

CAMANCHE COMMUNITY SCHOOL DISTRICT
Camanche, Iowa

FINANCIAL STATEMENTS
June 30, 2012

CAMANCHE COMMUNITY SCHOOL DISTRICT

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CAMANCHE COMMUNITY SCHOOL DISTRICT

OFFICIALS

<u>Name</u>	<u>Title</u>	<u>Term Expires</u>
<u>Board of Education</u>		
<u>Before September 2011 Election</u>		
Mike Dunn	President	2013
Steve Campie	Vice-President	2011
Jim Boysen	Member	2011
Marty Schnoor	Member	2011
Jeff Swalve	Member	2011
Jenna McDonnough	Member	2013
Daniel Srp	Member	2013
<u>After September 2011 Election</u>		
Mike Dunn	President	2013
Daniel Srp	Vice-President	2013
Albert McManus	Member	2013
Jim Boysen	Member	2015
Molly Jess	Member	2015
Jeff Swalve	Member	2015
Brad Weber	Member	2015
<u>School Officials</u>		
Thomas E. Parker	Superintendent	2012
Roxanne L. Aude	Business Director Board Secretary/Treasurer	Indefinite
Jerry D. Van Scoy	Attorney	Indefinite

Independent Auditor's Report

To the Board of Education
Camanche Community School District

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 Camanche Community School District, Camanche, Iowa, as of and for the year ended June 30, 2012, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of District officials. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of Camanche Community School District as of June 30, 2012, 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 14, 2012 on our consideration of Camanche 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, the Budgetary Comparison Information and the Schedule of Funding Progress for the Retiree Health Plan on pages 4 through 18 and 51 through 53 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 Camanche Community School District's basic financial statements. We previously audited, in accordance with the standards referred to in the second paragraph of this report, the financial statements for the years ended June 30, 2011, 2010 and 2009 (which are not presented herein) and expressed unqualified opinions on those financial statements. The financial statements for the six years ended June 30, 2008, presented in Schedule 7 on page 62 of this report, were audited by other auditors whose reports expressed unqualified opinions on those financial statements. The Combining Balance Sheet - Nonmajor Governmental Funds, Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds, Combining Balance Sheet - Capital Project Accounts, Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances - Capital Project Accounts, Schedule of Changes in Special Revenue Fund, Student Activity Accounts, Schedule of Changes in Fiduciary Assets and Liabilities - Agency Funds, Schedule of Revenues by Source and Expenditures by Function - All Governmental Funds and the Schedule of Expenditures of Federal Awards are presented for purposes of additional analysis and are not a required part of the financial statements. The Combining Balance Sheet - Nonmajor Governmental Funds, Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds, Combining Balance Sheet - Capital Project Accounts, Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances - Capital Project Accounts, Schedule of Changes in Special Revenue Fund, Student Activity Accounts, Schedule of Changes in Fiduciary Assets and Liabilities - Agency Funds and Schedule of Revenues by Source and Expenditures by Function - All Governmental Funds 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 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 supplemental information is fairly stated in all material respects in relation to the financial statements as a whole.

Winkel, Parker & Foster, CPA PC

Clinton, Iowa
November 14, 2012

**CAMANCHE COMMUNITY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2012**

Camanche Community School District provides this Management's Discussion and Analysis of its financial statements. This narrative overview and analysis of the financial activities is for the fiscal year ended June 30, 2012. We encourage readers to consider this information in conjunction with the District's financial statements, which follow.

2012 FINANCIAL HIGHLIGHTS

- General Fund revenues increased from \$9,468,101 in fiscal year 2011 to \$10,292,143 in fiscal year 2012, while General Fund expenditures increased from \$9,812,042 in fiscal year 2011 to \$9,983,016 in fiscal year 2012. The District's General Fund balance increased from \$928,743 in fiscal year 2011 to \$1,376,608 in fiscal year 2012, a 48.2% increase.
- The increase in General Fund revenues was attributable to an increase in special education tuition paid for services of non-residential students as well as open enrollment tuition and an increase in State categorical funding.
- The increase in General Fund expenditures is due to an increase in salaries/benefits and fuel costs, in conjunction with an increase in categorical funding pay outs and Ed Jobs funding pay outs.
- Since the majority of the increased revenues were attached to regulations of how they were to be spent, general obligations were met with the use of the General Fund balance.

USING THIS ANNUAL REPORT

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

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

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

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

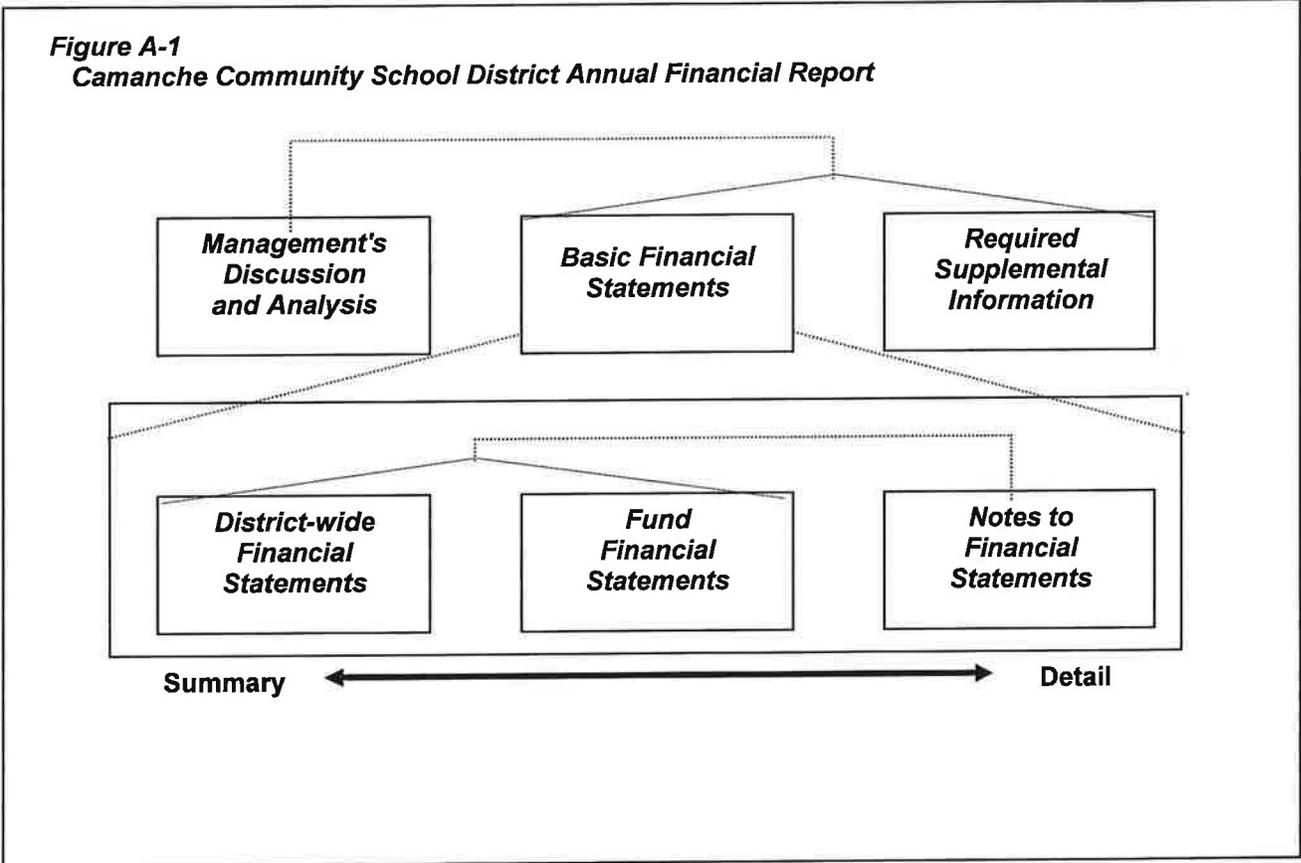
Notes to financial statements provide additional information essential to a full understanding of the data provided in the basic financial statements.

**CAMANCHE COMMUNITY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2012**

Required Supplemental Information further explains and supports the financial statements with a comparison of the District's budget for the year, as well as presenting the Schedule of Funding Progress for the Retiree Health Plan.

Supplemental Information provides detailed information about the nonmajor governmental funds. In addition, the Schedule of Expenditures of Federal Awards provides details of various federal programs benefiting the District.

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



**CAMANCHE COMMUNITY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2012**

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

Figure A-2				
Major Features of the Government-wide and Fund Financial Statements				
	Government-wide Statements	Fund Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire District (except fiduciary funds)	The activities of the District that are not proprietary or fiduciary, such as special education and building maintenance	Activities the District operates similar to private businesses: food services and adult education	Instances in which the District administers resources on behalf of someone else, such as scholarship programs
Required financial statements	<ul style="list-style-type: none"> • Statement of net assets • Statement of activities 	<ul style="list-style-type: none"> • Balance sheet • Statement of revenues, expenditures, and changes in fund balances 	<ul style="list-style-type: none"> • Statement of net assets • Statement of revenues, expenses, and changes in net assets • Statement of cash flows 	<ul style="list-style-type: none"> • Statement of fiduciary net assets • Statement of changes in fiduciary net assets
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets and liabilities, both financial and capital, short-term and long-term	Generally, assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets and liabilities, both financial and capital, short-term and long-term	All assets and liabilities, both short-term and long-term; funds do not currently contain capital assets, although they can
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due during the year or soon thereafter	All revenues and expenses during year, regardless of when cash is received or paid	All additions and deductions during the year, regardless of when cash is received or paid

**CAMANCHE COMMUNITY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2012**

REPORTING THE DISTRICT'S FINANCIAL ACTIVITIES

Government-wide Financial Statements

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

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

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

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

Fund Financial Statements

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

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

**CAMANCHE COMMUNITY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2012**

The District has three kinds of funds:

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

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

The required financial statements for governmental funds include a Balance Sheet and a Statement of Revenues, Expenditures, and Changes in Fund Balances.

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

The required financial statements for proprietary funds include a Statement of Net Assets, a Statement of Revenues, Expenses, and Changes in Net Assets, and a Statement of Cash Flows.

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

- Private-Purpose Trust Fund - The District accounts for outside donations for scholarships for individual students in this fund.
- Agency Funds - These are funds through which the District administers and accounts for certain federal and/or state grants on behalf of other Districts and certain revenue collected for students, teachers, and others.

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

The required financial statements for fiduciary funds include a Statement of Fiduciary Net Assets and a Statement of Changes in Fiduciary Net Assets.

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

**CAMANCHE COMMUNITY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2012**

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, assets exceeded liabilities by \$7,623,611 as of June 30, 2012.

