25.0</u>	<u>24.0</u>	<u>22.0</u>
Instructors											
Teachers	483.9	467.3	415.0	406.0	377.7	356.8	350.6	346.4	327.7	321.6	315.0
Curriculum specialist	2.0	2.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Counselor	19.0	18.0	13.0	15.0	15.0	14.0	14.0	14.0	14.0	14.0	13.0
Librarian	11.0	10.0	10.0	10.0	10.0	9.0	9.0	9.0	9.5	9.5	9.5
Totals	<u>515.9</u>	<u>497.3</u>	<u>438.0</u>	<u>431.0</u>	<u>402.7</u>	<u>379.8</u>	<u>373.6</u>	<u>369.4</u>	<u>351.2</u>	<u>345.1</u>	<u>337.5</u>
Support personnel											
Nurses	11.0	10.0	10.0	10.0	10.0	9.0	9.0	9.0	9.0	7.4	6.8
Office/clerical	40.9	38.4	35.0	34.0	36.0	35.0	35.0	35.0	29.0	29.0	33.9
Crafts and trades	17.6	17.6	15.5	15.5	16.0	15.0	15.0	15.0	15.0	12.0	11.0
Non-instruction	59.6	53.6	68.0	67.0	66.0	59.0	58.0	57.0	56.0	55.0	54.5
Instruction	199.5	183.5	188.4	177.0	167.0	159.0	153.0	152.0	149.0	146.0	112.2
Supervisors	2.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0
Technical	5.0	7.0	--	--	--	--	--	--	--	--	--
Totals	<u>335.6</u>	<u>315.1</u>	<u>321.9</u>	<u>308.5</u>	<u>300.0</u>	<u>282.0</u>	<u>275.0</u>	<u>273.0</u>	<u>263.0</u>	<u>254.4</u>	<u>223.4</u>
Total district staffing	<u>883.5</u>	<u>843.4</u>	<u>788.9</u>	<u>766.5</u>	<u>730.7</u>	<u>688.8</u>	<u>675.6</u>	<u>669.4</u>	<u>639.2</u>	<u>623.5</u>	<u>582.9</u>

*Does not include Food Service employees

**Ankeny Community School District
MISCELLANEOUS DEMOGRAPHIC STATISTICS
(Unaudited)**

The Ankeny Community School District is located in Crocker and a portion of Douglas Township, in the City of Ankeny, County of Polk, State of Iowa. The District encompasses an area of 52 square miles. The Ankeny Community School District is ranked 10th largest in total enrollment among 362 school districts in Iowa.

The Ankeny Community School District serves over 41,000 people living in and around the City of Ankeny.

Located just north of Des Moines, along Interstate 35, Ankeny is the home of Des Moines Area Community College and Faith Baptist Bible College. Saylorville Lake, on the District's western border, adds to local recreation opportunities which include golf, tennis, swimming, biking, hunting, boating, fishing, and a variety of other activities.

Proximity to Des Moines and Ames insures a wide variety of cultural and entertainment events, plus a choice of colleges which includes Iowa State University and Drake University.

The District owns and operates nine schools, a building for special programs, plus an Administrative Annex and a Transportation/Maintenance Complex.

Schools	<u>08-09</u>	<u>07-08</u>	<u>06-07</u>	<u>05-06</u>	<u>04-05</u>	<u>03-04</u>	<u>02-03</u>	<u>01-02</u>	<u>00-01</u>	<u>99-00</u>	<u>98-99</u>
Ashland Ridge Elementary	K-5										
Crocker Elementary	K-5	K-5	K-5	K-5	NA						
East Elementary	K-5										
Northwest Elementary	K-5										
Southeast Elementary	K-5										
Terrace Elementary	K-5										
Westwood Elementary	K-5										
Northeast Elementary	K-5										
Parkview Middle School	6-7	6-7	6-7	6-7	6-7	6-7	6-7	6-7	6-7	6-7	6-7
Northview Middle School	8-9	8-9	8-9	8-9	8-9	8-9	8-9	8-9	8-9	8-9	8-9
Ankeny High School	10-12	10-12	10-12	10-12	10-12	10-12	10-12	10-12	10-12	10-12	10-12

Consolidation came to Ankeny in 1919 at which time the oldest part of the present Neveln building was built. Several country schoolhouses were moved to the grounds to accommodate the increased enrollment.

