



ankeney community school district

Comprehensive Annual Financial Report

For the Fiscal Year
Ended June 30, 2013
Ankeney, IA 50023



COMPREHENSIVE ANNUAL FINANCIAL REPORT

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

For the fiscal year ended June 30, 2013

OFFICIAL ISSUING REPORT

Jackie Black, CFO/Board Secretary

OFFICE ISSUING REPORT

Business Office



ANKENY
COMMUNITY SCHOOL DISTRICT

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January 20, 2014

To the Board of Education and Residents
Ankeny Community School District

The Comprehensive Annual Financial Report of the Ankeny Community School District, (the "District") for the year ended June 30, 2013 is submitted herewith. The District is an independent entity governed by a seven-member board. Responsibility for the accuracy and completeness of the presentation, including all disclosures, rests with the District's Business Office. We believe the data presented is accurate in all material respects; the data is presented to fairly set forth the financial position and results of operation of the District as measured by the financial activity of the various funds; and all necessary disclosures have been included in order to enable the reader to gain the maximum understanding of the District's financial affairs.

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

The Comprehensive annual financial report is presented in four sections:

1. Introductory Section: This section contains the Table of Contents; this Letter of Transmittal; the listing of the Board of Education Members; a listing of School Officials; and an organizational chart. The introductory section is not audited.
2. Financial Section: This section begins with the independent auditor's report. This section includes Management Discussion and Analysis (MD&A), Basic Financial Statements, Notes to the Basic Financial Statements, Combining and Individual Fund Statements, and required Budgetary Comparison and Funding Progress for the Retiree Health Plan Supplemental Information. The MD&A compliments this letter of transmittal and should be read in conjunction with it.
3. Statistical Section: This section, which is not audited, includes selected financial, demographic and economic data, generally presented on a multi-year basis. This section includes all disclosures, not contained elsewhere in the CAFR, to comply with the Securities and Exchange Commission continuing disclosure requirements for general obligation debt issues.
4. Compliance Section: The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1992, and the U. S. Office of Management and Budget Circular A-133, *Audits of State, Local Governments, and Non-Profit Organizations*. Information related to this single audit, including the schedule of federal assistance, the independent auditor's reports on internal controls, compliance with applicable laws and regulations and compliance for each major program are included in this section of the report.

THE REPORTING ENTITY

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

ECONOMIC CONDITION AND OUTLOOK

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

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

Ankeny has the workforce businesses need to succeed. Iowa Workforce Development Laborshed Studies released in July 2012 indicate the community has high concentrations of people with skills for the Life Sciences, Advanced Manufacturing, and Information Solutions/Financial Services.

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

Education	16.4%	Transport, Communication & Utilities	6.3%
Finance, Insurance & Real Estate	15.2%	Professional Services	7.1%
Health Care & Social Services	13.2%	Construction	2.5%
Wholesale & Retail Trade	13.2%	Personal Services	6.3%
Public Administration & Government	8.5%	Agriculture	1.8%
Manufacturing	9.0%	Entertainment & Recreation	0.4%
		Other (Non-profit, Religious, Military)	0.1%

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

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

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

The Ankeny Community School District is the 8th largest school district in the state of Iowa with 9,386.3 students and encompasses approximately 52 square miles. It provides a program of public education from kindergarten through twelfth grade. The District's enrollment has increased every year since FY1987 and is averaging 308 students growth per year since FY2002. The District has grown from an enrollment of 3,927 students in FY1987 to its current enrollment. This growth has had a positive effect on employment and the District's tax base. The District has averaged

a 7.08% annual increase in its tax base since 2002. Based on conservative projections an upward trend is expected to continue. The District population is projected to be 59,600 by the year 2020 from its current population of approximately 45,600.

Ankeny's population, building permits and retail sales are increasing at a rate greater than many locations in the metropolitan area or in the state of Iowa. The population of Ankeny is over 45,582 (2010 US Census), compared to the 2000 census of slightly over 27,000. While residential growth nationally is slowly but steadily improving, Ankeny issued permits for 639 single family housing starts in 2013 which is 247 more than this same period one year ago.

MAJOR INITIATIVES FOR THE YEAR AND FOR THE FUTURE

The 2012-2013 school year brought not only the beginning of a new school year, but also many changes to the District, especially in personnel, programs and buildings.

- **New Personnel-** Ankeny Community Schools welcomed 26 new Teachers filling new positions and 72 additional new staff replacing retiring teachers, filling vacancies.
- **Capital Improvement-** During this year, the school district completed construction and opened Prairie Trail Elementary School; East Elementary Phase III; and started construction of: Southview Middle School Phase II, East Elementary Phase IV, Ankeny Centennial High School and Northview Field Turf Project.
- **Curriculum Programming-** In addition to the scheduled curriculum reviews in Guidance and Library that occurred during the 2012-13 school year, the District's courses at the secondary level expanded to offer AP Environmental Science and AP Comparative Government at the high schools. The District continues its strong partnership with Des Moines Area Community College (DMACC) through expanded concurrent enrollment opportunities for students.
- **Student Growth/New Families to Ankeny-** Ankeny Community Schools experienced a growth of 422.50 students, creating additional sections of classes in some of the buildings.
- **Extra Curricular Activities-** The district enjoys a very successful activities program. The District has won numerous state athletic championships in both girls and boys athletics in the past. During FY13 the Activities Program received the following recognitions:
 - 28 AHS students signed National Letters of Intent to play collegiate sports, or as preferred walk-ons
 - Three Team State Championships (Football, Girls Soccer, Coed Golf)
 - 9 District, Divisional, or Central Iowa Metro League (CIML) Championships –
 - District champs--Football
 - CIML Eastern Division champs--Boys basketball, girls basketball, girls swimming, volleyball, girls soccer, boys soccer, baseball, Girls basketball also tied for the overall Central Iowa Conference title
 - 15 State Tournament Appearances – Football, Volleyball, Boys and Girls Cross Country, Boys Golf, Wrestling, Girls Basketball, Boys and Girls Swimming, Boys Bowling, Girls Tennis (Doubles), Boys Soccer, Girls Soccer , Baseball, Softball
 - 11 State Top Ten Finishes: Champions--Football, girls soccer, coed golf 3rd place--Softball Semifinalists--Volleyball, girls basketball 5th place state duals--Wrestling 8th place--Boys bowling 10th place--Boys golf
 - Other state qualifiers (top 8)--Baseball, boys soccer
 - National rankings including: Girls' soccer (2nd)
 - 103 All-Conference Athletes
 - 80 First or Second Team All Conference or Conference Champions
 - 141 All-Academic Team Athletes
 - 32 First-Team All-State Athletes
 - Four students selected for All-State Band
 - Four students selected for the South Central Iowa Bandmasters Association Honor Band
 - Division I rating at the Iowa High School Music Association's State Marching Band Contest
 - Sweepstakes Band at the Charles City Jazz Festival
 - Debate - Third place overall finish IHSSA state tourney
 - Back-to-back individual state champion in Lincoln Douglas, Grant Laverty
 - Tournament of Champions qualifier, Lincoln Douglas, Grant Laverty
 - Tournament of Champions qualifier, Public Forum, Adam Hudson/Richelle Manuel
 - Tournament of Champions qualifier, Student Congress, Katie Gatzke
 - National Forensics League National Tournament qualifier, Lincoln Douglas, Grant Laverty
 - National Forensics League National Tournament qualifier, Public Forum, Alex Geren/Ivy Xue

- National Forensics League National Tournament qualifier, Student Congress, Katie Gatzke
- First Runner-up, Valley Mid-America Cup, Lincoln Douglas, Grant Lavery
- First Runner-up, Valley Mid-America Cup, Public Forum, Adam Hudson/Richelle Manuel
- 10 Division I ratings in state group speech
- Three All-State speech groups
- 34 Division I ratings in district individual speech
- 22 Division I ratings in state individual speech
- Eight All-State individual speech selections
- Fourth consecutive team championship at the Walnut Hills Speech Classic
- 11 All-State Choir selections, plus two alternates
- Show Choir - Class 4A Championships at Cedar Rapids Kennedy
- National Show Choir Showcase – 3rd Place
- Dance – State 4A Champions in Lyrical, State 4A Runner up in Jazz, Finished 24th in the Nation in Jazz
- **College Entrance Scores (ACT)** - The American College Testing Program (ACT) is the college entrance exam that most Ankeny High School students take. A score of 20 or higher on the 36-point scale for the test is the score that Iowa's state universities require for acceptance. For the 2012-13 school year, 317 senior students who took the exam (84.31%) obtained a score of 20 or higher.
- **Average Daily Attendance** – Ankeny's K-8 average daily attendance rate for 2011-2012 was 96.6%.
- **Dropout Rates** - Of the 3,570 students in grades seven through twelve, 27 students dropped out during the 2011-2012 school year. Ankeny Community Schools offer extra assistance to students considered at-risk of dropping out through Learning Center Programs in all secondary buildings.
- **Graduation Rate** – The graduation rate for the District is computed by the Department of Education and is always a year behind the current school year. The graduation rate is computed by dividing the number of high school graduates in a specific year by the sum of the number of graduates in that year and the sum of drop-outs for that graduation class from ninth grade through twelfth grade. Ankeny Community School's graduation rate for the class of 2012 was 92.82% compared to the state graduation rate of 89.26%. Ankeny's graduation rate continues to be above the state average.
- **Post Graduation Intentions for 2013 Graduates**
Total Number of seniors responding: 497

Attend a four-year private college/university	90	Enter the military	7
Attend a four-year college	181	Start full-time employment	30
Attend a community college	134	Unknown	47
Attend a two-year college/training program	3		
Other post secondary	5		
Total pursuing post-secondary education	413		

To meet the challenges addressed in the Early Intervention Goals, the Ankeny Community School District has implemented a new literacy curriculum with instructional resources that support differentiation for all students and acceleration for those students performing below grade level. Literacy leaders in each building collaborate with classroom teachers to provide targeted and intensive interventions. The data from ongoing assessments facilitate conversations about student progress and appropriate instructional adjustments. The progress toward each goal will be communicated in the District's Annual Report available via the website.

FINANCIAL INFORMATION

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

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

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

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

Cash Management- The District has been in a banking services agreement with Valley Bank which was extended an additional year in 2012-2013. The District's investment policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio. The District kept investments of its idle funds in Valley Bank and Iowa Schools Joint Investment Trust (ISJIT). ISJIT was one of the first local Government Investment Pools in the country when it was created in 1986. During the past Twenty-Five years of continuous operation, ISJIT has assisted more than 360 authorized participants to safely and effectively increase their interest income, providing millions of additional dollars in investment income to increase the quality of educational services available to students across the state. Interest revenue of \$2,368 was earned on General Fund investments for the year ended June 30, 2013. This represents an decrease of \$15,534 over fiscal year 2012 earnings.

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

Independent Audit- A request for proposals was submitted to the market in the spring of 2013. The accounting firm of McGladrey LLP was selected to perform the annual audit in accordance with Chapter 11 of the Code of Iowa. In addition to meeting the requirements set forth in state statutes, the audit was designed to meet the requirements of the federal Single Audit Act Amendments of 1996 and related to OMB circular A-133. The auditor's report on the basic financial statements, combining and individual fund statements and other schedules is included in the financial section of this report.

Acknowledgement

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

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

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

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

Respectfully submitted,



Jackie Black
CFO/Board Treasurer



Dr. Bruce Kimpston
Superintendent of Schools

Ankeny Community School Board of Education



We welcome your comments!

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

		<u>Term Expires</u>
Pat Cahill	President	September, 2013
Todd Shafer	Vice-President	September, 2013
Dustin Graber	Member	September, 2015
Brad Huss	Member	September, 2015
Stephanie Jorgensen	Member	September, 2015
Mike Rooney	Member	September, 2015
George Tracy	Member	September, 2013

District Administration Year Ended June 30, 2013

Superintendent of Schools

Dr. Bruce Kimpston

CFO/Board Secretary

Ms. Jackie Black

Assistant Superintendent of Organization Development & Learning

Dr. Matt Adams

Assistant Superintendent of Curriculum & Instruction

Dr. Jill Urich

Director Curriculum, Assessment & Professional Development

Dr. Sharon Ingebrand

Director of Special Programs

Ms. Lisa Glenn

Director of Finance Services

Mr. Brent Steemken

Director of Human Resources

Ms. Jenifer Owenson

Director of Support Services

Mr. Don Peterson

Director of Technology

Mr. Brad Johnson



Building Administration Year Ended June 30, 2013

Ankeny High School
 1155 SW Cherry Street
 (515) 965-9630

Principal
 Dr. Jeff Hawkins

Assistant Principals
 Mr. Derrick Joel
 Ms. Jodie Graham
 Dr. Jen Lindaman

Activities Director
 Mr. Kevin Biggs
 Mr. Matt Blackmore

Southview Middle School
 1020 SW Cherry Street
 (515) 965-9635

Principal
 Dr. Lisa Hill

Northview Middle School
 1302 N. Ankeny Boulevard
 (515) 965-9700

Principal
 Mr. Dan Meyer
 Ms. Bev Kuehn

Associate Principal
 Mr. Mike Boyle

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

Principal
 Mr. Jeff Schumacher

Associate Principal
 Ms. Carol Eddy

Prairie Ridge Middle School
 1010 NW Prairie Ridge Drive
 (515) 965-9705

Principal
 Ms. Tabetha Rabenberg

Assistant Principal
 Ms. Joy Linquist

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

Principal
 Mr. Mark Moss

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

Principal
 Dr. Tom Muhlenbruck

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

Principal
 Ms. Julianne Taylor

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

Principal
 Mr. Al Neppi

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

Principal
 Mr. Travis Busby

Prairie Trail Elementary School
 1850 SW College Avenue
 (515) 965-9605

Principal
 Dr. Pam Dodge

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

Principal
 Mr. Ben Muller

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

Principal
 Ms. Tiffany O'Hara

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

Principal
 Dr. Amy Dittmar



ANKENY
COMMUNITY SCHOOL DISTRICT



Independent Auditor's Report

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

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of Ankeny Community School District, (the District) as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Ankeny Community School District as of June 30, 2013, and the respective changes in financial position and, where applicable, cash flows, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As described in Note 15, the District restated beginning net position of the governmental activities and fund balance of the Statewide Sales, Services and Use Tax Fund to record sales tax revenue that had not previously been recorded and to correct an error in accumulated depreciation in the governmental activities.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 3 through 9, and the schedule of funding progress for the retiree health plan on page 45 and the budgetary comparison information on pages 46 through 48 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining nonmajor fund financial statements and individual fund statements, listed in the table of contents as supplementary information, and schedule of expenditures of federal awards, as required by the U.S. Office of Management and Budget Circular A-133, *Audit of States, Local Governments and Nonprofit Organizations* are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The accompanying introductory and statistical sections, as listed in the table of contents, have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 15, 2014 on our consideration of the 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* in considering the District's internal control over financial reporting and compliance.



Des Moines, Iowa
January 15, 2014

**Ankeny Community School District
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
For fiscal year ended June 30, 2013**

This section of the Ankeny Community School District annual financial report presents the readers of the District's financial statements a narrative overview and analysis of the financial activity of the District for the fiscal year ended June 30, 2013. We encourage readers to consider the information presented here in conjunction with additional information we have furnished in our letter of transmittal. Professional standards require the inclusion of certain comparative information in the Management's Discussion and Analysis (MD&A).

FINANCIAL HIGHLIGHTS

- The District showed an increase in combined total governmental and business-type activities net position of \$5,508,356 and \$11,700,277 during the years ending June 30, 2013 and 2012, respectively.
- Total revenues for the fiscal year ended June 30, 2013 and 2012 of \$113,573,224 and \$111,139,903 were comprised of General Revenues in the amount of \$95,409,673 and \$92,496,107 and Program Revenues totaling \$18,163,551 and \$18,643,796.
- As of June 30, 2013 the District's governmental funds reported combined ending fund balances of \$57,104,501 a increase of \$25,793,234 in comparison with the prior year. Of the total combined fund balance, the unassigned fund balance amount equals \$2,241,974.
- As of June 30, 2013, unassigned fund balance of the General Fund was \$2,401,307 or 2.75% of total General Fund revenues compared to \$3,909,640 or 4.57% for 2012.
- The District's general obligation bonded debt increased by \$29,385,000 during the fiscal year, including a crossover advance refunding of \$17,145,000 of the Series 2007 general obligation bonds.

OVERVIEW OF FINANCIAL STATEMENTS

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

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

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

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

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

The government-wide financial statements can be found on pages 10 through 13 of this report.

**Ankeny Community School District
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
For fiscal year ended June 30, 2013**

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

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

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

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

The basic governmental fund financial statements can be found on pages 14 through 19 of this report.

Proprietary funds. There are two types of proprietary funds: enterprise and internal service. The District's internal service fund, Self Insurance, accounts for the financing of services provided by one department to other departments of the District on a cost reimbursement basis. Enterprise funds are used to report the same functions presented as business-type activities.

The basic proprietary fund financial statements can be found on pages 20 through 22 of the report.

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

The basic fiduciary fund financial statement can be found on page 23 of this report.

Notes to financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to financial statements can be found on pages 24 through 44 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the District's budget process and funding progress for the retiree health plan. The District adopts an annual expenditure budget for all governmental funds. A budgetary comparison statement has been provided for the Governmental and Proprietary Funds as required supplementary information. The required supplementary information can be found on pages 45 through 48 of this report.

The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the budgetary comparisons. Combining and individual fund statements and schedules can be found on pages 49 through 58 of this report.

**Ankeny Community School District
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
For fiscal year ended June 30, 2013**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. In the case of the District, net position has increased from a year ago from \$131,941,145 (as restated) to \$137,449,501.

A significant portion of the District's total net position reflects its investment in capital assets (e.g., land and improvements, buildings and improvements, vehicles, furniture and equipment and construction in progress); less any related debt used to acquire those assets that are still outstanding. The District uses these capital assets to provide services to its students; consequently, these assets are *not* available for future spending. The District's net position invested in capital assets, net of related debt, was \$122,044,854 for 2013 and \$94,771,094 for 2012. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

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

The following table presents a summary of the District's net position for the fiscal years ended June 30, 2013 and 2012.

Table 1 – Total Net Assets

<u>Description</u>	Governmental Activities		Business type Activities		Total School District		Total Change June 30, 2013
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	
Current and other assets	\$ 74,096,183	\$ 92,227,500	\$ 1,192,299	\$ 1,322,184	\$ 75,288,482	\$ 93,549,684	-19.52%
Capital assets	251,183,605	222,897,177	209,827	200,862	251,393,432	223,098,039	12.68%
Other assets	47,698,645	153,445	-	-	47,698,645	153,445	30985.17%
Total assets	\$ 372,978,433	\$ 315,278,122	\$ 1,402,126	\$ 1,523,046	\$ 374,380,559	\$ 316,801,168	18.18%
Current Liabilities	\$ 24,218,503	\$ 21,152,630	\$ 97,183	\$ 100,368	\$ 24,315,686	\$ 21,252,998	14.41%
Long-term Liabilities	163,156,544	122,205,244	12,323	12,583	163,168,867	122,217,827	33.51%
Total Liabilities	\$ 187,375,047	\$ 143,357,874	\$ 109,506	\$ 112,951	\$ 187,484,553	\$ 143,470,825	30.68%
Deferred inflows of resources	\$ 49,446,505	\$ 48,188,754	\$ -	\$ -	\$ 49,446,505	\$ 48,188,754	2.61%
Net position:							
Investment in Capital assets, net of related debt	\$ 121,835,027	\$ 94,570,232	\$ 209,827	\$ 200,862	\$ 122,044,854	\$ 94,771,094	28.78%
Restricted	14,923,056	25,831,351	-	-	14,923,056	25,831,351	-42.23%
Unrestricted	(601,202)	3,329,911	1,082,793	1,209,233	481,591	4,539,144	-89.39%
Total net position	\$ 136,156,881	\$ 123,731,494	\$ 1,292,620	\$ 1,410,095	\$ 137,449,501	\$ 125,141,589	9.84%

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

- General obligation bonds and capital loan notes principal balance had additions of \$33,185,000 and reductions of \$4,555,000. Interest payments on this debt totaled \$3,059,137.
- Revenue bonds principal balance had additions of \$15,850,000 and reductions were \$2,980,000. Interest payments on this debt totaled \$2,396,304.
- The addition of \$22,072,852 in capital assets through the construction of new schools, land, other school improvements, and equipment net of accumulated depreciation expense.

**Ankeny Community School District
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
For fiscal year ended June 30, 2013**

Changes in net position. The District's net position increased by \$5,508,356 during the fiscal year. The governmental activities' net position increased by \$5,625,831 while the business-type activities that include the nutrition fund, decreased by \$117,475. The increase in governmental activities was mainly attributed to capital project activities.

Table 2 highlights the District's revenues and expenses for the fiscal year ended June 30, 2013. These two main components are subtracted to yield the change in net position. Revenues are made up of Program Revenues and General Revenues. Program Revenues are defined as charges for services and sales, operating and capital grants, and contributions. General Revenues include taxes and unrestricted grants such as state foundation support.

Table 2 - Program Revenues and Expenditures

<u>Description</u>	<u>Governmental Activities</u>		<u>Business type Activities</u>		<u>Total School District</u>	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
Program revenues:						
Charges for service and sales	\$ 3,201,987	\$ 3,333,547	\$ 2,975,981	\$ 2,880,139	\$ 6,177,968	\$ 6,213,686
Operating grants, contributions	11,083,949	11,601,778	901,634	828,332	11,985,583	12,430,110
General revenues:						
Local sources	56,397,330	55,313,654	-	-	56,397,330	55,313,654
Investment earnings	57,865	119,492	299	934	58,164	120,426
State sources	37,412,655	34,553,329	-	-	37,412,655	34,553,329
Other	1,510,903	2,508,698	30,621	-	1,541,524	2,508,698
Total revenues	\$ 109,664,689	\$ 107,430,498	\$ 3,908,535	\$ 3,709,405	\$ 113,573,224	\$ 111,139,903
Program expenses:						
Regular Instruction	\$ 49,625,254	\$ 46,236,327	\$ -	\$ -	\$ 49,625,254	\$ 46,236,327
Special Instruction	9,309,657	8,862,532	-	-	9,309,657	8,862,532
Vocational and Other	7,983,848	7,482,261	-	-	7,983,848	7,482,261
Support services:						
Student	5,982,612	5,620,731	-	-	5,982,612	5,620,731
Instructional Staff	4,869,499	4,515,853	-	-	4,869,499	4,515,853
Administration	8,943,199	7,250,578	-	-	8,943,199	7,250,578
Operation and Maintenance	7,296,061	6,616,874	-	-	7,296,061	6,616,874
Support Service- Other	41,594	168,857	-	-	41,594	168,857
Non-instructional programs	3,335,144	3,133,101	4,026,010	3,754,858	7,361,154	6,887,959
Interest Expense	6,651,990	5,797,654	-	-	6,651,990	5,797,654
Total expenses	104,038,858	95,684,768	4,026,010	3,754,858	108,064,868	99,439,626
Change in net position	\$ 5,625,831	\$ 11,745,730	\$ (117,475)	\$ (45,453)	\$ 5,508,356	\$ 11,700,277

- The cost of all governmental and business-type activities this year was \$108,064,868.
- Federal and state governments and charges for services subsidized certain programs with grants and contributions and other local revenues of \$18,163,551.
- In Table 3 the net cost of governmental activities \$89,752,922 was financed by general revenues, which are made up of primarily property taxes and local source revenue \$56,397,330 and state sources \$37,412,655.

