



# Comprehensive Annual

## FINANCIAL REPORT

**FOR THE FISCAL YEAR ENDED JUNE 30, 2010**







**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

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

**For the fiscal year ended June 30, 2010**

**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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December 15, 2010

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 ended June 30, 2010 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; the listing of the 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, not. 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 are 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:

Education	15%	Transport, Communication & Utilities	7%
Finance, Insurance & Real Estate	13%	Professional Services	6%
Health Care & Social Services	17%	Construction	2%
Wholesale & Retail Trade	13%	Personal Services	7%
Public Administration & Government	10%	Agriculture	1%
Manufacturing	9%	Entertainment & Recreation	1%
		Active Military Duty	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 8342.71 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 279 students growth

per year since FY2001. 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 9.81% annual increase in its tax base since 2001. Based on conservative projections an upward trend is expected to continue. The District population is projected to be 59,600 by the year 2020 from its current population of 44,300.

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 44,300 (2009 estimate), compared to the 2000 census of slightly over 27,000. While residential growth has slowed with the national economy, Ankeny issued permits for 421 single family housing starts in 2009 which is 49 more than this same period one year ago.

## MAJOR INITIATIVES FOR THE YEAR AND FOR THE FUTURE

The 2009-2010 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 38 additional new staff replacing retiring teachers, filling vacancies.
- **Capital Improvement-** During this year, the school district continued construction of the new high school and middle school in the Prairie Trail Development. The following improvements were made: Ashland Elementary Addition; High School and Northwest Elementary School roof project; and Westwood Elementary brick replacement. HVAC controls and system evaluation for district buildings completed.
- **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 394.81 students, creating additional sections of classes in some of the buildings.
- **Extra Curricular Activities-** The District enjoys a very successful activities program. The District has won numerous state athletic championships in both girls and boys athletics in the past. During FY10 the Activities Program received the following recognitions:
  - Volleyball State Championship
  - Girls Track Individual State Championship
  - CIML Central Conference Championships: volleyball, girls basketball, girls soccer, boys soccer, and boys tennis
  - 63 - All conference athletes
  - 42 - 1<sup>st</sup> Team or Conference champions
  - 12 - 1<sup>st</sup> Team All-State Athletes
  - 15 - State Tournament Appearances: football, boys cross country, girls cross country, girls swimming, volleyball, girls basketball, wrestling, girls bowling, girls soccer, boys soccer, girls track, boys track, girls golf, boys tennis, girls tennis
  - 6 - Top Ten finishes: volleyball (1<sup>st</sup>), girls soccer (semifinals), girls basketball (quarterfinals), football (quarterfinals), boys soccer (quarterfinals), girls track (7<sup>th</sup>)
  - 22 - Musicians received All-State recognition
  - 35 - Individuals or Groups received Division I ratings in speech.
  - 12 - 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 2009-10 school year, 268 senior students who took the exam (78.59%) obtained a score of 20 or higher.
- **Average Daily Attendance -** Ankeny's K-8 average daily attendance rate for the 2008-2009 school year was 96.8%. This compares to 96.36% in 2007-2008. The state average daily attendance rate was 95.8%.
- **Dropout Rates -** Of the 3,174 students in grades seven through twelve, 46 students dropped out during the 2008-2009 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

- **Post Graduation Intentions for 2010 Graduates**

**Total Number of Seniors responding: 468**

Attend a four-year private college/university	73	Enter the military	9
Attend a four-year college	174	Start full-time employment	57
Attend a community college	137	Unknown	1
Attend a two-year college/training program	14	Other	3
Total pursuing post-secondary education	398		

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 Funds 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 2009-2010. 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 \$10,530 was earned on General Fund investments for the year ended June 30, 2010. This represents a decrease of \$70,085 or 86.9% under fiscal year 2009 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,



Dr. Craig Hansel  
CFO/Board Treasurer



Dr. Matthew Wendt  
Superintendent of Schools

# Ankeny Community Schools Board of Education



		<u>Term Expires</u>
<b>Before September 2009 election:</b>		
Andrew Martin	President	September, 2011
Leslie Petersen	Vice-President	September, 2011
Randy McMahon	Member	September, 2009
Pat Cahill	Member	September, 2009
Aaron Johnson	Member	September, 2011
Trent Murphy	Member	September, 2011
George Tracy	Member	September, 2009
<b>After September 2009 election:</b>		
Andrew Martin	President	September, 2011
Leslie Petersen	Vice-President	September, 2011
Pat Cahill	Member	September, 2012
Aaron Johnson	Member	September, 2011
Trent Murphy	Member	September, 2011
Todd Shafer	Member	September, 2012
George Tracy	Member	September, 2012

***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](http://www.ankenyschools.org)

**District Administration**  
Year Ended June 30, 2010

**Superintendent of Schools**

Dr. Matthew Wendt

**CFO/Board Secretary**

Dr. Craig Hansel

**Assistant Superintendent of Organization Development & Learning**

Dr. Bruce Kimpston

**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. Pam Dodge

**Director of Facility Construction**

Mr. Don Peterson

**Director of Finance**

Mr. Brian Whalen

**Director of Human Resources**

Ms. Jenifer Owenson

**Director of Support Services**

Mr. Jacy Large

**Director of Technology**

Mr. Brad Johnson



**Building Administration Year Ended June 30, 2010**

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

**Principal**  
 Ms. Brenda Colby

**Associate Principal**  
 Mr. Jeff Hawkins

**Assistant Principal**  
 Mr. Matthew Blackmore

**Assistant Principal**  
 Ms. Lisa Hill

**Activities Director**  
 Mr. Gary Telford

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

**Principal**  
 Mr. Brent Reissen

**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**  
 Mr. Ben Muller

**Associate Principal**  
 Ms. Bev Kuehn

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

**Principal**  
 Mr. Mark Moss

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

**Principal**  
 Dr. Tom Muhlenbruck

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

**Principal**  
 Ms. Julianne Steven

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

**Principal**  
 Mr. Al Neppel

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

**Principal**  
 Mr. Jason Albrecht

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

**Principal**  
 Mr. Matt Adams

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

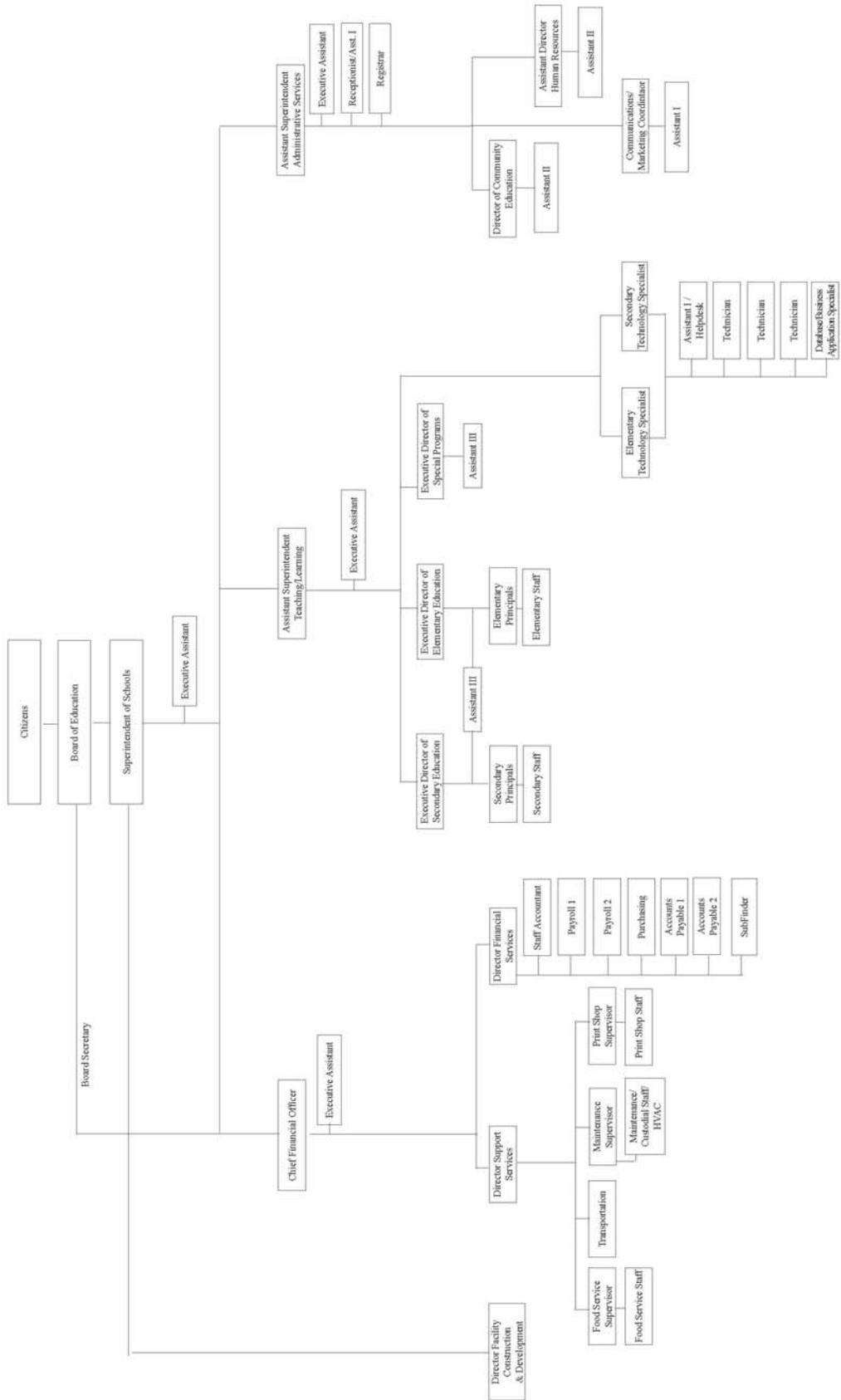
**Principal**  
 Ms. Tiffany O'Hara

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

**Principal**  
 Mr. Jim Ford

ADMINISTRATION  
Series 300  
ANKENY CSD - ORGANIZATIONAL CHART

Code No. 310.4





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.

## 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 activity, each major fund, and the aggregate remaining fund information of Ankeny Community School District, as of and for the year ended June 30, 2010, 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 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 activity, each major fund, and the aggregate remaining fund information of Ankeny Community School District as of June 30, 2010, 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 12, 2010 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.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information and schedule of funding progress for the retiree health plan on pages 3 through 9 and 37 through 39 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Ankeny Community School District's financial statements as a whole. 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, 2009 (none of which are presented herein) and expressed unqualified opinions on those financial statements. The introductory section, other supplementary information, and statistical section, are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the financial statements. The other supplementary information and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

  
DENMAN & COMPANY, LLP

West Des Moines, Iowa  
November 12, 2010

**Ankeny Community School District  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
For fiscal year ended June 30, 2010**

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, 2010. 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 \$10,048,853 and \$9,957,539 during the years ended June 30, 2010 and 2009, respectively.
- Total revenues for the fiscal year ended June 30, 2010 and 2009 of \$93,816,958 and \$92,567,212 were comprised of General Revenues in the amount of \$73,755,597 and \$76,329,655 and Program Revenues totaling \$20,061,361 and \$16,237,557.
- As of June 30, 2010 the District's governmental funds reported combined ending fund balances of \$41,619,904 a decrease of \$36,509,156 in comparison with the prior year. Of the total combined fund balance, the unreserved undesignated amount equals \$1,580,183.
- As of June 30, 2010, unreserved undesignated fund balance of the General Fund was (\$2,915,625) or (4.29%) of total General Fund revenues compared to (\$2,622,526) or (3.95%) for 2009.
- The District's general obligation bonded debt decreased by \$5,445,000 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, 2010**

**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 fund. Enterprise funds are used to report the same functions presented as business-type activities.

The basic proprietary fund 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, 2010**

**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 \$84,257,746 to \$94,306,599.

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 \$74,261,298 for 2010 and \$47,687,664 for 2009. 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, 2010 and 2009.