There was no new construction until 1952 when the original part of the Parkview building was constructed. In 1957, the west wing was added and in 1964 an east wing was completed at which time Parkview became Ankeny High School.

In 1959, an addition consisting of offices, a small gym, and classrooms joined the two buildings on the corner of 3rd and School Streets.

As Ankeny grew from a small town to a suburb, the story of education has been one of increased enrollment and continuous building. Six buildings now house the kindergarten through sixth grade students. Northwest Elementary on West 1st Street was the first building after the original Parkview building. It was completed in 1962 with an open house held on September 23. The next grade building was East Elementary, opened in 1963. The third building, Southeast Elementary on South Trilein, was occupied in 1969. Running out of points of the compass for designations, the fourth building on School Street was completed and opened in 1972 as Terrace Elementary.

Ankeny Community School District
MISCELLANEOUS DEMOGRAPHIC STATISTICS (continued)
(Unaudited)

Ankeny High School, Phase I, was opened in 1975-76 and fully completed for full occupancy for the 1976-77 school year. With the addition of the new high school, Parkview housed the 9th grade and the elementary overflow from Northwest Elementary.

During the summer of 1986, the District completed additions to the High School to accommodate the addition of the 9th grade. This allowed the District to remodel Parkview School during the school year to accommodate the 7th and 8th grades. The 7th and 8th grades occupied the Parkview facility at the start of the 1987 school year. The 5th and 6th grades occupied the remodeled south wing of Neveln. The District's administration moved into the north wing of Neveln, during the fall of 1987.

During the spring of 1988 the District started construction of Westwood Elementary School in the northwestern part of the city and a recreation/pool complex at the High School. Both projects were completed in the fall of 1989.

During fiscal 1991-92 the District completed construction on a \$9.35 million facility expansion program. The construction program included a \$1,034,000 addition to Westwood Elementary, \$3,821,310 addition to Parkview Junior High and a new \$4,495,700 Northeast Elementary School. The Westwood facility was finished for occupancy in fall of 1991 and Parkview and Northeast facilities ready for occupancy in the fall of 1992.

During fiscal 1995-96 the District completed a \$10.5 million facility expansion program. The major portion of which was the construction of the \$8.5 million Northview Middle School. This facility was opened in the fall of 1996.

During fiscal 1997-98 the District passed a \$9.5 million bond referendum for additions to Parkview Middle School, Northview Middle School, and Ankeny High School. Work began during the fall and spring of the 1998-99 school year.

During fiscal 1998-99 the District completed work on an addition to Parkview Middle School and continued HVAC work at Ankeny High School. Bids were received and accepted for additions to Ankeny High School and Northview Middle School as part of the \$9.5 million bond referendum previously passed. Work was completed during the spring and summer of 2000. This construction will allow these facilities to accommodate class sizes of 500.

During fiscal 1999-00 the District started work on a Local Option Sales Tax Building Plan. This is a 10-year building plan with an estimated cost of \$50 million or \$5.0 million per year. This construction will allow existing facilities and new facilities to accommodate classes sizes of 600.

During fiscal 2000-01 the following Local Option Sales Tax projects were started or near completing:

At the High School, the Local Option Sales Tax provided funding for interior painting, carpeting, lockers, new gymnasium bleachers, and new flooring in the main halls. Over the summer, the lockers were removed from the commons area so a new floor could be installed. The new lockers were installed before school started in August. It was the first time in 25 years the lockers had been replaced.

At Northview Middle School, the Local Option Sales Tax provided funding to expand the physical education locker rooms and lunchroom. The total cost of this project was approximately \$537,000.

At Parkview Middle School, the Local Option Sales Tax funded new gymnasium bleachers that were installed during the summer.

Ankeny Community School District
MISCELLANEOUS DEMOGRAPHIC STATISTICS (continued)
(Unaudited)

Northwest Elementary School is being expanded to serve three sections per grade with Local Option Sales Tax monies. In addition, the building is being renovated to provide additional space for a new media center, computer labs, multi-purpose room, and an art room. Land for future school sites was also purchased using the Local Option Sales Tax. One site is located in the northern part of the District, and one site is in the southern part of the District. These sites will be used to handle growth in these areas.

Facility expansions at Westwood and Southeast Elementary Schools will also take place during fiscal year 2001-02, using Local Option Sales Tax funding.