**Ankeny Community School District
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
For fiscal year ended June 30, 2013**

Table 3 - Governmental Activities

<u>Description</u>	<u>Total Cost of Services</u>		<u>Net Cost of Services</u>	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
Primary Governmental Activities				
Program expenses:				
Instruction:				
Regular	\$ 49,625,254	\$ 46,236,327	\$ (41,904,522)	\$ (37,312,362)
Special	9,309,657	8,862,532	(8,868,635)	(8,123,393)
Vocational and Other	7,983,848	7,482,261	(5,252,661)	(5,426,561)
Support services:				
Student	5,982,612	5,620,731	(5,924,761)	(5,537,311)
Instructional Staff	4,869,499	4,515,853	(4,869,499)	(4,515,853)
Administration	8,943,199	7,250,578	(8,943,199)	(7,250,578)
Operation and Maintenance	7,296,061	6,616,874	(7,296,061)	(6,616,874)
Support Service- Other	41,594	168,857	(41,594)	(168,857)
Non-instructional programs	3,335,144	3,133,101	-	-
Interest Expense	6,651,990	5,797,654	(6,651,990)	(5,797,654)
Total Governmental Activities	\$ 104,038,858	\$ 95,684,768	\$ (89,752,922)	\$ (80,749,443)
Business - Type Activities				
Nutrition Services	\$ 4,026,010	\$ 3,754,859	\$ (148,395)	\$ (46,386)
Total Primary Government	\$ 108,064,868	\$ 99,439,627	\$ (89,901,317)	\$ (80,795,829)

Net cost of services is \$89,901,317 / \$108,064,868 or 83.19% of total cost of services in 2013.

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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

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

As of the end of the current fiscal year, the Ankeny Community School District's governmental funds reported combined ending fund balances of \$57,104,501, an increase of \$25,793,234, in comparison to the previous year. This increase was due primarily to the cross-over advance refunding general obligation bonds and capital projects. Of the combined ending fund balance only \$2,241,974 constitutes the unassigned portion of the fund balance, which is available for spending at the government's discretion. The remainder of the combined fund balance \$54,862,527 is non-spendable, restricted, or assigned and is not available for new spending: 1) General Fund \$2,470,551; 2) Capital Projects: Statewide Sales, Services and Use Tax \$12,326,158 and Other Capital Projects \$14,094,151; 3) Debt Service restricted or assigned \$20,716,040; 4) Other Non-Major Governmental Funds \$5,254,904.

**Ankeny Community School District
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
For fiscal year ended June 30, 2013**

The General Fund is the principal operating fund of the District. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$2,401,307, with total fund balance declining to \$4,871,585. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund revenues. The unassigned fund balance represents 2.75% of total General Fund revenues, while the total fund balance represents 5.58% of that same amount.

The key factors in this slight decrease were directly attributable to the FF&E expense for the opening Ankeny Centennial High School and Southview Middle School Phase II. Added staff, resulting from high student growth, continues to place pressure on general fund resources with continued cash reserve levy necessary.

BUDGETARY HIGHLIGHTS

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

A comparison of the actual expenditures of the District's Budgeted funds amounts is as follows:

	<u>Budget</u>		<u>Actual Expenditures/ Expenses</u>	<u>Final Budget to Actual Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Instruction	\$64,470,172	\$68,000,000	\$62,626,468	\$5,373,532
Support services	35,871,448	35,871,448	26,549,182	9,322,266
Non-instructional programs	5,695,509	5,695,509	4,371,814	1,323,695
Other	<u>76,316,161</u>	<u>76,316,161</u>	<u>43,878,335</u>	<u>32,437,826</u>
Total	<u>\$182,353,290</u>	<u>\$185,883,118</u>	<u>\$137,425,799</u>	<u>\$48,457,319</u>

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. As of June 30, 2013, the District's investment in capital assets, including land, school buildings, athletic facilities, buses and other vehicles, computers and other equipment totaled \$301,783,300. This amount represents a net increase, prior to depreciation of \$27,232,446 from last year, primarily due to construction in progress for new buildings and building additions. Total depreciation expense for the year was \$5,202,358.

The following schedule presents capital asset balances net of depreciation for the fiscal year ended June 30, 2013.

Land	\$ 18,748,682
Buildings and improvements	157,981,935
Vehicles, furniture and equipment	2,585,383
Construction in progress	<u>72,077,432</u>
Total	<u>\$251,393,432</u>

Additional information on the District's capital assets can be found in Note 5 of the financial statements.

**Ankeny Community School District
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
For fiscal year ended June 30, 2013**

Debt Administration. At year end, the District had \$170,438,202 in general obligation bonds and other long-term debt outstanding, of which \$7,980,000 is due within one year. The following table presents a summary of the District's outstanding long-term debt for the fiscal year ended June 30, 2013.

General obligation bonds	\$98,490,000
General obligation capital loan notes	1,395,000
Revenue bonds	70,220,000
Discounts net of premiums	333,302
Accrued compensated absences	610,020
Early retirement	451,114
Net OPEB Liability	<u>521,783</u>
 Total	 <u>\$172,021,219</u>

The District maintains the A+ long-term rating by Standard & Poor's Rating Services for school infrastructure sales, services, and use tax revenue bonds, affirmed in October 2012. The District's Moody's rating is Aa3, affirmed in April 2013 for general obligation bonds.

State statutes currently limit the amount of general obligation debt a District may issue to five percent (5%) of its total assessed valuation. The current debt limitation for the District is \$128,069,371, which is more than the District's outstanding general obligation debt.

Additional information on the District's long-term debt can be found in Note 6 of the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The District is located in the central part of the state at the cross roads of Interstate 35 and Interstate 80; bordering the larger Des Moines metropolitan area and ranks as the tenth largest school district in the state in the heart of one of the top growth areas of the country. The economic condition and outlook is improving since the economic decline of 2009. Significant student growth is expected to continue. The District's tax base has grown an average of over 7% for the past 30 years.

The District completed work on the Ankeny Centennial High School and Southview Middle School Phase II. A successful bond referendum for Elementary #10 occurred in April 2013 and work is underway.

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

Retail sales, building permits and population increases in Ankeny and the metro area as a whole exceed most state and national trends. These trends are once again building as evidenced by the state budget surplus for year ending June 2013.

REQUEST FOR INFORMATION

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



ANKENY
COMMUNITY SCHOOL DISTRICT

BASIC FINANCIAL STATEMENTS

Ankeny Community School District

**Statement of Net Position
June 30, 2013**

Assets	Governmental Activities	Business-type Activities	Total
Current assets:			
Cash, cash equivalents and investments	\$ 19,467,190	\$ 1,145,244	\$ 20,612,434
Property taxes receivable:			
Current year	156,660	-	156,660
Succeeding year	49,446,505	-	49,446,505
Due from other governments	4,325,219	-	4,325,219
Other receivables	5,542	-	5,542
Prepaid expenses	501,075	-	501,075
Inventories	193,992	47,055	241,047
Total current assets	74,096,183	1,192,299	75,288,482
Noncurrent assets:			
Restricted cash, cash equivalents and investments	47,698,645	-	47,698,645
Capital assets:			
Land	18,748,682	-	18,748,682
Land improvements	1,534,624	-	1,534,624
Buildings and improvements	201,437,833	-	201,437,833
Furniture and equipment	6,868,045	1,079,789	7,947,834
Vehicles	-	36,895	36,895
Accumulated depreciation	(49,483,011)	(906,857)	(50,389,868)
Construction in progress	72,077,432	-	72,077,432
Net capital assets	251,183,605	209,827	251,393,432
Total noncurrent assets	298,882,250	209,827	299,092,077
Total assets	372,978,433	1,402,126	374,380,559

See Notes to Basic Financial Statements.

Liabilities	Governmental Activities	Business-type Activities	Total
Current liabilities:			
Accounts payable and accrued liabilities	\$ 14,784,933	\$ 945	\$ 14,785,878
General obligation bonds	3,930,000	-	3,930,000
Revenue bonds	3,350,000	-	3,350,000
Notes payable	700,000	-	700,000
Interest payable	555,333	-	555,333
Early retirement payable	250,009	-	250,009
Compensated absences payable	610,020	-	610,020
Unearned revenue	38,208	96,238	134,446
Total current liabilities	24,218,503	97,183	24,315,686
Noncurrent liabilities:			
General obligation bonds	95,218,769	-	95,218,769
Revenue bonds	66,507,038	-	66,507,038
Notes	732,495	-	732,495
Early retirement payable	201,105	-	201,105
Other post employment benefits obligation	497,137	12,323	509,460
Total noncurrent liabilities	163,156,544	12,323	163,168,867
Total liabilities	187,375,047	109,506	187,484,553
Deferred inflows of resources,			
Unavailable revenue - property taxes	49,446,505	-	49,446,505
Net Position			
Net investment in capital assets	121,835,027	209,827	122,044,854
Restricted for:			
Categorical funding	972,007	-	972,007
Management levy purposes	4,115,468	-	4,115,468
Debt service	8,712,573	-	8,712,573
Student activities	1,123,008	-	1,123,008
Unrestricted	(601,202)	1,082,793	481,591
Total net position	\$ 136,156,881	\$ 1,292,620	\$ 137,449,501

Ankeny Community School District

**Statement of Activities
Year Ended June 30, 2013**

Functions/Programs	Expenses	Program Revenues	
		Charges for Services	Operating Grants, and Contributions
Governmental Activities			
Instruction:			
Regular	\$ 49,625,254	\$ 1,281,242	\$ 6,439,490
Special	9,309,657	-	441,022
Vocational and other	7,983,848	1,920,745	810,442
Support services:			
Student	5,982,612	-	57,851
Instructional staff	4,869,499	-	-
Administration	8,943,199	-	-
Plant operation and maintenance	7,296,061	-	-
Noninstructional program	41,594	-	-
AEA Flowthrough	3,335,144	-	3,335,144
Interest and issuance costs on long-term debt	6,651,990	-	-
Total governmental activities	104,038,858	3,201,987	11,083,949
Business-type activities, nutrition services	4,026,010	2,975,981	901,634
Total primary government	\$ 108,064,868	\$ 6,177,968	\$ 11,985,583
General revenues:			
Taxes:			
Property taxes for general purposes			
Property taxes for debt service			
Property taxes for capital outlay			
Revenue in lieu of taxes			
Sales taxes			
State aid			
Investment earnings			
Miscellaneous			
Gain on the sale of capital assets			
Total general revenues			
Changes in net position			
Net position, beginning of year, as restated			
Net position, end of year			

See Notes to Basic Financial Statements.

Net (Expense) Revenue and Changes in Net Position

Governmental Activities	Business-Type Activities	Total
\$ (41,904,522)	\$ -	\$ (41,904,522)
(8,868,635)	-	(8,868,635)
(5,252,661)	-	(5,252,661)
-	-	-
(5,924,761)	-	(5,924,761)
(4,869,499)	-	(4,869,499)
(8,943,199)	-	(8,943,199)
(7,296,061)	-	(7,296,061)
(41,594)	-	(41,594)
-	-	-
(6,651,990)	-	(6,651,990)
(89,752,922)	-	(89,752,922)
-	(148,395)	(148,395)
36,784,097	-	36,784,097
6,736,789	-	6,736,789
4,061,776	-	4,061,776
654,197	-	654,197
8,160,471	-	8,160,471
37,412,655	-	37,412,655
57,865	299	58,164
1,504,133	30,621	1,534,754
6,770	-	6,770
95,378,753	30,920	95,409,673
5,625,831	(117,475)	5,508,356
130,531,050	1,410,095	131,941,145
\$ 136,156,881	\$ 1,292,620	\$ 137,449,501

Ankeny Community School District

**Balance Sheet
Governmental Funds
June 30, 2013**

Assets	General Fund	Capital Projects	Debt Service
		Statewide Sales, Services and Use Tax	
Cash, cash equivalents and investments	\$ 11,462,721	\$ 576,127	\$ 2,127,104
Restricted cash, cash equivalents and investments	-	14,384,384	18,612,613
Property taxes receivable:			
Delinquent	117,240	-	22,158
Succeeding year	37,534,936	-	6,534,048
Due from other governments	2,703,034	1,622,185	-
Other receivables	5,022	520	-
Due from other funds	-	-	-
Prepaid expenses	500,352	723	-
Inventories	193,992	-	-
Total assets	\$ 52,517,297	\$ 16,583,939	\$ 27,295,923
Liabilities, Deferred Inflows of Resources and Fund Balances			
Liabilities:			
Accounts payable and accrued liabilities	\$ 10,072,295	\$ 3,867,258	\$ 45,835
Due to other funds	-	-	-
Unearned revenue	38,208	-	-
Total liabilities	10,110,503	3,867,258	45,835
Deferred inflows of resources:			
Unavailable revenue - property taxes	37,534,936	-	6,534,048
Unavailable revenue - sales tax	-	389,800	-
Total deferred inflows of resources	37,534,936	389,800	6,534,048
Fund balances:			
Nonspendable	694,344	723	-
Restricted	972,007	12,326,158	20,716,040
Assigned	804,200	-	-
Unassigned	2,401,307	-	-
Total fund balances	4,871,858	12,326,881	20,716,040
Total liabilities, deferred inflows of resources and fund balances	\$ 52,517,297	\$ 16,583,939	\$ 27,295,923

See Notes to Basic Financial Statements.

Other Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ 5,270,357	\$ 19,436,309
14,701,648	-	47,698,645
-	17,262	156,660
-	5,377,521	49,446,505
-	-	4,325,219
-	-	5,542
32,036	-	32,036
-	-	501,075
-	-	193,992
<u>\$ 14,733,684</u>	<u>\$ 10,665,140</u>	<u>\$ 121,795,983</u>
\$ 639,533	\$ 160,012	\$ 14,784,933
-	32,036	32,036
-	-	38,208
<u>639,533</u>	<u>192,048</u>	<u>14,855,177</u>
-	5,377,521	49,446,505
-	-	389,800
<u>-</u>	<u>5,377,521</u>	<u>49,836,305</u>
-	-	695,067
14,094,151	5,254,904	53,363,260
-	-	804,200
-	(159,333)	2,241,974
<u>14,094,151</u>	<u>5,095,571</u>	<u>57,104,501</u>
<u>\$ 14,733,684</u>	<u>\$ 10,665,140</u>	<u>\$ 121,795,983</u>

Ankeny Community School District

**Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities
June 30, 2013**

Total fund balances of governmental funds		\$ 57,104,501
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in the governmental funds.		251,183,605
Receivables not collected within 60 days of year-end are not available soon enough to pay for the current period's expenditures and, therefore, are deferred inflows of resources in the funds.		389,800
Internal service funds are used by the District's management to charge the costs of the self-insurance program to the individual funds. The assets and liabilities of the internal service fund are included with governmental activities.		30,881
Long-term liabilities, including bonds payable are not due and payable in the current period and, therefore, are not reported as liabilities in the funds. Long-term liabilities at year-end consist of:		
Bonds and notes payable	\$ (170,105,000)	
Bond premiums	(1,433,341)	
Bond discounts	1,100,039	
Accrued interest payable	(555,333)	
Compensated absences	(610,020)	
Early retirement payable	(451,114)	
Other postemployment benefits	(497,137)	(172,551,906)
Net position of governmental activities		<u><u>\$ 136,156,881</u></u>

See Notes to Basic Financial Statements.



ANKENY
COMMUNITY SCHOOL DISTRICT

Ankeny Community School District

**Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
Year Ended June 30, 2013**

	General Fund	Capital Projects Statewide Sales, Services and Use Tax	Debt Service
Revenues:			
Local sources:			
Local tax	\$ 36,096,634	\$ 7,770,671	\$ 6,824,457
Tuition	1,281,242	-	-
Other	1,439,786	22,326	-
Interest income	2,368	52,477	765
Intermediate sources	144,292	-	-
State sources	46,726,946	-	-
Federal sources	1,625,366	-	-
Total revenues	87,316,634	7,845,474	6,825,222
Expenditures:			
Current:			
Instruction:			
Regular	44,783,614	-	-
Special	9,309,657	-	-
Vocational and other	5,898,001	-	-
Support services:			
Student	5,982,612	-	-
Instructional staff	4,439,584	-	-
Administration	8,605,013	-	-
Plant operation and maintenance	6,396,108	-	-
Noninstructional programs	41,594	-	-
Capital outlay	-	21,449,363	-
Debt service:			
Principal retirement	-	-	7,535,000
Interest and fiscal charges	-	-	5,723,627
Bond issuance costs	-	50,000	47,548
AEA flowthrough	3,335,144	-	-
Total expenditures	88,791,327	21,499,363	13,306,175
Excess (deficiency) of revenues over (under) expenditures	(1,474,693)	(13,653,889)	(6,480,953)
Other financing sources (uses):			
Proceeds from sale of capital assets	5,969	-	-
Interfund transfers in (out)	-	(6,035,300)	6,830,911
Issuance of long-term debt	-	15,850,000	17,285,000
Premium on bonds	-	76,003	928,277
Discount on bonds	-	(234,503)	(51,855)
Total other financing sources (uses)	5,969	9,656,200	24,992,333
Net change in fund balances	(1,468,724)	(3,997,689)	18,511,380
Fund balances, beginning of year, as restated	6,340,582	16,324,570	2,204,660
Fund balances, end of year	\$ 4,871,858	\$ 12,326,881	\$ 20,716,040

See Notes to Basic Financial Statements.

	Other Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
\$	-	\$ 5,315,768	\$ 56,007,530
	-	-	1,281,242
	-	1,962,766	3,424,878
	74	2,146	57,830
	-	-	144,292
	-	-	46,726,946
	-	-	1,625,366
	74	7,280,680	109,268,084
	-	549,349	45,332,963
	-	-	9,309,657
	-	2,085,847	7,983,848
	-	-	5,982,612
	-	383,721	4,823,305
	-	5,654	8,610,667
	-	736,490	7,132,598
	-	-	41,594
	1,557,272	4,123,781	27,130,416
	-	-	7,535,000
	-	-	5,723,627
	56,600	-	154,148
	-	-	3,335,144
	1,613,872	7,884,842	133,095,579
	(1,613,798)	(604,162)	(23,827,495)
	-	33,840	39,809
	-	(795,611)	-
	15,900,000	-	49,035,000
	182,793	-	1,187,073
	(354,795)	-	(641,153)
	15,727,998	(761,771)	49,620,729
	14,114,200	(1,365,933)	25,793,234
	(20,049)	6,461,504	31,311,267
\$	\$ 14,094,151	\$ 5,095,571	\$ 57,104,501

Ankeny Community School District

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities Year Ended June 30, 2013

Net change in fund balances, total governmental funds \$ 25,793,234

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

Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, those costs are reported in the statement of net position and are allocated over their estimated useful lives as depreciation expense in the statement of activities. The amounts of capital outlays and depreciation expense in the year are as follows:

Capital outlays	\$ 27,264,441	
Depreciation expense	<u>(5,167,515)</u>	22,096,926

Proceeds from the sale of capital assets (39,809)

Gain on the sale of capital assets 6,770

Some receivables will not be collected for several months after the District's fiscal year ends, so they are not considered as "available" revenues in the governmental funds, and they are instead counted as deferred inflows of resources. They are, however, recorded as revenues in the statement of activities. 389,800

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 position. Repayment of long-term liabilities is an expenditure in the governmental funds, but the repayment reduces a long-term liabilities in the statement of net position and does not affect the statement of activities.

Issuance of long-term debt	(49,035,000)	
Repayment of long-term liabilities	7,535,000	
Premium on bonds	(1,187,073)	
Discount on bonds	641,153	
Change in accrued interest payable	(555,333)	
Amortization of bond premiums and discounts	<u>(218,882)</u>	(42,820,135)

An internal service fund is used by the District's management to charge the costs of the self-insurance program to the individual funds. The change in net position in the internal service fund is reported with governmental activities. 30,881

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.

Decrease in early retirement	275,141	
Increase in compensated absences	(117,901)	
Decrease in other postemployment benefits	10,924	168,164

Change in net position of governmental activities	\$	<u>5,625,831</u>
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Ankeny Community School District

Statement of Net Position
 Proprietary Funds
 June 30, 2013

	Business-Type Activity - Enterprise Fund (Nonmajor) School Nutrition	Governmental Activities Internal Service Fund
Assets		
Cash and cash equivalents	\$ 1,145,244	\$ 30,881
Inventories	47,055	-
Capital assets, net of accumulated depreciation	209,827	-
Total assets	1,402,126	30,881
Liabilities		
Accounts payable and accrued liabilities	945	-
Unearned revenue	96,238	-
Other postemployment benefits obligation	12,323	-
Total liabilities	109,506	-
Net Position		
Net investment in capital assets	209,827	-
Unrestricted	1,082,793	30,881
Total net position	\$ 1,292,620	\$ 30,881

See Notes to Basic Financial Statements.