**Table 1 – Total Net Assets**

<u>Description</u>	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total School District</u>		<u>Total Change June 30, 2010</u>
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	
Current and other assets	\$ 103,434,705	\$ 130,573,324	\$ 1,008,186	\$ 824,586	\$ 104,442,891	\$ 131,397,910	-20.51%
Capital assets	\$ 141,297,650	\$ 106,888,515	\$ 208,744	\$ 179,475	\$ 141,501,394	\$ 107,067,990	32.16%
Other assets	\$ 249,061	\$ 263,373	\$ -	\$ -	\$ 249,061	\$ 263,373	-5.43%
<b>Total assets</b>	<b>\$ 244,981,416</b>	<b>\$ 237,725,212</b>	<b>\$ 1,211,930</b>	<b>\$ 1,004,061</b>	<b>\$ 246,193,346</b>	<b>\$ 238,729,273</b>	<b>3.13%</b>
Current Liabilities	\$ 73,808,288	\$ 67,006,994	\$ 80,175	\$ 114,355	\$ 73,888,463	\$ 67,121,349	10.08%
Long-term Liabilities	\$ 77,866,628	\$ 87,211,562	\$ -	\$ -	\$ 77,866,628	\$ 87,211,562	-10.72%
Other Liabilities	\$ 131,656	\$ 138,616	\$ -	\$ -	\$ 131,656	\$ 138,616	
<b>Total Liabilities</b>	<b>\$ 151,806,572</b>	<b>\$ 154,357,172</b>	<b>\$ 80,175</b>	<b>\$ 114,355</b>	<b>\$ 151,886,747</b>	<b>\$ 154,471,527</b>	<b>-1.67%</b>
Net assets:							
Investment in Capital assets, net of related debt	\$ 74,057,554	\$ 47,508,189	\$ 208,744	\$ 179,475	\$ 74,261,298	\$ 47,687,664	55.72%
Restricted	\$ 15,236,393	\$ 35,869,295	\$ -	\$ -	\$ 15,236,393	\$ 35,869,295	-57.52%
Unrestricted	\$ 3,880,897	\$ (9,444)	\$ 928,011	\$ 710,231	\$ 4,808,908	\$ 700,787	586.22%
<b>Total net assets</b>	<b>\$ 93,174,844</b>	<b>\$ 83,368,040</b>	<b>\$ 1,131,755</b>	<b>\$ 889,706</b>	<b>\$ 94,306,599</b>	<b>\$ 84,257,746</b>	<b>11.93%</b>

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 \$0 while reductions were \$5,445,000. Interest payments on this debt totaled \$3,446,510.
- The addition of \$34,433,404 in capital assets through the construction of new schools, land, other school improvements, and equipment net of accumulated depreciation expense.

**Ankeny Community School District  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
For fiscal year ended June 30, 2010**

**Changes in net assets.** The District's net asset balance increased by \$10,048,853 during the fiscal year. The governmental activities' net assets increased by \$9,806,804 while the business-type activities that include the nutrition fund, increased by \$242,049. 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, 2010. 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>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Program revenues:						
Charges for service and sales	\$ 1,328,172	\$ 1,410,305	\$ 2,918,236	\$ 2,737,214	\$ 4,246,408	\$ 4,147,519
Operating grants, contributions	\$ 15,129,621	\$ 11,554,826	\$ 685,332	\$ 535,212	\$ 15,814,953	\$ 12,090,038
General revenues:						
Local sources	\$ 47,807,881	\$ 45,532,252	\$ -	\$ -	\$ 47,807,881	\$ 45,532,252
Investment earnings	\$ 193,698	\$ 474,820	\$ 1,950	\$ 9,686	\$ 195,648	\$ 484,506
State sources	\$ 24,499,658	\$ 28,879,473	\$ -	\$ -	\$ 24,499,658	\$ 28,879,473
Other	\$ 1,252,410	\$ 1,433,424	\$ -	\$ -	\$ 1,252,410	\$ 1,433,424
Total revenues	\$ 90,211,440	\$ 89,285,100	\$ 3,605,518	\$ 3,282,112	\$ 93,816,958	\$ 92,567,212
Program expenses:						
Regular Instruction	\$ 38,027,451	\$ 38,833,159	\$ -	\$ -	\$ 38,027,451	\$ 38,833,159
Special Instruction	\$ 8,065,055	\$ 8,443,886	\$ -	\$ -	\$ 8,065,055	\$ 8,443,886
Vocational and Other	\$ 5,780,653	\$ 5,649,364	\$ -	\$ -	\$ 5,780,653	\$ 5,649,364
Support services:						
Pupil	\$ 4,457,622	\$ 4,230,120	\$ -	\$ -	\$ 4,457,622	\$ 4,230,120
Instructional Staff	\$ 4,247,021	\$ 5,070,645	\$ -	\$ -	\$ 4,247,021	\$ 5,070,645
Administration	\$ 7,751,863	\$ 7,272,677	\$ -	\$ -	\$ 7,751,863	\$ 7,272,677
Operation and Maintenance	\$ 5,007,259	\$ 4,819,786	\$ -	\$ -	\$ 5,007,259	\$ 4,819,786
Support Service- Other	\$ 184,673	\$ 222,261	\$ -	\$ -	\$ 184,673	\$ 222,261
Non-instructional programs	\$ 2,970,555	\$ 2,601,133	\$ 3,363,469	\$ 3,276,719	\$ 6,334,024	\$ 5,877,852
Interest Expense	\$ 3,912,484	\$ 2,189,923	\$ -	\$ -	\$ 3,912,484	\$ 2,189,923
Total expenses	\$ 80,404,636	\$ 79,332,954	\$ 3,363,469	\$ 3,276,719	\$ 83,768,105	\$ 82,609,673
Change in net assets	\$ 9,806,804	\$ 9,952,146	\$ 242,049	\$ 5,393	\$ 10,048,853	\$ 9,957,539

- The cost of all governmental and business-type activities this year was \$83,768,105.
- Federal and state governments and charges for services subsidized certain programs with grants and contributions and other local revenues of \$20,061,361.
- Net cost of governmental activities \$63,946,843, was financed by general revenues, which are made up of primarily property taxes and local source revenue \$47,807,881 and state sources \$24,499,658.

**Ankeny Community School District  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
For fiscal year ended June 30, 2010**

**Table 3 - Governmental Activities**

<u>Description</u>	<u>Total Cost of Services</u>		<u>Net Cost of Services</u>	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Primary Governmental Activities				
Program expenses:				
Instruction:				
Regular	\$ 38,027,451	\$ 38,833,159	\$ (27,386,701)	\$ (30,932,962)
Special	\$ 8,065,055	\$ 8,443,886	\$ (7,162,069)	\$ (7,725,946)
Vocational and Other	\$ 5,780,653	\$ 5,649,364	\$ (3,838,942)	\$ (3,964,546)
Support services:				
Pupil	\$ 4,457,622	\$ 4,230,120	\$ (4,457,622)	\$ (4,230,120)
Instructional Staff	\$ 4,247,021	\$ 5,070,645	\$ (4,245,230)	\$ (5,009,602)
Administration	\$ 7,751,863	\$ 7,272,677	\$ (7,751,863)	\$ (7,272,677)
Operation and Maintenance	\$ 5,007,259	\$ 4,819,786	\$ (5,007,259)	\$ (4,819,786)
Support Service- Other	\$ 184,673	\$ 222,261	\$ (184,673)	\$ (222,261)
Non-instructional programs	\$ 2,970,555	\$ 2,601,133	\$ -	\$ -
Interest Expense	\$ 3,912,484	\$ 2,189,923	\$ (3,912,484)	\$ (2,189,923)
Total Governmental Activities	\$ 80,404,636	\$ 79,332,954	\$ (63,946,843)	\$ (66,367,823)
Business - Type Activities				
Nutrition Services	\$ 3,363,469	\$ 3,276,719	\$ 240,099	\$ (4,293)
Total Business-type Activities	\$ 3,363,469	\$ 3,276,719	\$ 240,099	\$ (4,293)
Total Primary Government	\$ 83,768,105	\$ 82,609,673	\$ (63,706,744)	\$ (66,372,116)

Net cost of services is 76% of total cost of services in 2010.

**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 \$41,619,904 a decrease of \$36,509,156 in comparison to the previous year. This decrease was due to the large capital project expenses for building new Ankeny High School and Southview Middle School. Of this ending fund balance, \$1,580,183 or 3.80% 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 \$40,039,721 is reserved or designated to indicate that it is not available for new spending because it has already been committed for 1) General Fund \$2,371,672; 2) Capital Projects Fund \$23,653,355; 3) Debt Service \$6,686,844; 4) Non-Major Governmental Funds \$7,327,850.

**Ankeny Community School District  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
For fiscal year ended June 30, 2010**

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 (\$2,915,625) while total fund balance declined to (\$543,953). 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 (4.29%) of total General Fund revenues, while the total fund balance represents (0.8%) of that same amount.

The fund balance of the General Fund decreased by \$2,445,931 during the current fiscal year. Key factors in the decrease were insufficient cash reserve levy, an 10.0% ATB state aid reduction imposed in October 2009 by Governor Chet Culver. 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 FY2010 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	\$53,983,271	\$53,983,271	\$49,084,877	\$4,898,394
Support services	26,686,955	26,686,955	21,463,765	5,226,190
Non-instructional programs	4,156,030	4,156,030	3,548,142	607,888
Other	<u>104,331,491</u>	<u>104,331,491</u>	<u>55,987,281</u>	<u>48,344,210</u>
Total	<u>\$189,160,747</u>	<u>\$189,160,747</u>	<u>\$130,084,065</u>	<u>\$59,076,682</u>

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets.** As of June 30, 2010, the District's investment in capital assets, including land, school buildings, athletic facilities, buses and other vehicles, computers and other equipment totaled \$185,201,125. This amount represents a net increase prior to depreciation of \$37,109,246 from last year, primarily due to construction in progress for new buildings and building additions. Total depreciation expense for the year was \$2,862,761.

The following schedule presents capital asset balances net of depreciation for the fiscal year ended June 30, 2010.

Land	\$ 18,781,721
Buildings and improvements	75,714,592
Vehicles, furniture and equipment	1,701,593
Construction in progress	<u>45,303,488</u>
Total	<u>\$141,501,394</u>

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

**Ankeny Community School District  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
For fiscal year ended June 30, 2010**

**Debt Administration.** At year end, the District had \$89,860,115 in general obligation bonds and other long-term debt outstanding, of which \$11,993,487 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, 2010.

General obligation bonds	\$77,325,000
General obligation capital loan notes	3,610,000
Revenue bonds	4,730,000
Accrued compensated absences	449,822
Early retirement	<u>3,745,293</u>
 Total	 <u>\$89,860,115</u>

The District maintained the A+ long-term rating by Standard & Poor's Rating Services for school infrastructure sales, services, and use tax revenue bonds assigned in June 2010.

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 \$107,276,358, 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 continues work on the new 1,400 student capacity, \$44M high school in Prairie Trail along with construction of the first phase \$19M, 600 student capacity grades 8-9 middle school building across the street from the Prairie Trail high school. The \$2.6M Phase 2 of the East Elementary building renovations began in June 2010.

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 once again building as evidenced by the state budget surplus for year ending June 2010.

#### **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, 2010**

<b>ASSETS</b>	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>
Current assets			
Cash and cash equivalents	\$ 44,979,524	\$ 962,079	\$ 45,941,603
Investments	7,000,000	-	7,000,000
Property taxes receivable			
Delinquent	283,574	-	283,574
Succeeding year	48,796,194	-	48,796,194
Due from other governments	2,008,871	-	2,008,871
Other receivables	61,548	2,972	64,520
Inventories	130,827	43,135	173,962
Prepaid expenses and deposits	174,167	-	174,167
Total current assets	<u>103,434,705</u>	<u>1,008,186</u>	<u>104,442,891</u>
Noncurrent assets			
Land	18,781,721	-	18,781,721
Land improvements	750,320	-	750,320
Buildings and improvements	115,842,021	-	115,842,021
Furniture and equipment	3,513,099	1,010,476	4,523,575
Accumulated depreciation	(42,892,999)	(806,732)	(43,699,731)
Construction in progress	45,303,488	-	45,303,488
Total noncurrent assets	<u>141,297,650</u>	<u>203,744</u>	<u>141,501,394</u>
Other assets			
Bond discount and issuance costs	249,061	-	249,061
Total assets	<u>244,981,416</u>	<u>1,211,930</u>	<u>246,193,346</u>
<b>LIABILITIES</b>			
Current liabilities			
Accounts payable and accrued liabilities	12,549,365	3,424	12,552,789
Due to students	-	76,751	76,751
Bonds payable	9,920,000	-	9,920,000
Early retirement payable	1,623,665	-	1,623,665
Absences payable	449,822	-	449,822
Deferred revenue			
Succeeding year property taxes	48,796,194	-	48,796,194
Other	469,242	-	469,242
Total current liabilities	<u>73,808,288</u>	<u>80,175</u>	<u>73,888,463</u>
Noncurrent liabilities			
Bonds payable--long term	75,745,000	-	75,745,000
Early retirement payable--long term	2,121,628	-	2,121,628
Total noncurrent liabilities	<u>77,866,628</u>	<u>-</u>	<u>77,866,628</u>
Other liabilities			
Bond premium	131,656	-	131,656
Total liabilities	<u>151,806,572</u>	<u>80,175</u>	<u>151,886,747</u>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	74,057,554	203,744	74,261,298
Restricted for			
Capital projects	5,228,451	-	5,228,451
Debt service	6,686,844	-	6,686,844
Insurance	3,321,098	-	3,321,098
Unrestricted	<u>3,880,897</u>	<u>928,011</u>	<u>4,808,908</u>
Total net assets	<u>\$ 93,174,844</u>	<u>\$1,131,755</u>	<u>\$ 94,306,599</u>