During fiscal 2001-02 the following Local Option Sales Tax projects were completed:

Final retainage for boys and girls locker room addition at the Northview middle school was completed in fall of 2001. Total cost of project was \$549,873.

The High School update project was completed in Fall of 2001 at cost of \$152,764. This project was started in the fall of 2000 and included new flooring and painting updates to the building. New student lockers were also a part of this project.

The Northeast Elementary addition was completed at a cost of \$3,580,715. This project added 18 classrooms, media center computer lab and special education area and the music area extended.

The Westwood Elementary addition was completed at a cost of \$1,752,887. This project added 6 classrooms, computer lab and remodeled the existing computer lab, music areas and building office area.

The Northwest Elementary addition was completed at a cost of \$3,929,375. This project added 6 classrooms, new gymnasium, media center, computer lab, music and art areas, and building offices. Some existing space was converted to include 6 additional classrooms.

The Southeast Elementary building remodel was begun. The estimated budget for this project is \$4,522,373. This project will add 7 classrooms, new media center, new gymnasium, and special areas.

The Neveln Boiler project was completed at a cost of \$70,255. This project replaced the original 1910 boiler with a new boiler. The Electrical update projects was partially completed.

During fiscal 2002-03 the following Local Option Sales Tax projects were completed:

The Northeast Elementary addition final punch list was completed. An additional \$44,478 was expended bringing the 3 year project total to \$3,625,193.

The Westwood Elementary addition final punch list was completed. An additional \$419,802 was expended bringing the 3-year total cost to \$2,172,688.

The Northwest Elementary addition final punch list was completed. An additional \$747,430 was expended bringing the 3-Year total cost to \$4,676,805.

The Southeast Elementary building remodel was almost finished with project expenses to date of \$4,484,327. There was a large final punch list to be completed in FY04

The Neveln Electrical update project was completed. An additional \$151,804 was expended bring the project total to \$286,612.

Ankeny Community School District
MISCELLANEOUS DEMOGRAPHIC STATISTICS (continued)
(Unaudited)

The new Crocker Elementary facility was started in the spring of FY2003 with a total expenditure of \$1,789,426 being made in this fiscal year. The District also purchase land for an addition elementary in southeast part of the District.

During fiscal 2003-04 the following Local Option Sales Tax projects were completed:

Northeast Elementary addition final punch list was completed. An additional \$22,272 was expended bringing the 4 year project total to \$3,647,465.

Westwood Elementary addition final punch list was completed. An additional \$31,572 was expended bringing the 4-year total cost to \$2,204,261.

Northwest Elementary addition final punch list was completed. An additional \$25,272 was expended bringing the 4-Year total cost to \$4,702,077.

Southeast Elementary addition and final punch list was completed. An additional \$653,381 was expended bringing the 3-Year total cost to \$5,137,707.

Crocker Elementary facility was almost complete except for final punch list. An additional \$6,660,385 was expended bringing the 2-Year total cost to \$8,660,385.

High School / YMCA project was down to the final 20% of completion in the summer of 2004. An additional \$3,376,312 was expended bringing the 2-Year total cost to \$3,547,855.

Terrace Elementary facility received \$34,556 in remodeling update from the projects fund

The District also spent \$3,672,154 acquiring building sites for future growth and \$63,065 to connect Crocker Elementary to the existing fiber network.

During fiscal 2004-05 the following Local Option Sales Tax projects were completed:

Crocker Elementary addition was completed with a final payment of \$1,481,316. This payment brought the final project total to \$9,563,288.

High School / YMCA project was completed to the retainage with payment totaling \$1,167,729, bring the project total to \$4,706,960.

Land purchases at the High School site were completed with the payment of \$1,290,785. An additional three sites totaling 110 acres were purchased for \$3,684,209

During fiscal 2005-06 the following PPEL & Local Option Sales Tax projects were completed:

Parkview Middle School and Crocker Elementary additions were completed with payment totaling \$2,492,266 and \$2,118,684 respectively. The District was also in the process of closing on two school sites, which carried into the next fiscal year.

Ankeny Community School District
MISCELLANEOUS DEMOGRAPHIC STATISTICS (continued)
(Unaudited)

During fiscal 2006-07 the following PPEL & Local Option Sales Tax projects were completed:

District Administration remodel was completed totaling \$450,982.44. High School portables to accommodate increased high school enrollment for \$207,297. Final payment of \$119,018 for the Support Services building.