Ankeny Community School District

Statement of Revenues, Expenses and Changes in Net Position
 Proprietary Funds
 Year Ended June 30, 2013

	Business-Type Activity - Enterprise Fund (Nonmajor) School Nutrition	Governmental Activities Internal Service Fund
Operating revenues:		
Local sources:		
Other local sources:		
Sale of lunches and breakfast:		
Students	\$ 1,508,249	\$ -
Adults	28,905	-
A la carte	1,363,573	-
Special functions	75,254	-
Charges for services	-	376,671
Total operating revenues	2,975,981	376,671
Operating expenses:		
Noninstructional programs:		
Food service operations:		
Salaries	1,468,152	-
Employee benefits	466,799	-
Purchased services	78,126	-
Kitchen supplies	109,597	-
Food consumed	1,871,317	-
Other	(2,824)	-
Depreciation	34,843	-
Claims	-	345,804
Total operating expenses	4,026,010	345,804
Operating income (loss)	(1,050,029)	30,867
Nonoperating revenues:		
Interest income	299	35
State appropriations	22,923	-
Federal food commodities revenue	189,281	-
Federal appropriations	689,430	-
Miscellaneous	30,621	(21)
Total nonoperating revenues	932,554	14
Change in net position	(117,475)	30,881
Net position, beginning of year	1,410,095	-
Net position, end of year	\$ 1,292,620	\$ 30,881

See Notes to Basic Financial Statements.

Ankeny Community School District

**Statement of Cash Flows
Proprietary Funds
Year Ended June 30, 2013**

	Business-Type Activity - Enterprise Fund	Governmental Activities
	School Nutrition	Internal Service Fund
Cash flows from operating activities:		
Cash received from user charges	\$ 2,983,193	\$ 376,671
Cash payments to employees for services	(1,935,211)	-
Cash payments to suppliers for goods or services	(1,831,542)	-
Cash payments to claimants	-	(345,804)
Other receipts	2,824	-
Net cash provided by (used in) operating activities	(780,736)	30,867
Cash flows from noncapital financing activities:		
State grants received	22,923	-
Federal grants received	689,430	-
Miscellaneous receipts (payments)	30,621	(21)
Net cash provided by (used in) noncapital financing activities	742,974	(21)
Cash flows from capital and related financing, acquisition of capital assets	(43,808)	-
Cash flows from investing activities, interest received	299	35
Net increase (decrease) in cash and cash equivalents	(81,271)	30,881
Cash and cash equivalents:		
Beginning	1,226,515	-
Ending	\$ 1,145,244	\$ 30,881
Cash flows from operating activities:		
Operating income (loss)	\$ (1,050,029)	\$ 30,867
Adjustments to reconcile operating (loss) to net cash (used in) operating activities:		
Depreciation	34,843	-
Federal commodities used	189,281	-
Change in assets and liabilities:		
Decrease in inventories	48,614	-
(Decrease) in accounts payable and accrued liabilities	(10,397)	-
Increase in unearned revenue	7,212	-
Increase in net other postemployment benefits obligation	(260)	-
Net cash provided by (used in) operating activities	\$ (780,736)	\$ 30,867
Noncash item, noncapital financing activities, commodities received from the U.S. Department of Agriculture	\$ 189,281	\$ -

See Notes to Basic Financial Statements.

Ankeny Community School District

Statement of Fiduciary Assets and Liabilities

Agency Fund

June 30, 2013

Assets

Cash and cash equivalents	\$ 419,047
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Liabilities

Accounts payable	\$ 4,545
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Due to student groups/employees	414,502
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Total liabilities	\$ 419,047
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See Notes to Basic Financial Statements.

Ankeny Community School District

Notes to Financial Statements

Note 1. Nature of Operations, Reporting Entity, Basis of Presentation, Measurement Focus and Basis of Accounting and Significant Accounting Policies

Nature of operations:

Ankeny Community School District is a political subdivision of the State of Iowa. The affairs of the district are conducted by a Board of Education. The District operates nine elementary schools, four middle schools, a high school and a building for special programs. The District's comprehensive annual financial report includes all of the District operations.

Reporting entity:

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

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

Basis of presentation:

These financial statements have been prepared in conformity with the accounting principles generally accepted in the United States of America (GAAP) that apply to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

Government-wide financial statements – The statement of net position 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 position presents the District's nonfiduciary assets, deferred outflows of resources, liabilities and deferred inflows of resources, with the difference reported as net position. Net position is reported in three categories:

Net investment in capital assets 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. Net investment in capital assets excludes unspent debt proceeds totaling \$22,982,059.

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

Ankeny Community School District

Notes to Financial Statements

Note 1. Nature of Operations, Reporting Entity, Basis of Presentation, Measurement Focus and Basis of Accounting and Significant Accounting Policies (Continued)

Unrestricted net position consists of net position that does not meet the definition of the two preceding categories. Unrestricted net position often has constraints on resources that are imposed by management which can be removed or modified.

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.

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

The District adopted GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources and Net Position* and GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, in the current year. The adoption of these Statements changed the presentation of the basic financial statements to a statement of net position, reclassified certain assets and liabilities to deferred outflows/inflows of resources and the District wrote-off bond issuance costs that had previously been capitalized.

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

The District reports the following major governmental funds:

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

The Statewide Sales, Services and Use Tax Fund, a capital projects fund, accounts for all financial transactions from the sales, service and use tax for school infrastructure authorized by Iowa Code chapter 422E.

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

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

Ankeny Community School District

Notes to Financial Statements

Note 1. Nature of Operations, Reporting Entity, Basis of Presentation, Measurement Focus and Basis of Accounting and Significant Accounting Policies (Continued)

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

Physical Plant and Equipment Levy (PPEL) Fund, a capital project fund, accounts for the resources to be used to pay for the purchase of grounds, construction of buildings, purchase of buildings, equipment and repairs, remodeling, reconstructing, improving or expanding schoolhouses or buildings.

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

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

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

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

The District reports the following nonmajor proprietary fund:

School Nutrition Fund: Accounts for the food service operations of the District.

Additionally, the internal service fund type consists of the Self-Insurance Fund, which accounts for the financing of services provided by one department to other departments of the District on a cost reimbursement basis. The District uses the fund for the purpose of providing self-insurance for dental claims.

The District also reports fiduciary funds which focus on net position and changes in net position. The District's fiduciary fund includes the following.

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

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.

Ankeny Community School District

Notes to Financial Statements

Note 1. Nature of Operations, Reporting Entity, Basis of Presentation, Measurement Focus and Basis of Accounting and Significant Accounting Policies (Continued)

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 District considers revenues to be available if they are collected within 60 days after year end.

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

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

Under terms of grant agreements, the District funds certain programs by a combination of specific cost-reimbursement grants and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net position 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.

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

Significant accounting policies:

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

Cash, cash equivalents and investments – The cash balances of most District funds are pooled and invested. Investments are stated at fair value except for the investment in the Iowa Schools Joint Investment Trust which is valued at amortized cost and nonnegotiable certificates of deposit which are stated at cost.

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

Investment earnings are comprised of interest, dividends and net changes in the fair value of applicable investments.

Property tax receivable – Property tax in governmental funds is accounted for using the modified accrual basis of accounting.

Ankeny Community School District

Notes to Financial Statements

Note 1. Nature of Operations, Reporting Entity, Basis of Presentation, Measurement Focus and Basis of Accounting and Significant Accounting Policies (Continued)

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 a deferred inflow of resources in both the government-wide and fund financial statements and will not be recognized as revenue until the year for which it is levied.

Property tax revenue recognized in these funds become due and collectible in September and March of the fiscal year with a 1½ % per month penalty for delinquent payments; is based on January 1, 2011 assessed property valuations; is for the tax accrual period July 1, 2012 through June 30, 2013 and reflects the tax asking contained in the budget certified to the County Board of Supervisors in April 2012.

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

Land	\$	2,000
Buildings		10,000
Improvements other than buildings		10,000
Furniture and equipment:		
School Nutrition Fund equipment		500
Other furniture and equipment		5,000
Intangibles		200,000

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

Buildings	50 years
Improvements other than buildings	20-50 years
Furniture and equipment	5-15 years
Intangibles	5-10 years

Ankeny Community School District

Notes to Financial Statements

Note 1. Nature of Operations, Reporting Entity, Basis of Presentation, Measurement Focus and Basis of Accounting and Significant Accounting Policies (Continued)

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

Unearned revenue – Unearned revenue consists of unspent grant proceeds not yet earned due to eligibility and textbook rental fees for the subsequent fiscal year. Nutrition fund unearned revenue consists of student meal charges collected but not yet earned.

Deferred inflows of resources: In addition to liabilities, the statement of net position and balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The governmental funds report unavailable revenues from two sources: property taxes and sales tax revenue. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. In the District's government-wide statements, only the property tax revenues remain a deferred inflow and will be recognized as revenue in the year for which they are levied and budgeted for.

Compensated absences – District employees accumulate a limited amount of earned but unused vacation for subsequent use or for payment upon termination, death or retirement. A liability is recorded when incurred in the government-wide financial statements. A liability for these amounts is reported in governmental funds only for employees that have resigned or retired. The compensated absences liability has been computed based on rates of pay in effect at June 30, 2013. The compensated absences liability attributable to the governmental activities will be paid primarily by the General Fund.

Long-term obligations – In the governmental fund financial statements, principal and interest on long-term debt, early retirement payments, other postemployment benefits and compensated absences are recognized as liabilities only when payment has matured or become due. Proceeds from the issuance of long-term debt is reported as other financing sources. In the fund financial statements, governmental fund types recognize bond premiums through current year operations. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources. Principal payments and bond issuance costs are reported as debt service expenditures. 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 position. Bond premiums and discounts are amortized over the life of the contracts using a method which approximates the effective interest method. Bond issue costs are recorded as an expense when incurred.

Fund balances – In the governmental fund financial statements, fund balances are classified as follows:

Nonspendable - Amounts which cannot be spent either because they are in a nonspendable form or because they are legally or contractually required to be maintained intact.

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.

Ankeny Community School District

Notes to Financial Statements

Note 1. Nature of Operations, Reporting Entity, Basis of Presentation, Measurement Focus and Basis of Accounting and Significant Accounting Policies (Continued)

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

Assigned – Amounts the Board of Education intend to use for specific purposes. The authority to assign fund balance has been delegated by the District's Board of Directors to the Chief Financial Officer.

Unassigned - All amounts not included in other spendable classifications. The General Fund is the only fund that would report a positive amount in unassigned fund balance. Residual deficit amounts of other governmental funds would also be reported as unassigned.

When an expenditure is incurred in governmental funds which can be paid using either restricted or unrestricted resources, The District's procedure is to pay the expenditure from restricted fund balance and then from less-restrictive classifications – committed, assigned and then unassigned fund balances.

Interfund activity – Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after nonoperating revenues/expenses in proprietary funds.

Activity between funds that are representative of lending/borrowing arrangements at the end of the fiscal year are referred to as "due to/from other funds" or "advances to/from other funds" in the fund financial statements. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

Budgeting and budgetary control:

The budgetary comparison and related disclosures are reported as Required Supplementary Information. During the year ended June 30, 2013, disbursements did not exceed amounts budgeted.

Note 2. Cash and Pooled Investments

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.

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

Ankeny Community School District

Notes to Financial Statements

Note 2. Cash and Pooled Investments (Continued)

At June 30, 2013, the District had the following investments:

Investment Type	Fair Value	Investment Maturities (in Years)		
		Less than 1	1 to 5	More than 5
Iowa Schools Joint Investment Trust	\$ 43,008,469	\$ 43,008,469	\$ -	\$ -
US Treasury Notes	18,107,664	479,070	17,628,594	-
	<u>\$ 61,116,133</u>	<u>\$ 43,487,539</u>	<u>\$ 17,628,594</u>	<u>\$ -</u>

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

Credit risk: Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. The investment in the Iowa Schools Joint Investment Trust and the US Treasury Notes were rated AAA and AA+ by Standard & Poor's Financial Services, respectively.

Concentration of credit risk: The District's investment policy seeks diversification to reduce overall portfolio risk while attaining market rates of return to enable the District to meet its anticipated cash requirements. The District does not have a policy specific to concentration of credit risk. At June 30, 2013, the District had no deposits or investments exposed to custodial credit risk.

Custodial credit risk: For deposits, this is the risk that in the event of bank failure, the District's deposits may not be returned. For an investment, this is the risk that in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District's deposits in banks at June 30, 2013 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's investments are held in the name of the District and not exposed to custodial credit risk.

Note 3. Interfund Receivables and Payables

Individual interfund receivables and payables balances as of June 30, 2013 were:

	Interfund Receivables	Interfund Payables
Major fund, other capital projects	\$ 32,036	\$ -
Nonmajor governmental funds	-	32,036
	<u>\$ 32,036</u>	<u>\$ 32,036</u>

Interfund balances result from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system and (3) payments between funds are made.

Ankeny Community School District

Notes to Financial Statements

Note 4. Interfund Transfers

The detail of interfund transfers for the year ended June 30, 2013 is as follows:

Transfer To	Transfer From	Amount
Debt Service	Statewide sales, services and use tax	\$ 6,035,300
	Nonmajor governmental, physical plant and equipment levy	795,611
		<u>\$ 6,830,911</u>

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

Note 5. Capital Assets

Capital assets activity for the year ended June 30, 2013 is as follows:

Governmental Activities	Balance Beginning of Year, as restated	Increases/ Transfers	Decreases/ Transfers	Balance End of Year
Capital assets, not being depreciated:				
Land	\$ 18,781,721	\$ -	\$ 33,039	\$ 18,748,682
Construction in progress	62,020,962	26,339,573	16,283,103	72,077,432
Total capital assets, not being depreciated	<u>80,802,683</u>	<u>26,339,573</u>	<u>16,316,142</u>	<u>90,826,114</u>
Capital assets, being depreciated:				
Buildings and improvements	185,458,497	15,979,336	-	201,437,833
Furniture and equipment	6,466,478	444,331	42,764	6,868,045
Land improvements	750,320	784,304	-	1,534,624
Total capital assets, being depreciated	<u>192,675,295</u>	<u>17,207,971</u>	<u>42,764</u>	<u>209,840,502</u>
Less accumulated depreciation for:				
Buildings and improvements	40,622,680	4,120,377	-	44,743,057
Furniture and equipment	3,553,578	981,675	42,764	4,492,489
Land improvements	182,002	65,463	-	247,465
Total accumulated depreciation	<u>44,358,260</u>	<u>5,167,515</u>	<u>42,764</u>	<u>49,483,011</u>
Total capital assets, being depreciated, net	<u>148,317,035</u>	<u>12,040,456</u>	<u>-</u>	<u>160,357,491</u>
Governmental activities capital assets, net	<u>\$ 229,119,718</u>	<u>\$ 38,380,029</u>	<u>\$ 16,316,142</u>	<u>\$ 251,183,605</u>

Ankeny Community School District

Notes to Financial Statements

Note 5. Capital Assets (Continued)

Business-Type Activities	Balance Beginning of Year	Increases	Decreases	Balance End of Year
Capital assets, being depreciated:				
Furniture and equipment	\$ 1,072,876	\$ 6,913	\$ -	\$ 1,079,789
Vehicles	-	36,895	-	36,895
Total capital assets, being depreciated	1,072,876	43,808	-	1,116,684
Less accumulated depreciation for:				
Furniture and equipment	872,014	31,768	-	903,782
Vehicles	-	3,075	-	3,075
Total accumulated depreciation Business-type activities capital assets, net	872,014	34,843	-	906,857
	\$ 200,862	\$ 8,965	\$ -	\$ 209,827

Depreciation expense was charged by the District as follows:

Governmental activities:	
Instruction, regular	\$ 4,743,227
Support services:	
Administration	260,825
Plant operation and maintenance	163,463
	<u>\$ 5,167,515</u>
Business-type activities, school nutrition	<u>\$ 34,843</u>

Construction in progress at June 30, 2013 consists of costs related to Competitive Sports upgrade, the addition to East Elementary, the Southview Middle Phase II, stadium renovations, street upgrade, softball/baseball upgrade and the Centennial High School building.

Ankeny Community School District

Notes to Financial Statements

Note 6. Long-Term Liabilities

The following is a summary of accrued compensated absences, general obligation bonds, general obligation capital loan notes, revenue bonds and early retirement transactions for the governmental funds of the District for the year ended June 30, 2013:

	Balance June 30, 2012	Additions	Reductions	Balance June 30, 2013	Due Within One Year
Governmental Activities:					
General obligation bonds	\$ 69,105,000	\$ 33,185,000	\$ 3,800,000	\$ 98,490,000	\$ 3,930,000
Notes	2,150,000	-	755,000	1,395,000	700,000
Revenue bonds	57,350,000	15,850,000	2,980,000	70,220,000	3,350,000
Plus discounts net of premiums	(278,055)	545,920	(65,437)	333,302	-
Total bonds and notes	128,326,945	49,580,920	7,469,563	170,438,302	7,980,000
Other Liabilities:					
Accrued compensated absences	492,119	610,020	492,119	610,020	610,020
Early retirement	726,255	-	275,141	451,114	250,009
Net OPEB liability	508,061	-	10,924	497,137	-
Totals	\$ 130,053,380	\$ 50,190,940	\$ 8,247,747	\$ 171,996,573	\$ 8,840,029
Business-Type Activities, net OPEB liability	\$ 12,583	\$ -	\$ 260	\$ 12,323	\$ -

The District offered a voluntary early retirement plan to its employees through June 30, 2010. Eligible employees were at least age fifty-three and must have completed twelve years of continuous service to the District. Employees were required to complete an application which was required to be approved by the Board of Education. The early retirement incentive for each eligible employee was equal to a) 100 percent of the employee's salary or b) 36 percent of the employee's salary plus continued single rate health insurance of up to a maximum of five years. Expenditures for early retirement are recognized as benefits are paid in the governmental funds and expenses are recorded when a liability is incurred in the government-wide statements. Early retirement benefits paid during the year ended June 30, 2013 totaled \$275,141.

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

- An issue of \$25,390,000 dated June 1, 2007 for the purpose of providing funds to build and furnish various school buildings, having an interest rate varying from 4.0 percent to 4.5 percent and an unpaid balance of \$19,210,000.
- An issue of \$5,275,000 dated March 6, 2008 to current refund General Obligation School Bonds Series 1998 and 1999, having an interest rate varying from 2.85 percent to 3 percent and an unpaid balance of \$940,000.
- An issue of \$10,000,000 dated December 10, 2008 for the purpose of providing funds to build and furnish various school buildings, having an interest rate varying from 3.875 percent to 4.5 percent and an unpaid balance of \$5,830,000.
- An issue of \$47,780,000 dated June 1, 2009 for the purpose of providing funds to build and furnish various school buildings, having an interest rate varying from 3.0 percent to 5.0 percent and an unpaid balance of \$39,325,000.

Ankeny Community School District

Notes to Financial Statements

Note 6. Long-Term Liabilities (Continued)

- e) An issue of \$15,900,000 dated June 4, 2013 for the purpose of providing funds to build and furnish a new elementary school building, having an interest rate varying from 2.0 percent to 3.25 percent and an unpaid balance of \$15,900,000.
- f) An issue of \$17,285,000 dated June 4, 2013 to crossover advance refund \$17,145,000 of the outstanding General Obligation Bonds, Series 2007 originally dated June 1, 2007, having an interest rate of 3.0 percent and an unpaid balance of \$17,285,000. The net proceeds related to the crossover refunding of \$18,107,664 were used to purchase US Treasury Notes in an irrevocable trust with an escrow agent. These proceeds are for the future debt service payments of the Series 2013B Bonds until the crossover date of June 1, 2015. The transactions, balances and liabilities of the escrow account are recorded by the District since the refunded debt Series 2007 is not considered extinguished as of June 30, 2013. The net change was a decrease in cash flows related to the crossover refunding of \$1,453,020. The economic gain resulting from the refunding was \$105,613.

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

- a) An issue of \$2,150,000 dated June 21, 2012 to current refund General Obligation School Capital Loan Notes, Series 2005, having an interest rate of 2.0 percent and an unpaid balance of \$1,395,000.

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

- a) An issue of \$30,000,000 dated August 18, 2010 for the purpose of providing funds for school infrastructure projects, having an interest rate varying from 3.0 percent to 4.375 percent and an unpaid balance of \$26,375,000.
- b) An issue of \$31,140,000 dated May 18, 2011 for the purpose of providing funds for school infrastructure projects, having an interest rate varying from 3.0 percent to 5.4 percent and an unpaid balance of \$28,495,000.
- c) An issue of \$15,850,000 dated October 15, 2012 for the purpose of providing funds for school infrastructure projects, having an interest rate varying from 1.0 percent to 3.25 percent and an unpaid balance of \$15,350,000.

Ankeny Community School District

Notes to Financial Statements

Note 6. Long-Term Liabilities (Continued)

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

Year Ending June 30:	Bond Issue Date			
	June 1, 2007	March 6, 2008	December 10, 2008	June 1, 2009
2014	\$ 1,010,000	\$ 940,000	\$ 285,000	\$ 1,695,000
2015	1,055,000	-	295,000	1,760,000
2016	1,100,000	-	305,000	1,835,000
2017	1,150,000	-	320,000	1,915,000
2018	1,205,000	-	330,000	2,000,000
2019-2023	6,900,000	-	1,890,000	11,620,000
2024-2028	6,790,000	-	2,405,000	15,230,000
2029	-	-	-	3,270,000
Total	\$ 19,210,000	\$ 940,000	\$ 5,830,000	\$ 39,325,000

Year Ending June 30:	Bond Issue Date		Total
	June 4, 2013	June 4, 2013	
2014	\$ -	\$ -	\$ 3,930,000
2015	300,000	-	3,410,000
2016	495,000	1,190,000	4,925,000
2017	685,000	1,230,000	5,300,000
2018	880,000	1,275,000	5,690,000
2019-2023	4,235,000	7,055,000	31,700,000
2024-2028	4,190,000	6,535,000	35,150,000
2029-2033	5,115,000	-	8,385,000
Total	\$ 15,900,000	\$ 17,285,000	\$ 98,490,000

Annual general obligation capital loan note payable maturities are as follows for the note dated June 21, 2013:

Year Ending June 30:

2014	\$ 700,000
2015	695,000
	<u>\$ 1,395,000</u>

Ankeny Community School District

Notes to Financial Statements

Note 6. Long-Term Liabilities (Continued)

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

Year Ending June 30:	Bond Issue Date			Total
	August 18, 2010	May 18, 2011	October 15, 2012	
2014	\$ 1,170,000	\$ 1,380,000	\$ 800,000	\$ 3,350,000
2015	1,210,000	1,405,000	820,000	3,435,000
2016	1,255,000	1,440,000	830,000	3,525,000
2017	1,305,000	1,485,000	845,000	3,635,000
2018	1,360,000	1,535,000	865,000	3,760,000
2019-2023	7,800,000	8,535,000	4,665,000	21,000,000
2024-2028	9,955,000	10,370,000	5,350,000	25,675,000
2029	2,320,000	2,345,000	1,175,000	5,840,000
	<u>\$ 26,375,000</u>	<u>\$ 28,495,000</u>	<u>\$ 15,350,000</u>	<u>\$ 70,220,000</u>

The District has pledged future statewide sales, services and use tax revenues to repay the outstanding revenue bonds. The bonds were issued for the purpose of defraying a portion of the cost of school infrastructure. The bonds are payable solely from the proceeds of the statewide sales, services and use tax revenues received by the District and are payable through 2029. The bonds are not a general obligation of the District. Annual principal and interest payments on the bonds are expected to require less than 75 percent of the statewide sales, services and use tax revenues. The total principal and interest remaining to be paid on the notes is \$97,094,626. For the current year, \$5,622,690 of principal and interest was paid on all revenue bonds and total statewide sales, services and use tax revenues were \$7,614,137.

