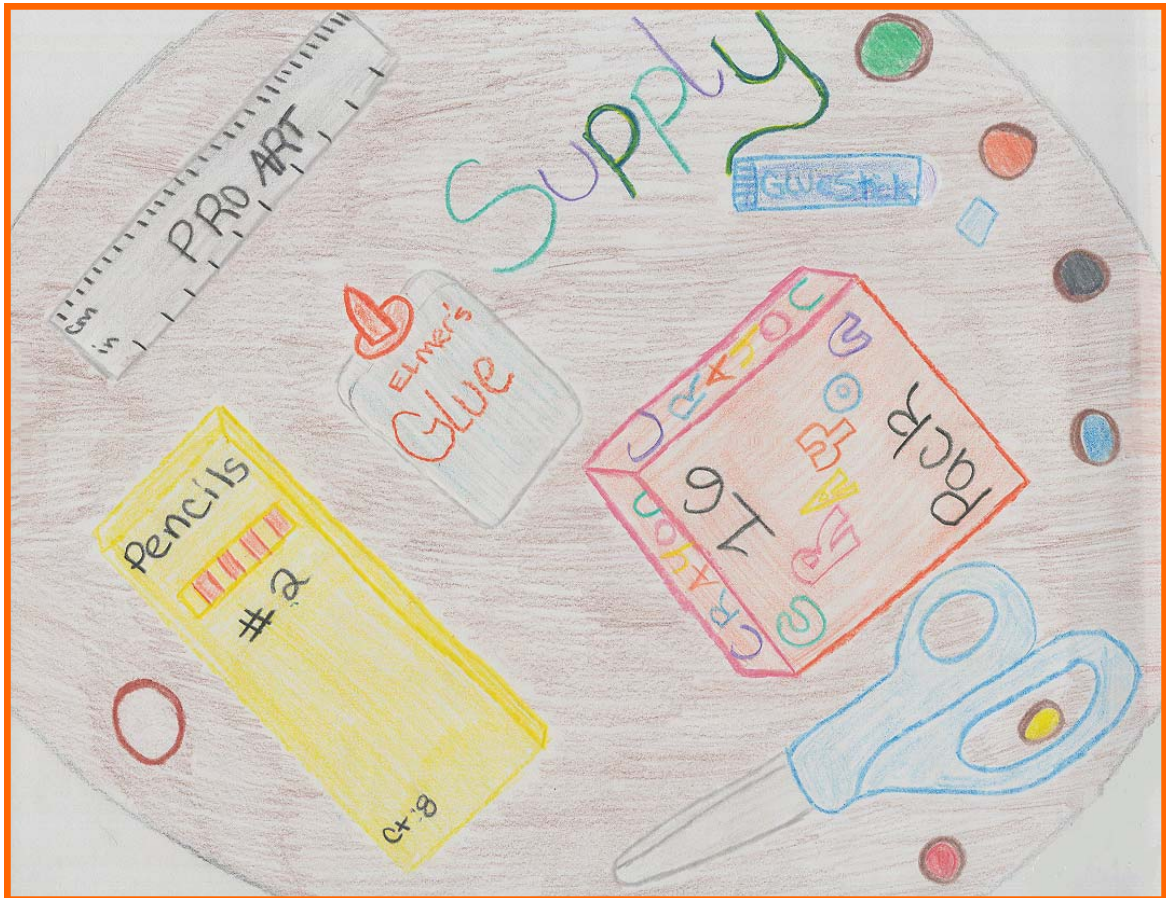


KENAI PENINSULA BOROUGH SCHOOL DISTRICT

Comprehensive Annual Financial Report For the Fiscal Year Ended

June 30, 2009



**A Component Unit of the
Kenai Peninsula Borough
Soldotna, Alaska**

COMPREHENSIVE ANNUAL FINANCIAL REPORT

KENAI PENINSULA BOROUGH SCHOOL DISTRICT

**A Component Unit of the Kenai Peninsula Borough
Soldotna, Alaska**

**For the Fiscal Year Ended
June 30, 2009**

Dr. Donna Peterson, Superintendent of Schools

Prepared by Finance Department

**Melody Douglas, RSBO
Chief Financial Officer**

**Laurie Olson
Chief Accountant**

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Kenai Peninsula Borough School District

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INTRODUCTORY SECTION

School District Map

Letter of Transmittal

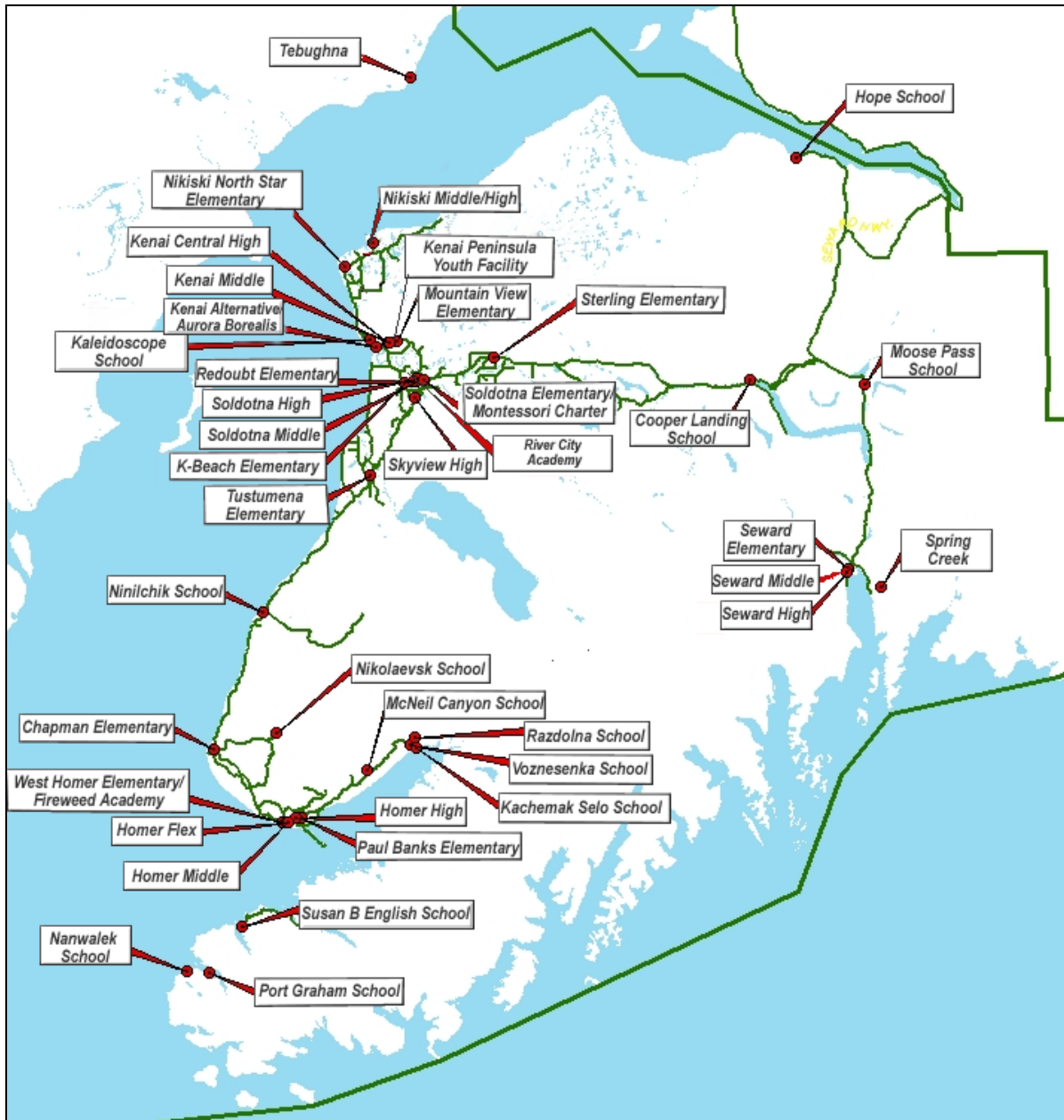
Certificate of Excellence, ASBO

Organizational Chart

Kenai Peninsula Borough School Board and Administration

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The Kenai Peninsula Borough School District Map



The Kenai Peninsula Borough School Board governs the Kenai Peninsula Borough School District and is comprised of nine members. The School Board generally meets on the first and third Monday of each month. The meetings are held in the Assembly Chambers of the Borough Building located on Binkley Street in Soldotna, Alaska. In addition, special meetings and work sessions are scheduled throughout the year.

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KENAI PENINSULA BOROUGH SCHOOL DISTRICT

Melody Douglas, Chief Financial Officer
148 North Binkley Street Soldotna, Alaska 99669-7553
Phone (907) 262-5846 Fax (907) 262-9645

October 14, 2009

Members of the Board of Education and Residents of the School District
Kenai Peninsula Borough School District
Soldotna, Alaska

The Comprehensive Annual Financial Report (CAFR) of the Kenai Peninsula Borough School District (District), for the fiscal year ended June 30, 2009 is submitted herewith. This report was prepared by the School District's finance department following the guidelines recommended by the Association of School Business Officials International and generally accepted accounting principles (GAAP). The statutes of the State of Alaska require that the Board of Education provide for an audit of all school accounts within ninety days following the close of the fiscal year, by an independent certified public accountant.

Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the School District. We believe the data, as presented, is accurate in all material aspects and is presented in a manner designed to fairly set forth the financial position and results of operations of the School District as measured by the financial activity of its various funds. All disclosures necessary to enable the reader to gain the maximum understanding of the School District's financial affairs have been included.

The District's financial statements have been audited by Mikunda, Cottrell & Co., a firm of licensed certified public accountants; field work was completed September 10, 2009. The goal of the independent audit was to provide reasonable assurance that the financial statements of the District for the fiscal year ended June 30, 2009 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the District's financial statements for the fiscal year ended June 30, 2009 are fairly presented in conformity with GAAP. The auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the District was part of a broader, state and federally mandated "Single Audit" designed to meet the special needs of state and federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited school district's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of state and federal awards. These reports are available in the District's separately issued single-audit report.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The District's MD&A can be found immediately following the report of the independent auditors.

Comprehensive Annual Financial Report (CAFR)

The District's CAFR consists of four parts:

1. The introductory section includes this transmittal letter, a list of the elected officials of the Board of Education and their offices held, a list of selected administration officials, the District's administrative organizational chart, and information on financial reporting achievements.
2. The financial section consists of the MD&A, the basic financial statements, required supplementary information, and combining and individual fund statements and schedules. Combining statements are presented when the District has at least one non-major fund of a given fund category. Various combining statements are also presented to demonstrate compliance with the Alaska Department of Education and Early Development's *Uniform Chart of Accounts and Account Code Descriptions for Public School Districts*.
3. The schedules section includes the schedules of state and federal financial assistance.
4. The statistical section provides mostly trend data and non-financial information useful in assessing a government's financial condition. It also includes demographic and other miscellaneous information of the District. Some tables present District data which has been combined with data provided by the Kenai Peninsula Borough (primary government) to give a consolidated overview of the District's financial status.

The Reporting Entity

This report includes all funds and account groups of the District. The Kenai Peninsula Borough School District is a dependent unit; therefore, the financial data is required to be reported in the Comprehensive Annual Financial Report (CAFR) of the Kenai Peninsula Borough. Audited financial statements for the Borough are available upon request from its administrative offices. The District CAFR provides greater detail as a special report in accordance with State regulations.

Relationship with Kenai Peninsula Borough

Pursuant to Alaska Statute 14.12.020(c), the Kenai Peninsula Borough Assembly provides the money which must be raised from local sources to maintain and operate the School District. Alaska Statute 14.14.060 states that a Borough can establish a centralized treasury and is responsible for major rehabilitation, all construction and major repair of school buildings. The Kenai Peninsula Borough provides for new construction, debt service, centralized treasury, building maintenance, and the cost of property, liability, and fire insurance for school facilities.

Therefore, such physical plant, bonded debt, capital improvement funds, for tax levies, tax collection, maintenance of buildings and insurance for buildings are accounted for by the Kenai Peninsula Borough and are reflected in their report. The maintenance of buildings and insurance of buildings is also required by the State of Alaska to be shown in the School District report as "in-kind revenue and expenditures." These amounts are shown in the report in the General Fund Schedules.

Included in the Financial Report are numerous statistical tables presenting a financial and statistical history of the Kenai Peninsula Borough School District for the last ten years. Some tables present School District data that has been combined with data provided by the Kenai Peninsula Borough to give a consolidated overview of the School District's financial status.

Board of Education – Governance of the School District

Alaska Statute sections 12.12.010 – 115 provide for the creation of school districts in the State of Alaska and establish a school board as the governing body for each district. The nine voting members of the School District Board of Education (Board of Education) determine policy for operation and management of the District. Each member serves for three years, some elected each year for overlapping terms.

Profile of the District

The District encompasses 25,600 square miles. Approximately 9,250 students attend forty-four schools and the home school program in our district, in twenty-one communities. Our schools include a variety of configurations from K-12 schools in remote sites to more conventional configurations in our larger communities. The School District provides a full range of educational services on an area-wide basis within the Kenai Peninsula Borough. These services include elementary, secondary, bilingual and vocational instruction, education for exceptional students, correspondence study, pupil transportation, food service program, activity and athletic programs and instructional and general administrative services. Special needs are met with the assistance of programs and services such as English language education, gifted/talented, bilingual/bicultural, Chapter 1/Migrant Education and special education.

The mission of the District, in partnership with its richly diverse communities, is to develop creative, productive learners who demonstrate the skills, knowledge, and attitudes to meet life's challenges, by providing stimulating, integrated learning opportunities in a safe, supportive environment.

The District did not meet Adequate Yearly Progress (AYP) for 2008-2009. Of the thirty-one categories measured by AYP, our District fell just short in one area (students with disabilities – math). After meeting AYP for two consecutive years, our District is preparing to meet the challenges of helping all of our students grow in their academic abilities to meet this Federal law.

AYP is the accountability function of the federal No Child Left Behind Act that mandates all students must demonstrate competence in language arts and math through assessments given in grades three through ten. The levels of proficiency students must meet increase over the years, with all students to be proficient by the end of the 2013 -2014 school year.

AYP is measured at the school level, and at the district level. The majority of District schools made AYP in 2009. Overall, 88% of the District's students proved proficient or above in language arts, and 77% were proficient or above in math. These levels allowed our District to maintain its leadership in comparison to the other large districts in Alaska.

Internal Control

In developing and evaluating the District's accounting system, consideration is given to the adequacy of internal account controls. Management of the District has established a comprehensive internal control framework that is designed both to protect the District's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the District's financial statements in conformity with GAAP. Because costs of internal controls should not outweigh their benefits, the District's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, the District's internal account controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Budgetary Controls

The objective of the District's budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board of Education. Resources are allocated to and accounted for in individual funds, based upon the purposes for which those funds were created. Transfers of \$50,000 or more are authorized by the Board of Education. Therefore, the legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriation) is the fund level. All other transfers are authorized by the superintendent and reported quarterly to the Board of Education.

Factors Affecting Financial Condition

The District and Borough governments are largely dependent upon actions of the State government to finance their operating and capital programs. Projected declining levels of production indicate that State oil revenue, which funds approximately 85% of the State's budget, cannot be counted on to continue to fund local governments at the current level. State funding for municipal operations is limited with the exception of school debt reimbursement and fish tax. As the State government attempts to control its operating budget, more responsibilities will tend to be shifted down to the local level.

The Borough's economy has experienced consistent, gradual growth since the late 1980s. Local indicators point to continued growth and stability. In recent years, taxable property values have increased at a rate faster than Borough expenditures. As a result, the Borough's tax rate has decreased. Borough wide, the general government tax rate has decreased from 8.59 mills in FY96 to 6.5 mills in FY07, 5.5 mills in FY08, and 4.5 mills in FY09. The Borough's FY10 budget was developed on a mill rate of 4.5. Sales tax continues to generate a large portion of the Borough's revenue. In FY98, sales tax revenue represented 21% of total general fund revenues; in FY09 budgeted sales tax revenue represents 44% of general fund revenues. The oil and gas property is subject to significant fluctuations in value; future years indicate a continued decline. Projections vary widely as to expectations for either growth or further decline in Cook Inlet oil and gas activity. Short-term, the Borough's property tax base will continue to be impacted.

The FY09 base student allocation used in the Public School Funding Program was \$5,480 per student. The District was able to keep abreast of structured salary and benefit increases, in addition to maintaining pupil/teacher ratios district-wide.

The financial condition of the School District is, and will continue to be, a pressing concern for the future. The State Public School Funding Program sets the amount of general school funding the School District receives from the State and it also sets the limit of the amount to be raised from local sources under an equalization section of the formula. The School District anticipates being at the local effort cap under the formula again during next fiscal year for the twenty-first year in a row. Future inflationary costs will most likely need to be absorbed by budget reductions.

The Alaska Legislature enacted HB273 providing for education funding formula increases for FY09, FY10, and FY11 and phased in implementation of district cost factor increases through FY13. This legislation includes structured increases to the special needs enrollment adjustment, the base student allocation, and the district cost factor portions of the education funding formula. There are concerns about the State's ability to fund increases for public education beyond FY11.

Changes in enrollment have a dramatic impact on the District's Public School Funding Program revenue from the State. Enrollment appears to be leveling after many years of on-going decline which could provide financial stability for the District. There are significant concerns, however, about continued maximum local effort funding given heated FY10 budget discussions. More information on this topic is included in the Management's Discussion and Analysis.

Cash Management

All cash funds of the District are maintained in the Borough's central treasury to maximize investment income while minimizing risk of loss of capital. The District is not authorized to secure direct investments. Borough ordinances describe the objectives, policies and procedures for the investment of Borough funds and apply to the investment of all Borough monies, unless provided expressly by ordinance. The Borough's investment policy is to minimize market risks, maintain sufficient liquidity and achieve reasonable rates of return.

The School District staff works closely with the Borough staff concerning cash management and projected cash flow. Interest income is allocated to the District based upon the cumulative, month-end cash equity balances.

Risk Management

The District, in conjunction with the Borough, has a limited self-insurance program which is administered by a risk management committee. As part of this program, resources are accumulated in an internal service fund of the Borough which is more fully described in the notes.

Pension and Other Post-employment Benefits

The District participates in two defined benefit pension plans. The Alaska Public Employees' Retirement System (PERS) was converted to a cost-sharing plan on July 1, 2008 by the Alaska Legislature and covers eligible State and local

government employees. The Alaska Teachers' Retirement System (TRS) is a cost-sharing multiple employer plan that covers teachers and other eligible participants.

The plans were established and are administered by the State of Alaska to provide pension, post-employment healthcare, death, and disability benefits. Benefit and contribution provisions are established by State law and may be amended only by the State Legislature.

The State of Alaska Legislature also created the Public Employees' Retirement System (PERS) Tier IV and Teachers' Retirement System (TRS) Tier III, which are defined contribution retirement plans established for employees hired after July 1, 2006 or for employees converting from the PERS Tier I, II or III or TRS Tier I or II defined benefit plans. The plan is administered by the State of Alaska, Department of Administration Commissioner, and benefit and contribution provisions are established by State law and may be amended by the State Legislature. The Alaska Retirement Management Board may also amend contribution requirements.

Further information about both plans is included in the notes to the financial statements.

Certificate of Excellence

The Association of School Business Officials (ASBO) International awarded a Certificate of Excellence in Financial Reporting to the District for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2008.

This was the nineteenth year the District has received this prestigious award. In order to be awarded a Certificate of Excellence, the school district must meet certain reporting criteria, and publish an easily readable and efficiently organized CAFR. This report satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Excellence is valid for a period of one year only. We believe our current CAFR continues to meet the high standards of the Certificate of Excellence program and we are submitting it to ASBO International to determine its eligibility for another certificate. The District also plans to apply for a Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officers Association.

Acknowledgments

The preparation of this report could not be accomplished without the efficient and dedicated services of the entire staff of the District's Business Office and the cooperation of the Borough Finance Department. We would like to express our appreciation to all the people who assisted and contributed to the preparation of this report. We would also like to thank the members of the Board of Education for their unfailing support for maintaining the highest standards of professionalism in the management of the District's finances.

Fiscal year 2009 operations were under the direction of the District's long-time superintendent, Dr. Donna Peterson. Her never ending support of financial compliance is greatly appreciated, along with her many efforts in providing a quality education to the students of the Kenai Peninsula Borough School District.

We would also like to acknowledge the student efforts, particularly Brianne Hewitt, a 12th grade Kenai Alternative student in 2008, for designing the cover of this document.