**Ankeny Community School District  
STATEMENT OF ACTIVITIES  
Year ended June 30, 2010**

<b>Functions/Programs</b>	<b>Expenses</b>	<b>Program Revenues</b>	
		<b>Charges for Services</b>	<b>Operating Grants and Contributions</b>
<b>PRIMARY GOVERNMENT</b>			
Governmental activities			
Instruction			
Regular	\$38,027,451	\$1,326,381	\$ 9,314,369
Special	8,065,055	-	902,986
Vocational and other	5,780,653	-	1,941,711
Support services			
Pupil	4,457,622	-	-
Instructional staff	4,247,021	1,791	-
Administration	7,751,863	-	-
Operation and maintenance of plant services	5,007,259	-	-
Noninstructional program	184,673	-	-
AEA Flowthrough	2,970,555	-	2,970,555
Interest	3,912,484	-	-
Total governmental activities	<u>80,404,636</u>	<u>1,328,172</u>	<u>15,129,621</u>
Business-type activities			
Nutrition services	3,363,469	2,918,236	685,332
Total business-type activities	<u>3,363,469</u>	<u>2,918,236</u>	<u>685,332</u>
Total primary government	<u>\$83,768,105</u>	<u>\$4,246,408</u>	<u>\$15,814,953</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
  - 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>
\$(27,386,701)	\$ —	\$(27,386,701)
(7,162,069)	—	(7,162,069)
(3,838,942)	—	(3,838,942)
(4,457,622)	—	(4,457,622)
(4,245,230)	—	(4,245,230)
(7,751,863)	—	(7,751,863)
(5,007,259)	—	(5,007,259)
(184,673)	—	(184,673)
—	—	—
<u>(3,912,484)</u>	<u>—</u>	<u>(3,912,484)</u>
<u>(63,946,843)</u>	<u>—</u>	<u>(63,946,843)</u>
—	240,099	240,099
—	<u>240,099</u>	<u>240,099</u>
<u>(63,946,843)</u>	<u>240,099</u>	<u>(63,706,744)</u>
28,588,069		28,588,069
8,828,567		8,828,567
3,641,045		3,641,045
376,455		376,455
6,373,745		6,373,745
24,499,658		24,499,658
193,698	1,950	195,648
<u>1,252,410</u>	<u>—</u>	<u>1,252,410</u>
<u>73,753,647</u>	<u>1,950</u>	<u>73,755,597</u>
9,806,804	242,049	10,048,853
<u>83,368,040</u>	<u>889,706</u>	<u>84,257,746</u>
<u>\$93,174,844</u>	<u>\$1,131,755</u>	<u>\$94,306,599</u>

**Ankeny Community School District  
BALANCE SHEET – GOVERNMENTAL FUNDS  
June 30, 2010**

	<u>General Fund</u>	<u>Capital Projects</u>	<u>Debt Service</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>ASSETS</b>					
Cash and cash equivalents	\$ 5,515,440	\$21,407,034	\$ 6,618,744	\$11,438,306	\$ 44,979,524
Investments	-	7,000,000	-	-	7,000,000
Property taxes receivable					
Delinquent	188,404	-	59,539	35,631	283,574
Succeeding year	35,158,689	-	7,771,165	5,866,340	48,796,194
Due from other governments	1,478,218	-	-	530,653	2,008,871
Other receivables	-	7,627	8,906	45,015	61,548
Inventories	130,827	-	-	-	130,827
Prepaid expenses and deposits	-	-	-	174,167	174,167
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total assets	<u>\$42,471,578</u>	<u>\$28,414,661</u>	<u>\$14,458,354</u>	<u>\$18,090,112</u>	<u>\$103,434,705</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>Liabilities</b>					
Accounts payable and accrued liabilities	\$ 7,387,600	\$ 4,761,306	\$ 345	\$ 400,114	\$ 12,549,365
Deferred revenue					
Succeeding year property taxes	35,158,689	-	7,771,165	5,866,340	48,796,194
Other	469,242	-	-	-	469,242
Total liabilities	<u>43,015,531</u>	<u>4,761,306</u>	<u>7,771,510</u>	<u>6,266,454</u>	<u>61,814,801</u>
<b>Fund balances</b>					
Unreserved					
Undesignated (deficit)	(2,915,625)	-	-	4,495,808	1,580,183
Reserved	<u>2,371,672</u>	<u>23,653,355</u>	<u>6,686,844</u>	<u>7,327,850</u>	<u>40,039,721</u>
Total fund balances (deficit)	<u>(543,953)</u>	<u>23,653,355</u>	<u>6,686,844</u>	<u>11,823,658</u>	<u>41,619,904</u>
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total liabilities and fund balances	<u>\$42,471,578</u>	<u>\$28,414,661</u>	<u>\$14,458,354</u>	<u>\$18,090,112</u>	<u>\$103,434,705</u>

**Ankeny Community School District**  
**RECONCILIATION OF THE BALANCE SHEET—GOVERNMENTAL FUNDS**  
**TO THE STATEMENT OF NET ASSETS**  
**June 30, 2010**

<b>Total fund balances of governmental funds (page 14)</b>	\$41,619,904
<b><i>Amounts reported for governmental activities in the statement of net assets are different because:</i></b>	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in the governmental funds	141,297,650
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>(89,742,710)</u>
<b>Net assets of governmental activities (page 11)</b>	<b>\$ <u>93,174,844</u></b>

**Ankeny Community School District**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND**  
**BALANCES—GOVERNMENTAL FUNDS**  
**Year ended June 30, 2010**

	<u>General Fund</u>	<u>Capital Projects</u>	<u>Debt Service</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>REVENUES</b>					
Local taxes	\$27,367,630	\$ —	\$ 8,904,615	\$11,576,794	\$ 47,849,039
Interest income	10,530	144,904	8,908	29,356	193,698
Other	2,409,623	—	—	1,625,396	4,035,019
State sources	32,126,509	—	—	—	32,126,509
Federal sources	5,993,825	—	—	—	5,993,825
Total revenues	<u>67,908,117</u>	<u>144,904</u>	<u>8,913,523</u>	<u>13,231,546</u>	<u>90,198,090</u>
<b>EXPENDITURES</b>					
Current					
Instruction					
Regular	35,239,169	—	—	—	35,239,169
Special	8,065,055	—	—	—	8,065,055
Vocational and other	4,303,001	—	—	1,477,652	5,780,653
Support services					
Student	4,457,622	—	—	—	4,457,622
Instructional staff	4,247,021	—	—	—	4,247,021
Administration	6,478,015	—	—	1,273,848	7,751,863
Operation and maintenance of plant services	5,007,259	—	—	—	5,007,259
Noninstructional programs	184,673	—	—	—	184,673
Capital outlay	—	34,930,234	—	3,521,360	38,451,594
Debt service					
Principal retirement	—	—	10,660,000	—	10,660,000
Interest and fiscal charges	—	—	3,905,132	—	3,905,132
AEA Flowthrough	2,970,555	—	—	—	2,970,555
Total expenditures	<u>70,952,370</u>	<u>34,930,234</u>	<u>14,565,132</u>	<u>6,272,860</u>	<u>126,720,596</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(3,044,253)</u>	<u>(34,785,330)</u>	<u>(5,651,609)</u>	<u>6,958,686</u>	<u>(36,522,506)</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Sale of assets	13,350	—	—	—	13,350
Operating transfers in (out)	584,972	—	5,301,896	(5,886,868)	—
Total other financing sources (uses)	<u>598,322</u>	<u>—</u>	<u>5,301,896</u>	<u>(5,886,868)</u>	<u>13,350</u>
<b>NET CHANGES IN FUND BALANCES</b>	<u>(2,445,931)</u>	<u>(34,785,330)</u>	<u>(349,713)</u>	<u>1,071,818</u>	<u>(36,509,156)</u>
<b>FUND BALANCES, beginning of year</b>	<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>
<b>FUND BALANCES (DEFICIT), end of year</b>	<u>\$ (543,953)</u>	<u>\$23,653,355</u>	<u>\$ 6,686,844</u>	<u>\$11,823,658</u>	<u>\$ 41,619,904</u>

**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, 2010**

**Net change in fund balances—total governmental funds (page 16)** \$(36,509,156)

***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	\$37,243,231	
Depreciation expense	<u>(2,834,096)</u>	34,409,135

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.		10,660,000
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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	1,332,867	
Compensated absences	<u>(78,690)</u>	1,254,177

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>(7,352)</u>
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**Change in net assets of governmental activities (page 13)** \$ 9,806,804

**Ankeny Community School District**  
**STATEMENT OF NET ASSETS—PROPRIETARY FUND**  
**ENTERPRISE FUND**  
**June 30, 2010**

	<b>(Nonmajor) School Nutrition</b>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 962,079
Sundry receivables	2,972
Inventories	43,135
Property and equipment, net of accumulated depreciation	<u>203,744</u>
Total assets	<u>1,211,930</u>
<b>LIABILITIES</b>	
Accounts payable and accrued liabilities	3,424
Due to students	<u>76,751</u>
Total liabilities	<u>80,175</u>
<b>NET ASSETS</b>	
Invested in capital assets	203,744
Unrestricted	<u>928,011</u>
Total net assets	<u>\$1,131,755</u>

**Ankeny Community School District  
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN  
NET ASSETS—PROPRIETARY FUND  
ENTERPRISE FUND  
Year ended June 30, 2010**

	<b>(Nonmajor) School <u>Nutrition</u></b>
<b>OPERATING REVENUES</b>	
Local sources	
Other local sources	
Sale of lunches and breakfast	
Students	\$1,414,867
Adults	51,367
A la carte	1,386,202
Special functions	<u>65,800</u>
Total operating revenues	<u>2,918,236</u>
<b>OPERATING EXPENSES</b>	
Non-instructional programs	
Food service operations	
Salaries	1,133,141
Employee benefits	385,063
Kitchen supplies	70,011
Food consumed	1,682,897
Other	63,692
Depreciation	<u>28,665</u>
Total operating expenses	<u>3,363,469</u>
<b>OPERATING (LOSS)</b>	<u>(445,233)</u>
<b>NON-OPERATING REVENUES</b>	
Interest income	1,950
State appropriations	22,967
Federal food commodities revenue	151,047
Federal appropriations	<u>511,318</u>
Total non-operating revenues	<u>687,282</u>
Change in net assets	242,049
<b>NET ASSETS—beginning of year</b>	<u>889,706</u>
<b>NET ASSETS—end of year</b>	<u>\$1,131,755</u>

**Ankeny Community School District  
STATEMENT OF CASH FLOWS—PROPRIETARY FUND  
ENTERPRISE FUND  
Year ended June 30, 2010**

	<u>School Nutrition</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Cash received from sale of lunches and breakfasts	\$3,045,776
Cash payments to employees for services	(1,518,204)
Cash payments to suppliers for goods or services	(1,816,599)
Net cash (used in) operating activities	<u>(289,027)</u>
<b>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES</b>	
State grants received	22,967
Federal grants received	<u>511,318</u>
Net cash provided by non-capital financing related activities	<u>534,285</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING</b>	
Acquisition of capital assets	<u>(52,935)</u>
Net cash (used in) capital and related financing activities	<u>(52,935)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Interest received	<u>1,950</u>
Net cash provided by investing activities	<u>1,950</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	194,273
<b>CASH AND CASH EQUIVALENTS</b>	
Beginning	<u>767,806</u>
Ending	<u>\$ 962,079</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Operating (loss)	\$ (445,233)
Adjustments to reconcile operating (loss) to net cash (used in) operating activities	
Depreciation	28,665
Federal commodities used	151,047
Change in assets and liabilities	
(Increase) in receivables	(1,279)
Decrease in inventories	11,953
(Decrease) in accounts payable and accrued liabilities	<u>(34,180)</u>
Net cash (used in) operating activities	<u>\$ (289,027)</u>
<b>NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES</b>	
During the year ended June 30, 2010, the District received \$126,901 of federal commodities.	

**Ankeny Community School District**  
**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES**  
**AGENCY FUND**  
**June 30, 2010**

<b>ASSETS</b>	<u><b>District</b></u>
Cash and cash equivalents	\$ 256,133
Receivables	
Sundry receivables	<u>659</u>
Total assets	<u>\$ 256,792</u>
<b>LIABILITIES AND FUND EQUITY</b>	
Liabilities	
Accounts payable	\$ 644
Due to student groups/employees	<u>256,148</u>
Total liabilities	<u>\$ 256,792</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 eight 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 \$18,424,904 at June 30, 2010, 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 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.

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

Physical Plant and Equipment Levy (PPEL) Fund: Accounts 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 statute.

YMCA Endowment Fund: Accounts for shared capital projects associated with the joint use of the high school.

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

Proprietary funds distinguish operating revenues and expenses from 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 and nonnegotiable certificates of deposit which are stated at cost.

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

**Property Tax Receivable** – Property tax in 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, 2008 assessed property valuations; is for the tax accrual period July 1, 2009 through June 30, 2010 and reflects the tax asking contained in the budget certified to the County Board of Supervisors in April, 2009.

**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
Intangibles	200,000

**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/amortized 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, 2010. 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, 2010, 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, 2010 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, 2010, the District had the following investments:

	<u>Amortized cost</u>
Iowa Schools Joint Investment Trust Diversified Portfolio	<u>\$42,674,335</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 rated Aaa by Moody's Investors Service.