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

- a) 10 percent of the proceeds from the issuance of the revenue bonds shall be deposited to the Reserve Account to be used solely for the purpose of paying principal and interest on the bonds if insufficient money is available in the Sinking Account. The balance of the proceeds shall be deposited to the Capital Project Account. The reserve account balance at June 30, 2013 totaled \$6,103,973.
- b) All proceeds from the statewide sales, services and use tax shall be placed in a Revenue Account.
- c) Monies in the Revenue Account shall be disbursed to make deposits into a Sinking Account to pay the principal and interest requirements of the revenue bonds for the fiscal year. The sinking fund balance at June 30, 2013 totaled \$504,948.
- d) Any monies remaining in the Revenue Account after the required transfer to the Sinking Account may be transferred to the Project Account to be used for any lawful purpose.

Ankeny Community School District

Notes to Financial Statements

Note 6. Long-Term Liabilities (Continued)

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

A summary of general and revenue obligation bond and general obligation capital loan note debt service requirements to maturity as of June 30, 2013, is as follows:

Year Ending June 30:	General Obligation Bonds		
	Annual Principal and Interest Requirements		
	Principal	Interest	Total
2014	\$ 3,930,000	\$ 3,819,493	\$ 7,749,493
2015	3,410,000	3,679,828	7,089,828
2016	4,925,000	3,549,796	8,474,796
2017	5,300,000	3,374,978	8,674,978
2018	5,690,000	3,189,378	8,879,378
2019-2023	31,700,000	12,768,170	44,468,170
2024-2028	35,150,000	5,983,744	41,133,744
2029-2033	8,385,000	665,737	9,050,737
Totals	\$ 98,490,000	\$ 37,031,124	\$ 135,521,124

Year Ending June 30:	General Obligation Capital Loan Note		
	Annual Principal and Interest Requirements		
	Principal	Interest	Total
2014	\$ 700,000	\$ 27,900	\$ 727,900
2015	695,000	13,900	708,900
Totals	\$ 1,395,000	\$ 41,800	\$ 1,436,800

Year Ending June 30:	Revenue Obligation Bonds		
	Annual Principal and Interest Requirements		
	Principal	Interest	Total
2014	\$ 3,350,000	\$ 2,709,377	\$ 6,059,377
2015	3,435,000	2,620,877	6,055,877
2016	3,525,000	2,526,027	6,051,027
2017	3,635,000	2,416,027	6,051,027
2018	3,760,000	2,287,527	6,047,527
2019-2023	21,000,000	9,293,214	30,293,214
2024-2028	25,675,000	4,757,604	30,432,604
2029	5,840,000	263,973	6,103,973
Totals	\$ 70,220,000	\$ 26,874,626	\$ 97,094,626

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

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

Ankeny Community School District

Notes to Financial Statements

Note 7. Defined Benefit Pension Plan

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

Plan members are required to contribute 5.78 percent of their annual covered salary and the District is required to contribute 8.67 percent of annual covered payroll. Contribution requirements are established by State statute. The District's contributions to IPERS for the years ended June 30, 2013, 2012 and 2011 were \$4,515,355, \$3,816,276 and \$3,021,485, respectively, equal to the required contributions for each year.

Note 8. Other Postemployment Benefits (OPEB)

Plan Description

The District operates a single-employer retiree benefit plan which provides medical, dental and prescription drug benefits for retirees and their spouses. Participants must be age 55 or older at retirement. The plan does not issue a stand-alone financial report.

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

Funding Policy

The contribution requirements of plan members are established and may be amended by the District. The District currently finances the retiree benefit plan on a pay-as-you-go basis. For the year ended June 30, 2013, the District contributed \$548,796 to the medical plan. Full monthly contribution rates for retirees and active members are as follows:

	Health		Dental
	Plan A	Plan B	
Single	\$ 585.20	\$ 539.15	\$ 27.17
Family	1,385.77	1,276.70	95.43

Ankeny Community School District

Notes to Financial Statements

Note 8. 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, 2013, the amount actually contributed to the plan and changes in the District's net OPEB obligation:

Annual required contribution	\$ 546,146
Interest on net OPEB obligation	23,429
Adjustment to annual required contribution	<u>(31,963)</u>
Annual OPEB cost	537,612
Contributions made, net of allowance	<u>(548,796)</u>
Change in net OPEB obligation	(11,184)
Net OPEB obligation, beginning of year	<u>520,644</u>
Net OPEB obligation, end of year	<u><u>\$ 509,460</u></u>

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, 2013 are summarized as follows:

Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
June 30, 2011	\$ 621,792	59.1%	\$ 254,223
June 30, 2012	596,703	55.4	520,644
June 30, 2013	537,612	102.1	509,460

Funded status and funding progress: As of July 1, 2012, the most recent actuarial valuation date, the actuarial accrued liability was \$4,166,099, with no actuarial value of assets, resulting in an unfunded actuarial accrued liability (UAAL) of \$4,166,099. The covered payroll (annual payroll of active employees covered by the plan) was \$46,264,297 and the ratio of the UAAL to the covered payroll was 9.0 percent. As of June 30, 2013, there were no trust fund assets.

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

Ankeny Community School District

Notes to Financial Statements

Note 8. Other Postemployment Benefits (OPEB) (Continued)

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, 2012 actuarial valuation date, the entry age normal actuarial cost method was used. The actuarial assumptions include a 4.5 percent investment return, an inflation rate of 3 percent, and health care cost trend rates of 7.5 percent reducing 0.5 percent each year until reaching the 5 percent ultimate trend rate.

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

The salary increase rates vary by age ranging from 8 percent to 4.5 percent. The UAAL is being amortized as a level dollar amount on an open basis over a period of 30 years.

Note 9. Area Education Agency

The District is required by the Code of Iowa to budget for its share of special education support, media and educational services provided through the area education agency. The District's actual amount for this purpose totaled \$3,335,144 for the year ended June 30, 2013 and is recorded in the General Fund by making a memorandum adjusting entry to the cash basis financial statements.

Note 10. Commitments and Contingencies

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time, although the District expects such amounts, if any, to be immaterial.

The District entered into contract commitments with contractors for the completion of several construction projects. The total contract commitments are \$16,227,816 of which \$2,849,266 has been incurred as of June 30, 2013. The unpaid commitment balance is \$13,378,550.

The District has entered into an agreement for the provision of transportation services to students through June 30, 2014.

The total minimum commitment at June 30, 2013 is due as follows:

Year Ending June 30:

2014

\$ 2,122,990

\$2,091,615 was incurred for the year ended June 30, 2013.

Ankeny Community School District

Notes to Financial Statements

Note 11. Fund Balance

The District fund balances have been classified as follows:

General Fund:			
Nonspendable, Inventories and prepaid expenses		\$	<u>694,344</u>
Restricted:			
Categorical funding			
Talented and gifted	\$	19,463	
At-risk		252,335	
Prairie meadows		69,410	
Market factor pay		9,622	
Home school assistance		3,976	
ELL		3,826	
Teacher quality professional development		7,067	
Carl perkins		48,850	
Statewide voluntary preschool program for four year old children		<u>484,365</u>	\$ 898,914
Other grants and aid:			
Farm Bureau		125	
Ankeny foundation		6,080	
ABC5 grant		49	
Technology grant		350	
Amateur radio		4,955	
Robotics grant		356	
PE 4 life grant		3,486	
Healthier Iowa schools		5,957	
Fuel up to play 60		3,150	
PLTW		<u>48,585</u>	73,093
Total restricted			<u>\$ 972,007</u>
Assigned, transportation vehicles			<u>\$ 804,200</u>
Unassigned			<u>\$ 2,401,307</u>
Total General Fund			<u>\$ 4,871,858</u>
Other Capital Projects Fund, restricted, school infrastructure			<u>\$ 14,094,151</u>
Statewide sales, services and use tax fund:			
Nonspendable, prepaid expenses			<u>\$ 723</u>
Restricted:			
Debt service	\$	6,104,198	
School infrastructure		<u>6,221,960</u>	
Total statewide sales, services and use tax fund			<u>\$ 12,326,158</u>
Debt Service Fund, restricted, debt service			<u>\$ 20,716,040</u>
Nonmajor governmental funds:			
Management Fund, restricted, management levy purposes			<u>\$ 4,115,468</u>
YMCA Fund, restricted			<u>\$ 16,428</u>
Student Activity Fund, restricted, student activities			<u>\$ 1,123,008</u>
Physical Plant and Equipment Levy Fund, unassigned, physical plant and equipment			<u>\$ (159,333)</u>

Ankeny Community School District

Notes to Financial Statements

Note 12. Risk Management

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

Note 13. Deficit Fund Balances

At June 30, 2013, the following fund had a deficit fund balance:

Physical plant and equipment levy fund	<u>\$ 159,333</u>
--	-------------------

The deficit fund balance is the result of project costs in excess of available funds. The deficit will be eliminated by transfers from another fund.

Note 14. Pending Governmental Accounting Standards Board (GASB) Pronouncements

As of June 30, 2013, the GASB had issued several Statements not yet implemented by the District. The Statement which might impact the District is as follows:

- GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, issued June 2012, will be effective for the District beginning with its year ending June 30, 2015. This Statement replaces the requirements of GASB Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers*, and GASB Statement No. 50, *Pension Disclosures*, as they relate to governments that provide pensions through pension plans administered as trusts or similar arrangements that meet certain criteria. This Statement requires governments providing defined benefit pensions to recognize their long-term obligation for pension benefits as a liability for the first time, and to more comprehensively and comparably measure the annual costs of pension benefits. This Statement also enhances accountability and transparency through revised and new note disclosures and required supplementary information.

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

Note 15. Restatement

The District restated the beginning net position of the Governmental Activities and the beginning fund balance of the Statewide Sales, Services and Use Tax Fund. The beginning balances were restated to record sales tax revenue that had not previously been recorded and to correct an error in accumulated depreciation. The impact of the restatement is as follows:

	Governmental Activities	Statewide Sales, Services and Use Tax Fund
Net position/fund balance June 30, 2012, as previously reported	\$ 123,731,494	\$ 15,747,555
Unrecorded revenue	577,015	577,015
Accumulated depreciation error	6,222,541	-
Net position/fund balance June 30, 2012, as restated	<u>\$ 130,531,050</u>	<u>\$ 16,324,570</u>

Ankeny Community School District

Notes to Financial Statements

Note 15. Restatement (Continued)

The change in net position for the Governmental Activities and the change in fund balance for the Statewide Sales, Services and Use Tax Fund for the June 30, 2012 year ended as previously reports was \$11,745,730 and \$(39,882,966), respectively. The impact of the above items had a \$577,015 effect on both with the change in net position for the Governmental Activities and the change in fund balance for the Statewide Sales, Services and Use Tax Fund for the June 30, 2012 year ended as restated totaled \$12,322,745 and \$(39,305,951), respectively. The accumulated depreciation error related to a prior period and had no impact on the 2012 change in net position.



ANKENY
COMMUNITY SCHOOL DISTRICT

REQUIRED SUPPLEMENTARY INFORMATION

Ankeny Community School District

Required Supplementary Information Retiree Health Benefit Plan

Schedule of Funding Progress

Fiscal Year Ended	Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded (Over funded) AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
2011	July 1, 2010	\$ -	\$ 5,635,370	\$ 5,635,370	- %	\$ 38,630,956	14.6%
2012	July 1, 2010	-	5,635,370	5,635,370	-	47,525,000	11.9
2013	July 1, 2012	-	4,166,099	4,166,099	-	46,264,297	9.0

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

The information presented in the required supplementary schedule was determined as part of the actuarial valuation date as of July 1, 2012.

Additional information follows:

- a. The actuarial method used to determine the ARC is the entry age normal actuarial cost method.
- b. There are no plan assets.
- c. The actuarial assumptions included a 4.5 percent investment return, an inflation rate of 3 percent, and health care cost trend rates of 7.5 percent reducing 0.5 percent each year until reaching the 5 percent trend rate.
- d. The amortization method is level dollar amount on an open basis.



ANKENY
COMMUNITY SCHOOL DISTRICT

Ankeny Community School District

**Required Supplementary Information
Budgetary Comparison Schedule
All Governmental Funds and Enterprise Funds
Year Ended June 30, 2013**

	Governmental Fund Types Actual	Proprietary Fund Type Actual	Total Actual
Revenues:			
Local	\$ 60,915,772	\$ 2,975,981	\$ 63,891,753
State	46,726,946	22,923	46,749,869
Federal	1,625,366	878,711	2,504,077
Charges for services	-	376,671	-
Other	-	30,934	-
Total revenues	109,268,084	4,285,220	113,145,699
Expenditures:			
Current:			
Instruction	62,626,468	-	62,626,468
Support services	26,549,182	-	26,549,182
Noninstructional programs	41,594	345,804	387,398
Other expenditures	43,878,335	-	43,878,335
Nutrition services	-	4,026,010	-
Total expenditures	133,095,579	4,371,814	133,441,383
Excess (deficiency) of revenues over (under) expenditures/expenses	(23,827,495)	(86,594)	(20,295,684)
Other financing sources, net	49,620,729	-	-
Net change in fund balance	\$ 25,793,234	\$ (86,594)	\$ (20,295,684)

See Note to Required Supplementary Information.

Budgeted Amounts		Final Budget to Actual Variance
Original	Final	
\$ 64,470,172	\$ 64,470,172	\$ (578,419)
47,015,272	47,015,272	(265,403)
2,142,000	2,142,000	362,077
-	-	-
-	-	-
113,627,444	113,627,444	(481,745)
64,314,376	68,000,000	5,373,532
35,871,448	35,871,448	9,322,266
5,695,509	5,695,509	5,308,111
76,316,161	76,316,161	32,437,826
-	-	-
182,197,494	185,883,118	52,441,735
(68,570,050)	(72,255,674)	(52,923,480)
38,653,023	38,653,023	(38,653,023)
\$ (29,917,027)	\$ (33,602,651)	\$ (91,576,503)



ANKENY
COMMUNITY SCHOOL DISTRICT

Ankeny Community School District

Note to Required Supplementary Information – Budgetary Reporting

Note 1. Basis of Presentation

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

In accordance with the Code of Iowa, the Board of Education annually adopts a budget following required public notice and hearing for all funds, except private-purpose trust and agency funds. The budget may be amended during the year utilizing similar statutorily prescribed procedures. The District's budget is prepared on the accrual basis which is consistent with generally accepted accounting principles. Encumbrances are not recognized and appropriations as adopted and amended lapse at year end.

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

During the year ended June 30, 2013, District expenditures did not exceed amounts budgeted or its General Fund unspent authorized budget.



ANKENY
COMMUNITY SCHOOL DISTRICT

OTHER SUPPLEMENTARY INFORMATION

GENERAL FUND

Ankeny Community School District

Statement of Revenues, Expenditures and Changes in Fund Balance

General Fund

Year Ended June 30, 2013

Revenues:

Local sources, local tax:

Property tax	\$ 35,554,522
Utility tax replacement excise tax	497,207
Other taxes	44,905
	<hr/>
	36,096,634

Other local sources:

Interest on investments	2,368
Tuition from other districts	1,281,242
Miscellaneous	1,439,786
	<hr/>
	2,723,396

Intermediate sources

State appropriations:

State foundation aid	37,412,655
Special education deficit supplemental state aid	97,066
Beginning teacher mentoring and induction	58,877
Teacher salary supplement	4,175,607
Textbook aid for nonpublic students	3,677
Transportation aid for nonpublic students	57,851
Vocational education aid	30,095
Iowa early intervention grant	477,771
Truancy prevention grant	54,978
Professional development for model core curriculum	136,638
Teacher quality professional development	321,502
Early childhood programs grant (empowerment)	55,000
Statewide voluntary preschool program grant	510,085
AEA flow-through	3,335,144
	<hr/>
	46,726,946

Federal appropriations:

Title I grants to local educational agencies	223,791
Federal teacher quality program (Title II program)	94,227
Innovative education program strategies (Title VI program)	57,220
Medicaid	787,540
Special education - grants to states	441,022
Perkins grant	19,561
Title III ELA grants	2,005
	<hr/>
	1,625,366

Total revenues

Ankeny Community School District

Statement of Revenues, Expenditures and Changes in Fund Balance (Continued)

General Fund

Year Ended June 30, 2013

Expenditures:

Instruction:

General education:

Salaries	28,180,921
Benefits	7,877,978
Services	2,477,714
Supplies	3,878,993
Property	2,361,871
Other	6,137
	<u>44,783,614</u>

Special education:

Salaries	6,060,081
Benefits	2,165,452
Services	997,999
Supplies	46,007
Property	40,118
	<u>9,309,657</u>

Career education:

Salaries	875,321
Benefits	271,529
Services	2,646
Supplies	47,440
Property	17,801
	<u>1,214,737</u>

Community services:

Salaries	224,551
Benefits	64,868
Services	6,473
Supplies	15,021
Property	4,549
	<u>315,462</u>

Cocurricular education:

Salaries	812,474
Benefits	121,872
Supplies	45,188
Property	16,361
	<u>995,895</u>

Other instructional:

Salaries	2,232,431
Benefits	665,205
Services	394,299
Supplies	54,481
Property	25,491
	<u>3,371,907</u>

Ankeny Community School District

Statement of Revenues, Expenditures and Changes in Fund Balance (Continued)
General Fund
Year Ended June 30, 2013

Expenditures (continued):

Support services:

Student:

Salaries	2,089,812
Benefits	604,660
Services	2,974,653
Supplies	308,726
Property	3,517
Other	1,244
	<u>5,982,612</u>

Instructional staff:

Salaries	2,496,620
Benefits	780,757
Services	243,125
Supplies	510,321
Property	388,725
Other	20,036
	<u>4,439,584</u>

Administration:

Salaries	5,710,456
Benefits	1,789,607
Services	918,144
Supplies	86,131
Property	35,966
Other	64,709
	<u>8,605,013</u>

Operation and maintenance of plant services:

Salaries	2,214,215
Benefits	940,165
Services	958,387
Supplies	1,958,313
Property	317,719
Other	7,309
	<u>6,396,108</u>

Noninstructional programs:

Salaries	26,400
Benefits	4,308
Services	10,080
Other	806
	<u>41,594</u>

Ankeny Community School District

Statement of Revenues, Expenditures and Changes in Fund Balance (Continued)

General Fund

Year Ended June 30, 2013

Expenditures (continued):

Instruction (continued):

Other:

AEA flow-through

3,335,144

3,335,144

Total expenditures

88,791,327

Excess of revenues over expenditures

(1,474,693)

Other financing sources:

Sale of assets

5,969

Total other financing sources

5,969

Excess of revenues and other financing sources over expenditures

(1,468,724)

Fund balance, beginning of year

6,340,582

Fund balance, end of year

\$ 4,871,858

NONMAJOR GOVERNMENTAL FUNDS

Ankeny Community School District

**Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2013**

	<u>Capital Projects</u>	
	Physical Plant and Equipment Levy	<u>Special Revenue</u> YMCA Endowment
Assets		
Cash, cash equivalents and investments	\$ -	\$ 16,428
Property taxes receivable:		
Delinquent	13,360	-
Succeeding year	4,277,517	-
Due from other funds	-	-
Total assets	<u>\$ 4,290,877</u>	<u>\$ 16,428</u>
Liabilities, Deferred Inflows of Resources and Fund Balances		
Liabilities:		
Accounts payable and accrued liabilities	\$ 140,657	\$ -
Due to other funds	32,036	-
Total liabilities	<u>172,693</u>	<u>-</u>
Deferred inflows of resources, unavailable revenue - property taxes	<u>4,277,517</u>	<u>-</u>
Fund balances:		
Restricted	-	16,428
Unassigned	(159,333)	-
Total fund balance (deficit)	<u>(159,333)</u>	<u>16,428</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 4,290,877</u>	<u>\$ 16,428</u>

Special Revenue			
Management	Student Activity		Total
\$ 4,111,566	\$ 1,142,363		\$ 5,270,357
3,902	-		17,262
1,100,004	-		5,377,521
-	-		-
<u>\$ 5,215,472</u>	<u>\$ 1,142,363</u>		<u>\$ 10,665,140</u>
\$ -	\$ 19,355		\$ 160,012
-	-		32,036
-	19,355		192,048
1,100,004	-		5,377,521
4,115,468	1,123,008		5,254,904
-	-		(159,333)
4,115,468	1,123,008		5,095,571
<u>\$ 5,215,472</u>	<u>\$ 1,142,363</u>		<u>\$ 10,665,140</u>

Ankeny Community School District

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2013**

	<u>Capital Projects</u>	
	Physical	<u>Special Revenue</u>
	Plant and Equipment Levy	YMCA Endowment
Revenues:		
Local taxes	\$ 4,114,633	\$ -
Interest income	67	15
Other	4,630	3,000
Total revenues	<u>4,119,330</u>	<u>3,015</u>
Expenditures:		
Instruction:		
Regular	2,862	-
Vocational and other	-	-
Support services:		
Instructional staff	383,721	-
Administration	5,654	-
Plant operation and maintenance	214,136	-
Capital outlay	4,123,781	-
Debt service, bond issuance costs	-	-
Total expenditures	<u>4,730,154</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(610,824)</u>	<u>3,015</u>
Other financing sources (uses):		
Proceeds from sale of capital assets	33,840	-
Interfund transfers (out)	(795,611)	-
Issuance of long-term debt	-	-
Premium on bonds	-	-
Discount on bonds	-	-
Total other financing sources (uses)	<u>(761,771)</u>	<u>-</u>
Net change in fund balance	<u>(1,372,595)</u>	<u>3,015</u>
Fund balance, beginning of year	1,213,262	13,413
Fund balance, end of year	<u>\$ (159,333)</u>	<u>\$ 16,428</u>