Respectfully submitted,

Dr. Steve Atwater
Superintendent

Melody Douglas, RSBO
Chief Financial Officer

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ASSOCIATION OF SCHOOL BUSINESS OFFICIALS INTERNATIONAL



This Certificate of Excellence in Financial Reporting

is presented to

Kenai Peninsula Borough School District



For its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2008

upon recommendation of the Association's Panel of Review
which has judged that the Report substantially conforms
to principles and standards of ASBO's Certificate of Excellence Program

Angela Pitman

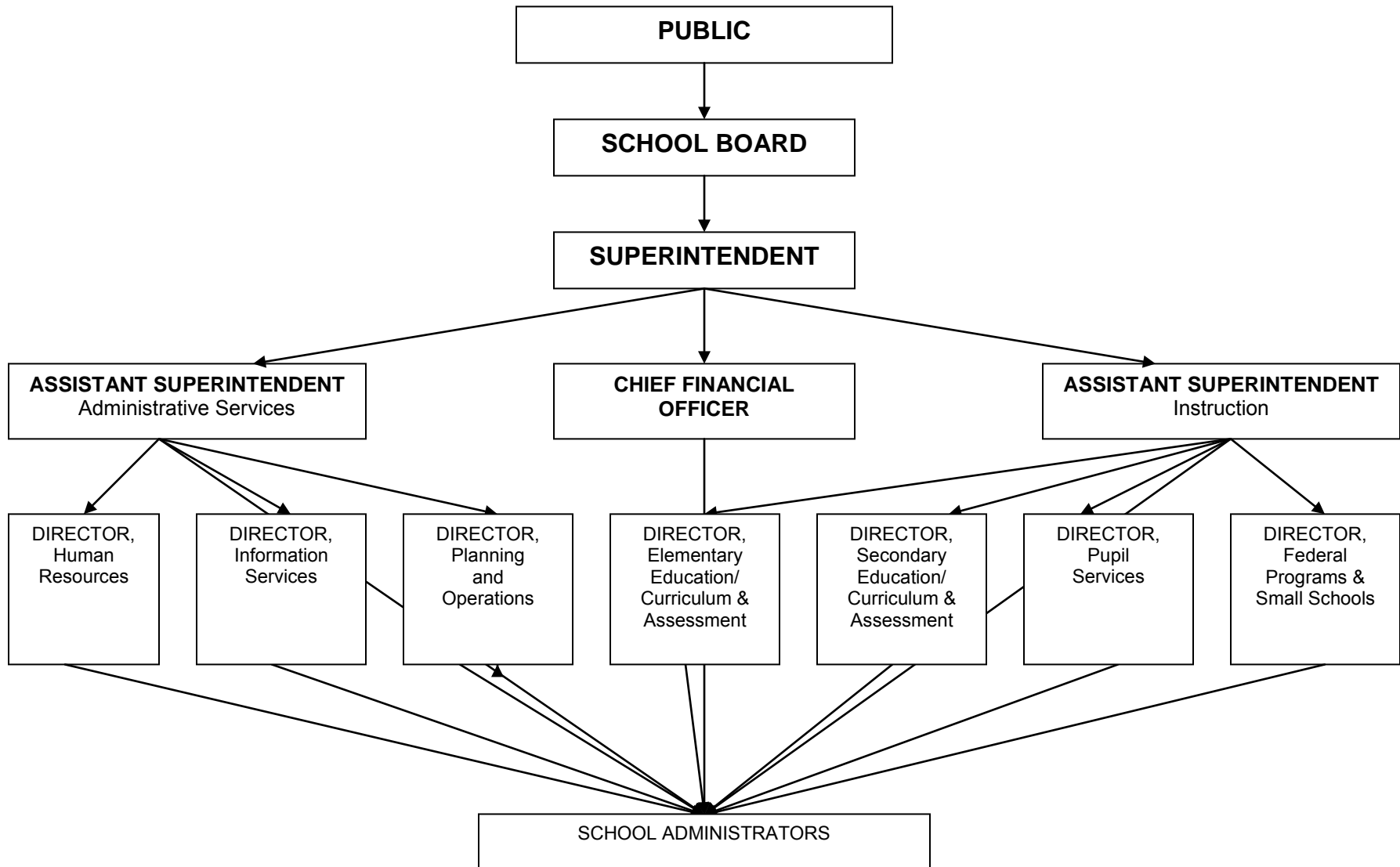
President

John D. Mueso

Executive Director

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KENAI PENINSULA BOROUGH SCHOOL DISTRICT
Organizational Chart



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KENAI PENINSULA BOROUGH SCHOOL DISTRICT
148 North Binkley Street
Soldotna, Alaska 99669

SCHOOL BOARD

Mrs. Sammy Crawford, President
Mrs. Sunni Hilts, Vice President
Ms. Lynn Hohl, Treasurer
Mr. Marty Anderson, Clerk
Mr. Joe Arness, Member
Mrs. Liz Downing, Member
Mr. Bill Holt, Member
Mrs. Penny Vadla, Member
Mr. Gregory Gabriel, Jr., Member
Miss Theresa Ramponi, Student Representative

ADMINISTRATION

Dr. Donna Peterson, Superintendent of Schools
Mr. Dave Jones, Assistant Superintendent of Administrative Services
Dr. Steve Atwater, Assistant Superintendent of Instruction
Mrs. Melody Douglas, Chief Financial Officer

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FINANCIAL SECTION

Independent Auditor's Report

Management's Discussion and Analysis

Basic Financial Statements

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Independent Auditor's Report

Members of the School Board
Kenai Peninsula Borough School District
Soldotna, Alaska

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Kenai Peninsula Borough School District, as of and for the year ended June 30, 2009, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Kenai Peninsula Borough School District's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Kenai Peninsula Borough School District, as of June 30, 2009, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund and Title I and Equipment Special Revenue Funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 14, 2009 on our consideration of the Kenai Peninsula Borough School District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Audit Standards* and should be considered in assessing the results of our audit.

Members of the School Board
Kenai Peninsula Borough School District

The accompanying management's discussion and analysis is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Kenai Peninsula Borough School District's basic financial statements. The combining and individual fund financial statements and other schedules, listed in the table of contents as supplementary information, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The accompanying introductory and statistical sections, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. This information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Mikunda, Cottrell & Co.

Anchorage, Alaska
October 14, 2009

MANAGEMENT'S DISCUSSION AND ANALYSIS

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Management's Discussion and Analysis

As management of the Kenai Peninsula Borough School District (District), we offer readers of the Kenai Peninsula Borough School District's financial statements this overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2009. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages 5-9 of this report.

Financial Highlights

- The assets of the Kenai Peninsula Borough School District exceeded its liabilities at the close of the most recent year by \$32,757,618. Of this amount, \$29,588,884 (unrestricted net assets) may be used to meet the District's ongoing obligations.
- As of June 30, 2009, the District's governmental funds reported combined ending fund balances of \$30,159,257, an increase of \$5,331,637 in comparison to the prior year.
- At the end of the current fiscal year, unreserved fund balance for the General Fund was \$11,516,987. This amount is in compliance with AS 14.17.505 that states a district may not accumulate in a fiscal year an unreserved portion of its year-end fund balance greater than 10% of its expenditures for that fiscal year. Of this \$11,516,987, \$4,683,677 was unreserved, undesignated and available for spending. The unreserved, undesignated fund balance for the General Fund represented 4.06% of total General Fund expenditures.
- Due to the conversion of the Public Employees' Retirement System (PERS) to a cost-sharing plan by the Alaska Legislature, the District is no longer obligated to pay any prior recorded Net Pension/Other Post-Employment Benefits (OPEB) obligation, so that debt has been written off. The District has also recognized a special item (gain) in the amount of \$5,024,344 in the Statement of Activities. Recording a special item of this nature is extra-ordinary and unusual; it reflects approximately 50% of the FY09 increase in net assets.

Overview of the Financial Statements

The Management's Discussion and Analysis serves as an introduction to the District's basic financial statements, which are the government-wide financial statements, fund financial statements, and notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

Government-wide financial statements. The government-wide financial statements report information about the overall finances of the District similar to a business enterprise. These statements combine and consolidate short-term, spendable resources with capital assets and long-term obligations.

The statement of net assets presents information on all of the District's assets less liabilities, which results in net assets. The statement is designed to display the financial position of the District. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statement of activities provides information which shows how the District's net assets changed as a result of the year's activities. The statement uses the accrual basis of accounting, which is similar to the accounting method used by private-sector business. All of the revenues and expenses are reported regardless of the timing of when cash is received or paid.

The Statement of Net Assets and the Statement of Activities distinguish functions of the District that are financed primarily by intergovernmental revenues and charges for services (governmental activities) from functions where user fees and charges to customers help to cover some of the cost of services (business-type activities). The District does not have any business-type activities.

The government-wide financial statements can be found on pages 33-34 of this report.

Fund financial statements. A fund is a grouping of related accounts that are used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate fiscal accountability. All of the funds of the District can be divided into two categories: governmental funds and fiduciary funds.

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements.

However, unlike the government-wide financial statements, governmental funds financial statements focus on a short-term view of the District's operations. Because the focus of governmental funds financial statements is narrower than that of the government-wide financial statements, it is useful to compare the information presented for the governmental funds with similar information presented for governmental activities in the government-wide financial statements. 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 29 individual governmental funds. Information is presented separately in the Balance Sheet – Governmental Funds and the Statement of Revenues, Expenditures and Changes in Fund Balance – Governmental Funds for the General Fund, Equipment Fund and the Title I Fund, all of which are considered to be major funds. Data for the other 26 funds are combined into a single aggregated presentation. Data for each of these non-major governmental funds is provided in combining and individual funds section of the financial statements.

The District adopts an annual appropriated budget for the general fund and special revenue funds. Budgetary comparison statements have been provided to demonstrate compliance with these budgets.

The basic governmental fund financial statements can be found on pages 35-41 of this report.

Internal Service Funds. Internal Service funds are an accounting device used to accumulate and allocate costs.

The District uses this fund to account for compensated leave balances. Individual fund data for this fund can be found on pages 42-44.

Fiduciary funds. Fiduciary funds are used to account for assets held by the District in a trustee capacity or as an agent for others. Activities from fiduciary funds are not included in the government-wide financial statements because the District cannot use these assets for its operations.

The basic fiduciary fund financial statement can be found on page 45 of this report.

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.

The notes to the financial statements can be found on pages 49-63 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information.

The District was also successfully involved in reviews, audits, and/or examinations by the following entities:

Federal:

Coordinated Review Effort of USDA school meal operations.

State:

Department of Education and Early Development:

Carl Perkins Program Audit
Intensive Needs Funding Claims Review

Department of Epidemiology:

Immunization Audit
TB Audit

The combining and individual fund statements referred to earlier in connection with nonmajor governmental funds can be found on pages 91-134.

Governmental-wide Financial Analysis

The District's financial position has improved slightly as of June 30, 2009 compared to June 30, 2008, due primarily to three factors: 1. conservative fiscal policy targeting financial stability to ensure current pupil/teacher ratios for subsequent years, 2. a statewide increase in funding and 3. enrollment higher than originally projected. Although enrollment exceeded projections, actual enrollment is still declining. With the increase in educational funding provided by the legislature and the On-Behalf payments to Public Employee Retirement System (PERS) and Teachers Retirement System (TRS), the district will be in a better position to address utility rate increases and other rising costs.

As noted earlier, the increase or decrease in net assets over time may serve as a useful indicator of a government's financial position. In the case of the District, assets exceeded liabilities by \$32,757,618, on June 30, 2009 compared to \$22,284,493 on June 30, 2008.

	Net Assets	
	Governmental Activities	
	<u>June 30, 2009</u>	<u>June 30, 2008</u>
Current and other assets	\$42,923,852	\$37,245,628
Capital assets	<u>2,598,361</u>	<u>2,481,217</u>
Total Assets	<u>45,522,213</u>	<u>39,726,845</u>
Current and other liabilities	9,656,815	9,647,721
Long-term liabilities	<u>3,107,780</u>	<u>7,794,631</u>
Total Liabilities	<u>12,764,595</u>	<u>17,442,352</u>
Net Assets		
Invested in capital assets, net of debt	2,598,361	2,481,217
Restricted	570,373	2,394,188
Unrestricted	<u>29,588,884</u>	<u>17,409,088</u>
Total Net Assets	<u>\$32,757,618</u>	<u>\$22,284,493</u>

Changes in net assets. The total revenues and expenses for governmental activities are reflected in the following chart:

Changes in Net Assets Governmental Activities		
	<u>June 30, 2009</u>	<u>June 30, 2008</u>
Revenues:		
Program revenues		
Charges for Services	\$994,849	\$1,000,689
Operating Grants and Contributions	14,967,746	14,181,235
General Revenues		
Public School Funding Program	62,317,926	60,523,098
Retirement: On-Behalf Payments	15,227,995	19,322,147
Other State Funding	245,599	3,135,060
Borough Appropriation	41,146,945	37,701,117
Earnings on Investments	1,563,679	1,746,569
Other	887,654	1,499,474
Total Revenues	<u>137,352,393</u>	<u>139,109,389</u>
Expenses:		
Instruction	61,820,342	63,518,566
Special Education - Instruction	15,047,686	12,695,426
Special Education - Pupil	4,568,803	4,361,409
Support Services - Pupil	3,569,636	3,653,689
Support Services - Instruction	2,382,071	2,433,644
School Administration	5,903,499	6,065,999
School Administration - Support	4,011,390	3,836,494
District Administration	839,511	951,922
District Administration - Support	4,831,610	4,842,365
Operation and Maintenance of Plant	18,537,698	18,031,850
Student Activities	1,509,638	1,953,371
Student Transportation Services	5,636,018	5,455,201
Community Services	55,605	56,027
Student Nutrition Services	3,190,105	2,975,193
Total Expenses	<u>131,903,612</u>	<u>130,831,156</u>
Special Item – Writeoff NPO/OPEB	<u>5,024,344</u>	<u> </u>
Change in Net Assets	<u>10,473,125</u>	<u>8,278,233</u>
Beginning Net Assets as of July 1	<u>22,284,493</u>	<u>14,006,260</u>
Ending Net Assets as of June 30	<u><u>\$32,757,618</u></u>	<u><u>\$22,284,493</u></u>

The increase in current assets and corresponding increase in total assets related to the decrease in total liabilities involves the special item write-off in the amount of \$5,024,344 noted above in Financial Highlights resulting from the Public Employees Retirement system changing to a cost-sharing plan effective FY09. The remaining increase in total net assets of \$4,244,377 primarily resulted from increased investment earnings, and expenditures less than anticipated. Included in the unexpended funds category are salaries and benefits, (annually, an unallocated budget is established to address unexpected class size adjustments and other unknown staffing needs), telephone, electricity, natural gas, fuel for heating, and charter school unexpended funds.

Please see Note 5 – Long Term Debt on page 57 for more information relative to the special item in the amount of \$5,024,344 reflects nearly 50% of the increase in net assets realized by the District at June 30, 2009.

Financial Analysis of the Government's Funds

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

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

As of June 30, 2009, the District's governmental funds reported combined ending fund balances of \$30,159,257, an increase of \$5,331,637 in comparison with the prior year. A portion of fund balance is reserved to indicate that it is not available for new spending because it has already been committed 1) to liquidate contracts and purchase orders of the prior period: \$3,650,412, 2) for inventories: \$1,061,225, 3) for prepaid expenses: \$857,300 and 4) for expected health care costs: \$4,344,173. The fund balance remainder of \$11,516,987 is unreserved, although \$6,833,310 is shown as designated for certain ongoing projects and subsequent year (FY10) operations and maintenance of facilities. The remaining undesignated fund balance is comprised of \$8,729,160 for special revenue funds, leaving \$4,683,677 available for spending at the District's discretion.

The general fund is the chief operating fund of the District. At the end of the current fiscal year, total fund balance was \$21,162,667, unreserved fund balance was \$6,833,310, and unreserved undesignated fund balance was \$4,683,677. The general fund balance increased \$1,788,556 from the prior year. The key factor relevant to this increase is due to a limited spending approach on a district-wide basis. Given expected increased costs per the collective bargaining process, rising health care costs and expected increases to employer retirement system rates, it has been necessary to review all spending with an eye to future needs.

General Fund Budgetary Highlights

Significant differences between the original budget and the final amended budget can be summarized as follows:

The FY09 Original Budget included the following allocations over the FY08 budget:

- Increased staffing of 40 full-time equivalence (FTE's) totaling \$3,073,520 was added in FY09 to allow recovery of targeted elective offerings such as vocational education, credit recovery, creative/practical arts and foreign language. Secondary counselors, interventionists to address student needs in grades K-8 district-wide, and to expand the middle school reading program were also added to meet the needs of certain segments of students.

- Travel funds were added in the amount of \$100,000 to eliminate employees incurring personal costs while on District business. The Board of Education adopted travel reimbursement policies in keeping with the State of Alaska and/or the IRS published travel reimbursement rates.
- Student travel funds were allocated \$75,000 to assist schools traveling to state competitions. Schools find out through a competitive process of their opportunity to compete at state-wide level; the timing of these opportunities often leaves schools without funds to cover the cost of travel. This allocation provides part of the cost schools incur; remaining costs are covered by fund-raising and/or sponsorships.

A FY09 Budget Revision approved by the Board of Education on February 2, 2009 increased the budget by \$168,540. This revision included:

- Final OASIS enrollment exceeded the enrollment projection of 9,053, by 202.77 Average Daily Membership (ADM) for a total enrollment of 9,255.77. The revenue funding increase from the State due to this enrollment increase was \$1,130,688. This increased state revenue allowed for a reduction of the allocation of fund balance in the amount of \$1,228,245, leaving the fund balance allocation of \$ 440,627.
- The FY09 enrollment increase per the Alaska education funding formula provided for an increased local effort contribution in the amount of \$260,059. This increased local effort was ultimately approved by the Kenai Peninsula Borough Assembly, after much public discussion.
- The District revises all salary and benefit budgets annually to reflect actual costs; this amount for FY09 included in this budget revision was \$271,183.
- Supply and copy budget allocations were increased at this time for schools realizing increased enrollment as a means to mitigate the fact that these formulas have not been increased for many years. The total of these budget increases was \$43,378.
- Charter school budgets were reduced by a total of \$146,021 to reflect a net enrollment decline.
- In addition to the budget revision approved by the Board on February 2, 2009, budget transfers are approved by administration and/or the Board of Education deemed appropriate for school and department operations in accordance with Board Policy.

The FY09 budget was adjusted for other minor allocations on June 2, 2009. Details on all budget revisions may be found by accessing the Board of Education's section of the District's website (www.kpbsd.k12.ak.us) by selecting Board Meetings tab.

Capital Assets and Debt Administration

Capital assets. The District's investment in capital assets for its governmental activities as of June 30, 2009 amounts to \$2,598,361 (net of accumulated depreciation) compared to \$2,481,217 as of June 30, 2008. The investment in capital assets includes furniture and equipment. Additional information on the District's capital assets can be found in note 4.

Long-term debt. Due to the conversion of the Public Employees' Retirement System (PERS) to a cost-sharing plan by the Alaska Legislature, the District is no longer obligated to pay any prior recorded Net Pension/Other Post-Employment Benefits Obligation, so that debt in the amount of \$5,024,344 has been written off. Additional information on long-term debt can be found in note 5 of this report.

Economic Factors and the Next Year's General Fund Budget and Rates.

In setting the budgets for FY10, the District considered a number of issues with District-wide impact, among them:

Revenue Budget

- The Alaska Legislature passed HB273 in March 2008, enacting several changes to the school funding formula statute. The changes provide greater stability in financial planning because the increased amounts are spelled out for FY09, FY10 and FY11. Incremental increases will be seen in each of these fiscal years to the base student allocation, intensive needs funding and the district cost factors. While this legislation provides known increased revenue, which is an unprecedented circumstance in funding Alaska's public schools, it has created challenges related to continued maximum local effort funding from the Kenai Peninsula Borough for school operations.
- With declining oil revenue, there are serious concerns about the State of Alaska's ability to increase education funding beyond the enactment of HB273 beyond FY11. Therefore, the District continues to maintain a conservative approach to all budget matters including a structured and planned use of fund balance to maintain current staffing formulas.
- The highest level of local educational funding which Borough residents can reasonably afford and sustain has been the maximum allowed per the funding formula for many years. Continued maximum local effort was a hotly debated topic at the Kenai Peninsula Borough Assembly, administration, and community levels during the FY10 budget approval process, maximum local effort was approved. Ultimately, the Kenai Peninsula Borough community will need to determine how much to invest in the education component of public services.
- A long running enrollment decline appears to be reversing as enrollment exceeded the projection in FY08 by 82.70 FTE and by 202.77 FTE in FY09. It appears this trend may continue in FY10.

Expenditure Budget

- There is insufficient revenue necessary to meet the needs of the District including maintaining pupil/teacher ratios and settlement of collective bargaining agreements as is. A fund balance allocation of \$ 4,524,843 is dedicated to FY10 operations. Continued use of fund balance is expected in the next few years to maintain current staffing formulas. The District's goal is to mitigate increased class sizes for as long as financially possible.
- Increasing Teachers Retirement System and Public Employee Retirement System required fund obligations are currently being partially funded for the District by the Alaska Legislature on a year by year basis. On-behalf payments made to the Public Employees Retirement System and the Teachers Retirement System is estimated at \$14,640,379 for FY10.
- All district programs were evaluated for continuation and all vacant positions were reviewed based on need before they were advertised. Maintaining staffing formulas including programmatic staffing implemented in FY09 is critical to manageable class size throughout the District.
- Increases to the expenditure budget over FY09 include:
 - Increased in-kind support in the amount of \$1,016,094 for Kenai Peninsula Borough provided services for maintenance, utilities, insurance, audit, and custodian
 - Increase staffing for 2.0 FTE in the amount of \$215,018 elementary assistant principals for schools housing over 400 students
 - Increase staffing for 4.5 FTE nurses in the amount of \$344,105 to meet the routine medical needs for all students and to address the needs of medically fragile students
 - Funding in the amount of \$75,000 for safety equipment for school activity programs

- Continued reduction in the historical variance between budget and actual revenues and expenditures is actively pursued.
- A high quality operational maintenance program that ensures the continued use and economic value of borough facilities.

Request for information

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the government's financial situation. Questions concerning any of the information provided in this report or request for additional financial information should be addressed to the Chief Financial Officer, Kenai Peninsula Borough School District, 148 N. Binkley Street, Soldotna, AK 99669.

