

AUDITED FINANCIAL STATEMENTS

WILLISTON SCHOOL DISTRICT #29

Williston, South Carolina

June 30, 2014

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RISH&ENZASTIGA

Certified Public Accountants

INDEPENDENT AUDITORS' REPORT

To the Board of Trustees
Williston School District #29
Williston, South Carolina

We have audited the accompanying financial statements of the governmental activities, business type activities, and each major fund of Williston School District #29, Williston, South Carolina, as of and for the year ended June 30, 2014 and the related notes to the 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 generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that 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, present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of Williston School District #29, Williston, South Carolina, as of June 30, 2014, 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require the Management's Discussion and Analysis (p 7-18) and budgetary comparison (p. 25) 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 consists 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 made for the purpose of forming an opinion on the financial statements taken as a whole. The accompanying schedule of expenditures of federal awards (required by the U. S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*) along with accompanying supplemental information is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The supplemental information is presented for purposes of additional analysis and is not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements in accordance with auditing standards generally accepted in the United States of America and, in our opinion, is fairly stated, in all material respects, in relation to the financial statements taken as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have issued a report dated September 30, 2014 on our consideration of the District's internal control structure and on its compliance with laws and regulations. The purpose of that report is to describe the scope of testing of internal control over financial reporting and compliance and the result of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Governmental Auditing Standards* and should be read in conjunction with the report in considering the results of our audit.



Lexington, South Carolina
September 30, 2014

MANAGEMENT'S DISCUSSION AND ANALYSIS

WILLISTON SCHOOL DISTRICT #29 MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A) YEAR ENDED JUNE 30, 2014

INTRODUCTION

This narrative overview gives an analysis of the financial activities of the District for the fiscal year ended June 30, 2014. Our purpose is to inform our citizens of the effect of our District's operations and to present our financial position. The readers should also review the detail statements and the notes to the financial statements to enhance their understanding of the School District's financial performance.

FINANCIAL HIGHLIGHTS

Key financial aspects were as follows:

- **Net Position:** The District's Net Position as of June 30, 2014, was \$6,582,431 (\$6,364,096 for governmental activities and \$218,335 for business-type activities).
- **Revenues and Expenditures:** Revenues totaled \$8,817,510 and expenditures totaled \$8,962,624 for all Governmental Funds at the fund level. GO Bond proceeds and premium were \$150,573. Accordingly, expenditures and other financing exceeded revenues by \$41,024. The general fund balance decreased \$203,986, debt service fund balance decreased \$106,969 and school building fund increased \$251,361.
- **General Fund/Fund Balance:** Our principal operating fund, the General Fund, had \$6,841,792 in fiscal year 2014 revenues, which primarily consisted of state aid and property taxes, and \$178,355 in other financing sources, and \$6,897,989 in expenditures and other financing uses \$326,144 - decreasing the fund balance for the year of \$203,986. This resulted in the General Fund's fund balance decreasing from \$2,402,338 as of June 30, 2013 to \$2,198,352 as of June 30, 2014.
- **Debt:** The Debt issued one GO Bond for \$150,000 for various capital projects in the schools. The District retired \$335,000 in principal, resulting in a net decrease of outstanding debt of \$185,000. The Debt Service Fund Balance decreased from \$178,863 to \$71,894. The General Obligation Bonds payable is \$70,000 at June 30, 2014.
- **Capital Assets:** Depreciation was \$182,400 and \$19,438 in the governmental and business-type activities respectively.

WILLISTON SCHOOL DISTRICT #29
MANAGEMENT'S DISCUSSION AND ANALYSIS
(MD&A) - Continued
YEAR ENDED JUNE 30, 2014

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 (General, Special Revenue, Debt Service, Capital, Fiduciary [Pupil Activity], Proprietary), and; (3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves. A description of these statements and some related definitions follow:

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. These 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, community services, and intergovernmental expenditures.

Statement of Net Position: The statement of net position presents information on all of the District's assets and liabilities, 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.

Statement of Activities: 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).

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, proprietary and fiduciary.

WILLISTON SCHOOL DISTRICT #29
MANAGEMENT'S DISCUSSION AND ANALYSIS
(MD&A) - Continued
YEAR ENDED JUNE 30, 2014

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, governmental fund financial statements focus on near-term inflows of spend-able resources, as well as on balances of spend-able 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 District maintains its accounting records in conformity with the South Carolina Department of Education's Financial Accounting Handbook. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General, Special Revenue, EIA, Debt Service and Capital Projects Funds, all of which are considered to be major funds.

Proprietary Funds: Proprietary (Enterprise) funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the stated intent is that of monitoring the cost of such programs for public policy.

Fiduciary Funds: Fiduciary (Pupil Activity) funds are used to account for resources held for the benefit of students and 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 accrual basis of accounting is used for fiduciary funds.

Notes to the 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.

**WILLISTON SCHOOL DISTRICT #29
MANAGEMENT'S DISCUSSION AND ANALYSIS
(MD&A) - Continued
YEAR ENDED JUNE 30, 2014**

Other Supplemental Information: In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's budget process. The District adopts an annual expenditure budget for the general fund. A budgetary comparison statement has been provided for the General Fund as required supplementary information.

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, assets exceeded liabilities by \$6,582,431 (\$6,364,096 govt activities) as of June 30, 2014.

The largest portion of the District's net position (59 percent) reflects its investment in capital assets (e.g., land, buildings and improvements, vehicles, furniture and equipment and construction in progress), less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to its students; consequently, these assets are not available for future spending. The next largest portion (36 percent) is its' unrestricted portion of net position.

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 governmental activities - net position for the fiscal year ended June 30, 2014.

Current assets	\$ 3,557,720
Capital assets, net	<u>3,813,307</u>
Total assets	<u>7,371,027</u>
Current liabilities	(987,461)
Long-term debt outstanding	<u>(19,470)</u>
Total liabilities	<u>(1,006,931)</u>
Net position:	<u>\$ 6,364,096</u>
Invested in capital assets, net of related debt	\$ 3,743,307
Restricted	343,694
Unrestricted	<u>2,277,095</u>
Total net position	<u>\$ 6,364,096</u>

**WILLISTON SCHOOL DISTRICT #29
MANAGEMENT'S DISCUSSION AND ANALYSIS
(MD&A) - Continued
YEAR ENDED JUNE 30, 2014**

The following are significant current year transactions that have had an impact on the Statement of Net position:

- The addition of \$182,400 in governmental activities depreciation through the expensing of school improvements.
- Increased spending in the School Building fund of \$178,873 for District repairs and maintenance.

Changes in net position: The District's total revenues for the fiscal year ended June 30, 2014, were \$8,597,506 in governmental activities and \$618,357 in business-type activities. The total cost of all programs and services was \$8,322,199 in the governmental activities and \$562,488 in the business-type activities. The following table presents a summary of the activity that resulted in the changes in net position for the fiscal year ended June 30, 2014.

	Amount
REVENUES:	
Program revenues:	
Charges for services	\$ 73,300
Operating grants and contributions	5,406,917
Capital grants and contributions	--
General revenues:	
Property taxes	2,379,515
Investment income	19,838
State aid	1,007,016
Miscellaneous	<u>603,118</u>
Total Revenues	<u>9,469,866</u>
EXPENSES:	
Instruction	(5,028,054)
Support services	(3,734,598)
Community Services	(4,092)
Intergovernmental	(41,172)
Debt Service	(5,360)
Food Service	<u>(659,471)</u>
Total Expenses	<u>(8,884,687)</u>
Decrease in net position	<u>\$ (2,881)</u>

**WILLISTON SCHOOL DISTRICT #29
MANAGEMENT'S DISCUSSION AND ANALYSIS
(MD&A) - Continued
YEAR ENDED JUNE 30, 2014**

Governmental activities: The following table presents the cost of the five major functional activities: instruction, support services, community services, intergovernmental and debt service. The table also shows each function's net cost (total cost less charges for services generated by the activities and intergovernmental aid provided for specific programs). The net cost shows the financial burden that was placed on the State and District's taxpayers by each of these functions.

	Total Expenses	Net Revenue (Expense)
Instruction	\$ 5,028,054	\$ (2,278,851)
Support services	3,734,598	(1,645,680)
Community services	4,092	(4,092)
Intergovernmental	41,172	(41,172)
Interest on long-term debt	<u>5,360</u>	<u>(5,360)</u>
 Total expenses	 <u>\$ 8,813,276</u>	 <u>\$ (3,975,115)</u>

- The cost of all governmental activities this year was \$8,813,276
- Net cost of governmental activities, \$3,975,155, was financed by general revenues, which are made up of primarily property taxes, \$2,379,515 and state aid, \$1,007,016. Investment earnings accounted for \$19,025 and DOE fee in lieu payments of \$583,280.

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

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

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

The financial performance of the District as a whole is reflected in its governmental funds. As the District completed the year, its governmental funds reported a combined fund balance of \$2,542,046 a decrease of \$41,024 since June 30, 2013.

**WILLISTON SCHOOL DISTRICT #29
MANAGEMENT'S DISCUSSION AND ANALYSIS
(MD&A) - Continued
YEAR ENDED JUNE 30, 2014**

The General Fund is the principal operating fund of the District. The decrease in fund balance in the General Fund for the fiscal year was \$203,986. The Debt Service Fund balance showed a decrease of \$106,969.

Proprietary Fund: Proprietary Funds are used to account for operations that are financial and operated in a manner similar to private business enterprises. The Food Service Fund is the only Proprietary Fund. This fund had net income of \$29,108, leaving net position of \$218,335 at June 30, 2014.

BUDGETARY HIGHLIGHTS

The District budgeted \$6,590,276 in General Fund Revenue with actual revenue totaling \$6,841,792 for a difference of \$251,516. Actual expenditures, \$6,897,989, were above budgeted expenditures of \$6,746,190 for a negative variance of \$151,799. The results from revenue, expenditures and other financing sources/uses caused the fund balance to decrease by \$203,986.

CAPITAL ASSETS AND DEBT ADMINISTRATION

As of June 30, 2014, the District had invested \$7,729,598 in governmental activities' capital assets, including school buildings, athletic facilities, buses and other vehicles, computers, and other equipment. Accumulated depreciation was \$3,916,291. Total depreciation expense for the year was \$182,400.

The following schedule presents capital asset balances for the fiscal year ended June 30, 2014.

	Amount
Land	\$ 301,774
Buildings and improvements	6,493,016
Furniture and equipment	614,934
Vehicles	319,874
Total	<u>\$ 7,729,598</u>

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

Debt Administration: At year-end, the District had \$70,000 in general obligation bonds outstanding. See Note H for details.

**WILLISTON SCHOOL DISTRICT #29
MANAGEMENT'S DISCUSSION AND ANALYSIS
(MD&A) - Continued
YEAR ENDED JUNE 30, 2014**

DISCUSSION OF CURRENT VERSUS PRIOR YEAR COMPARISON

Tables I – VI are presented on the following pages to compare the current fiscal year with the prior fiscal year. Table I – Statements of Net Position – Governmental Activities – Total current assets increased \$95,225 due to increases in the amounts held with the county treasurer (cash). Capital assets decreased \$182,400 due the depreciation of Capital Assets. Total liabilities decreased \$55,186 due to payments of GO Bond principal. Table II – Statement of Net Position – Business-type Activities – Total assets increased \$29,108 due to the increase in net income for the year. Table III – Statement of Net Position – Government-Wide Activities - Total assets decreased \$58,067 due to the increase in cash and the net effects of Capital Assets activities. Total Liabilities decreased \$55,186 from lower GO Bonds outstanding. Table IV – Statement of Activities – Governmental Activities – From the prior year, total revenues increased \$230,264 from \$8,597,506 to \$8,827,770, mainly from the effects of increased property taxes. Total expenses increased to \$8,813,276 from \$8,322,199 for increases in Instruction and Support Services. Table V – Statement of Activities – Business-type Activities – Total revenues increased \$48,742 higher USDA reimbursements. Total expenses increased \$119,173 due to higher food costs and employee benefits. Table VI – Statement of Activities – Government-wide Activities – Total revenues increased \$279,006 versus the prior year. This increase is attributable to higher property taxes and higher operating grants. Total expenses increased \$610,250 due to higher Instruction, Support Services and Food Service expenditures.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, 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, contact the Division of Financial Services, Williston School District #29, 12255 Main Street, Williston, South Carolina 29853 (Telephone # 803-266-7878).

WILLISTON SCHOOL DISTRICT #29
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A) - Continued
YEAR ENDED JUNE 30, 2014

Table I - Current vs. Prior - Statements of Net Position - Governmental Activities

	Governmental Activities		
	<u>2014</u>	<u>2013</u>	<u>Variance</u>
Assets			
Total Current Assets	\$ 3,557,720	\$ 3,462,495	\$ 95,225
Capital Assets, net of accumulated depreciation	<u>3,813,307</u>	<u>3,995,707</u>	<u>(182,400)</u>
Total Assets	<u>\$ 7,371,027</u>	<u>\$ 7,458,202</u>	<u>\$ (87,175)</u>
Liabilities			
Total Current Liabilities	\$ 987,461	\$ 976,715	\$ 10,746
Non-Current Liabilities	<u>19,470</u>	<u>85,402</u>	<u>(65,932)</u>
Total Liabilities	<u>\$ 1,006,931</u>	<u>\$ 1,062,117</u>	<u>\$ (55,186)</u>
Net Position			
Invested in capital assets, net of related debt	\$ 3,743,307	\$ 3,740,707	\$ 2,600
Restricted	343,694	180,732	162,962
Unrestricted/(deficit)	<u>2,277,095</u>	<u>2,474,646</u>	<u>(197,551)</u>
Total Net Position	<u>\$ 6,364,096</u>	<u>\$ 6,396,085</u>	<u>\$ (31,989)</u>

Table II - Current vs. Prior - Statements of Net Position - Business-Type Activities

	Business-Type Activities		
	<u>2014</u>	<u>2013</u>	<u>Variance</u>
Assets			
Total Current Assets	\$ 109,218	\$ 60,672	\$ 48,546
Capital Assets, net of accumulated depreciation	<u>109,117</u>	<u>128,555</u>	<u>(19,438)</u>
Total Assets	<u>\$ 218,335</u>	<u>\$ 189,227</u>	<u>\$ 29,108</u>
Liabilities			
Total Current Liabilities	\$ -	\$ -	\$ -
Non-Current Liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net Position			
Invested in capital assets, net of related debt	\$ 109,117	\$ 128,555	\$ (19,438)
Unrestricted/(deficit)	<u>109,218</u>	<u>60,672</u>	<u>48,546</u>
Total Net Position	<u>\$ 218,335</u>	<u>\$ 189,227</u>	<u>\$ 29,108</u>