Special Revenue		
Management	Student Activity	Total
\$ 1,201,135	\$ -	\$ 5,315,768
1,273	791	2,146
34,391	1,920,745	1,962,766
1,236,799	1,921,536	7,280,680
546,487	-	549,349
-	2,085,847	2,085,847
-	-	383,721
-	-	5,654
522,354	-	736,490
-	-	4,123,781
-	-	-
1,068,841	2,085,847	7,884,842
167,958	(164,311)	(604,162)
-	-	33,840
-	-	(795,611)
-	-	-
-	-	-
-	-	-
-	-	(761,771)
167,958	(164,311)	(1,365,933)
3,947,510	1,287,319	6,461,504
\$ 4,115,468	\$ 1,123,008	\$ 5,095,571



ANKENY
COMMUNITY SCHOOL DISTRICT

DEBT SERVICE FUND

Ankeny Community School District

Statement of Revenues, Expenditures and Changes in Fund Balance
Debt Service Fund
Year Ended June 30, 2013

Revenues:

Local sources:

Local tax:

Property tax	\$ 6,728,360
Utility tax replacement excise tax	87,668
Mobile home and other local taxes	8,429
Interest income	765
Total revenues	<u>6,825,222</u>

Expenditures:

Debt service:

Principal redemption	7,535,000
Interest and fiscal charges	5,723,627
Bond issuance costs	47,548
Total expenditures	<u>13,306,175</u>

(Deficiency) of revenues (under) expenditures (6,480,953)

Other financing sources (uses):

Interfund transfers in	6,830,911
Refunding bonds issued	17,285,000
Premium on refunding bonds	928,277
Principal payments on refunded bonds	(51,855)
Total other financing sources	<u>24,992,333</u>

Excess of revenues and other financing sources over expenditures 18,511,380

Fund balance, beginning of year	<u>2,204,660</u>
Fund balance, end of year	<u>\$ 20,716,040</u>

AGENCY FUNDS

Ankeny Community School

**Statement of Changes in Assets and Liabilities
Agency Funds
Year Ended June 30, 2013**

	Balance June 30, 2012	Additions	Deductions	Balance June 30, 2013
Assets				
Cash and cash equivalents	\$ 383,217	\$ 231,872	\$ 196,042	\$ 419,047
Receivables	833	-	833	-
Total assets	\$ 384,050	\$ 231,872	\$ 196,875	\$ 419,047
Liabilities				
Accounts payable	\$ 1,945	\$ 2,600	\$ -	\$ 4,545
Due to student groups/employees	382,105	333,640	301,243	414,502
Total liabilities	\$ 384,050	\$ 336,240	\$ 301,243	\$ 419,047

Statistical Section Notes

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

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

Ankeny Community School District
NET POSITION BY COMPONENT
Last 10 Fiscal Years*
(Unaudited)

	Fiscal Year		
	2013	2012	2011
GOVERNMENTAL ACTIVITIES			
Net investment in capital assets	\$121,835,027	\$94,570,232	\$80,530,627
Restricted	\$15,138,873	\$25,831,351	\$31,626,488
Unrestricted	(\$251,845)	\$3,329,911	(\$171,351)
Total governmental activities net position	<u>\$136,722,055</u>	<u>\$123,731,494</u>	<u>\$111,985,764</u>
BUSINESS-TYPE ACTIVITIES			
Net investment in capital assets	\$209,827	\$200,862	\$199,657
Unrestricted	\$1,082,793	\$1,209,233	\$1,255,891
Total business-type activities net position	<u>\$1,292,620</u>	<u>\$1,410,095</u>	<u>\$1,455,548</u>
PRIMARY GOVERNMENT			
Net investment in capital assets	\$122,044,854	\$94,771,094	\$80,730,284
Restricted	\$15,138,873	\$25,831,351	\$31,626,488
Unrestricted	\$830,948	\$4,539,144	\$1,084,540
Total primary government net position	<u>\$138,014,675</u>	<u>\$125,141,589</u>	<u>\$113,441,312</u>

Fiscal Year

2010	2009	2008	2007	2006	2005	2004
\$74,057,554	\$47,508,189	\$43,403,851	\$38,952,949	\$29,450,418	\$24,543,655	\$16,191,681
\$15,236,393	\$35,869,295	\$26,537,998	\$18,158,956	\$16,690,901	\$14,305,704	\$16,471,882
\$3,880,897	(\$9,444)	\$3,474,045	\$6,588,786	\$9,736,141	\$9,638,845	\$9,719,074
<u>\$93,174,844</u>	<u>\$83,368,040</u>	<u>\$73,415,894</u>	<u>\$63,700,691</u>	<u>\$55,877,460</u>	<u>\$48,488,204</u>	<u>\$42,382,637</u>
\$203,744	\$179,475	\$158,308	\$175,803	\$160,414	\$179,931	\$153,679
\$928,011	\$710,231	\$726,005	\$804,100	\$692,220	\$621,131	\$711,772
<u>\$1,131,755</u>	<u>\$889,706</u>	<u>\$884,313</u>	<u>\$979,903</u>	<u>\$852,634</u>	<u>\$801,062</u>	<u>\$865,451</u>
\$74,261,298	\$47,687,664	\$43,562,159	\$39,128,752	\$29,610,832	\$24,723,586	\$16,345,360
\$15,236,393	\$35,869,295	\$26,537,998	\$18,158,956	\$16,690,901	\$14,305,704	\$16,471,882
\$4,808,908	\$700,787	\$4,200,050	\$7,392,886	\$10,428,361	\$10,259,976	\$10,430,846
<u>\$94,306,599</u>	<u>\$84,257,746</u>	<u>\$74,300,207</u>	<u>\$64,680,594</u>	<u>\$56,730,094</u>	<u>\$49,289,266</u>	<u>\$43,248,088</u>

Ankeny Community School District
EXPENSES, PROGRAM REVENUES AND NET (EXPENSE) REVENUE
Last 10 Fiscal Years*
(Unaudited)

	Fiscal Year		
	2013	2012	2011
EXPENSES			
Governmental activities			
Instruction	\$66,776,322	\$62,581,120	\$56,058,835
Support Services	\$26,513,793	\$24,004,036	\$21,750,030
Noninstructional programs	\$148,940	\$168,857	\$188,436
Other	\$3,335,144	\$3,133,101	\$3,203,691
Interest on long -term debt	\$6,651,225	\$5,797,654	\$4,448,238
Total governmental activities expenses	<u>\$103,425,424</u>	<u>\$95,684,768</u>	<u>\$85,649,230</u>
Business-type activities			
Nutrition	\$4,026,010	\$3,754,858	\$3,335,435
Total business-type activities expenses	<u>\$4,026,010</u>	<u>\$3,754,858</u>	<u>\$3,335,435</u>
Total primary government expenses	<u><u>\$107,451,434</u></u>	<u><u>\$99,439,626</u></u>	<u><u>\$88,984,665</u></u>
PROGRAM REVENUES			
Governmental activities			
Charges for services			
Instruction	\$3,201,987	\$1,370,100	\$1,325,964
Support services	\$0	\$1,963,447	
Noninstructional programs	\$0	\$0	\$0
Operating grants and contributions	\$11,093,504	\$11,601,778	\$13,191,507
Total governmental activities program revenues	<u>\$14,295,491</u>	<u>\$14,935,325</u>	<u>\$14,517,471</u>
Business-type activities			
Charges for services			
Nutrition	\$2,975,981	\$2,880,139	\$2,882,932
Operating grants and contributions	\$901,634	\$828,332	\$773,978
Total business-type program revenues	<u>\$3,877,615</u>	<u>\$3,708,471</u>	<u>\$3,656,910</u>
Total primary government program revenues	<u><u>\$18,173,106</u></u>	<u><u>\$18,643,796</u></u>	<u><u>\$18,174,381</u></u>
NET (EXPENSE) REVENUE			
Governmental activities	(\$89,129,933)	(\$80,749,443)	(\$71,131,759)
Business-type activities	(\$148,395)	(\$46,387)	\$321,475
Total primary government net expense	<u><u>(\$89,278,328)</u></u>	<u><u>(\$80,795,830)</u></u>	<u><u>(\$70,810,284)</u></u>

Fiscal Year						
2010	2009	2008	2007	2006	2005	2004
\$51,873,159	\$52,926,409	\$44,930,177	\$37,094,045	\$32,156,539	\$29,242,952	\$27,288,596
\$21,463,765	\$21,393,228	\$19,154,194	\$19,282,529	\$17,930,921	\$14,312,576	\$12,058,535
\$184,673	\$222,261	\$10,673	\$2,519,951	\$2,235,370	\$2,224,684	\$2,217,780
\$2,970,555	\$2,601,133	\$2,352,907	\$2,143,508	\$1,873,011	\$3,888,892	\$3,222,165
\$3,912,484	\$2,189,923	\$2,477,991	\$1,647,068	\$1,882,037	\$1,828,217	\$1,999,776
\$80,404,636	\$79,332,954	\$68,925,942	\$62,687,101	\$56,077,878	\$51,497,321	\$46,786,852
\$3,363,469	\$3,276,719	\$3,094,480	\$2,605,040	\$2,377,459	\$2,052,514	\$1,786,183
\$3,363,469	\$3,276,719	\$3,094,480	\$2,605,040	\$2,377,459	\$2,052,514	\$1,786,183
\$83,768,105	\$82,609,673	\$72,020,422	\$65,292,141	\$58,455,337	\$53,549,835	\$48,573,035
\$1,326,381	\$1,349,262	\$436,207	\$436,207	\$0	\$0	\$0
\$1,791	\$61,043	\$91,603	\$199,119	\$97,201	\$47,319	\$72,792
\$0	\$0	\$0	\$0	\$0	\$0	\$0
\$15,129,621	\$11,554,826	\$10,002,368	\$8,261,689	\$6,800,155	\$6,783,562	\$6,597,816
\$16,457,793	\$12,965,131	\$10,530,178	\$8,897,015	\$6,897,356	\$6,830,881	\$6,670,608
\$2,918,236	\$2,737,214	\$2,496,047	\$2,237,645	\$2,020,308	\$1,638,491	\$1,624,877
\$685,332	\$535,212	\$467,626	\$444,276	\$374,745	\$331,224	\$326,217
\$3,603,568	\$3,272,426	\$2,963,673	\$2,681,921	\$2,395,053	\$1,969,715	\$1,951,094
\$20,061,361	\$16,237,557	\$13,493,851	\$11,578,936	\$9,292,409	\$8,800,596	\$8,621,702
(\$63,946,843)	(\$66,367,823)	(\$58,395,764)	(\$53,790,086)	(\$49,180,522)	(\$44,666,440)	(\$40,116,244)
\$240,099	(\$4,293)	(\$130,807)	\$76,881	\$17,594	(\$82,799)	\$164,911
(\$63,706,744)	(\$66,372,116)	(\$58,526,571)	(\$53,713,205)	(\$49,162,928)	(\$44,749,239)	(\$39,951,333)

Ankeny Community School District
GENERAL REVENUES AND TOTAL CHANGE IN NET POSITION
Last 10 Fiscal Years*
(Unaudited)

	Fiscal Year			
	2013	2012	2011	2010
NET (EXPENSE) REVENUE				
Governmental activities	(89,129,933)	(80,749,443)	(71,311,759)	(63,946,843)
Business-type activities	(148,395)	(46,387)	321,475	240,099
Total primary government net expense	<u>(89,278,328)</u>	<u>(80,795,830)</u>	<u>(70,990,284)</u>	<u>(63,706,744)</u>
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION				
Governmental activities				
General revenues				
Taxes				
Property taxes	\$47,582,662	\$47,454,344	\$47,978,745	\$41,057,681
Statewide sales and services tax	\$8,160,471	\$7,188,215	\$7,590,879	\$6,373,745
Utility replacement tax	\$654,197	\$671,095	\$725,536	\$376,455
Other local sources	\$0	\$0	\$0	\$0
State foundation aid, unrestricted	\$37,412,655	\$34,553,329	\$30,618,609	\$24,499,658
Other state sources, unrestricted	\$0	\$0	\$0	\$0
Investment earnings	\$55,827	\$119,492	\$222,593	\$193,698
Gain on disposal of capital assets	\$6,770	\$0	\$0	\$0
Miscellaneous	\$1,448,356	\$2,508,698	\$2,806,317	\$1,252,410
Transfers	\$0	\$0	\$0	\$0
Total governmental activities	<u>\$95,320,938</u>	<u>\$92,495,173</u>	<u>\$89,942,679</u>	<u>\$73,753,647</u>
Business-type activities				
Other local sources	\$0	\$0	\$0	\$0
Investment earnings	\$299	\$934	\$2,318	\$1,950
Miscellaneous	\$30,621	\$0	\$0	\$0
Transfers	\$0	\$0	\$0	\$0
Total business-type program revenues	<u>\$30,920</u>	<u>\$934</u>	<u>\$2,318</u>	<u>\$1,950</u>
Total primary government	<u>\$95,351,858</u>	<u>\$92,496,107</u>	<u>\$89,944,997</u>	<u>\$73,755,597</u>
CHANGE IN NET POSITION				
Governmental activities	\$6,191,005	\$11,745,730	\$18,630,920	\$9,806,804
Business-type activities	(\$117,475)	(\$45,453)	\$323,793	\$242,049
Total primary government	<u>\$6,073,530</u>	<u>\$11,700,277</u>	<u>\$18,954,713</u>	<u>\$10,048,853</u>

* The District began to report accrual information when implemented GASB Statement No. 34 in 2003

Fiscal Year					
2009	2008	2007	2006	2005	2004
(66,367,823)	(58,395,764)	(53,790,086)	(49,180,522)	(44,666,440)	(40,116,244)
(4,293)	(130,807)	76,881	17,594	(82,799)	164,911
(66,372,116)	(58,526,571)	(53,713,205)	(49,162,928)	(44,749,239)	(39,951,333)

\$37,242,168	\$31,158,124	\$26,296,399	\$23,224,930	\$21,835,230	\$20,220,072
\$7,631,956	\$7,102,649	\$7,126,108	\$6,327,564	\$5,940,294	\$5,651,190
\$658,128	\$592,464	\$543,734	\$513,459	\$542,778	\$565,420
\$0	\$0	\$0	\$0	\$0	\$0
\$28,879,473	\$27,842,902	\$26,145,901	\$23,583,533	\$21,649,626	\$20,378,960
\$0	\$0	\$0	\$0	\$0	\$0
\$474,820	\$2,017,095	\$1,764,909	\$1,541,667	\$654,717	\$334,873
\$0	(\$1,164,675)	\$46,613	\$447,133	\$42,137	\$26,480
\$1,433,424	\$562,408	\$925,678	\$931,492	\$107,225	\$1,912,546
\$0	\$0	\$0	\$0	\$0	\$0
\$76,319,969	\$68,110,967	\$62,849,342	\$56,569,778	\$50,772,007	\$49,089,541

\$0	\$0	\$0	\$0	\$0	\$0
\$9,686	\$35,217	\$50,388	\$33,978	\$18,410	\$6,988
\$0	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	\$0	\$0	\$0
\$9,686	\$35,217	\$50,388	\$33,978	\$18,410	\$6,988
\$76,329,655	\$68,146,184	\$62,899,730	\$56,603,756	\$50,790,417	\$49,096,529

\$9,952,146	\$9,715,203	\$9,059,256	\$7,389,256	\$6,105,567	\$8,973,297
\$5,393	(\$95,590)	\$127,269	\$51,572	(\$64,389)	\$171,899
\$9,957,539	\$9,619,613	\$9,186,525	\$7,440,828	\$6,041,178	\$9,145,196

Ankeny Community School District
FUND BALANCES, GOVERNMENTAL FUNDS
Last 10 Fiscal Years
(Modified accrual basis of accounting)
(Unaudited)

	Fiscal Year			
	2013	2012	2011*	2010
GENERAL FUND				
Nonspendable	\$193,992	\$195,697	\$357,046	
Restricted	\$972,007	\$1,431,045	\$1,643,476	
Assigned	\$804,200	\$804,200	\$804,200	
Unassigned	\$3,251,001	\$3,909,640	\$210,453	
Reserved	\$0	\$0	\$0	\$2,371,672
Unreserved	\$0	\$0	\$0	(\$2,915,625)
Total general fund	\$5,221,200	\$6,340,582	\$3,015,175	(\$543,953)
ALL OTHER GOVERNMENTAL FUNDS				
Nonspendable	\$0	\$0	\$83,334	
Restricted	\$52,607,808	\$24,413,719	\$67,694,607	
Unassigned	(\$159,333)	(\$20,049)	\$0	
Reserved	\$0	\$0	\$0	\$37,668,049
Unreserved, reported in				
Special revenue funds	\$0	\$0	\$0	\$979,623
Capital projects funds	\$0	\$0	\$0	\$3,516,185
Total all other governmental funds	\$52,448,475	\$24,393,670	\$67,777,941	\$42,163,857

*GASB 54 implemented in 2011

Fiscal Year					
2009	2008	2007	2006	2005	2004
\$4,524,504	\$5,559,254	\$5,959,185	\$5,947,623	\$3,682,654	\$3,552,805
(\$2,622,526)	(\$578,341)	\$1,678,885	\$2,583,476	\$5,614,169	\$6,089,535
\$1,901,978	\$4,980,913	\$7,638,070	\$8,531,099	\$9,296,823	\$9,642,340

\$72,813,969	\$26,537,998	\$42,830,145	\$16,690,901	\$14,305,704	\$16,471,882
\$3,512,624	\$3,413,005	\$727,769	\$685,075	\$594,923	\$577,778
\$3,826,103	\$4,074,854	\$355,519	\$2,350,099	\$1,475,770	\$1,173,078
\$80,152,696	\$34,025,857	\$43,913,433	\$19,726,075	\$16,376,397	\$18,222,738

Ankeny Community School District

**SCHEDULE OF REVENUES BY SOURCE AND EXPENDITURES BY FUNCTION
All Governmental Fund Types
For the Last Ten Years**

	Year Ended June 30:			
	2013	2012	2011	2010
Revenues:				
Local sources:				
Local taxes	\$ 56,007,530	\$ 55,313,654	\$ 56,295,160	\$ 47,849,039
Interest income	57,830	119,492	222,593	193,698
Other	4,850,412	5,837,041	4,130,000	4,035,019
State sources	46,726,946	43,455,409	39,349,271	32,126,509
Federal sources	1,625,366	2,699,698	4,460,845	5,993,825
Total	\$ 109,268,084	\$ 107,425,294	\$ 104,457,869	\$ 90,198,090
Expenditures:				
Instruction:				
Regular	\$ 45,332,963	\$ 41,533,309	\$ 38,953,738	\$ 35,239,169
Special	9,309,657	8,862,532	7,855,205	8,065,055
Vocational and other	7,983,848	7,482,261	6,021,155	5,780,653
Support services:				
Student	5,982,612	5,620,731	4,785,294	4,457,622
Instructional staff	4,823,305	4,515,853	5,699,278	4,247,021
Administration	8,610,667	7,250,578	7,419,055	7,751,863
Plant operation and maintenance	7,132,598	6,616,874	6,608,557	5,007,259
Other, including AEA flowthrough	3,335,144	3,133,101	3,203,691	2,970,555
Noninstructional programs	41,594	168,857	187,956	184,673
Other expenditures:				
Capital outlay	27,130,416	49,670,959	39,715,609	38,451,594
Long-term debt:				
Principal retirement	7,535,000	6,875,000	11,295,000	10,660,000
Interest and fiscal charges	5,723,627	5,785,550	4,429,750	3,905,132
Bond issuance costs	154,148	-	-	-
Total	\$ 133,095,579	\$ 147,515,605	\$ 136,174,288	\$ 126,720,596

Year Ended June 30:

2009	2008	2007	2006	2005	2004
\$ 45,602,607	\$ 38,853,237	\$ 33,966,241	\$ 30,065,953	\$ 28,318,302	\$ 26,436,682
474,820	2,017,095	1,764,909	1,541,667	654,717	334,873
4,489,234	4,112,139	4,237,222	3,270,005	2,989,482	5,168,364
36,187,289	33,586,846	30,667,370	27,255,269	24,777,864	23,354,544
2,510,513	1,236,503	1,000,472	887,107	820,386	474,578
<u>\$ 89,264,463</u>	<u>\$ 79,805,820</u>	<u>\$ 71,636,214</u>	<u>\$ 63,020,001</u>	<u>\$ 57,560,751</u>	<u>\$ 55,769,041</u>
\$ 33,935,649	\$ 27,975,276	\$ 24,633,816	\$ 22,577,446	\$ 23,095,940	\$ 20,333,859
8,443,886	7,411,560	7,025,195	6,401,321	4,507,078	3,885,672
5,649,364	7,161,047	4,932,740	3,076,311	1,585,385	1,445,464
4,230,120	3,816,504	3,456,227	3,118,663	2,795,127	2,333,612
5,070,645	3,826,779	3,431,571	3,392,635	2,596,540	2,024,659
7,272,677	6,632,175	5,742,551	4,910,159	3,549,498	3,268,080
4,819,786	4,878,736	4,527,812	4,254,557	4,476,949	4,068,655
2,601,133	2,363,580	2,143,508	1,873,011	3,888,892	3,222,165
222,261	-	1,660,568	1,488,544	2,305,132	2,217,780
16,439,186	22,955,320	7,186,118	8,055,677	4,500,988	15,620,458
11,715,000	18,035,000	7,255,000	7,150,000	4,735,000	9,290,000
2,238,608	2,467,998	1,647,068	1,882,037	1,828,217	1,999,776
-	-	-	-	-	-
<u>\$ 102,638,315</u>	<u>\$ 107,523,975</u>	<u>\$ 73,642,174</u>	<u>\$ 68,180,361</u>	<u>\$ 59,864,746</u>	<u>\$ 69,710,180</u>

**Ankeny Community School District
GOVERNMENTAL FUNDS REVENUES
Last 10 Fiscal Years*
(Modified Accrual Basis of accounting)
(Unaudited)**

	Fiscal Year			
	2013	2012	2011	2010
LOCAL SOURCES				
Property Taxes	\$48,236,859	\$48,125,439	\$48,704,281	\$38,944,424
Statewide sales and services tax	\$7,770,671	\$7,188,215	\$7,590,879	\$8,904,615
Other local sources	\$3,369,101	\$4,331,203	\$2,804,036	\$4,035,019
Investment earnings (loss)	\$55,792	\$119,492	\$222,593	\$193,698
Student activities	\$1,281,242	\$1,370,100	\$1,197,645	\$0
Total local sources	<u>\$60,713,665</u>	<u>\$61,134,449</u>	<u>\$60,519,434</u>	<u>\$52,077,756</u>
STATE SOURCES				
State foundation aid	\$46,728,746	\$43,455,409	\$39,349,271	\$32,126,509
Other state sources	\$144,292	\$135,738	\$128,319	\$0
Total state sources	<u>\$46,873,038</u>	<u>\$43,591,147</u>	<u>\$39,477,590</u>	<u>\$32,126,509</u>
FEDERAL SOURCES				
Federal Sources	\$1,633,121	\$2,699,698	\$4,460,845	\$5,993,825
Total revenues	<u>\$109,219,824</u>	<u>\$107,425,294</u>	<u>\$104,457,869</u>	<u>\$90,198,090</u>