Land purchases for future school sites totaling \$2,048,531. Completed the high school road and parking lot expansion totaling \$192,444.92.

During fiscal 2007-08 the following PPEL & Local Option Sales Tax projects were completed:

Roof improvements to Northeast and Southeast Elementary schools totaling \$147,486.55. Terrace and East Elementary schools renovations totaling \$249,777.25.

Land purchased for the new High School site in Prairie Trail development totaling \$7,792,169.20 and sold 18 acres of land north of the current high school for \$5,351,979.66.

During fiscal 2008-09 the following PPEL & Local Option Sales Tax projects were completed:

Roof repairs at multiple sites totaling \$222,617.42; IP phones totaling \$463,726.90; and two portables at Northview and High School totaling \$299,308.77.

The District is large enough to provide a full curriculum yet small enough to offer personal touches. Some examples are: buddy systems for kindergartners in their first few days of school, teacher contacts with parents, new family orientations, student orientations whenever they change facilities, and many others.

Ankeny takes a strong stand on attendance and discipline. The attendance policy and the in-school suspension programs in the secondary schools exemplify these concerns.

Each building has a new or updated media center; carpeted classrooms; well-equipped, and safe playgrounds.

The Ankeny Community School District has an ongoing curriculum review and update program. There are standing committees (grades K-12) in each area to ensure curriculum coordination and articulation. Yearly in-service time updates the staff. A seven-year curriculum rotation plan guarantees each area is studied in depth during the summer workshop. All schools in the District are NCA accredited.

These efforts result in a well-rounded, organized program of studies emphasizing the mastery of basic skills. Typically Ankeny students perform above grade level on standardized achievement tests.

STUDENT POPULATION

The school enrollment in September 2008 was 7,947.9 students: 1,489 (10-12) senior high students; 1,088 (8-9) middle school; 1,199 (6-7) middle school students; and 4,022 elementary students. The District's enrollment dropped to a low of 3,896 in 1984-85 and has continued to grow each year since to the current 7,947.9.

The District contracts out the student transportation services to Durham School Services. Student lunches and breakfasts are prepared at two central locations and are trucked to the attendance centers for distribution. The Food Service Program prepared 718,741 student lunches and 44,480 breakfasts during the 2008-09 school year.

**Ankeny Community School District
MISCELLANEOUS DEMOGRAPHIC STATISTICS (continued)
(Unaudited)**

STATISTICAL REVIEW

Area: 52 square miles

Recreational facilities:

Number of facilities in city or within 10 miles.

- 16+ public golf courses
- 19+ public tennis courts
- 16 public parks
- 3 public swimming pools

Number of country clubs available—2

Public access to lake or river—yes

Activities allowed—swimming, water skiing, fishing, and motor boating

Remarks: Saylorville and Big Creek reservoirs offer many water sport activities

Location: Distance in miles from center of the City of Ankeny.

Atlanta	875	Detroit	579	Minneapolis	247
Chicago	332	Houston	910	New Orleans	983
Cleveland	657	Kansas City	200	New York	1,114
Denver	674	Los Angeles	1,732	Omaha	137
Des Moines	13	Milwaukee	356	St. Louis	338

Churches: 25 (24 Protestant, 1 Catholic)

Public Library: City of Ankeny library contains over 60,690 volumes

Newspapers: One weekly, one daily in Des Moines metropolitan area

Education: Seven public schools in Des Moines Metro area. Number of pupils in Ankeny Community Schools, 7,702.6, number of teachers, 467.25 (full-time equivalent).

Climate: Average winter temperature, 20.8 degrees

Average summer temperature, 71.8 degrees

Average annual rainfall, 33.4 inches

Average annual snowfall, 30.8 inches

Health Facilities: Number of hospitals serving the county: 9

Total number of beds: 2,614

Drive time to nearest facility: 10 minutes

Municipal Services: Council/City Manager; volunteer fire department; full-time police force; industrial waste and garbage collection is contracted out.