WILLISTON SCHOOL DISTRICT #29
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A) - Continued
YEAR ENDED JUNE 30, 2014

Table III - Current vs. Prior - Statements of Net Position - Total Government-Wide Activities

	Total Government-Wide Activities		
	<u>2014</u>	<u>2013</u>	<u>Variance</u>
Assets			
Total Current Assets	\$ 3,666,938	\$ 3,523,167	\$ 143,771
Capital Assets, net of accumulated depreciation	<u>3,922,424</u>	<u>4,124,262</u>	<u>(201,838)</u>
Total Assets	<u>\$ 7,589,362</u>	<u>\$ 7,647,429</u>	<u>\$ (58,067)</u>
Liabilities			
Total Current Liabilities	\$ 987,461	\$ 976,715	\$ 10,746
Non-Current Liabilities	<u>19,470</u>	<u>85,402</u>	<u>(65,932)</u>
Total Liabilities	<u>\$ 1,006,931</u>	<u>\$ 1,062,117</u>	<u>\$ (55,186)</u>
Net Position			
Invested in capital assets, net of related debt	\$ 3,852,424	\$ 3,869,262	\$ (16,838)
Restricted	343,694	180,732	162,962
Unrestricted/(deficit)	<u>2,386,313</u>	<u>2,535,318</u>	<u>(149,005)</u>
Total Net Position	<u>\$ 6,582,431</u>	<u>\$ 6,585,312</u>	<u>\$ (2,881)</u>

WILLISTON SCHOOL DISTRICT #29
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A) - Continued
YEAR ENDED JUNE 30, 2014

Table IV - Current vs Prior - Statement of Activities - Governmental Activities

	Governmental Activities		
	<u>2014</u>	<u>2013</u>	<u>Variance</u>
Revenues			
Program Revenues:			
Charges for Services	\$ -	\$ -	\$ -
Operating Grants	4,838,121	4,853,082	(14,961)
Capital Grants	-	-	-
General Revenue:			
Property taxes	2,379,515	2,094,351	285,164
State revenue in Lieu of Taxes	1,007,016	1,040,164	(33,148)
Interest	19,025	18,036	989
Other	<u>584,093</u>	<u>591,873</u>	<u>(7,780)</u>
Total Revenues	<u>\$ 8,827,770</u>	<u>\$ 8,597,506</u>	<u>\$ 230,264</u>
Expenses			
Program Expenses:			
Instruction	\$ 5,028,054	\$ 4,819,848	\$ 208,206
Support Services	3,734,598	3,410,878	323,720
Community Services	4,092	5,757	(1,665)
Intergovernmental	41,172	70,841	(29,669)
Capital Outlay	-	-	-
Interest and Fees	<u>5,360</u>	<u>14,875</u>	<u>(9,515)</u>
Total Expenses	<u>\$ 8,813,276</u>	<u>\$ 8,322,199</u>	<u>\$ 491,077</u>

Table V - Current vs Prior - Statement of Activities - Business-Type Activities

	Business Type Activities		
	<u>2014</u>	<u>2013</u>	<u>Variance</u>
Revenues			
Program Revenues:			
Charges for Services	\$ 73,300	\$ 74,982	\$ (1,682)
Operating Grants	568,796	518,372	50,424
Capital Grants	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenues	<u>\$ 642,096</u>	<u>\$ 593,354</u>	<u>\$ 48,742</u>
Expenses			
Food Service	<u>\$ 659,471</u>	<u>\$ 540,298</u>	<u>\$ 119,173</u>

WILLISTON SCHOOL DISTRICT #29
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A) - Continued
YEAR ENDED JUNE 30, 2014

Table VI - Current vs Prior - Statement of Activities - Total Government-Wide Activities

	Total Government-Wide Activities		
	<u>2014</u>	<u>2013</u>	<u>Variance</u>
Revenues			
Program Revenues:			
Charges for Services	\$ 73,300	\$ 74,982	\$ (1,682)
Operating Grants	5,406,917	5,371,454	35,463
Capital Grants	-	-	-
General Revenue:			
Property taxes	2,379,515	2,094,351	285,164
State Revenue in Lieu of Taxes	1,007,016	1,040,164	(33,148)
Other	<u>603,118</u>	<u>609,909</u>	<u>(6,791)</u>
Total Revenues	<u>\$ 9,469,866</u>	<u>\$ 9,190,860</u>	<u>\$ 279,006</u>
Expenses			
Program Expenses:			
Instruction	\$ 5,028,054	\$ 4,819,848	\$ 208,206
Support Services	3,734,598	3,410,878	323,720
Community Services	4,092	5,757	(1,665)
Intergovernmental	41,172	70,841	(29,669)
Capital Outlay	-	-	-
Interest and Fees	5,360	14,875	(9,515)
Food Service	<u>659,471</u>	<u>540,298</u>	<u>119,173</u>
Total Expenses	<u>9,472,747</u>	<u>8,862,497</u>	<u>610,250</u>
Change in Net Assets	(2,881)	328,363	(331,244)
Net Position, Beginning of Year	<u>6,366,977</u>	<u>6,038,614</u>	<u>328,363</u>
Net Position, End of Year	<u>\$ 6,364,096</u>	<u>\$ 6,366,977</u>	<u>\$ (2,881)</u>

BASIC FINANCIAL STATEMENTS

WILLISTON SCHOOL DISTRICT #29

STATEMENT OF NET POSITION

June 30, 2014

	PRIMARY GOVERNMENT		
	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
ASSETS			
Current Assets			
Cash and cash equivalents - Note B	\$ 2,707,480	\$ -	\$ 2,707,480
Inventory	-	8,307	8,307
Receivables			
Property taxes - Note C	113,708	-	113,708
Other	-	50	50
Due to/from business-type activities - Note D	(93,422)	93,422	-
Due from other governments and agencies	829,954	7,439	837,393
Total Current Assets	<u>3,557,720</u>	<u>109,218</u>	<u>3,666,938</u>
Capital Assets - Note F			
Land	301,774	-	301,774
Buildings and improvements	6,493,016	-	6,493,016
Equipment	614,934	319,114	934,048
Vehicles	319,874	-	319,874
Accumulated depreciation	<u>(3,916,291)</u>	<u>(209,997)</u>	<u>(4,126,288)</u>
TOTAL ASSETS	<u>\$ 7,371,027</u>	<u>\$ 218,335</u>	<u>\$ 7,589,362</u>
LIABILITIES			
Current Liabilities			
Accounts payable	\$ 59,618	\$ -	\$ 59,618
Accrued expenses	631,982	-	631,982
Accrued interest	557	-	557
Bonds payable, current portion - Note H	<u>70,000</u>	<u>-</u>	<u>70,000</u>
Total Current Liabilities	<u>762,157</u>	<u>-</u>	<u>762,157</u>
Accrued annual leave - Note H	<u>19,470</u>	<u>-</u>	<u>19,470</u>
TOTAL LIABILITIES	<u>781,627</u>	<u>-</u>	<u>781,627</u>
DEFERRED INFLOW - deferred grant income	<u>225,304</u>	<u>-</u>	<u>225,304</u>
NET POSITION			
Invested in capital assets, net of related debt	3,743,307	109,117	3,852,424
Restricted for:			
debt service	71,894	-	71,894
capital projects	253,230	-	253,230
special revenue	18,570	-	18,570
Unrestricted/(deficit)	<u>2,277,095</u>	<u>109,218</u>	<u>2,386,313</u>
TOTAL NET POSITION	<u>6,364,096</u>	<u>218,335</u>	<u>6,582,431</u>
TOTAL LIABILITIES, DEFERRED INFLOWS & NET POSITION	<u>\$ 7,371,027</u>	<u>\$ 218,335</u>	<u>\$ 7,589,362</u>

COMMITMENTS AND CONTINGENCIES - NOTE I

The accompanying notes are an integral part of this statement.

WILLISTON SCHOOL DISTRICT #29
STATEMENT OF ACTIVITIES
Year Ended June 30, 2014

Functions/Programs	Program Revenues				Net Revenue & Changes in Net Assets		
	Expenses	Charges for Services	Operating Grants	Capital Grants	Governmental Activities	Business-Type Activities	Total
Governmental Activities:							
Instruction	\$ 5,028,054	\$ -	\$ 2,749,203	\$ -	\$ (2,278,851)	\$ -	\$ (2,278,851)
Support services	3,734,598	-	2,088,918	-	(1,645,680)	-	(1,645,680)
Community services	4,092	-	-	-	(4,092)	-	(4,092)
Intergovernmental	41,172	-	-	-	(41,172)	-	(41,172)
Debt service							
Interest and fees	5,360	-	-	-	(5,360)	-	(5,360)
Total Governmental Activities	8,813,276	-	4,838,121	-	(3,975,155)	-	(3,975,155)
Business-Type Activities:							
Food Service	659,471	73,300	568,796	-	-	(17,375)	(17,375)
Total Business-Type Activities	659,471	73,300	568,796	-	-	(17,375)	(17,375)
Total Primary Government	\$ 9,472,747	\$ 73,300	\$ 5,406,917	\$ -	(3,975,155)	(17,375)	(3,992,530)
General Revenues							
Property Taxes Levied For:							
					2,164,342	-	2,164,342
					215,173	-	215,173
					1,007,016	-	1,007,016
					19,025	-	19,025
					584,093	-	584,093
					(46,483)	46,483	-
					3,943,166	46,483	3,989,649
					(31,989)	29,108	(2,881)
					6,396,085	189,227	6,585,312
					\$ 6,364,096	\$ 218,335	\$ 6,582,431

The accompanying notes are an integral part of this statement.

WILLISTON SCHOOL DISTRICT #29
 COMBINED BALANCE SHEET -- ALL GOVERNMENTAL FUNDS
 June 30, 2014

	Governmental Fund Types					Totals (Memorandum Only)
	General	Special Revenue	Education Improvement Act	Debt Service	School Building	
ASSETS						
Cash and cash equivalents - Note B	\$ 2,707,480	\$ -	\$ -	\$ -	\$ -	\$ 2,707,480
Receivables						
Property taxes - Note C	13,251	-	-	1,687	-	14,938
Due from general fund - Note D	-	-	49,125	-	-	49,125
Due from special revenue - Note D	292,983	-	-	-	-	292,983
Due from other governments and agencies	12,709	435,168	58,640	70,207	253,230	829,954
TOTAL ASSETS	\$ 3,026,423	\$ 435,168	\$ 107,765	\$ 71,894	\$ 253,230	\$ 3,894,480
LIABILITIES						
Due to general fund - Note D	\$ -	\$ 292,983	\$ -	\$ -	\$ -	\$ 292,983
Due to education improvement act - Note D	49,125	-	-	-	-	49,125
Due to food service fund - Note D	93,422	-	-	-	-	93,422
Accounts payable	59,618	-	-	-	-	59,618
Accrued expenses	625,906	5,000	1,076	-	-	631,982
DEFERRED INFLOW - grant income - Note J	-	118,615	106,689	-	-	225,304
TOTAL LIABILITIES AND DEFERRED INFLOWS	828,071	416,598	107,765	-	-	1,352,434
FUND EQUITY						
Fund Balance						
Assigned for debt service - Note L	-	-	-	71,894	-	71,894
Assigned for capital projects - Note L	-	-	-	-	253,230	253,230
Assigned for special revenue - Note L	-	18,570	-	-	-	18,570
Unassigned	2,198,352	-	-	-	-	2,198,352
TOTAL FUND EQUITY/(DEFICIT)	2,198,352	18,570	-	71,894	253,230	2,542,046
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND EQUITY	\$ 3,026,423	\$ 435,168	\$ 107,765	\$ 71,894	\$ 253,230	\$ 3,894,480

COMMITMENTS AND CONTINGENCIES - NOTE I		Reconciliation of governmental fund balances to statement of net assets:	
		Total Fund Balance - Governmental Funds	\$ 2,542,046
		Capital assets, net of accumulated depreciation	3,813,307
		Bonds payable	(70,000)
		Compensated absences	(19,470)
		Accrued interest	(557)
		Recognition of deferred taxes	98,770
		Total Net Position - Governmental Activities	\$ 6,364,096

WILLISTON SCHOOL DISTRICT #29

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES

ALL GOVERNMENTAL FUND TYPES

Year Ended June 30, 2014

	General	Special Revenue	Education Improvement Act	Debt Service	School Building	Totals (Memorandum Only)
Revenue						
Local	\$ 2,037,252	\$ 137,462	\$ -	\$ 214,379	\$ -	\$ 2,389,093
Intergovernmental	-	77,987	-	-	-	77,987
State	4,207,732	229,531	584,548	19,828	-	5,041,639
Federal	596,808	711,983	-	-	-	1,308,791
	<u>6,841,792</u>	<u>1,156,963</u>	<u>584,548</u>	<u>234,207</u>	<u>-</u>	<u>8,817,510</u>
Expenditures						
Instruction	3,889,826	707,571	321,963	-	-	4,919,360
Support services	3,005,337	386,422	86,192	-	-	3,477,951
Community services	534	3,558	-	-	-	4,092
Intergovernmental	2,292	31,380	7,500	-	-	41,172
Debt service						
Principal	-	-	-	335,000	-	335,000
Interest and fees	-	-	-	6,176	-	6,176
Facilities acquisition and construction	-	-	-	-	178,873	178,873
	<u>6,897,989</u>	<u>1,128,931</u>	<u>415,655</u>	<u>341,176</u>	<u>178,873</u>	<u>8,962,624</u>
EXCESS (DEFICIENCY) OF REVENUE OVER (UNDER) EXPENDITURES	(56,197)	28,032	168,893	(106,969)	(178,873)	(145,114)
Other financing sources (uses)						
GO Bond and bond premium	-	-	-	-	150,573	150,573
Operating transfers in	178,355	-	-	-	279,661	458,016
Operating transfers out	(326,144)	(9,462)	(168,893)	-	-	(504,499)
	<u>(147,789)</u>	<u>(9,462)</u>	<u>(168,893)</u>	<u>-</u>	<u>430,234</u>	<u>104,090</u>
EXCESS (DEFICIENCY) OF REVENUE AND OTHER SOURCES OVER /(UNDER) EXPENDITURES AND OTHER USES	(203,986)	18,570	-	(106,969)	251,361	(41,024)
Fund balance, July 1, 2013	<u>2,402,338</u>	<u>-</u>	<u>-</u>	<u>178,863</u>	<u>1,869</u>	<u>2,583,070</u>
FUND BALANCE, JUNE 30, 2014	<u>\$ 2,198,352</u>	<u>\$ 18,570</u>	<u>\$ -</u>	<u>\$ 71,894</u>	<u>\$ 253,230</u>	<u>\$ 2,542,046</u>