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, 2012 and 2011:

2012

	<u>Governmental Activities</u>	<u>Business- Type Activities</u>	<u>Total</u>
Current assets	\$ 9,594,209	\$ 40,793	\$ 9,635,002
Capital assets, net of accumulated depreciation	<u>13,793,098</u>	<u>18,443</u>	<u>13,811,541</u>
Total assets	<u>23,387,307</u>	<u>59,236</u>	<u>23,446,543</u>
Current liabilities	5,991,308	-	5,991,308
Long-term liabilities	<u>9,807,979</u>	<u>23,645</u>	<u>9,831,624</u>
Total liabilities	<u>15,799,287</u>	<u>23,645</u>	<u>15,822,932</u>
Net assets			
Invested in capital assets, net of related debt	5,220,301	18,443	5,238,744
Restricted	2,486,927	-	2,486,927
Unrestricted	<u>(119,208)</u>	<u>17,148</u>	<u>(102,060)</u>
Total net assets	<u>\$ 7,588,020</u>	<u>\$ 35,591</u>	<u>\$ 7,623,611</u>

**CAMANCHE COMMUNITY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2012**

2011

	<u>Governmental Activities</u>	<u>Business- Type Activities</u>	<u>Total</u>
Current assets	\$ 11,458,102	\$ 32,019	\$ 11,490,121
Capital assets, net of accumulated depreciation	<u>11,845,007</u>	<u>21,416</u>	<u>11,866,423</u>
Total assets	<u>23,303,109</u>	<u>53,435</u>	<u>23,356,544</u>
Current liabilities	6,220,358	-	6,220,358
Long-term liabilities	<u>10,194,120</u>	<u>15,193</u>	<u>10,209,313</u>
Total liabilities	<u>16,414,478</u>	<u>15,193</u>	<u>16,429,671</u>
Net assets			
Invested in capital assets, net of related debt	5,180,651	21,416	5,202,067
Restricted	1,983,330	-	1,983,330
Unrestricted	<u>(275,350)</u>	<u>16,826</u>	<u>(258,524)</u>
Total net assets	<u><u>\$ 6,888,631</u></u>	<u><u>\$ 38,242</u></u>	<u><u>\$ 6,926,873</u></u>

The District's net assets increased 10.1%, or approximately \$697,000. A portion of the District's net assets (68.7%) reflects its invested in capital assets (e.g., land, land improvements, buildings and building improvements, and machinery and equipment), less any related debt used to acquire those assets that is still outstanding. Although the District's invested in its 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 government-wide statements also include \$9,807,979 in long-term liabilities (see Note 6 on page 43), including general obligation bonds, revenue bonds, compensated absences and net OPEB liability.

Restricted net assets represent resources that are subject to external restrictions, constitutional provisions or enabling legislation on how they can be used. The District's restricted net assets increased approximately \$504,000, or 2.5% over the prior year.

Unrestricted net assets - the part of net assets that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation or other legal requirements were \$(102,060) at year end.

**CAMANCHE COMMUNITY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2012**

Changes in net assets. The District's total revenue for the fiscal year ended June 30, 2012 was \$12,916,638 compared to \$11,723,427 at June 30, 2011. The total cost of all programs and services for fiscal year 2012 was \$12,219,900 compared to \$12,043,368 in fiscal year 2011. The following table presents a summary of the changes in net assets for the fiscal years ended June 30, 2012 and 2011:

<u>2012</u>	<u>Governmental Activities</u>	<u>Business- Type Activities</u>	<u>Total</u>
Revenues			
Program revenues			
Charges for services	\$ 1,755,971	\$ 254,457	\$ 2,010,428
Operating grants, contributions, and restricted interest	984,920	239,407	1,224,327
Capital grants, contributions, and restricted interest	40,400	-	40,400
General revenues			
Property tax	4,207,720	-	4,207,720
Statewide sales, services and use tax	765,660	-	765,660
Unrestricted student book fees	28,944	-	28,944
Unrestricted state aid	4,020,537	-	4,020,537
AEA flow through	343,789	-	343,789
Unrestricted investment earnings	2,906	21	2,927
Loss on disposition of capital assets	(520)	-	(520)
Miscellaneous	<u>272,426</u>	<u>-</u>	<u>272,426</u>
Total revenues	<u>12,422,753</u>	<u>493,885</u>	<u>12,916,638</u>
Expenses			
Instruction	7,338,880	-	7,338,880
Support services	2,976,889	-	2,976,889
Non-instructional programs	-	496,536	496,536
Other expenditures	<u>1,407,595</u>	<u>-</u>	<u>1,407,595</u>
Total expenses	<u>11,723,364</u>	<u>496,536</u>	<u>12,219,900</u>
Increase (decrease) in net assets	699,389	(2,651)	696,738
Net assets, beginning of year	<u>6,888,631</u>	<u>38,242</u>	<u>6,296,873</u>
Net assets, end of year	<u>\$ 7,588,020</u>	<u>\$ 35,591</u>	<u>\$ 7,623,611</u>

**CAMANCHE COMMUNITY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2012**

<u>2011</u>	<u>Governmental Activities</u>	<u>Business- Type Activities</u>	<u>Total</u>
Revenues			
Program revenues			
Charges for services	\$ 1,588,174	\$ 239,603	\$ 1,827,777
Operating grants, contributions, and restricted interest	903,977	215,276	1,119,253
General revenues			
Property tax	4,096,366	-	4,096,366
Statewide sales, services and use tax	732,344	-	732,344
Unrestricted student book fees	29,770	-	29,770
Unrestricted state aid	3,311,337	-	3,311,337
AEA flow through	376,921	-	376,921
Unrestricted investment earnings	11,034	43	11,077
Loss on disposition of capital assets	(3,313)	-	(3,313)
Miscellaneous	<u>221,895</u>	<u>-</u>	<u>221,895</u>
Total revenues	<u>11,268,505</u>	<u>454,922</u>	<u>11,723,427</u>
Expenses			
Instruction	7,149,054	-	7,149,054
Support services	2,912,801	-	2,912,801
Non-instructional programs	-	458,943	458,943
Other expenditures	<u>1,522,570</u>	<u>-</u>	<u>1,522,570</u>
Total expenses	<u>11,584,425</u>	<u>458,943</u>	<u>12,043,368</u>
Decrease in net assets	(315,920)	(4,021)	(319,941)
Net assets, beginning of year	<u>7,204,551</u>	<u>42,263</u>	<u>7,246,814</u>
Net assets, end of year	<u>\$ 6,888,631</u>	<u>\$ 38,242</u>	<u>\$ 6,926,873</u>

In fiscal year 2012, property tax, statewide sales, services and use tax and unrestricted state aid account for 67.3% of the total revenue for the year. The District's expenses primarily relate to instruction and support services, which account for 84.4% of the total expenses for fiscal year 2012.

**CAMANCHE COMMUNITY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2012**

Governmental Activities

Revenues for governmental activities were \$12,422,753 and expenses were \$11,723,364 for June 30, 2012. Revenues for governmental activities at June 30, 2011 were \$11,268,505 and expenses were \$11,584,425.

The following tables present the cost of the District's functional governmental activities. The tables also show each function's net cost (total cost less charges for services generated by the activities and intergovernmental aid provided for specific programs). The net cost shows the financial burden that was placed on the State and District taxpayers by each of these functions.

2012

	<u>Total Expenses</u>	<u>Net (Expenses) Revenues</u>
Instruction	\$ 7,338,880	\$ (4,609,248)
Support services		
Student services	386,708	(386,708)
Instructional staff services	223,480	(223,480)
Administration services	1,401,116	(1,401,116)
Operation and maintenance of plant services	645,054	(645,054)
Transportation services	320,531	(268,872)
Other expenditures		
Facilities acquisition	177,232	(177,232)
Long-term debt interest and finance charges	375,282	(375,282)
AEA flow through	343,789	(343,789)
Depreciation (unallocated)	510,690	(510,690)
Other expenditures	<u>602</u>	<u>(602)</u>
Total expenses	<u>\$ 11,723,364</u>	<u>\$(8,942,073)</u>

- The cost of all governmental activities this year was \$11,723,364.
- Federal and State governments and charges for services subsidized certain governmental activities with grants and contributions and other local revenues of \$2,781,291.
- Net cost of governmental activities (\$8,942,073), was financed by general revenues, which are made up of primarily property and statewide sales, services and use tax (\$4,973,380) and state aid (\$4,020,537). Investment earnings and miscellaneous sources accounted for \$275,332.

**CAMANCHE COMMUNITY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2012**

2011

	<u>Total Expenses</u>	<u>Net (Expenses) Revenues</u>
Instruction	\$ 7,149,054	\$ (4,669,519)
Support services		
Student services	360,418	(360,418)
Instructional staff services	278,457	(278,457)
Administration services	1,400,622	(1,400,622)
Operation and maintenance of plant services	500,031	(500,031)
Transportation services	373,273	(360,657)
Other expenditures		
Facilities acquisition	233,703	(233,703)
Long-term debt interest and finance charges	398,372	(398,372)
AEA flow through	376,921	(376,921)
Depreciation (unallocated)	<u>513,574</u>	<u>(513,574)</u>
Total expenses	<u>\$ 11,584,425</u>	<u>\$(9,092,274)</u>

- The cost of all governmental activities this year was \$11,584,425.
- Federal and State governments and charges for services subsidized certain governmental activities with grants and contributions and other local revenues of \$2,492,151.
- Net cost of governmental activities (\$9,092,274), was financed by general revenues, which are made up of primarily property and statewide sales, services and use tax (\$4,828,710) and state aid (\$3,311,337). Investment earnings and miscellaneous sources accounted for \$232,929.

Business-Type Activities

Revenues for business-type activities were \$493,885 and expenses were \$496,536 for June 30, 2012. Revenues for business-type activities were \$454,922 and expenses were \$458,943 for June 30, 2011. The District's business-type activities include the School Nutrition Fund. Revenues of these activities were comprised of charges for service, federal and state reimbursements and investment income.

The increase in revenues was a result of an increase in the National School Lunch Program/USDA Program funding attributed to an increase in overall student participation in the School Nutrition Program plus the slight increase in meal prices. The increase in expenses was a direct result of the increase in food/supply prices plus the increase in transportation expenses for both. The increase in wage expenses also contributed to the overall increase in expenses.

**CAMANCHE COMMUNITY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2012**

INDIVIDUAL FUND ANALYSIS

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

The financial performance of the District as a whole is reflected in its governmental funds, as well. As the District completed the year, its governmental funds reported a combined fund balance of \$3,746,188. This is a combined decrease of \$1,640,151 below last year's ending fund balance of \$5,386,339. The primary reason for the decrease in combined fund balances at the end of fiscal year 2012 is due to construction costs incurred in the Capital Projects Fund.

Governmental Fund Highlights

- The General Fund balance increased from \$928,743 to \$1,376,608. The District's increased General Fund financial position is the result of the implementation of the geothermal system at the elementary and middle schools contributing to lower fuel costs, the continued receipt of open enrollment tuition added to miscellaneous income and a relatively tight hold on overall expenses.
- The Debt Service Fund balance decreased from \$1,078,802 in fiscal year 2011 to \$1,074,761 in fiscal year 2012. This is due primarily to an increase in debt service requirements.
- The Capital Projects Fund balance decreased from \$3,163,313 in fiscal year 2011 to \$1,082,659 at the end of fiscal year 2012. This decrease is due to construction costs incurred during the year for active projects.

Proprietary Fund Highlights

School Nutrition Fund net assets decreased from \$38,242 at June 30, 2011 to \$35,591 at June 30, 2012, representing a decrease of approximately 6.9%. The District experienced an increase in expenses over the prior year due to an increase in the cost of food and delivery fees. The expenses will be strictly monitored throughout the next fiscal year in order to control costs.

BUDGETARY HIGHLIGHTS

Over the course of the year, the District did not amend the adopted budget. The District's total revenues were \$682,923 more than budgeted revenues, a variance of 5.6%.

Total expenditures were less than budgeted over all. It is the District's practice to budget expenditures at the maximum authorized spending authority for the General Fund. The District then manages or controls General Fund spending through its line-item budget. As a result, the District's certified budget should always exceed actual expenditures for the year. In spite of the District's budgetary practice, the certified budget was exceeded in the non-instructional programs functional area.