**NOTE 3 INTERFUND TRANSFERS**

The detail of interfund transfers for the year ended June 30, 2010 is as follows:

<u>Transfer to</u>	<u>Transfer from</u>	<u>Amount</u>
Debt Service	Nonmajor governmental Local Option Sales and Services Tax Physical Plant and Equipment Levy	\$4,474,749 <u>827,147</u> <u>\$5,301,896</u>
General	Nonmajor governmental Management	<u>\$ 584,972</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, 2010 is as follows:

	<u>Balance beginning of year</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance end of year</u>
<b>Governmental activities</b>				
Capital assets not being depreciated				
Land	\$ 17,274,877	\$ 1,506,844	\$ —	\$ 18,781,721
Construction in progress	11,213,424	34,615,553	525,489	45,303,488
Total capital assets not being depreciated	<u>28,488,301</u>	<u>36,122,397</u>	<u>525,489</u>	<u>64,085,209</u>
Capital assets being depreciated				
Buildings and improvements	114,467,638	1,374,383	—	115,842,021
Furniture and equipment	3,428,078	271,940	186,919	3,513,099
Land improvements	750,320	—	—	750,320
Total capital assets being depreciated	<u>118,646,036</u>	<u>1,646,323</u>	<u>186,919</u>	<u>120,105,440</u>
Less accumulated depreciation for				
Buildings and improvements	38,362,864	2,407,915	—	40,770,779
Furniture and equipment	1,813,504	388,665	186,919	2,015,250
Land improvements	69,454	37,516	—	106,970
Total accumulated depreciation	<u>40,245,822</u>	<u>2,834,096</u>	<u>186,919</u>	<u>42,892,999</u>
Total capital assets being depreciated, net	<u>78,400,214</u>	<u>(1,187,773)</u>	<u>—</u>	<u>77,212,441</u>
Governmental activities capital assets, net	<u>\$106,888,515</u>	<u>\$34,934,624</u>	<u>\$ 525,489</u>	<u>\$141,297,650</u>
<b>Business-type activities</b>				
Furniture and equipment	\$ 957,542	\$ 52,934	\$ —	\$ 1,010,476
Less accumulated depreciation	<u>778,067</u>	<u>28,665</u>	<u>—</u>	<u>806,732</u>
Business-type activities capital assets, net	<u>\$ 179,475</u>	<u>\$ 24,269</u>	<u>\$ —</u>	<u>\$ 203,744</u>

Depreciation expense was charged by the District as follows:

Governmental activities	
Instruction	
Regular	<u>\$2,834,096</u>
Business-type activities	
School nutrition	<u>\$ 28,665</u>

Construction in progress at June 30, 2010 consists of costs related to a maintenance shed, football synthetic turf, and the addition to East Elementary, 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, 2010:

	<u>Balance July 1, 2009</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 2010</u>	<u>Due within one year</u>
Accrued compensated absences	\$ 371,132	\$ 449,822	\$371,132	\$ 449,822	\$ 449,822
General obligation bonds	82,770,000	-	5,445,000	77,325,000	4,490,000
General obligation capital loan notes	4,290,000	-	680,000	3,610,000	700,000
Revenue bonds	9,265,000	-	4,535,000	4,730,000	4,730,000
Early retirement	<u>5,078,160</u>	<u>-</u>	<u>1,332,867</u>	<u>3,745,293</u>	<u>1,623,665</u>
Totals	<u>\$101,774,292</u>	<u>\$ 449,822</u>	<u>\$12,363,999</u>	<u>\$89,860,115</u>	<u>\$11,993,487</u>

The District offers a voluntary early retirement plan to its employees. Eligible employees must be at least age fifty-three 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) 100% of the employee's salary or b) 36% of the employee's salary plus continued single rate health insurance of up to a maximum of five years. Currently, thirty-eight 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, 2010 totaled \$1,959,623.

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

- a) An issue dated June 1, 2007, having an interest rate varying from 4.0% to 4.5% and an unpaid balance of \$21,990,000.
- b) An issue dated March 6, 2008, having an interest rate varying from 2.55% to 3% and an unpaid balance of \$3,680,000.
- c) An issue dated December 10, 2008, having an interest rate varying from 3.875% to 4.5% and an unpaid balance of \$6,630,000.
- d) An issue dated June 1, 2009, having an interest rate varying from 3.0% to 5.0% and an unpaid balance of \$45,025,000.

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 \$3,610,000.

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 \$2,910,000.
- b) An issue dated April 1, 2004, having an interest rate of 3.5% and an unpaid balance of \$1,265,000.
- c) An issue dated April 1, 2004, having an interest rate of 3.35% and an unpaid balance of \$555,000.

**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
	June 1, 2007	March 6, 2008	December 10, 2008	June 1, 2009	
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	1,055,000	—	295,000	1,760,000	3,110,000
2016-2020	6,030,000	—	1,660,000	10,045,000	17,735,000
2021-2025	7,560,000	—	2,075,000	12,910,000	22,545,000
2026-2029	<u>3,555,000</u>	<u>—</u>	<u>1,515,000</u>	<u>12,915,000</u>	<u>17,985,000</u>
Totals	<u>\$21,990,000</u>	<u>\$3,680,000</u>	<u>\$6,630,000</u>	<u>\$45,025,000</u>	<u>\$77,325,000</u>

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

Year ending June 30	
2011	\$ 700,000
2012	730,000
2013	755,000
2014	710,000
2015	<u>715,000</u>
Total	<u>\$3,610,000</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	
2011	<u>\$2,910,000</u>	<u>\$1,265,000</u>	<u>\$ 555,000</u>	<u>\$4,730,000</u>

The District has pledged future statewide sales, services and use tax revenues to repay the \$24,240,000 of bonds issued in April, 2004 and December, 2002. The 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 statewide sales, services and use 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 statewide sales, services and use tax revenues. The total principal and interest remaining to be paid on the notes is \$4,834,184. For the current year, \$4,841,274 of principal and interest was paid on the bonds and total statewide sales, services and use tax revenues were \$6,373,745.

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

**NOTE 5 LONG-TERM LIABILITIES (continued)**

The resolution providing for the issuance of the statewide sales, services and use 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 statewide sales, services and use 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, 2010, 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
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	3,110,000	2,746,421	5,856,421	715,000	24,525	739,525	-	-	-
2016-2020	17,735,000	11,757,583	29,492,583	-	-	-	-	-	-
2021-2025	22,545,000	7,636,251	30,181,251	-	-	-	-	-	-
2026-2029	17,985,000	2,017,900	20,002,900	-	-	-	-	-	-
Totals	<u>\$77,325,000</u>	<u>\$36,490,819</u>	<u>\$113,815,819</u>	<u>\$3,610,000</u>	<u>\$ 371,813</u>	<u>\$3,981,813</u>	<u>\$4,730,000</u>	<u>\$ 104,184</u>	<u>\$4,834,184</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 4.30% of their annual covered salary and the District is required to contribute 6.65% of annual covered payroll. Contribution requirements are established by State statute. The District's contributions to IPERS for the years ended June 30, 2010, 2009 and 2008 were \$2,935,142, \$2,715,338 and \$2,171,309, respectively, equal to the required contributions for each year.

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

**NOTE 7 OTHER POSTEMPLOYMENT BENEFITS (OPEB)**

**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, 2010, 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, 2010.

For the year ended June 30, 2010, 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, 2010 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, 2010	\$ <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, 2009 through June 30, 2010, 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, 2010, 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, presents multiyear trend information about whether the actuarial value of 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 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. The salary increase rates vary by age ranging from 8% to 4.5%. The UAAL is being amortized as a level percentage of projected 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 \$2,970,555 for the year ended June 30, 2010 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 \$62,746,485 of which \$38,065,478 has been incurred as of June 30, 2010. The unpaid commitment balance is \$24,681,007.

The District has entered into an agreement for the provision of transportation services to students for the years 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, 2010 is due as follows:

<b>Year ending June 30,</b>	
2011	<u>\$1,375,947</u>

\$1,800,396 was incurred for the year ended June 30, 2010.

**NOTE 10 FUND BALANCE RESERVES**

The District fund balances have been reserved as follows:

<b>General Fund</b>	
Reserved for inventories	\$ 130,826
Reserved for talented and gifted	126,570
Reserved for At-Risk	890,352
Reserved for teacher quality professional development	357,315
Reserved for Federal Bureau grant	125
Reserved for market factor	26,466
Reserved for textbooks for nonpublic students	3,285
Reserved for ABC5 grant	168
Reserved for transportation vehicles	804,200
Reserved for PE 4 Life grant	26,340
Reserved for Healthier Iowa Schools	<u>6,025</u>
Total	<u>\$2,371,672</u>
<b>Special Revenue Fund</b>	
Reserved for employee benefits	<u>\$3,321,098</u>
<b>Debt Service Fund</b>	
Reserved for debt service	<u>\$6,686,844</u>
<b>Capital Projects Fund</b>	
Reserved for construction projects	<u>\$23,653,355</u>
<b>Local Option Sales and Services Tax Fund</b>	
Reserved for construction projects	<u>\$4,006,752</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, 2010, the Governmental Accounting Standards Board (GASB) has issued a statement not yet implemented by the District. The statement which might impact the District is as follows:

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.

**NOTE 13 SUBSEQUENT EVENTS**

In July 2010, the District issued \$30,000,000 in revenue bonds for the purpose of providing funds for school infrastructure projects.

According to preliminary allocations from the Iowa Department of Education, the District is expected to be awarded \$1,566,751 from the Education Jobs Fund Program to prevent reduction in educational staff.

**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, 2010

	<b>Governmental Fund Types Actual</b>	<b>Proprietary Fund Type Actual</b>	<b>Total Actual</b>	<b>Budgeted Amounts Original/Final</b>	<b>Final Budget to Actual Variance Positive (Negative)</b>
<b>REVENUES</b>					
Local	\$ 52,077,756	\$2,920,186	\$ 54,997,942	\$ 57,311,343	\$ (2,313,401)
Federal	5,993,825	662,365	6,656,190	1,809,616	4,846,574
State	<u>32,126,509</u>	<u>22,967</u>	<u>32,149,476</u>	<u>39,956,339</u>	<u>(7,806,863)</u>
Total revenues	<u>90,198,090</u>	<u>3,605,518</u>	<u>93,803,608</u>	<u>99,077,298</u>	<u>(5,273,690)</u>
<b>EXPENDITURES</b>					
Current					
Instruction	49,084,877	-	49,084,877	53,983,271	4,898,394
Support services	21,463,765	-	21,463,765	26,689,955	5,226,190
Noninstructional programs	184,673	3,363,469	3,548,142	4,156,030	607,888
Other expenditures	<u>55,987,281</u>	<u>-</u>	<u>55,987,281</u>	<u>104,331,491</u>	<u>48,344,210</u>
Total expenditures	<u>126,720,596</u>	<u>3,363,469</u>	<u>130,084,065</u>	<u>189,160,747</u>	<u>59,076,682</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES/EXPENSES</b>	(36,522,506)	242,049	(36,280,457)	(90,083,449)	53,802,992
<b>OTHER FINANCING SOURCES, NET</b>	<u>13,350</u>	<u>-</u>	<u>13,350</u>	<u>58,775,000</u>	<u>(58,761,650)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (36,509,156)</u>	<u>\$ 242,049</u>	<u>\$ (36,267,107)</u>	<u>\$ (31,308,449)</u>	<u>\$ (4,958,658)</u>

**Ankeny Community School District**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION—BUDGETARY REPORTING**  
**Year ended June 30, 2010**

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.

During the year ended June 30, 2010, District expenditures did not exceed amounts budgeted or its General Fund unspent authorized budget.

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

**Required Supplementary Information**

<u>Year ended June 30</u>	<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>
2009	July 1, 2008	\$ -	\$5,367,224	\$5,367,224	0.0%	\$30,925,000	17.4%
2010	July 1, 2008	-	5,367,224	5,367,224	0.0%	\$31,955,000	16.8%

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 (DEFICIT)**  
**GENERAL FUND**  
**Year ended June 30, 2010**

**REVENUES**

Local sources	
Local tax	
Property tax	\$27,100,039
Utility tax replacement excise tax	209,545
Mobile home tax	58,046
	<u>27,367,630</u>
Other local sources	
Interest on investments	10,530
Tuition from other districts	1,207,129
Transportation fees	1,791
Miscellaneous	1,200,703
	<u>2,420,153</u>
	<u>29,787,783</u>
State appropriations	
State foundation aid	24,499,658
Special education deficit supplemental state aid	108,987
Textbook aid for nonpublic students	3,267
Vocational education aid	25,256
Iowa Early Intervention Grant	403,910
Administrator and teacher mentoring and induction	3,597,130
Truancy Prevention Grant	54,978
Professional Development for Model Core Curriculum	115,750
Teacher Quality Professional Development	272,350
Early Childhood Programs grant (Empowerment)	71,280
State Decat Grant	2,508
4 Year Old Preschool	880
AEA flow-through	2,970,555
	<u>32,126,509</u>
Federal appropriations	
State Fiscal Stabilization Fund—Education State grants - ARRA	3,212,943
Title I Grants to Local Educational Agencies	167,351
Safe and Drug—Free Schools and Communities—State grants	12,434
Federal Teacher Quality Program (Title II program)	102,874
Innovative Education Program Strategies (Title VI program)	50,499
Medicaid	1,323,366
Special Education—Grants to States	793,999
Perkins Grant	9,370
Cobra Subsidy - ARRA	10,359
Teacher Professional Development - ARRA	28,268
Instructional Support - ARRA	228,427
Enhanced Education	480
Advanced Placement Program	280
Emergency Response Grant	53,175
	<u>5,993,825</u>
Total revenues	<u>67,908,117</u>

**Ankeny Community School District**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (DEFICIT) (continued)**  
**GENERAL FUND**  
**Year ended June 30, 2010**