BASIC FINANCIAL STATEMENTS

Government-Wide Financial Statements:

Statement of Net Assets

Statement of Activities

Fund Financial Statements:

Balance Sheet, Governmental Funds

Reconciliation of the Governmental Fund Balance Sheet to the Statement of Net Assets

Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds

Reconciliation of the Governmental Funds, Statement of Revenues, Expenditures and Changes in
Fund Balance to the Statement of Activities

Major Governmental Funds – General Fund – Statement of Revenues, Expenditures and
Changes in Fund Balance, Budget and Actual

Major Governmental Funds – Equipment – Statement of Revenues, Expenditures and Changes
In Fund Balance, Budget and Actual

Major Governmental Funds – Title I – Statement of Revenues, Expenditures and Changes
In Fund Balance, Budget and Actual

Statement of Net Assets – Internal Service Fund

Statement of Revenues, Expenses, and Changes in Fund Net Assets – Internal Service Fund

Statement of Cash Flows – Internal Service Fund

Student Activity Agency Fund, Statement of Fiduciary Assets and Liabilities

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KENAI PENINSULA BOROUGH SCHOOL DISTRICT
STATEMENT OF NET ASSETS
June 30, 2009

ASSETS

Current Assets:	
Cash	\$ 38,986
Equity in Central Treasury	38,371,440
Accounts Receivable	62,588
Due from Other Governments	2,532,313
Prepaid	857,300
Inventories	<u>1,061,225</u>
Total Current Assets	<u>42,923,852</u>
Capital Assets:	
Furniture and Equipment	6,653,288
Less Accumulated Depreciation	<u>(4,054,927)</u>
Capital Assets - Net of Accumulated Depreciation	<u>2,598,361</u>
Total Assets	<u>45,522,213</u>

LIABILITIES

Current Liabilities:	
Accounts Payable	381,007
Accrued Liabilities	9,238,891
Compensated Absences	<u>36,917</u>
Total Current Liabilities	<u>9,656,815</u>
Noncurrent Liabilities:	
Noncurrent Portion of Long-Term Obligations:	
Compensated Absences	<u>3,107,780</u>
Total Noncurrent Liabilities	<u>3,107,780</u>
Total Liabilities	<u>12,764,595</u>

NET ASSETS

Invested in Capital Assets	2,598,361
Restricted:	
Charter Schools	570,373
Unrestricted	<u>29,588,884</u>
Total Net Assets	<u>\$ 32,757,618</u>

The notes to the financial statements are an integral part of this statement.

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2009

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	
Governmental activities:				
Instruction	\$ 61,820,342	\$ -	\$ 5,014,825	\$ (56,805,517)
Special Education - Instruction	15,047,686	-	1,973,849	(13,073,837)
Special Education - Pupil	4,568,803	-	-	(4,568,803)
Support Services - Pupil	3,569,636	-	84,016	(3,485,620)
Support Services - Instruction	2,382,071	-	-	(2,382,071)
School Administration	5,903,499	-	415,784	(5,487,715)
School Administration - Support	4,011,390	-	35,597	(3,975,793)
District Administration	839,511	-	-	(839,511)
District Administration - Support	4,831,610	-	271,558	(4,560,052)
Operation & Maintenance of Plant	18,537,698	-	50,299	(18,487,399)
Pupil Activities	1,509,638	-	40,119	(1,469,519)
Community Services	55,605	42,831	-	(12,774)
Pupil Transportation	5,636,018	-	5,335,064	(300,954)
Food Service	3,190,105	952,018	1,746,635	(491,452)
Total governmental activities	<u>\$ 131,903,612</u>	<u>\$ 994,849</u>	<u>\$ 14,967,746</u>	<u>\$ (115,941,017)</u>
General revenues:				
Grants and contributions not restricted to specific programs:				
Borough direct appropriation				41,146,945
Public School Funding Program				62,317,926
Retirement: On-behalf Payments				15,227,995
Other State Revenue				245,599
Earnings on Investments				1,563,679
E-Rate Program				426,290
Medicaid Reimbursement				288,038
Other				173,326
Total general revenues				<u>121,389,798</u>
Special item - writeoff NPO/OPEB				<u>5,024,344</u>
Change in net assets				10,473,125
Net assets, beginning of year				<u>22,284,493</u>
Net assets, end of year				<u>\$ 32,757,618</u>

The notes to the financial statements are an integral part of this statement.

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2009

	General	Equipment	Title I	Other Governmental	Total Governmental Funds
<u>ASSETS</u>					
Assets:					
Cash	\$ 38,986	\$ -	\$ -	\$ -	\$ 38,986
Equity in Central Treasury	26,410,575	7,937,171	-	878,997	35,226,743
Accounts Receivable	18,016	-	903	43,669	62,588
Prepaid Items	857,300	-	-	-	857,300
Due from Other Governments	-	-	1,336,067	1,196,246	2,532,313
Due from Special Revenue Funds	2,607,885	-	-	-	2,607,885
Inventories	793,795	-	-	267,430	1,061,225
Total Assets	<u>\$ 30,726,557</u>	<u>\$ 7,937,171</u>	<u>\$ 1,336,970</u>	<u>\$ 2,386,342</u>	<u>\$ 42,387,040</u>
<u>LIABILITIES AND FUND BALANCES</u>					
Liabilities:					
Accounts Payable	\$ 324,999	\$ -	\$ 4,706	\$ 51,302	\$ 381,007
Accrued Liabilities	9,238,891	-	-	-	9,238,891
Due to General Fund	-	-	1,332,264	1,275,621	2,607,885
Total Liabilities	<u>9,563,890</u>	<u>-</u>	<u>1,336,970</u>	<u>1,326,923</u>	<u>12,227,783</u>
Fund Balances:					
Reserved for:					
Encumbrances	3,650,412	-	-	-	3,650,412
Inventories	793,795	-	-	267,430	1,061,225
Prepaid Items	857,300	-	-	-	857,300
Self Insurance - Health Care	4,344,173	-	-	-	4,344,173
Unreserved:					
Designated for:					
School Incentive Purchases	631,750	-	-	-	631,750
Charter Schools	570,373	-	-	-	570,373
Subsequent Year Operation	4,524,843	-	-	-	4,524,843
Facilities Maintenance	1,106,344	-	-	-	1,106,344
Undesignated:					
General Fund	4,683,677	-	-	-	4,683,677
Special Revenue Fund	-	7,937,171	-	791,989	8,729,160
Total Fund Balances	<u>21,162,667</u>	<u>7,937,171</u>	<u>-</u>	<u>1,059,419</u>	<u>30,159,257</u>
Total Liabilities and Fund Balances	<u>\$ 30,726,557</u>	<u>\$ 7,937,171</u>	<u>\$ 1,336,970</u>	<u>\$ 2,386,342</u>	<u>\$ 42,387,040</u>

The notes to the financial statements are an integral part of this statement.

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
TO THE STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2009

Net change in fund balances – total governmental funds		\$ 5,331,637
Amounts reported for governmental activities in the statement of activities are different because:		
The Public Employee Retirement System (PERS) has been converted from an agent-multiple employer plan to a cost-sharing plan effective July 1, 2008. The Net Pension/OPEB Obligation has been written off and is recognized as a special item (gain) in the Statement of Activities.		5,024,344
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.		
Capital outlays	\$ 554,398	
Current depreciation expense	<u>(406,071)</u>	148,327
Loss on retirement of assets		<u>(31,183)</u>
Change in net assets		<u>\$ 10,473,125</u>

The notes to the financial statements are an integral part of this statement.

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2009

	General	Equipment	Title I	Other Governmental	Total Governmental Funds
Revenues:					
Local	\$ 41,146,945	\$ -	\$ -	\$ 247,181	\$ 41,394,126
State	77,791,520	-	-	6,622,333	84,413,853
Federal-Direct	-	-	-	306,186	306,186
Federal-Through the State	288,038	-	3,440,792	4,127,794	7,856,624
Federal-Through other Intermediate Agencies	-	-	-	3,305	3,305
Food Sales	-	-	-	952,018	952,018
Corporate Grants and User Fees	-	-	-	163,808	163,808
Earnings on Investments	1,563,679	-	-	-	1,563,679
Other Revenues	599,616	-	-	99,178	698,794
Total Revenues	121,389,798	-	3,440,792	12,521,803	137,352,393
Expenditures - Current:					
Instruction	56,989,399	-	3,224,925	1,853,217	62,067,541
Special Education - Instruction	13,073,838	-	-	1,973,849	15,047,687
Special Education Services - Pupil	4,567,626	-	-	-	4,567,626
Support Services - Pupil	3,568,847	-	-	789	3,569,636
Support Services - Instruction	2,291,024	-	83,227	-	2,374,251
School Administration	5,478,640	-	-	415,784	5,894,424
School Administration - Support	3,991,260	-	-	35,597	4,026,857
District Administration	834,584	-	-	-	834,584
District Administration - Support	4,565,726	-	132,640	138,918	4,837,284
Operations & Maintenance of Plant	18,529,532	-	-	50,299	18,579,831
Pupil Activities	1,279,690	-	-	55,213	1,334,903
Community Services	-	-	-	55,605	55,605
Pupil Transportation	-	-	-	5,586,792	5,586,792
Food Service	-	-	-	3,243,735	3,243,735
Total Expenditures	115,170,166	-	3,440,792	13,409,798	132,020,756
Excess (Deficiency) of Revenues Over Expenditures	6,219,632	-	-	(887,995)	5,331,637
Other Financing Sources (Uses):					
Transfers In	-	3,937,171	-	513,905	4,451,076
Transfers Out	(4,451,076)	-	-	-	(4,451,076)
Total Other Financing Sources (Uses)	(4,451,076)	3,937,171	-	513,905	-
Net Change in Fund Balances	1,768,556	3,937,171	-	(374,090)	5,331,637
Fund Balances, Beginning of Year	19,394,111	4,000,000	-	1,433,509	24,827,620
Fund Balances, End of Year	\$ 21,162,667	\$ 7,937,171	\$ -	\$ 1,059,419	\$ 30,159,257

The notes to the financial statements are an integral part of this statement.

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
TO THE STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2009

Net change in fund balances – total governmental funds		\$ 5,331,637
Amounts reported for governmental activities in the statement of activities are different because:		
The Public Employee Retirement System (PERS) has been converted from an agent-multiple employer plan to a cost-sharing plan effective July 1, 2008. The Net Pension/OPEB Obligation has been written off and is recognized as a special item (gain) in the Statement of Activities.		5,024,344
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.		
Capital outlays	\$ 554,398	
Current depreciation expense	<u>(406,071)</u>	
		148,327
Loss on retirement of assets		<u>(31,183)</u>
Change in net assets		<u>\$ 10,473,125</u>

The notes to the financial statements are an integral part of this statement.

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
MAJOR GOVERNMENTAL FUNDS - GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Local	\$ 40,886,886	\$ 41,146,945	\$ 41,146,945	\$ -
State	76,067,178	77,203,904	77,791,520	587,616
Federal-Through the State	450,000	450,000	288,038	(161,962)
Earnings on Investments	420,000	420,000	1,563,679	1,143,679
Other Revenues	716,320	716,320	599,616	(116,704)
Fund Balance Appropriation	1,668,872	440,627	-	(440,627)
Total Revenues	120,209,256	120,377,796	121,389,798	1,012,002
Expenditures:				
Current:				
Instruction	59,335,432	58,864,965	56,989,399	1,875,566
Special Education - Instruction	12,656,362	12,935,468	13,073,838	(138,370)
Special Education Services - Pupil	4,426,259	4,632,368	4,567,626	64,742
Support Services - Pupil	3,538,947	3,595,506	3,568,847	26,659
Support Services - Instruction	2,411,036	2,469,685	2,291,024	178,661
School Administration	5,430,301	5,484,609	5,478,640	5,969
School Administration - Support	3,716,377	4,100,825	3,991,260	109,565
District Administration	988,573	999,621	834,584	165,037
District Administration - Support	5,241,229	5,441,569	4,565,726	875,843
Operations & Maintenance of Plant	20,175,333	19,489,517	18,529,532	959,985
Pupil Activities	1,668,376	1,742,632	1,279,690	462,942
Total Expenditures	119,588,225	119,756,765	115,170,166	4,586,599
Other Financing Uses:				
Transfers Out - Special Revenue Fund	621,031	621,031	4,451,076	(3,830,045)
Total Expenditures and Other Financing Uses	120,209,256	120,377,796	119,621,242	756,554
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,768,556</u>	<u>\$ 1,768,556</u>
Fund Balances, Beginning of Year			<u>19,394,111</u>	
Fund Balances, End of Year			<u>\$ 21,162,667</u>	

The notes to the financial statements are an integral part of this statement.

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
MAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS - EQUIPMENT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2009

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Federal-Through the State	\$ -	\$ -	\$ -	\$ -
Other Financing Sources:				
Operating Transfers in	-	-	3,937,171	(3,937,171)
Total Revenue and Other Financing Sources			3,937,171	(3,937,171)
Expenditures:				
Current:				
Equipment	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	\$ -	\$ -	\$ 3,937,171	\$ (3,937,171)
Fund Balances, Beginning of Year			4,000,000	
Fund Balances, End of Year			\$ 7,937,171	

The notes to the financial statements are an integral part of this statement.

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
 MAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS - TITLE I
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL
 For the Year Ended June 30, 2009

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Federal-Through the State	4,978,689	4,978,689	3,440,792	(1,537,897)
Expenditures:				
Current:				
Instruction	4,689,629	4,689,629	3,224,925	1,464,704
Support Services - Instruction	97,908	97,908	83,227	14,681
District Administration - Support	191,152	191,152	132,640	58,512
Total Expenditures	4,978,689	4,978,689	3,440,792	1,537,897
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	<u>\$ -</u>	<u>\$ -</u>	\$ -	<u>\$ -</u>
Fund Balances, Beginning of Year			-	
Fund Balances, End of Year			<u>\$ -</u>	

The notes to the financial statements are an integral part of this statement.

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
STATEMENT OF NET ASSETS
INTERNAL SERVICE FUND
June 30, 2009

	Employee Compensated Leave Fund
<u>ASSETS</u>	
Current assets:	
Equity in central treasury	\$ 3,144,697
Total current assets	<u>3,144,697</u>
Total assets	<u><u>3,144,697</u></u>
 <u>LIABILITIES</u>	
Current liabilities:	
Compensated absences payable	<u>3,144,697</u>
Total current liabilities	<u>3,144,697</u>
 <u>NET ASSETS</u>	
Unrestricted	<u>-</u>
Total net assets	<u><u>\$ -</u></u>

The notes to the financial statements are an integral part of this statement.

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
INTERNAL SERVICE FUND
For the Year Ended June 30, 2009

	Employee Compensated Leave Fund
Operating Revenues:	
Charges for sales and services	\$ 1,950,400
Total operating revenues	1,950,400
Operating Expenses:	
Administrative service	1,950,400
Total Operating expenses	1,950,400
Operating income (loss)	-
Total net assets-beginning	-
Total net assets-ending	\$ -

The notes to the financial statements are an integral part of this statement.

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUND
For the Year Ended June 30, 2009

	Employee Compensated Leave Fund
 CASH FLOWS FROM OPERATING ACTIVITIES:	
Charges to other funds	\$ 1,950,400
Cash paid to employees	<u>(1,987,317)</u>
cash used by operating activities	<u>(36,917)</u>
Increase in cash and cash equivalents	(36,917)
Cash and cash equivalents, beginning of year	<u>3,181,614</u>
Cash and cash equivalents, end of year	<u>\$ 3,144,697</u>
 Reconciliation of operating income to net cash provided (used) by operating activities:	
Operating Income	
Change in assets and liabilities:	
Increase (Decrease) in compensated leave liability	<u>(36,917)</u>
Total adjustments	<u>(36,917)</u>
Net cash provided by operating activities	<u>\$ (36,917)</u>

The notes to the financial statements are an integral part of this statement.

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
STUDENT ACTIVITY AGENCY FUND
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
June 30, 2009

	<u>Student Activity Agency Fund</u>
Assets:	
Equity in Central Treasury	\$ 2,066,812
Accounts Receivable	145,727
Cash	<u>400</u>
Total Assets	<u>\$ 2,212,939</u>
Liabilities:	
Accounts Payable	\$ 510
Amounts Due to Student Groups	<u>2,212,429</u>
Total Liabilities	<u>\$ 2,212,939</u>

The notes to the financial statements are an integral part of this statement.

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NOTES TO THE FINANCIAL STATEMENTS

The notes to the Financial Statements include a summary of significant accounting policies and other information that is judged to be appropriate for full disclosure regarding the School District's financial position and operating results.

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KENAI PENINSULA BOROUGH SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Kenai Peninsula Borough School District (the "School District") have been prepared in conformity with accounting principles generally accepted in the United States (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the School District's accounting policies are described below.

Reporting Entity

Pursuant to Alaska Statutes, AS 29.35.160, the Kenai Peninsula Borough (the "Borough") has the responsibility of establishing, maintaining and operating a system of public schools. The Borough has delegated the administrative responsibilities for compliance with the statutes to the School Board of the Kenai Peninsula Borough School District, while retaining the responsibility for the physical plant except furniture and equipment. School District financial data is discretely presented in the Kenai Peninsula Borough Comprehensive Annual Financial Report.

Complete financial statements of the Borough may be obtained from the Borough Clerk's Office at 144 N. Binkley Street, Soldotna, Alaska 99669; phone number 907-262-4441.

These financial statements include all funds of the School District. The operational services provided directly by the Borough have been included in the General Fund as Intergovernmental-Local revenue and expenditures.

During the year ended June 30, 2009, the School District recorded in-kind services provided by the Borough for school operations as follows:

Custodial	\$ 109,110
Utilities	75,458
Maintenance	5,923,788
Insurance	2,038,234
Audit	<u>51,500</u>
	<u>\$ 8,198,090</u>

Measurement Focus, Basis of Accounting and Financial Statement Presentation Modified.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. The agency fund reports only assets and liabilities and as such cannot be said to have a measurement focus. Agency funds do, however, use the accrual basis of accounting to recognize receivables and payables. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

As a general rule, the effect of inter-fund activity has been eliminated from the government-wide financial statements.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the School District considers revenues to be available if they are collected within 60 days of the end of the current fiscal year. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

All major revenue sources including revenues from the Kenai Peninsula Borough, the State of Alaska and the United States government are considered susceptible to accrual. Entitlements and shared revenues are considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Revenue for expenditure-driven grants is recognized when the qualifying expenditures have been incurred and all other grant requirements have been met. All other revenue items are considered to be measurable and available only when cash is received by the School District.

When both restricted and unrestricted resources are available for use, it is the School District's policy to use restricted resources first, then unrestricted resources as they are needed.

The School District reports the following major governmental funds:

General Fund – The School District's primary operating fund. Major revenue sources include the local government's contribution to education, the State of Alaska public school foundation program, and other state and federal revenues. Expenditures are authorized in the annual budget and are made for such activities as student instruction, support services, administration, operations and maintenance, and student activities.

Equipment Special Revenue Fund – The Equipment fund was established by the Board of Education to track funds related to equipment purchases in support of the District's technology plan and other large equipment purchases such as replacement of copier fleet, point of sale system for food service, and warehouse delivery vehicles.

Title I Special Revenue Fund – The Title I fund primarily provides supplemental reading support to struggling learners. Another focus of this fund addresses the needs of students struggling with mathematics concepts. In addition to direct services to students, Title I programs provide staff development opportunities and parent involvement support at each school.

Additionally, the School District reports the following fund types:

Agency Fund – The pupil activities agency fund accounts for the assets held by the School District as an agent for various student and school-related organizations.

Internal Service Fund – This fund accounts for the assets needed to pay for accrued employee compensated leave.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in the district-wide fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board.

Fund Accounting

The accounts of the School District are organized on the basis of funds. A fund is considered a separate set of self-balancing accounts comprised of assets, liabilities, fund balance, revenues and expenditures for transactions related to certain district functions or activities. Undesignated fund balance represents the excess of assets over liabilities and reserved fund balance.

Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate fund types.

Governmental Funds Governmental fund operations are focused on the measurement of the sources and flow of current financial resources. This measurement is unique in that generally only current expendable financial resources are accounted for in this group. Governmental funds consist of the following fund types:

General Fund - The general School District activities are recorded in the General Fund. The revenues of the General Fund are derived primarily from the Kenai Peninsula Borough and allocations received from the State of Alaska and the United States government. Primary expenditures in the general fund are made for student instruction, operation of plant and administration.

The State Board of Education and Early Development adopted a revision to the Uniform Chart of Accounts and Account Code Descriptions for Public School Districts effective July 1, 2001. The School District implemented this revision early, with a separate function to account for school administrators being the most significant change.

Special Revenue Funds - These funds account for revenues from specific revenue sources including food sales, transportation, grants from the State of Alaska and United States government, and transfers from the General Fund designated to finance particular functions and activities.

Proprietary Funds Proprietary funds are focused on the measurement of the economic resources required for a particular purpose and limitations on the use of net assets rather than on the source of those assets. Proprietary funds report a statement of net assets, a statement of revenues, expenses and changes in net assets, and a statement of cash flows. Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Internal Service Fund – The employee compensated leave fund was established effective FY04 to account for the assets required to pay for sick, personal, and annual leave accrued by employees.

Fiduciary Funds This fund category is used to account for those assets which the School District holds on behalf of others as their agent.

Student Activity Fund - The Student Activity Fund accounts for each Kenai Peninsula Borough school's individual activity account which sponsors student activities within the school such as athletics and student clubs.

Government-wide Financial Statements

The statement of net assets and the statement of activities display information about the reporting entity as a whole. Fiduciary funds are not included in the district-wide financial statements. Fiduciary funds are reported only in the Statement of Fiduciary Net Assets at the fund financial statement level.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to customers, parents, or students who purchase, use, or directly benefit from goods or services provided by a given function, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. The local government's contribution to education, State of Alaska public school foundation program revenue, and other items not properly included among program revenues are reported instead as general revenues.

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets (net of related debt) consists of capital assets (net of accumulated depreciation) reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use, either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors, or laws, or regulations of other governments.

Budgets

The budgetary data presented in the financial statements is reflective of the following procedures:

The Kenai Peninsula Borough School District Board of Education is required by Alaska law to adopt and submit their annual budget to the Kenai Peninsula Borough Assembly by May 1 of each year for approval by the Borough Assembly. Within 30 days after receipt of the School District budget, the Borough Assembly must determine the total amount of funds to be made available from local sources for school purposes, and must furnish the Board of Education with a statement of this amount. Subsequent changes in the School District budget must be authorized by the Borough Assembly, as well as the Board of Education.

Subsequent to formal budget adoption, the Board of Education may, by motion, transfer appropriations between major budget classifications or departments. The Superintendent may transfer amounts between line items within a major budget classification. Appropriations on annual budgets lapse at year-end.

Activities of the general fund and the special revenue funds are included in the annual appropriating budget.

Formal budgetary integration is employed as a management control device during the year for the General Fund and special revenue funds.