**CAMANCHE COMMUNITY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2012**

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. As of June 30, 2012, the District had invested \$13,811,541 in capital assets, including school buildings, athletic facilities, buses and other vehicles, computers, and other equipment. This amount represents a net increase prior to depreciation of \$2,458,781 from last year, primarily due to construction in progress. Total depreciation expense for the year was \$513,663.

As of June 30, 2011, the District had invested \$11,866,423 in capital assets, including school buildings, athletic facilities, buses and other vehicles, computers, and other equipment. This amount represents a net increase prior to depreciation of \$4,047,788 from last year, primarily due to construction in progress. Total depreciation expense for the year was \$516,547.

The following schedule presents capital asset balances net of depreciation for the fiscal years ended June 30, 2012 and 2011:

<u>2012</u>	Governmental Activities	Business- Type Activities	Total
Land	\$ 21,939	\$ -	\$ 21,939
Construction in progress	6,523,315	-	6,523,315
Land improvements	461,387	-	461,387
Buildings and building improvements	6,080,674	-	6,080,674
Machinery and equipment	<u>705,783</u>	<u>18,443</u>	<u>724,226</u>
Total	<u>\$ 13,793,098</u>	<u>\$ 18,443</u>	<u>\$ 13,811,541</u>
<u>2011</u>	Governmental Activities	Business- Type Activities	Total
Land	\$ 21,939	\$ -	\$ 21,939
Construction in progress	4,190,976	-	4,190,976
Land improvements	510,474	-	510,474
Buildings and building improvements	6,331,976	-	6,331,976
Machinery and equipment	<u>789,642</u>	<u>21,416</u>	<u>811,058</u>
Total	<u>\$ 11,845,007</u>	<u>\$ 21,416</u>	<u>\$ 11,866,423</u>

Additional information on the District's capital assets can be found in Note 5 on page 42 of this report.

**CAMANCHE COMMUNITY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2012**

Long-Term Debt

At June 30, 2012, the District had \$9,807,979 in general obligation, revenue bond and other long-term debt outstanding. This represents a decrease of 3.9% from the prior year. Additional information about the District's long-term debt is presented in Note 6 on page 43 of this report.

	<u>Amount</u>
General obligation bonds	\$ 1,965,000
Revenue bonds, less discount on bonds	6,804,830
Compensated absences	127,036
Net OPEB liability	<u>934,758</u>
Total	<u>\$ 9,831,624</u>

At June 30, 2011, the District had \$10,209,313 in general obligation, revenue bond and other long-term debt outstanding. This represents an increase of 210.3% from the prior year. Additional information about the District's long-term debt is presented in Note 6 on page 43 of this report.

	<u>Amount</u>
General obligation bonds	\$ 2,410,000
Revenue bonds, less discount on bonds	7,054,265
Compensated absences	148,048
Net OPEB liability	<u>597,000</u>
Total	<u>\$10,209,313</u>

**CAMANCHE COMMUNITY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2012**

ECONOMIC FACTORS BEARING ON THE DISTRICT'S FUTURE

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

- The significant increase in the cost of fuel.
- Continued evaluation of the condition of the transportation vehicles and the rotation for replacement of these vehicles. Future purchases will be LOSST/SAVE expenditures.
- The District has moved to a split funding status with Health Care/Prescription Drug Insurance. These two areas are constantly being monitored.
- The negotiation of salaries and benefits for all District employees.
- Continued evaluation of the need for technology upgrades and textbook purchases.
- The increase or decline in student enrollment.
- The implementation of the geothermal system in the elementary and middle schools.
- The run out of the ARRA funding.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide the District's citizens, taxpayers, customers, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Business and Finance Office, Camanche Community School District, 702 13th Avenue, Camanche, Iowa 52730.

BASIC FINANCIAL STATEMENTS

CAMANCHE COMMUNITY SCHOOL DISTRICT
STATEMENT OF NET ASSETS
June 30, 2012

	Governmental	Business-Type	
	Activities	Activities	Total
ASSETS			
Cash and cash equivalents	\$ 1,549,605	\$ 31,790	\$ 1,581,395
Investments	3,301,222	4,437	3,305,659
Property taxes receivable			
Current year delinquent	1,011	-	1,011
Succeeding year	4,316,218	-	4,316,218
Other receivables	18,882	-	18,882
Due from other governments	407,271	-	407,271
Inventories	-	4,566	4,566
Capital assets, net of accumulated depreciation	13,793,098	18,443	13,811,541
Total assets	<u>23,387,307</u>	<u>59,236</u>	<u>23,446,543</u>
LIABILITIES			
Accounts payable and accrued liabilities	768,607	-	768,607
Accrued payroll and deductions	762,546	-	762,546
Accrued interest payable	143,287	-	143,287
Deferred revenue	4,316,868	-	4,316,868
Long-term liabilities			
Portion due within one year:			
Bonds payable	725,000	-	725,000
Compensated absences	127,036	-	127,036
Portion due after one year:			
Bonds payable, net of discount	8,044,830	-	8,044,830
Net OPEB liability	911,113	23,645	934,758
Total liabilities	<u>15,799,287</u>	<u>23,645</u>	<u>15,822,932</u>
NET ASSETS			
Invested in capital assets, net of related debt	5,220,301	18,443	5,238,744
Restricted for:			
Categorical funding	47,722	-	47,722
Debt service	607,549	-	607,549
Management levy	174,456	-	174,456
Student activities	110,246	-	110,246
School infrastructure	600,066	-	600,066
Physical plant and equipment	533,876	-	533,876
Other special revenue purposes	413,012	-	413,012
Unrestricted	(119,208)	17,148	(102,060)
Total net assets	<u>\$ 7,588,020</u>	<u>\$ 35,591</u>	<u>\$ 7,623,611</u>

The accompanying notes are an integral part of the financial statements.

**CAMANCHE COMMUNITY SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
Year Ended June 30, 2012**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Service</u>	<u>Operating Grants, Contributions, and Restricted Interest</u>	<u>Capital Grants, Contributions, and Restricted Interest</u>
Governmental activities:				
Instruction	\$ 7,338,880	\$ 1,749,745	\$ 979,887	\$ -
Support services				
Student services	386,708	-	-	-
Instructional staff services	223,480	-	-	-
Administration services	1,401,116	-	-	-
Operation and maintenance of plant services	645,054	-	-	-
Transportation services	320,531	6,226	5,033	40,400
	<u>2,976,889</u>	<u>6,226</u>	<u>5,033</u>	<u>40,400</u>
Other expenditures				
Facilities acquisition	177,232	-	-	-
Long-term debt interest and finance charges	375,282	-	-	-
AEA flow through	343,789	-	-	-
Depreciation (unallocated)	510,690	-	-	-
Other expenditures	602	-	-	-
	<u>1,407,595</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total governmental activities	11,723,364	1,755,971	984,920	40,400
Business-type activities:				
Non-instructional programs				
School nutrition	496,536	254,457	239,407	-
Total	\$ 12,219,900	\$ 2,010,428	\$ 1,224,327	\$ 40,400
General revenues:				
Property tax levied for:				
General purposes				
Debt service				
Capital outlay				
Statewide sales, services and use tax				
Unrestricted student book fees				
Unrestricted state aid				
AEA flow through				
Unrestricted investment earnings				
Loss on disposition of capital assets				
Miscellaneous				
Total general revenues				

CHANGE IN NET ASSETS

NET ASSETS, BEGINNING OF YEAR

NET ASSETS, END OF YEAR

**Net (Expenses) Revenues
and Changes in Net Assets**

<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
\$ (4,609,248)	\$ -	\$ (4,609,248)
(386,708)	-	(386,708)
(223,480)	-	(223,480)
(1,401,116)	-	(1,401,116)
(645,054)	-	(645,054)
(268,872)	-	(268,872)
<u>(2,925,230)</u>	<u>-</u>	<u>(2,925,230)</u>
(177,232)	-	(177,232)
(375,282)	-	(375,282)
(343,789)	-	(343,789)
(510,690)	-	(510,690)
(602)	-	(602)
<u>(1,407,595)</u>	<u>-</u>	<u>(1,407,595)</u>
(8,942,073)	-	(8,942,073)
<u>-</u>	<u>(2,672)</u>	<u>(2,672)</u>
<u>(8,942,073)</u>	<u>(2,672)</u>	<u>(8,944,745)</u>
3,679,669	-	3,679,669
449,952	-	449,952
78,099	-	78,099
765,660	-	765,660
28,944	-	28,944
4,020,537	-	4,020,537
343,789	-	343,789
2,906	21	2,927
(520)	-	(520)
272,426	-	272,426
<u>9,641,462</u>	<u>21</u>	<u>9,641,483</u>
699,389	(2,651)	696,738
<u>6,888,631</u>	<u>38,242</u>	<u>6,926,873</u>
<u>\$ 7,588,020</u>	<u>\$ 35,591</u>	<u>\$ 7,623,611</u>

The accompanying notes are an integral part of the financial statements.

CAMANCHE COMMUNITY SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2012

	General	Debt Service	Capital Projects	Nonmajor Governmental Funds		Total
ASSETS						
Cash and cash equivalents	\$ 1,072,064	\$ -	\$ 297,691	\$ 179,850	\$	\$ 1,549,605
Investments	820,824	1,075,878	1,371,512	33,008		3,301,222
Property taxes receivable	807	123	21	60		1,011
Current year delinquent	3,434,156	539,000	93,062	250,000		4,316,218
Succeeding year	14,279	-	4,603	-		18,882
Other receivables	286,388	-	120,883	-		407,271
Due from other governments						
TOTAL ASSETS	\$ 5,628,518	\$ 1,615,001	\$ 1,887,772	\$ 462,918	\$	\$ 9,594,209

LIABILITIES AND FUND BALANCES	
Liabilities	
Accounts payable and accrued liabilities	\$ 54,558
Accrued payroll and deductions	762,546
Deferred revenue	3,434,806
Total liabilities	4,251,910
Fund balances	
Restricted for:	
Categorical funding	47,722
Debt service	-
Management levy	1,074,761
Student activities	-
School infrastructure	-
Physical plant and equipment	-
Other purposes	-
Unassigned	1,328,886
Total fund balances	1,376,608
TOTAL LIABILITIES AND FUND BALANCES	\$ 5,628,518

LIABILITIES AND FUND BALANCES			
Accounts payable and accrued liabilities	\$ 712,051	\$ 758	\$ 768,607
Accrued payroll and deductions	-	-	762,546
Deferred revenue	93,062	250,000	4,316,868
Total liabilities	805,113	250,758	5,848,021
Fund balances			
Restricted for:			
Categorical funding	-	-	47,722
Debt service	-	-	1,074,761
Management levy	-	68,906	68,906
Student activities	-	110,246	110,246
School infrastructure	797,099	-	797,099
Physical plant and equipment	285,560	-	285,560
Other purposes	-	33,008	33,008
Unassigned	-	-	1,328,886
Total fund balances	1,082,659	212,160	3,746,188
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,887,772	\$ 462,918	\$ 9,594,209

The accompanying notes are an integral part of the financial statements.

**CAMANCHE COMMUNITY SCHOOL DISTRICT
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS
June 30, 2012**

Total fund balances of governmental funds (page 23)	\$ 3,746,188
 <i>Amounts reported for governmental activities in the statement of net assets are different because:</i>	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in the governmental funds.	13,793,098
Accrued interest payable on long-term liabilities is not due and payable in the current year and, therefore, is not reported as a liability in the governmental funds.	(143,287)
Long-term liabilities, including bonds and notes payable, compensated absences, and other post employment benefits payable are not due and payable in the current year and, therefore, are not reported in the governmental funds.	<u>(9,807,979)</u>
Net assets of governmental activities (page 20)	<u>\$ 7,588,020</u>

The accompanying notes are an integral part of the financial statements.