Fiscal Year					
2009	2008	2007	2006	2005	2004
\$37,329,323	\$32,739,017	\$26,840,133	\$23,738,389	\$22,378,008	\$20,785,492
\$8,273,284	\$6,114,220	\$7,126,108	\$6,327,564	\$5,940,294	\$5,651,190
\$4,489,234	\$4,112,139	\$4,237,222	\$3,270,005	\$2,989,482	\$5,168,364
\$474,820	\$2,017,095	\$1,764,909	\$1,541,667	\$654,717	\$334,873
\$0	\$0	\$0	\$0	\$0	\$0
\$50,566,661	\$44,982,471	\$39,968,372	\$34,877,625	\$31,962,501	\$31,939,919
\$36,187,289	\$33,586,846	\$30,667,370	\$27,255,269	\$24,777,864	\$23,354,544
\$0	\$0	\$0	\$0	\$0	\$0
\$36,187,289	\$33,586,846	\$30,667,370	\$27,255,269	\$24,777,864	\$23,354,544
\$2,510,513	\$1,236,503	\$1,000,472	\$887,107	\$820,386	\$474,578
\$89,264,463	\$79,805,820	\$71,636,214	\$63,020,001	\$57,560,751	\$55,769,041

Ankeny Community School District
GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO
Last 10 Fiscal Years*
(Unaudited)

	Fiscal Year			
	2013	2012	2011	2010
INSTRUCTION	\$ 62,619,656	\$ 57,878,102	\$ 52,830,098	\$49,084,877
SUPPORT SERVICES				
Student support services	\$ 5,882,692	\$ 5,620,731	\$ 4,785,294	\$4,457,622
Instructional staff support services	\$ 5,131,761	\$ 4,515,853	\$ 5,699,278	\$4,247,021
Administration	\$ 7,718,617	\$ 7,250,578	\$ 7,419,055	\$7,751,863
Plant operation and maintenance	\$ 7,238,534	\$ 6,616,874	\$ 6,608,557	\$5,007,259
Support Services- other	\$ -	\$ -	\$ -	\$0
NONINSTRUCTIONAL PROGRAMS	\$ 148,940	\$ 168,857	\$ 187,956	\$184,673
OTHER	\$ 3,335,144	\$ 3,133,101	\$ 3,203,691	\$2,970,555
CAPITAL OUTLAY	\$ 26,994,791	\$ 49,670,959	\$ 39,715,609	\$38,451,594
DEBT SERVICE				
Principal	\$ 7,535,000	\$ 6,875,000	\$ 11,295,000	\$10,660,000
Interest	\$ 5,717,160	\$ 5,785,550	\$ 4,429,750	\$3,905,132
Bond Issuance costs	\$ 159,850			
 Total expenditures	 \$ 132,482,145	 \$ 147,515,605	 \$ 136,174,288	 \$ 126,720,596
 Debt service as a percentage of noncapital expenditures	 12.6%	 12.9%	 16.3%	 16.5%

Fiscal Year					
2009	2008	2007	2006	2005	2004
\$48,028,899	\$42,547,883	\$36,591,751	\$32,055,078	\$29,188,403	\$25,664,995
\$4,230,120	\$3,816,504	\$3,456,227	\$3,118,663	\$2,795,127	\$2,333,612
\$5,070,645	\$3,826,779	\$3,431,571	\$3,392,635	\$2,596,540	\$2,024,659
\$7,272,677	\$6,632,175	\$5,742,551	\$4,910,159	\$3,549,498	\$3,268,080
\$4,819,786	\$4,878,736	\$4,527,812	\$4,254,557	\$4,476,949	\$4,068,655
\$0	\$10,673	\$2,143,508	\$1,873,011	\$3,888,892	\$3,222,165
\$222,261	\$0	\$1,660,568	\$1,488,544	\$2,305,132	\$2,217,780
\$2,601,133	\$2,352,907	\$0	\$0	\$0	\$0
\$16,439,186	\$22,955,320	\$7,186,118	\$8,055,677	\$4,500,988	\$15,620,458
\$11,715,000	\$18,035,000	\$7,255,000	\$7,150,000	\$4,735,000	\$9,290,000
\$2,238,608	\$2,467,998	\$1,647,068	\$1,882,037	\$1,828,217	\$1,999,776
<hr/>					
\$ 102,638,315	\$ 107,523,975	\$ 73,642,174	\$ 68,180,361	\$ 59,864,746	\$ 69,710,180
<hr/>					
16.2%	24.2%	13.4%	15.0%	11.9%	20.9%

Ankeny Community School District
OTHER FINANCING SOURCES AND USES AND NET CHANGE IN FUND BALANCES
GOVERNMENTAL FUNDS
Last 10 Fiscal Years
(Unaudited)

	Fiscal Year		
	2013	2012	2011
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ (23,262,321)	\$ (40,090,311)	\$ (31,716,419)
OTHER FINANCING SOURCES (USES)			
Proceeds from sale of capital assets	\$ 39,809	\$ 5,204	\$ 2,281
Transfers In	\$ -	\$ -	\$ -
Transfers Out	\$ -	\$ -	
Refunding bonds issued	\$ 17,285,000	\$ 2,150,000	
Premiums on refunding bonds	\$ 1,187,073	\$ 56,243	
Discount on bonds	\$ (641,153)		
Revenue Bonds Issued	\$ 15,850,000	\$ -	\$ 60,887,350
Proceeds from general obligation bonds	\$ 15,900,000	\$ -	
Principal payments on refunded bonds		\$ (2,180,000)	
Total other financing sources	<u>\$ 49,620,729</u>	<u>\$ 31,447</u>	<u>\$ 60,889,631</u>
 Net change in fund balances	 <u>\$ 26,358,408</u>	 <u>\$ (40,058,864)</u>	 <u>\$ 29,173,212</u>

Fiscal Year						
2010	2009	2008	2007	2006	2005	2004
\$(36,522,506)	\$(13,373,852)	\$(27,718,155)	\$(2,005,960)	\$(5,160,360)	\$(2,303,995)	\$(13,941,139)
\$ 13,350	\$ 254,857	\$ 4,306,896	\$ 46,613	\$ 814,314	\$ 42,137	\$ 26,480
\$ -	\$ -	\$ -	\$ 63,530			
	\$ 52,811					\$ (35,372)
						\$ 9,740,000
	\$ 57,780,000	\$ 5,275,000	\$ 25,190,146	\$ 6,930,000	\$ 70,000	\$ 4,550,000
\$ 13,350	\$ 58,087,668	\$ 9,581,896	\$ 25,300,289	\$ 7,744,314	\$ 112,137	\$ 14,281,108
\$(36,509,156)	\$ 44,713,816	\$(18,136,259)	\$ 23,294,329	\$ 2,583,954	\$(2,191,858)	\$ 339,969

**Ankeny Community School District
OUTSTANDING DEBT BY TYPE
Last Ten Fiscal Years
(Unaudited)**

Fiscal Year	Governmental Activities				G.O. Bonds as a Percent of Actual Taxable Value of Property	G.O. Bonds Per Capita Personal Income	G.O. Bonds as a Percent of Personal Income
	General Obligation Bonds	Sales Tax Revenue Bonds	Equipment and Capital Loan Notes	Total			
2013	\$98,490,000	\$86,117,350	\$1,350,000	\$185,957,350	3.99%	*	*
2012	69,105,000	57,350,000	2,150,000	\$128,605,000	2.86%	1506.34	3.30%
2011	72,835,000	59,765,000	2,910,000	\$135,510,000	3.14%	1649.46	3.62%
2010	77,325,000	4,730,000	3,610,000	85,665,000	3.51%	1830.87	4.02%
2009	82,770,000	9,265,000	4,290,000	96,325,000	4.04%	1980.62	5.48%
2008	31,675,000	13,640,000	4,945,000	50,260,000	1.69%	760.03	2.10%
2007	39,570,000	17,870,000	5,580,000	63,020,000	2.30%	963.13	2.66%
2006	16,715,000	21,970,000	6,200,000	44,885,000	1.10%	422.32	1.17%
2005	19,185,000	25,850,000	0	45,035,000	1.35%	508.39	1.41%
2004	21,595,000	28,175,000	0	49,770,000	1.66%	588.04	2.17%

Source: District Records

*Information not available

Ankeny Community School District
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
As of June 30, 2013
(Unaudited)

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Direct and Overlapping Debt
Polk County	250,177,000	100.00%	250,177,000
City of Ankeny	149,680,000	100.00%	149,680,000
Des Moines Area Community College	72,390,000	100.00%	72,390,000
Subtotal, overlapping debt	472,247,000		472,247,000
District direct debt: G.O. / Cap. Loan	<u>86,540,000</u>	100.00%	86,540,000
 Total direct and overlapping debt	 <u><u>\$558,787,000</u></u>		 <u><u>\$558,787,000</u></u>

Source: debtreportingiowa.com

Source: District Records
Debt Reporting Iowa. Com
State Treasurer of Iowa

** Waiting for information on the website should be next week

**Ankeny Community School District
LEGAL DEBT MARGIN INFORMATION
Last Ten Fiscal Years
(Unaudited)**

Assessed value	\$4,079,736,669
Debt limit (5% of assessed value)	\$203,986,833
Debt applicable to limit	86,540,000
Legal debt margin	\$117,446,833

	2013	2012	2011	2010
Debt limit	\$203,986,833	\$204,721,633	\$199,828,667	\$193,311,621
Total net debt applicable to limit	86,540,000	71,255,000	75,745,000	80,935,000
Legal debt margin	\$117,446,833	\$133,466,633	\$124,083,667	\$112,376,621
Total net debt applicable to the limit as a percentage of debt limit	42.42%	34.81%	37.90%	41.87%

Source: Polk County Auditor and District records

2009	2008	2007	2006	2005	2004
\$183,759,998	\$164,321,518	\$148,175,123	\$164,321,518	\$116,497,667	\$101,313,107
82,770,000	31,675,000	39,570,000	16,714,000	21,595,000	23,890,000
<u>\$100,989,998</u>	<u>\$132,646,518</u>	<u>\$108,605,123</u>	<u>\$147,607,518</u>	<u>\$94,902,667</u>	<u>\$77,423,107</u>
45.04%	19.28%	26.70%	10.17%	18.54%	23.58%

**Ankeny Community School District
 PLEDGED REVENUE COVERAGE
 Last Ten Fiscal Years
 (Unaudited)**

Fiscal Year	Statewide Sales Services, and Use Tax Revenue Bonds Debt Service				
	Revenue	Principal	Interest	Total	Coverage
2013	7,770,671	2,980,000	2,642,690	5,622,690	1.38
2012	7,188,215	2,415,000	2,517,437	4,932,437	1.46
2011	7,590,879	4,730,000	104,184	4,834,184	1.57
2010	6,373,745	4,535,000	306,273	4,841,273	1.32
2009	7,631,956	4,375,000	483,085	4,858,085	1.57
2008	7,102,649	4,230,000	636,809	4,866,809	1.46
2007	7,126,108	4,100,000	781,578	4,881,578	1.46
2006	6,327,564	3,880,000	925,739	4,805,739	1.32
2005	5,940,294	2,325,000	986,775	3,311,775	1.79
2004	5,651,190	2,445,000	942,578	3,387,578	1.67

Source: District records

note 5 of 2012 audit

Ankeny Community School District
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
Last 10 Fiscal Years
(Unaudited)

Fiscal Year	Actual Value						
	Real Property	100% Value	Utilities Taxable Value	100% Value	Total Taxable Value	100% Taxable Value	Total Direct Rate
2013	2,434,033,901	4,032,526,291	31,597,523	47,210,378	2,465,631,424	4,079,736,669	20.59177
2012	2,384,845,858	4,048,401,668	32,014,200	46,031,001	2,416,860,058	4,094,432,669	21.07036
2011	2,288,907,429	3,951,862,209	30,143,894	44,711,138	2,319,051,323	3,996,573,347	22.34576
2010	2,168,285,604	3,822,553,834	31,793,677	43,678,593	2,200,079,281	3,866,232,427	19.84290
2009	2,019,216,627	3,637,010,197	31,560,031	38,189,771	2,050,776,658	3,675,199,968	19.58053
2008	1,845,879,006	3,245,779,136	31,004,976	40,651,221	1,876,883,982	3,286,430,357	17.90637
2007	1,687,117,251	2,927,944,272	30,062,506	35,558,197	1,717,179,757	2,963,502,469	16.70575
2006	1,494,882,314	3,608,390,184	28,481,812	31,288,929	1,523,364,126	3,639,679,113	16.70201
2005	1,389,398,048	2,300,188,919	30,506,274	29,764,430	1,419,904,322	2,329,953,349	16.90251
2004	1,268,275,212	1,995,853,392	30,408,757	30,408,757	1,298,683,969	2,026,262,149	17.10241

Source: Iowa Department of Management

**Ankeny Community School District
DIRECT AND OVERLAPPING PROPERTY TAX RATES
Last Ten Fiscal Years
(rate per \$1,000 of assessed value)
(Unaudited)**

Fiscal Year Ended <u>June 30</u>	District Direct Rates				Overlapping Rates		
	<u>General Purposes</u>	<u>Capital Purposes</u>	<u>Debt Service</u>	<u>Total</u>	<u>County Assessor</u>	<u>Polk County</u>	<u>City of Ankeny</u>
2013	16.15194	1.67000	2.76983	20.59177	0.24382	10.23577	12.02746
2012	16.55359	1.67000	2.84677	21.07036	0.24628	10.02781	11.17646
2011	17.32212	1.67000	3.35662	22.34874	0.27848	10.01865	11.17646
2010	14.12293	1.67000	4.04997	19.84290	0.30104	9.89976	11.17646
2009	13.86719	1.67000	4.04334	19.58053	0.32711	9.91938	10.52956
2008	13.17839	1.67000	1.85736	16.70575	0.31349	9.95808	10.28956
2007	12.92533	1.67000	2.10668	16.70201	0.35437	9.58881	10.38956
2006	13.61399	1.00000	2.28852	16.90251	0.31745	9.64715	10.35126
2005	13.53891	1.00000	2.5635	17.10241	0.31715	9.44511	9.90126
2004	13.53891	1.00000	2.70954	17.24845	0.34363	9.37854	9.90126
2003	13.10396	1.00000	2.90286	17.00682	0.31454	8.39917	9.65126

Overlapping Rates				Ratio of Ankeny Community School District to total
Area XI Comm. College	State	Ankeny Comm. School District	Total	
0.58466	0.00330	20.59177	43.68678	0.47
0.59018	0.00320	21.07036	43.11429	0.49
0.56008	0.00340	22.34576	44.38283	0.50
0.56778	0.00300	19.84290	41.79094	0.47
0.56386	0.00350	19.58053	40.92394	0.48
0.60276	0.00350	17.90637	39.07376	0.46
0.68408	0.00400	16.70201	37.72283	0.44
0.59856	0.00400	16.90251	37.82093	0.45
0.58184	0.00400	17.10241	37.35177	0.46
0.54584	0.00400	17.24845	37.42172	0.46
0.54506	0.00500	17.09290	36.00793	0.47

**Ankeny Community School District
PRINCIPAL PROPERTY TAXPAYERS
Current Year and Nine Years Ago**

Taxpayer	84 Type of Business	2013			2004		
		Taxable Value	Rank	Percentage of Total Taxable Value	Taxable Value	Rank	Percentage of Total Taxable Value
MidAmerican Energy	Utility	\$ 31,511,382	1	1.28%			
Casey's General Stores	Coporate Headquarters/distribution	27,544,200	3	1.12%	16,077,060	4	0.79%
Denny Elwell Family LC	Real Estate development	26,374,880	2	1.07%	14,704,230	5	0.73%
Deere & Company	Farm Implements	23,428,000	4	0.95%	29,063,030	1	1.43%
ACH Food Companies, Inc (2)	Spice Manufacturing/distribution	19,500,000	5	0.79%	24,910,000	2	1.23%
Perishable Distributors of Iowa	Wholesale meat/bakery distributor	16,651,910	6	0.68%	18,343,090	3	0.91%
Ankeny North MOB LLC	Commerical	15,530,000	7	0.63%	-		0.00%
Wal-mart	Retail merchandise/grocery	14,830,000	8	0.60%	13,336,170	6	0.66%
Karl Chevrolet	Automobile sales	14,600,000	9	0.59%	9,843,320	8	0.49%
Target Corp	Retail merchandise/grocery	11,800,000	10	0.48%	10,413,380	7	0.51%
Menard Inc	Retail home improvement	-	-	-	9,049,260	9	0.45%
SYSCO Food Service	Wholesale food service	-	-	-	8,640,910	10	0.43%
Total		<u>\$ 201,770,372</u>		<u>8.18%</u>	<u>\$ 154,380,450</u>		<u>7.62%</u>
Total taxable value		<u>\$ 2,465,631,424</u>			<u>\$ 2,026,262,149</u>		

**Ankeny Community School District
PROPERTY TAX LEVIES AND COLLECTIONS
Last Ten Fiscal Years
(Unaudited)**

Fiscal Year	Taxes Levied for the Fiscal Year	Collected Within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2014	\$ 49,446,484	*	*	*	*	*
2013	48,188,776	\$ 48,232,207	100.09%	4,654	\$ 48,232,207	100.09%
2012	48,158,610	48,123,308	99.93%	2,131	\$ 48,127,962	99.94%
2011	48,796,216	48,714,357	99.83%	3,081	\$ 48,716,488	99.84%
2010	41,396,368	41,395,796	100.00%	51,176	\$ 41,398,877	100.01%
2009	37,922,773	37,901,661	99.94%	10,884	\$ 37,952,837	100.08%
2008	31,731,770	31,748,335	100.05%	2,253	\$ 31,759,219	100.09%
2007	26,821,160	26,842,002	100.08%	970	\$ 26,844,255	100.09%
2006	23,809,815	23,824,047	100.06%	(72,581)	\$ 23,825,016	100.06%
2005	22,448,049	22,382,893	99.71%	4,545	\$ 22,310,311	99.39%
2004	20,757,319	20,790,812	100.16%	3,988	\$ 20,795,356	100.18%

Source: District records

Source: Polk County Treasurer

* Information not available

Polk County Auditors Certificate

Ankeny Community School District
ACTUAL HISTORIC SALES, SERVICES, AND USE TAX COLLECTIONS
Last 10 Years
(Unaudited)

Fiscal Year	Polk County Revenue	Total Revenue
2013	7,770,671	7,771,671
2012	7,188,215	7,188,215
2011	7,590,879	7,590,879
2010	6,373,745	6,373,745
2009	7,631,956	7,631,956
2008	7,102,649	7,102,649
2007	7,126,108	7,126,108
2006	6,327,564	6,327,564
2005	5,940,294	5,940,294
2004	5,651,190	5,651,190

Source: District Records

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

Name of School	Date Constructed	Grades Served	Enrollment
Elementary Schools			
Ashland Ridge	2008, 2009	K-5	665
Crocker	2004, 2005	K-5	650
East	1963, 1966, 1994-95, 2005	K-5	351
Northwest	1963, 1965, 1981, 2002	K-5	421
Prairie Trail	2012	K-5	650
Southeast	1968-69, 2003	K-5	653
Terrace	1971, 2002, 2005	K-5	350
Westwood	1988-89, 1991-92, 2002	K-5	655
Northeast	1992-93, 1996-97, 2000	K-5	605
Parkview Middle School	1950-56, 1963, 1974, 1987		
	1991, 1993, 1999, 2005	6-7	661
Prairie Ridge Middle School	1996, 1999, 2001	6-7	716
Northview Middle School	1973-75, 1986, 1999, 2003, 2005	8-9	1300
Southview Middle School	2011	10	593
Ankeny Senior High	2011	11-12	1160
*Other		K-12	83.3
Less open enrollment in		K-12	<u>(127)</u>
Total enrollment			<u>9,386.30</u>
Recreation/Pool complex	1988-89, 2005	K-12, YMCA	
Other facilities—non-student occupancy			
Bus garage	1978, 2005	Transportation	
Administrative Annex—Neveln	1967, 1986	Administration	
Storage building	1974	Maintenance	
Neveln	1921, 1971	Special Programs, YMCA Afternoon Connection, Community Program	

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

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

	2012- 13	2011- 12	2010- 11	2009- 10	2008- 09	2007- 08	2006- 07	2005- 06	2004- 05	2003- 04	2002- 03
Administration											
Superintendent	1	1	1	1	1	1	1	1	1	1	1
Assistant superintendent	2	2	2	2	1	1	1	1	1	1	1
Principal	15	12	12	11	11	10	10	10	10	9	9
Assistant principal	6	8	7	8	9	10	10	8	8	8	8
All other administrators	9	10	10	10	10	9	7	7	8	8	8
Totals	<u>33</u>	<u>33</u>	<u>32</u>	<u>32</u>	<u>32</u>	<u>31</u>	<u>29</u>	<u>27</u>	<u>28</u>	<u>27</u>	<u>27</u>
Instructors											
Teachers	576	525	517.1	512.7	483.9	467.3	415	406	377.7	356.8	350.6
Curriculum specialist	4	4	4	2	2	2	0	0	0	0	0
Counselor	21	20	20	19	19	18	13	15	15	14	14
Librarian	14	11	11	11	11	10	10	10	10	9	9
Totals	<u>615</u>	<u>560</u>	<u>552.1</u>	<u>544.7</u>	<u>515.9</u>	<u>497.3</u>	<u>438</u>	<u>431</u>	<u>402.7</u>	<u>379.8</u>	<u>373.6</u>
Support personnel											
Nurses	14	13	13	11	11	10	10	10	10	9	9
Office/clerical	50.9	53	49.8	41.1	40.9	38.4	35	34	36	35	35
Crafts and trades	14.1	16	16.1	15.6	17.6	17.6	15.5	15.5	16	15	15
Non-instruction	56.5	54	52.1	42.6	59.6	53.6	68	67	66	59	58
Instruction	187.1	174	170.2	175.7	199.5	183.5	188.4	177	167	159	153
Supervisors	6	3	3	2	2	5	5	5	5	5	5
Technical	3	3	3	3	5	7	0	0	0	0	0
Totals	<u>331.6</u>	<u>316</u>	<u>307.2</u>	<u>291</u>	<u>335.6</u>	<u>315.1</u>	<u>321.9</u>	<u>308.5</u>	<u>300</u>	<u>282</u>	<u>275</u>
Total district staffing	<u>979.6</u>	<u>909.0</u>	<u>891.3</u>	<u>867.7</u>	<u>883.5</u>	<u>843.4</u>	<u>788.9</u>	<u>766.5</u>	<u>730.7</u>	<u>688.8</u>	<u>675.6</u>

*Does not include Food Service employees

Source: Iowa Department of Education, Fall BEDS Staff Collection, 2013 all staff download.