The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Kenai Peninsula Borough School District Board of Education. Resources are allocated to, and accounted for, in individual funds, based upon the purposes for which those funds were created. The legal level of control (that is, the level at which expenditures cannot legally exceed the appropriation) is at the fund level.

The District maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Open encumbrance amounts lapse at year-end. However, these amounts are automatically reappropriated by Board Policy as part of the subsequent year's budget.

The District prepares its budget on generally accepted accounting principles (GAAP) basis.

The FY09 budget was developed based on a forecast of 9,053 students. The District's actual OASIS enrollment per the Department of Education and Early Development was 9,256. Local effort was funded to the maximum allowed by law as it has been for many years. However, the Kenai Peninsula Borough Assembly and administration have indicated continued maximum funding may not be possible, given a downturn in the economy. HB273 was enacted in 2008. In addition to a hold harmless provision, it changed three components of the State Foundation funding formula over a period of 5 years as follows:

Fiscal Year	District Cost Factor	Intensive Multiplier	Base Student Allocation
FY2009	50% of ISER	x 9	\$5,480
FY2010	62.5% of ISER	x 11	\$5,580
FY2011	75% of ISER	x 13	\$5,680
FY2012	87.5% of ISER		
FY2013	100% of ISER		

The general fund revenue budget was revised from \$120,209,256 to \$120,377,796 at the February 2, 2009 board meeting to reflect an estimated increase of \$168,540 due to increased enrollment. Because actual enrollment exceeded the projection, the district did not need to use \$1,228,245 of fund balance as originally budgeted.

Correspondingly, the expenditure budget was revised to reflect the annual salary and benefit adjustment relative to actual staff hired for FY09. This revision also included increases to the supply and copy budget allocations due to additional enrollment, and reductions to charger school budgets due to unrealized enrollment.

The budget amendments are detailed as follows:

**Kenai Peninsula Borough School District
FY09 Revenue Budget Change – General Fund**

<u>Revenue Source</u>	6-3-08 KPBSD Original Budget	2-2-09 KPBSD Budget Revision	KPBSD Final Budget
Borough In-Kind	\$ 8,430,622	\$ -	\$ 8,430,622
Borough Appropriation	32,456,264	260,059	32,716,323
Earnings on Investments	420,000	-	420,000
E-Rate	636,320	-	636,320
Miscellaneous	80,000	-	80,000
Allocation of Fund Balance	<u>1,668,872</u>	<u>(1,228,245)</u>	<u>440,627</u>
Total Local Revenue	<u>43,692,078</u>	<u>(968,186)</u>	<u>42,723,892</u>
Foundation Program	61,187,238	1,130,688	62,317,926
PERS/TRS On-Behalf Payment	14,640,379	-	14,640,379
Quality Schools	<u>239,561</u>	<u>6,038</u>	<u>245,599</u>
Total State Revenue	<u>76,067,178</u>	<u>1,136,726</u>	<u>77,203,904</u>
Medicaid	<u>450,000</u>	<u>-</u>	<u>450,000</u>
Total Federal Revenue	<u>450,000</u>	<u>-</u>	<u>450,000</u>
General Fund Revenue	<u>\$ 120,209,256</u>	<u>\$ 168,540</u>	<u>\$ 120,377,796</u>

Cash and Investments

The School District participates in a Central Treasury managed by the Kenai Peninsula Borough. The Central Treasury concept permits investment of combined funds. Each fund has an account titled, "Equity in Central Treasury" which is that fund's share of the Equity in Central Treasury. Each fund whose monies are deposited in the Central Treasury has equity therein.

Borough ordinance authorizes the Borough to invest in obligations of the U.S. Treasury, its agencies and instrumentalities, bankers' acceptances of the fifty largest banks, highest rated commercial paper, repurchase agreements, fully collateralized certificates of deposit, money market mutual funds, highest rated bonds and notes issued by a state or political subdivision thereof, and the Alaska Municipal League Investment Pool, Inc. Borough ordinance places limitations on maturity of investments, and Borough investment procedures limit the level of investment by type. School District investments are insured or registered or are securities which are held by the Borough or its agent in the Borough's name, the lowest risk category as defined by Statement No. 3 of the Governmental Accounting Standards Board.

Cash is used to account for cash held in bank accounts for the Student Activity Agency Fund and to account for petty cash and other cash not classified elsewhere. All deposits are collateralized by federal deposit insurance or by securities held by the Borough's agent in the Borough's name.

Investments are stated at fair market value.

Short Term Interfund Receivables/Payables

During the course of operations, individual funds may overdraw their share of the pooled cash in the Central Treasury. Such advances are classified as "due to other funds" while the offsetting interfund receivable is classified as "due from other funds" in the General Fund on the balance sheet.

Inventories

Inventories are recorded at average cost on a first-in, first-out basis. General fund inventory consists of expendable supplies and equipment held at the central warehouse for issuance to schools or other School District locations. Food Service Fund inventory consists primarily of foodstuffs. The cost of inventory items in the School Operating Fund and Food Service Fund is included in expenditures when issued to schools from the central warehouse or issued for consumption. Land acquired for the Building Trades Project (see Note 7) is recorded at cost. A portion of fund balance is reserved for inventory to indicate that inventory does not represent available, spendable resources even though it is a component of assets.

School Maintenance Supply inventory is maintained and accounted for by the Kenai Peninsula Borough. The cost of these inventory items is included in Borough In-Kind Services.

Capital Assets

The Borough owns and accounts for all land, school buildings, and improvements other than buildings, which are provided to School District schools without charge. General capital assets, which consist of furniture and equipment, are reported in the governmental activities column in the district-wide financial statements. General capital assets are defined by the School District as assets with an initial, individual cost of \$5,000 or more, and an estimated useful life in excess of one year. General capital assets are valued at cost or estimated historical cost when the original cost is not available and depreciated/amortized over their estimated useful lives. Donated capital assets are valued at their estimated fair market value on the date received. The District owns land to be used for furthering vocational instruction. Additional information may be found in Note 7. Estimated useful life is management's estimate of how long the asset is expected to meet service demands. Straight line depreciation is used based on estimated useful lives of 5 to 20 years for furniture and equipment.

Compensated Absences

It is the School District's policy to allow employees to accumulate leave benefits which vary by employee groups. Leave benefits include annual leave, certain sick leave balances that are paid at retirement, and personal leave which may be cashed in under certain conditions. The School District accumulates the resources to pay compensated absences and records its liability for these compensated absences in the internal service fund.

Sick leave that is not payable upon retirement is recorded as an expenditure/expense when used. Compensated absences historically are expenditures of the general fund, food service fund, Title I fund and transportation fund.

Fund Balance

Reserves include encumbrances, inventories, prepaid expenses and self insurance; they represent those portions of fund balance legally segregated for future use. Designated portions of fund balances for the charter schools, school incentive purchases, facility maintenance and for subsequent year's operations represent tentative planning for future use of financial resources. Undesignated fund balance represents the excess of assets over liabilities and designated fund balance.

Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is

employed as an extension of formal budgetary integration in the General Fund and Special Revenue Funds. Encumbrances outstanding at year-end are reported as reservations of fund balances since they do not constitute expenditures or liabilities and will be honored through subsequent year's expenditures.

Grants

Reimbursable grant revenues are recognized in the respective grant fund at the time eligible expenditures are made.

In-Kind Contributions

The Kenai Peninsula Borough pays for certain expenditures of the school district. The School District records these amounts as in-kind contributions at their actual cost.

Interfund Transactions

Interfund services provided and used are accounted for as revenues and expenditures between the participating funds. Transactions that constitute reimbursement to a fund for expenditures initially made from it and that are properly applicable to another fund are recorded as expenditures in the reimbursing fund and as a reduction of expenditures in the fund being reimbursed.

Except for interfund services and reimbursements, all other interfund transfers are reported as transfers.

NOTE 2 - EQUITY IN CENTRAL TREASURY

The carrying value of the equity in the Central Treasury varies from the balances reported on the balance sheet by the amount that individual funds have overdrawn their share of the pooled cash. A reconciliation of the carrying value to the reported value as of June 30, 2009 is as follows:

	General	Special Revenue	Internal Service Fund	Governmental Total	Agency
Carrying value of equity in Central Treasury	\$ 26,410,575	\$8,816,168	\$ 3,144,697	\$ 38,371,440	\$ 2,066.812
Due to (from) other funds	<u>(2,607,885)</u>	<u>2,607,885</u>	-	-	-
Reported Equity in Central Treasury	<u>\$ 23,802,690</u>	<u>\$11,424,053</u>	<u>\$ 3,144,697</u>	<u>\$ 38,371,440</u>	<u>\$ 2,066,812</u>

NOTE 3 - RECEIVABLES

Receivables at June 30, 2009, consist of the following:

	General	Special Revenue	Total
Accounts	\$ 18,016	\$ 44,572	\$ 62,588
Intergovernmental:			
Major Special Revenue:			
Federal – Through the State		1,336,067	1,336,067
Non-Major Special Revenue:			
Local		100,549	100,549
State		181,042	181,042
Federal – Through the State		779.607	779.607
Federal – Direct		135.048	135.048
Total receivables	<u>\$ 18,016</u>	<u>\$ 2,576,885</u>	<u>\$ 2,594,901</u>

All receivables are considered collectible based upon the terms and nature of the grants and receivables; therefore, no allowance for uncollectible receivables has been provided.

NOTE 4 - CAPITAL ASSETS

The Borough owns and accounts for all land, school buildings and improvements other than buildings, which are provided to School District schools without charge. Capital assets, as recorded in the School District's financial records, consist of furniture and equipment. The changes in capital assets by major class for year ended June 30, 2009, were as follows:

	July 1, 2008			June 30, 2009
Governmental activities:	<u>Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u>
Furniture and equipment	\$ 6,271,013	\$ 554,398	\$ (172,123)	\$ 6,653,288
Less accumulated depreciation for furniture and equipment	<u>(3,789,796)</u>	<u>(406,071)</u>	<u>140,940</u>	<u>(4,054,927)</u>
Governmental activities capital assets, net	<u>\$ 2,481,217</u>	<u>\$ 148,327</u>	<u>\$ (31,183)</u>	<u>\$ 2,598,361</u>

Depreciation expense was charged to governmental activities as follows:

Instruction	\$ 67,035
Special Education - pupil instruction	1,177
Support services - instruction	3,644
School administration	9,075
School administration - support	4,605
District administration	4,926
District administration - support	26,072
Operation and maintenance of plant	16,364
Pupil activities	216,454
Pupil transportation	49,226
Food services	<u>7,493</u>
Total depreciation expense	<u>\$ 406,071</u>

Schedule of Capital Assets
Depreciation Classes by Useful Life

<u>Useful Life (years)</u>	<u>Description</u>
5	Computers, software, printers, and library equipment.
7	Audio video and business equipment and vehicles
10	Buses, musical instruments, athletic, food service, and medical equipment.
15	Classroom, communication, custodial, shop, grounds and playground equipment.
20	Furniture

NOTE 5 - LONG TERM DEBT

The School District's long-term debt as of June 30, 2009 is comprised of the following:

Long-term contracts payable

The district currently has no long-term contracts payable.

Compensated absences payable

As discussed in Note 1, the School District established an employee compensated leave fund in FY04 to account for the assets required to pay for sick, personal, and annual leave accrued by employees.

Net Pension Obligation payable

As discussed in Note 6, the School District had a long-term debt in the form of a Net Pension Obligation and Other Post-Employment Benefits (OPEB) for the Public Employees Retirement System (PERS). These liabilities were written off at July 1, 2009 due to the plan's conversion to a cost sharing arrangement.

Following is a schedule of changes in long-term debt to reflect Compensated absences payable and the Net Pension Obligation for the year end June 30, 2009.

	Total June 30, 2008	Additions	Deletions	Ending Total June 30, 2009	Amount due in one year
Compensated Absences	\$ 3,181,614	\$ 1,950,400	\$ 1,987,317	\$ 3,144,697	\$36,917
Net Pension Obligation/OPEB	<u>5,024,344</u>	<u>-</u>	<u>5,024,344</u>	<u>-</u>	<u>-</u>
Total Long -Term Debt	<u>\$ 8,205,958</u>	<u>\$ 1,950,400</u>	<u>\$ 7,011,661</u>	<u>\$ 3,144,697</u>	<u>\$36,917</u>

NOTE 6 – PENSION PLANS

Defined Benefit Pension Plan

The School District participates in two defined benefit pension plans. The Teachers' Retirement System (TRS) is a cost-sharing, multiple employer plan which covers teachers and other eligible participants. The Public Employees' Retirement System (PERS) was originally established as an agent multiple employer plan, but was converted by legislation to a cost-sharing plan, effective July 1, 2008. PERS covers eligible State and local government employees, other than teachers. Both plans were established and are administered by the State of Alaska to provide pension, postemployment healthcare, death, and disability benefits. Benefit and contribution provisions are established by State law and may be amended only by the State Legislature.

The plans are included in comprehensive annual financial reports that include financial statements and other required supplemental information. The reports are available at the following address:

Department of Administration
Division of Retirement and Benefits
P.O. Box 110203
Juneau, AK 99811-0203

Conversion to Cost Sharing

In April 2008 the Alaska Legislature passed Senate Bill (SB) 125 which converted the existing Public Employees' Retirement System (PERS) from an agent-multiple employer plan to a cost-sharing plan with an effective date of July 1, 2008. Under the cost-sharing arrangement, the State of Alaska Division of Retirement and Benefits will no longer track individual employer assets and liabilities. Rather, all plan costs and past service liabilities will be shared among all participating employers. The cost-sharing plan requires a uniform employer contribution rate of 22% of active member wages, subject to a wage floor. In addition, the legislation provides for State contributions in the event that the annually calculated and board adopted rate, which includes a provision to pay down the past-service liability, exceeds 22%. Any such additional contributions will be recognized by each employer as an on-behalf payment.

In addition, in fiscal year 2008, the State of Alaska passed legislation (SB 123) which requires that the employer contribution be calculated on all PERS eligible wages, including wages attributable to the defined contribution plan described later in these footnotes.

As a result of the conversion to cost-sharing, the District will not be obligated to pay or to continue amortizing any prior recorded Net Pension/OPEB obligation. Accordingly, the District has written off its June 30, 2008 net pension/OPEB obligation and has recognized a special item (gain) in the amount of \$5,024,344 in the State of Activities.

Funding Policy

Regular employees are required to contribute 6.75% of their annual covered salary (2.09% for pension and 4.66% for health care) for PERS and 8.65% (4.03% for pension and 4.62% for health care) for TRS. The funding policy provides for periodic employer contributions, based on actuarially determined rates that, expressed as percentages of annual covered payroll, are sufficient to accumulate sufficient assets to pay both pension and postemployment healthcare benefits when due.

For both plans the employer contribution rate is statutorily capped at 22% and 12.56% for PERS and TRS respectively, although State legislation currently provides that the State of Alaska will contribute any amount over the statutory limit such that the total contribution equals the Alaska Retirement Management Board adopted rates. The Board adopted rate will generally be consistent with the actuarially determined rate, but not the same as the Governmental Accounting Standards Board (GASB) Statement 45 accounting rate.

The District's contribution rates for 2008 were determined as part of the June 30, 2006 actuarial valuation and are as follows:

		ARM Board	
	Contractual	Adopted	GASB 45*
<u>PERS</u>	<u>Rate</u>	<u>Rate</u>	<u>Rate</u>
Pension	6.82%	10.91%	8.47%
Post-employment healthcare	<u>15.18%</u>	<u>24.31%</u>	<u>37.25%</u>
Total contribution rate	<u>22.00%</u>	<u>35.22%</u>	<u>45.72%</u>
	Contractual	ARM Board	
<u>TRS</u>	<u>Rate</u>	<u>Adopted</u>	<u>GASB 45*</u>
Pension	5.84%	20.57%	18.52%
Post-employment healthcare	<u>6.72%</u>	<u>23.60%</u>	<u>40.44%</u>
Total contribution rate	<u>12.56%</u>	<u>44.17%</u>	<u>58.96%</u>

*This rate uses a 4.5% OPEB discount rate and disregards future Medicare Part D payments.

The significant actuarial information and assumptions used in the most recent valuation of the plan follow:

Valuation Date	June 30, 2008
Actuarial Cost Method	Entry age normal Level percentage of pay for pension Level dollar for healthcare
Amortization Method	Level dollar, closed
Equivalent Single Amortization Period	20 years PERS, 19 years TRS
Asset Valuation Method	5-year smoothed market
Investment Rate of Return	8.25% pension, 4.5% healthcare
Salary Scale	<i>PERS</i> Merit: 5.5% per year grading down to 1.5% after 5 years, for more than 6 years of service, 1.0% grading down to 0% Productivity: 0.5% per year <i>TRS</i> 6.0% for the first five years grading down to 4.0% after 15 years
Payroll Growth	4.0%
Inflation	3.5%
Health Cost Trend	Medical - 8.0% in FY09 trending downward by variable amounts to 5.9% in FY15, 5.8% through FY25, 5.7% through FY50 and 5.1% through FY100 Prescription Drugs – 10.8% in FY09 trending downward by variable amounts to 5.9% in FY15, 5.8% through FY25, 5.7% through FY50 and 5.1% through FY100

Under both plans, retiree healthcare benefits are partially funded. Both plans use the percentage of ARC methodology in the development of the investment rate of return.

The projection of future benefits for an ongoing plan involves estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plans and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits in force at the valuation date and the pattern of sharing benefit costs between the District and the plan members at that point. Actuarial calculations reflect a long-term perspective and employ methods and assumptions that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial values of assets.

Projected benefits for financial reporting purposes do not incorporate any potential effects of legal or contractual funding limitations.

Annual Pension and Postemployment Healthcare Cost - PERS

The District is required to contribute 22% of covered payroll, subject to a wage floor. In addition, the State of Alaska contributed approximately 13.22% of covered payroll to the Plan. In accordance with the provisions of GASB Statement Number 24, the District has recorded the State contribution in the amount of \$1,887,361 as a PERS on-behalf payment. However, because the District is not statutorily obligated for

the payments, this amount is excluded from pension and OPEB cost as described here. Only one year of information is available at this time.

Year End June 30,	Annual Pension Cost	Annual OPEB Cost	Total Benefit Cost (TBC)	District Contribution	% of TBC Contributed
2009	\$ 812,314	\$ 1,809,202	\$2,621,516	\$2,621,516	100%

The total amount of PERS on-behalf payment included in the general fund is \$2,206,037; it includes \$318,676 on-behalf payments received by the Kenai Peninsula Borough for maintenance in-kind services.

Annual Pension and Postemployment Healthcare Cost - TRS

The District is required to contribute 12.56% of covered payroll, subject to a wage floor. In addition, the State of Alaska contributed approximately 31.61% of covered payroll to the Plan. In accordance with the provisions of GASB Statement Number 24, the District has recorded the State contribution in the amount of \$13,021,959 as a TRS on-behalf payment. However, because the District is not statutorily obligated for the payments, this amount is excluded from pension and OPEB cost as described here. The District's annual pension and other postemployment benefit (OPEB) costs for the years ending June 30, 2009, 2008, and 2007, respectively, were equal to the contractually agreed upon rate for each year.

Year End June 30,	Annual Pension Cost	Annual OPEB Cost	Total Benefit Cost (TBC)	District Contribution	% of TBC Contributed
2009	\$ 2,189,749	\$ 2,519,744	\$4,709,493	\$4,709,493	100%
2008	1,969,125	2,711,468	4,680,593	4,680,593	100%
2007	7,358,729	1,917,369	9,726,098	9,726,098	100%

DEFINED CONTRIBUTION PENSION PLAN

The State of Alaska Legislature approved Senate Bill 141 to create the Public Employees' Retirement System (PERS) Tier IV and Teachers' Retirement System (TRS) Tier III Defined Contribution Retirement Plan for employees hired after July 1, 2006 or for employees converting from the PERS Tier I, II or III or TRS Tier I or II Defined Benefit Plans. The plan is administered by the State of Alaska, Department of Administration, and benefit and contribution provisions are established by State law and may be amended only by the State Legislature. The Alaska Retirement Management Board may also amend contribution requirements. Included in the plan are individual pension accounts, a retiree medical insurance plan and a separate Health Reimbursement Arrangement account that will help retired members pay medical premiums and other eligible medical expenses not covered by the medical plan. Employees are required to contribute 8.0% of their annual covered salary and the School District is required to make the following contributions:

	PERS TIER IV	TRS TIER III
Individual account	5.00%	7.00%
Health reimbursement arrangement (HRA) *	3.00	3.00
Retiree medical plan	.99	.99
Occupational death and disability benefits	.58	.62
	<u>9.57%</u>	<u>11.61%</u>

* Health Reimbursement Arrangement - AS 39.30.370 requires that the employer contribute "an amount equal to three percent of the employer's average annual employee compensation." For actual remittance, this amount is calculated as a flat rate for each full-time or part-time employee per pay period.

The School District and employee contributions to PERS, including the HRA contribution for the year ended June 30, 2009 were \$556,853 and \$201,011, respectively. The School District and employee contributions to TRS, including the HRA contribution for the year ended June 30, 2009 were \$715,527 and \$457,256, respectively.

NOTE 7 - BUILDING TRADES PROJECT

The School District has acquired various parcels of land on which vocational education classes of Kenai Central High School constructed houses. Periodically these houses are sold and the proceeds used to recover the School District's costs. These projects are supervised by the Kenai Peninsula Building Authority, a nonprofit organization established by the School District in October, 1969, for the specific purpose of administering and overseeing this "Building Trades Project."

NOTE 8 - FOOD SERVICE SPECIAL REVENUE FUND

The United States Department of Agriculture provided \$94,193 of food, milk and supplies during the year without charge to the School District. These in-kind contributions have been reflected as revenue and expenditures within the Food Service Special Revenue Fund.