WILLISTON SCHOOL DISTRICT #29
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2014

Net change in fund balances - total governmental funds	\$	(41,024)
<p>Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net assets and allocated over the estimated useful lives as annual depreciation expenses in the statement of activities. This is the amount by which capital outlays exceed depreciation in the period.</p>		
Capital outlays	-	
Depreciation expense	<u>(182,400)</u>	(182,400)
<p>Repayment/(Issuance) of bond principal is a revenue/expenditure in the governmental funds, but it reduces long-term liabilities in the statement of net assets and does not affect the statement of activities</p>		
	(150,000)	
	<u>335,000</u>	185,000
<p>Interest on long-term debt in the statement of activities differs from the amount reported in the governmental funds because interest is recorded as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the statement of activities, interest expense is recognized as it accrues, regardless of the due date.</p>		
Interest on bonds decreased by:		816
<p>In the statement of activities, compensated absences are measured by the amounts expended during the year. In governmental funds, expenditures for this item are measured by the amount of financial resources used.</p>		
		(4,068)
<p>Some property taxes will not be collected for several months after the District's fiscal year ends, they are not considered as "available" revenues in the governmental funds, and are instead recorded as deferred tax revenues. In the statement of activities, property taxes are recorded as revenue in the year levied.</p>		
		<u>9,687</u>
Change in net position - governmental activities	\$	<u>(31,989)</u>

WILLISTON SCHOOL DISTRICT #29

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL

GENERAL FUND

Year Ended June 30, 2014

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenue				
Local	\$ 1,850,573	\$ 1,850,573	\$ 2,037,252	\$ 186,679
Intergovernmental	-	-	-	-
State	4,151,703	4,151,703	4,207,732	56,029
Federal	588,000	588,000	596,808	8,808
	<u>6,590,276</u>	<u>6,590,276</u>	<u>6,841,792</u>	<u>251,516</u>
Expenditures				
Instruction	3,787,454	3,787,454	3,889,826	(102,372)
Support services	2,950,236	2,950,236	3,005,337	(55,101)
Community services	500	500	534	(34)
Intergovernmental	8,000	8,000	2,292	5,708
	<u>6,746,190</u>	<u>6,746,190</u>	<u>6,897,989</u>	<u>(151,799)</u>
EXCESS (DEFICIENCY) OF REVENUE OVER (UNDER) EXPENDITURES	(155,914)	(155,914)	(56,197)	99,717
Other financing sources (uses)				
Operating transfers in	155,914	155,914	178,355	22,441
Operating transfers out	-	-	(326,144)	(326,144)
	<u>155,914</u>	<u>155,914</u>	<u>(147,789)</u>	<u>(303,703)</u>
EXCESS (DEFICIENCY) OF REVENUE AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>\$ -</u>	<u>\$ -</u>	(203,986)	<u>\$ (203,986)</u>
Fund balance, July 1, 2013			<u>2,402,338</u>	
FUND BALANCE, JUNE 30, 2014			<u>\$ 2,198,352</u>	

WILLISTON SCHOOL DISTRICT #29

STATEMENT OF NET POSITION

PROPRIETARY FUNDS

June 30, 2014

	Business-Type Activity	
	Enterprise Fund	<u>Food Service</u>
ASSETS		
Current Assets		
Due from general fund	\$	93,422
Inventory		8,307
Due from federal		7,439
Receivables, other		<u>50</u>
Total Current Assets		<u>109,218</u>
Capital Assets - Note F		
Equipment		319,114
Accumulated depreciation		<u>(209,997)</u>
TOTAL ASSETS	\$	<u><u>218,335</u></u>
LIABILITIES		
Current Liabilities		
Accrued expenses	\$	<u>-</u>
Total Current Liabilities		<u>-</u>
TOTAL LIABILITIES		<u>-</u>
NET POSITION		
Invested in capital assets		109,117
Unrestricted		<u>109,218</u>
TOTAL NET POSITION		<u><u>218,335</u></u>
TOTAL LIABILITIES AND NET POSITION	\$	<u><u>218,335</u></u>

The accompanying notes are an integral part of this statement.

WILLISTON SCHOOL DISTRICT #29

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

PROPRIETARY FUND TYPE - FOOD SERVICE FUND

Year Ended June 30, 2014

(With Comparative Amounts for the Year Ended June 30, 2013)

	<u>2014</u>	(Memorandum Only) <u>2013</u>
Operating revenue		
Proceeds-sale of meals	\$ 73,300	\$ 78,025
	<u>73,300</u>	<u>78,025</u>
 Operating expenses		
Salaries	207,569	199,828
Employee benefits	78,167	29,844
Purchased services	4,939	7,083
Supplies and materials	348,196	307,873
Depreciation	19,438	17,013
Other	1,162	847
	<u>659,471</u>	<u>562,488</u>
 Operating loss	 (586,171)	 (484,463)
 Non-operating revenue (expense)		
Commodities received from USDA	26,771	26,011
USDA reimbursements	542,025	513,498
Other federal and state aid	-	823
	<u>568,796</u>	<u>540,332</u>
 Operating transfers in (out)		
Transfers in	<u>46,483</u>	<u>3,524</u>
 Net Income/(Loss)	 29,108	 59,393
Net position, July 1, 2013	<u>189,227</u>	<u>129,834</u>
 NET POSITION, June 30, 2014	 <u>\$ 218,335</u>	 <u>\$ 189,227</u>

WILLISTON SCHOOL DISTRICT #29

STATEMENT OF CASH FLOWS

PROPRIETARY FUND TYPE - FOOD SERVICE FUND

Year Ended June 30, 2014

CASH FLOWS FROM OPERATING ACTIVITIES	
Cash received from patrons	\$ 73,300
Cash payments to suppliers and employees	<u>(616,061)</u>
NET CASH USED BY OPERATING ACTIVITIES	<u>(542,761)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
USDA reimbursements received	535,525
Operating transfer from (to) other funds	<u>46,483</u>
NET CASH PROVIDED BY NONCAPITAL FINANCING ACTIVITIES	<u>582,008</u>
CASH FLOWS FROM CAPITAL ACTIVITIES	
Equipment purchased	<u>-</u>
NET CASH USED BY CAPITAL ACTIVITIES	<u>-</u>
NET CHANGE	39,247
Due to general fund, July 1, 2013	<u>54,175</u>
DUE FROM GENERAL FUND, JUNE 30, 2014	<u><u>\$ 93,422</u></u>

WILLISTON SCHOOL DISTRICT #29

STATEMENT OF CASH FLOWS - CONTINUED

PROPRIETARY FUND TYPE - FOOD SERVICE FUND

Year Ended June 30, 2014

Reconciliation of operating loss to net cash provided by
operating activities

Operating loss	\$ (586,171)
Adjustments to reconcile operating loss to net cash provided/ (used) by operating activities	
Depreciation	19,438
USDA Commodities - non-cash	26,771
Changes in assets and liabilities - increase (decrease) in cash flows	
Inventory	(2,799)
Accounts receivable - other	<u>-</u>

TOTAL ADJUSTMENTS 43,410

NET CASH USED BY OPERATING ACTIVITIES \$ (542,761)

SUPPLEMENTAL SCHEDULE OF NON-CASH OPERATING
ACTIVITIES - Non-cash donation - USDA Commodities

\$ 26,771

WILLISTON SCHOOL DISTRICT #29
STATEMENT OF FIDUCIARY NET POSITION

FIDUCIARY FUNDS

June 30, 2014

	<u>Agency Funds</u> <u>Pupil Activities</u>	<u>Total Agency Funds</u>
ASSETS		
Cash and cash equivalents - Note B	\$ 106,334	\$ 106,334
TOTAL ASSETS	<u>\$ 106,334</u>	<u>\$ 106,334</u>
LIABILITIES		
Due to pupil activities	\$ 106,334	\$ 106,334
TOTAL LIABILITIES	<u>\$ 106,334</u>	<u>\$ 106,334</u>

The accompanying notes are an integral part of this statement.

WILLISTON SCHOOL DISTRICT #29

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Williston School District #29 (the District) operates under the direction of an elected Board of Trustees, with a superintendent serving as the chief administrative officer, and provides education services to approximately 1,000 students, kindergarten through high school, plus preschool students. The accounting policies of the District conform to generally accepted accounting principles as applicable to school districts. The following is a summary of the more significant policies of the District.

Reporting Entity

The reporting entity is the District, including all of its fund types. The District is an autonomous government whose elected board controls its operations and fiscal accountability. Because the County does not exercise significant oversight responsibility, it is not required to fund any District deficits, nor is it entitled to any excesses. The District is a separate reporting entity from the County and is not a component unit. In addition, there are no other entities that need to be included in the District's financial statements.

Government-wide and Governmental Fund Financial Statements

Government-wide Funds

The government-wide 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. Property taxes are recognized as revenue when the County has assessed and levied the appropriate amounts due. Government-wide financial statements are prepared using a different measurement focus than governmental fund financial statements. A reconciliation of the two financial statements has been shown to identify the relationship between the government-wide statements and the governmental fund financial statements. Fiduciary funds or changes in fiduciary assets are not included in the government-wide statements. The effects of interfund transfers and receivables have been eliminated from these statements.

Governmental Funds

Governmental fund financial statements are reported using the current financial resources measurements 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 to pay current liabilities. Expenditures generally are recorded when a liability is incurred. However, debt service expenditures, compensated absences and certain claims or judgements, are recorded when the payment(s) become due. Only the portion of uncollected taxes at June 30, 2014, that are collected within sixty days after June 30 is considered to be available to liquidate current liabilities under the modified accrual basis of accounting. The accounts of the District are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose.

WILLISTON SCHOOL DISTRICT #29

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Governmental Funds (Continued)

The accounts of the District are organized on the basis of funds and an account group, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses. Government resources are allocated to and accounted for in individual funds, based upon the purposes for which they are to be spent, and are the means by which spending activities are controlled. The various funds are grouped, in the combined financial statements, into the following fund types and account groups.

General Fund

The General Fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund. All property taxes, intergovernmental revenue, charges for services, education finance act revenue, and miscellaneous revenue are recorded in this fund except amounts which are specifically collected to service debt or for which the District collects funds in a fiduciary capacity. Operational expenditures for general instruction, support services, general administration and other departments of the District are paid through the General Fund.

Special Revenue Fund and Education Improvement Act – major funds

Special Revenue Funds and Education Improvement Act Funds are used to account for specific proceeds received on projects approved by various authorizing agencies. They are not budgeted in General Fund operations. The project monies are pursuant to federal and state statutes; thus, the allowable expenditures are specified in the enabling legislation and related regulations, and may not be used to supplant District expenditures which would otherwise have been made.

Debt Service Fund – major fund

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs. Interest and principal on long-term debt are generally not recorded as they accrue, but when they become due and payable. However, when monies have been transferred to the Debt Service Fund during the fiscal year in anticipation of making debt service payments shortly after the end of the period, the District accrues interest and maturing debt in the Debt Service Fund in the year the transfer is made. This is preferred treatment under generally accepted accounting principles.

WILLISTON SCHOOL DISTRICT #29

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Capital Projects Fund – School Building Fund – major fund

The Capital Projects Fund is used to account for financial resources specifically allocated for the District's approved state building projects, construction or purchase of new facilities and major repairs or renovations to District facilities other than those financed by Proprietary or Fiduciary Funds.

Proprietary Fund Type

The District's only Proprietary Fund is the Food Service Fund. This fund is used to account for operations of the breakfast and lunch programs. The programs are financed and operated in a manner similar to private business enterprises, where the intent of the Board of Education is that the costs of providing school breakfasts and lunches on a continuing basis be financed or recovered primarily through user charges, even though the activity is subsidized from other governmental resources, principally USDA. Accordingly, revenue and expenses, including depreciation, are recorded to determine a periodic net income.

Fiduciary Fund

Pupil Activity Funds - Agency Funds - Pupil Activity Funds are used to account for assets held by the District in a trustee capacity for others. The Pupil Activity Funds are established as expendable trust funds of the schools to account for net assets, receipts, disbursements and transfers of various school activities administered for the general welfare of the students and completion of certain planned objectives and special programs of school groups. Pupil Activity Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Encumbrances

Executory contracts, including purchase orders that are outstanding, represent commitments of the District and are reported as a reservation of the respective fund balance of the Governmental Fund and an appropriation of retained earnings of the Proprietary Fund. They do not constitute an expenditure (expense) or liability until such time the goods are received or the service rendered, but are an extension of formal budgetary integration in the Governmental Funds and a commitment of the Proprietary Fund. Outstanding purchase orders lapse after twelve months.

WILLISTON SCHOOL DISTRICT #29

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Budgets and Budgetary Accounting

The District follows the following procedures in establishing the budgetary data reflected in the financial statements:

- Prior to May 1, the superintendent submits to the Board of Education a proposed general operating budget for the General Fund for the subsequent fiscal year. The general operating budget includes proposed revenue and expenditures.
- Taxpayers are given the opportunity to comment on the proposed budget in regular open board meetings.
- The budget is legally adopted prior to June 30.
- Any budget revisions are approved by the Board of Education.
- Budgets for certain Special Revenue Funds are adopted through submission and subsequent approval of a project application to the appropriate authorizing agency.
- Budgets are not prepared for the State Education Improvement Act Special Revenue Fund
- Formal budgetary integration is employed as a management control device during the year for the General Fund and certain Special Revenue Funds. Formal budgetary integration is not employed for the Debt Service Fund because effective budgetary control is alternatively achieved through general obligation bond indenture provisions.
- A budget is not prepared for the Building Fund.
- Budgetary appropriations for the General Fund lapse at year-end.

Cash and Cash Equivalents

For financial statement purposes, the District considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash.

Inventories

Inventories recorded in the Proprietary Fund are stated at the lower of cost or market, except for commodities received from the United States Department of Agriculture (USDA) which are stated at values assigned by the USDA. Inventories are accounted for using the consumption method; they are treated as expenditures when used.

WILLISTON SCHOOL DISTRICT #29

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Capital Assets

General capital assets are those not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets, but are not shown in the governmental fund balance sheet. Capital assets used by the proprietary funds are shown in the business-type activities column of the government-wide statement of net assets and in the proprietary fund financial statements.

All capital assets are capitalized at historical cost or estimated historical cost. Donated fixed assets are recorded at their fair market value on the date received. The District capitalizes items with a cost greater than \$5,000. Repairs are treated as an expenditure or expense in the year incurred. The District has not recorded any infrastructure assets as of June 30, 2014. Interest incurred during the construction of capital assets is capitalized over the assets useful life.

Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Land improvements	20 years
Buildings and improvements	15 – 40 years
Equipment	5 – 12 years
Vehicles	10 years

Deferred Compensation Agreement

The District offers its employees a voluntary deferred compensation plan structured and operated in accordance with provisions of Internal Revenue Code Section 401(k). The plan is administered by an agency of the State of South Carolina and the District makes no contributions on behalf of the participants. The District's liability is limited to remitting amounts withheld from employees' wages to the plan administrator.

WILLISTON SCHOOL DISTRICT #29

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Deferred Inflows – deferred grant income

Deferred inflows – deferred grant income - in the General Fund, Special Revenue Fund, and Education Improvement Act fund, represent money received in advance for a project in which the expenditures are anticipated to be made in a subsequent year.

Compensated Absences

Annual (vacation) leave is earned by employees up to a maximum of forty-five days.

Fund Balances

Restricted, Committed and Assigned fund balances represent tentative plans for future use of financial resources. Restricted fund balance is when constraints are externally imposed by creditors, grantors, laws or enabling legislation and placed on resources. Committed fund balance are amounts that can only be used for specific purposes imposed by formal action of the government's highest level of decision-making authority (School Board). Assigned fund balance are amounts constrained by the government's intent to be used for a specific purpose by the School Board or Management.

When both restricted, committed, assigned and unassigned resources are available for use, it is the government's policy to use restricted, committed or assigned resources first, then unassigned resources as needed.

Total Columns on Combined Statements

Total columns on the combined statements are captioned "memorandum only" to indicate that they are presented only to facilitate financial analysis. The data contained therein is not complete, and does not represent financial statements presented in conformity with generally accepted accounting principles. Interfund eliminations have not been made in the aggregation of this data. The balance sheet amounts for the prior year have been restated for comparability with the current year.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

WILLISTON SCHOOL DISTRICT #29

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Proprietary Fund Use of FASB Pronouncements

The Proprietary Fund activities apply all applicable GASB (Governmental Accounting Standards Board) pronouncements (including all NCGA Statements and Interpretations currently in effect) as well as following pronouncements issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements: Financial Accounting Standards Board (FASB) Statements and Interpretations; Accounting Principles Board (APB) Opinions; and, Accounting Research Bulletins (ARBs) of the Committee on Accounting Procedure. The FASB Statements and Interpretations issued after November 30, 1989, that are followed are those that were developed and apply to business enterprises. FASB Statements and Interpretations whose provisions are limited to not-for-profit organizations or those that address issues concerning primarily such organizations are not followed.

Revenue

Program revenues are funds that directly affect the specific expense categories on the statement of activities. Program revenues are categorized into charges for services, operating grants and capital grants. Charges for services are revenues users pay for services in the District. Operating grants are grants that are used to operate specific programs within the District. Capital grants are funds used to purchase equipment and other capital assets.

The District distinguishes between operating and non-operating revenues in the business-type activities. Operating revenues are categorized as funds derived from the sale of goods and services. Non-operating revenue includes transfers from other funds and operating grants that have no real economic transaction value.

WILLISTON SCHOOL DISTRICT #29

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

NOTE B – CASH AND INVESTMENTS

The School District is authorized by South Carolina state law to invest only in the following cash equivalents:

- a) Obligations of the United States and its agencies;
- b) General obligations of the State of South Carolina and its political units;
- c) Savings and loans associations to the extent that the same are insured by an agency of the Federal Government; or
- d) Certificates of deposit where the certificates are collaterally secured by securities of the type described in (a) and (b) above held by a third party as escrow agent or custodian, of a market value not less than the amounts of the certificates of deposit plus interest; provided, however, such collateral shall not be required to the extent the same are insured by an agency of the Federal Government.

At year end, the carrying amount of the District's deposits and investments, which are stated at fair value, held by the various funds are as follows:

<u>Fund Types</u>	<u>Deposits</u>	<u>Total</u>
General Fund	\$ <u>2,707,480</u>	\$ <u>2,707,480</u>
Total on Statement of Net Position	2,707,480	2,707,480
Agency Fund	<u>106,334</u>	<u>106,334</u>
	\$ <u>2,813,814</u>	\$ <u>2,813,814</u>

All cash deposits are collateralized by the custodian using U. S. Treasury notes at 110% of the bank's carrying value.

Cash accounts in all funds and account groups, other than the general fund, are restricted for designated purposes within the respective funds and account groups.

WILLISTON SCHOOL DISTRICT #29

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

NOTE C - PROPERTY TAXES

A summary of property taxes available as of June 30, 2014 follows:

General Fund	\$ 103,854
Debt Service Fund	<u>9,854</u>
Total Governmental Activities	<u>\$ 113,708</u>
General Fund	\$ 103,854
Debt Service Fund	9,854
Deferred tax revenue – Collections after 60 days	<u>(98,770)</u>
Net taxes receivable – Governmental Funds	<u>\$ 14,938</u>

County property taxes are collected for the District by the Barnwell County Treasurer.

Taxes are levied on real and personal properties owned on the preceding December 31 of each fiscal year ended June 30. Liens are attached to the property at the time taxes are levied, which usually occurs in October of each year. These taxes are due without penalty through January 15. Penalties are added to taxes depending on the date paid as follows:

January 16 through February 1	-	3% of tax
February 2 through March 16	-	10% of tax
March 17 through March 31	-	15% of tax plus collection cost

Current year real and personal property taxes become delinquent on April 1. The levy date for motor vehicle taxes is the first day of the month in which the motor vehicle license expires. These taxes are due the last day of the same month.

WILLISTON SCHOOL DISTRICT #29

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

NOTE D – INTERFUND TRANSACTIONS

Interfund receivable/payable

At June 30, 2014, the General Fund had an interfund receivables and payables, which consists of due from special revenue of \$292,983, which will be repaid once the Special Revenue funds are reimbursed for grant expenditures. Due from Education Improvement Act, which is deferred revenue held for future projects, \$49,125 and the Due to Food Service in the General Fund of \$93,422 is to finance the operations of the Food Service Fund. The Food Service Fund's cash is held by the general fund until needed.

Transfers

Transfers between funds occur due to *grant* requirements, *capital* outlay and *funding* of expenditure items.

General Fund to Food Service – <i>funding</i>	\$	46,483
Special Revenue to General Fund – <i>funding</i>		9,462
EIA to General Fund – <i>grant</i>		168,893
General Fund to Capital Projects – <i>funding</i>		279,661

NOTE E - INVENTORIES

The District had \$8,307 in food inventory at year-end. It consists of purchased food and supplies.

WILLISTON SCHOOL DISTRICT #29

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

NOTE F - CAPITAL ASSETS

The following is a summary of changes in capital assets – governmental activities for the year ended June 30, 2014:

	Balance, July 1, <u>2013</u>	<u>Additions</u>	<u>Deletions</u>	Balance, June 30, <u>2014</u>
Land**	\$ 301,774	\$ --	\$ --	\$ 301,774
Buildings	5,571,819	--	--	5,571,819
Improvements	921,197	--	--	921,197
Equipment	598,191	--	--	598,191
Furniture and fixtures	16,743	--	--	16,743
Vehicles	319,874	--	--	319,874
Accumulated depreciation				
Buildings	(2,469,807)	(53,095)	--	(2,522,902)
Improvements	(336,385)	(61,461)	--	(397,846)
Equipment	(599,538)	(59,388)	--	(658,926)
Furniture and fixtures	(16,743)	--	--	(16,743)
Vehicles	<u>(311,418)</u>	<u>(8,456)</u>	<u>--</u>	<u>(319,874)</u>
Net Property	<u>\$ 3,995,707</u>	<u>\$ (182,400)</u>	<u>\$ --</u>	<u>\$ 3,813,307</u>

** Land is a non-depreciable asset.

The following is a summary of the changes in capital assets – business-type activities for the year ended June 30, 2014:

	<u>July 1, 2013</u>	<u>Additions</u>	<u>Transfers/ Deletions</u>	<u>June 30, 2014</u>
Equipment	\$ 319,114	\$ --	\$ --	\$ 319,114
Less, accumulated depreciation	<u>(190,559)</u>	<u>(19,438)</u>	<u>--</u>	<u>(209,997)</u>
Net Property				<u>\$ 109,117</u>

Depreciation expense was charged to the functions/programs of the District as follows:

Governmental Activities

Instruction	\$ 104,626
Support	<u>77,774</u>
Total	<u>\$ 182,400</u>

Business-Type Activities

Food Services	<u>\$ 19,438</u>
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WILLISTON SCHOOL DISTRICT #29

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

NOTE G – RETIREMENT PLAN

Substantially all employees of the School District are covered by a retirement plan through the South Carolina Retirement System (SCRS), a cost-sharing multiple-employer defined benefit public employee retirement system. Generally all district employees are required to participate in and contribute to the system as a condition of employment unless exempted by law. This plan provides annuity benefits as well as disability and group-life insurance benefits to eligible employees. Plan benefits are established by South Carolina State law (Title 9 of the South Carolina Code of Laws). Employees are eligible for a service retirement annuity upon reaching age 65 or completion of 28 years credited service. The benefit formula for the System is 1.82% of an employee's annual average final compensation multiplied by the number of years of credited service. An early retirement option with reduced benefits is available as early as age 60. Employees are vested for a deferred annuity after 5 years service and qualify for a survivor's benefit upon completion of 15 years credited service. Disability annuity benefits are payable to employees totally and permanently disabled provided they have a minimum of 5 years credited service. A group life insurance benefit equal to an employee's annual rate of compensation is payable upon the death of an employee with a minimum of one year of credited service.

The District's covered payroll for the fiscal years ended June 30, 2014, 2013, and 2012 were \$5,220,288, \$4,936,513 & \$4,914,922, respectively. Employees are required to contribute 7.5% of their annual earnings. Under Title 9 of the South Carolina Code of Laws, the District's liability under the plan is limited to the amount of contributions (stated as a percentage of covered payroll) established by the State Budget and Control Board. The employer contribution rates were 10.45%, 10.45% and 9.385%. The contribution requirements for the years ended June 30, 2014, 2013, and 2012 were \$531,849, \$515,866, and \$453,455 from the employer contribution rates, and \$381,710, \$345,556 and \$314,060 from the employee contribution rates, respectively, of covered payroll. The District's 2014, 2013, and 2012 contributions represented less than 1% of total contributions required of all participating entities. The District also paid group life contributions of \$7,634, \$7,405 and \$7,248 for the years ended June 30, 2014, 2013, and 2012. Employer contributions are reported as fringe benefit expenditures. In addition to the amounts listed above, \$250,402, \$224,611 & \$207,763 was paid to SCRS for the years ended June 30, 2014, 2013 and 2012, respectively. These amounts were then transferred by the State Retirement System to be used for insurance benefits of state retirees.

The System does not make separate measurements of assets and pension benefit obligations for individual employers. Accordingly, information regarding the excess, if any, applicable to the District of the actuarially computed value of vested benefits over the total of the pension fund and any balance sheet accruals, less any pension prepayments or deferred charges, is not available. By State law, the District's liability under the retirement plan is limited to the amounts determined by multiplying the required employer contribution rate times covered salary for the applicable year. Accordingly, the District recognized no contingent liability for unfunded cost associated with participation in the plan.

Information concerning the authority under which benefit provisions and employee obligations to contribute are established, the significant actuarial assumptions for the plan, an explanation of the amount available for benefits, and ten-year historical trend information showing the system's progress in accumulating sufficient assets to pay benefits when due are presented in the system's June 30, 2014 separately issued report. This report is available by writing the South Carolina Retirement System, P.O. Box 11960, Columbia, SC 29211-1960.

WILLISTON SCHOOL DISTRICT #29

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

NOTE H - GENERAL LONG-TERM DEBT

Long-term debt of The District at June 30, 2014, is as follows:

	General Obligation Bonds	Compensated Absences	Total
Balances, July 1, 2013	\$ 255,000	\$ 15,402	\$ 270,402
Additions	150,000	4,068	154,068
Deletions	(335,000)	--	(335,000)
 Balances, June 30, 2014	 \$ 70,000	 \$ 19,470	 \$ 89,470

General Obligation Bonds at June 30, 2014 is comprised of the following:

\$315,000 Series 2009 GO Bonds due in annual principal installments ranging from \$55,000 - \$70,000 through March 1, 2015, interest rate is fixed at 3.18%. Current principal payment \$70,000.	\$ 70,000
\$400,000 Series 2011 GO Bonds due in annual principal installments ranging from \$15,000 - \$265,000 through March 1, 2014, interest rate is fixed at 1.0%.	\$ --
\$150,000 Series 2013 GO Bonds due in annual principal installments ranging from \$150,000 through March 1, 2014, interest rate is fixed at 1.0%. Paid in March 2014	\$ --

Presented below is a summarization as of June 30, 2014, of the debt service requirements for General Obligation Bonds outstanding:

Year End June 30,	Principal	Interest	Total
2015	\$ 70,000	\$ 2,226	\$ 72,226
	\$ 70,000	\$ 2,226	\$ 72,226

WILLISTON SCHOOL DISTRICT #29

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

NOTE H – GENERAL LONG-TERM DEBT (Continued)

For the period ending June 30, 2014, the District incurred interest cost in the amount of \$6,176. The debt service fund is used for the accumulation of resources and payment of principal and interest.

The amount of general obligation bonds that can be incurred by the District is limited by State statute (Section 15 of Article X of the Constitution of the State of South Carolina). This statute provides that general obligation bond indebtedness issued after November 30, 1992 may not exceed 8% of the assessed value of taxable property in the District without having a public election referendum. The District's debt limit at June 30, 2014 was \$1,145,200 based on the assessed value of all the taxable property of \$14,315,006. The District had debt of \$70,000 applied to the debt limit.

Various other local governmental entities located within the County have issued bonds for other purposes. The full faith and taxing power of each local government is pledged to secure this outstanding, overlapping debt. The County collects taxes levied for the District on the property to repay indebtedness as it matures, generally on a serial basis. This overlapping indebtedness owed by other local governments is not reflected in the District's financial statements.

Compensated Absences

Due to the nature of the obligation for compensated absences, annual requirements to amortize such obligations are not determinable and have not been presented.

NOTE I - COMMITMENTS AND CONTINGENCIES

Grants Liability

The District participates in various federal and state programs that are fully or partially funded by grants. Expenditures financed by these grants are subject to various financial and compliance audits.

Additionally, the District receives funding from the State under the South Carolina Education Finance Act of 1977 which is based on a computation of the estimated cost to provide minimum education programs and student classification coupled with certain required local support.