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

The Ankeny Community School District is located in Crocker and a portion of Douglas Township, in the City of Ankeny, County of Polk, State of Iowa. The District encompasses an area of 52 square miles. The Ankeny Community School District is ranked 8th largest in total enrollment among 348 school districts in Iowa and serves over 45,600 people living in and around the City of Ankeny.

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

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

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

Schools	12-13	11-12	10-11	09-10	08-09	07-08	06-07	05-06	04-05	03-04	02-03
Ashland Ridge Elementary	K-5	K-5	K-5	K-5	K-5	NA	NA	NA	NA	NA	NA
Crocker Elementary	K-5	NA	NA	NA							
East Elementary	K-5										
Northwest Elementary	K-5										
Prairie Trail Elementary	K-5										
Southeast Elementary	K-5										
Terrace Elementary	K-5										
Westwood Elementary	K-5										
Northeast Elementary	K-5										
Parkview Middle School	6-7	6-7	6-7	6-7	6-7	6-7	6-7	6-7	6-7	6-7	6-7
Prairie Ridge Middle School	6-7	6-7	NA								
Northview Middle School	8-9	8-9	8-9	8-9	8-9	8-9	8-9	8-9	8-9	8-9	8-9
Southview Middle School	10	10	NA								
Ankeny High School	11-12	11-12	10-12	10-12	10-12	10-12	10-12	10-12	10-12	10-12	10-12

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

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

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

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

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

building on School Street was completed and opened in 1972 as Terrace Elementary.

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

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

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

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

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

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

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

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

During fiscal 2000-01 the following Local Option Sales Tax projects were started or near completing: At the High School, the Local Option Sales Tax provided funding for interior painting, carpeting, lockers, new gymnasium bleachers, and new flooring in the main halls. Over the summer, the lockers were removed from the commons area so a new floor could be installed. The new lockers were installed before school started in August. It was the first time in 25 years the lockers had been replaced. At Northview Middle School, the Local Option Sales Tax provided funding to expand the physical education locker rooms and lunchroom. The total cost of this project was approximately \$537,000. At Parkview Middle School, the Local Option Sales Tax funded new gymnasium bleachers that were installed during the summer. Northwest Elementary School is being expanded to serve three sections per grade with Local Option Sales Tax monies. In addition, the building is being renovated to provide additional space for a new media center, computer labs, multi-purpose room, and an art room. Land for future school sites was also purchased using the Local Option Sales Tax. One site is located in the northern part of the District, and one site is in the southern part of the District. These sites will be used to handle growth in these areas. Facility expansions at Westwood and Southeast Elementary Schools will also take place during fiscal year 2001-02, using Local Option Sales Tax funding.

During fiscal 2001-02 the following Local Option Sales Tax projects were completed: Final retainage for boys and girls locker room addition at the Northview middle school was completed in fall of 2001. Total cost of project was \$549,873. The High School update project was completed in Fall of 2001 at cost of \$152,764. This project was started in the fall of 2000 and included new flooring and painting updates to the building. New student lockers were also a part of

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

this project. The Northeast Elementary addition was completed at a cost of \$3,580,715. This project added 18 classrooms, media center computer lab and special education area and the music area extended. The Westwood Elementary addition was completed at a cost of \$1,752,887. This project added 6 classrooms, computer lab and remodeled the existing computer lab, music areas and building office area. The Northwest Elementary addition was completed at a cost of \$3,929,375. This project added 6 classrooms, new gymnasium, media center, computer lab, music and art areas, and building offices. Some existing space was converted to include 6 additional classrooms. The Southeast Elementary building remodel was begun. The estimated budget for this project is \$4,522,373. This project will add 7 classrooms, new media center, new gymnasium, and special areas. The Neveln Boiler project was completed at a cost of \$70,255. This project replaced the original 1910 boiler with a new boiler. The electrical update projects were partially completed.

During fiscal 2002-03 the following Local Option Sales Tax projects were completed: The Northeast Elementary addition final punch list was completed. An additional \$44,478 was expended bringing the 3 year project total to \$3,625,193. The Westwood Elementary addition final punch list was completed. An additional \$419,802 was expended bringing the 3-year total cost to \$2,172,688. The Northwest Elementary addition final punch list was completed. An additional \$747,430 was expended bringing the 3-Year total cost to \$4,676,805. The Southeast Elementary building remodel was almost finished with project expenses to date of \$4,484,327. There was a large final punch list to be completed in FY04. The Neveln Electrical update project was completed. An additional \$151,804 was expended bring the project total to \$286,612. The new Crocker Elementary facility was started in the spring of FY2003 with a total expenditure of \$1,789,426 being made in this fiscal year. The District also purchase land for an addition elementary in southeast part of the District.

During fiscal 2003-04 the following Local Option Sales Tax projects were completed: Northeast Elementary addition final punch list was completed. An additional \$22,272 was expended bringing the 4 year project total to \$3,647,465. Westwood Elementary addition final punch list was completed. An additional \$31,572 was expended bringing the 4-year total cost to \$2,204,261. Northwest Elementary addition final punch list was completed. An additional \$25,272 was expended bringing the 4-Year total cost to \$4,702,077. Southeast Elementary addition and final punch list was completed. An additional \$653,381 was expended bringing the 3-Year total cost to \$5,137,707. Crocker Elementary facility was almost complete except for final punch list. An additional \$6,660,385 was expended bringing the 2-Year total cost to \$8,660,385. High School / YMCA project was down to the final 20% of completion in the summer of 2004. An additional \$3,376,312 was expended bringing the 2-Year total cost to \$3,547,855. Terrace Elementary facility received \$34,556 in remodeling update from the projects fund. The District also spent \$3,672,154 acquiring building sites for future growth and \$63,065 to connect Crocker Elementary to the existing fiber network.

During fiscal 2004-05 the following Local Option Sales Tax projects were completed: Crocker Elementary addition was completed with a final payment of \$1,481,316. This payment brought the final project total to \$9,563,288. High School / YMCA project was completed to the retainage with payment totaling \$1,167,729, bring the project total to \$4,706,960. Land purchases at the High School site were completed with the payment of \$1,290,785. An additional three sites totaling 110 acres were purchased for \$3,684,209

During fiscal 2005-06 the following PPEL & Local Option Sales Tax projects were completed: Parkview Middle School and Crocker Elementary additions were completed with payment totaling \$2,492,266 and \$2,118,684 respectively. The District was also in the process of closing on two school sites, which carried into the next fiscal year.

During fiscal 2006-07 the following PPEL & Local Option Sales Tax projects were completed: District Administration remodel was completed totaling \$450,982.44; High School portables to accommodate increased high school enrollment for \$207,297; final payment of \$119,018 for the Support Services building; land purchases for future school sites totaling \$2,048,531; and completed the high school road and parking lot expansion totaling \$192,444.92.

During fiscal 2007-08 the following PPEL & Local Option Sales Tax projects were completed: Roof improvements to Northeast and Southeast Elementary schools totaling \$147,486.55. Terrace and East Elementary school renovations totaling \$249,777.25. Land purchased for the new High School site in Prairie Trail development totaling \$7,792,169.20 and sold 18 acres of land north of the current high school for \$5,351,979.66.

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

During fiscal 2008-09 the following PPEL & Local Option Sales Tax projects were completed. Roof repairs at multiple sites totaling \$222,617.42; IP phones totaling \$463,726.90; and two portables at Northview and High School totaling \$299,308.77.

During fiscal 2009-10 the following PPEL & Local Option Sales Tax projects were completed: Roof repairs at multiple sites totaling \$461,144.70; land totaling \$1,506,843.90; and three portables at Northview, High School, and Southeast Elementary totaling \$415,645.84.

During fiscal 2010-11 the following PPEL & Local Option Sales Tax projects were completed: Roof repairs at Northwest Elementary and Parkview Middle School totaling \$203,000; Northview Middle School parking lot resurfacing totaling \$192,210; HVAC re-commissioning at Parkview Middle School and Southeast Elementary School totaling \$84,932; District fiber optic upgrade and new server installation totaling \$92,000; and flooring Replacements of carpet and tile \$64,138.

Ankeny High School and Southview Middle School Phase I opened in fiscal 2011-12. Northview Middle School is now located at 1302 N. Ankeny Blvd. and Prairie Ridge Middle School for grades 6-7 is located at 1010 NW Prairie Ridge. The PPEL projects started/ongoing this year: competition baseball/softball fields at AHS, East Elementary Phase III, additional bus parking and electrical for engine heaters at the bus barn, concrete repair at the warehouse on Cortina and the equipment storage/maintenance warehouse. PPEL projects completed this year: ; roofing repairs at Parkview Middle School totaling \$335,642; tennis courts at Prairie Ridge Middle School totaling \$563,039; East Elementary playground overlay totaling \$36,841; brick replacement at Westwood Elementary \$100,011; and HVAC repairs at Westwood and Northeast Elementary Schools \$67,851.

During fiscal 2012-13, the following PPEL & Local Option Sales Tax projects were completed: HVAC re-commissioning at various sites totaling \$134,943; multiple exterior card access points \$83,058; additional exterior lighting and outlets at the transportation facility \$37,838; partial Prairie Ridge roof replacement \$315,592; East playground resurface \$70,987; additional parking at the transportation facility \$145,222; flooring at various facilities \$122,572; baseball infield bunker rake (3) \$34,345; repaint main gym at Parkview \$9,493; BDA amplifier at AHS \$8,671, playground drainage at Terrace \$39,716, video cameras and server for Parkview \$45,345; maintenance service vehicle \$62,391; counter top and sink replacement at various facilities \$11,763; mowing deck for district grounds \$23,650; East Phase III \$745,635; Vehicle Storage Building \$504,832; Competition Baseball/Softball upgrades at AHS \$655,643; and payment to City of Ankeny for Cherry Street upgrade \$1,000,000.

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

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

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

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

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

STUDENT POPULATION

The school enrollment in September 2012 was 9,386.30 students: 1,753 (10-12) senior high students; 1,300 (8-9) middle school; 1,377 (6-7) middle school students; and 5,000 elementary students. The District's enrollment dropped to a low of 3,896 in 1984-85 and has continued to grow each year since to the current 9,386.30.

The District contracts out the student transportation services to Durham School Services. Student lunches and breakfasts are prepared at two central locations and are trucked to the attendance centers for distribution. The Food Service Program prepared 763,813 student lunches and 36,576 breakfasts during the 2012-13 school year.

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

STATISTICAL REVIEW

Area: 52 square miles

Recreational facilities:

Number of facilities in city or within 10 miles.

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

Number of country clubs available—2

Public access to lake or river—yes

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

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

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

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

Churches: 25 (24 Protestant, 1 Catholic)

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

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

Education: Seven public schools in Des Moines Metro area. Number of pupils in Ankeny Community Schools, 9,386.30, number of teachers, 576 (full-time equivalent).

Climate: Average winter temperature, 20.8 degrees
Average summer temperature, 71.8 degrees
Average annual rainfall, 33.4 inches
Average annual snowfall, 30.8 inches

Health Facilities: Number of hospitals serving the county: 9
Total number of beds: 2,614
Drive time to nearest facility: 10 minutes

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

**Ankeny Community School District
DEMOGRAPHIC AND ECONOMIC STATISTICS
Last Ten Calendar Years
(Unaudited)**

Calendar Year	Population		(1) Personal Income (000's)	(1) Per Capita Personal Income	(2) Polk County Unemployment Rate
2012	45,582	*	2,091,120	45,876	5.40%
2011	45,582	*	2,012,764	44,157	6.10%
2010	45,582	*	1,925,110	42,234	6.30%
2009	36,161	*	1,511,168	41,790	5.90%
2008	36,161	*	1,507,046	41,676	3.90%
2007	36,161	*	1,485,675	41,085	3.70%
2006	36,161	*	1,431,216	39,579	3.30%
2005	36,161	*	1,364,608	37,737	4.20%
2004	27,117	*	995,845	36,724	4.40%
2003	27,117	*	930,818	34,326	4.00%
2002	27,117	*	930,303	34,307	4.00%

Population figures related to census taken in 2000 and 2010

(1) Source: Iowa Dept of Revenue Economic Research Statistical Reports

(2) Source: Iowa Workforce Development

**Ankeny Community School District
PRINCIPAL EMPLOYERS
Current Year and Nine Years Ago
(Unaudited)**

<u>Employer</u>	<u>Type of Business</u>	<u>2013</u>			<u>2004</u>		
		<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Employment</u>
John Deere Des Moines Works	Farm Implements	1,953	1	24.13%	950	1	21.20%
DMACC	Education	1,584	4	19.57%	700	3	15.62%
Ankeny Schools	Education	1,202	2	14.85%	750	2	16.74%
Casey's General Stores	Corporate headquarters/distribution	1,139	3	14.07%	370	6	8.26%
City of Ankeny	Government	638	6	7.88%			0.00%
Perishable Distributors of Iowa	Wholesale meat/bakery distributor	547	5	6.76%	490	5	10.94%
ACH Food Services of Iowa (2)	Spice manufacturing/distribution	462	7	5.71%	560	4	12.50%
SYSCO Food Services of Iowa	Wholesale distribution	243	8	3.00%	275	7	6.14%
Accumold	Plastic micro-molding	168	9	2.08%			
Praxair	Industrial gases/welding equipment	157	10	1.94%	135	9	3.01%
Snyder & Associates	Engineering and surveying				140	8	3.12%
Mrs. Clark's Foods	Retail Distribution				111	10	2.48%
Total		8,093		100.00%	4,481		100.00%

- (1) Ankeny Economic Development Department
(2) Formerly Tones Brothers Inc

**Ankeny Community School District
MAJOR EMPLOYERS IN THE DISTRICT
June 30, 2013
(Unaudited)**

<u>Major Employers (non-retail)</u>	<u>Business/Service</u>	<u>Number of Employees</u>	<u>Union</u>
John Deere Des Moines Works	Farm implements	1900	UAW
Ankeny Community Schools	Primary and secondary education	1103	ISEA/PPME
Casey's General Stores, Inc.	Distribution center for Casey's General Stores	1050	NA
Des Moines Area Community College	Post secondary education	700	-
Perishable Distributors of Iowa, LTD	Distribution center for frozen foods	500	NA
ACH Food Companies, Inc.	Manufacturer of spices	400	-
SYSCO Food Services of Iowa	Foodservice distributor	268	Teamsters
City of Ankeny	City Services	208	AFSCME
Accumold	Micro molded parts	150	NA
Snyder & Associates Engineers & Planners, LLC	Engineering and surveying	140	NA
Praxair	Mfg. gases, welding equipment	133	NA
Purfoods	Frozen Food Specialties	125	NA
On With Life	Head injury rehabilitation facility	122	-
Moehl Millwork	Residential and Commercial Millwork Products	120	NA
Mrs. Clark's Foods	Mfg. and distributor of salad dressings and juices	100	NA
Pioneer	Agriculture Biotechnology - branch	100	NA
Monsanto	Agriculture Biotechnology - branch	100	NA
Dickten Masch	Plastic Molding - branch	95	NA
AgVision	Software Development & Support – branch	89	NA

**Ankeny Community School District
OPERATING STATISTICS
Last Ten Fiscal Years
(Unaudited)**

<u>Fiscal Year</u>	<u>Certified Enrollment</u>	<u>General Fund* Operating Expenditures</u>	<u>Cost Per Pupil</u>	<u>Percentage Change</u>	<u>Teaching Staff</u>	<u>Pupil - Teacher Ratio</u>	<u>Percentage of Students Receiving Free or Reduced-Price Meals</u>
2013	9,386	85,953,822	9,157	3.27%	591.0	15.88	12.62%
2012	8,964	79,485,683	8,867	2.58%	548.0	16.36	11.41%
2011	8,652	74,787,744	8,644	6.08%	552.0	15.67	11.65%
2010	8,343	67,981,815	8,149	-3.74%	545.0	15.31	11.61%
2009	7,948	67,280,409	8,465	8.62%	516.0	15.40	9.47%
2008	7,703	60,028,497	7,793	6.64%	497.0	15.50	8.82%
2007	7,355	53,749,912	7,308	8.57%	438.0	16.79	8.42%
2006	7,106	47,833,120	6,731	5.23%	431.0	16.49	7.35%
2005	6,692	42,805,793	6,396	-0.30%	403.0	16.61	7.35%
2004	5,853	37,551,289	6,416	0.13%	380.0	15.40	6.73%

Source: District records

* General Fund Expenditures less AEA Flowthrough expenses



ANKENY
COMMUNITY SCHOOL DISTRICT

Ankeny Community School District
GENERAL FUND DISBURSEMENTS, BY PROGRAM
Last ten fiscal years
(Modified accrual basis of accounting)
(Unaudited)

Fiscal year ended <u>June 30</u>	<u>General education</u>	<u>Special education</u>	<u>Career education</u>	<u>Cocurricular education</u>	<u>Other instructional</u>	<u>Student services</u>
2013	44,706,819	9,309,657	1,214,738	995,895	3,698,076	5,982,611
2012	40,758,751	8,862,532	1,066,735	1,110,634	4,059,277	5,620,731
2011	38,011,840	7,855,205	954,281	733,745	2,530,253	4,785,294
2010	35,239,169	8,065,055	893,511	661,040	2,748,450	4,457,622
2009	33,935,649	8,443,886	1,712,361	2,415,042	–	4,230,120
2008	27,975,276	7,411,560	3,188,351	2,406,260	–	3,816,504
2007	24,633,816	7,025,195	2,701,973	2,230,767	–	3,456,227
2006	22,577,446	6,401,321	1,968,469	1,107,842	–	3,118,663
2005	23,095,940	4,507,078	912,444	672,941	–	2,795,127
2004	20,333,859	3,885,672	803,119	642,345	–	2,333,612
2003	18,649,743	3,757,264	815,629	591,520	–	2,544,736

Other instructional was listed separately starting in 2010. Total cost excludes A.E.A. costs.

Source: District records

<u>Media/ instruction</u>	<u>General administration</u>	<u>Central services</u>	<u>Non-instructional programs</u>	<u>Total</u>
4,439,584	8,605,013	6,396,108	605,321	85,953,822
4,515,853	7,240,478	6,081,835	168,857	79,485,683
5,699,278	7,167,976	5,513,251	167,319	74,787,744
4,247,021	6,478,015	5,007,259	184,673	67,981,815
5,070,645	6,430,659	4,819,786	222,261	67,280,409
3,826,779	6,525,031	4,878,736	–	60,028,497
3,431,571	5,742,551	4,527,812	–	53,749,912
3,392,635	4,910,159	4,254,557	102,028	47,833,120
2,596,540	3,549,498	4,476,949	199,276	42,805,793
2,024,659	3,268,080	4,068,655	191,288	37,551,289
2,316,569	3,254,563	3,891,169	161,961	35,983,154

**Ankeny Community School District
GENERAL FUND RECEIPTS, BY SOURCE
Last ten fiscal years
(Modified accrual basis of accounting)
(Unaudited)**

Fiscal year ended <u>June 30</u>	<u>Local tax</u>	Appropriations <u>State</u>	Appropriations <u>Federal</u>	Other Fund <u>Revenues</u>	<u>Total</u>
2013	36,096,634	43,391,802	2,147,010	2,818,919	84,454,365
2012	35,999,110	40,322,308	2,699,698	3,454,488	82,475,604
2011	35,096,419	36,145,580	4,460,845	2,268,860	77,971,704
2010	27,367,630	29,155,954	5,993,825	2,420,153	64,937,562
2009	25,085,051	33,586,156	2,510,513	2,626,994	63,808,714
2008	20,750,846	31,233,939	1,236,503	2,749,796	55,971,084
2007	19,197,313	28,523,862	1,000,472	3,080,023	51,801,670
2006	16,586,800	25,382,258	887,107	2,581,880	45,438,045
2005	16,626,276	23,067,764	547,042	2,172,442	42,413,524
2004	15,269,117	21,724,396	474,578	1,852,248	39,320,339

Total receipts excludes A.E.A. costs.

Source: District records

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

Fiscal year (of collection)	Population	Assessed Property Value	Legal bonded debt limit	Bonded debt	Ratio of Bonded Debt to Assessed	Bonded Debt per Capita
2012-13	45,582	4,079,736,669	203,986,833	86,540,000	0.02	1,899
2011-12	45,582	4,094,432,669	204,721,633	71,255,000	0.02	1,563
2010-11	45,582	3,996,573,347	199,828,667	75,745,000	0.02	1,662
2009-10	43,300	3,866,232,427	193,311,621	80,935,000	0.02	1,869
2008-09	42,287	3,675,199,968	183,759,998	82,770,000	0.02	1,957
2007-08	41,000	3,286,430,357	164,321,518	31,675,000	0.01	773
2006-07	36,161	2,963,502,469	148,175,123	39,570,000	0.01	1,094
2005-06	36,161	2,539,519,113	126,975,956	16,714,000	0.01	462
2004-05	27,117	2,329,953,349	116,497,667	21,595,000	0.01	796
2003-04	27,117	2,026,262,149	101,313,107	23,890,000	0.01	881

*Population figures relate to census taken in 2000 and 2010.