**Ankeny Community School District
TOP PRINCIPAL TAXPAYERS IN THE DISTRICT
June 30, 2009
(Unaudited)**

<u>Name of Taxpayer</u>	<u>2008 taxable value</u>	<u>Percentage of 2009 District's taxable value</u>
Tone Brothers	\$23,528,000	1.07%
John Deere Des Moines Works	23,423,250	1.07
Casey's General Store	21,318,400	0.97
Denny Elwell Family LC	21,209,010	0.97
Perishable Distributors of Iowa, Ltd.	16,559,390	0.75
Ankeny North MOB LLC	16,344,000	0.74
Walmart Real Estate	15,608,000	0.71
Karl Chevrolet	14,241,000	0.65
Target Corp.	12,949,000	0.59
Menard Inc.	12,434,000	0.57

District Assessed Value with Gas and Electric = \$ 2,196,272,301

Note: This list represents some of the top taxpayers in this jurisdiction, not necessarily the Top Ten Taxpayers.
The source of this information is the Polk County Auditors Office.

MISCELLANEOUS

**Ankeny Community School District
MAJOR EMPLOYERS IN THE DISTRICT
June 30, 2009
(Unaudited)**

<u>Major Employers (non-retail)</u>	<u>Business/Service</u>	<u>Number of Employees</u>	<u>Union</u>
John Deere Des Moines Works	Farm implements	1,500	UAW/IAM
Ankeny Community School District	Primary and secondary education	843	ISEA/PPME
Des Moines Area Community College	Post secondary education	700	ISEA
Casey's General Stores	Distribution center for Casey's General Stores	526	Teamsters
Tone Brothers, Inc.	Manufacturer of spices	500	Teamsters
Perishable Distributors of Iowa, Ltd.	Distribution center for frozen foods	465	None
Sysco of Iowa	Foodservice distributor	260	None
Snyder & Associates	Engineering and surveying	200	None
City of Ankeny	City Services	154	Teamsters
Mrs. Clark's Foods	Mfg. and distributor of salad dressings and juices	140	None
Praxair	Mfg. gases, welding equipment	133	None
Moehl Millwork		124	
On With Life	Head injury rehabilitation facility	122	None
Clarke American	Security check printing	89	None
Accumold	Micro molded parts	85	None
Monsanto		80	
Dickten Masch		80	

**Ankeny Community School District
ENROLLMENT BY GRADE
Last ten fiscal years
(Unaudited)**

	<u>08-09</u>	<u>07-08</u>	<u>06-07</u>	<u>05-06</u>	<u>04-05</u>	<u>03-04</u>	<u>02-03</u>	<u>01-02</u>	<u>00-01</u>	<u>99-00</u>
Preschool/ Handicapped	34	25	20	16	18	19	14	16	8	11
Developmental										
Kindergarten	0	0	0	0	0	0	16	15	17	20
Kindergarten	694	692	665	583	571	522	506	493	455	455
First	688	688	605	602	558	533	510	459	466	434
Second	697	627	617	596	541	528	486	467	445	425
Third	640	629	622	573	542	495	482	462	439	414
Fourth	644	626	577	569	506	501	466	447	433	463
Fifth	<u>625</u>	<u>592</u>	<u>578</u>	<u>532</u>	<u>524</u>	<u>483</u>	<u>466</u>	<u>444</u>	<u>474</u>	<u>455</u>
Elementary Total	4,022	3,879	3,684	3,471	3,260	3081	2,946	2,803	2,737	2,677
Sixth	598	595	533	545	495	475	454	483	468	437
Seventh	601	538	534	514	486	468	496	468	449	395
Eighth	545	537	523	495	473	499	488	468	392	417
Ninth	<u>543</u>	<u>544</u>	<u>497</u>	<u>492</u>	<u>506</u>	<u>480</u>	<u>472</u>	<u>395</u>	<u>416</u>	<u>449</u>
Middle School Total	2,287	2,214	2,087	2,046	1,960	1,922	1,910	1,814	1,725	1,698
Tenth	527	500	487	494	499	473	401	415	445	413
Eleventh	489	485	477	514	470	401	413	433	403	404
Twelfth	<u>473</u>	<u>477</u>	<u>490</u>	<u>469</u>	<u>380</u>	<u>399</u>	<u>403</u>	<u>389</u>	<u>392</u>	<u>397</u>
High School Total	1,489	1,462	1,454	1,477	1,349	1,273	1,217	1,237	1,240	1,214
Special education	--	--	--	--	--	--	--	--	--	--
Home schooled	--	--	--	--	--	--	--	--	--	--
*Other (net)	149.9	147.6	130.5	112.5	125.5	170.13	148.2	144	126.4	162.1
Totals	<u>7,947.9</u>	<u>7,702.60</u>	<u>7,355.5</u>	<u>7,106.50</u>	<u>6,694.50</u>	<u>6,446.13</u>	<u>6,221.20</u>	<u>5,998.0</u>	<u>5,828.4</u>	<u>5,751.1</u>