NOTE 9 - INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund receivable and payables resulting from short-term operating advances at June 30, 2009 are as follows:

	Receivable	Payable
Major Fund - General Fund	\$ 2,607,885	\$ -
Major Fund - Title I	-	1,332,264
Non-major governmental funds	-	1,275,621
	<u>\$ 2,607,885</u>	<u>\$ 2,607,885</u>

Interfund Transfers

Transfers from the general fund to non-major governmental funds are for operating subsidies.

Transfers between funds for the year ended June 30, 2009 were as follows:

	Transfer In:		
	<u>Major Governmental Funds</u>	<u>Non-Major Governmental Funds</u>	<u>Total</u>
Transfer Out: General Fund	\$3,937,171	\$513,905	\$4,451,076

NOTE 10 - RISK MANAGEMENT

The School District participates in a limited self-insurance program which is codified by Kenai Peninsula Borough ordinance and administered by a risk management committee. It is the responsibility of the risk management committee to insure, self-insure or select appropriate retention levels and deductibles for the risks confronting the School District. All losses and claims are reported to the Risk Management Office and are handled internally within the retention and deductible level. New claims and outstanding claims are reviewed monthly by the Kenai Peninsula Borough Attorney, who has an extensive background in tort law, and the Risk Manager. There were no significant changes in the amount of coverage during the current fiscal year.

The greatest exposure to financial loss confronting the School District would be in the areas of auto liability and general liability due to the fleet of vehicles operated and the number of properties owned and operated by the Kenai Peninsula Borough and School District. Based on historical evidence of claim value and the increasing ability to fund a greater level of retention, the risk management committee chose to retain the first \$250,000 of each occurrence at the beginning of fiscal year 1992.

Insurers provide annual aggregate limits up to \$11,750,000 in excess of our retention level for the exposures of general liability, auto liability, public officials' liability and educational errors and omissions liability. Insurance coverage for these various types of liability exposure are being provided by insurers in a single package policy format. Building and contents are insured in excess of a \$100,000 deductible per occurrence, and data processing equipment and vehicles are insured in excess of a \$500 deductible per occurrence. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years. The Borough continues to fully insure the non-owned aircraft liability risks.

In an attempt to reduce workers' compensation costs, which had increased substantially in prior years, effective October 1, 2002, the Borough became self-insured for workers' compensation, with a retention level of \$250,000.

The Kenai Peninsula Borough Insurance and Litigation Fund annually allocates the costs for insurance coverage on a proportionate share basis to the Borough, its services areas and the school district. In addition, an appropriate sum is charged for anticipated losses and claims that will be paid within the self-insured retention and deductible levels. The net assets of the fund are designated for future catastrophic losses.

	Beginning of Fiscal <u>Year Liability</u>	Current Year <u>Claim Estimates</u>	Claim <u>Payments</u>	End of Fiscal <u>Year Liability</u>
2006 – 2007	925,350	1,617,290	(1,500,054)	1,042,586
2007 – 2008	1,042,586	2,556,840	(2,030,110)	1,569,316
2008 – 2009	1,569,316	2,088,946	(2,511,487)	1,146,775

Included above is a liability for incurred but not reported (IBNR) claims of \$50,000. Experience indicates those losses or claims do not go unreported for any significant length of time; therefore, the exposure to IBNR losses or claims is minimal.

The School District maintains a health and medical benefit program which covers all permanent employees working more than half time. The School District retains a major portion of the risk of this plan, and, accordingly, is liable for any employee health claims that are approved for payment. Stop-loss limits are \$200,000 for individual claims and \$1,000,000 for aggregate claims. Health and medical expenditures totaled approximately \$15,403,524 for the year ended June 30, 2009 and consisted of paid claims, stop-loss premiums and administrative fees. Accruals were made based on estimates of health claims at year

end, including claims incurred but not reported. Such accruals are accounted for in the General Fund. A schedule of the changes in the health care claims liability for the three years ended June 30, 2007, 2008 and 2009 follows:

	Beginning of Fiscal <u>Year Liability</u>	Current Year <u>Claim Estimates</u>	Claim <u>Payments</u>	End of Fiscal <u>Year Liability</u>
2006 – 2007	\$2,353,006	\$12,823,183	\$(12,440,143)	\$2,736,046
2007 – 2008	2,736,046	13,525,653	(13,517,409)	2,744,290
2008 – 2009	2,744,290	15,616,253	(15,349,775)	3,010,768

NOTE 11 - CONTINGENCIES

From time to time, the District may be a participant in legal proceedings related to the conduct of its business. In the normal course of business, it also has various commitments and contingent liabilities, which are not reflected in the accompanying financial statements. In the opinion of management, any current legal proceedings, commitments or contingent liabilities will not materially affect the financial position of the District.

Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by the grantor agencies, principally the federal and state governments. Any disallowed claims, including amounts already collected, would become a liability of the General Fund. In the opinion of management, any disallowed claims will not have a material effect on any fund type of the School District included in the financial statements, as of and for the year ended June 30, 2009.

Unemployment Insurance

The School District finances its participation in the Unemployment Insurance program by reimbursing the program for the actual benefits paid to former employees. As of June 30, 2009, the School District had not recorded a liability for unemployment benefits for persons employed prior to that time as the amount is not currently subject to reasonable estimation. However, in the opinion of management, any unemployment insurance reimbursement claims based on wages paid prior to June 30, 2009, will not have a material effect on the financial statements as of and for the year ended June 30, 2009.

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MAJOR FUNDS

GENERAL FUND:

The general school district activities are recorded in the General Fund. The revenues of the General Fund are derived primarily from the Kenai Peninsula Borough and allocations received from the State of Alaska and the United States government. Primary expenditures in the General Fund are made for student instruction, administration, and operation and maintenance of plant.

General Fund Balance Sheet

General Fund Schedule of Changes in Fund Balance

General Fund Schedule of Revenues – Budget (GAAP Basis) and Actual

General Fund Schedule of Expenditures – Budget (GAAP Basis) and Actual

Schedule of Compliance – AS 14.17.505

Schedule of Compliance – AS 14.17.520

EQUIPMENT FUND – SPECIAL REVENUE:

This fund was established by the Board of Education to address equipment needs of the District on an as needed basis. Examples include: replacing portable classrooms, copiers, vocational classrooms equipment, desks, tables and chairs. Funding of the District's technology and charter school equipment needs are also recorded here.

Balance Sheet – Major Fund – Equipment

Major Fund - Equipment - Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (GAAP Basis) and Actual

TITLE I FUND – SPECIAL REVENUE:

Title I encompasses all of the NCLB special revenue funding for the purpose of:

Improving basic Title I programs,
Improving the education of migrant children,
Prevention and intervention for children and youth who are neglected, delinquent or at-risk,
Teacher and principal training and recruitment,
English language acquisition, language enhancement and academic achievement,
Safe and drug-free schools and communities, and
Recruitment and professional development of teachers to increase student achievement.

Balance Sheet – Major Fund – Title I

Major Fund – Title I - Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (GAAP Basis) and Actual

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KENAI PENINSULA BOROUGH SCHOOL DISTRICT
GENERAL FUND
BALANCE SHEET
June 30, 2009 and 2008

<u>ASSETS</u>	<u>2009</u>	<u>2008</u>
Cash on hand	\$ 38,986	\$ 41,925
Equity in Central Treasury	26,410,575	21,467,988
Accounts receivable	18,016	834,214
Prepaid Items	857,300	2,800,000
Due from Special Revenue Funds	2,607,885	2,735,537
Inventory	<u>793,795</u>	<u>746,736</u>
Total Assets	<u>\$ 30,726,557</u>	<u>\$ 28,626,400</u>
 <u>LIABILITIES AND FUND BALANCE</u> 		
Liabilities:		
Accounts payable	<u>\$ 324,999</u>	<u>\$ 583,223</u>
Accrued liabilities:		
Payroll	4,494,444	4,102,158
Retirement	308,751	309,858
Payroll taxes	1,410,930	1,461,118
Payroll deductions	13,998	31,642
Health	<u>3,010,768</u>	<u>2,744,290</u>
Total Accrued Liabilities	<u>9,238,891</u>	<u>8,649,066</u>
Total Liabilities	<u>9,563,890</u>	<u>9,232,289</u>
Fund Balance:		
Reserved for encumbrances	3,650,412	1,998,510
Reserved for inventory	793,795	746,736
Reserved for prepaid expenses	857,300	2,800,000
Reserved for self insurance - health care	4,344,173	3,262,925
Reserved for self insurance - workers compensation	<u>-</u>	<u>250,000</u>
Total Reserved Fund Balance	9,645,680	9,058,171
Unreserved:		
Designated Technology Plan II		1,087,500
Designated for potential interest shortfall	-	400,000
Designated for school/dept incentive purchases	631,750	883,187
Designated for charter schools	570,373	2,394,188
Designated for subsequent year operations	4,524,843	1,668,872
Designated for facilities maintenance	1,106,344	1,181,985
Undesignated	<u>4,683,677</u>	<u>2,720,208</u>
Total Unreserved Fund Balance	11,516,987	10,335,940
Total Fund Balance	<u>21,162,667</u>	<u>19,394,111</u>
Total Liabilities and Fund Balance	<u>\$ 30,726,557</u>	<u>\$ 28,626,400</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
GENERAL FUND
SCHEDULE OF CHANGES IN FUND BALANCE
For the Years Ended June 30, 2009 and 2008

	2009	2008
Fund Balance, Beginning of Year	\$ 19,394,111	\$ 13,491,648
Add Revenues and Other Financing Sources	121,389,798	123,927,465
Deduct Expenditures and Other Financing Uses	(119,621,242)	(118,025,002)
Fund Balance, End of Year	\$ 21,162,667	\$ 19,394,111

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
GENERAL FUND
SCHEDULE OF REVENUES - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2009
With Comparative Actual Totals for Year Ended June 30, 2008

	2009				2008 Actual
	Original Budget	Current Budget	Actual	Variance Positive (Negative)	
Revenues:					
Local:					
Operating Fund	\$ 32,456,264	\$ 32,716,323	\$ 32,948,855	\$ 232,532	\$ 29,945,978
Kenai Peninsula Borough - In-Kind	8,430,622	8,430,622	8,198,090	(232,532)	7,755,139
Total Local	<u>40,886,886</u>	<u>41,146,945</u>	<u>41,146,945</u>	<u>-</u>	<u>37,701,117</u>
State:					
Public School Funding	61,187,238	62,317,926	62,317,926	-	60,523,098
Retirement: On-Behalf	14,640,379	14,640,379	15,227,995	587,616	19,322,147
LOG/Quality Schools	239,561	245,599	245,599	-	1,740,731
Other	-	-	-	-	1,394,329
Total State	<u>76,067,178</u>	<u>77,203,904</u>	<u>77,791,520</u>	<u>587,616</u>	<u>82,980,305</u>
Federal - Through the State:					
Medicaid	-	-	1,900	1,900	323,107
Medicaid - Direct Reimbursement	450,000	450,000	286,138	(163,862)	308,722
Medicaid - Allowance: State of Alaska	-	-	-	-	(82,805)
Miscellaneous	-	-	-	-	233
Total Federal - Through the State	<u>450,000</u>	<u>450,000</u>	<u>288,038</u>	<u>(161,962)</u>	<u>549,257</u>
Other Revenues:					
Earnings on Investments	420,000	420,000	1,563,679	1,143,679	1,746,569
Facilities Rental	30,000	30,000	33,800	3,800	25,100
Miscellaneous	50,000	50,000	139,526	89,526	202,894
E-Rate	636,320	636,320	426,290	(210,030)	722,223
Fund Balance Appropriation	1,668,872	440,627	-	(440,627)	-
Total Other Revenues	<u>2,805,192</u>	<u>1,576,947</u>	<u>2,163,295</u>	<u>586,348</u>	<u>2,696,786</u>
Total Revenues	<u>120,209,256</u>	<u>120,377,796</u>	<u>121,389,798</u>	<u>1,012,002</u>	<u>123,927,465</u>
Other Financing Sources:					
Operating Transfers In	-	-	-	-	-
Total Revenues and Other Financing Sources	<u>\$ 120,209,256</u>	<u>\$ 120,377,796</u>	<u>\$ 121,389,798</u>	<u>\$ 1,012,002</u>	<u>\$ 123,927,465</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2009
With Comparative Actual Totals for Year Ended June 30, 2008

	2009				2008 Actual
	Original Budget	Current Budget	Actual	Variance- Positive (Negative)	
Regular Instruction:					
Certified Salaries	\$ 30,387,622	\$ 29,602,284	\$ 28,674,521	\$ 927,763	\$ 26,979,751
Non-Certified Salaries	2,052,138	2,174,106	2,115,186	58,920	1,981,433
Employee Benefits	20,416,539	20,218,336	20,589,985	(371,649)	22,192,141
Professional-Technical Services	109,444	131,125	100,099	31,026	62,457
Travel	195,830	225,769	173,689	52,080	108,311
Student Travel	12,000	11,506	11,963	(457)	2,237
Utility Services	116,074	104,730	21,978	82,752	32,054
Purchased Services	1,016,284	908,470	813,829	94,641	1,027,623
Supplies and Materials	3,004,997	3,113,026	3,019,575	93,451	3,226,558
Other Expenses	1,191,504	952,590	85,194	867,396	78,777
Equipment	833,000	1,423,023	1,383,380	39,643	720,735
	<u>59,335,432</u>	<u>58,864,965</u>	<u>56,989,399</u>	<u>1,875,566</u>	<u>56,412,077</u>

Continued

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2009
With Comparative Actual Totals for Year Ended June 30, 2008

	2009				2008 Actual
	Original Budget	Current Budget	Actual	Variance- Positive (Negative)	
Special Education Instruction:					
Certified Salaries	\$ 5,298,312	\$ 5,289,678	\$ 5,182,970	\$ 106,708	\$ 4,889,358
Non-Certified Salaries	2,177,185	2,280,697	2,269,792	10,905	2,056,711
Employee Benefits	4,842,941	5,036,504	5,343,949	(307,445)	5,454,018
Professional-Technical Services	14,843	8,568	9,555	(987)	29,702
Travel	65,949	61,065	33,198	27,867	43,830
Student Travel	13,000	8,581	77	8,504	890
Utility Services	-	-	-	-	1,795
Purchased Services	2,910	2,910	158	2,752	1,654
Supplies and Materials	91,109	86,218	75,981	10,237	89,253
Other Expenses	140,113	141,385	144,745	(3,360)	95,138
Equipment	10,000	19,862	13,413	6,449	4,730
	<u>12,656,362</u>	<u>12,935,468</u>	<u>13,073,838</u>	<u>(138,370)</u>	<u>12,667,079</u>

Continued

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2009
With Comparative Actual Totals for Year Ended June 30, 2008

	2009				2008 Actual
	Original Budget	Current Budget	Actual	Variance- Positive (Negative)	
Special Education Services - Student:					
Certified Salaries	\$ 2,174,528	\$ 2,230,898	\$ 2,211,413	\$ 19,485	\$ 2,087,852
Non-Certified Salaries	264,735	334,394	309,391	25,003	257,341
Employee Benefits	1,469,254	1,553,450	1,589,288	(35,838)	1,681,868
Professional-Technical Services	367,786	371,126	357,057	14,069	218,154
Travel	89,135	83,852	57,226	26,626	70,049
Utility Services	5,345	5,667	5,034	633	6,463
Purchased Services	5,595	8,636	7,706	930	5,659
Supplies and Materials	39,714	34,165	26,031	8,134	24,469
Other Expenses	5,167	2,212	1,692	520	2,106
Equipment	5,000	7,968	2,788	5,180	3,255
	<u>4,426,259</u>	<u>4,632,368</u>	<u>4,567,626</u>	<u>64,742</u>	<u>4,357,216</u>

Continued

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2009
With Comparative Actual Totals for Year Ended June 30, 2008

	2009				2008 Actual
	Original Budget	Current Budget	Actual	Variance- Positive (Negative)	
Support Services - Pupil:					
Certified Salaries	\$ 928,891	\$ 978,822	\$ 991,049	\$ (12,227)	\$ 887,673
Non-Certified Salaries	1,122,472	1,083,865	1,004,340	79,525	1,045,356
Employee Benefits	1,398,173	1,435,649	1,486,850	(51,201)	1,551,650
Professional-Technical Services	3,920	100	100	-	100
Travel	33,462	43,255	40,589	2,666	31,070
Utility Services	2,777	2,247	595	1,652	921
Purchased Services	14,977	7,369	3,719	3,650	2,682
Supplies and Materials	28,497	33,858	31,050	2,808	37,356
Other Expenses	5,778	6,631	6,573	58	748
Equipment	-	3,710	3,982	(272)	4,103
	<u>3,538,947</u>	<u>3,595,506</u>	<u>3,568,847</u>	<u>26,659</u>	<u>3,561,659</u>

Continued

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2009
With Comparative Actual Totals for Year Ended June 30, 2008

	2009				2008 Actual
	Original Budget	Current Budget	Actual	Variance- Positive (Negative)	
Support Services - Instruction:					
Certified Salaries	\$ 816,132	\$ 853,477	\$ 789,533	\$ 63,944	\$ 787,254
Non-Certified Salaries	478,195	491,648	439,088	52,560	466,824
Employee Benefits	788,801	813,599	771,089	42,510	841,342
Professional-Technical Services	2,300	3,500	-	3,500	3,476
Travel	31,669	54,352	45,251	9,101	38,394
Student Travel	500	500	-	500	-
Utility Services	9,901	11,868	7,858	4,010	9,758
Purchased Services	116,050	77,879	100,680	(22,801)	94,046
Supplies and Materials	164,035	145,658	122,329	23,329	141,398
Other Expenses	3,453	2,905	1,723	1,182	3,003
Equipment	-	14,299	13,473	826	5,898
	<u>2,411,036</u>	<u>2,469,685</u>	<u>2,291,024</u>	<u>178,661</u>	<u>2,391,393</u>

Continued

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2009
With Comparative Actual Totals for Year Ended June 30, 2008

	2009				2008 Actual
	Original Budget	Current Budget	Actual	Variance- Positive (Negative)	
School Administration:					
Certified Salaries	\$ 3,553,566	\$ 3,568,959	\$ 3,510,423	\$ 58,536	\$ 3,424,142
Non-Certified Salaries	13,104	18,470	15,882	2,588	9,908
Employee Benefits	1,777,779	1,782,793	1,843,565	(60,772)	2,116,874
Professional - Technical Services	650	400	300	100	300
Travel	39,635	68,948	68,869	79	49,058
Utility Services	500	500	-	500	-
Purchased Services	-	-	-	-	-
Supplies and Materials	11,098	9,962	7,986	1,976	6,551
Other Expenses	29,719	30,327	31,615	(1,288)	29,765
Equipment	4,250	4,250	-	4,250	-
	<u>5,430,301</u>	<u>5,484,609</u>	<u>5,478,640</u>	<u>5,969</u>	<u>5,636,598</u>

Continued

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2009
With Comparative Actual Totals for Year Ended June 30, 2008

	2009				2008 Actual
	Original Budget	Current Budget	Actual	Variance- Positive (Negative)	
School Administration - Support:					
Non-Certified Salaries	\$ 1,685,649	\$ 1,864,877	\$ 1,886,817	\$ (21,940)	\$ 1,689,190
Employee Benefits	1,242,137	1,397,646	1,500,777	(103,131)	1,367,966
Professional - Technical Services	1,500	1,500	-	1,500	238
Travel	2,050	5,825	5,892	(67)	3,719
Utility Services	565,621	569,354	405,038	164,316	438,608
Purchased Services	33,007	38,483	26,544	11,939	3,357
Supplies And Materials	66,037	102,268	97,109	5,159	66,095
Other Expenses	22,556	14,773	3,868	10,905	3,253
Equipment	97,820	106,099	65,215	40,884	198,731
	<u>3,716,377</u>	<u>4,100,825</u>	<u>3,991,260</u>	<u>109,565</u>	<u>3,771,157</u>

Continued

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
 GENERAL FUND
 SCHEDULE OF EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL
 YEAR ENDED JUNE 30, 2009
 With Comparative Actual Totals for Year Ended June 30, 2008

	2009				2008 Actual
	Original Budget	Current Budget	Actual	Variance- Positive (Negative)	
District Administration:					
Certified Salaries	\$ 239,328	\$ 235,932	\$ 245,126	\$ (9,194)	\$ 243,695
Non-Certified Salaries	158,347	165,183	115,052	50,131	146,783
Employee Benefits	277,750	278,128	247,127	31,001	307,893
Professional-Technical Services	128,354	97,839	49,108	48,731	75,065
Travel	66,362	90,362	71,094	19,268	75,955
Utility Services	21,315	21,315	13,747	7,568	19,833
Purchased Services	27,240	19,170	7,337	11,833	5,885
Supplies and Materials	17,982	25,282	24,350	932	27,755
Tuition and Stipends	20,520	29,335	29,335	-	20,520
Other Expenses	31,375	35,375	31,073	4,302	29,205
Equipment	-	1,700	1,235	465	(2,417)
	<u>988,573</u>	<u>999,621</u>	<u>834,584</u>	<u>165,037</u>	<u>950,172</u>

Continued

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2009
With Comparative Actual Totals for Year Ended June 30, 2008

	2009				2008 Actual
	Original Budget	Current Budget	Actual	Variance- Positive (Negative)	
District Administrative Support Services:					
Certified Salaries	\$ 226,174	\$ 225,580	\$ 234,358	\$ (8,778)	\$ 214,793
Non-Certified Salaries	1,909,291	1,988,065	1,940,095	47,970	1,970,562
Employee Benefits	1,245,862	1,320,292	1,454,517	(134,225)	1,414,615
Professional-Technical Services	116,750	154,350	137,811	16,539	104,794
Travel	80,574	91,087	80,495	10,592	92,573
Utility Services	48,122	48,019	27,711	20,308	34,015
Purchased Services	585,806	557,444	340,228	217,216	418,073
Insurance Premiums	388,913	388,913	486,447	(97,534)	388,913
Supplies and Materials	72,733	177,836	65,693	112,143	146,522
Other Expenses	173,101	96,175	23,482	72,693	28,870
Indirect Costs	300,903	300,903	(271,559)	572,462	(283,775)
Equipment	93,000	92,905	46,448	46,457	15,517
	<u>5,241,229</u>	<u>5,441,569</u>	<u>4,565,726</u>	<u>875,843</u>	<u>4,545,472</u>