**EXPENDITURES**

Instruction	
General education	
Salaries	\$24,151,679
Benefits	7,397,704
Services	1,652,954
Supplies	1,865,059
Property	154,476
Other	17,297
	<u>35,239,169</u>
Special education	
Salaries	5,231,526
Benefits	2,088,995
Services	698,446
Supplies	32,867
Property	13,221
	<u>8,065,055</u>
Career education	
Salaries	620,009
Benefits	205,461
Services	682
Supplies	42,039
Property	25,320
	<u>893,511</u>
Cocurricular education	
Salaries	582,594
Benefits	78,446
	<u>661,040</u>
Other instructional	
Salaries	1,848,177
Benefits	583,253
Services	247,067
Supplies	40,492
Property	29,461
	<u>2,748,450</u>
Support services	
Student	
Salaries	1,575,352
Benefits	549,365
Services	2,160,174
Supplies	172,128
Property	603
	<u>4,457,622</u>
Instructional staff	
Salaries	2,602,711
Benefits	744,568
Services	158,962
Supplies	472,490
Property	267,110
Other	1,180
	<u>4,247,021</u>

**Ankeny Community School District**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (DEFICIT) (continued)**  
**GENERAL FUND**  
**Year ended June 30, 2010**

**EXPENDITURES (continued)**

Support services (continued)	
Administration	
Salaries	\$ 4,245,402
Benefits	1,426,170
Services	579,324
Supplies	107,876
Property	39,965
Other	<u>79,278</u>
	<u>6,478,015</u>
Operation and maintenance of plant services	
Salaries	1,835,107
Benefits	908,147
Services	476,867
Supplies	1,747,748
Property	36,043
Other	<u>3,347</u>
	<u>5,007,259</u>
Noninstructional programs	
Salaries	104,835
Benefits	39,450
Services	36,640
Supplies	938
Other	<u>2,810</u>
	<u>184,673</u>
Other	
AEA flow-through	<u>2,970,555</u>
Total expenditures	<u>70,952,370</u>
(Deficiency) of revenues (under) expenditures	(3,044,253)
<b>OTHER FINANCING SOURCES</b>	
Sale of assets	13,350
Operating transfers in	<u>584,972</u>
Total other financing sources	<u>598,322</u>
(Deficiency) of revenues and other financing sources (under) expenditures	(2,445,931)
<b>FUND BALANCE</b> —beginning of year	<u>1,901,978</u>
<b>FUND (DEFICIT)</b> —end of year	<u>\$ (543,953)</u>

**NONMAJOR GOVERNMENTAL FUNDS**

**Ankeny Community School District  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
June 30, 2010**

	<u>Local Option Sales and Services Tax</u>	<u>Physical Plant and Equipment Levy</u>	<u>YMCA Endowment</u>	<u>Management</u>	<u>Student Activity</u>	<u>Total</u>
<b>ASSETS</b>						
Cash and cash equivalents	\$3,589,850	\$3,563,592	\$ 7,383	\$3,269,656	\$1,007,825	\$11,438,306
Property taxes receivable						
Delinquent	-	25,277	-	10,354	-	35,631
Succeeding year	-	3,866,344	-	1,999,996	-	5,866,340
Due from other governments	530,653	-	-	-	-	530,653
Other receivables	-	-	25	44,118	872	45,015
Prepaid expenses and deposits	<u>-</u>	<u>174,167</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>174,167</u>
Total assets	<u>\$4,120,503</u>	<u>\$7,629,380</u>	<u>\$ 7,408</u>	<u>\$5,324,124</u>	<u>\$1,008,697</u>	<u>\$18,090,112</u>
<b>LIABILITIES AND DISTRICT EQUITY</b>						
Liabilities						
Accounts payable and accrued liabilities	\$ 113,751	\$ 246,851	\$ -	\$ 3,030	\$ 36,482	\$ 400,114
Deferred revenue—succeeding year property tax	<u>-</u>	<u>3,866,344</u>	<u>-</u>	<u>1,999,996</u>	<u>-</u>	<u>5,866,340</u>
Total liabilities	<u>113,751</u>	<u>4,113,195</u>	<u>-</u>	<u>2,003,026</u>	<u>36,482</u>	<u>6,266,454</u>
District equity						
Fund balance						
Reserved for employee benefits, insurance, retirement, tort liability, unemployment, and capital projects	4,006,752	-	-	3,321,098	-	7,327,850
Unreserved	<u>-</u>	<u>3,516,185</u>	<u>7,408</u>	<u>-</u>	<u>972,215</u>	<u>4,495,808</u>
Total fund balance	<u>4,006,752</u>	<u>3,516,185</u>	<u>7,408</u>	<u>3,321,098</u>	<u>972,215</u>	<u>11,823,658</u>
Total liabilities and District equity	<u>\$4,120,503</u>	<u>\$7,629,380</u>	<u>\$ 7,408</u>	<u>\$5,324,124</u>	<u>\$1,008,697</u>	<u>\$18,090,112</u>

**Ankeny Community School District**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**Year ended June 30, 2010**

	<b>Local Option Sales and Services Tax</b>	<b>Physical Plant and Equipment Levy</b>	<b>YMCA Endowment</b>	<b>Management</b>	<b>Student Activity</b>	<b>Total</b>
<b>REVENUES</b>						
Local taxes	\$6,373,745	\$3,672,534	\$ —	\$1,530,515	\$ —	\$11,576,794
Interest income	10,528	5,088	25	10,460	3,255	29,356
Other	<u>19,500</u>	<u>12,632</u>	<u>3,000</u>	<u>81,319</u>	<u>1,508,945</u>	<u>1,625,396</u>
Total revenues	<u>6,403,773</u>	<u>3,690,254</u>	<u>3,025</u>	<u>1,622,294</u>	<u>1,512,200</u>	<u>13,231,546</u>
<b>EXPENDITURES</b>						
Instruction						
Vocational and other	—	—	—	—	1,477,652	1,477,652
Support services						
Administration	—	45,000	—	1,228,848	—	1,273,848
Capital outlay	<u>1,748,375</u>	<u>1,757,364</u>	<u>15,621</u>	<u>—</u>	<u>—</u>	<u>3,521,360</u>
Total expenditures	<u>1,748,375</u>	<u>1,802,364</u>	<u>15,621</u>	<u>1,228,848</u>	<u>1,477,652</u>	<u>6,272,860</u>
Excess (deficiency) of revenues over (under) expenditures	<u>4,655,398</u>	<u>1,887,890</u>	<u>(12,596)</u>	<u>393,446</u>	<u>34,548</u>	<u>6,958,686</u>
<b>OTHER FINANCING (USES)</b>						
Operating transfers (out)	<u>(4,474,749)</u>	<u>(827,147)</u>	<u>—</u>	<u>(584,972)</u>	<u>—</u>	<u>(5,886,868)</u>
Total other financing (uses)	<u>(4,474,749)</u>	<u>(827,147)</u>	<u>—</u>	<u>(584,972)</u>	<u>—</u>	<u>(5,886,868)</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>180,649</u>	<u>1,060,743</u>	<u>(12,596)</u>	<u>(191,526)</u>	<u>34,548</u>	<u>1,071,818</u>
<b>FUND BALANCE</b> —beginning 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>
<b>FUND BALANCE</b> —end of year	<u>\$4,006,752</u>	<u>\$3,516,185</u>	<u>\$ 7,408</u>	<u>\$3,321,098</u>	<u>\$ 972,215</u>	<u>\$11,823,658</u>

**DEBT SERVICE FUND**

**Ankeny Community School District**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**DEBT SERVICE FUND**  
**Year ended June 30, 2010**

**REVENUES**

Local sources	
Local tax	
Property tax	\$ 8,831,169
Utility tax replacement excise tax	63,388
Mobile home tax	<u>10,058</u>
	<u>8,904,615</u>
Other local sources	
Interest	<u>8,908</u>
Total revenues	<u>8,913,523</u>

**EXPENDITURES**

Debt service	
Principal redemption	10,660,000
Coupon redemption and fees	<u>3,905,132</u>
Total expenditures	<u>14,565,132</u>

(Deficiency) of revenues (under) expenditures (5,651,609)

**OTHER FINANCING SOURCES**

Operating transfers in	<u>5,301,896</u>
Total other financing sources	<u>5,301,896</u>
(Deficiency) of revenues and other financing sources (under) expenditures	(349,713)

**FUND BALANCE**—beginning of year 7,036,557

**FUND BALANCE**—end of year \$ 6,686,844

## **AGENCY FUNDS**

**Ankeny Community School District  
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUNDS  
Year ended June 30, 2010**

	<u><b>District</b></u>
<b>BALANCE</b> , beginning of year	\$ 172,767
Additions	
Collections	282,536
Interest	<u>659</u>
	283,195
Deductions	
Miscellaneous	<u>199,814</u>
<b>BALANCE</b> , end of year	\$ <u>256,148</u>

**Ankeny Community School District**  
**SCHEDULE OF CHANGES IN STUDENT ACTIVITY ACCOUNTS**  
Year ended June 30, 2010

<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	\$ 90,275	\$ 2,383	\$ —	\$ 92,658
PE Uniform Account	362	35,933	59,117	(22,822)
DW Towel	30,188	—	4,603	25,585
Empowerment Preschool	—	375	87	288
AELP Grant Donations	—	500	—	500
Book Fair	586	—	—	586
Elem Musical Recorders	360	2,124	1,870	614
Total District-Wide	<u>121,771</u>	<u>41,315</u>	<u>65,677</u>	<u>97,409</u>
Senior High School				
Athletic Fund	226,006	621,836	588,310	259,532
Drama/Musical	19,774	6,201	19,882	6,093
Vocal Music	21,457	71,698	72,396	20,759
Instrumental Music	24,162	36,517	40,159	20,520
Art	1,633	850	200	2,283
Lock	8,147	277	—	8,424
Industrial Tech	8,595	365	919	8,041
Media Special	7,752	2,972	2,222	8,502
Soaring Hawk Award	277	100	115	262
Special Ed Project	1,128	3,100	1,791	2,437
Business Ed Special	2,492	10,980	10,630	2,842
Health Special	—	462	—	462
Language Arts Special	125	477	431	171
Math Special	305	—	30	275
Modern Language Special	1,547	—	74	1,473
Science Special	10,895	2,777	4,369	9,303
Target Shooting Club	—	8,035	6,174	1,861
Social Studies Special	3,053	—	689	2,364
Industrial Tech Cad Lab	692	—	—	692
Scholastic Bowl	826	630	392	1,064
Drama Club	14,539	25,574	37,148	2,965
Robotics Club	331	960	812	479
Family & Consumer Science	12,720	2,481	1,076	14,125
Spanish Club	53	—	—	53
French Club	2,950	—	170	2,780
Honor Society	9,115	7,239	7,727	8,627
Journalism Club	2,085	2,496	4,284	297
Debate Club	160	2,690	2,620	230
Ecology Club	161	275	425	11
Travel Club	174	1,485	702	957
Ahs Coffee Shop	16,902	35,239	24,386	27,755
Cheerleaders....Varsity	26,695	100,021	111,115	15,601
Cheerleaders....9 <sup>th</sup> Grade	23,222	29,138	44,222	8,138
Circle Of Friends (Overton)	2,735	1,991	1,487	3,239
Drill Team	1,900	22,710	26,493	(1,883)
S A D D	179	—	—	179

**Ankeny Community School District**  
**SCHEDULE OF CHANGES IN STUDENT ACTIVITY ACCOUNTS (continued)**  
Year ended June 30, 2010

<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	\$ 348	\$ —	\$ —	\$ 348
Friends of Rachel	454	—	—	454
Student Council	7,196	9,076	9,983	6,289
Yearbook	38,113	13,265	21,443	29,935
Textbook Fines	11,131	3,334	—	14,465
Badge Replacement	5,765	1,360	—	7,125
Handbooks	215	—	—	215
Building Trades	5,297	200	—	5,497
Peer Helper	922	120	49	993
Student Teacher Scholarship	3,234	6,144	3,400	5,978
Speech/Drama Scholarship	203	—	—	203
Debate Scholarship	5,438	—	2,008	3,430
Ankeny Hawk Shop Fund	—	500	—	500
Advance Placement Testing	12,342	34,133	38,287	8,188
ACT Prep	—	906	835	71
Academic Awards	256	850	—	1,106
Cap & Gown	677	—	—	677
Prom	8,723	16,255	17,079	7,899
Learning Center Balloons	851	—	592	259
Nothing But Nets	884	116	—	1,000
Special Olympics	480	—	—	480
Summer Fitness	17,377	340	8,338	9,379
Model UN	—	1,097	754	343
Total Senior High School	<u>572,693</u>	<u>1,087,272</u>	<u>1,114,218</u>	<u>545,747</u>
Northview Middle School				
Vocal Music	11,549	29,971	30,994	10,526
Instrumental Music	—	5,322	3,578	1,744
Art	293	—	34	259
Lock	11,604	5	2,190	9,419
Media Center Special	2,679	1,734	2,378	2,035
Special Ed Project	—	—	516	(516)
PE Special	1,988	629	1,989	628
Culinary Arts Special	3,256	—	—	3,256
Modern Language	—	99	—	99
Science Special	—	7	—	7
Student Council Special	57	474	—	531
F A H	15,723	7,726	7,831	15,618
Drama Club	956	—	613	343
Student Council	13,152	13,922	9,721	17,353
Yearbook	5,332	1,150	95	6,387
Textbook Fines	6,771	190	—	6,961
Book Store	454	—	—	454
Technology Fundraising	22,291	—	—	22,291
Special Olympics	616	40	—	656
Total Northview Middle School	<u>96,721</u>	<u>61,269</u>	<u>59,939</u>	<u>98,051</u>