*Open enrollment tuitioned in, open enrollment tuitioned out, alternative programs

Ankeny Community School District



*Providing
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306 S.W. School Street, Ankeny, IA 50023-3033

**Ankeny Community School District
GENERAL OPERATING COST PER PUPIL
Last ten fiscal years
(Unaudited)**

<u>Fiscal year</u>	<u>Total costs \$</u>	<u>Certified Enrollment</u>	<u>Operating cost per pupil \$</u>
2008-09	69,881,542	7,947.9	8,792.45
2007-08	62,381,404	7,702.6	8,098.75
2006-07	55,893,420	7,355.1	7,599.27
2005-06	49,706,131	7,106.1	6,994.85
2004-05	44,515,893	6,692.1	6,652.01

**Ankeny Community School District
SCHEDULE OF INSURANCE COVERAGE
June 30, 2009
(Unaudited)**

<u>Detail of coverage</u>	<u>Carrier/ policy number</u>	<u>Policy period</u>	
		<u>From</u>	<u>Through</u>
PROPERTY Coverage A—buildings Coverage B—personal property School floater endorsement	Employers 8A6-89-47---09	07/01/08	07/01/09
LIABILITY Premises, contractual, personal injury, teachers liability, nurses professional liability, garage keepers, employee benefit, additional insureds	Employers 8D6-89-47---09	07/01/08	07/01/09
FLEET Bodily injury, property damage, medical, uninsured motorist, comprehensive, collision. Includes nonowned.	Employers 8E6-89-47---09	07/01/08	07/01/09
WORKERS' COMPENSATION	Employers 8H6-89-47---09	07/01/08	07/01/09
COMMERCIAL UMBRELLA (EXCESS LIABILITY)	Employers 8J6-89-47---09	07/01/08	07/01/09
GROUP EXCESS LIABILITY INSURANCE	Employers 8Y6-89-47---09	07/01/08	07/01/09
SCHOOL ADMINISTRATION ERROR AND OMISSION LIABILITY PROJECTION Includes prior acts, 36-month discovery period extension, teacher negotiation—covers school board and all employees	Employers 8K6-89-47---09	07/01/08	07/01/09
INLAND MARINE Earthquake Coverage Builders Risk	Employers 8M6-89-47---09 8R6-89-47---09	07/01/08	07/01/09
PUBLIC SCHOOL EMPLOYEES BLANKET BOND		07/01/08	07/01/09
COMMERCIAL CRIME	Employers 8F6-89-47---09	07/01/08	07/01/09
POLLUTION LIABILITY	Employers 8P6-89-47---09	07/01/08	07/01/09

Liability limits	Annual premium
Coverage 90% of full replace. Cost as per statement of values—deductible \$1,000.	\$194,410
\$1,000,000 bodily injury each occurrence, \$2,000,000 aggregate, \$1,000,000 property damage each occurrence, \$1,000,000 aggregate teachers included.	39,035
\$1,000,000 single limit liability, \$5,000 medical payment, ACV comprehensive; \$0; Collision \$250 deductible and; uninsured and underinsured motorist \$50,000	25,842
Statutory	311,130
\$5,000,000 occurrence and aggregate—\$10,000 retained limit.	26,035
\$25,000,000 occurrence and \$50,000,000 group aggregate—IASB Group	11,113
\$5,000 deductible, \$1,000,000 each loss, \$1,000,000 aggregate.	8,188
\$50,000 deductible; \$10,000,000	4,033 18,005
Dishonesty Coverage \$500,000; \$10,000 deductible. \$250 deductible & \$10,000 Limit forgery or alteration.	-
Coverage Form C—individual premise limits for nine different sites.	2,603
Coverage \$500,000. \$250 deductible.	1,125
Total	\$641,519

COMPLIANCE SECTION

Ankeny Community School District
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year ended June 30, 2009