If restricted expenditures are disallowed due to noncompliance with respective grant program regulations, the District may be required to reimburse the grantor. The District believes that disallowed expenditures, if any, will not have a material effect on any of the individual funds.

WILLISTON SCHOOL DISTRICT #29

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

NOTE I - COMMITMENTS AND CONTINGENCIES (Continued)

Unemployment Insurance Claims Liability

The District has elected to pay unemployment claims as filed rather than establish a reserve with the South Carolina Employment Security Commission. No liability, other than that known at end of year has been accrued in the financial statement for future claims to be filed by previous employees, since there is not a practicable method to estimate that liability. The District believes that future claims, if any, will not have a material effect on any of the individual funds or the overall financial position of the District.

Cash - Credit and Concentration Risk Liability

The District invests funds per state law. The District has demand and time deposits in various financial institutions that exceed the Federal Deposit Insurance Corporation or Federal Savings and Loan Insurance Corporation insured amounts of \$250,000 per financial institution. For all of the financial institutions, the risk has been reduced by requiring, through agreement, each institution to pledge collateral from their investment portfolio as security for the excess deposits. See Note B.

Workers Compensation Insurance

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Because of the high cost of worker's compensation insurance purchased from commercial insurers, the District has chosen to participate with other school districts in the state in the South Carolina School Boards Insurance Trust/Worker's Compensation Trust Fund (SCBIT/WCTF), a public entity risk pool currently operating as a common risk management and insurance program for member school districts. The District pays premiums to SCBIT/WCTF for its worker's compensation insurance coverage based upon the total payroll of the District. The Agreement for Formation of the SCBIT/WCTF provides that SCBIT/WCTF will be self-sustaining through member premiums and any deficiencies can be charged back to the member districts in the event that a fund deficit arises.

Subsequent Events

Management has evaluated the effects of subsequent events through the date of the auditor's report.

Fall 2014 - the District issued a GO Bond for \$255,000. The proceeds will be used for various projects within the District.

WILLISTON SCHOOL DISTRICT #29

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

NOTE J - DEFERRED REVENUE

Deferred revenue, recognized when used for current operations, consists of the following:

	Special Revenue <u>Fund</u>	EIA <u>Fund</u>	<u>Total</u>
Grants received in advance of expenditures	\$ 118,615	\$ 106,689	\$ 225,304
	<u>\$ 118,615</u>	<u>\$ 106,689</u>	<u>\$ 225,304</u>

NOTE K - LEGAL COMPLIANCE

All statements and exhibits are presented in the level of detail as required by the South Carolina State Department of Education. Account numbers are presented on the combining fund statements and supporting schedules as required.

NOTE L – FUND BALANCE

The following amounts were shown:

Assigned for debt service	\$ 71,894
Assigned for special revenue	\$ 18,570
Assigned for capital projects	\$ 253,230

Assigned for debt service is the amount available in the Debt Service fund to pay future maturities of long term debt. Assigned for special revenue are amounts to be used for specific purposes designated by the affiliated program. Assigned for capital projects is the amount available to purchase equipment and provide school capital improvements.

WILLISTON SCHOOL DISTRICT #29

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

NOTE M - RISK MANAGEMENT

The District is exposed to various risks of loss and maintains State or commercial insurance coverage for each of those risks. Management believes such coverage is sufficient to preclude any significant uninsured losses for the covered risks. Settled claims have not exceeded this coverage in the past three years. The District pays insurance premiums to certain State agencies and commercial insurers to cover risks that may occur in normal operations. The insurers promise to pay to or on behalf of the insured for covered economic losses sustained during the policy period in accordance with insurance policy and benefit program limits. For property losses, the District's deductible is \$2,500.

The District pays premiums to the South Carolina School Boards Insurance Trust which issues policies, accumulates assets to cover the risks of loss, and pay claims incurred for covered losses related to the following assets, activities, and/or events:

1. Theft of, damage to, or destruction of assets;
2. Real property, its contents, and other equipment;
3. Motor vehicles;
4. Torts; and
5. Natural disasters.

The South Carolina School Boards Insurance Trust is a self-insurer and purchases reinsurance to obtain certain services and specialized coverage and to limit losses in the areas of property, boiler and machinery, automobile liability, and School Board liability insurance. The South Carolina School Board's rates are determined actuarially.

State agencies and other municipal entities are the primary participants in the State's Health and Disability Insurance Fund and in the South Carolina School Board's Insurance Trust.

The District obtains coverage through the Insurer for employee fidelity bond insurance for all employees for losses arising from theft or misappropriation, up to a maximum of \$100,000. Management believes such coverage is sufficient to preclude any significant uninsured losses for the covered risks.

The District has not reported an estimated claims loss expenditure, and related liability at June 30, 2014, based on the requirements of GASB Statement No. 10, which states that a liability for claims must be reported if information prior to the issuance of the financial statements indicates that it is probable that an asset has been impaired or a liability has been incurred on or before June 30, 2014, and the loss is reasonably estimable. As of the financial statement date, there was no evidence of asset impairment or other information to indicate that a claims loss expenditure and liability should be recorded.

NOTE N – BUDGET

The District was over budget in the General Fund for Instruction expenditures by \$102,372 due to actual expenditures being higher than anticipated in Primary Programs and Other Exceptional Programs. Support Services expenditures were over budget (\$55,101) as well (Guidance and Operations)

SUPPLEMENTAL INFORMATION

WILLISTON SCHOOL DISTRICT #29

SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE

GENERAL FUND

Year Ended June 30, 2014

	Final Budget	Actual	Variance Favorable (Unfavorable)
REVENUES			
1000 Revenue from Local Sources:			
1100 Taxes Levied/Assessed by the LEA:			
1110 Ad Valorem Taxes-Including Delinquent	1,716,000	1,814,693	98,693
1140 Penalties & Interest on Taxes	73,573	47,473	(26,100)
1200 Revenue From Local Governmental Units Other Than LEAs:			
1280 Revenue in Lieu of Taxes	44,000	150,885	106,885
1300 Tuition:			
1350 Tuition from Patrons for Summer School	-	5,000	5,000
1500 Earnings on Investments:			
1510 Interest on Investments	17,000	18,961	1,961
1900 Other Revenue from Local Sources:			
1910 Rentals	-	190	190
1920 Contributions and Donations From Private Sources	-	50	50
Total Local Sources	1,850,573	2,037,252	186,679
3000 Revenue from State Sources:			
3100 Restricted State Funding:			
3130 Special Programs:			
3131 Handicapped Transportation	-	699	699
3160 School Bus Driver Salary (Includes Hazardous Condition Transportation)	44,026	41,358	(2,668)
3162 Transportation Workers' Compensation	-	4,804	4,804
3180 Fringe Benefits Employer Contributions	858,345	906,414	48,069
3181 Retiree Insurance (No Carryover Provision)	185,161	207,333	22,172
3199 Other Restricted State Grants	-	60	60
3290 Miscellaneous Unrestricted State Grants:			
3299 Other Unrestricted State Grants	-	3,500	3,500

WILLISTON SCHOOL DISTRICT #29

SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE

GENERAL FUND

Year Ended June 30, 2014

	Final Budget	Actual	Variance Favorable (Unfavorable)
3300 Education Finance Act:			
3310 Full-Time Programs:			
3311 Kindergarten	150,098	163,061	12,963
3312 Primary	377,397	411,832	34,435
3313 Elementary	530,830	512,147	(18,683)
3314 High School	310,703	252,868	(57,835)
3316 Speech Handicapped (Part-Time Program)	134,553	115,168	(19,385)
3317 Homebound	12,350	5,146	(7,204)
3320 Part-Time Programs:			
3321 Emotionally Handicapped	3,581	7,175	3,594
3322 Educable Mentally Handicapped	5,040	2,100	(2,940)
3323 Learning Disabilities	175,455	202,830	27,375
3324 Hearing Handicapped	18,047	18,077	30
3327 Vocational	257,984	309,346	51,362
3330 Miscellaneous EFA Programs:			
3331 Autism	37,086	56,626	19,540
3800 State Revenue in Lieu of Taxes:			
3810 Reimb for Local Residential Property Tax Relief (Tier 1)	232,270	232,270	0
3820 Homestead Exemption (Tier 2)	120,000	122,205	2,205
3825 Reimbursement for Property Tax Relief (Tier 3)	360,777	324,699	(36,078)
3827 \$2.5 Million Tax Bonus	240,000	180,218	(59,782)
3830 Merchant's Inventory Tax	14,000	14,104	104
3840 Manufacturer's Depreciation Reimbursement	60,000	86,675	26,675
3890 Other State Property Tax Revenues (Includes Motor Carrier Vehicle Tax)	24,000	27,017	3,017
Total State Sources	4,151,703	4,207,732	56,029
4000 Revenue from Federal Sources:			
4100 Federally Impacted Areas:			
4110 Maintenance and Operations, P.L. 81-874	25,000	13,528	(11,472)
4900 Other Federal Sources:			
4999 Revenue from Other Federal Sources	563,000	583,280	20,280
Total Federal Sources	588,000	596,808	8,808
TOTAL REVENUE ALL SOURCES	6,590,276	6,841,792	251,516

WILLISTON SCHOOL DISTRICT #29

SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE

GENERAL FUND

Year Ended June 30, 2014

	Final Budget	Actual	Variance Favorable (Unfavorable)
EXPENDITURES			
100 INSTRUCTION:			
110 General Instruction:			
111 Kindergarten Programs:			
100 Salaries	216,695	228,546	(11,851)
140 Terminal Leave	-	9,180	(9,180)
200 Employee Benefits	77,952	77,088	864
400 Supplies and Materials	2,000	2,000	-
112 Primary Programs:			
100 Salaries	362,452	403,265	(40,813)
200 Employee Benefits	139,678	154,634	(14,956)
300 Purchased Services	7,400	7,911	(511)
400 Supplies and Materials	8,600	7,734	866
500 Capital Outlay	4,000	3,680	320
113 Elementary Programs:			
100 Salaries	869,315	878,865	(9,550)
200 Employee Benefits	294,116	293,125	991
300 Purchased Services	14,670	7,905	6,765
400 Supplies and Materials	13,900	12,486	1,414
500 Capital Outlay	2,100	2,100	-
114 High School Programs:			
100 Salaries	768,831	775,662	(6,831)
200 Employee Benefits	266,379	251,314	15,065
300 Purchased Services	15,250	10,263	4,987
400 Supplies and Materials	18,700	18,193	507
500 Capital Outlay	4,450	4,072	378
600 Other objects	3,000	2,144	856
115 Career and Technology Education Programs:			
100 Salaries	124,479	123,854	625
200 Employee Benefits	45,407	51,184	(5,777)
300 Purchased Services (Other Than Tuition)	25,000	25,000	-
370 Tuition (Purchased Services)	51,889	54,516	(2,627)
400 Supplies and Materials	3,000	2,836	164
500 Capital Outlay	-	1,420	(1,420)

WILLISTON SCHOOL DISTRICT #29

SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE

GENERAL FUND

Year Ended June 30, 2014

	Final Budget	Actual	Variance Favorable (Unfavorable)
120 Exceptional Programs:			
125 Hearing Handicapped:			
100 Salaries	63,200	62,235	965
200 Employee Benefits	22,500	24,014	(1,514)
126 Speech Handicapped:			
100 Salaries	51,872	51,566	306
200 Employee Benefits	16,051	17,215	(1,164)
400 Supplies and Materials	800	46	754
127 Learning Disabilities:			
100 Salaries	129,882	128,327	1,555
200 Employee Benefits	46,307	42,806	3,501
400 Supplies and Materials	1,500	470	1,030
129 Coordinated Early Intervening Services (CEIS):			
100 Salaries	3,200	2,825	375
200 Employee Benefits	-	275	(275)
130 Preschool Programs:			
139 Early Childhood Programs:			
100 Salaries	5,160	5,854	(694)
200 Employee Benefits	5,239	6,254	(1,015)
400 Supplies and Materials	100	73	27
140 Special Programs:			
141 Gifted and Talented Academic:			
100 Salaries	27,292	27,292	-
200 Employee Benefits	10,395	11,014	(619)
145 Homebound:			
100 Salaries	2,500	2,160	340
200 Employee Benefits	818	492	326
149 Other Special Programs:			
100 Salaries	25,232	23,552	1,680
200 Employee Benefits	13,196	13,529	(333)
160 Other Exceptional Programs:			
161 Autism:			
100 Salaries	13,785	29,754	(15,969)
200 Employee Benefits	3,212	25,286	(22,074)
400 Supplies and Materials	200	61	139

WILLISTON SCHOOL DISTRICT #29

SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE

GENERAL FUND

Year Ended June 30, 2014

	Final Budget	Actual	Variance Favorable (Unfavorable)
170 Summer School Programs:			
175 Instructional Programs Beyond Regular School Day:			
400 Supplies and Materials	750	749	1
180 Adult/Continuing Education Programs:			
182 Adult Secondary Education Programs:			
300 Purchased Services	5,000	5,000	-
TOTAL INSTRUCTION	3,787,454	3,889,826	(102,372)
200 SUPPORT SERVICES:			
210 Pupil Services:			
211 Attendance and Social Work Services:			
100 Salaries	1,000	-	1,000
200 Employee Benefits	233	-	233
300 Purchased Services	100	25	75
212 Guidance Services:			
100 Salaries	101,766	126,116	(24,350)
200 Employee Benefits	29,260	34,836	(5,576)
400 Supplies and Materials	1,700	1,700	-
213 Health Services:			
100 Salaries	44,999	48,523	(3,524)
200 Employee Benefits	13,554	13,974	(420)
300 Purchased Services	600	596	4
400 Supplies and Materials	1,200	484	716
500 Capital Outlay	-	343	(343)
600 Other Objects	120	111	9
214 Psychological Services:			
200 Employee Benefits	-	2,531	(2,531)
300 Purchased Services	24,510	28,325	(3,815)
220 Instructional Staff Services:			
221 Improvement of Instruction Curriculum Development Development:			
100 Salaries	41,150	52,440	(11,290)
200 Employee Benefits	11,197	12,100	(903)
300 Purchased Services	4,500	3,331	1,169
400 Supplies and Materials	2,000	-	2,000