**Ankeny Community School District**  
**SCHEDULE OF CHANGES IN STUDENT ACTIVITY ACCOUNTS (continued)**  
Year ended June 30, 2010

<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	\$ —	\$ 246	\$ —	\$ 246
Instrumental Music	2,238	7,347	6,533	3,052
Lock	381	191	165	407
Industrial Tech	306	—	—	306
Towel fee	—	42	—	42
Media Ctr Special	8,789	10,771	13,084	6,476
Special Ed Project	125	1,474	963	636
Culinary Arts	1,433	—	—	1,433
Language Arts Special	546	—	—	546
Science Special	871	207	—	1,078
Parview Stars	55	100	—	155
6 <sup>th</sup> Grade Silver Team	14	188	147	55
6 <sup>th</sup> Grade Gold Team	180	21	—	201
6 <sup>th</sup> Grade Maroon Team	162	37	104	95
6 <sup>th</sup> Grade Teal Team	16	711	578	149
6 <sup>th</sup> Grade Platinum Team	154	70	147	77
6 <sup>th</sup> Grade Navy Team	39	688	584	143
6 <sup>th</sup> Grade Bronze Team	199	—	—	199
6 <sup>th</sup> Grade Crimson Team	139	61	—	200
7 <sup>th</sup> Grade Gold Team	656	—	137	519
7 <sup>th</sup> Grade Teal Team	135	66	—	201
7 <sup>th</sup> Grade Bronze Team	132	67	—	199
7 <sup>th</sup> Grade Platinum Team	423	35	47	411
7 <sup>th</sup> Grade Navy Team	417	—	—	417
7 <sup>th</sup> Grade Silver Team	119	166	128	157
7 <sup>th</sup> Grade Maroon Team	219	—	7	212
7 <sup>th</sup> Grade Crimson Team	190	10	7	193
Student Council	4,359	86,744	21,778	69,325
Lead Council	491	1,237	1,728	—
Yearbook	3,474	1,854	698	4,630
Textbook Fines	1,062	60	927	195
Total Parkview Middle School	<u>27,324</u>	<u>112,393</u>	<u>47,762</u>	<u>91,955</u>
Crocker Elementary				
Field Trip	—	41	—	41
Media Center Special	4,456	18,069	19,059	3,466
Special Projects	8,367	5,840	3,889	10,318
Total Crocker Elementary	<u>12,823</u>	<u>23,950</u>	<u>22,948</u>	<u>13,825</u>
East Elementary				
Field Trip	59	—	—	59
Media Center Special	4,045	7,141	6,398	4,788
Classroom donations	210	23,879	23,134	955
Special Projects	5,053	725	385	5,393
Science Special	5,574	2,515	1,585	6,504
Student Council	23	—	—	23
Peer Helper	2,177	300	643	1,834
Total East Elementary	<u>17,141</u>	<u>34,560</u>	<u>32,145</u>	<u>19,556</u>

**Ankeny Community School District**  
**SCHEDULE OF CHANGES IN STUDENT ACTIVITY ACCOUNTS (continued)**  
Year ended June 30, 2010

<u>Account</u>	<u>Balance beginning of year</u>	<u>Revenues</u>	<u>Expenditures</u>	<u>Balance end of year</u>
Northwest Elementary				
Media Center Special	\$ 3,338	\$ 7,135	\$ 7,324	\$ 3,149
Special Projects	7,020	3,595	2,490	8,125
Student Council	<u>692</u>	<u>397</u>	<u>456</u>	<u>633</u>
Total Northwest Elementary	<u>11,050</u>	<u>11,127</u>	<u>10,270</u>	<u>11,907</u>
Ashland Ridge Elementary				
Media Center Special	4,524	13,224	8,754	8,994
Special Projects	<u>248</u>	<u>8,768</u>	<u>7,178</u>	<u>1,838</u>
Total Ashland Ridge Elementary	<u>4,772</u>	<u>21,992</u>	<u>15,932</u>	<u>10,832</u>
Southeast Elementary				
Field Trip	406	-	-	406
Media Center Special	792	9,383	7,756	2,419
PTO	1,592	3,219	2,906	1,905
Special Projects	15,900	2,273	4,333	13,840
Special Ed	<u>1,673</u>	<u>518</u>	<u>640</u>	<u>1,551</u>
Total Southeast Elementary	<u>20,363</u>	<u>15,393</u>	<u>15,635</u>	<u>20,121</u>
Terrace Elementary				
Field Trip	867	-	-	867
Media Center Special	1,254	12,380	11,036	2,598
Special Projects	<u>10,537</u>	<u>2,954</u>	<u>2,279</u>	<u>11,212</u>
Total Terrace Elementary	<u>12,658</u>	<u>15,334</u>	<u>13,315</u>	<u>14,677</u>
Westwood Elementary				
Media Center Special	5,286	34,501	23,607	16,180
Special Activity	1,250	49	-	1,299
Special Projects	7,986	12,353	11,937	8,402
Student Council	<u>955</u>	<u>-</u>	<u>-</u>	<u>955</u>
Total Westwood Elementary	<u>15,477</u>	<u>46,903</u>	<u>35,544</u>	<u>26,836</u>
Northeast Elementary				
Field Trip	-	283	-	283
Media Center Special	912	12,967	10,308	3,571
Special Projects	23,699	27,134	33,600	17,233
Student Council	<u>263</u>	<u>308</u>	<u>359</u>	<u>212</u>
Total Northeast Elementary	<u>24,874</u>	<u>40,692</u>	<u>44,267</u>	<u>21,299</u>
Totals	<u>\$ 937,667</u>	<u>\$1,512,200</u>	<u>\$1,477,652</u>	<u>\$ 972,215</u>

**Ankeny Community School District**  
**SCHEDULE OF CHANGES IN AGENCY FUNDS – DISTRICT**  
Year ended June 30, 2010

<u>Account</u>	<u>Balance beginning of year</u>	<u>Revenues</u>	<u>Expenditures</u>	<u>Balance end of year</u>
District wide				
Interest	\$ 18,393	\$ 659	\$ –	\$ 19,052
Project Fresh Start	–	4,163	87	4,076
ACSD Pop Machine	419	1,748	1,573	594
Admin Office Pop Machine	907	653	845	715
Maintenance Pop Machine	831	175	124	882
Family Fund	776	–	305	471
Administrator Social	–	239	–	239
Adult & Community Ed	70,069	48,828	28,311	90,586
Iowa Center	22,034	7,174	7,199	22,009
ASAP	9,226	187,194	127,479	68,941
Comm Ed Advisory Council	<u>3,821</u>	<u>–</u>	<u>–</u>	<u>3,821</u>
Total District-Wide	<u>126,476</u>	<u>250,833</u>	<u>165,923</u>	<u>211,386</u>
Senior High School				
Graphics Lab	5	–	–	5
AHS Pop Fund	3,386	768	522	3,632
Payphone Gym	–	743	–	743
Vending Machine Project	7,417	5,759	11,573	1,603
Contributions	15,247	9,044	6,490	17,801
Social	<u>170</u>	<u>10</u>	<u>–</u>	<u>180</u>
Total Senior High School	<u>26,225</u>	<u>16,324</u>	<u>18,585</u>	<u>23,964</u>
Northview Middle School				
Pop Machine	1,951	4,742	1,433	5,260
Vending Machine Acct	9,936	649	3,071	7,514
Wellness	95	–	–	95
Social Activity Acct	<u>862</u>	<u>1,129</u>	<u>1,763</u>	<u>228</u>
Total Northview Middle School	<u>12,844</u>	<u>6,520</u>	<u>6,267</u>	<u>13,097</u>
Parkview Middle School				
Faculty Pop Machine	285	465	750	–
PV Social Acct	<u>1,287</u>	<u>–</u>	<u>1,159</u>	<u>128</u>
Total Parkview Middle School	<u>1,572</u>	<u>465</u>	<u>1,909</u>	<u>128</u>
Crocker Elementary				
Faculty Pop Machine	<u>737</u>	<u>510</u>	<u>220</u>	<u>1,027</u>
East Elementary				
Faculty Pop Machine	301	107	–	408
Peer Helper Donations	–	700	414	286
Social Acct	<u>74</u>	<u>648</u>	<u>455</u>	<u>267</u>
Total East Elementary	<u>375</u>	<u>1,455</u>	<u>869</u>	<u>961</u>

**Ankeny Community School District**  
**SCHEDULE OF CHANGES IN AGENCY FUNDS – DISTRICT (continued)**  
**Year ended June 30, 2010**

<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	\$ 68	\$ 262	\$ 211	\$ 119
Social Acct	–	25	25	–
Total Northwest Elementary	<u>68</u>	<u>287</u>	<u>236</u>	<u>119</u>
Ashland Ridge				
Faculty Pop Machine	<u>216</u>	<u>327</u>	<u>200</u>	<u>343</u>
Southeast Elementary				
Faculty Pop Machine	<u>1,293</u>	<u>1,525</u>	<u>659</u>	<u>2,159</u>
Terrace Elementary				
Faculty Pop Machine	<u>1,045</u>	<u>92</u>	<u>824</u>	<u>313</u>
Westwood Elementary				
Faculty Pop Machine	<u>735</u>	<u>169</u>	<u>–</u>	<u>904</u>
Northeast Elementary				
Faculty Pop Machine	911	3,573	3,179	1,305
Social Acct	<u>270</u>	<u>1,115</u>	<u>943</u>	<u>442</u>
Total Northeast Elementary	<u>1,181</u>	<u>4,688</u>	<u>4,122</u>	<u>1,747</u>
Totals	<u>\$ 172,767</u>	<u>\$ 283,195</u>	<u>\$ 199,814</u>	<u>\$ 256,148</u>

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

	<b>Year ended June 30</b>			
	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>
<b>REVENUES</b>				
Local sources				
Local taxes	\$ 47,849,039	\$ 45,602,607	\$ 38,853,237	\$33,966,241
Interest income	193,698	474,820	2,017,095	1,764,909
Other	4,035,019	4,489,234	4,112,139	4,237,222
State sources	32,126,509	36,187,289	33,586,846	30,667,370
Federal sources	<u>5,993,825</u>	<u>2,510,513</u>	<u>1,236,503</u>	<u>1,000,472</u>
Totals	<u>\$ 90,198,090</u>	<u>\$ 89,264,463</u>	<u>\$ 79,805,820</u>	<u>\$71,636,214</u>
<b>EXPENDITURES</b>				
Instruction				
Regular	\$ 35,239,169	\$ 33,935,649	\$ 27,975,276	\$24,633,816
Special	8,065,055	8,443,886	7,411,560	7,025,195
Vocational and other	5,780,653	5,649,364	7,161,047	4,932,740
Support services				
Pupil	4,457,622	4,230,120	3,816,504	3,456,227
Instructional staff	4,247,021	5,070,645	3,826,779	3,431,571
Administration	7,751,863	7,272,677	6,632,175	5,742,551
Operation and maintenance of plant services	5,007,259	4,819,786	4,878,736	4,527,812
Other, including AEA Flowthrough	2,970,555	2,601,133	2,363,580	2,143,508
Noninstructional programs	184,673	222,261	-	1,660,568
Other expenditures				
Capital outlay	38,451,594	16,439,186	22,955,320	7,186,118
Long-term debt				
Principal retirement	10,660,000	11,715,000	18,035,000	7,255,000
Interest and issuance costs	<u>3,905,132</u>	<u>2,238,608</u>	<u>2,467,998</u>	<u>1,647,068</u>
Totals	<u>\$126,720,596</u>	<u>\$102,638,315</u>	<u>\$107,523,975</u>	<u>\$73,642,174</u>

Year ended June 30					
<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
\$30,065,953	\$ 28,318,302	\$ 26,436,682	\$ 24,997,947	\$ 26,612,956	\$ 24,999,235
1,541,667	654,717	334,873	124,795	—	—
3,270,005	2,989,482	5,168,364	2,684,494	—	—
27,255,269	24,777,864	23,354,544	22,808,857	21,511,025	21,058,185
<u>887,107</u>	<u>820,386</u>	<u>474,578</u>	<u>534,548</u>	<u>414,758</u>	<u>673,287</u>
<u>\$63,020,001</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>
\$22,577,446	\$ 23,095,940	\$ 20,333,859	\$ 18,649,743	\$ 17,899,431	\$ 16,494,978
6,401,321	4,507,078	3,885,672	3,575,071	3,871,714	3,283,873
3,076,311	1,585,385	1,445,464	1,589,342	1,342,907	1,281,636
3,118,663	2,795,127	2,333,612	2,544,736	2,264,210	2,123,923
3,392,635	2,596,540	2,024,659	2,316,569	2,211,791	2,141,604
4,910,159	3,549,498	3,268,080	3,254,563	3,070,212	2,758,972
4,254,557	4,476,949	4,068,655	3,891,169	3,600,566	3,615,288
1,873,011	3,888,892	3,222,165	2,717,427	9,630,057	7,334,138
1,488,544	2,305,132	2,217,780	2,054,389	1,986,151	1,782,375
8,055,677	4,500,988	15,620,458	6,629,738	—	—
7,150,000	4,735,000	9,290,000	4,095,000	7,807,494	2,020,128
<u>1,882,037</u>	<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>\$68,180,361</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>

**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)**

<u>Fiscal year ended June 30</u>	<u>General education</u>	<u>Special education</u>	<u>Career education</u>	<u>Cocurricular education</u>	<u>Other instructional</u>
2010	\$35,239,169	\$8,065,055	\$ 893,511	\$ 661,040	\$2,748,450
2009	33,935,649	8,443,886	1,712,361	2,415,042	—
2008	27,975,276	7,411,560	3,188,351	2,406,260	—
2007	24,633,816	7,025,195	2,701,973	2,230,767	—
2006	22,577,446	6,401,321	1,968,469	1,107,842	—
2005	23,095,940	4,507,078	912,444	672,941	—
2004	20,333,859	3,885,672	803,119	642,345	—
2003	18,649,743	3,757,264	815,629	591,520	—
2002	17,899,431	3,871,714	768,302	574,605	—
2001	16,494,978	3,283,873	723,310	558,326	—

Other instructional was listed separately starting in 2010. 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>
\$4,457,622	\$4,247,021	\$6,478,015	\$5,007,259	\$ 184,673	\$67,981,815
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



**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>		
2010	\$27,367,630	\$29,155,954	\$5,993,825	\$2,420,153	\$64,937,562
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

Total receipts excluded A.E.A. receipts.