<u>Grantor/Program</u>	<u>CFDA number</u>	<u>Grant number</u>	<u>Expenditures</u>
Indirect			
U.S. Department of Agriculture			
Iowa Department of Education			
School Nutrition Cluster Programs			
School Breakfast Program	10.553	FY09	\$ 31,221
National School Lunch Program	10.555	FY09	480,122
Total Department of Agriculture			<u>511,343</u>
U.S. Department of Education			
Iowa Department of Education			
Title I Grants to Local Educational Agencies	84.010	FY09	176,873
Improving Teacher Quality Stock Grants	84.367	FY09	102,690
Safe and Drug-Free Schools and Community - State Grants	84.186	FY09	12,721
Improve Academic Achievement (Title VI)	84.369	FY09	49,075
Special Education - Grants to States	84.027	FY09	567,879
State Childrens Insurance Program	93.767	FY09	947,117
ARRA-State Fiscal Stabilization	84.394	FY09	609,501
Ankeny Area Education Agency			
Vocational Education - Basic Grants to States	84.048	FY09	32,507
Total Department of Education			<u>2,498,363</u>
Corporation for National Community Service			
Iowa Department of Education			
Learn and Serve America Grant	94.004	FY09	12,150
Total			<u>\$3,021,856</u>

Basis of Presentation

The Schedule of Expenditures of Federal Awards includes the federal grant activity of the Ankeny Community School District and is presented in conformity with the accrual or modified accrual basis of accounting. The information on this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Ankeny Community School District



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306 S.W. School Street, Ankeny, IA 50023-3033

**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
Ankeny Community School District
Ankeny, Iowa

We have audited the accompanying financial statements of the governmental activities, the business type activities, each major fund, and the aggregate remaining fund information of Ankeny Community School District as of and for the year ended June 30, 2009, which collectively comprise the District's basic financial statements listed in the table of contents and have issued our report thereon dated November 2, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Ankeny Community School District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing our opinion on the effectiveness of the Ankeny Community School District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Ankeny Community School District's internal control over financial reporting.

A control deficiency exists when the design or operation of the control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects Ankeny Community School District's ability to initiate, authorize, record, process, or report financial data reliably in accordance with U.S. generally accepted accounting principles such that there is more than a remote likelihood a misstatement of Ankeny Community School District's financial statements that is more than inconsequential will not be prevented or detected by Ankeny Community School District's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies that results in more than a remote likelihood a material misstatement of the financial statements will not be prevented or detected by Ankeny Community School District's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Ankeny Community School District'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*. However, we noted certain immaterial instances of noncompliance that are described in Part IV of the accompanying schedule of findings.

Comments involving statutory and other legal matters about the District's operations for the year ended June 30, 2009 are based exclusively on knowledge obtained from procedures performed during our audit of the financial statements of the District. Since our 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 Ankeny Community School District and other parties to whom Ankeny Community School District may report, including federal awarding agencies and pass-through entities. This report is not intended to be and should not be used by anyone other than these specified parties.


DENMAN & COMPANY, LLP

West Des Moines, Iowa
November 2, 2009

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL
OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

To the Board of Education of
Ankeny Community School District
Ankeny, Iowa

Compliance

We have audited the compliance of Ankeny Community School District with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that are applicable to its major federal programs for the year ended June 30, 2009. Ankeny Community School District's major federal programs are identified in Part I of the accompanying Schedule of Findings. Compliance with the requirements of laws, regulations, contracts and grant agreements applicable to its major federal programs are the responsibility of Ankeny Community School District's management. Our responsibility is to express an opinion on Ankeny Community School District's compliance based on our audit.

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 Ankeny Community School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Ankeny Community School District's compliance with those requirements.

In our opinion, Ankeny Community School District complied, in all material respects, with the requirements referred to above that are applicable to its major federal programs for the year ended June 30, 2009.

Internal Control Over Compliance

The management of Ankeny Community School District is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grant agreements applicable to federal programs. In planning and performing our audit, we considered the District's internal control over compliance with requirements that could have a direct and material effect on its major federal programs in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, 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 Ankeny Community School District's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in the District's internal control that might be significant deficiencies or material weaknesses as defined below.

A control deficiency in the District's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the District's ability to administer a federal program such that there is more than a remote likelihood noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the District's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies that results in more than a remote likelihood material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the District's internal control.

This report, a public record by law, is intended solely for the information and use of the officials, employees and citizens of Ankeny Community School District and other parties to whom Ankeny Community School District may report, including federal awarding agencies and pass-through entities. This report is not intended to be and should not be used by anyone other than these specified parties.