**CAMANACHE COMMUNITY SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
Year Ended June 30, 2012**

REVENUES	<u>General</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
Local sources					
Local taxes	\$ 3,354,315	\$ 514,991	\$ 855,048	\$ 249,025	\$ 4,973,379
Tuition	1,407,810	-	-	-	1,407,810
Other	180,351	-	93,473	378,613	652,437
State sources	4,988,426	-	-	-	4,988,426
Federal sources	361,241	1,194	38,207	579	401,221
Total revenues	<u>10,292,143</u>	<u>516,185</u>	<u>986,728</u>	<u>628,217</u>	<u>12,423,273</u>
EXPENDITURES					
Current operating:					
Instruction	6,734,927	-	1,274	363,849	7,100,050
Support services					
Student services	373,137	-	-	-	373,137
Instructional staff services	214,909	-	1,737	-	216,646
Administration services	1,292,911	-	-	81,808	1,374,719
Operation and maintenance of plant	756,602	-	-	-	756,602
Transportation services	266,741	-	-	46,541	313,282
Total support services	<u>2,904,300</u>	<u>-</u>	<u>1,737</u>	<u>128,349</u>	<u>3,034,386</u>

CAMANACHE COMMUNITY SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
 Year Ended June 30, 2012

	<u>General</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
EXPENDITURES (CONTINUED)					
Current operating (continued):					
Other expenditures	-	-	\$ 2,509,572	-	\$ 2,509,572
Facilities acquisition					
Long-term debt					
Principal	-	700,000	-	-	700,000
Interest	-	375,025	-	-	375,025
AEA flow through	343,789	-	-	-	343,789
Other expenditures	-	-	-	602	602
Total other expenditures	<u>343,789</u>	<u>1,075,025</u>	<u>2,509,572</u>	<u>602</u>	<u>3,928,988</u>
Total expenditures	<u>9,983,016</u>	<u>1,075,025</u>	<u>2,512,583</u>	<u>492,800</u>	<u>14,063,424</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>309,127</u>	<u>(558,840)</u>	<u>(1,525,855)</u>	<u>135,417</u>	<u>(1,640,151)</u>
OTHER FINANCING SOURCES (USES)					
Operating transfers in	138,738	554,799	-	-	693,537
Operating transfers out	-	-	(554,799)	(138,738)	(693,537)
Total other financing sources (uses)	<u>138,738</u>	<u>554,799</u>	<u>(554,799)</u>	<u>(138,738)</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	<u>447,865</u>	<u>(4,041)</u>	<u>(2,080,654)</u>	<u>(3,321)</u>	<u>(1,640,151)</u>
FUND BALANCES, BEGINNING OF YEAR	<u>928,743</u>	<u>1,078,802</u>	<u>3,163,313</u>	<u>215,481</u>	<u>5,386,339</u>
FUND BALANCES, END OF YEAR	<u>\$ 1,376,608</u>	<u>\$ 1,074,761</u>	<u>\$ 1,082,659</u>	<u>\$ 212,160</u>	<u>\$ 3,746,188</u>

The accompanying notes are an integral part of the financial statements.

**CAMANCHE 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, 2012**

Net change in fund balances - total governmental funds (page 26) **\$ (1,640,151)**

***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 not reported in the Statement of Activities and are allocated over their estimated useful lives as depreciation expense in the Statement of Activities. Capital outlay expenditures exceeded depreciation expense in the current year, as follows:

Expenditures for capital assets	\$ 2,459,301	
Depreciation expense	<u>(510,690)</u>	1,948,611

In the Statement of Activities, the loss on the disposition of capital assets is reported, whereas the governmental funds report the proceeds from the disposition as an increase in financial resources.

Loss on disposition of capital assets		(520)
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Proceeds from issuing long-term liabilities provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Assets. Repayment of long-term liabilities is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets.

Repaid	700,000	
Amortization of discount and bond issuance costs	<u>(5,565)</u>	694,435

Interest on long-term debt in the Statement of Activities differs from the amount reported in the governmental funds because interest is recorded as an expenditure in the governmental funds when due. In the Statement of Activities, interest expense is recognized as the interest accrues, regardless of when it is due.

Change in accrued interest payable		5,308
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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, as follows:

Change in compensated absences	21,013	
Change in other postemployment benefits	<u>(329,307)</u>	<u>(308,294)</u>

Change in net assets of governmental activities (page 22) **\$ 699,389**

The accompanying notes are an integral part of the financial statements.

**CAMANCHE COMMUNITY SCHOOL DISTRICT
STATEMENT OF NET ASSETS
PROPRIETARY FUND
June 30, 2012**

	Enterprise Fund - <u>School Nutrition</u>
ASSETS	
Current assets:	
Cash and cash equivalents	\$ 31,790
Investments	4,437
Inventories	4,566
Total current assets	40,793
Noncurrent assets:	
Furniture and equipment	160,236
Less accumulated depreciation	(141,793)
Total noncurrent assets	18,443
Total assets	59,236
LIABILITIES	
Net OPEB liability	23,645
Total liabilities	23,645
NET ASSETS	
Invested in capital assets	18,443
Unrestricted	17,148
Total net assets	\$ 35,591

The accompanying notes are an integral part of the financial statements.

CAMANCHE COMMUNITY SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
PROPRIETARY FUND
Year Ended June 30, 2012

	Enterprise Fund - <u>School Nutrition</u>
OPERATING REVENUES	
Local sources	
Food service sales	\$ <u>254,457</u>
OPERATING EXPENSES	
Non-instructional programs	
Food service operations	
Salaries	149,288
Employee benefits	23,954
Other purchased services	4,443
Supplies	310,396
Depreciation	2,973
Other operating costs	<u>5,482</u>
Total operating expenses	<u>496,536</u>
Operating loss	<u>(242,079)</u>
NON-OPERATING REVENUES	
State sources	4,867
Federal sources	
Federal food commodities	15,634
Federal subsidy	218,906
Interest on investments	<u>21</u>
Total non-operating revenues	<u>239,428</u>
CHANGE IN NET ASSETS	(2,651)
NET ASSETS, BEGINNING OF YEAR	<u>38,242</u>
NET ASSETS, END OF YEAR	<u>\$ <u>35,591</u></u>

The accompanying notes are an integral part of the financial statements.

**CAMANCHE COMMUNITY SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
Year Ended June 30, 2012**

	Enterprise Fund - <u>School Nutrition</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash received from sale of lunches and breakfasts	\$ 254,457
Cash paid to employees for services	(164,790)
Cash paid to suppliers for goods and services	<u>(320,255)</u>
Net cash used in operating activities	<u>(230,588)</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES	
Operating grants received	<u>239,407</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Investment purchases	(3,978)
Interest on investments	<u>21</u>
Net cash used in investing activities	<u>(3,957)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	4,862
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>26,928</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 31,790</u>

CAMANCHE COMMUNITY SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
Year Ended June 30, 2012

Enterprise
Fund -
School Nutrition

RECONCILIATION OF OPERATING LOSS TO
NET CASH USED IN OPERATING ACTIVITIES

Operating loss	\$ (242,079)
Adjustments to reconcile operating loss to net cash used in operating activities	
Depreciation	2,973
Decrease in inventories	66
Increase in OPEB liability	<u>8,452</u>
Net cash used in operating activities	<u>\$ (230,588)</u>

NON-CASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES

During the year ended June 30, 2012, the District received \$15,634 of federal commodities.

The accompanying notes are an integral part of the financial statements.

**CAMANCHE COMMUNITY SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
June 30, 2012**

	Private Purpose Trust <u>Scholarship</u>	Agency <u>Fund</u>
ASSETS		
Cash and cash equivalents	\$ 16,272	\$ 879
LIABILITIES		
Due to other groups	<u>-</u>	<u>879</u>
NET ASSETS		
Reserved for scholarships	<u>\$ 16,272</u>	<u>\$ -</u>

The accompanying notes are an integral part of the financial statements.

**CAMANCHE COMMUNITY SCHOOL DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
Year Ended June 30, 2012**

	Private Purpose Trust <u>Scholarship</u>
ADDITIONS	
Local sources	
Interest	\$ 3
Memorials/contributions	<u>564</u>
Total additions	567
DEDUCTIONS	
Support services	
Scholarships awarded	<u>2,000</u>
CHANGE IN NET ASSETS	(1,433)
NET ASSETS, BEGINNING OF YEAR	<u>17,705</u>
NET ASSETS, END OF YEAR	<u><u>\$ 16,272</u></u>

The accompanying notes are an integral part of the financial statements.

**CAMANCHE COMMUNITY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2012**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Camanche Community School District is a political subdivision of the State of Iowa and operates public schools for children in grades kindergarten through twelve. The geographic area served includes the City of Camanche, Iowa, and the nearby surrounding agricultural territory in Clinton County. The District is governed by a Board of Education whose members are elected on a non-partisan basis.

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

A. Reporting Entity

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

B. Basis of Presentation

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

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

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

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

**CAMANCHE COMMUNITY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2012**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (continued)

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 is 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.

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

The District reports the following major governmental funds:

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

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

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

The District's major proprietary fund is the Enterprise, School Nutrition Fund. This fund is used to account for the food service operations of the District.

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

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

**CAMANCHE COMMUNITY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2012**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

C. Measurement Focus and Basis of Accounting

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

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

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

When an expenditure is incurred in governmental funds which can be paid using either restricted or unrestricted resources, the District's policy is generally to first apply the expenditure toward restricted fund balance and then to less-restrictive classifications - committed, assigned and then unassigned fund balances.

**CAMANCHE COMMUNITY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2012**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus and Basis of Accounting (continued)

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 is charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as 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.

D. Assets, Liabilities and Fund Equity

The following accounting policies are followed in preparing the financial statements:

Cash, Pooled Investments and Cash Equivalents - The cash balances of most District funds are pooled and invested. Investments are stated at fair value except for the investment in the Iowa Schools Joint Investment Trust which is valued at amortized cost.

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

**CAMANCHE COMMUNITY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2012**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities and Fund Equity (continued)

Property Tax Receivable - Property tax in the governmental funds are 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 Government-wide and fund financial statements and will not be recognized as revenue until the year for which it is levied.

Property tax revenue recognized in these funds becomes due and collectible in September and March of the fiscal year with a 1.5% per month penalty for delinquent payments; is based on January 1, 2010 assessed property valuations; is for the tax accrual period July 1, 2011 through June 30, 2012 and reflects the tax asking contained in the budget certified to the County Board of Supervisors in April, 2011.

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	\$ 500
Land improvements	500
Buildings and building improvements	500
Machinery and equipment	500

**CAMANCHE COMMUNITY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2012**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities and Fund Equity (continued)

Property, furniture and equipment are depreciated using the straight line method of depreciation over the following estimated useful lives:

Buildings	20-50 years
Improvements other than buildings	20-50 years
Machinery and equipment	5-20 years

Impairment of Long-Lived Assets - The District reviews long-lived assets for impairment whenever events or changes in circumstances indicate the carrying amount of an asset may not be recoverable. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to future undiscounted net cash flows expected to be generated by the asset. If such assets are considered to be impaired, the impairment to be recognized is measured by the amount by which the carrying amount of the assets exceeds the fair value of the assets. Assets to be disposed of are reported at the lower of carrying amount or the fair value less costs to sell.