WILLISTON SCHOOL DISTRICT #29

SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE

GENERAL FUND

Year Ended June 30, 2014

	Final Budget	Actual	Variance Favorable (Unfavorable)
222 Library and Media Services:			
100 Salaries	110,143	110,768	(625)
200 Employee Benefits	39,232	47,310	(8,078)
300 Purchased Services	300	-	300
400 Supplies and Materials	12,475	10,437	2,038
500 Capital Outlay	1,600	1,600	-
223 Supervision of Special Programs:			
100 Salaries	30,160	30,160	-
200 Employee Benefits	11,897	14,010	(2,113)
400 Supplies and Materials	600	34	566
224 Improvement of Instruction Inservice and Staff Training:			
300 Purchased Services	2,500	1,577	923
400 Supplies and Materials	500	115	385
230 General Administration Services:			
231 Board of Education:			
100 Salaries	10,400	5,275	5,125
200 Employee Benefits	84,836	74,572	10,264
300 Purchased Services	28,100	26,163	1,937
318 Audit Services	17,000	17,000	-
600 Other Objects	8,565	13,631	(5,066)
232 Office of Superintendent:			
100 Salaries	160,942	163,342	(2,400)
200 Employee Benefits	49,310	48,860	450
300 Purchased Services	8,500	10,090	(1,590)
400 Supplies and Materials	2,200	2,522	(322)
500 Capital Outlay	1,500	1,500	-
600 Other Objects	9,738	5,888	3,850
233 School Administration:			
100 Salaries	384,067	385,375	(1,308)
200 Employee Benefits	129,790	141,602	(11,812)
300 Purchased Services	12,200	12,501	(301)
400 Supplies and Materials	3,900	3,874	26
500 Capital Outlay	3,000	2,750	250
600 Other Objects	3,300	2,551	749

WILLISTON SCHOOL DISTRICT #29

SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE

GENERAL FUND

Year Ended June 30, 2014

	Final Budget	Actual	Variance Favorable (Unfavorable)
250 Finance and Operations Services:			
252 Fiscal Services:			
100 Salaries	120,418	114,775	5,643
200 Employee Benefits	32,234	30,274	1,960
300 Purchased Services	15,400	15,205	195
400 Supplies and Materials	2,650	3,762	(1,112)
500 Capital Outlay	1,500	1,836	(336)
600 Other Objects	400	475	(75)
254 Operation and Maintenance of Plant:			
100 Salaries	233,636	231,256	2,380
200 Employee Benefits	92,998	95,168	(2,170)
300 Purchased Services	184,821	224,629	(39,808)
321 Public Utility Services (Excludes gas, oil, elec.)	35,000	31,507	3,493
400 Supplies and Materials	66,000	62,519	3,481
470 Energy (Include gas, oil, elec. & other heating fuels)	202,000	221,617	(19,617)
500 Capital Outlay	27,000	10,129	16,871
600 Other Objects	5,607	-	5,607
255 Student Transportation (State Mandated):			
100 Salaries	110,000	125,670	(15,670)
200 Employee Benefits	41,262	53,849	(12,587)
300 Purchased Services	8,220	12,465	(4,245)
400 Supplies and Materials	650	593	57
600 Other Objects	1,500	2,167	(667)
256 Food Services:			
200 Employee Benefits	44,936	7,323	37,613
258 Security:			
100 Salaries	6,434	6,611	(177)
200 Employee Benefits	1,499	1,535	(36)
300 Purchased Services	42,200	43,142	(942)
400 Supplies and Materials	600	865	(265)
260 Central Support Services:			
263 Information Services:			
300 Purchased Services	3,130	3,100	30
400 Supplies and Materials	4,500	2,532	1,968
264 Staff Services:			
400 Supplies and Materials	6,000	1,429	4,571

WILLISTON SCHOOL DISTRICT #29

SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE

GENERAL FUND

Year Ended June 30, 2014

	Final Budget	Actual	Variance Favorable (Unfavorable)
266 Technology and Data Processing Services:			
100 Salaries	72,400	72,400	-
200 Employee Benefits	21,875	22,575	(700)
400 Supplies and Materials	19,587	13,833	5,754
270 Support Services - Pupil Activity:			
271 Pupil Service Activities:			
100 Salaries (optional)	83,900	79,595	4,305
200 Employee Benefits (optional)	19,899	17,712	2,187
300 Purchased Services (optional)	6,000	6,000	-
400 Supplies and Materials (optional)	18,000	18,656	(656)
600 Other Objects (optional)	8,836	8,836	-
660 Pupil Activity	4,500	2,355	2,145
TOTAL SUPPORT SERVICES	2,950,236	3,005,337	(55,101)
300 COMMUNITY SERVICES:			
330 Civic Services:			
400 Supplies and Materials	500	534	(34)
TOTAL COMMUNITY SERVICES	500	534	(34)
400 Other Charges:			
410 Intergovernmental Expenditures:			
412 Payments to Other Governmental Units			
720 Transits	5,000	-	5,000
413 Payments to Nonpublic Schools			
720 Transits	3,000	2,292	708
414 Medicaid Payments to SCDE			
Total Intergovernmental Expenditures	8,000	2,292	5,708
TOTAL EXPENDITURES	6,746,190	6,897,989	(151,799)

WILLISTON SCHOOL DISTRICT #29

SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE

GENERAL FUND

Year Ended June 30, 2014

	Final Budget	Actual	Variance Favorable (Unfavorable)
OTHER FINANCING SOURCES (USES)			
Interfund Transfers, From (To) Other Funds:			
5220 Transfer from Special Revenue Fund (Excludes Indirect Cost)	-	19,821	19,821
5230 Transfer from Special Revenue EIA Fund	155,914	149,072	6,842
5280 Transfer from Other Funds Indirect Cost	-	9,462	9,462
424-710 Transfer to Capital Projects Fund	-	(279,661)	(279,661)
425-710 Transfer to Food Service Fund	-	(46,483)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>155,914</u>	<u>(147,789)</u>	<u>(243,536)</u>
Excess/Deficiency of Revenues over Expenditures	<u>\$ -</u>	(203,986)	<u>\$ (203,986)</u>
FUND BALANCE JULY 1, 2013		<u>2,402,338</u>	
FUND BALANCE JUNE 30, 2014		<u>\$2,198,352</u>	

WILLISTON SCHOOL DISTRICT #29

COMBINING BALANCE SHEET

SPECIAL REVENUE FUNDS

Year Ended June 30, 2014

	Special Revenue <u>Fund</u>	Education Improvement <u>Act</u>	<u>Total</u>
ASSETS			
Cash and equivalents	\$ -	\$ -	\$ -
Due from general fund	-	49,125	49,125
Due from other	17,397	-	17,397
Due from state department of education	350	58,640	58,990
Due from federal government	<u>417,421</u>	<u>-</u>	<u>417,421</u>
TOTAL ASSETS	<u>\$ 435,168</u>	<u>\$ 107,765</u>	<u>\$ 542,933</u>
 LIABILITIES AND FUND EQUITY			
Due to general fund	\$ 292,983	\$ -	\$ 292,983
Accrued expenses	5,000	1,076	6,076
Deferred revenue	<u>118,615</u>	<u>106,689</u>	<u>225,304</u>
Total Liabilities	<u>416,598</u>	<u>107,765</u>	<u>524,363</u>
Total Fund Balance	<u>18,570</u>	<u>-</u>	<u>18,570</u>
TOTAL LIABILITIES AND FUND EQUITY	<u>\$ 435,168</u>	<u>\$ 107,765</u>	<u>\$ 542,933</u>

WILLISTON SCHOOL DISTRICT #29

COMBINING SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE

SPECIAL REVENUE FUNDS

Year Ended June 30, 2014

	Special Revenue Fund	Education Improvement Act	Total
Revenue			
Local sources	\$ 137,462	\$ -	\$ 137,462
Intergovernmental sources	77,987	-	77,987
State sources	229,531	584,548	814,079
Federal sources	<u>711,983</u>	<u>-</u>	<u>711,983</u>
TOTAL REVENUE ALL SOURCES	<u>1,156,963</u>	<u>584,548</u>	<u>1,741,511</u>
Expenditures			
Instructional services	707,571	321,963	1,029,534
Supporting services	386,422	86,192	472,614
Community services	3,558	-	3,558
Intergovernmental expenditures	<u>31,380</u>	<u>7,500</u>	<u>38,880</u>
TOTAL EXPENDITURES	<u>1,128,931</u>	<u>415,655</u>	<u>1,544,586</u>
EXCESS OF REVENUES OVER/(UNDER) EXPENDITURES	28,032	168,893	196,925
Other financing sources (uses)			
Operating transfers-in	-	-	-
Operating transfers-out	<u>(9,462)</u>	<u>(168,893)</u>	<u>(178,355)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(9,462)</u>	<u>(168,893)</u>	<u>(178,355)</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	18,570	-	18,570
Fund balance, July 1, 2013	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30, 2014	<u>\$ 18,570</u>	<u>\$ -</u>	<u>\$ 18,570</u>

WILLISTON SCHOOL DISTRICT #29
WILLISTON, SOUTH CAROLINA

COMBINING SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE

SPECIAL REVENUE FUNDS

Year Ended June 30, 2014

	<u>TITLE I</u> <u>(BA Projects)</u> <u>(201/202)</u>	<u>IDEA</u> <u>(CA Projects)</u> <u>(203/204)</u>
REVENUES		
1000 Revenue from Local Sources:		
1900 Other Revenue From Local Sources:		
1920 Contributions and Donations From Private Sources	\$ -	\$ -
1930 Medicaid	-	-
Total Local Sources	-	-
2000 Inter governmental Revenue:		
2300 Payments from Nonprofit Entities (for First Steps)	-	-
Total Inter governmental Revenue	-	-
3000 Revenue from State Sources:		
3100 Restricted State Funding:		
3110 Occupational Education:		
3118 EEDA Career Specialists	-	-
3120 General Education:		
3127 Student Health and Fitness - PE Teachers	-	-
3130 Special Programs:		
3136 Student Health and Fitness - Nurses	-	-
3190 Miscellaneous Restricted State Grants:		
3199 Other Restricted State Grants	-	-
3600 Education Lottery Act Revenue:		
3607 6-8 Enhancement	-	-
3610 K-5 Enhancement	-	-
3900 Other State Revenue:		
3999 Revenue from Other State Sources	-	-
Total State Sources	-	-

PRESCHOOL HANDICAPPED (CG Projects) (205/206)	CATE (VA Projects) (207/208)	OTHER DESIGNATED RESTRICTED STATE GRANTS* (900s)	OTHER SPECIAL REVENUE PROGRAMS* (200s/800s)	TOTAL
\$ -	\$ -	\$ -	\$ 19,873	\$ 19,873
-	-	-	117,589	117,589
-	-	-	137,462	137,462
-	-	-	85,510	85,510
-	-	-	85,510	85,510
-	-	40,192	-	40,192
-	-	1,000	-	1,000
-	-	30,927	-	30,927
-	-	24,426	-	24,426
-	-	-	-	-
-	-	125,463	-	125,463
-	-	-	-	-
-	-	222,008	-	222,008

WILLISTON SCHOOL DISTRICT #29
WILLISTON, SOUTH CAROLINA

COMBINING SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE

SPECIAL REVENUE FUNDS

Year Ended June 30, 2014

	TITLE I (BA Projects)	IDEA (CA Projects)
4000 Revenue from Federal Sources:		
4200 Occupational Education:		
4210 Perkins Aid, Title I	-	-
4300 Elementary and Secondary Education Act of 1965 (ESEA):		
4310 Title I, Basic State Grant Programs (Carryover Provision)	268,313	-
4312 Rural and Low-Income School Program, Title VI	-	-
4351 Improving Teacher Quality (Carryover Provision)	-	-
4500 Programs for Children with Disabilities:		
4510 Individuals With Disabilities Education Act (IDEA) (Carryover Provision)	-	341,083
4520 Preschool Grants (Carryover Provision)	-	-
4900 Other Federal Sources:		
4990 Other Federal Revenue:		
4999 Revenue from Other Federal Sources	-	-
Total Federal Sources	268,313	341,083
TOTAL REVENUE ALL SOURCES	268,313	341,083
EXPENDITURES		
100 INSTRUCTION:		
110 General Instruction:		
111 Kindergarten Programs:		
100 Salaries	-	-
200 Employee Benefits	-	-
112 Primary Programs:		
100 Salaries	53,155	-
200 Employee Benefits	36,972	-
400 Supplies and Materials	2,303	-
500 Capital Outlay	24,768	-

PRESCHOOL HANDICAPPED (CG Projects)	CATE (VA Projects)	OTHER DESIGNATED RESTRICTED STATE GRANTS*	OTHER SPECIAL REVENUE PROGRAMS*	
-	7,990	-	-	7,990
-	-	-	-	268,313
-	-	-	7,587	7,587
-	-	-	46,864	46,864
-	-	-	6,137	347,220
19,734	-	-	-	19,734
-	-	-	14,275	14,275
19,734	7,990	-	74,863	711,983
19,734	7,990	222,008	297,835	1,156,963
-	-	-	30,401	30,401
-	-	-	11,413	11,413
-	-	46,610	-	99,765
-	-	15,514	-	52,486
-	-	3,214	2,971	8,488
-	-	50,233	-	75,001

WILLISTON SCHOOL DISTRICT #29
WILLISTON, SOUTH CAROLINA

COMBINING SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE

SPECIAL REVENUE FUNDS

Year Ended June 30, 2014

	TITLE I (BA Projects)	IDEA (CA Projects)
113 Elementary Programs:		
100 Salaries	31,420	-
200 Employee Benefits	12,284	-
300 Purchased Services	-	-
114 High School Programs:		
400 Supplies and Materials	-	-
500 Capital Outlay	-	-
115 Career and Technology Education Programs:		
100 Salaries	-	-
200 Employee Benefits	-	-
370 Tuition (Purchased Services)	-	-
120 Exceptional Programs:		
121 Educable Mentally Handicapped:		
100 Salaries	-	20,678
200 Employee Benefits	-	12,837
123 Orthopedically Handicapped:		
300 Purchased Services	-	60,302
125 Hearing Handicapped:		
100 Salaries	-	1,500
200 Employee Benefits	-	350
127 Learning Disabilities:		
100 Salaries	-	97,478
200 Employee Benefits	-	32,425
400 Supplies and Materials	-	11,289
130 Preschool Programs:		
135 Preschool Handicapped Speech (3 & 4 -Yr. Olds):		
100 Salaries	-	1,800
200 Employee Benefits	-	417
400 Supplies and Materials	-	61
139 Early Childhood Programs:		
100 Salaries	-	-
200 Employee Benefits	-	-
300 Purchased Services	-	-
400 Supplies and Materials	-	-