Continued

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2009
With Comparative Actual Totals for Year Ended June 30, 2008

	2009				2008 Actual
	Original Budget	Current Budget	Actual	Variance- Positive (Negative)	
Operation of Plant:					
Certified Salaries	\$ -	\$ -	\$ -	\$ -	\$ 180
Non-Certified Salaries	3,138,904	3,108,627	2,855,507	253,120	2,805,639
Employee Benefits	2,159,754	2,224,154	2,552,007	(327,853)	2,411,608
Travel	3,102	16,035	3,975	12,060	3,806
Utility Services	430,573	431,773	305,911	125,862	300,520
Energy	6,873,909	6,098,101	5,160,787	937,314	4,902,341
Purchased Services	6,448,092	6,445,058	6,532,330	(87,272)	6,211,083
Insurance Premiums	741,439	741,439	763,345	(21,906)	741,439
Supplies and Materials	276,060	314,999	305,872	9,127	280,733
Other Expenses	101,000	53,384	(20,298)	73,682	240
Equipment	2,500	55,947	70,096	(14,149)	29,843
	<u>20,175,333</u>	<u>19,489,517</u>	<u>18,529,532</u>	<u>959,985</u>	<u>17,687,432</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
 GENERAL FUND
 SCHEDULE OF EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL
 YEAR ENDED JUNE 30, 2009
 With Comparative Actual Totals for Year Ended June 30, 2008

	2009				2008 Actual
	Original Budget	Current Budget	Actual	Variance- Positive (Negative)	
Pupil Activity:					
Certified Salaries	\$ 898,701	\$ 757,623	\$ 667,526	\$ 90,097	\$ 655,284
Non-Certified Salaries	191,995	357,080	340,075	17,005	339,838
Employee Benefits	414,522	418,525	356,464	62,061	425,535
Professional - Technical Services	750	750	-	750	-
Travel	5,096	10,489	8,680	1,809	5,910
Student Travel	91,000	131,767	133,833	(2,066)	24,221
Utility Services	83	83	-	83	22
Purchased Services	20,744	20,744	16,714	4,030	16,384
Supplies and Materials	10,940	10,833	7,312	3,521	11,778
Other Expenses	34,545	34,351	24,271	10,080	25,801
Equipment	-	387	(275,185)	275,572	246,238
	<u>1,668,376</u>	<u>1,742,632</u>	<u>1,279,690</u>	<u>462,942</u>	<u>1,751,011</u>
 Total Expenditures	 <u>119,588,225</u>	 <u>119,756,765</u>	 <u>115,170,166</u>	 <u>4,586,599</u>	 <u>113,731,266</u>
Other Financing Uses:					
Transfer To Community Theater Fund	-	-	12,774	(12,774)	11,217
Transfer To Food Service Fund	621,031	621,031	424,998	196,033	810,606
Transfer To Charter School	-	-	2,322,383	(2,322,383)	-
Transfer To AASB - Laptop Initiative	-	-	76,133	(76,133)	-
Transfer To Pupil Transportation Fund	-	-	-	-	471,913
Transfer To Equipment Fund	-	-	1,614,788	(1,614,788)	3,000,000
Transfer To TRS Fund	-	-	-	-	-
Total Other Financing Uses	<u>621,031</u>	<u>621,031</u>	<u>4,451,076</u>	<u>(3,830,045)</u>	<u>4,293,736</u>
 Total Expenditures and Other Financing Uses	 <u>\$ 120,209,256</u>	 <u>\$ 120,377,796</u>	 <u>\$ 119,621,242</u>	 <u>\$ 756,554</u>	 <u>\$ 118,025,002</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
 SCHEDULE OF COMPLIANCE - AS 14.17.505
 Year Ended June 30, 2009

	School Operating Fund		
	Reserved Fund Balance	Unreserved Fund Balance	Total
Reserved:			
Encumbrances	\$ 3,650,412	\$ -	\$ 3,650,412
Inventories	793,795	-	793,795
Prepaid Expenses	857,300	-	857,300
Self Insurance Health Care	4,344,173	-	4,344,173
Unreserved:			
Designated			
School Incentive Purchases	-	631,750	631,750
Charter Schools	-	570,373	570,373
Subsequent Year Operations	-	4,524,843	4,524,843
Facilities Maintenance	-	1,106,344	1,106,344
Undesignated	-	4,683,677	4,683,677
	\$ 9,645,680	\$ 11,516,987	\$ 21,162,667

Unreserved fund balance as a percentage of current year expenditures:

$$\frac{\text{Unreserved fund balance}}{\text{Current year expenditures}} = \frac{11,516,987}{115,170,166} = \underline{10.00\%}$$

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
SCHEDULE OF COMPLIANCE - AS 14.17.520
Year Ended June 30, 2009

Instruction:

Regular Instruction	\$ 56,989,399	
Special Education Instruction	13,073,838	
Special Education Services - Student	4,567,626	
Support Services - Pupil	3,568,847	
Support Services - Instruction	2,291,024	
School Administration	<u>5,478,640</u>	
Total Instruction	<u>85,969,374</u>	74.65%

Non-Instruction:

School Administration - Support	3,991,260	
District Administration	834,584	
District Administration - Support Services	4,565,726	
Operation of Plant	18,529,532	
Pupil Activities	<u>1,279,690</u>	
Total Non- Instruction	<u>29,200,792</u>	25.35%
Total Expenditures	<u>115,170,166</u>	

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
BALANCE SHEET- MAJOR FUND - EQUIPMENT
June 30, 2009

	With Comparative Totals as of June 30, 2008	
	2009	2008
<u>ASSETS</u>		
Assets:		
Equity in Central Treasury	\$ 7,937,171	\$ 4,000,000
Total Assets	\$ 7,937,171	\$ 4,000,000
<u>LIABILITIES AND FUND BALANCES</u>		
Liabilities:		
Total Liabilities	\$ -	\$ -
Special Revenue Fund	7,937,171	4,000,000
Total Fund Balances	7,937,171	4,000,000
Total Liabilities and Fund Balances	\$ 7,937,171	\$ 4,000,000

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
 MAJOR FUND - EQUIPMENT
 SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE -
 BUDGET (GAAP BASIS) AND ACTUAL
 YEAR ENDED JUNE 30, 2009
 With Comparative Actual Totals for Year Ended June 30, 2008

	2009			Variance - Positive (Negative)	2008 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
State - PERS/TRS	-	-	-	-	-
Total Revenue	-	-	-	-	-
Other Financing Sources:					
Operating Transfers In	-	-	3,937,171	3,937,171	3,000,000
Total Revenues and Other Financing Sources	-	-	3,937,171	3,937,171	3,000,000
Expenditures:					
Food Service					
Total Expenditures	-	-	-	-	-
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,937,171</u>	<u>\$ 3,937,171</u>	<u>\$ 3,000,000</u>
Fund Balance, Beginning of Year			1,000,000		1,000,000
Fund Balance, End of Year			<u>\$ 4,937,171</u>		<u>\$ 4,000,000</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT

BALANCE SHEET- MAJOR FUND - TITLE I

June 30, 2009

With Comparative Totals as of June 30, 2008

	<u>2009</u>	<u>2008</u>
<u>ASSETS</u>		
Assets:		
Accounts Receivable	\$ 903	\$ -
Due from Other Governments	<u>1,336,067</u>	<u>1,324,570</u>
Total Assets	<u>\$ 1,336,970</u>	<u>\$ 1,324,570</u>
<u>LIABILITIES AND FUND BALANCES</u>		
Liabilities:		
Accounts Payable	\$ 4,706	\$ -
Due to General Fund	<u>1,332,264</u>	<u>1,324,570</u>
Total Liabilities	<u>1,336,970</u>	<u>1,324,570</u>
Total Fund Balances	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balances	<u>\$ 1,336,970</u>	<u>\$ 1,324,570</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
MAJOR FUND - TITLE I
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2009
With Comparative Actual Totals for Year Ended June 30, 2008

	2009			Variance - Positive (Negative)	2008 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
Federal - Through the State	\$ 4,978,689	\$ 4,978,689	\$ 3,440,792	\$ (1,537,897)	\$ 3,715,958
Total Revenues	4,978,689	4,978,689	3,440,792	(1,537,897)	3,715,958
Expenditures:					
Regular Instruction					
Certified Salaries	1,421,348	1,541,895	1,348,482	193,413	1,401,393
Non-Certified Salaries	316,921	267,435	247,140	20,295	226,642
Employee Benefits	557,288	601,287	550,041	51,246	531,725
Professional - Technical Services	533,114	499,596	391,447	108,149	416,262
Travel	261,915	294,329	250,713	43,616	191,976
Student Travel	2,000	2,290	954	1,336	-
Utility Services	15,000	15,450	5,375	10,075	6,566
Purchased Services	111,329	213,752	197,895	15,857	213,175
Supplies and Materials	142,513	208,510	176,211	32,299	274,054
Other Expenses	1,305,692	934,362	17,046	917,316	21,764
Equipment	22,509	110,723	39,621	71,102	206,908
Total Regular Instruction	4,689,629	4,689,629	3,224,925	1,464,704	3,490,465
Support Services - Pupils					
Certified Salaries	61,589	65,641	57,467	8,174	60,877
Non-Certified Salaries	1,000	1,000	429	571	862
Employee Benefits	19,120	26,338	24,710	1,628	18,578
Staff Travel	-	2,000	115	1,885	3,505
Utility Services	-	-	-	-	365
Supplies and Materials	1,646	2,929	506	2,423	3,591
Other Expenses	14,553	-	-	-	-
Total Support Services - Pupils	97,908	97,908	83,227	14,681	87,778
District Admin Support Services					
Indirect Costs	191,152	191,152	132,640	58,512	137,715
Total Expenditures	4,978,689	4,978,689	3,440,792	1,537,897	3,715,958
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	-
Fund Balance, Beginning of Year			-		-
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

NON-MAJOR FUNDS – SPECIAL REVENUE FUNDS

Special Revenue Funds

Combining Balance Sheet Non-Major Special Revenue Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Non-Major Special Revenue Funds

These funds account for revenues from specific revenue sources including food sales, grants from the State of Alaska and the United States government, and transfers from the general fund which are designated to finance particular functions and activities.

Funds included in the special revenue category are:

AASB – Laptop Initiative	Migrant Education Book
Associated General Contractors- AK Works	NTSA/NASA
ASDN Leadership	Principal Coach
Building Trades	Pupil Transportation
Carl Perkins – Basic	Staff Development Mini-Grants
Community Theater	Statewide Alaska Mentorship
Corporate Grants	Title I-D, Delinquent
Food Service	Title VI-B
Food Service - FFVP	Title VII, Indian Education
Gear Up Kenai Peninsula	Upward Bound
Governor's Alternative Schools	Youth First
Legislative Equipment Fund	Youth in Detention
McKinney – Vento Homeless	Youth Risk Behavior Survey

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SPECIAL REVENUE FUNDS

AASB – Laptop Initiative grant is an Alaska Association of School Boards funded project that supports our District's Community of Digital Learners.

Associated General Contractors – AK Works grant is an Alaska Department of Labor funded project that supports our District's after school construction academies.

ASDN Leadership is an Alaska Staff Development Network grant that supports the Rural Alaska Principal Preparation and Support project throughout Rural Alaska.

Building Trades was established as a vocational education program to teach students the vocational skills required for constructing houses.

Carl Perkins - Basic programs provide improved vocational education for economically disadvantaged, physically challenged, English language learners, seasonal migrant families, at-risk students, parenting and/or pregnant youth, and students of under-represented minorities and gender.

Community Theater fund was established to account for community use of three theaters in the Central Peninsula area.

Corporate Grants encompass funds received from private businesses and organizations and are most commonly grant awards for teacher-written grants for the classroom.

Food Service programs provide for daily lunches to students and staff.

Food Service – FFVP the Fresh Fruit and Vegetable Program is designed to provide additional support to the daily breakfast and lunch program at two locations in our District.

Gear Up Kenai Peninsula provides academic and career support for students who are not achieving at their true potential and are economically disadvantaged. Students receive academic and career support and families receive information on post secondary planning within their means.

Governor's Alternative Schools grant will promote the health, fitness and nutritional needs of students for healthier lifestyles.

Legislative Equipment Fund SB46 awarded direct funding for schools to be used for equipment, curriculum, critical incident supplies and other items needed for school programs.

McKinney-Vento Homeless grant funds are used to facilitate the enrollment, attendance, retention and educational success of homeless students throughout the district.

Migrant Education-Book grant provides reading materials to migrant eligible students.

NTSA/NASA (National Science Teachers Association/National Aeronautics and Space Administration) schools from across the country are eligible to partner with NASA in a program designed to bring engaging mathematics, sciences, and technology learning to educators, students, and families.

Principal Coach is a program funded by EED, for superintendents and school-site administrators new to the profession or new to the state with less than two years experience in Alaska.

Pupil Transportation programs provide for transporting students to and from school.

Staff Development Mini-Grants provide funding for travel costs of employees attending meetings and conferences sponsored by the State Department of Education.

Statewide Alaska Mentorship is a program funded by EED, providing three full-time positions for teacher mentors in our district. By mentoring new teachers, Alaska can improve the quality of instruction, increase teacher retention and improve student achievement.

Title I-D, Delinquent grant provides funds for transition services to incarcerated and adjudicated youth. Program activities include personal support as they re-enter public school, and career exploration support as well as training in healthy leisure time activities.

Title VI-B grant provides funds for the overall improvement of service for students receiving Special Education.

Title VII, Indian Education programs provide math, reading, writing, and study skills tutorials to eligible Alaska Native and/or Native American students.

Upward Bound is a program designed to assist students with college potential who need additional academic preparation, advisement, and encouragement to succeed in high school and later, in college.

Youth First is a grant funded by Alaska Department of Labor to support vocational courses provided through the Workforce Development Center.

Youth in Detention grant provides the additional funding for the extended instructional, administrative, and operational activities associated with a year-round school program for incarcerated students.

Youth Risk Behavior Survey provides incentive funds to schools to encourage the participation in a statewide survey.

KENAI PENINSULA BOROUGH SCHOOL DISTRICT

COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS

June 30, 2009

With Comparative Totals as of June 30, 2008

	<u>AASB Laptop Initiative</u>	<u>AGC Alaska Works</u>	<u>ASDN Leadership</u>	<u>Building Trades</u>
ASSETS				
Equity in Central Treasury	\$ -	\$ -	\$ -	\$ -
Accounts Receivable	-	-	36,804	-
Due from Other Governments	-	100,549	-	-
Inventories	-	-	-	60,618
	<u>-</u>	<u>-</u>	<u>-</u>	<u>60,618</u>
Total Assets	<u>\$ -</u>	<u>\$ 100,549</u>	<u>\$ 36,804</u>	<u>\$ 60,618</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Deferred Revenue	-	-	-	-
Due to General Fund	-	100,549	36,804	44,976
	<u>-</u>	<u>100,549</u>	<u>36,804</u>	<u>44,976</u>
Total Liabilities	<u>-</u>	<u>100,549</u>	<u>36,804</u>	<u>44,976</u>
Fund Balances:				
Reserved for Encumbrances	-	-	-	-
Reserved for Inventory	-	-	-	60,618
Unreserved:				
Unreserved - Undesignated	-	-	-	(44,976)
	<u>-</u>	<u>-</u>	<u>-</u>	<u>(44,976)</u>
Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,642</u>
Total Liabilities and Fund Balances	<u>\$ -</u>	<u>\$ 100,549</u>	<u>\$ 36,804</u>	<u>\$ 60,618</u>

	<u>Carl Perkins Basic</u>	<u>Community Theater</u>	<u>Corporate Grants</u>	<u>Food Service</u>
ASSETS				
Equity in Central Treasury	\$ -	\$ -	\$ 41,302	\$ 467,284
Accounts Receivable	-	4,185	2,000	-
Due from Other Governments	62,371	-	-	-
Inventories	-	-	-	206,812
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 62,371</u>	<u>\$ 4,185</u>	<u>\$ 43,302</u>	<u>\$ 674,096</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ -	\$ -	\$ 232	\$ -
Deferred Revenue	-	-	-	-
Due to General Fund	62,371	4,185	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u>62,371</u>	<u>4,185</u>	<u>232</u>	<u>-</u>
Fund Balances:				
Reserved for Encumbrances	-	-	-	-
Reserved for Inventory	-	-	-	206,812
Unreserved:				
Unreserved - Undesignated	-	-	43,070	467,284
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Fund Balances	<u>-</u>	<u>-</u>	<u>43,070</u>	<u>674,096</u>
Total Liabilities and Fund Balances	<u>\$ 62,371</u>	<u>\$ 4,185</u>	<u>\$ 43,302</u>	<u>\$ 674,096</u>

	<u>Food Service FFVP</u>	<u>Gear-Up Kenai Peninsula</u>	<u>Governor's Alternative Schools</u>	<u>Legislative Equipment</u>
ASSETS				
Equity in Central Treasury	\$ -	\$ -	\$ -	\$ -
Accounts Receivable	-	-	-	-
Due from Other Governments	-	39,764	9,502	-
Inventories	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Assets	<u>\$ -</u>	<u>\$ 39,764</u>	<u>\$ 9,502</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Deferred Revenue	-	-	-	-
Due to General Fund	-	39,764	9,502	-
	<u>-</u>	<u>39,764</u>	<u>9,502</u>	<u>-</u>
Total Liabilities	<u>-</u>	<u>39,764</u>	<u>9,502</u>	<u>-</u>
Fund Balances:				
Reserved for Encumbrances	-	-	-	-
Reserved for Inventory	-	-	-	-
Unreserved:				
Unreserved - Undesignated	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balances	<u>\$ -</u>	<u>\$ 39,764</u>	<u>\$ 9,502</u>	<u>\$ -</u>

	<u>McKinney - Vento Homeless</u>	<u>Migrant Education - Book</u>	<u>NSTA/NASA</u>	<u>Principal Coach</u>
ASSETS				
Equity in Central Treasury	\$ -	\$ -	\$ -	\$ -
Accounts Receivable	680	-	-	-
Due from Other Governments	17,292	-	-	116,026
Inventories	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 17,972</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 116,026</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ -	\$ -	\$ -	\$ 7,270
Deferred Revenue	-	-	-	-
Due to General Fund	17,972	-	-	108,756
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u>17,972</u>	<u>-</u>	<u>-</u>	<u>116,026</u>
Fund Balances:				
Reserved for Encumbrances	-	-	-	-
Reserved for Inventory	-	-	-	-
Unreserved:				
Unreserved - Undesignated	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balances	<u>\$ 17,972</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 116,026</u>

	<u>Pupil Transportation</u>	<u>Staff Development Mini-Grants</u>	<u>Statewide Alaska Mentorship</u>	<u>Title I-D Delinquent</u>
ASSETS				
Equity in Central Treasury	\$ 353,057	\$ -	\$ -	\$ -
Accounts Receivable	-	-	-	-
Due from Other Governments	-	3,483	29,661	33,874
Inventories	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 353,057</u>	<u>\$ 3,483</u>	<u>\$ 29,661</u>	<u>\$ 33,874</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 28,326	\$ -	\$ -	\$ -
Deferred Revenue	-	-	-	-
Due to General Fund	-	3,483	29,661	33,874
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u>28,326</u>	<u>3,483</u>	<u>29,661</u>	<u>33,874</u>
Fund Balances:				
Reserved for Encumbrances	-	-	-	-
Reserved for Inventory	-	-	-	-
Unreserved:				
Unreserved - Undesignated	<u>324,731</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Fund Balances	<u>324,731</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balances	<u>\$ 353,057</u>	<u>\$ 3,483</u>	<u>\$ 29,661</u>	<u>\$ 33,874</u>

	<u>Title VI-B</u>	<u>Title VII Indian Education</u>	<u>Upward Bound</u>	<u>Youth First</u>
ASSETS				
Equity in Central Treasury	\$ -	\$ -	\$ -	\$ -
Accounts Receivable	-	-	-	-
Due from Other Governments	616,804	135,048	-	31,872
Inventories	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 616,804</u>	<u>\$ 135,048</u>	<u>\$ -</u>	<u>\$ 31,872</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Deferred Revenue	-	-	-	-
Due to General Fund	616,804	135,048	-	31,872
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u>616,804</u>	<u>135,048</u>	<u>-</u>	<u>31,872</u>
Fund Balances:				
Reserved for Encumbrances	-	-	-	-
Reserved for Inventory	-	-	-	-
Unreserved:				
Unreserved - Undesignated	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balances	<u>\$ 616,804</u>	<u>\$ 135,048</u>	<u>\$ -</u>	<u>\$ 31,872</u>

	<u>Youth in Detention</u>	<u>Youth Risk Behavior Survey</u>	<u>Total June 30, 2009</u>	<u>Total June 30, 2008</u>
ASSETS				
Equity in Central Treasury	\$ 15,474	\$ 1,880	\$ 878,997	\$ 1,226,026
Accounts Receivable	-	-	43,669	6,452
Due from Other Governments	-	-	1,196,246	1,361,632
Inventories	-	-	267,430	254,471
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 15,474</u>	<u>\$ 1,880</u>	<u>\$ 2,386,342</u>	<u>\$ 2,848,581</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 15,474	\$ -	\$ 51,302	\$ 800
Deferred Revenue	-	-	-	3,305
Due to General Fund	-	-	1,275,621	1,410,967
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u>15,474</u>	<u>-</u>	<u>1,326,923</u>	<u>1,415,072</u>
Fund Balances:				
Reserved for Encumbrances	-	-	-	-
Reserved for Inventory	-	-	267,430	254,471
Unreserved:				
Unreserved - Undesignated	-	1,880	791,989	1,179,038
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Fund Balances	<u>-</u>	<u>1,880</u>	<u>1,059,419</u>	<u>1,433,509</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities and Fund Balances	<u>\$ 15,474</u>	<u>\$ 1,880</u>	<u>\$ 2,386,342</u>	<u>\$ 2,848,581</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED June 30, 2009
With Comparative Totals for Year Ended June 30, 2008