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

Deferred Revenue - Although certain revenues are measurable, they are not available. Available means collected within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. Deferred revenue in the governmental fund financial statements 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 revenues consist of property tax receivables not collected within sixty days after year end and grant proceeds for which the related expenditures have not been incurred.

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 and other revenues that were deferred due to the revenue not being earned at year-end.

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 the rates of pay in effect at June 30, 2012. The compensated absences liability attributable to the governmental activities will be paid primarily by the General Fund.

**CAMANCHE COMMUNITY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2012**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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, fund balances are classified as follows:

Restricted - Amounts restricted to specific purposes when constraints placed on the use of the resources are either externally imposed by creditors, grantors or state or federal laws or imposed by law through constitutional provisions or enabling legislation.

Committed - Amounts which can be used only for specific purposes determined pursuant to constraints formally imposed by the Board of Education through resolution approved prior to year end. Those committed amounts cannot be used for any other purpose unless the Board of Education removes or changes the specified use by taking the same action it employed to commit those amounts.

Unassigned - All amounts not included in other spendable classifications.

E. Budgeting and Budgetary Control

The budgetary comparison and related disclosures are reported as Required Supplemental Information. During the year ended June 30, 2012, expenditures in the non-instructional programs functional area exceeded the amounts budgeted. However, the District did not exceed its General Fund unspent authorized budget.

F. Subsequent Events

Management has evaluated subsequent events through November 14, 2012, the date the financial statements were available to be issued.

NOTE 2 - CASH AND POOLED INVESTMENTS

The District's deposits in banks at June 30, 2012 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.

**CAMANCHE COMMUNITY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2012**

NOTE 2 - CASH AND POOLED INVESTMENTS (CONTINUED)

At June 30, 2012, the District had investments in the Iowa Schools Joint Investment Trust as follows:

	<u>Amortized Cost</u>
Diversified Portfolio	
Governmental activities	<u>\$ 2,472,199</u>

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

Credit Risk - The investments in the Iowa Schools Joint Investment Trust were rated AAAM by Standard & Poor's Financial Services.

NOTE 3 - INTERFUND TRANSFERS

The detail of interfund transfers for the year ended June 30, 2012 is as follows:

	Transfers In	Transfers Out
General fund	\$ 138,738	\$ -
Debt service fund	554,799	-
Capital projects fund	-	554,799
Management fund	-	138,738
Total	\$ 693,537	\$ 693,537

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

NOTE 4 - IOWA SCHOOL CASH ANTICIPATION PROGRAM (ISCAP)

The District participates in the Iowa School Cash Anticipation Program (ISCAP). ISCAP is a program of the Iowa Association of School Boards and is designed to provide funds to participating entities during periods of cash deficits. ISCAP is funded by a semi-annual issuance of anticipatory warrants, which mature as noted below. The warrant sizing of each school corporation is based on a projection of cash flow needs during the semiannual period. Bankers Trust Co. NA is the trustee for the program. A summary of the District's participation in ISCAP as of June 30, 2012 is as follows:

	<u>Warrant Date</u>	<u>Final Warrant Maturity</u>	<u>Balance Beginning Of Year</u>	<u>Advances Received</u>	<u>Advances Repaid</u>	<u>Balance End Of Year</u>
2010-2011B	1/26/11	1/25/12	\$ -	\$ -	\$ -	\$ -
2011-2012A	7/6/11	6/21/12	\$ -	\$ 800,001	\$ 800,001	\$ -

**CAMANCHE COMMUNITY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2012**

NOTE 4 - IOWA SCHOOL CASH ANTICIPATION PROGRAM (ISCAP) (CONTINUED)

During the year ended June 30, 2012, the District paid \$1,967 of interest on the ISCAP warrants.

The District pledges its state foundation aid payments and General Fund receipts as security for warrants issued. Repayments must be made when General Fund receipts are received. If a balance is outstanding on the last date the funds are available to be drawn, then the District must repay the outstanding withdrawal from its General Fund receipts. In addition, the District must make minimum warrant repayments on the 25th of each month immediately following the final date that the warrant proceeds may be used in an amount equal to 25% of the warrant amount. The Series 2011-2012A included taxable and tax-exempt warrants. The District participated in the issuance of the taxable warrants. The interest rates on the Series 2011-2012A and Series 2010-2011B warrants are variable rates, calculated daily, based on the one-month LIBOR rate plus 100 basis points.

NOTE 5 - CAPITAL ASSETS

Capital assets activity for the year ended June 30, 2012 is as follows:

	<u>Balance June 30, 2011</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2012</u>
Government activities:				
Capital assets not being depreciated:				
Land	\$ 21,939	\$ -	\$ -	\$ 21,939
Construction in progress	<u>4,190,976</u>	<u>2,332,339</u>	<u>-</u>	<u>6,523,315</u>
Total capital assets, not being depreciated:	<u>4,212,915</u>	<u>2,332,339</u>	<u>-</u>	<u>6,545,254</u>
Capital assets, being depreciated				
Land improvements	1,258,521	-	-	1,258,521
Buildings and building improvements	13,465,177	47,686	-	13,512,863
Machinery and equipment	<u>4,470,094</u>	<u>79,276</u>	<u>3,625</u>	<u>4,545,745</u>
Total capital assets being depreciated	<u>19,193,792</u>	<u>126,962</u>	<u>3,625</u>	<u>19,317,129</u>
Less accumulated depreciation for:				
Land improvements	748,047	49,087	-	797,134
Buildings and building improvements	7,133,201	298,988	-	7,432,189
Machinery and equipment	<u>3,680,452</u>	<u>162,615</u>	<u>3,105</u>	<u>3,839,962</u>
Total accumulated depreciation	<u>11,561,700</u>	<u>510,690</u>	<u>3,105</u>	<u>12,069,285</u>
Total capital assets being depreciated, net	<u>7,632,092</u>	<u>(383,728)</u>	<u>520</u>	<u>7,247,844</u>
Governmental activities capital assets, net	<u>\$ 11,845,007</u>	<u>\$ 1,948,611</u>	<u>\$ 520</u>	<u>\$ 13,793,098</u>

**CAMANCHE COMMUNITY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2012**

NOTE 5 - CAPITAL ASSETS (CONTINUED)

	Balance June 30, 2011	Additions	Deletions	Balance June 30, 2012
Business-type activities:				
Furniture and equipment	\$ 160,236	\$ -	\$ -	\$ 160,236
Less accumulated depreciation	<u>138,820</u>	<u>2,973</u>	<u>-</u>	<u>141,793</u>
Business-type activities capital assets, net	<u>\$ 21,416</u>	<u>\$ 2,973</u>	<u>\$ -</u>	<u>\$ 18,443</u>

Depreciation expense was charged by the District as follows:

Governmental activities:	
Support services:	
Depreciation (unallocated)	<u>\$ 510,690</u>
Business-type activities:	
Food services	<u>\$ 2,973</u>

NOTE 6 - LONG-TERM LIABILITIES

Changes in long-term liabilities for the year ended June 30, 2012 are summarized as follows:

	Balance Beginning of Year	Additions	Reductions	Balance End of Year	Due Within One Year
Governmental Activities					
General obligation bonds	\$ 2,410,000	\$ -	\$ 445,000	\$ 1,965,000	\$ 465,000
Revenue bonds	7,160,000	-	255,000	6,905,000	260,000
Less bond discount	105,735	-	(5,565)	100,170	-
Compensated absences	148,048	103,334	124,346	127,036	127,036
Net OPEB liability	<u>581,807</u>	<u>329,306</u>	<u>-</u>	<u>911,113</u>	<u>-</u>
Total	<u>\$ 10,194,120</u>	<u>\$ 432,640</u>	<u>\$ 818,781</u>	<u>\$ 9,807,979</u>	<u>\$ 852,036</u>
Business-type Activities					
Net OPEB liability	<u>\$ 15,193</u>	<u>\$ 8,452</u>	<u>\$ -</u>	<u>\$ 23,645</u>	<u>\$ -</u>

**CAMANCHE COMMUNITY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2012**

NOTE 6 - LONG-TERM LIABILITIES (CONTINUED)

On May 30, 2007, the District issued \$4,035,000 in General Obligation Refunding Bonds with an interest rate of 4.000%. The District issued the bonds to call \$4,020,000 of the outstanding General Obligation Bonds issued May 1, 2001, with interest rates ranging from 4.000% to 4.750%. The refunding reduced total debt service payments over the next nine years by \$105,902. This results in an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$86,752.

General Obligation Bonds

Details of the District's June 30, 2012 general obligation bonded indebtedness are as follows:

Year Ending June 30,	Bond Issue of May 30, 2007			
	Interest Rate	Principal	Interest	Total
2013	4.00%	\$ 465,000	\$ 74,000	\$ 539,000
2014	4.00%	485,000	55,200	540,200
2015	4.00%	500,000	35,600	535,600
2016	4.00%	<u>515,000</u>	<u>15,500</u>	<u>530,500</u>
Total		<u>\$ 1,965,000</u>	<u>\$ 180,300</u>	<u>\$ 2,145,300</u>

Revenue Bonds

Details of the District's June 30, 2012 statewide sales, services and use tax revenue bonded indebtedness are as follows:

Year Ending June 30,	Bond Issue of July 8, 2010			
	Interest Rate	Principal	Interest	Total
2013	3.00%	\$ 260,000	\$ 273,474	\$ 533,474
2014	3.00%	270,000	265,674	535,674
2015	3.25%	285,000	256,899	541,899
2016	3.25%	295,000	247,636	542,636
2017	3.25%	305,000	238,049	543,049
2018-2022	3.50-4.05%	1,750,000	1,015,913	2,765,913
2023-2027	4.10-4.25%	2,165,000	627,358	2,792,358
2028-2030	4.30-4.375%	<u>1,575,000</u>	<u>139,625</u>	<u>1,714,625</u>
Total		<u>\$ 6,905,000</u>	<u>\$ 3,064,628</u>	<u>\$ 9,969,628</u>

**CAMANCHE COMMUNITY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2012**

NOTE 6 - LONG-TERM LIABILITIES (CONTINUED)

Revenue Bonds (continued)

The District has pledged future statewide sales, services and use tax revenues to repay the \$7,420,000 of bonds issued in July 2010. The bonds were issued for the purpose of financing the costs related to renovation and construction taking place at the elementary and middle schools. 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 2030. 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% of the statewide sales, services and use tax revenues. The total principal and interest remaining to be paid on the bonds is \$9,969,628. For the current year, total principal and interest paid was \$536,124 and total statewide sales, services and use tax revenues were \$765,660.

The resolution providing for the issuance of the statewide sales, services and use tax revenue bonds includes the following provisions:

- a) All proceeds from the statewide sales, services and use tax shall be deposited in a Revenue Fund.
- b) Monies in the Revenue Fund shall be disbursed to make deposits into a Sinking Fund to pay the principal and interest requirements of the revenue bonds for the fiscal year.
- c) Monies in the Revenue Fund shall next be disbursed to establish and maintain a Reserve Fund.
- d) Any monies remaining in the Revenue Fund after the required transfers to the Sinking Fund and Reserve Fund may be transferred to any of the funds created by the Resolution and may be used to pay or redeem any of the bonds or for any lawful purpose.