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

Fiscal Year	Principal	Interest	Total Debt Services	Total General Expenditures*	Ratio of Debt Service to Total Expenditures
2012-13	3,800,000	3,018,467	6,818,467	85,953,822	7.93
2011-12	3,730,000	3,139,100	6,869,100	79,485,683	8.75
2010-11	4,490,000	4,426,427	8,916,427	74,787,744	11.92
2009-10	5,445,000	3,446,510	8,891,510	67,981,815	13.08
2008-09	6,685,000	1,449,469	8,134,469	67,280,409	12.09
2007-08	7,895,000	1,590,413	9,485,413	60,028,497	15.8
2006-07	2,535,000	648,132	3,183,132	53,749,912	4.72
2005-06	2,470,000	732,507	3,202,507	47,833,120	6.7
2004-05	2,410,000	830,269	3,240,269	42,805,793	7.57
2003-04	2,295,000	1,024,354	3,319,354	37,551,289	8.84

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

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

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

	<u>12-13</u>	<u>11-12</u>	<u>10-11</u>	<u>09-10</u>	<u>08-09</u>	<u>07-08</u>	<u>06-07</u>	<u>05-06</u>	<u>04-05</u>	<u>03-04</u>
Preschool/ Handicapped	27	27	44	48	34	25	20	16	18	19
Developmental Kindergarten	212	170	136	6	0	0	0	0	0	0
Kindergarten	834	841	769	772	694	692	665	583	571	522
First	836	770	773	714	688	688	605	602	558	533
Second	799	780	733	716	697	627	617	596	541	528
Third	794	732	726	698	640	629	622	573	542	495
Fourth	747	727	706	655	644	626	577	569	506	501
Fifth	<u>751</u>	<u>700</u>	<u>656</u>	<u>639</u>	<u>625</u>	<u>592</u>	<u>578</u>	<u>532</u>	<u>524</u>	<u>483</u>
Elementary Total	5,000	4,747	4,543	4,248	4,022	3,879	3,684	3,471	3,260	3081
Sixth	712	657	637	647	598	595	533	545	495	475
Seventh	665	638	662	604	601	538	534	514	486	468
Eighth	647	659	604	613	545	537	523	495	473	499
Ninth	<u>653</u>	<u>595</u>	<u>604</u>	<u>547</u>	<u>543</u>	<u>544</u>	<u>497</u>	<u>492</u>	<u>506</u>	<u>480</u>
Middle School Total	2,677	2,549	2,507	2,411	2,287	2,214	2,087	2,046	1,960	1,922
Tenth	593	607	539	539	527	500	487	494	499	473
Eleventh	593	525	533	517	489	485	477	514	470	401
Twelfth	<u>567</u>	<u>549</u>	<u>523</u>	<u>479</u>	<u>473</u>	<u>477</u>	<u>490</u>	<u>469</u>	<u>380</u>	<u>399</u>
High School Total	1,753	1,681	1,595	1,535	1,489	1,462	1,454	1,477	1,349	1,273
Special education	0	0	0	0	0	0	0	0	0	0
Home Schooled	0	0	0	0	0	0	0	0	0	0
*Other (net)	-43.7	-13.25	6.82	148.71	149.9	147.6	130.5	112.5	125.5	170.13
Totals	<u>9,386.30</u>	<u>8,963.75</u>	<u>8,651.82</u>	<u>8,342.71</u>	<u>7,947.90</u>	<u>7,702.60</u>	<u>7,355.50</u>	<u>7,106.50</u>	<u>6,694.50</u>	<u>6,446.13</u>

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

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

Fiscal Year	Total Costs \$	Certified Enrollment	Operating Cost per Pupil \$
2012-13	\$89,288,966	8963.75	\$9,961.12
2011-12	\$82,618,784	8651.82	\$9,549.30
2010-11	\$77,991,435	8342.70	\$9,348.46
2009-10	\$70,952,370	7947.90	\$8,927.18
2008-09	\$69,881,542	7702.60	\$9,072.46
2007-08	\$62,381,404	7355.10	\$8,481.38
2006-07	\$55,893,420	7106.10	\$7,865.55
2005-06	\$49,706,131	6692.10	\$7,427.58
2004-05	\$42,805,793	6446.10	\$6,640.57
2003-04	\$37,551,289	6221.20	\$6,036.02

**Ankeny Community School District
SCHEDULE OF INSURANCE COVERAGE
June 30, 2013
(Unaudited)**

Detail of coverage	Annual policy period from 07/01/12 through 07/01/13 Employers carrier/policy #	Liability limits	Premium
PROPERTY Coverage A—buildings Coverage B—personal property School floater endorsement	8A6-89-47---13	Coverage 90% of full replace. Cost as per statement of values—deductible \$1,000.	\$330,369
LIABILITY Premises, contractual, personal injury, teachers liability, nurses professional liability, garage keepers, employee benefit, additional insureds.	8D6-89-47---13	\$1,000,000 bodily injury each occurrence, \$2,000,000 aggregate, \$1,000,000 property damage each occurrence, \$1,000,000 aggregate teachers included.	\$ 34,741
FLEET Bodily injury, property damage, medical, uninsured motorist, comprehensive, collision. Includes nonowned.	8E6-89-47---13	\$1,000,000 single limit liability, \$5,000 medical payment, ACV comprehensive; \$0; Collision \$250 deductible and; uninsured and underinsured motorist \$50,000.	\$ 31,121
WORKERS' COMPENSATION	8H6-89-47---13	Statutory	\$299,455
COMMERCIAL UMBRELLA (EXCESS LIABILITY)	8J6-89-47---13	\$5,000,000 occurrence and aggregate—\$10,000 retained limit.	\$ 26,243
GROUP EXCESS LIABILITY INSURANCE	8Y6-89-47---13	\$25,000,000 occurrence and \$50,000,000 group aggregate—IASB Group	\$ 14,759
SCHOOL ADMINISTRATION ERROR & OMISSION LIABILITY PROJECTION Includes prior acts, 36-month discovery period extension, teacher negotiation—covers school board and all employees.	8K6-89-47---13	\$5,000 deductible, \$1,000,000 each loss, \$1,000,000 aggregate.	\$ 11,449
INLAND MARINE Difference in Conditions Scheduled Property Floater	8S6-89-47---13 8M6-89-47---13 8C6-89-47---13	\$50,000 deductible; \$10,000,000	\$ 16,124 \$ 4,033 \$ 541
PUBLIC SCHOOL EMPLOYEES BLANKET BOND		Dishonesty Coverage \$500,000; \$10,000 deductible. \$250 deductible & \$10,000. Limit forgery or alteration.	-
COMMERCIAL CRIME	8F6-89-47---13	Coverage Form C—individual premise limits for nine different sites.	\$ 3,265
POLLUTION LIABILITY	8P6-89-47---13	Coverage \$500,000. \$250 deductible.	\$ 1,125
OTHERS		Endorsements During Term, Special Event Rainout, and Warehouse Content	\$ 372
		Total	\$773,597



ANKENY
COMMUNITY SCHOOL DISTRICT

Ankeny Community School District

**Schedule of Expenditures of Federal Awards
Year Ended June 30, 2013**

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Agriculture			
Passed through Iowa Department of Education:			
School Breakfast Program	10.553	42-6004525	\$ 44,569
National School Lunch Program	10.555	42-6004525	644,861
National School Lunch Program - USDA Commodities	10.555	42-6004525	189,281
Total Department of Agriculture			878,711
U.S. Department of Education			
Passed through Iowa Department of Education:			
Title I Grants to Local Educational Agencies	84.010	42-6004525	223,791
Improving Teacher Quality State Grants	84.367	42-6004525	94,227
Improve Academic Achievement (Title VI)	84.369	42-6004525	57,220
			375,238
Passed through Heartland Area Education Agency:			
Career and Technical Education - Basic Grants to States (Perkins IV)	84.048	42-1028173	19,561
English Language Acquisition State Grants	84.365	42-1028173	2,005
Special Education - Grants to States	84.027	42-1028173	441,022
			462,588
Total Department of Education			837,826
Total Expenditures of Federal Awards			\$ 1,716,537

See notes to Schedule of Expenditures of Federal Awards



ANKENY
COMMUNITY SCHOOL DISTRICT

Ankeny Community School District

Notes to Schedule of Expenditures of Federal Awards Year Ended June 30, 2013

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards presents the activity of all federal financial assistance programs of Ankeny Community School District for the year ended June 30, 2013. All federal financial assistance received directly from federal agencies as well as federal financial assistance passed through other governmental agencies is included in the schedule. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments and Nonprofit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Note 2. Significant Accounting Policies

Revenue from federal awards is recognized when the District has done everything necessary to establish its right to revenue. For governmental funds, revenue from federal grants is recognized when they become both measurable and available. Expenditures of federal awards are recognized in the accounting period when the liability is incurred.

Note 3. Noncash Assistance

The School District received \$189,281 of commodities from the U.S. Department of Agriculture for the year ended June 30, 2013.

Ankeny Community School District

**Summary Schedule of Prior Audit Findings
Year Ended June 30, 2013**

Finding	Status	Corrective Action Plan or Other Explanation
None reported		



**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**

Independent Auditor's Report

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

We have audited 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, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Ankeny Community School District (the District) as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise Ankeny Community School District's basic financial statements, and have issued our report thereon dated January 15, 2014. The opinion on the financial statements of the District for the year ended June 30, 2013 included an emphasis of a matter paragraph indicating the District restated beginning net position of the governmental activities and fund balance of the Statewide Sales, Services and Use Tax fund to correct errors relating to revenue recognition and capital asset accumulated depreciation.

Internal Control Over Financial Reporting

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

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

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. We consider deficiency 2013-01 as described in the accompanying schedule of findings and questioned costs to be a material weakness.

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. We consider deficiency 2013-02 as described in the accompanying schedule of findings and questioned costs to be a significant deficiency.

Compliance and Other Matters

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

District's Response to Findings

The 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 the District's responses and, accordingly, we express no opinion on them.

Purpose of this Report

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



Des Moines, Iowa
January 15, 2014



**Report on Compliance for Each Major Program;
Report on Internal Control Over Compliance; and
Report on Schedule of Expenditures of Federal Awards
Required by OMB Circular A-133**

Independent Auditor's Report

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

Report on Compliance for Each Major Federal Program

We have audited Ankeny Community School District's (the District) compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2013. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the 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 on compliance for each major federal program. However, our audit does not provide a legal determination of the District's compliance.

Opinion on Each Major Federal Program

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2013.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as items 2013-003 and 2013-004. Our opinion on each major federal program is not modified with respect to these matters.

Report on Internal Control Over Compliance

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

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

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

The District's responses to the noncompliance findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The District's responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

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



Des Moines, Iowa
January 15, 2014

Ankeny Community School District

**Schedule of Findings and Questioned Costs
Year Ended June 30, 2013**

I. Summary of the Independent Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? Yes No
- Significant deficiencies identified? 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? Yes None Reported

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

- Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133? Yes No

Identification of major program:

CFDA Number	Name of Federal Program
84.027	Special Education - Grants to States
Student Nutrition Cluster:	
10.553	School Breakfast Program
10.555	National School Lunch Program

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

Auditee qualified as low-risk auditee? Yes No

(Continued)

Ankeny Community School District

Schedule of Findings and Questioned Costs (Continued)
Year Ended June 30, 2013

II. Findings Relating to the Financial Statement Audit as Required to be Reported
in Accordance with Generally Accepted *Government Auditing Standards*

A. Significant Deficiency and Material Weaknesses in Internal Control

2013-001

Finding: There were matters that materially affected the June 30, 2012 financial statements and resulted in restatements to the July 1, 2012 beginning fund balance/net position.

Criteria: The beginning fund balance/net position should be restated for errors that materially affect the prior year's financial statements.

Condition: Errors resulted in a restatement of the governmental activities net position and sales tax fund balance to recognize revenue for receivables that had been collected within 60 days of June 30, 2012 and to correct an error in the capital assets accumulated depreciation of the governmental activities.

Context: Pervasive to sales tax receivable and sales tax revenue in the Statewide Sales, Services and Use Tax fund and capital asset accumulated depreciation on the governmental activities.

Effect: Misstatement of receivables, revenue and capital assets relating to the fiscal year ended June 30, 2012.

Cause: An administrative error occurred in the accounting for sales tax receivables and revenue in previous years. The capital assets reconciliation did not tie to supporting detail.

Recommendation: We recommend a detailed review of all reconciling items from government fund balances to governmental activities net position and year-end accrual journal entries.

Response and Corrective Action Plan: The District agrees with the recommendation and has restated the items noted.

2013-002

Finding: The District has a lack of segregation of duties within the cash disbursement cycle.

Criteria: Internal control should be designed to prevent or detect and correct misstatements on a timely basis.

Condition: Certain employees have access to create new vendors, post invoices for payment, generate checks for payment and mail checks.

Context: Pervasive to disbursements.

Effect: Misappropriation of assets could occur and not be detected in a timely manner.

Cause: Due to staff turnover a lack of segregation of duties with the cash disbursement cycle arose.

Recommendation: The ability to edit vendors, post invoices for payment, generate checks for payment and the responsibility for mailing checks should be properly segregated to prevent a misappropriation of assets.

Response and Corrective Action Plan: The District agrees with the finding and is actively addressing the issue.

(Continued)

Ankeny Community School District

Schedule of Findings and Questioned Costs (Continued)
Year Ended June 30, 2013

B. Instances of Noncompliance

None reported

III. Findings and Questioned Costs for Federal Awards

A. Significant Deficiencies in Internal Control

None reported

B. Instances of Noncompliance

2013-003
Department of Education
Passed through Iowa Department of Education
Special Education – Grants to States
(CFDA 84.027)
Federal Award Year 2013

Finding: The District did not obtain semiannual certifications for employees fully funded by a federal program.

Criteria: The Office of Management and Budget (OMB) Circular A-87 requires semiannual certifications to support charges to a single federal award program and requires distribution of salaries be supported by personnel activity reports or equivalent documentation for all employees who work for more than one cost objective and the documentation be signed by the employee or their supervisor.

Condition: The District was unable to produce semiannual certification or activity sheets for all 34 of the sampled selections that are funded by these federal programs. Other controls are in place to ensure allowability of costs, but the District has not met the documentation standard for employee time and effort related to federal awards.

Context: 34 of 34 payroll selections tested.

Questioned Costs: None

Effect: The District has not met the documentation standard for employee time and effort related to federal awards as required by Circular A-87.

Cause: Documentation was not maintained due to an administrative oversight.

Recommendation: We recommend the District obtain the required semiannual certifications or personnel activity reports for those employees fully or partially funded by federal awards.

Response and corrective action plan: The District will obtain semiannual certifications and maintain documentation as required by Circular A-87.

(Continued)

Ankeny Community School District

Schedule of Findings and Questioned Costs (Continued)
Year Ended June 30, 2013

2013-004

**All CFDA numbers included on the schedule
Of expenditures of federal awards for year
Ended June 30, 2012**

Finding: The Single Audit reporting package for fiscal year ended June 30, 2012 was not submitted to the Federal Clearinghouse within the required time period and an extension was not granted by the oversight agency.

Criteria: 45 CFR 74.26(d) essentially incorporates the deadlines of OMB Circular A-133 and dictates that audit reporting packages should be completed and submitted within the earlier of 30 days after receipt of the auditors package or nine months after the end of the organizations fiscal year.

Condition: The District accepted the June 30, 2012 audited financial report on November 28, 2012. The Single Audit package should have been submitted to the Federal Audit Clearinghouse by December 28, 2012. The reporting package was not submitted to the Federal Audit Clearinghouse until September 26, 2013.

Questioned Costs: None

Context: The June 30, 2012 Single Audit package.

Effect: Federal compliance requirements for timely reporting were not met.

Cause: There was a lack of administrative oversight due to the turnover in the accounting department.

Recommendation: We recommend that either the District file the reporting package timely to the Federal Audit Clearinghouse or ensure an extension for late filing is granted from the oversight agency.

Response and Corrective Action Plan: The District has submitted the June 30, 2012 audited financial report to the Federal Audit Clearinghouse and will ensure timely filing in the future.

(Continued)

Ankeny Community School District

Schedule of Findings and Questioned Costs (Continued)
Year Ended June 30, 2013

IV. Other Findings Related to Required Statutory Reporting

13-IV-A – Certified Budget and General Fund Spending Authority - The District's certified budget was not in excess of spending authority. District expenditures did not exceed the certified budget.

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

13-IV-C – 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.

13-IV-D – Business Transactions – No business transactions between the District and District officials or employees were noted.

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

13-IV-F – Board Minutes – Board minutes were properly published, signed off on and each member's vote was properly recorded.

13-IV-G – Certified Enrollment - No material variances in the basic enrollment data certified to the Iowa Department of Education was noted.

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

13-IV-I – Deposits and Investments – The District's policy for deposits and investments is in compliance with the Code of Iowa, however the following was noted:

Finding: The District held deposits and investments at one institution that was not on the Board of Education authorized Depository List

Recommendation: The District should review its procedures to ensure it is in compliance with all board policies

Response and Corrective Action Plan: The District included the missed institution on the Depository listing for 2013 – 2014 and will develop procedures to ensure that deposits and investments are made only with qualified depositories as authorized by the Board.

13-IV-J – Certified Annual Report – The Certified Annual Report was certified timely to the Iowa Department of Education.

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

(Continued)

Ankeny Community School District

Schedule of Findings and Questioned Costs (Continued)
Year Ended June 30, 2013

13-IV-L – Statewide Sales, Services and Use Tax - No instances of non-compliance with the use of the statewide sales, services and use tax revenue provisions of Chapter 423F.3 of the Code of Iowa were noted.

Pursuant to Chapter 423F.5 of the Code of Iowa, the annual audit is required to include certain reporting elements related to the statewide sales, services and use tax revenue. 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, 2013, the District reported the following information regarding the statewide sales, services and use tax revenue in the District's CAR:

Beginning balance, as restated		\$ 16,324,570	
Local option sales tax		7,770,671	
Earnings on investments		52,477	
Other local sources		22,326	
		<u>7,845,474</u>	
Other sources:			
Issuance of revenue bonds		15,850,000	
Premiums (discount) on revenue bonds, net		(158,500)	
		<u>15,691,500</u>	
Expenditures/transfers out:			
School infrastructure:			
Buildings	\$ 20,743,671		
Equipment	598,238		
Other improvements	107,454		
Debt service for school infrastructure:			
Transfer to debt service fund	6,035,300		
Bond issue costs	50,000	27,534,663	
Ending balance		<u><u>\$ 12,326,881</u></u>	

For the year ended June 30, 2013, the District did not reduce any levies as a result of the monies received under Chapter 423E or 423F of the Code of Iowa.

13-IV-M – Deficit Balances – The Physical Plant and Equipment Levy fund had a deficit balance as of June 30, 2013 of \$159,333.

Finding: In the current year the Physical Plant and Equipment Levy fund reported a deficit balance.

Recommendation: The District should investigate alternatives to eliminate these deficits in order to return funds to a sound financial condition.

Response and Corrective Action Plan: The deficit balance of the Physical Plant and Equipment Levy has been eliminated and budgeting practices in place to eliminate deficit balance in the future.

(Continued)

Ankeny Community School District

Schedule of Findings and Questioned Costs (Continued)

Year Ended June 30, 2013

13-IV-N – Revenue Bonds – The District has established the reserve account required by the revenue bond resolution for the Series 2010 and Series 2012 bonds. The required monthly transfers from the revenue account to the sinking account were made by the District.

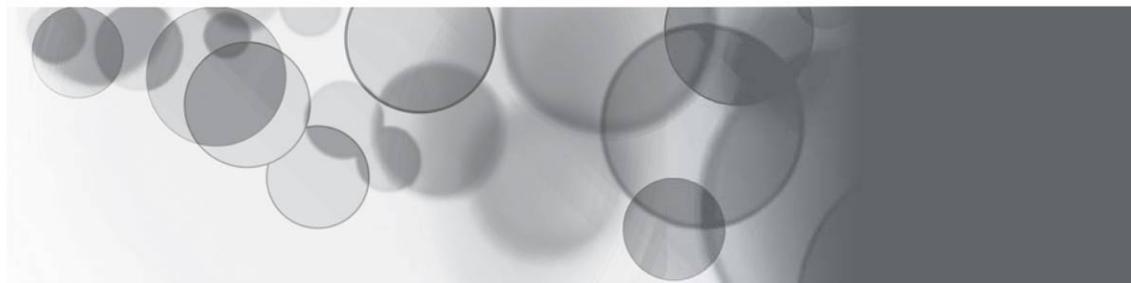
13-IV-O – Student Activity Fund – No instances of noncompliance with the use of student activity funds provisions of Chapter 298A.8 of the Code of Iowa and Iowa Administrative Rule 281-12.6(1) were noted.

13-IV-P – Early Childhood Iowa Area Board – The District is not the fiscal agent for the Early Childhood Iowa Area Board.

Ankeny Community School District

Corrective Action Plan Year Ended June 30, 2013

Current Number	Comment	Corrective Action Plan	Anticipated Date of Completion	Contact Person
Findings Related to Financial Statements:				
Significant Deficiency and Material Weaknesses in Internal Control				
2013-001	There were matters that materially affected the June 30, 2012 financial statements and resulted in restatements to the July 1, 2012 beginning fund balance/net position.	See response and corrective action plan at 2013-001.	June 30, 2014	Jackie Black CFO
2013-002	The District has a lack of segregation of duties within the cash disbursement cycle.	See response and corrective action plan at 2013-002.	June 30, 2014	Jackie Black CFO
Findings Related to Federal Awards:				
Significant Deficiencies in Internal Control				
None reported				
Instances of Noncompliance				
2013-003	The District did not obtain semiannual certifications for employees fully funded by a federal program.	See response and corrective action plan at 2013-003.	June 30, 2014	Jackie Black CFO
2013-004	The Single Audit package for fiscal year ended June 30, 2012 was not submitted to the Federal Clearinghouse within the required time period and an extension was not granted by the oversight agency.	See response and corrective action plan at 2013-004.	June 30, 2014	Jackie Black CFO
Other Findings Related to Statutory Reporting				
13-IV-I	The District held deposits and investments at one institution that was not on the Board of Education authorized Depository List.	See response and corrective action plan at 13-IV-I.	June 30, 2014	Jackie Black CFO
13-IV-M	The Physical Plant and Equipment Levy fund had a deficit balance as of June 30, 2013 of \$159,333.	See response and corrective action plan at 13-IV-M.	June 30, 2014	Jackie Black CFO



ANKENY
COMMUNITY SCHOOL DISTRICT

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Ankeny Community School District does not discriminate based on race, color, creed, religion, national origin, sex, gender identity, age, disability, marital status, sexual orientation, physical attributes, physical or mental ability or disability, ancestry, political party preference, military affiliation, socioeconomic status, or familial status. Inquiries and grievances may be directed to Dr. Bruce Kimpston, Associate Superintendent of Schools, 306 S.W. School Street, P.O. Box 189, Ankeny, Iowa 50021-0189, (515) 965-9600, or the Director of the Iowa Civil Rights Commission, 500 West Madison Street, Suite 2800, Chicago, IL 60661.