	AASB Laptop Initiative	AGC Alaska Works	ASDN Leadership	Building Trades
Revenues:				
Local	\$ -	\$ 247,181	\$ -	\$ -
State	112,000	-	37,494	-
Federal - Direct	-	-	-	-
Federal - Through the State	-	-	-	-
Federal - Through other Intermediate Ag	-	-	-	-
Food Sales	-	-	-	-
Corporate grants and user fees	-	-	-	-
Other	-	-	-	-
Total Revenues:	<u>112,000</u>	<u>247,181</u>	<u>37,494</u>	<u>-</u>
Expenditures:				
Regular Instruction	188,133	225,579	-	-
Special Education - Instruction	-	-	-	-
Health Services	-	-	-	-
School Administration	-	-	37,494	-
School Administration - Support	-	-	-	-
Operation of plant	-	11,184	-	-
Pupil Activity	-	-	-	-
Community services	-	-	-	-
District Administration Support Services	-	10,418	-	-
Pupil Transportation	-	-	-	-
Food Services	-	-	-	-
Total Expenditures	<u>188,133</u>	<u>247,181</u>	<u>37,494</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(76,133)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources (Uses):				
Transfers in	76,133	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses):	<u>76,133</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Changes in Fund Balances	-	-	-	-
Fund Balances, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,642</u>
Fund Balances, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,642</u>

Continued

	<u>Carl Perkins Basic</u>	<u>Community Theater</u>	<u>Corporate Grants</u>	<u>Food Service</u>
Revenues:				
Local	\$ -	\$ -	\$ -	\$ -
State	-	-	-	-
Federal - Direct	-	-	-	-
Federal - Through the State	165,376	-	-	1,636,922
Federal - Through other Intermediate Ag	-	-	-	-
Food Sales	-	-	-	952,018
Corporate grants and user fees	-	42,831	120,977	-
Other	-	-	-	99,178
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Revenues:	<u>165,376</u>	<u>42,831</u>	<u>120,977</u>	<u>2,688,118</u>
Expenditures:				
Regular Instruction	158,406	-	69,922	-
Special Education - Instruction	-	-	-	-
Health Services	-	-	-	-
School Administration	-	-	-	-
School Administration - Support	-	-	-	-
Operation of plant	-	-	-	-
Pupil Activity	-	-	40,119	-
Community services	-	55,605	-	-
District Administration Support Services	6,970	-	-	-
Pupil Transportation	-	-	-	-
Food Services	-	-	-	3,233,200
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Expenditures	<u>165,376</u>	<u>55,605</u>	<u>110,041</u>	<u>3,233,200</u>
Excess (Deficiency) of Revenues over Expenditures	<u>-</u>	<u>(12,774)</u>	<u>10,936</u>	<u>(545,082)</u>
Other Financing Sources (Uses):				
Transfers in	-	12,774	-	424,998
Transfers out	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Other Financing Sources (Uses):	<u>-</u>	<u>12,774</u>	<u>-</u>	<u>424,998</u>
Net Changes in Fund Balances	-	-	10,936	(120,084)
Fund Balances, Beginning of Year	<u>-</u>	<u>-</u>	<u>32,134</u>	<u>794,180</u>
Fund Balances, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 43,070</u>	<u>\$ 674,096</u>

Continued

	Food Service FFVP	Gear - Up Kenai Peninsula	Governor's Alternative Schools	Legislative Equipment
Revenues:				
Local	\$ -	\$ -	\$ -	\$ -
State	-	-	-	335,578
Federal - Direct	-	-	-	-
Federal - Through the State	10,535	119,302	23,000	-
Federal - Through other Intermediate Ag	-	-	-	-
Food Sales	-	-	-	-
Corporate grants and user fees	-	-	-	-
Other	-	-	-	-
Total Revenues:	<u>10,535</u>	<u>119,302</u>	<u>23,000</u>	<u>335,578</u>
Expenditures:				
Regular Instruction	-	114,274	22,031	294,130
Special Education - Instruction	-	-	-	-
Health Services	-	-	-	789
School Administration	-	-	-	-
School Administration - Support	-	-	-	1,544
Operation of plant	-	-	-	39,115
Pupil Activity	-	-	-	-
Community services	-	-	-	-
District Administration Support Services	-	5,028	969	-
Pupil Transportation	-	-	-	-
Food Services	<u>10,535</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>10,535</u>	<u>119,302</u>	<u>23,000</u>	<u>335,578</u>
Excess (Deficiency) of Revenues over Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses):	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Changes in Fund Balances	-	-	-	-
Fund Balances, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances, End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

Continued

	McKinney - Vento Homeless	Migrant Education - Book	NSTA/NASA	Principal Coach
Revenues:				
Local	\$ -	\$ -	\$ -	\$ -
State	-	-	-	412,343
Federal - Direct	-	-	-	-
Federal - Through the State	33,348	2,155	-	-
Federal - Through other Intermediate Ag	-	-	3,305	-
Food Sales	-	-	-	-
Corporate grants and user fees	-	-	-	-
Other	-	-	-	-
Total Revenues:	<u>33,348</u>	<u>2,155</u>	<u>3,305</u>	<u>412,343</u>
Expenditures:				
Regular Instruction	31,943	2,155	3,305	-
Special Education - Instruction	-	-	-	-
Health Services	-	-	-	-
School Administration	-	-	-	378,290
School Administration - Support	-	-	-	34,053
Operation of plant	-	-	-	-
Pupil Activity	-	-	-	-
Community services	-	-	-	-
District Administration Support Services	1,405	-	-	-
Pupil Transportation	-	-	-	-
Food Services	-	-	-	-
Total Expenditures	<u>33,348</u>	<u>2,155</u>	<u>3,305</u>	<u>412,343</u>
Excess (Deficiency) of Revenues over Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses):	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Changes in Fund Balances	-	-	-	-
Fund Balances, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances, End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

Continued

	Pupil Transportation	Staff Development Mini-Grants	Statewide Alaska Mentorship	Title I-D Delinquent
Revenues:				
Local	\$ -	\$ -	\$ -	\$ -
State	5,335,064	18,458	76,622	-
Federal - Direct	-	-	-	-
Federal - Through the State	-	-	-	46,300
Federal - Through other Intermediate Ag	-	-	-	-
Food Sales	-	-	-	-
Corporate grants and user fees	-	-	-	-
Other	-	-	-	-
Total Revenues:	<u>5,335,064</u>	<u>18,458</u>	<u>76,622</u>	<u>46,300</u>
Expenditures:				
Regular Instruction	-	18,458	76,622	44,349
Special Education - Instruction	-	-	-	-
Health Services	-	-	-	-
School Administration	-	-	-	-
School Administration - Support	-	-	-	-
Operation of plant	-	-	-	-
Pupil Activity	15,094	-	-	-
Community services	-	-	-	-
District Administration Support Services	-	-	-	1,951
Pupil Transportation	5,586,792	-	-	-
Food Services	-	-	-	-
Total Expenditures	<u>5,601,886</u>	<u>18,458</u>	<u>76,622</u>	<u>46,300</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(266,822)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses):	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Changes in Fund Balances	(266,822)	-	-	-
Fund Balances, Beginning of Year	<u>591,553</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances, End of Year	<u><u>\$ 324,731</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

Continued

	<u>Title VI-B</u>	<u>Title VII Indian Education</u>	<u>Upward Bound</u>	<u>Youth First</u>
Revenues:				
Local	\$ -	\$ -	\$ -	\$ -
State	-	-	-	77,418
Federal - Direct	-	306,186	-	-
Federal - Through the State	2,060,698	-	22,658	-
Federal - Through other Intermediate Ag	-	-	-	-
Food Sales	-	-	-	-
Corporate grants and user fees	-	-	-	-
Other	-	-	-	-
Total Revenues:	<u>2,060,698</u>	<u>306,186</u>	<u>22,658</u>	<u>77,418</u>
Expenditures:				
Regular Instruction	-	293,282	22,658	74,155
Special Education - Instruction	1,973,849	-	-	-
Health Services	-	-	-	-
School Administration	-	-	-	-
School Administration - Support	-	-	-	-
Operation of plant	-	-	-	-
Pupil Activity	-	-	-	-
Community services	-	-	-	-
District Administration Support Services	86,849	12,904	-	3,263
Pupil Transportation	-	-	-	-
Food Services	-	-	-	-
Total Expenditures	<u>2,060,698</u>	<u>306,186</u>	<u>22,658</u>	<u>77,418</u>
Excess (Deficiency) of Revenues over Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses):	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Changes in Fund Balances	-	-	-	-
Fund Balances, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances, End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

Concluded

	Youth in Detention	Youth Risk Behavior Survey	Total June 30, 2009	Total June 30, 2008
Revenues:				
Local	\$ -	\$ -	\$ 247,181	\$ 95,616
State	217,356	-	6,622,333	6,001,393
Federal - Direct	-	-	306,186	287,390
Federal - Through the State	-	7,500	4,127,794	4,002,553
Federal - Through other Intermediate Ag	-	-	3,305	6,425
Food Sales	-	-	952,018	955,879
Corporate grants and user fees	-	-	163,808	116,710
Other	-	-	99,178	-
Total Revenues:	217,356	7,500	\$ 12,521,803	11,465,966
Expenditures:				
Regular Instruction	208,195	5,620	1,853,217	3,584,400
Special Education - Instruction	-	-	1,973,849	-
Health Services	-	-	789	181
School Administration	-	-	415,784	415,329
School Administration - Support	-	-	35,597	42,547
Operation of plant	-	-	50,299	95,858
Pupil Activity	-	-	55,213	33,426
Community services	-	-	55,605	56,027
District Administration Support Services	9,161	-	138,918	132,399
Pupil Transportation	-	-	5,586,792	5,393,839
Food Services	-	-	3,243,735	2,973,342
Total Expenditures	217,356	5,620	13,409,798	12,727,348
Excess (Deficiency) of Revenues over Expenditures	-	1,880	\$ (887,995)	(1,261,382)
Other Financing Sources (Uses):				
Transfers in	-	-	513,905	1,293,736
Transfers out	-	-	-	-
Total Other Financing Sources (Uses):	-	-	513,905	1,293,736
Net Changes in Fund Balances	-	1,880	(374,090)	32,354
Fund Balances, Beginning of Year	-	-	1,433,509	1,401,155
Fund Balances, End of Year	\$ -	\$ 1,880	\$ 1,059,419	\$ 1,433,509

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
ASSOCIATION of ALASKA SCHOOL BOARDS - LAPTOP INITIATIVE
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2009

With Comparative Actual Totals for Year Ended June 30, 2008

	2009			Variance - Positive (Negative)	2008 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
Local	\$ 136,608	\$ 136,608	\$ -	\$ (136,608)	\$ -
State	102,000	102,000	112,000	10,000	-
Other Financing Sources:					
Operating Transfers In	-	-	76,133	76,133	-
Total Revenues and Other Financing Sources	<u>238,608</u>	<u>238,608</u>	<u>188,133</u>	<u>(50,475)</u>	<u>-</u>
Expenditures:					
Regular Instruction					
Certified Salaries	-	-	480	(480)	-
Non-Certified Salaries	-	-	1,200	(1,200)	-
Employee Benefits	-	-	129	(129)	-
Professional - Technical Services	108,800	108,800	88,800	20,000	-
Travel	-	-	1,568	(1,568)	-
Purchased Services	-	-	1,050	(1,050)	-
Supplies and Materials	10,521	10,521	8,667	1,854	-
Equipment	119,287	119,287	86,239	33,048	-
Total Regular Instruction	<u>238,608</u>	<u>238,608</u>	<u>188,133</u>	<u>50,475</u>	<u>-</u>
District Administration Support Services					
Indirect Costs	-	-	-	-	-
Total Expenditures	<u>238,608</u>	<u>238,608</u>	<u>188,133</u>	<u>50,475</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>
Fund Balance, Beginning of Year			<u>-</u>		<u>-</u>
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
ASSOCIATED GENERAL CONTRACTORS - ALASKA WORKS
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2009

With Comparative Actual Totals for Year Ended June 30, 2008

	2009			Variance - Positive (Negative)	2008 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
Local	\$ 279,261	\$ 279,261	\$ 247,181	\$ (32,080)	\$ 95,616
Total Revenues	<u>279,261</u>	<u>279,261</u>	<u>247,181</u>	<u>(32,080)</u>	<u>95,616</u>
Expenditures:					
Regular Instruction					
Certified Salaries	49,666	49,666	34,399	15,267	15,000
Non-Certified Salaries	34,018	29,018	29,071	(53)	13,927
Employee Benefits	39,307	39,307	22,921	16,386	13,644
Travel	7,000	2,000	2,137	(137)	1,040
Student Travel	10,000	2,000	-	2,000	-
Supplies and Materials	82,500	131,500	106,747	24,753	44,092
Equipment	45,000	14,000	30,304	(16,304)	3,673
Total Regular Instruction	<u>267,491</u>	<u>267,491</u>	<u>225,579</u>	<u>41,912</u>	<u>91,376</u>
Operation and Maintenance of Plant					
Non-Certified Salaries	-	-	5,100	(5,100)	-
Employee Benefits	-	-	6,084	(6,084)	-
Total Operation and Maintenance of Plant	-	-	11,184	(11,184)	-
District Administration Support Services					
Indirect Costs	<u>11,770</u>	<u>11,770</u>	<u>10,418</u>	<u>1,352</u>	<u>4,240</u>
Total Expenditures	<u>279,261</u>	<u>279,261</u>	<u>247,181</u>	<u>32,080</u>	<u>95,616</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>
Fund Balance, Beginning of Year			<u>-</u>		<u>-</u>
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
ALASKA STAFF DEVELOPMENT NETWORK - LEADERSHIP
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2009
With Comparative Actual Totals for Year Ended June 30, 2008

	2009				2008 Actual
	Original Budget	Current Budget	Actual	Variance - Positive (Negative)	
Revenues:					
State	\$ 67,150	\$ 67,150	\$ 37,494	\$ (29,656)	\$ -
Total Revenues	<u>67,150</u>	<u>67,150</u>	<u>37,494</u>	<u>(29,656)</u>	<u>-</u>
Expenditures:					
School Administration					
Professional - Technical Services	40,650	40,650	14,560	26,090	-
Travel	22,000	22,000	18,434	3,566	-
Supplies and Materials	4,500	4,500	4,500	-	-
Total Expenditures	<u>67,150</u>	<u>67,150</u>	<u>37,494</u>	<u>29,656</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	-
Fund Balance, Beginning of Year			-		-
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
 BUILDING TRADES
 SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE -
 BUDGET (GAAP BASIS) AND ACTUAL
 YEAR ENDED JUNE 30, 2009
 With Comparative Actual Totals for Year Ended June 30, 2008

	2009				2008 Actual
	Original Budget	Current Budget	Actual	Variance - Positive (Negative)	
Revenues:	\$ -	\$ -	\$ -	\$ -	\$ -
Expenditures:	-	-	-	-	-
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	-
Fund Balance, Beginning of Year			<u>15,642</u>		<u>15,642</u>
Fund Balance, End of Year			<u>\$ 15,642</u>		<u>\$ 15,642</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
 CARIBOU HILLS FIRE
 SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE -
 BUDGET (GAAP BASIS) AND ACTUAL
 YEAR ENDED JUNE 30, 2009
 With Comparative Actual Totals for Year Ended June 30, 2008

	2009			Variance - Positive (Negative)	2008 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
State	\$ -	\$ -	\$ -	\$ -	\$ 6,500
Total Revenues	-	-	-	-	6,500
Expenditures:					
Operation of Plant					
Non-Certified Salaries	-	-	-	-	2,411
Employee Benefits	-	-	-	-	184
Other Expenses	-	-	-	-	3,905
Total Expenditures	-	-	-	-	6,500
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	-
Fund Balance, Beginning of Year			-		-
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
 CARL PERKINS - BASIC
 SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE -
 BUDGET (GAAP BASIS) AND ACTUAL
 YEAR ENDED JUNE 30, 2009
 With Comparative Actual Totals for Year Ended June 30, 2008

	2009				2008 Actual
	Original Budget	Current Budget	Actual	Variance - Positive (Negative)	
Revenues:					
Federal - Through the State	\$ 198,740	\$ 254,006	\$ 165,376	\$ (88,630)	\$ 140,144
Total Revenues	198,740	254,006	165,376	(88,630)	140,144
Expenditures:					
Regular Instruction					
Certified Salaries	59,843	62,743	45,152	17,591	53,655
Non-Certified Salaries	14,766	30,466	23,927	6,539	15,532
Employee Benefits	21,589	23,248	15,826	7,422	16,391
Professional - Technical Services	24,000	31,000	15,325	15,675	-
Travel	14,500	26,500	23,520	2,980	14,999
Student Travel	3,000	10,000	6,651	3,349	3,173
Utility Services	-	850	595	255	311
Purchased Services	15,000	11,000	2,510	8,490	1,194
Supplies and Materials	5,750	24,216	13,763	10,453	19,657
Other Expenses	11,267	2,350	290	2,060	314
Equipment	20,649	20,927	10,847	10,080	8,704
Total Regular Instruction	190,364	243,300	158,406	84,894	133,930
District Administration Support Services					
Indirect Costs	8,376	10,706	6,970	3,736	6,214
Total Expenditures	198,740	254,006	165,376	88,630	140,144
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>
Fund Balance, Beginning of Year			<u>-</u>		<u>-</u>
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
 CHARTER SCHOOLS - EED
 SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE -
 BUDGET (GAAP BASIS) AND ACTUAL
 YEAR ENDED JUNE 30, 2009
 With Comparative Actual Totals for Year Ended June 30, 2008

	2009			Variance - Positive (Negative)	2008 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
State	\$ -	\$ -	\$ -	\$ -	\$ 40,921
Total Revenues	-	-	-	-	40,921
Expenditures:					
Regular Instruction					
Non-Certified Salaries	-	-	-	-	20,480
Employee Benefits	-	-	-	-	15,975
Other Expenses	-	-	-	-	-
Total Regular Instruction	-	-	-	-	36,455
District Administration Support Services					
Indirect Costs	-	-	-	-	1,815
Operation and Maintenance of Plant					
Utility Services	-	-	-	-	2,651
Total Expenditures	-	-	-	-	40,921
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	-
Fund Balance, Beginning of Year			-		-
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
COMMUNITY THEATER
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2009
With Comparative Actual Totals for Year Ended June 30, 2008

	2009			Variance - Positive (Negative)	2008 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
Corporate grants and other user fees	-	-	42,831	42,831	44,810
Other Financing Sources:					
Operating Transfers In	-	-	12,774	12,774	11,217
Total Revenues and Other Financing Sources	-	-	55,605	55,605	56,027
Expenditures:					
Community Services					
Non-Certified Salaries	-	-	39,172	(39,172)	42,170
Employee Benefits	-	-	10,774	(10,774)	10,302
Professional - Technical Services	-	-	240	(240)	827
Travel	-	-	1,956	(1,956)	349
Utility Services	-	-	1,077	(1,077)	985
Purchased Services	-	-	215	(215)	214
Supplies and Materials	-	-	2,171	(2,171)	1,180
Total Expenditures	-	-	55,605	(55,605)	56,027
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	-
Fund Balance, Beginning of Year			-		-
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
CORPORATE GRANTS
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2009
With Comparative Actual Totals for Year Ended June 30, 2008

	2009				2008 Actual
	Original Budget	Current Budget	Actual	Variance - Positive (Negative)	
Revenues:					
Corporate grants and other user fees	\$ 96,181	\$ 120,978	\$ 120,978	\$ -	\$ 71,900
Total Revenues	96,181	120,978	120,978	-	71,900
Expenditures:					
Regular Instruction					
Certified Salaries	23,227	23,227	21,675	1,552	2,400
Non-Certified Salaries	-	-	715	(715)	-
Employee Benefits	5,463	5,463	5,289	174	332
Professional - Technical Services	300	2,280	2,536	(256)	5,295
Travel	2,656	3,037	3,084	(47)	7,963
Student Travel	611	7,116	5,909	1,207	1,986
Purchased Services	-	-	332	(332)	1,960
Supplies and Materials	32,583	23,504	14,910	8,594	16,918
Equipment	16,500	22,000	15,472	6,528	3,528
Total Regular Instruction	81,340	86,627	69,922	16,705	40,382
School Administration - Support					
Staff Travel	-	-	-	-	500
Operation of Plant					
Supplies and Materials	-	-	-	-	2,700
Pupil Activity					
Non-Certified Salaries	-	-	468	(468)	-
Employee Benefits	-	-	35	(35)	-
Professional - Technical Services	1,000	1,000	250	750	-
Student Travel	16,714	25,829	24,178	1,651	6,215
Purchased Services	3,550	3,700	3,823	(123)	2,640
Supplies and Materials	19,926	24,956	10,916	14,040	10,732
Other Expenses	4,785	10,000	-	10,000	-
Equipment	1,000	1,000	450	550	680
Total Pupil Activity	46,975	66,485	40,120	26,365	20,267
Total Expenditures	128,315	153,112	110,042	43,070	63,849
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (32,134)</u>	<u>\$ (32,134)</u>	10,936	<u>\$ 43,070</u>	8,051
Fund Balance, Beginning of Year			<u>32,134</u>		<u>24,083</u>
Fund Balance, End of Year			<u>\$ 43,070</u>		<u>\$ 32,134</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
FOOD SERVICE
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2009