NOTE 7 - DUE FROM OTHER GOVERNMENTS

Amounts due from other governments by Fund as of June 30, 2012 are as follows:

	<u>General Fund</u>
State appropriations	
Vocational aid	\$ 12,694
Nonpublic pupil transportation	5,033
Federal appropriations	
Title I grant	20,603
Title VI	1,391
Part B	19,087
Miscellaneous	
Other	<u>227,580</u>
Total due from other governments	<u>\$ 286,388</u>

**CAMANCHE COMMUNITY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2012**

NOTE 7 - DUE FROM OTHER GOVERNMENTS (CONTINUED)

	<u>Capital Projects Fund</u>
Miscellaneous	
Statewide sales, services and use tax	\$ <u>120,883</u>

NOTE 8 - PENSION AND RETIREMENT BENEFITS

The District contributes to the Iowa Public Employees Retirement System (IPERS) which is a cost-sharing multiple-employer defined benefit pension plan administered by the State of Iowa. IPERS provides retirement and death benefits which are established by State statute to plan members and beneficiaries. IPERS issues a publicly available financial report that includes financial statements and required supplemental 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 5.38% of their annual covered salary and the District is required to contribute 8.07% of annual covered salary. Contribution requirements are established by State statute. The District's contribution to IPERS for the years ended June 30, 2012, 2011, and 2010 were \$489,381, \$404,950, and \$373,793, respectively, equal to the required contributions for each year.

NOTE 9 - OTHER POSTEMPLOYMENT BENEFITS (OPEB)

The District implemented GASB Statement No. 45, Accounting and Financial Reporting by Employers for Postemployment Benefits other Than Pensions during the year ended June 30, 2010.

Plan Description - The District operates a single-employer retiree benefit plan which provides medical and prescription drug benefits for retirees and their spouses. There are 104 active and 31 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. 31 retired participants were also receiving an explicit benefit subsidy.

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.

**CAMANCHE COMMUNITY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2012**

NOTE 9 - OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)

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, 2012, the amount actually contributed to the plan and changes in the District's net OPEB obligation:

Annual required contribution	\$ 598,332
Interest on net OPEB obligation	14,924
Adjustment to annual required contribution	<u>(46,348)</u>
Annual OPEB cost	566,908
Contributions made	<u>(229,150)</u>
Increase in net OPEB obligation	337,758
Net OPEB obligation beginning of year	<u>597,000</u>
Net OPEB obligation end of year	<u><u>\$ 934,758</u></u>

For calculation of the net OPEB obligation, the actuary has set the transition day as July 1, 2009. 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, 2012.

For the year ended June 30, 2012, the District contributed \$229,150 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, 2012 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	\$ 526,950	41.9%	\$ 306,243
June 30, 2011	531,972	45.3%	597,000
June 30, 2012	566,908	40.4%	934,758

Funded Status and Funding Progress - As of July 1, 2009, the most recent actuarial valuation date for the period July 1, 2011 through June 30, 2012, the actuarial accrued liability was \$4.041 million, with no actuarial value of assets, resulting in an unfunded actuarial accrued liability (UAAL) of \$4.041 million. The covered payroll (annual payroll of active employees covered by the plan) was \$4,843,864, and the ratio of the UAAL to covered payroll was 83.4%. As of June 30, 2012, there were no trust fund assets.

**CAMANCHE COMMUNITY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2012**

NOTE 9 - OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)

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, 2009 actuarial valuation date, the entry age actuarial cost method was used. The actuarial assumptions include a 2.5% discount rate based on the District's funding policy. The projected annual health cost trend rate is 6%.

Mortality rates are from the 94 Group Annuity Mortality Table Projected to 2000 (2/3 Female, 1/3 Male). Annual retirement and termination probabilities were developed from the retirement probabilities from the IPERS Actuarial Report as of June 30, 2007 and applying the termination factors used in the IPERS Actuarial Report as of June 30, 2007.

The UAAL is being amortized as a level percentage of projected payroll expense on a closed basis over 30 years.

NOTE 10 - RISK MANAGEMENT

Camanche Community School District is exposed to various risks of loss related to torts; theft; damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. These risks are covered by the purchase of commercial insurance. The District assumes liability for any deductibles and claims in excess of coverage limitations. There have been no significant reductions in insurance coverage from coverage in the prior year. Settled claims from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

The District also has a self-funded health insurance plan. The District purchases commercial insurance to provide for aggregate stop-loss coverage for the excess of 120% of estimated claims for the plan year and specific stop-loss reinsurance coverage for the excess of \$35,000 in insured claims for any one covered individual. Settled claims have not exceeded the commercial coverage in any of the past three fiscal years.

**CAMANCHE COMMUNITY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2012**

NOTE 10 - RISK MANAGEMENT (CONTINUED)

Payments are made to the plan based on actuarial estimates of amounts needed to pay prior and current year claims and to establish a reserve for catastrophe losses. There is no reserve at June 30, 2012.

NOTE 11 - 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 \$343,789 for the year ended June 30, 2012 and is recorded in the General Fund by making a memorandum adjusting entry to the cash basis financial statements.

NOTE 12 - CONTINGENT LIABILITY

In accordance with Iowa Code, the District has elected to reimburse the Iowa Employment Security Commission for benefits paid by the commission to former employees of the District. This election is in lieu of the District making deposits with the Commission based on a predetermined contribution rate. The amount of the contingent liability for future payments is indeterminable.

NOTE 13 - CONSTRUCTION COMMITMENT

The District has entered into a contract totaling \$550,400 for engineering services related to construction and remodeling projects at the elementary and middle schools. As of June 30, 2012, costs of \$547,648 had been incurred against the contract. The remaining balance of \$2,752 at June 30, 2012 will be paid as work on the projects progresses. The District also entered into a contract with Swanson Construction for \$6,460,332 related to the above projects. At June 30, 2012 \$5,924,384 in costs had been incurred leaving a remaining balance to be paid of \$535,948.

NOTE 14 - SUBSEQUENT EVENT

In November 2012, the District issued General Obligation School Refunding Bonds, Series 2012 in the amount of \$2,030,000. The bonds were dated November 1, 2012 with an interest rate of 1% and a final maturity on June 1, 2016. Proceeds from the bonds will be used refund the District's General Obligation Bonds dated May 30, 2007.

This information is an integral part of the accompanying financial statements.

REQUIRED SUPPLEMENTAL INFORMATION

CAMANCHE COMMUNITY SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE OF REVENUES, EXPENDITURES/EXPENSES, AND CHANGES IN BALANCES -
BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS AND PROPRIETARY FUND
REQUIRED SUPPLEMENTAL INFORMATION
Year Ended June 30, 2012

	<u>Governmental</u>	<u>Proprietary</u>	<u>Total</u>	<u>Budgeted Amounts</u>	<u>Final to</u>
	<u>Fund</u>	<u>Fund</u>	<u>Actual</u>	<u>Original</u>	<u>Actual</u>
	<u>Actual</u>	<u>Actual</u>	<u>Actual</u>	<u>Final</u>	<u>Variance -</u>
					<u>Positive</u>
					<u>(Negative)</u>
REVENUES					
Local sources	\$ 7,033,626	\$ 254,478	\$ 7,288,104	\$ 6,602,570	\$ 685,534
State sources	4,988,426	4,867	4,993,293	5,187,665	(194,372)
Federal sources	401,221	234,540	635,761	444,000	191,761
	<u>12,423,273</u>	<u>493,885</u>	<u>12,917,158</u>	<u>12,234,235</u>	<u>682,923</u>
Total revenues					
EXPENDITURES					
Instruction	7,100,050	-	7,100,050	7,860,000	759,950
Support services	3,034,386	-	3,034,386	3,523,175	488,789
Non-instructional programs	-	496,536	496,536	495,000	(1,536)
Other expenditures	3,928,988	-	3,928,988	4,618,545	689,557
	<u>14,063,424</u>	<u>496,536</u>	<u>14,559,960</u>	<u>16,496,720</u>	<u>1,936,760</u>
Total expenditures					
EXCESS (DEFICIENCY) OF REVENUES					
OVER (UNDER) EXPENDITURES	(1,640,151)	(2,651)	(1,642,802)	(4,262,485)	2,619,683
BALANCES, BEGINNING OF YEAR	<u>5,386,339</u>	<u>38,242</u>	<u>5,424,581</u>	<u>5,758,638</u>	<u>(334,057)</u>
BALANCES, END OF YEAR	<u>\$ 3,746,188</u>	<u>\$ 35,591</u>	<u>\$ 3,781,779</u>	<u>\$ 1,496,153</u>	<u>\$ 2,285,626</u>

**CAMANCHE COMMUNITY SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTAL INFORMATION -
BUDGETARY REPORTING
June 30, 2012**

This budgetary comparison is presented as Required Supplemental Information in accordance with the 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 GAAP basis.

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

During the year ended June 30, 2012, expenditures in the non-instructional programs function exceeded the amounts budgeted. However, the District did not exceed its General Fund unspent authorized budget.

**CAMANCHE COMMUNITY SCHOOL DISTRICT
SCHEDULE OF FUNDING PROGRESS FOR THE RETIREE HEALTH PLAN
(In Thousands)
REQUIRED SUPPLEMENTAL INFORMATION**

Year Ended June 30,	Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UALL as a Percentage of Covered Payroll ((b-a)/c)
2010	July 1, 2009	-	\$ 4,370	\$ 4,370	0.00%	\$ 4,591	94.0%
2011	July 1, 2009	-	4,314	4,314	0.00%	4,736	91.9%
2012	July 1, 2009	-	4,041	4,041	0.00%	4,844	83.4%

See Note 9 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.

SUPPLEMENTAL INFORMATION

**CAMANACHE COMMUNITY SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2012**

	<u>Management Fund</u>	<u>Student Activity Fund</u>	<u>Klinge Library Fund</u>	<u>Other Funds</u>	<u>Total</u>
ASSETS					
Cash and cash equivalents	\$ 69,604	\$ 110,246	\$ -	\$ -	\$ 179,850
Investments	-	-	25,313	7,695	33,008
Property taxes receivable	60	-	-	-	60
Current year delinquent	250,000	-	-	-	250,000
Succeeding year	-	-	-	-	-
TOTAL ASSETS	\$ 319,664	\$ 110,246	\$ 25,313	\$ 7,695	\$ 462,918
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts payable and accrued liabilities	\$ 758	\$ -	\$ -	\$ -	\$ 758
Deferred revenue	250,000	-	-	-	250,000
Total liabilities	250,758	-	-	-	250,758
Fund balances:					
Reserved for:					
Management levy	68,906	-	-	-	68,906
Student activities	-	110,246	-	-	110,246
Other purposes	-	-	25,313	7,695	33,008
Total fund balances	68,906	110,246	25,313	7,695	212,160
TOTAL LIABILITIES AND FUND BALANCES	\$ 319,664	\$ 110,246	\$ 25,313	\$ 7,695	\$ 462,918