PRESCHOOL HANDICAPPED (CG Projects)	CATE (VA Projects)	OTHER DESIGNATED RESTRICTED STATE GRANTS*	OTHER SPECIAL REVENUE PROGRAMS*	
-	-	6,020	-	37,440
-	-	1,391	-	13,675
-	-	233	-	233
-	-	-	571	571
-	-	16,782	-	16,782
-	6,277	-	-	6,277
-	1,475	-	-	1,475
-	238	-	-	238
-	-	-	-	20,678
-	-	-	-	12,837
-	-	-	-	60,302
-	-	-	158	1,658
-	-	-	36	386
-	-	-	-	97,478
-	-	-	-	32,425
-	-	-	-	11,289
15,002	-	-	-	16,802
3,714	-	-	-	4,131
-	-	-	-	61
-	-	-	12,461	12,461
-	-	-	2,999	2,999
-	-	-	1,541	1,541
-	-	-	209	209

WILLISTON SCHOOL DISTRICT #29
WILLISTON, SOUTH CAROLINA

COMBINING SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE

SPECIAL REVENUE FUNDS

Year Ended June 30, 2014

	TITLE I (BA Projects)	IDEA (CA Projects)
140 Special Programs		
149 Other Special Programs:		
100 Salaries	-	-
200 Employee Benefits	-	-
160 Other Exceptional Programs:		
161 Autism:		
100 Salaries	-	-
200 Employee Benefits	-	-
170 Summer School Programs:		
175 Instructional Programs Beyond Regular School Day:		
100 Salaries	-	-
200 Employee Benefits	-	-
300 Purchased Services	-	-
400 Supplies and Materials	-	-
TOTAL INSTRUCTION	160,902	239,137
200 SUPPORT SERVICES:		
210 Pupil Services:		
212 Guidance Services:		
200 Employee Benefits	-	-
400 Supplies and Materials	-	-
213 Health Services:		
100 Salaries	-	-
200 Employee Benefits	-	-
214 Psychological Services:		
100 Salaries	-	19,811
200 Employee Benefits	-	8,634
300 Purchased Services	-	7,851
400 Supplies and Materials	-	1,052
217 Career Specialist Services:		
100 Salaries	-	-
200 Employee Benefits	-	-
300 Purchased Services	-	-

PRESCHOOL HANDICAPPED (CG Projects)	CATE (VA Projects)	OTHER DESIGNATED RESTRICTED STATE GRANTS*	OTHER SPECIAL REVENUE PROGRAMS*		
1,018	-	-	7,500		8,518
-	-	-	23		23
-	-	-	19,873		19,873
-	-	-	14,854		14,854
-	-	-	25,599		25,599
-	-	-	8,364		8,364
-	-	-	123		123
-	-	-	715		715
19,734	7,990	139,997	139,811		707,571
-	-	23	-		23
-	-	-	188		188
-	-	21,496	-		21,496
-	-	9,431	-		9,431
-	-	-	-		19,811
-	-	-	-		8,634
-	-	-	-		7,851
-	-	-	-		1,052
-	-	32,477	-		32,477
-	-	7,691	-		7,691
-	-	-	718		718

WILLISTON SCHOOL DISTRICT #29
WILLISTON, SOUTH CAROLINA

COMBINING SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE

SPECIAL REVENUE FUNDS

Year Ended June 30, 2014

	TITLE I (BA Projects)	IDEA (CA Projects)
220 Instructional Staff Services:		
221 Improvement of Instruction Curriculum Development		
Development:		
100 Salaries	21,935	-
200 Employee Benefits	6,298	-
300 Purchased Services	3,685	-
400 Supplies and Materials	3,456	-
500 Capital Outlay	2,500	-
223 Supervision of Special Programs:		
100 Salaries	34,960	30,160
200 Employee Benefits	9,710	11,669
300 Purchased Services	1,358	2,416
400 Supplies and Materials	2,241	16,594
500 Capital Outlay	2,500	-
600 Other Objects	-	468
224 Improvement of Instruction Inservice and Staff Training:		
100 Salaries	900	-
200 Employee Benefits	211	-
300 Purchased Services	5,388	2,424
400 Supplies and Materials	-	-
230 General Administration Services:		
233 School Administration:		
100 Salaries	-	-
200 Employee Benefits	-	-
400 Supplies and Materials	-	-
500 Capital Outlay	-	-
250 Finance and Operations Services:		
251 Student Transportation (Federal/District Mandated):		
100 Salaries	-	-
140 Terminal Leave	-	-
200 Employee Benefits	-	-
300 Purchased Services	-	-
400 Supplies and Materials	-	867

PRESCHOOL HANDICAPPED (CG Projects)	CATE (VA Projects)	OTHER DESIGNATED RESTRICTED STATE GRANTS*	OTHER SPECIAL REVENUE PROGRAMS*	
-	-	1,300	7,900	31,135
-	-	301	1,716	8,315
-	-	-	-	3,685
-	-	5,887	-	9,343
-	-	-	-	2,500
-	-	-	10,195	75,315
-	-	-	4,877	26,256
-	-	-	62	3,836
-	-	-	-	18,835
-	-	-	-	2,500
-	-	-	-	468
-	-	-	-	900
-	-	-	-	211
-	-	3,405	2,059	13,276
-	-	-	2	2
-	-	-	39,265	39,265
-	-	-	13,917	13,917
-	-	-	1,075	1,075
-	-	-	9,212	9,212
-	-	-	5,510	5,510
-	-	-	-	-
-	-	-	1,265	1,265
-	-	-	4,497	4,497
-	-	-	-	867

WILLISTON SCHOOL DISTRICT #29
WILLISTON, SOUTH CAROLINA

COMBINING SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE

SPECIAL REVENUE FUNDS

Year Ended June 30, 2014

	TITLE I (BA Projects)	IDEA (CA Projects)
255 Student Transportation (State Mandated):		
100 Salaries	-	-
260 Central Support Services		
264 Staff Services:		
300 Purchased Services	-	-
266 Technology and Data Processing Services:		
300 Purchased Services	-	-
TOTAL SUPPORT SERVICES	95,142	101,946
300 COMMUNITY SERVICES		
360 Welfare Services:		
400 Supplies and Materials	-	-
390 Other Community Services:		
400 Supplies and Materials	3,157	-
TOTAL COMMUNITY SERVICES	3,157	-
410 INTERGOVERNMENTAL EXPENDITURES		
411 Payments to State Department of Education		
720 Transits	-	-
TOTAL INTERGOVERNMENTAL EXPENDITURES	-	-
TOTAL EXPENDITURES	259,201	341,083
OTHER FINANCING SOURCES (USES)		
Interfund Transfers From (To) Other Funds:		
431-791 Special Revenue Fund Indirect Costs	(9,112)	-
TOTAL OTHER FINANCING SOURCES (USES)	(9,112)	-
Excess/Deficiency of Revenues over Expenditures	-	-
Fund Balance July 1, 2013		
Fund Balance June 30, 2014		

PRESCHOOL HANDICAPPED (CG Projects)	CATE (VA Projects)	OTHER DESIGNATED RESTRICTED STATE GRANTS*	OTHER SPECIAL REVENUE PROGRAMS*	
-	-	-	3,485	3,485
-	-	-	40	40
-	-	-	1,340	1,340
-	-	82,011	107,323	386,422
-	-	-	550	550
-	-	-	(149)	3,008
-	-	-	401	3,558
-	-	-	31,380	31,380
-	-	-	31,380	31,380
19,734	7,990	222,008	278,915	1,128,931
-	-	-	(350)	(9,462)
-	-	-	(350)	(9,462)
-	-	-	18,570	18,570
				-
				\$ 18,570

WILLISTON SCHOOL DISTRICT #29

SUMMARY SCHEDULE FOR ADULT EDUCATION, OTHER RESTRICTED
STATE GRANTS AND OTHER SPECIAL REVENUE PROGRAMS

SPECIAL REVENUE FUNDS

For the Year Ended June 30, 2014

SUBFUND	REVENUE CODE	PROGRAM	REVENUE	EXPENDITURES	TRANSERS IN/(OUT)	DEFERRED REVENUE
Other Restricted						
State Grants						
928	3118	EEDA Career Specialist	\$ 40,192	\$ 40,192	\$ -	\$ 25,642
937	3127	Student Health and Fitness - PE Teachers	1,000	1,000	-	8,393
936	3136	Student Health and Fitness - Nurses	30,927	30,927	-	-
926	3177	Summer Reading Camp	-	-	-	1,815
919	3193	Education License Plates	-	-	-	480
820	3199	SC Campaign	24,426	24,426	-	-
967	3607	6-8 Enhancement	-	-	-	2,247
960	3610	K-5 Enhancement	125,463	125,463	-	30,919
965	3620	Digital Instructional Materials	-	-	-	5,141
939	3999	Other State Grants	-	-	-	75
		Total	\$ 222,008	\$ 222,008	\$ -	\$ 74,712
			-	-	-	-
Other Special						
Revenue Programs						
800's	1999	Other Fund Sources	\$ 19,873	\$ 1,303	\$ -	\$ -
802	2300	Save the Children	77,987	77,987	-	-
270	2300	First Steps	7,523	7,523	-	-
251	4312	Rural and Low-Income School Program, Title VI	7,587	7,237	(350)	-
267	4351	Improving Teacher Quality	46,864	46,864	-	-
212	4510	IDEA	6,137	6,137	-	14,539
265	4999	Erate	14,275	14,275	-	2,996
260	1930	Medicaid Reimbursements	117,589	117,589	-	26,368
		Total	\$ 297,835	\$ 278,915	\$ (350)	\$ 43,903

WILLISTON SCHOOL DISTRICT #29
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGE IN FUND BALANCE
EDUCATION IMPROVEMENT ACT
Year Ended June 30, 2014

	TOTAL
REVENUE	
3000 Revenue from State Sources	
3500 Education Improvement Act:	
3502 ADEPT	\$ 458
3505 Technology Support	1,999
3511 Professional Development	8,141
3518 Formative Assessment	6,890
3525 Career and Technology Education Equipment	27,302
3526 Science Kits	2,898
3532 National Board Certification Salary Supplement	18,476
3533 Teacher of the Year Award	1,077
3538 Students At Risk of School Failure	201,650
3541 Child Development Education Pilot Program (CDEPP)	88,916
3544 High Achieving Students	8,685
3550 Teacher Salary Increase	149,072
3555 School Employer Contributions	19,821
3558 Reading	3,747
3577 Teacher Supplies	18,425
3578 High Schools That Work/Making Middle Grades Work	7,105
3585 Aid to Districts - Special Education	4,504
3592 School-To-Work	1,907
3597 Aid to Districts	12,998
3599 Other EIA	477
Total State Sources	584,548
TOTAL REVENUE ALL SOURCES	584,548
EXPENDITURES	
100 INSTRUCTION	
110 General Instruction	
112 Primary Programs:	
100 Salaries	8,746
200 Employee Benefits	1,810
400 Supplies and Materials	22,320
113 Elementary Programs:	
400 Supplies and Materials	2,506
114 High School Programs:	
100 Salaries	7,500
200 Employee Benefits	1,741
400 Supplies and Materials	6,136

WILLISTON SCHOOL DISTRICT #29
 SCHEDULE OF REVENUE, EXPENDITURES AND CHANGE IN FUND BALANCE
 EDUCATION IMPROVEMENT ACT
 Year Ended June 30, 2014

	TOTAL
115 Career and Technology Education Programs:	
200 Employee Benefits	636
300 Purchased Services	1,067
400 Supplies and Materials	5
500 Capital Outlay	25,594
120 Exceptional Programs	
127 Learning Disabilities:	
100 Salaries	81,048
200 Employee Benefits	33,959
129 Coordinated Early Intervening Services (CEIS):	
400 Supplies and Materials	4,809
140 Special Programs	
141 Gifted and Talented - Academic:	
100 Salaries	9,097
200 Employee Benefits	2,088
400 Supplies and Materials	549
147 CDEPP:	
100 Salaries	66,098
200 Employee Benefits	21,005
400 Supplies and Materials	808
148 Gifted and Talented Artistic:	
400 Supplies and Materials	1,000
149 Other Special Programs:	
100 Salaries	14,165
200 Employee Benefits	4,272
160 Other Exceptional Programs	
161 Autism:	
100 Salaries	4,504
180 Adult/Continuing Education Programs:	
189 Early Childhood Parenting Program:	
400 Supplies and Materials	500
TOTAL INSTRUCTION	321,963
 200 SUPPORTING SERVICES	
210 Pupil Services:	
212 Guidance Services:	
300 Purchased Services	1,320
400 Supplies and Materials	1,907
213 Health Services:	
200 Employee Benefits	785

WILLISTON SCHOOL DISTRICT #29
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGE IN FUND BALANCE
EDUCATION IMPROVEMENT ACT
Year Ended June 30, 2014

	<u>TOTAL</u>
220 Instructional Staff Services	
221 Improvement of Instruction Curriculum Development:	
400 Supplies and Materials	86
224 Improvement of Instruction-Inservice Training:	
100 Salaries	43,272
200 Employee Benefits	19,421
300 Purchased Services	13,894
400 Supplies and Materials	3,332
230 General Administration Services	
233 School Administration:	
600 Other Objects	176
260 Central Support Services:	
263 Information Services:	
400 Supplies and Materials	1,999
TOTAL SUPPORTING SERVICES	86,192
390 Other Community Services	
300 Purchased Services	7,500
TOTAL EXPENDITURES	415,655
OTHER FINANCING SOURCES (USES)	
Interfund Transfers, From (To) Other Funds:	
420-710 Transfer to General Fund	(168,893)
TOTAL OTHER FINANCING SOURCES (USES)	(168,893)
Excess/Deficiency of Revenue over Expenditures	-
Fund Balance July 1, 2013	-
Fund Balance June 30, 2014	\$ -

WILLISTON SCHOOL DISTRICT #29

SUMMARY SCHEDULE BY PROGRAM

EDUCATION IMPROVEMENT ACT

Year Ended June 30, 2014

	Revenue	Expenditures	EIA Interfund Transfers In/(Out)	Other Fund Transfers In/(Out)	Deferred Revenue
3500 Education Improvement Act:					
3502 ADEPT	\$ 458	\$ 458	\$ -	\$ -	\$ 267
3505 Technology Support	1,999	1,999	-	-	-
3511 Professional Development	8,141	8,141	-	-	404
3518 Formative Assessment	6,890	6,890	-	-	541
3525 Career and Technology Education Equipment	27,302	27,302	-	-	3,357
3526 Science Kits	2,898	2,898	-	-	3,714
3532 National Board Certification Salary Supplement	18,476	18,476	-	-	-
3533 Teacher of the Year Award	1,077	1,077	-	-	-
3538 Students At Risk of School Failure	201,650	201,650	-	-	27,996
3541 Child Development Education Pilot Program (CDEPP)	88,916	88,916	-	-	6,456
3544 High Achieving Students	8,685	8,685	-	-	4,072
3550 Teacher Salary Increase	149,072	-	-	(149,072)	-
3551 Teacher Salary Supplement State Share	-	-	-	-	-
3555 School Employer Contributions	19,821	-	-	(19,821)	-
3558 Reading	3,747	3,747	-	-	3,979
3577 Teacher Supplies	18,425	18,425	-	-	-
3578 High Schools That Work/Making Middle Grades Work	7,105	7,105	-	-	5,732
3585 Aid to Districts - Special Education	4,504	4,504	-	-	-
3592 School-To-Work	1,907	1,907	-	-	3,170
3594 EEDA Supplemental Programs	-	-	-	-	1,326
3597 Aid to Districts	12,998	12,998	-	-	45,675
3599 Other EIA	477	477	-	-	-
	<u>\$ 584,548</u>	<u>\$ 415,655</u>	<u>\$ -</u>	<u>\$ (168,893)</u>	<u>\$ 106,689</u>