DENMAN & COMPANY, LLP

West Des Moines, Iowa
November 2, 2009

**Ankeny Community School District
SCHEDULE OF FINDINGS
Year ended June 30, 2009**

Part I—Summary of the Independent Auditor's Results

- (a) An unqualified opinion was issued on the financial statements.
- (b) No significant deficiencies in internal control over financial reporting were disclosed by the audit of the financial statements.
- (c) The audit did not disclose any noncompliance which is material to the financial statements.
- (d) No significant deficiencies in internal control over the major programs were disclosed by the audit of the financial statements.
- (e) An unqualified opinion was issued on compliance with requirements applicable to the major programs.
- (f) The audit disclosed no audit findings which were required to be reported in accordance with Office of Management and Budget Circular A-133, Section .510(a).
- (g) Major programs were as follows:
 - CFDA Number 93.767 – State Children’s Insurance Program
 - CFDA Number 84.027 - Special Education – Grants to States
 - CFDA Number 84.394 – ARRA – State Fiscal Stabilization
- (h) The dollar threshold used to distinguish between Type A and Type B programs was \$300,000.
- (i) Ankeny Community School District qualified as a low-risk auditee.

Part II—Findings Related to the General Purpose Financial Statements

NONE

Part III—Findings and Questioned Costs for Federal Awards

NONE

**Ankeny Community School District
SCHEDULE OF FINDINGS (continued)
Year ended June 30, 2009**

Part IV—Other Findings Related to Required Statutory Reporting

IV-A-09 CERTIFIED BUDGET

Expenditures during the year ended June 30, 2009, did not exceed amounts budgeted.

IV-B-09 QUESTIONABLE EXPENDITURES

No expenditures that we believe may not meet the requirements of public purpose as defined in an Attorney General's opinion dated April 25, 1979 were noted.

IV-C-09 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.

IV-D-09 BUSINESS TRANSACTIONS

No business transactions between the District and District officials or employees were noted.

IV-E-09 BOND COVERAGE

Surety bond coverage of District officials and employees is in accordance with statutory provisions.

IV-F-09 BOARD MINUTES

No transactions were found that we believe should have been approved in the Board minutes but were not.

IV-G-09 CERTIFIED ENROLLMENT

No variances in the basic enrollment data certified to the Department of Education were noted.

IV-H-09 DEPOSITS AND INVESTMENTS

No instances of noncompliance with the deposit and investment provisions of Chapter 12B and 12C of the Code of Iowa and the District's investment policy were noted.

IV-I-09 CERTIFIED ANNUAL REPORT

The certified annual report was filed with the Department of Education timely and we noted no significant deficiencies in the amounts reported.

**Ankeny Community School District
SCHEDULE OF FINDINGS (continued)
Year ended June 30, 2009**

Part IV—Other Findings Related to Required Statutory Reporting

IV-J-09 CATEGORIAL FUNDING

No instances were noted of categorical funding being used to supplant rather than supplement other funds.

IV-K-09 STATEWIDE SALES AND SERVICES TAX

No instances of noncompliance with the use of the statewide sales and services tax revenue provisions of Chapter 423F.3 of the Code of Iowa were noted.

Pursuant to Chapter 423F.5 of the Code of Iowa, the annual audit is required to include certain reporting elements related to the statewide sales and services tax. For the year ended June 30, 2009, the District's financial activity and other required information for the statewide sales and services tax are as follows:

Beginning balance		\$4,074,854
Statewide sales and services tax revenue		7,720,268
Expenditures/transfers out		
Salaries and wages	\$ 131,470	
School infrastructure		
Land	2,941,010	
Buildings	6,384	
Debt service for school infrastructure		
General obligation debt	<u>4,890,155</u>	<u>7,969,019</u>
Ending balance		<u>\$3,826,103</u>

IV-L-09 DEFICIT BALANCES

No student activity accounts had deficit balances at June 30, 2009.

IV-M-09 REVENUE BONDS

The District has established the reserve account required by the revenue bond resolution. In addition, the required monthly transfers from the revenue account to the sinking account were made by the District.

IV-N-09 STUDENT ACTIVITY FUND

In accordance with Chapter 298A.8 of the Code of Iowa and Iowa Administrative Rule 281-12.6(1), moneys in the Student Activity Fund are used to support only the extracurricular and co-curricular activities offered as part of the District's educational program.