**CAMANCHE COMMUNITY SCHOOL DISTRICT
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
Year Ended June 30, 2012**

	Management Fund	Student Activity Fund	Klinge Library Fund	Other Funds	Total
REVENUES					
Local sources					
Local taxes	\$ 249,025	-	-	-	\$ 249,025
Other	3,623	341,935	5	33,050	378,613
Federal sources	579	-	-	-	579
Total revenues	<u>253,227</u>	<u>341,935</u>	<u>5</u>	<u>33,050</u>	<u>628,217</u>
EXPENDITURES					
Current operating:					
Instruction	-	319,493	759	43,597	363,849
Support services	81,808	-	-	-	81,808
Administration services	46,541	-	-	-	46,541
Transportation services	602	-	-	-	602
Other expenditures	-	-	-	-	-
Total expenditures	<u>128,951</u>	<u>319,493</u>	<u>759</u>	<u>43,597</u>	<u>492,800</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>124,276</u>	<u>22,442</u>	<u>(754)</u>	<u>(10,547)</u>	<u>135,417</u>
OTHER FINANCING USES					
Operating transfers out	<u>(138,738)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(138,738)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	<u>(14,462)</u>	<u>22,442</u>	<u>(754)</u>	<u>(10,547)</u>	<u>(3,321)</u>
FUND BALANCES, BEGINNING OF YEAR	<u>83,368</u>	<u>87,804</u>	<u>26,067</u>	<u>18,242</u>	<u>215,481</u>
FUND BALANCES, END OF YEAR	<u>\$ 68,906</u>	<u>\$ 110,246</u>	<u>\$ 25,313</u>	<u>\$ 7,695</u>	<u>\$ 212,160</u>

**CAMANGCHE COMMUNITY SCHOOL DISTRICT
COMBINING BALANCE SHEET
CAPITAL PROJECT ACCOUNTS
June 30, 2012**

	<u>Statewide Sales, Services and Use Tax Fund</u>	<u>Physical Plant and Equipment Fund</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	\$ 76,272	\$ 221,419	\$ 297,691
Investments	1,306,408	65,104	1,371,512
Property taxes receivable			
Current year delinquent	-	21	21
Succeeding year	-	93,062	93,062
Other receivables	4,603	-	4,603
Due from other governments	120,883	-	120,883
TOTAL ASSETS	\$ 1,508,166	\$ 379,606	\$ 1,887,772
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accrued liabilities	\$ 711,067	\$ 984	\$ 712,051
Deferred revenue	-	93,062	93,062
Total liabilities	<u>711,067</u>	<u>94,046</u>	<u>805,113</u>
Fund balances:			
Reserved for:			
School Infrastructure	797,099	-	797,099
Physical plant and equipment	-	285,560	285,560
Total fund balances	<u>797,099</u>	<u>285,560</u>	<u>1,082,659</u>
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,508,166	\$ 379,606	\$ 1,887,772

**CAMANCHE COMMUNITY SCHOOL DISTRICT
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
CAPITAL PROJECT ACCOUNTS
Year Ended June 30, 2012**

	<u>Statewide Sales, Services and Use Tax Fund</u>	<u>Physical Plant and Equipment Fund</u>	<u>Total</u>
REVENUES			
Local sources			
Local taxes	\$ 765,660	\$ 89,388	\$ 855,048
Other	93,230	243	93,473
Federal sources	-	38,207	38,207
Total revenues	<u>858,890</u>	<u>127,838</u>	<u>986,728</u>
EXPENDITURES			
Current operating:			
Instruction	-	1,274	1,274
Support services			
Instructional staff services	1,737	-	1,737
Other expenditures			
Facilities acquisition	2,476,215	33,357	2,509,572
Total expenditures	<u>2,477,952</u>	<u>34,631</u>	<u>2,512,583</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(1,619,062)</u>	<u>93,207</u>	<u>(1,525,855)</u>
OTHER FINANCING USES			
Operating transfers out	(554,799)	-	(554,799)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	<u>(2,173,861)</u>	<u>93,207</u>	<u>(2,080,654)</u>
FUND BALANCES, BEGINNING OF YEAR	<u>2,970,960</u>	<u>192,353</u>	<u>3,163,313</u>
FUND BALANCES, END OF YEAR	<u>\$ 797,099</u>	<u>\$ 285,560</u>	<u>\$ 1,082,659</u>

CAMANCHE COMMUNITY SCHOOL DISTRICT
SCHEDULE OF CHANGES IN SPECIAL REVENUE FUND, STUDENT ACTIVITY ACCOUNTS
Year Ended June 30, 2012

<u>Account</u>	<u>Balance, Beginning of Year</u>	<u>Revenues and Interfund Transfers</u>	<u>Expenditures</u>	<u>Balance, End of Year</u>
Drama	\$ 4,513	\$ 6,269	\$ 8,288	\$ 2,494
MS drama	1,782	-	778	1,004
Speech	548	1,834	2,382	-
Music boosters	5,536	18,705	17,584	6,657
Band boosters	2,677	11,659	11,127	3,209
Fine arts boosters	3,531	4,339	5,644	2,226
Cross country	-	1,691	1,691	-
Boys basketball	1,375	8,048	6,305	3,118
Boys football	197	18,042	18,239	-
Boys bowling	2	649	462	189
Boys baseball	-	9,570	9,570	-
Boys track	-	7,112	7,112	-
Boys tennis	11	992	1,003	-
Boys golf	-	1,210	1,210	-
Boys wrestling	-	3,834	3,392	442
Girls basketball	2,952	7,163	6,479	3,636
Girls volleyball	-	5,626	5,626	-
Girls softball	-	4,022	4,022	-
Girls track	-	6,381	6,381	-
Girls tennis	-	6,063	6,063	-
Girls golf	-	1,373	1,373	-
Gate change	100	900	900	100
Indian basketball - boys	5,400	8,621	10,854	3,167
Indian basketball - girls	3,175	6,733	5,831	4,077
Indian volleyball	896	7,721	8,264	353
Indian baseball	154	1,863	2,017	-
Indian softball	953	-	-	953
Indian football	3,776	12,484	16,212	48
Summer tennis	-	7,324	3,939	3,385
Activity tickets	-	487	487	-
Junior wrestling	5,850	19,150	15,103	9,897
Cheerleaders	610	4,792	5,402	-
Dance team	7	-	-	7
Athletic boosters	8,662	55,289	44,122	19,829
Gaming license	2	61	63	-
Athletic corporate	-	8,450	8,450	-
Athletic fund raising/corporate	5,884	4,298	2,000	8,182
T & I Club	24	-	-	24
Camanche Teen Club	11,771	17,117	11,806	17,082
Peer Helpers	136	256	140	252

CAMANCHE COMMUNITY SCHOOL DISTRICT
SCHEDULE OF CHANGES IN SPECIAL REVENUE FUND, STUDENT ACTIVITY ACCOUNTS
Year Ended June 30, 2012

<u>Account</u>	<u>Balance, Beginning of Year</u>	<u>Revenues and Interfund Transfers</u>	<u>Expenditures</u>	<u>Balance, End of Year</u>
DJ Club	\$ 707	\$ 150	\$ 568	\$ 289
National Honor Society	50	9,020	8,249	821
Student Council	2,747	6,752	8,174	1,325
Business club	4,035	3,183	2,935	4,283
Industrial Arts Club	-	1,346	310	1,036
Key Club	177	1,166	1,316	27
Spanish Club	532	-	19	513
Class of 2011	2	-	-	2
Class of 2012	1,019	-	761	258
Class of 2013	489	16,580	15,309	1,760
Class of 2014	74	651	46	679
Class of 2015	-	146	78	68
Elementary school activity snacks	2,392	3,786	3,920	2,258
Elementary music	617	1,673	764	1,526
Elementary book fair	-	4,114	4,057	57
Junior high activity snacks	150	6,205	4,892	1,463
Junior high concession sales	-	760	760	-
High school activity snacks	2,346	3,699	5,423	622
High school concession sales	1,943	1,990	1,386	2,547
MS Pride Fair	-	586	205	381
TOTAL	<u>\$ 87,804</u>	<u>\$ 341,935</u>	<u>\$ 319,493</u>	<u>\$ 110,246</u>

**CAMANCHE COMMUNITY SCHOOL DISTRICT
SCHEDULE OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES -
AGENCY FUNDS
Year Ended June 30, 2012**

	<u>Balance, Beginning of Year</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance, End of Year</u>
TEACHERS REVOLVING				
Assets				
Cash and cash equivalents	\$ 355	\$ 5,946	\$ 6,301	\$ -
Liabilities				
Other payables	\$ 355	\$ 5,946	\$ 6,301	\$ -
CAMANCHE URBAN FORESTERS				
Assets				
Cash and cash equivalents	\$ 73	\$ -	\$ -	\$ 73
Liabilities				
Other payables	\$ 73	\$ -	\$ -	\$ 73
EDENS LIBRARY				
Assets				
Cash and cash equivalents	\$ 400	\$ -	\$ -	\$ 400
Liabilities				
Other payables	\$ 400	\$ -	\$ -	\$ 400
SPECIAL OLYMPICS				
Assets				
Cash and cash equivalents	\$ -	\$ 2,443	\$ 2,037	\$ 406
Liabilities				
Other payables	\$ -	\$ 2,443	\$ 2,037	\$ 406
MOD SQUAD				
Assets				
Cash and cash equivalents	\$ -	\$ 278	\$ 278	\$ -
Liabilities				
Other payables	\$ -	\$ 278	\$ 278	\$ -
TOTAL				
Assets				
Cash and cash equivalents	\$ 828	\$ 8,667	\$ 8,616	\$ 879
Liabilities				
Other payables	\$ 828	\$ 8,667	\$ 8,616	\$ 879

CAMANACHE COMMUNITY SCHOOL DISTRICT
SCHEDULE OF REVENUES BY SOURCE AND EXPENDITURES BY FUNCTION
ALL GOVERNMENTAL FUNDS
 For the Last Ten Years

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
REVENUES										
Local sources	\$ 7,033,626	\$ 6,679,583	\$ 6,208,767	\$ 6,171,240	\$ 5,913,181	\$ 5,763,514	\$ 5,311,704	\$ 4,767,842	\$ 4,892,061	\$ 5,334,572
State sources	4,988,426	4,308,214	4,175,184	4,643,632	4,505,533	4,115,052	3,905,648	3,865,031	3,203,821	3,342,805
Federal sources	401,221	284,021	781,301	283,368	154,410	186,286	172,412	243,994	358,052	398,655
TOTAL REVENUES	<u>\$ 12,423,273</u>	<u>\$ 11,271,818</u>	<u>\$ 11,165,252</u>	<u>\$ 11,098,240</u>	<u>\$ 10,573,124</u>	<u>\$ 10,064,852</u>	<u>\$ 9,389,764</u>	<u>\$ 8,876,867</u>	<u>\$ 8,453,934</u>	<u>\$ 9,076,032</u>
EXPENDITURES										
Instruction	\$ 7,100,050	\$ 6,942,744	\$ 6,787,492	\$ 6,694,162	\$ 6,009,656	\$ 5,441,255	\$ 5,441,727	\$ 5,471,767	\$ 4,992,965	\$ 4,934,871
Support services										
Student services	373,137	348,862	338,982	345,742	317,165	262,217	235,996	278,579	250,037	260,547
Instructional staff services	216,646	272,284	258,469	225,329	209,171	216,922	216,847	283,692	388,427	180,873
Administration services	1,374,719	1,363,414	1,308,850	1,233,668	1,146,840	1,134,755	1,063,389	1,067,033	878,070	860,027
Operation and maintenance of plant services	756,602	784,152	813,755	730,807	748,960	721,765	726,376	660,476	580,789	580,360
Transportation services	313,282	366,560	242,379	234,767	242,855	216,758	217,321	225,443	212,152	131,569
Central support services	-	-	-	-	-	-	-	-	51,011	55,851
Non-instructional programs	-	-	-	-	-	-	-	22,297	14,771	225,935
Other expenditures	-	-	-	-	-	-	-	-	-	-
Facilities acquisition	2,509,572	3,985,063	980,304	764,731	593,281	358,738	388,933	356,478	268,958	275,994
Long-term debt										
Principal	700,000	685,000	415,000	395,000	390,000	360,000	345,000	335,200	305,000	300,000
Interest and finance charges	375,025	253,662	125,900	141,900	157,947	189,942	204,793	217,792	230,543	242,693
Bond issuance costs	-	-	-	-	-	12,924	-	-	-	-
AEA flow through	343,789	376,921	374,140	333,590	323,564	298,934	273,321	259,215	253,750	271,600
Other expenditures	602	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURES	<u>\$ 14,063,424</u>	<u>\$ 15,378,662</u>	<u>\$ 11,645,271</u>	<u>\$ 11,099,696</u>	<u>\$ 10,139,439</u>	<u>\$ 9,214,210</u>	<u>\$ 9,133,703</u>	<u>\$ 9,177,962</u>	<u>\$ 8,426,473</u>	<u>\$ 8,320,320</u>