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

	<b>Governmental fund types</b>					
	<b>Special revenue</b>					<b>Total</b>
	<b>General</b>	<b>Management</b>	<b>Schoolhouse (\$0.675)</b>	<b>Physical plant and equipment</b>	<b>Debt service</b>	
<b>PROPERTY TAX LEVIES</b>						
Levy year						
2009	\$27,333,769	\$1,500,005	\$ --	\$3,667,775	\$8,894,837	\$41,396,386
2008	25,089,778	1,137,357	--	3,418,610	8,277,006	37,922,751
2007	20,366,316	1,723,351	--	3,076,621	6,010,704	31,176,992
2006	19,174,477	1,595,636	--	2,862,030	3,183,132	26,815,275
2005	16,638,590	1,430,049	--	2,538,675	3,202,501	23,809,815
2004	16,676,596	1,112,115	--	1,416,849	3,242,488	22,448,048
2003	14,858,113	870,376	--	1,265,264	3,243,504	20,237,257
2002	14,059,943	685,718	--	1,184,397	3,209,171	19,139,229
2001	13,153,952	651,549	--	1,140,489	3,310,679	18,256,669
2000	11,645,554	583,094	--	1,016,591	3,174,794	16,420,033
<b>PROPERTY TAX COLLECTIONS (INCLUDING DELINQUENTS)</b>						
Fiscal year						
2009-10	\$27,367,630	\$1,530,515	--	\$3,672,534	\$8,904,615	\$41,475,294
2008-09	25,085,051	1,195,245	--	3,417,071	8,273,284	37,970,651
2007-08	20,750,846	1,755,915	--	3,129,607	6,114,220	31,750,588
2006-07	19,197,313	1,596,345	--	2,862,659	3,183,816	26,840,133
2005-06	16,586,800	1,422,368	--	2,573,794	3,152,384	23,735,346
2004-05	16,216,278	1,081,329	--	1,379,793	3,157,677	21,835,077
2003-04	14,846,278	869,492	--	1,264,012	3,325,042	20,304,824
2002-03	13,964,530	680,941	--	1,198,720	3,166,444	19,010,635
2001-02	13,159,840	651,662	--	1,140,740	3,311,407	18,263,649
2000-01	12,055,780	603,519	--	996,459	3,277,514	16,933,272
<b>PERCENTAGE COLLECTED</b>						
Fiscal year						
2009-10	100.12%	102.03%	--	100.13%	100.11%	100.19%
2008-09	99.98	105.09	--	99.95	99.96	100.13
2007-08	101.89	101.89	--	101.72	101.72	101.84
2006-07	100.12	100.04	--	100.02	100.02	100.09
2005-06	99.69	99.46	--	101.38	98.44	99.69
2004-05	97.24	97.23	--	97.38	97.38	97.27
2003-04	99.92	99.90	--	99.90	102.51	100.33
2002-03	99.32	99.30	--	101.21	98.67	99.33
2001-02	100.04	100.02	--	100.02	100.02	100.04
2000-01	103.52	103.50	--	98.02	103.24	103.13



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

<b>Fiscal Year</b>	<b>County Assessor</b>	<b>City of Ankeny</b>	<b>Polk County</b>	<b>Area XI Community College Fund</b>	<b>State</b>	<b>Ankeny Community School District</b>	<b>Total</b>	<b>Ratio of Ankeny Community School District to total</b>
2009-10	0.27848	11.17646	10.01865	0.56008	0.0034	22.34576	44.38283	50.03
2008-09	0.30104	11.17646	9.89976	0.56778	0.003	19.8429	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	17.0929	36.00793	46.77
2000-01	0.30594	9.52084	8.9728	0.52451	0.005	17.09029	36.41938	46.93

**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>Total**</u>		Ratio of taxable to assessed value
		Taxable Value	100% Value	Taxable Value	100% Value	Taxable Value	100% Value	
2009	2009-10	2,119,258,829	3,782,213,609	30,143,894	44,711,138	2,315,175,769	3,992,697,793	57.99%
2008	2008-09	2,009,834,624	3,664,102,854	31,793,677	43,678,593	2,196,272,301	3,862,425,447	56.86%
2007	2007-08	1,863,453,717	3,481,247,287	31,560,031	38,189,771	2,047,071,518	3,671,494,828	55.76%
2006	2006-07	1,549,847,251	2,790,674,272	12,169,067	12,169,067	1,562,016,318	2,802,843,339	55.73%
2005	2005-06	1,537,678,184	2,778,505,205	12,169,067	12,169,067	1,549,847,251	2,790,674,272	55.54%
2004	2004-05	1,480,938,309	2,494,286,179	10,744,675	10,744,675	1,491,682,984	2,505,030,854	59.55%
2003	2003-04	1,266,411,402	2,177,202,273	9,731,708	9,731,708	1,276,143,100	2,186,933,981	58.35%
2002	2002-03	1,149,825,987	1,877,404,167	11,898,903	11,898,903	1,161,724,890	1,889,303,070	61.49%
2001	2001-02	1,078,330,641	1,755,207,265	10,801,381	10,801,381	1,089,132,022	1,766,008,646	61.67%
2000	2000-01	1,013,647,140	1,539,375,860	9,465,826	9,465,826	1,023,112,966	1,548,841,686	66.06%

\*Valuation Year 2000 - 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)**

<b>Fiscal Year (of collection)</b>	<b>Population*</b>	<b>Assessed Property Value</b>	<b>Legal bonded debt limit</b>	<b>Bonded debt</b>	<b>Ratio of Bonded Debt to Assessed</b>	<b>Bonded Debt per Capita</b>
2009-10	43,300	2,145,527,169	107,276,358	77,325,000	3.6	1,786
2008-09	42,287	2,041,623,304	102,081,415	82,770,000	4.05	1,957
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	2.2	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	3.1	1,168

\*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, 2010  
(Unaudited)**

<b>Name of governmental unit</b>	<b>2009 Valuation*</b>	<b>Total outstanding debt June 30, 2010</b>		<b>Percentage applicable to School District</b>	<b>School District's share of the outstanding debt</b>
Polk County	\$31,771,866,763	\$207,609,000	*	11.57%	\$24,020,361
City of Ankeny	\$2,105,021,876	\$157,227,000	**	100.00%	\$157,227,000
Des Moines Area Community College	\$35,124,092,931	\$81,085,000	***	6.53%	\$5,294,850
Ankeny Community School District	\$2,315,175,769	\$85,665,000	*	100.00%	\$85,665,000
Total direct and overlapping debt		<u>\$531,586,000</u>			<u>\$272,207,211</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)**

<b>Fiscal Year</b>	<b>Principal</b>	<b>Interest</b>	<b>Total Debt Services</b>	<b>Total General Expenditures*</b>	<b>Ratio of Debt Service to Total Expenditures</b>
2009-10	\$5,445,000	\$3,446,510	\$8,891,510	\$ 67,981,815	13.08%
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	3,183,132	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

\*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, 2009	K-5	666
Crocker	2004, 2005	K-5	608
East	1963, 1966, 1994-95, 2005	K-5	312
Northwest	1963, 1965, 1981, 2002	K-5	422
Southeast	1968-69, 2003	K-5	629
Terrace	1971, 2002, 2005	K-5	387
Westwood	1988-89, 1991-92, 2002	K-5	630
Northeast	1992-93, 1996-97, 2000	K-5	594
Parkview Middle School	1950-56, 1963, 1974, 1987 1991, 1993, 1999, 2005	6-9	1251
Northview Middle School	1996, 1999, 2001	8-9	1160
Ankeny Senior High	1973-75, 1986, 1999, 2003, 2005	10-12	1535
*Other		K-12	264.71
Less open enrollment in		K-12	<u>(116)</u>
Total enrollment			<u>8,342.71</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)**

	2009-10	2008-09	2007-08	2006-07	2005-06	2004-05	2003-04	2002-03	2001-02	2000-01	1999-00
<b>Administration</b>											
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	2.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Principal	11.0	11.0	10.0	10.0	10.0	10.0	9.0	9.0	9.0	9.0	9.0
Assistant principal	8.0	9.0	10.0	10.0	8.0	8.0	8.0	8.0	8.0	6.0	6.0
All other administrators	10.0	10.0	9.0	7.0	7.0	8.0	8.0	8.0	8.0	8.0	7.0
<b>Totals</b>	<u>32.0</u>	<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>
<b>Instructors</b>											
Teachers	512.7	483.9	467.3	415.0	406.0	377.7	356.8	350.6	346.4	327.7	321.6
Curriculum specialist	2.0	2.0	2.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Counselor	19.0	19.0	18.0	13.0	15.0	15.0	14.0	14.0	14.0	14.0	14.0
Librarian	11.0	11.0	10.0	10.0	10.0	10.0	9.0	9.0	9.0	9.5	9.5
<b>Totals</b>	<u>544.7</u>	<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>
<b>Support personnel</b>											
Nurses	11.0	11.0	10.0	10.0	10.0	10.0	9.0	9.0	9.0	9.0	7.4
Office/clerical	41.1	40.9	38.4	35.0	34.0	36.0	35.0	35.0	35.0	29.0	29.0
Crafts and trades	15.6	17.6	17.6	15.5	15.5	16.0	15.0	15.0	15.0	15.0	12.0
Non-instruction	42.6	59.6	53.6	68.0	67.0	66.0	59.0	58.0	57.0	56.0	55.0
Instruction	175.7	199.5	183.5	188.4	177.0	167.0	159.0	153.0	152.0	149.0	146.0
Supervisors	2.0	2.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0
Technical	3.0	5.0	7.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
<b>Totals</b>	<u>291.0</u>	<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>
<b>Total district staffing</b>	<u>867.7</u>	<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>

\*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 43,000 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 eleven schools, a building for special programs, plus an Administrative Annex and a Transportation/Maintenance Complex.

<b>Schools</b>	<b>09-10</b>	<b>08-09</b>	<b>07-08</b>	<b>06-07</b>	<b>05-06</b>	<b>04-05</b>	<b>03-04</b>	<b>02-03</b>	<b>01-02</b>	<b>00-01</b>	<b>99-00</b>
Ashland Ridge Elementary	K-5	K-5									
Crocker Elementary	K-5	K-5	K-5	K-5	K-5	NA	NA	NA	NA	NA	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 1<sup>st</sup> 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. 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

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

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. 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.

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.

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

**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.

**During fiscal 2009-10 the following PPEL & Local Option Sales Tax projects were completed:**

Roof repairs at multiple sites totaling \$461,144.70; land totaling \$1,506,843.90; and three portables at Northview, High School, and Southeast Elementary totaling \$415,645.84.

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 2009 was 8,342.71 students: 1,535 (10-12) senior high students; 1,160 (8-9) middle school; 1,251 (6-7) middle school students; and 4,248 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 8,342.71.

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 744,711 student lunches and 30,043 breakfasts during the 2009-10 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, 8,342.71, number of teachers, 512.7 (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, 2010  
(Unaudited)**

<b>Taxpayer</b>	<b>2009 Taxable Value</b>	<b>% of 2010 District's Taxable Value</b>
Denny Elwell Family LC	\$28,230,610	1.22%
Casey's General Stores	\$23,563,510	1.02%
Tone Brothers NKA ACH Food Companies Inc	\$23,528,000	1.02%
Deere & Company	\$23,428,000	1.01%
Perishable Distributors of Iowa	\$17,504,120	0.76%
Ankeny North MOB LLC	\$16,344,000	0.71%
Wal-mart Real Estate	\$15,608,000	0.67%
Karl Chevrolet	\$15,370,000	0.66%
Menard Inc	\$12,434,000	0.54%
Target Corp	\$12,420,000	0.54%

\*This list represents some of the top taxpayers in this jurisdiction, not necessarily the Top Ten Taxpayers.