WILLISTON SCHOOL DISTRICT #29

SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE

DEBT SERVICE FUND

Year Ended June 30, 2014

	<u>Actual</u>
REVENUE	
1000 Revenue from Local Sources	
1100 Taxes:	
1110 Ad Valorem Taxes	\$ 205,332
1140 Penalties & Interest on Taxes	8,983
1500 Earnings on Investments:	
1510 Interest on Investments	<u>64</u>
Total Local Sources	<u>214,379</u>
3000 Revenue from State Sources	
3800 State Revenue in Lieu of Taxes	
3820 Homestead Exemption	19,828
3840 Manufacturers Depreciation Reimbursement	<u>-</u>
Total State Sources	<u>19,828</u>
TOTAL REVENUE ALL SOURCES	<u>234,207</u>
EXPENDITURES	
500 DEBT SERVICE	
610 Redemption of Principal	335,000
620 Interest	<u>6,176</u>
TOTAL EXPENDITURES	<u>341,176</u>
Excess/Deficiency of Revenues over Expenditures	(106,969)
FUND BALANCE JULY 1, 2013	<u>178,863</u>
FUND BALANCE JUNE 30, 2014	<u>\$ 71,894</u>

WILLISTON SCHOOL DISTRICT #29

SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE

SCHOOL BUILDING FUND

Year Ended June 30, 2014

	<u>Actual</u>
REVENUE	
1000 Revenue from Local Sources	
1500 Earnings on Investments:	
1510 Interest on Investments	\$ -
Total Local Sources	-
TOTAL REVENUE ALL SOURCES	-
 EXPENDITURES	
200 SUPPORTING SERVICES	
250 Finance and Operations	
253 Facilities Acquisition & Construction	
100 Salaries	3,567
200 Employee Benefits	273
300 Purchased Services	153,323
520 Construction Services	3,999
540 Equipment	2,013
254 Operation and Maintenance of Plant:	
300 Purchased Services	15,698
TOTAL EXPENDITURES	<u>178,873</u>
 OTHER FINANCING SOURCES	
5110 Premium on Bonds Sold	573
5120 Proceeds of GO Bonds	150,000
5210 Transfer from General Fund	279,661
TOTAL OTHER FINANCING SOURCES	<u>430,234</u>
Excess/Deficiency of Revenues over Expenditures	
After Other Financing Sources	<u>251,361</u>
Excess/Deficiency of Revenues over Expenditures	251,361
 FUND BALANCE JULY 1, 2013	<u>1,869</u>
FUND BALANCE JUNE 30, 2014	<u>\$ 253,230</u>

WILLISTON SCHOOL DISTRICT #29

SCHEDULE OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION

PROPRIETARY FUND TYPE - FOOD SERVICE FUND

Year Ended June 30, 2014

	Actual
REVENUE	
1000 Revenue from Local Sources	
1600 Food Service:	
1610 Lunch Sales to Pupils	\$ 40,785
1630 Special Sales to Pupils	19,433
1640 Lunch Sales to Adults	7,998
1660 Special Sales to Adults	<u>5,084</u>
Total Local Sources	<u>73,300</u>
4000 Revenue From Federal Sources	
4800 USDA Reimbursement:	
4810 School Lunch Program	317,055
4830 School Breakfast Program	224,970
4900 Other Federal Sources:	
4991 USDA Commodities	26,771
4999 Other Federal	<u>-</u>
Total Federal Sources	<u>568,796</u>
TOTAL REVENUE ALL SOURCES	<u>642,096</u>

WILLISTON SCHOOL DISTRICT #29

SCHEDULE OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION

PROPRIETARY FUND TYPE - FOOD SERVICE FUND

Year Ended June 30, 2014

EXPENDITURES

256 Food Service:	
100 Salaries	207,569
200 Employee Benefits	78,167
300 Purchased Services	4,939
400 Supplies and Materials	340,583
500 Capital Outlay	27,051
600 Other Objects	<u>1,162</u>

TOTAL EXPENDITURES 659,471

OTHER FINANCING SOURCES (USES)

Interfund Transfers, From (To) Other Funds:

5210 Transfer from General Fund	<u>46,483</u>
---------------------------------	---------------

TOTAL OTHER FINANCING SOURCES (USES) 46,483

Excess/Deficiency of Revenues over Expenditures 29,108

NET POSITION, JULY 1, 2013 189,227

NET POSITION, JUNE 30, 2014 \$ 218,335

WILLISTON SCHOOL DISTRICT #29

COMBINING SCHEDULE OF ASSETS AND LIABILITIES

PUPIL ACTIVITY FUNDS

June 30, 2014

	<u>High School</u>	<u>Middle School</u>	<u>Elementary School</u>	<u>Total Schools</u>	<u>Scholarship Funds</u>	<u>Totals</u>
ASSETS						
Cash and equivalents	\$ <u>59,787</u>	\$ <u>21,150</u>	\$ <u>16,782</u>	\$ <u>97,719</u>	\$ <u>8,615</u>	\$ <u>106,334</u>
TOTAL ASSETS	\$ <u>59,787</u>	\$ <u>21,150</u>	\$ <u>16,782</u>	\$ <u>97,719</u>	\$ <u>8,615</u>	\$ <u>106,334</u>
LIABILITIES						
Due to pupil activities	\$ <u>59,787</u>	\$ <u>21,150</u>	\$ <u>16,782</u>	\$ <u>97,719</u>	\$ <u>8,615</u>	\$ <u>106,334</u>
TOTAL LIABILITIES	\$ <u>59,787</u>	\$ <u>21,150</u>	\$ <u>16,782</u>	\$ <u>97,719</u>	\$ <u>8,615</u>	\$ <u>106,334</u>

WILLISTON SCHOOL DISTRICT #29

COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
CHANGES IN DUE TO PUPIL ACTIVITIES - BY SCHOOL

Year Ended June 30, 2014

	<u>High School</u>	<u>Middle School</u>	<u>Elementary School</u>	<u>Total</u>
RECEIPTS				
1000 Revenue from Local Sources				
1500 Earnings on Investments:				
1510 Interest on Investments	\$ -	\$ -	\$ -	\$ -
1700 Pupil Activities:				
1710 Admissions	66,221	-	-	66,221
1730 Pupil Organization Membership	46,518	-	-	46,518
1790 Other	78,932	23,053	55,847	157,832
1900 Other Revenue From Local Sources:				
1999 Miscellaneous Local Revenue	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total Receipts From Local Sources	<u>191,671</u>	<u>23,053</u>	<u>55,847</u>	<u>270,571</u>
TOTAL RECEIPTS ALL SOURCES	191,671	23,053	55,847	270,571
DISBURSEMENTS				
270 Supporting Services Pupil Activity				
271 Pupil Service Activities				
660 Pupil Activity	149,542	23,123	52,450	225,115
272 Enterprise Activity				
660 Pupil Activity	28,793	-	-	28,793
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL DISBURSEMENTS	<u>178,335</u>	<u>23,123</u>	<u>52,450</u>	<u>253,908</u>
Excess/Deficiency of Revenues over Expenditures	13,336	(70)	3,397	16,663
DUE TO PUPIL ACTIVITIES, JULY 1, 2013	<u>46,451</u>	<u>21,220</u>	<u>13,385</u>	<u>81,056</u>
DUE TO PUPIL ACTIVITIES, JUNE 30, 2014	<u>\$ 59,787</u>	<u>\$ 21,150</u>	<u>\$ 16,782</u>	<u>\$ 97,719</u>

FEDERAL REPORTING AND SINGLE AUDIT SECTION



RISH&ENZASTIGA

Certified Public Accountants

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

To the Board of Trustees
Williston School District #29
Williston, South Carolina

Report on Compliance for Each Major Federal Program

We have audited Williston School District's 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, 2014. 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, Williston School 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, 2014.

Report on Internal Control Over Compliance

Management 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. 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 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.



Lexington, South Carolina
September 30, 2014

WILLISTON SCHOOL DISTRICT #29

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ended June 30, 2014

LEA Subfund Code	<u>Federal Grantor/Pass-Through Grantor/Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Entity Identifying Number</u>	<u>Federal Expenditures</u>
<u>U. S. Department of Education</u>				
Passed-through South Carolina Dept of Education				
202	Title I Grants to LEA	84.010	H63010100112	\$ 268,313
203/212	IDEA	84.027	H63010100912	347,220
205	Handicapped Pre-School Grant	84.173	H63010100812	19,734
207	Vocational Education, Title II	84.048	H63010100112	7,990
251	Title VI	84.298	H63010007011	7,587
267	Improving Teacher Quality	84.367	H63010006811	46,864
265	E-Rate	84.302A		<u>14,275</u>
				<u>711,983</u>
 <u>Direct Program</u>				
100	Impact Aid	84.041	14BK013	<u>13,528</u>
	<i>Total U. S. Department of Education</i>			<u>725,511</u>
 <u>U. S. Department of Agriculture</u>				
Passed through South Carolina Department of Education				
600	USDA Commodities	10.553/10.555		26,771
600	School Breakfast Program	10.553	H63010103212	224,970
600	School Lunch Program	10.555	H63010103212	<u>317,055</u>
	<i>Total U. S. Department of Agriculture</i>			<u>568,796</u>
 TOTAL EXPENDITURES OF FEDERAL AWARDS				 <u>\$ 1,294,307</u>

WILLISTON SCHOOL DISTRICT #29

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended June 30, 2014

NOTE 1 – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the Williston #29 School District Williston, South Carolina and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

NOTE 2 – MAJOR PROGRAMS

The following programs meet the criteria for major programs under Circular A-133:

<u>Name</u>	<u>CFDA No.</u>	<u>Amount</u>
USDA commodities	10.553/10.555	\$ 26,011
School Breakfast Program	10.553	224,970
School Lunch Program	10.555	<u>317,055</u>
	Total Program	<u>\$ 568,796</u>
IDEA	84.027	<u>\$ 347,220</u>

NOTE 3 – NON-CASH ASSISTANCE

The value of U.S. Department of Agriculture commodities (CFDA # 10.553/10.555) expended during the year was \$26,771.

WILLISTON SCHOOL DISTRICT #29

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year Ended June 30, 2014

Section II – Financial Statement Findings

No items noted.

Section III – Federal Award Findings and Questioned Costs

No items noted.

Section IV – Schedule of Corrective Action

Not needed.

Section V – Prior Audit Findings

Not needed.



RISH&ENZASTIGA

Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Board of Trustees
Williston School District #29
Williston, South Carolina

We have audited, in accordance with the 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 Williston School District, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise District's basic financial statements, and have issued our report thereon dated September 30, 2014.

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 District's internal control. Accordingly, we do not express an opinion on the effectiveness of District's internal control.

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. 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.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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*.

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.

A handwritten signature in blue ink, appearing to read "Rish on Engelage".

Lexington, South Carolina
September 30, 2014

WILLISTON SCHOOL DISTRICT #29

FAM LOCATION RECONCILIATION SCHEDULE

Year Ended June 30, 2014

<u>Location</u>	<u>Description</u>	<u>Education Level</u>	<u>Cost Type</u>	<u>General Fund</u>	<u>EIA</u>	<u>Spcl Rev</u>	<u>Debt Svc</u>	<u>Cap Projects</u>	<u>Food Svc</u>	<u>Activity Fund</u>	<u>Total</u>
				Expenditure Amount	Expenditure Amount	Expenditure Amount	Expenditure Amount	Expenditure Amount	Expenditure Amount	Expenditure Amount	Expenditure Amount
01	Districtwide	Non-schools	Central	\$ 1,571,975	\$ 106,501	\$ 356,558	\$ 341,176	\$ 26,031	\$ 2,502	\$ -	\$ 2,404,743
02	Kelly Edwards Elementary	Elementary school	School	2,022,689	134,299	630,267	-	90,247	322,508	52,450	3,252,460
03	Williston-Elko Middle School	Middle school	School	1,341,358	3,930	132,605	-	62,595	-	23,123	1,563,611
04	Williston-Elko High School	Other schools	School	<u>1,961,967</u>	<u>170,925</u>	<u>9,501</u>	<u>-</u>	<u>-</u>	<u>334,461</u>	<u>178,335</u>	<u>2,655,189</u>
				<u>\$ 6,897,989</u>	<u>\$ 415,655</u>	<u>\$ 1,128,931</u>	<u>\$ 341,176</u>	<u>\$ 178,873</u>	<u>\$ 659,471</u>	<u>\$ 253,908</u>	<u>\$ 9,876,003</u>

WILLISTON SCHOOL DISTRICT #29

DETAILED SCHEDULE OF DUE TO STATE DEPARTMENT OF
EDUCATION/FEDERAL GOVERNMENT

June 30, 2014

<u>Program</u>	<u>Project/Grant Number</u>	<u>Revenue Code</u>	<u>Description</u>	<u>Amount</u>
- None -				\$ <u> </u> -
			Total	\$ <u> </u> -

WILLISTON SCHOOL DISTRICT #29

DETAILED SCHEDULE OF DEFERRED REVENUE

EDUCATION IMPROVEMENT ACT FUND

June 30, 2014

<u>Program</u>	<u>Fund Number</u>	<u>Revenue Code</u>	<u>Amount</u>
ADEPT	302	3502	\$ 267
Professional Development	311	3511	404
Formative Assessment	318	3518	541
Career and Technology Education Equipment	325	3525	3,357
Science Kits	326	3526	3,714
Students At Risk of School Failure	338	3538	27,996
Child Development Education Pilot Program (CDEPP)	341	3541	6,456
EEDA Supplemental Programs	344	3544	4,072
Reading	358	3558	3,979
High Schools that Work	378	3578	5,732
School-to-Work	392	3592	3,170
Aid to Districts	394	3594	1,326
Aid to Districts	397	3597	<u>45,675</u>
		Total	<u>\$ 106,689</u>