**CAMANCHE COMMUNITY SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2012**

SCHEDULE 8

<u>Grantor/Program</u>	<u>CFDA Number</u>	<u>Grant Number</u>	<u>Expenditures</u>
Indirect:			
U.S. Department of Agriculture:			
Iowa Department of Education:			
Child Nutrition Cluster:			
School Breakfast Program	10.553	FY12	\$ 31,565
National School Lunch Program	10.555	FY12	202,975 *
			234,540
U.S. Department of Education:			
Iowa Department of Education:			
Title I Grants to Local Educational Agencies	84.010	FY12	82,409
Special Education_Grants to States	84.027	FY12	48,703
Improving Teacher Quality State Grants	84.367	FY12	26,936
Grants for State Assessments and Related Activities	84.369	FY12	6,955
ARRA-Education Jobs Fund	84.410	FY12	186,040
TOTAL			\$ 585,583

* - Includes \$15,634 of non-cash awards

Basis of Presentation - The Schedule of Expenditures of Federal Awards includes the federal grant activity of the Camanche 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 general purpose financial statements.



**Winkel, Parker
& Foster, CPA PC**

Certified Public Accountants & Consultants

**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
Camanche Community School District
Camanche, 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 Camanche Community School District as of and for the year ended June 30, 2012, which collectively comprise Camanche Community School District's basic financial statements and have issued our report thereon dated November 14, 2012. 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

Management of Camanche Community School District is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered Camanche 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 entity's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the entity'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 that a material misstatement of the entity'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 and, therefore, there can be no assurance all deficiencies, significant deficiencies or material weaknesses have been identified. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over financial reporting, described in the accompanying Schedule of Findings and Questioned Costs that we consider to be significant deficiencies in internal control over financial reporting. We consider the deficiencies described in the accompanying Schedule of Findings and Questioned Costs as items II-A-12 and II-B-12 to be significant deficiencies. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Compliance and Other Matters

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

Comments involving statutory and other legal matters about the District's operations for the year ended June 30, 2012 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.

Camanche Community School District's responses to the findings identified in our audit are described in the accompanying Schedule of Findings and Questioned Costs. We did not audit Camanche 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 the Camanche Community School District and other parties to whom the District my report, including federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

We would like to acknowledge the many courtesies and assistance extended to us by personnel of the District during the course of our audit. Should you have any questions concerning any of the above matters, we shall be pleased to discuss them with you at your convenience.

Winkel, Parker & Foster, CPA PC

Clinton, Iowa
November 14, 2012

**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
Camanche Community School District
Camanche, Iowa

Compliance

We have audited Camanche 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 Camanche Community School District's major federal programs for the year ended June 30, 2012. Camanche Community School District's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Camanche Community School District's management. Our responsibility is to express an opinion on Camanche 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 Camanche 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 of Camanche Community School District's compliance with those requirements.

In our opinion, Camanche Community School District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2012.

Internal Control Over Compliance

Management of Camanche Community School District is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Camanche Community School District's internal control over compliance with the requirements that could have a direct and material effect on a major federal program 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 the entity's internal control over compliance.

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

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.

This report, a public record by law, is intended solely for the information and use of the officials, employees and citizens of Camanche Community School District and other parties to whom Camanche 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.

Winkel, Parker & Foster, CPA PC

Clinton, Iowa
November 14, 2012

**CAMANCHE COMMUNITY SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2012**

Part I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unqualified opinion

Internal control over financial reporting:

- Material weakness(es) identified? yes no
- Significant deficiencies identified that are not considered to be material weaknesses? yes none reported
- Noncompliance material to financial statements noted? yes no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? yes no
- Significant deficiencies identified that are not considered to be material weakness(es)? yes none reported

Type of auditor's report issued on compliance for major programs:

Unqualified opinion

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of OMB Circular A-133? yes no

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
Child Nutrition Cluster:	
10.553	School Breakfast Program
10.555	National School Lunch Program
84.410	ARRA-Education Jobs Fund

Dollar threshold used to distinguish between type A and type B programs: \$ 300,000

Auditee qualified as low-risk auditee? yes no

**CAMANCHE COMMUNITY SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2012**

Part II - Findings Related to the Financial Statements

INTERNAL CONTROL DEFICIENCIES:

II-A-12 Financial Statement Preparation

Criteria - The District engages Winkel, Parker & Foster, CPA PC to assist in preparing its financial statements and accompanying disclosures. However, as independent auditors, Winkel, Parker & Foster, CPA PC cannot be considered part of the District's internal control system. To establish proper internal control over the preparation of its financial statements, including disclosures, the District should design and implement a comprehensive review procedure to ensure that the financial statements, including disclosures, are complete and accurate. Such review procedures should be performed by an individual possessing a thorough understanding of applicable generally accepted accounting principles and knowledge of the District's activities and operations.

Condition - The entity has not implemented procedures, to the degree necessary, to perform a review and assume responsibility of the entity's financial statements and related disclosures to provide a high level of assurance that potential omissions or other errors that are less than material, but more than inconsequential, would be identified and corrected.

Effect - Management or employees in the normal course of performing their assigned functions may not prevent or detect and correct financial statement misstatements and disclosure omissions in a timely manner.

Cause - The entity has relied on independent auditor's to some degree to provide assurance that the financial statements, including disclosures, are not materially misstated.

Recommendation - Management should perform a comprehensive review of the financial statements to ensure that the financial statements, including disclosures, are complete and accurate.

Response - Management will perform a comprehensive review of the financial statements to ensure that the financial statements, including disclosures, are complete and accurate.

Conclusion - Response accepted.

**CAMANCHE COMMUNITY SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2012**

Part II - Findings Related to the Financial Statements (CONTINUED)

II-B-12 Segregation of Duties

Criteria - The District does not have effective internal controls to safeguard assets, and prevent or detect misstatements on a timely basis, as a result of a lack of segregation of duties. Internal controls should be in place to reduce to a relatively low risk the likelihood a material misstatement to the financial statements could occur and not be detected in a timely period by employees in the normal course of performing their assigned functions. A good system of internal controls contemplates an adequate segregation of duties so that no one individual handles a transaction from its inception to its completion. Due to the small number of people employed in administrative functions, the District may not be able to fully achieve an ideal segregation of duties.

Condition - Although there are three individuals with accounting and financial duties in the Business Office, at various times the Business Director has the ability to initiate, authorize and record transactions with no review process in place. She is also authorized to transfer funds between bank accounts and performs monthly bank reconciliations. As a result, all of those aspects of internal control which rely upon an adequate segregation of duties are, for all practical purposes, missing.

Effect - As a result of these conditions, there is a higher risk that errors or irregularities could occur and not be detected within a timely period.

Cause - The entity has a limited number of personnel performing accounting functions and limited review procedures in place.

Recommendation - The District should be aware of the lack of segregation of duties and regularly review controls which could be put in place to mitigate the risk that misstatements could occur and not be detected.

Response - The entity recognizes that it would not be cost effective to hire additional personnel to maximize the segregation of accounting duties due to its size. However, the Board of Directors will maintain close oversight in relation to financial and other matters.

Conclusion - Response accepted.

INSTANCES OF NON-COMPLIANCE:

No matters were reported.

**CAMANCHE COMMUNITY SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2012**

Part III: Findings and Questioned Costs for Federal Awards:

Instances of Non-compliance:

No matters were noted.

Internal Control Deficiencies:

No matters were noted.

**CAMANCHE COMMUNITY SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2012**

Part IV: Other Findings Related to Required Statutory Reporting:

IV-A-12 Certified Budget - Expenditures for the year ended June 30, 2012 exceeded the certified budget amount in the non-instructional programs function. However, the District did not exceed its General Fund unspent authorized budget for the year ended June 30, 2012.

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

Response - Future budgets will be amended in sufficient amounts to ensure the certified budget is not exceeded.

Conclusion - Response accepted.

IV-B-12 Questionable Expenditures - No expenditures that we believe may not meet the requirements of public purpose as defined in an Attorney General's opinion dated April 25, 1979 were noted.

IV-C-12 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-12 Business Transactions - No business transactions between the District and District officials or employees were noted.

IV-E-12 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 that coverage is adequate for current operations.

IV-F-12 Board Minutes - No transactions were found that we believe should have been approved in the Board minutes but were not.

IV-G-12 Certified Enrollment - No variances in the basic enrollment data certified to the Iowa Department of Education were noted.

IV-H-12 Supplementary Weighting - No variances regarding the supplementary weighting certified to the Iowa Department of Education were noted.

IV-I-12 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-12 Certified Annual Report - The Certified Annual Report was certified to the Iowa Department of Education timely.

**CAMANCHE COMMUNITY SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2012**

Part IV: Other Findings Related to Required Statutory Reporting: (Continued)

IV-K-12 Categorical Funding - No instances were noted of categorical funding used to supplant rather than supplement other funds.

IV-L-12 Statewide Sales and Services Tax - No instances of non-compliance with the allowable uses of the statewide sales, services and use tax revenue provided in 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. Districts are required to include these reporting elements in the Certified Annual Report (CAR) submitted to the Iowa Department of Education. For the year ended June 30, 2012, the District reported the following information regarding the statewide sales, services and use tax revenue in the District's CAR:

Beginning Balance		\$ 2,970,960
Revenues/transfers in:		
Sales tax revenues	\$ 765,660	
Other local revenues	93,230	858,890
Expenditures/transfers out:		
School infrastructure construction	\$ 2,332,339	
Equipment	49,736	
Other improvements	95,877	
Transfers to other funds	554,799	3,032,751
Ending Balance		\$ <u>797,099</u>

For the year ended June 30, 2012, the District reduced the following levies as a result of the moneys received under Chapter 423E or 423F of the Code of Iowa:

	Per \$1,000 of Taxable Valuation	Property Tax Dollars
Debt service levy	\$.44129	\$ 120,000

IV-M-12 Student Activity Fund - No instances were noted where monies in the Student Activity Fund were used to support activities other than those in accordance with Chapter 298A.8 of the Code of Iowa and Iowa Administrative Rule 281-12.6(1).

**CAMANCHE COMMUNITY SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR FEDERAL AUDIT FINDINGS
Year Ended June 30, 2012**

Comment Reference

Comment Title

Status

No matters were noted.

**CAMANCHE COMMUNITY SCHOOL DISTRICT
CORRECTIVE ACTION PLAN FOR FEDERAL AUDIT FINDINGS
Year Ended June 30, 2012**

<u>Comment Number</u>	<u>Comment Title</u>	<u>Corrective Action Plan</u>	<u>Contact Person, Title Phone Number</u>	<u>Anticipated Date of Completion</u>
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There were no comments made regarding significant deficiencies or noncompliance with federal awards.