District Assessed Value with Gas and Electric = \$2,315,175,769

**MISCELLANEOUS**

**Ankeny Community School District  
MAJOR EMPLOYERS IN THE DISTRICT  
June 30, 2010  
(Unaudited)**

<b><u>Major Employers (non-retail)</u></b>	<b><u>Business/Service</u></b>	<b><u>Number of Employees</u></b>	<b><u>Union</u></b>
John Deere Des Moines Works	Farm implements	1400	UAW
Ankeny Community Schools	Primary and secondary education	843	ISEA/PPME
Des Moines Area Community College	Post secondary education	700	-
Casey's General Stores, Inc.	Distribution center for Casey's General Stores	526	NA
Perishable Distributors of Iowa, LTD	Distribution center for frozen foods	465	NA
Tone's Spices	Manufacturer of spices	400	-
SYSCO Food Services of Iowa	Foodservice distributor	260	Teamsters
City of Ankeny	City Services	208	AFSCME
Mrs. Clark's Foods	Mfg. and distributor of salad dressings and juices	140	NA
Snyder & Associates Engineers & Planners, LLC	Engineering and surveying	140	NA
Praxair	Mfg. gases, welding equipment	133	NA
Moehl Millwork	Residential and Commercial Milwork Products	124	NA
On With Life	Head injury rehabilitation facility	122	-
Pioneer	Agriculture Biotechnology - branch	100	NA
Dickten Masch	Plastic Molding - branch	95	NA
Harland Clarke	Financial Document Printing – branch	89	NA
AgVision	Software Development & Support – branch	89	NA
Accumold	Micro molded parts	85	NA
Monsanto	Agriculture Biotechnology - branch	80	NA

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

	<u>09-10</u>	<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>
Preschool/ Handicapped Developmental	48	34	25	20	16	18	19	14	16	8
Kindergarten	6	0	0	0	0	0	0	16	15	17
Kindergarten	772	694	692	665	583	571	522	506	493	455
First	714	688	688	605	602	558	533	510	459	466
Second	716	697	627	617	596	541	528	486	467	445
Third	698	640	629	622	573	542	495	482	462	439
Fourth	655	644	626	577	569	506	501	466	447	433
Fifth	<u>639</u>	<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>
Elementary Total	4,248	4,022	3,879	3,684	3,471	3,260	3,081	2,946	2,803	2,737
Sixth	647	598	595	533	545	495	475	454	483	468
Seventh	604	601	538	534	514	486	468	496	468	449
Eighth	613	545	537	523	495	473	499	488	468	392
Ninth	<u>547</u>	<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>
Middle School Total	2,411	2,287	2,214	2,087	2,046	1,960	1,922	1,910	1,814	1,725
Tenth	539	527	500	487	494	499	473	401	415	445
Eleventh	517	489	485	477	514	470	401	413	433	403
Twelfth	<u>479</u>	<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>
High School Total	1,535	1,489	1,462	1,454	1,477	1,349	1,273	1,217	1,237	1,240
Special education	0	0	0	0	0	0	0	0	0	0
Home schooled	0	0	0	0	0	0	0	0	0	0
*Other (net)	148.71	149.9	147.6	130.5	112.5	125.5	170.13	148.2	144.0	126.4
Totals	<u>8,342.71</u>	<u>7,947.90</u>	<u>7,702.60</u>	<u>7,355.50</u>	<u>7,106.50</u>	<u>6,694.50</u>	<u>6,446.13</u>	<u>6,221.20</u>	<u>5,998.00</u>	<u>5,828.40</u>

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



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

<b>Fiscal Year</b>	<b>Total Costs \$</b>	<b>Certified Enrollment</b>	<b>Operating Cost per Pupil \$</b>
2009-10	\$70,952,370	8,342.7	\$ 8,504.73
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, 2010  
(Unaudited)**

Detail of coverage	Annual policy period from 07/01/09 through 07/01/10 Employers carrier/policy #	Liability limits	Premium
<b>PROPERTY</b> Coverage A—buildings Coverage B—personal property School floater endorsement	8A6-89-47---10	Coverage 90% of full replace. Cost as per statement of values—deductible \$1,000.	\$188,569
<b>LIABILITY</b> Premises, contractual, personal injury, teachers liability, nurses professional liability, garage keepers, employee benefit, additional insureds.	8D6-89-47---10	\$1,000,000 bodily injury each occurrence, \$2,000,000 aggregate, \$1,000,000 property damage each occurrence, \$1,000,000 aggregate teachers included.	\$ 30,441
<b>FLEET</b> Bodily injury, property damage, medical, uninsured motorist, comprehensive, collision. Includes nonowned.	8E6-89-47---10	\$1,000,000 single limit liability, \$5,000 medical payment, ACV comprehensive; \$0; Collision \$250 deductible and; uninsured and underinsured motorist \$50,000.	\$ 23,828
<b>WORKERS' COMPENSATION</b>	8H6-89-47---10	Statutory	\$330,420
<b>COMMERCIAL UMBRELLA (EXCESS LIABILITY)</b>	8J6-89-47---10	\$5,000,000 occurrence and aggregate—\$10,000 retained limit.	\$ 26,099
<b>GROUP EXCESS LIABILITY INSURANCE</b>	8Y6-89-47---10	\$25,000,000 occurrence and \$50,000,000 group aggregate—IASB Group	\$ 12,560
<b>SCHOOL ADMINISTRATION ERROR &amp; OMISSION LIABILITY PROJECTION</b> Includes prior acts, 36-month discovery period extension, teacher negotiation—covers school board and all employees.	8K6-89-47---10	\$5,000 deductible, \$1,000,000 each loss, \$1,000,000 aggregate.	\$ 8,575
<b>INLAND MARINE</b> Difference in Conditions Builders Risk Scheduled Property Floater	8M6-89-47---10 8N6-89-47---10 8C6-89-47---10	\$50,000 deductible; \$10,000,000	\$ 4,033 \$ 866 \$ 764
<b>PUBLIC SCHOOL EMPLOYEES BLANKET BOND</b>		Dishonesty Coverage \$500,000; \$10,000 deductible. \$250 deductible & \$10,000. Limit forgery or alteration.	-
<b>COMMERCIAL CRIME</b>	8F6-89-47---10	Coverage Form C—individual premise limits for nine different sites.	\$ 2,672
<b>POLLUTION LIABILITY</b>	8P6-89-47---10	Coverage \$500,000. \$250 deductible.	\$ 1,125
<b>OTHERS</b>		Endorsements During Term, Special Event Rainout, and Warehouse Content	\$ 2,975
		<b>Total</b>	<b>\$632,927</b>

**COMPLIANCE SECTION**

**Ankeny Community School District**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**Year ended June 30, 2010**

<u>Grantor/Program</u>	<u>CFDA number</u>	<u>Grant number</u>	<u>Expenditures</u>
<b>Indirect</b>			
<b>U.S. Department of Agriculture</b>			
Iowa Department of Education			
School Nutrition Cluster Programs			
School Breakfast Program	10.553	FY10	\$ 28,729
National School Lunch Program	10.555	FY10	482,093
Total Department of Agriculture			<u>510,822</u>
<b>U.S. Department of Education</b>			
Iowa Department of Education			
Title I Grants to Local Educational Agencies	84.010	FY10	167,351
Improving Teacher Quality State Grants	84.367	FY10	102,874
Safe and Drug-Free Schools and Community - State Grants	84.186	FY10	12,434
Improve Academic Achievement (Title VI)	84.369	FY10	50,499
Special Education - Grants to States	84.027	FY10	379,225
ARRA-Special Educational - Grants to States	84.391	FY10	414,774
State Childrens Insurance Program	93.767	FY10	1,323,366
ARRA-State Fiscal Stabilization Fund (SFSF) - Education			
State Grants, Recovery Act	84.394	FY10	3,469,638
ARRA - Cobra Subsidy		FY10	10,359
Education Technology State Grants	84.318	FY10	480
Advanced Placement Program	84.162	FY10	280
Emergency Response Grant	84.184	FY10	53,175
Ankeny Area Education Agency			
Career and Technical Education - Basic Grants to States (Perkins IV)	84.048	FY10	9,370
Total Department of Education			<u>5,993,825</u>
Total			<u>\$6,504,647</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.

**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, 2010, which collectively comprise the District's basic financial statements and have issued our report thereon dated November 12, 2010. 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 an 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 deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility a material misstatement of Ankeny Community School District's financial statements will not be prevented or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, 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 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, 2010 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.

Ankeny Community School District's responses to findings identified in our audit are described in the accompanying Schedule of Findings. While we have expressed our conclusions on the District's responses, we did not audit Ankeny Community School District's responses and, accordingly, we express no opinion on them.

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 12, 2010

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS  
THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON  
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 Ankeny Community School District's compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2010. 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 each of its major federal programs is 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 that 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 each of its major federal programs for the year ended June 30, 2010.

### **Internal Control Over Compliance**

Management of Ankeny Community School District is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants 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 each of its major federal programs in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Ankeny Community School District's internal control over compliance.

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

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

Ankeny Community School District's responses to the findings identified in our audit are described in the accompanying Schedule of Findings. While we have expressed our conclusions on the District's responses, we did not audit Ankeny Community School District's responses and, accordingly, we express no opinion on them.

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 12, 2010

**Ankeny Community School District  
SCHEDULE OF FINDINGS  
Year ended June 30, 2010**

**Part I—Summary of the Independent Auditor's Results**

**Financial Statements**

- (a) An unqualified opinion was issued on the financial statements.
- (b) No material weaknesses 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.

**Federal Awards**

- (d) No material weaknesses in internal control over the major programs were noted.
- (e) An unqualified opinion was issued on compliance with requirements applicable to each major program.
- (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 84.027, 84.391 - Special Education – Grants to States Cluster
  - CFDA Number 84.394 – ARRA – State Fiscal Stabilization Fund (SFSF) - Education State Grants, Recovery Act
- (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.

**Ankeny Community School District  
SCHEDULE OF FINDINGS (continued)  
Year ended June 30, 2010**

**Part II—Findings Related to the Financial Statements**

**NONE**

**Part III—Findings for Federal Awards**

**NONE**

**Ankeny Community School District  
SCHEDULE OF FINDINGS (continued)  
Year ended June 30, 2010**

**Part IV—Other Findings Related to Required Statutory Reporting**

**IV-A-10 CERTIFIED BUDGET**

Expenditures during the year ended June 30, 2010, did not exceed amounts budgeted.

**IV-B-10 QUESTIONABLE EXPENDITURES**

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

**IV-C-10 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-10 BUSINESS TRANSACTIONS**

No business transactions between the District and District officials or employees in excess of \$1,500 were noted.

**IV-E-10 BOND COVERAGE**

Surety bond coverage of District officials and employees is in accordance with statutory provisions. The amount of coverage should be reviewed annually to ensure the coverage is adequate for current operations.

**IV-F-10 BOARD MINUTES**

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

**Finding**

Although minutes of Board meetings were published, certain minutes were not published within two weeks following the adjournment of the meeting as required by Chapter 279.35 of the Code of Iowa.

**Recommendation**

Proceedings of regular, adjourned, or special meetings of the board should be published in at least one newspaper published in the District within two weeks following adjournment of the meeting in accordance with Chapter 279.35 of the Code of Iowa.

**Response**

The District will make every attempt to publish minutes on a timely basis.

**Conclusion**

Response accepted.

**IV-G-10 CERTIFIED ENROLLMENT**

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

**Ankeny Community School District  
SCHEDULE OF FINDINGS (continued)  
Year ended June 30, 2010**

**Part IV—Other Findings Related to Required Statutory Reporting**

**IV-H-10 SUPPLEMENTARY WEIGHTING**

No variances regarding the supplementary weighting certified to the Iowa Department of Education were noted.

**IV-I-10 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-J-10 CERTIFIED ANNUAL REPORT**

The certified annual report was certified timely to the Iowa Department of Education.

**IV-K-10 CATEGORIAL FUNDING**

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

**IV-L-10 STATEWIDE SALES AND SERVICES TAX**

No instances of noncompliance with the use of the statewide sales, services and use 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, services and use tax revenue. For the year ended June 30, 2010, the District's financial activity and other required information for the statewide sales, services and use tax revenue are as follows:

Beginning balance		\$3,826,103
Statewide sales, services and use tax		6,403,773
Expenditures/transfers out		
Salaries and wages	\$ 120,555	
School infrastructure		
Land	1,507,069	
Buildings	120,751	
Debt service for school infrastructure		
Revenue debt	<u>4,474,749</u>	<u>6,223,124</u>
Ending balance		<u>\$4,006,752</u>

There were no levy reductions during the year ended June 30, 2010.

**Ankeny Community School District  
SCHEDULE OF FINDINGS (continued)  
Year ended June 30, 2010**

**Part IV—Other Findings Related to Required Statutory Reporting**

**IV-M-10 DEFICIT BALANCES**

The following fund had a deficit balance at June 30, 2010:

General Fund	\$543,953
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**Recommendation**

The District should continue to investigate alternatives to eliminate this deficit in order to return these accounts to a sound financial condition.

**Response**

The deficit will be eliminated through operation of the Fund.

**Conclusion**

Response accepted.

**IV-N-10 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-O-10 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.