With Comparative Actual Totals for Year Ended June 30, 2008

	2009			Variance - Positive (Negative)	2008 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
Federal - Through the State	\$ 1,800,000	\$ 1,800,000	\$ 1,636,922	\$ (163,078)	\$ 1,645,883
State - PERS/TRS	-	-	-	-	-
Food Sales	1,065,000	1,065,000	952,018	(112,982)	955,879
Commodities	95,000	95,000	94,193	(807)	74,242
Other	-	-	4,985	4,985	-
Total Revenue	2,960,000	2,960,000	2,688,118	(271,882)	2,676,004
Other Financing Sources:					
Operating Transfers In	621,031	621,031	424,998	(196,033)	810,606
Total Revenues and Other Financing Sources	3,581,031	3,581,031	3,113,116	(467,915)	3,486,610
Expenditures:					
Food Service					
Non-Certified Salaries	1,109,580	1,109,580	1,124,772	(15,192)	1,085,630
Employee Benefits	836,338	836,338	658,394	177,944	623,094
Travel	9,350	18,297	14,644	3,653	16,132
Utility Services	4,650	4,650	3,869	781	3,400
Purchased Services	45,500	41,464	36,218	5,246	37,513
Supplies and Materials	1,568,113	1,562,269	1,236,600	325,669	1,167,616
Other Expenses	1,500	2,433	1,368	1,065	1,728
Equipment	6,000	6,000	157,335	(151,335)	38,229
Total Expenditures	3,581,031	3,581,031	3,233,200	347,831	2,973,342
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	(120,084)	<u>\$ (120,084)</u>	513,268
Fund Balance, Beginning of Year			794,180		280,912
Fund Balance, End of Year			<u>\$ 674,096</u>		<u>\$ 794,180</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
 FOOD SERVICE - FRESH FRUIT & VEGETABLE PROGRAM
 SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE -
 BUDGET (GAAP BASIS) AND ACTUAL
 YEAR ENDED JUNE 30, 2009
 With Comparative Actual Totals for Year Ended June 30, 2008

	2009				2008 Actual
	Original Budget	Current Budget	Actual	Variance - Positive (Negative)	
Revenues:					
Federal - Through the State	\$ 3,000	\$ 10,800	\$ 10,535	\$ (265)	\$ -
Total Revenues	<u>3,000</u>	<u>10,800</u>	<u>10,535</u>	<u>(265)</u>	<u>-</u>
Expenditures:					
Regular Instruction					
Supplies and Materials	3,000	10,800	10,535	265	-
Total Expenditures	<u>3,000</u>	<u>10,800</u>	<u>10,535</u>	<u>265</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	-
Fund Balance, Beginning of Year			<u>-</u>		<u>-</u>
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
 GEAR UP KENAI PENINSULA
 SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE -
 BUDGET (GAAP BASIS) AND ACTUAL
 YEAR ENDED JUNE 30, 2009
 With Comparative Actual Totals for Year Ended June 30, 2008

	2009			Variance - Positive (Negative)	2008 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
Federal - Through the State	\$ 138,600	\$ 133,822	\$ 119,302	\$ (14,520)	\$ 145,123
Total Revenues	<u>138,600</u>	<u>133,822</u>	<u>119,302</u>	<u>(14,520)</u>	<u>145,123</u>
Expenditures:					
Regular Instruction					
Professional - Technical Services	132,759	128,351	110,274	18,077	133,313
Travel	-	-	-	-	1,375
Other Expenses	-	-	4,000	(4,000)	4,000
Total Regular Instruction	<u>132,759</u>	<u>128,351</u>	<u>114,274</u>	<u>14,077</u>	<u>138,688</u>
District Administration Support Services					
Indirect Costs	5,841	5,471	5,028	443	6,435
Total Expenditures	<u>138,600</u>	<u>133,822</u>	<u>119,302</u>	<u>14,520</u>	<u>145,123</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	-
Fund Balance, Beginning of Year			-		-
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
GOVERNOR' S ALTERNATIVE SCHOOLS
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2009
With Comparative Actual Totals for Year Ended June 30, 2008

	2009				2008 Actual
	Original Budget	Current Budget	Actual	Variance - Positive (Negative)	
Revenues:					
Federal - Through the State	\$ 23,000	\$ 23,000	\$ 23,000	\$ -	\$ -
Total Revenues	<u>23,000</u>	<u>23,000</u>	<u>23,000</u>	<u>-</u>	<u>-</u>
Expenditures:					
Regular Instruction					
Supplies and Materials	21,980	13,057	15,658	(2,601)	-
Equipment	<u>-</u>	<u>8,923</u>	<u>6,373</u>	<u>2,550</u>	<u>-</u>
Total Regular Instruction	<u>21,980</u>	<u>21,980</u>	<u>22,031</u>	<u>(51)</u>	<u>-</u>
District Administration Support Services					
Indirect Costs	<u>1,020</u>	<u>1,020</u>	<u>969</u>	<u>51</u>	<u>-</u>
Total Expenditures	<u>23,000</u>	<u>23,000</u>	<u>23,000</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>
Fund Balance, Beginning of Year			<u>-</u>		<u>-</u>
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
 LEGISLATIVE EQUIPMENT
 SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE -
 BUDGET (GAAP BASIS) AND ACTUAL
 YEAR ENDED JUNE 30, 2009
 With Comparative Actual Totals for Year Ended June 30, 2008

	2009				2008 Actual
	Original Budget	Current Budget	Actual	Variance - Positive (Negative)	
Revenues:					
State	\$ 825,427	\$ 825,427	\$ 335,578	\$ (489,849)	\$ 367,243
Total Revenues	<u>825,427</u>	<u>825,427</u>	<u>335,578</u>	<u>(489,849)</u>	<u>367,243</u>
Expenditures:					
Regular Instruction					
Professional - Technical Services	-	4,434	4,434	-	-
Purchased Services	-	11,921	11,918	3	1,329
Supplies and Materials	825,427	604,423	140,521	463,902	155,201
Equipment	-	158,305	137,257	21,048	123,607
Total Regular Instruction	<u>825,427</u>	<u>779,083</u>	<u>294,130</u>	<u>484,953</u>	<u>280,137</u>
Health Services					
Supplies and Materials	-	837	789	48	181
School Administration - Support					
Supplies and Materials	-	918	918	-	800
Equipment	-	626	626	-	1,095
Total School Administration - Support	<u>-</u>	<u>1,544</u>	<u>1,544</u>	<u>-</u>	<u>1,895</u>
Operation of Plant					
Supplies and Materials	-	6,746	11,320	(4,574)	42,143
Equipment	-	37,217	27,795	9,422	41,864
Total Operation of Plant	<u>-</u>	<u>43,963</u>	<u>39,115</u>	<u>4,848</u>	<u>84,007</u>
Pupil Activity					
Equipment	-	-	-	-	1,023
Total Expenditures	<u>825,427</u>	<u>825,427</u>	<u>335,578</u>	<u>489,849</u>	<u>367,243</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>
Fund Balance, Beginning of Year			<u>-</u>		<u>-</u>
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
MCKINNEY-VENTO HOMELESS
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2009
With Comparative Actual Totals for Year Ended June 30, 2008

	2009			Variance - Positive (Negative)	2008 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
Federal - Through the State	\$ 33,985	\$ 33,985	\$ 33,348	\$ (637)	\$ 32,762
Total Revenues	<u>33,985</u>	<u>33,985</u>	<u>33,348</u>	<u>(637)</u>	<u>32,762</u>
Expenditures:					
Regular Instruction					
Certified Salaries	9,100	-	-	-	-
Non-Certified Salaries	6,000	1,680	1,655	25	2,831
Employee Benefits	3,914	658	374	284	410
Travel	2,800	2,950	2,651	299	3,114
Student Travel	2,923	8,670	8,670	-	6,628
Purchased Services	-	8,063	8,063	-	13,780
Supplies and Materials	5,186	10,400	10,399	1	4,521
Other Expenses	2,881	132	131	1	25
Total Regular Instruction	<u>32,804</u>	<u>32,553</u>	<u>31,943</u>	<u>610</u>	<u>31,309</u>
District Administration Support Services					
Indirect Costs	<u>1,181</u>	<u>1,432</u>	<u>1,405</u>	<u>27</u>	<u>1,453</u>
Total Expenditures	<u>33,985</u>	<u>33,985</u>	<u>33,348</u>	<u>637</u>	<u>32,762</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>
Fund Balance, Beginning of Year			<u>-</u>		<u>-</u>
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
MIGRANT EDUCATION - BOOK
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2009
With Comparative Actual Totals for Year Ended June 30, 2008

	2009				2008 Actual
	Original Budget	Current Budget	Actual	Variance - Positive (Negative)	
Revenues:					
Federal - Through the State	\$ 2,200	\$ 2,200	\$ 2,155	\$ (45)	\$ 1,890
Total Revenues	<u>2,200</u>	<u>2,200</u>	<u>2,155</u>	<u>(45)</u>	<u>1,890</u>
Expenditures:					
Regular Instruction					
Supplies and Materials	<u>2,200</u>	<u>2,200</u>	<u>2,155</u>	<u>45</u>	<u>1,890</u>
Total Expenditures	<u>2,200</u>	<u>2,200</u>	<u>2,155</u>	<u>45</u>	<u>1,890</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	-
Fund Balance, Beginning of Year			<u>-</u>		<u>-</u>
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
 NSTA/NASA
 SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE -
 BUDGET (GAAP BASIS) AND ACTUAL
 YEAR ENDED JUNE 30, 2009
 With Comparative Actual Totals for Year Ended June 30, 2008

	2009			Variance - Positive (Negative)	2008 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
Federal - Through other Intermediate Agencies	3,305	3,305	3,305	-	6,425
Total Revenues	-	-	3,305	-	6,425
Expenditures:					
Regular Instruction					
Supplies and Materials	2,665	2,665	2,666	(1)	370
Equipment	640	640	639	1	6,055
Total Expenditures	3,305	3,305	3,305	-	6,425
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	-
Fund Balance, Beginning of Year			-		-
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
 PRINCIPAL COACH
 SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE -
 BUDGET (GAAP BASIS) AND ACTUAL
 YEAR ENDED JUNE 30, 2009
 With Comparative Actual Totals for Year Ended June 30, 2008

	2009				2008 Actual
	Original Budget	Current Budget	Actual	Variance - Positive (Negative)	
Revenues:					
State	\$ 413,000	\$ 413,000	\$ 412,343	\$ (657)	\$ 455,481
Total Revenues	<u>413,000</u>	<u>413,000</u>	<u>412,343</u>	<u>(657)</u>	<u>455,481</u>
Expenditures:					
School Administration					
Professional - Technical Services	92,018	57,018	56,210	808	84,837
Travel	282,737	287,907	288,129	(222)	294,191
Utility Services	3,750	3,750	2,961	789	3,045
Purchased Services	3,200	3,200	527	2,673	4,524
Supplies and Materials	18,000	23,733	26,613	(2,880)	19,849
Other Expenses	-	3,245	3,850	(605)	840
Equipment	-	-	-	-	8,043
Total School Administration	<u>399,705</u>	<u>378,853</u>	<u>378,290</u>	<u>563</u>	<u>415,329</u>
School Administration - Support					
Non-Certified Salaries	8,191	21,901	21,896	5	23,326
Employee Benefits	5,104	12,246	12,157	89	16,826
Total School Administration - Support	<u>13,295</u>	<u>34,147</u>	<u>34,053</u>	<u>94</u>	<u>40,152</u>
Total Expenditures	<u>413,000</u>	<u>413,000</u>	<u>412,343</u>	<u>657</u>	<u>455,481</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	-
Fund Balance, Beginning of Year			-		-
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
PUPIL TRANSPORTATION
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2009
With Comparative Actual Totals for Year Ended June 30, 2008

	2009			Variance - Positive (Negative)	2008 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
State	\$ 4,261,095	\$ 4,261,095	\$ 5,335,064	\$ 1,073,969	\$ 4,445,097
Total Revenues	4,261,095	4,261,095	5,335,064	1,073,969	4,445,097
Other Financing Sources					
Operating Transfer In	591,553	591,553	-	(591,553)	471,913
Total Revenues and Other Financing Sources	4,852,648	4,852,648	5,335,064	482,416	4,917,010
Expenditures:					
Pupil Activity					
Non-Certified Salaries	500	2,250	1,838	412	2,004
Employee Benefits	40	40	140	(100)	153
Travel	500	500	449	51	569
Purchased Services	3,000	1,655	1,844	(189)	1,867
Supplies and Materials	2,800	13,460	14,326	(866)	6,955
Other Expenses	250	(2,510)	(3,503)	993	588
Total Pupil Activity	7,090	15,395	15,094	301	12,136
Pupil Transportation					
Non-Certified Salaries	104,242	104,242	110,622	(6,380)	106,542
Employee Benefits	65,211	65,211	51,174	14,037	47,759
Staff Travel	3,200	4,700	4,712	(12)	3,563
Utility Services	1,200	1,200	924	276	834
Purchased Services	4,841,162	4,739,555	4,738,420	1,135	4,651,715
Supplies and Materials	430,300	522,702	680,790	(158,088)	583,426
Other Expenses	800	200	150	50	-
Total Pupil Transportation	5,446,115	5,437,810	5,586,792	(148,982)	5,393,839
Total Expenditures	5,453,205	5,453,205	5,601,886	(148,681)	5,405,975
Excess (Deficiency) of Revenues Over Expenditures	\$ (600,557)	\$ (600,557)	(266,822)	\$ 333,735	(488,965)
Fund Balance, Beginning of Year			591,553		1,080,518
Fund Balance, End of Year			\$ 324,731		\$ 591,553

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
SCHOOL IMPROVEMENT
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2009
With Comparative Actual Totals for Year Ended June 30, 2008

	2009			Variance - Positive (Negative)	2008 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
Federal - Through the State	\$ -	\$ -	\$ -	\$ -	\$ 17,113
Total Revenues	-	-	-	-	17,113
Expenditures:					
Regular Instruction					
Certified Salaries	-	-	-	-	2,602
Non-Certified Salaries	-	-	-	-	650
Employee Benefits	-	-	-	-	369
Professional - Technical Services	-	-	-	-	1,215
Travel	-	-	-	-	960
Student Travel	-	-	-	-	2,088
Supplies and Materials	-	-	-	-	8,470
Total Regular Instruction	-	-	-	-	16,354
District Administration Support Services					
Indirect Costs	-	-	-	-	759
Total Expenditures	-	-	-	-	17,113
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	-
Fund Balance, Beginning of Year			-		-
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
STAFF DEVELOPMENT MINI-GRANTS
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2009
With Comparative Actual Totals for Year Ended June 30, 2008

	2009				2008 Actual
	Original Budget	Current Budget	Actual	Variance - Positive (Negative)	
Revenues:					
State	\$ 5,000	\$ 24,504	\$ 18,458	\$ (6,046)	\$ 13,810
Total Revenues	<u>5,000</u>	<u>24,504</u>	<u>18,458</u>	<u>(6,046)</u>	<u>13,810</u>
Expenditures:					
Regular Instruction					
Certified Salaries	-	780	240	540	880
Non-Certified Salaries	-	-	400	(400)	537
Employee Benefits	-	70	49	21	108
Travel	5,000	23,585	17,700	5,885	12,285
Other Expenses	-	69	69	-	-
Total Expenditures	<u>5,000</u>	<u>24,504</u>	<u>18,458</u>	<u>6,046</u>	<u>13,810</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	-	<u>-</u>	-
Fund Balance, Beginning of Year			<u>-</u>		<u>-</u>
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
STATEWIDE ALASKA MENTORSHIP
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2009
With Comparative Actual Totals for Year Ended June 30, 2008

	2009			Variance - Positive (Negative)	2008 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
State	\$ 76,436	\$ 76,436	\$ 76,622	\$ 186	\$ 365,526
Total Revenues	<u>76,436</u>	<u>76,436</u>	<u>76,622</u>	<u>186</u>	<u>365,526</u>
Expenditures:					
Regular Instruction					
Certified Salaries	57,531	57,531	57,531	-	284,640
Employee Benefits	18,905	18,905	19,091	(186)	80,086
Supplies and Materials	-	-	-	-	800
Total Expenditures	<u>76,436</u>	<u>76,436</u>	<u>76,622</u>	<u>(186)</u>	<u>365,526</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	-
Fund Balance, Beginning of Year			-		-
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
TITLE I-D, AT RISK
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2009
With Comparative Actual Totals for Year Ended June 30, 2008

	2009			Variance - Positive (Negative)	2008 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
Federal - Through the State	\$ -	\$ -	\$ -	\$ -	\$ 22,862
Total Revenues	-	-	-	-	22,862
Expenditures:					
Regular Instruction					
Professional - Technical Services	-	-	-	-	20,550
Supplies and Materials	-	-	-	-	788
Equipment	-	-	-	-	510
Total Regular Instruction	-	-	-	-	21,848
District Administration Support Services					
Indirect Costs	-	-	-	-	1,014
Total Expenditures	-	-	-	-	22,862
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	-
Fund Balance, Beginning of Year			-		-
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
TITLE I-D, DELINQUENT
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2009
With Comparative Actual Totals for Year Ended June 30, 2008

	2009			Variance - Positive (Negative)	2008 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
Federal - Through the State	\$ 51,979	\$ 51,979	\$ 46,300	\$ (5,679)	\$ 38,829
Total Revenues	<u>51,979</u>	<u>51,979</u>	<u>46,300</u>	<u>(5,679)</u>	<u>38,829</u>
Expenditures:					
Regular Instruction					
Certified Salaries	5,224	5,224	4,224	1,000	4,224
Non-Certified Salaries	3,962	3,962	2,377	1,585	2,361
Employee Benefits	1,859	1,859	1,291	568	2,101
Professional - Technical Services	23,098	33,457	33,457	-	27,634
Supplies and Materials	2,000	5,286	3,000	2,286	787
Other Expenses	13,645	-	-	-	-
Total Regular Instruction	<u>49,788</u>	<u>49,788</u>	<u>44,349</u>	<u>5,439</u>	<u>37,107</u>
District Administration Support Services					
Indirect Costs	<u>2,191</u>	<u>2,191</u>	<u>1,951</u>	<u>240</u>	<u>1,722</u>
Total Expenditures	<u>51,979</u>	<u>51,979</u>	<u>46,300</u>	<u>5,679</u>	<u>38,829</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	-
Fund Balance, Beginning of Year			<u>-</u>		<u>-</u>
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
TITLE VI-B
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2009
With Comparative Actual Totals for Year Ended June 30, 2008

	2009			Variance - Positive (Negative)	2008 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
Federal - Through the State	\$ 3,114,869	\$ 3,114,869	\$ 2,060,698	\$ (1,054,171)	\$ 1,856,626
Total Revenues	<u>3,114,869</u>	<u>3,114,869</u>	<u>2,060,698</u>	<u>(1,054,171)</u>	<u>1,856,626</u>
Expenditures:					
Special Education - Instruction					
Certified Salaries	343,163	540,739	352,867	187,872	349,187
Non-Certified Salaries	777,188	1,118,888	839,257	279,631	756,092
Employee Benefits	617,816	1,007,601	697,019	310,582	598,522
Professional - Technical Services	-	59,000	11,606	47,394	8,450
Travel	2,200	90,000	28,534	61,466	7,158
Student Travel	-	25,000	-	25,000	-
Purchased Services	-	-	-	-	4,475
Supplies and Materials	4,540	72,363	33,875	38,488	44,633
Other Expenses	1,237,484	-	-	-	-
Equipment	1,200	70,000	10,691	59,309	5,782
Total Regular Instruction	<u>2,983,591</u>	<u>2,983,591</u>	<u>1,973,849</u>	<u>1,009,742</u>	<u>1,774,299</u>
District Administration Support Services					
Indirect Costs	<u>131,278</u>	<u>131,278</u>	<u>86,849</u>	<u>44,429</u>	<u>82,327</u>
Total Expenditures	<u>3,114,869</u>	<u>3,114,869</u>	<u>2,060,698</u>	<u>1,054,171</u>	<u>1,856,626</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>
Fund Balance, Beginning of Year			<u>-</u>		<u>-</u>
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
TITLE VII - INDIAN EDUCATION
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2009
With Comparative Actual Totals for Year Ended June 30, 2008

	2009				2008 Actual
	Original Budget	Current Budget	Actual	Variance - Positive (Negative)	
Revenues:					
Federal - Direct	\$ 317,861	\$ 317,861	\$ 306,186	\$ (11,675)	\$ 287,390
Total Revenues	<u>317,861</u>	<u>317,861</u>	<u>306,186</u>	<u>(11,675)</u>	<u>287,390</u>
Expenditures:					
Special Education - Instruction					
Certified Salaries	-	405	5,426	(5,021)	2,660
Non-Certified Salaries	110,104	99,699	93,485	6,214	(1,976)
Employee Benefits	78,572	53,572	58,108	(4,536)	380
Professional - Technical Services	104,634	107,634	102,345	5,289	264,724
Travel	1,654	10,654	10,082	572	382
Student Travel	5,000	27,000	19,535	7,465	6,541
Utility Services	1,000	1,000	1,138	(138)	1,130
Purchased Services	600	600	176	424	-
Supplies and Materials	2,500	2,500	956	1,544	55
Other Expenses	400	400	782	(382)	750
Equipment	-	1,000	1,249	(249)	-
Total Regular Instruction	<u>304,464</u>	<u>304,464</u>	<u>293,282</u>	<u>11,182</u>	<u>274,646</u>
District Administration Support Services					
Indirect Costs	<u>13,397</u>	<u>13,397</u>	<u>12,904</u>	<u>493</u>	<u>12,744</u>
Total Expenditures	<u>317,861</u>	<u>317,861</u>	<u>306,186</u>	<u>11,675</u>	<u>287,390</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>
Fund Balance, Beginning of Year			<u>-</u>		<u>-</u>
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
UPWARD BOUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2009
With Comparative Actual Totals for Year Ended June 30, 2008

	2009				2008 Actual
	Original Budget	Current Budget	Actual	Variance - Positive (Negative)	
Revenues:					
Federal - Through the State	\$ 26,352	\$ 27,852	\$ 22,658	\$ (5,194)	\$ 25,471
Total Revenues	<u>26,352</u>	<u>27,852</u>	<u>22,658</u>	<u>(5,194)</u>	<u>25,471</u>
Expenditures:					
Regular Instruction					
Certified Salaries	13,500	13,500	9,120	4,380	13,980
Non-Certified Salaries	-	-	5,106	(5,106)	-
Employee Benefits	-	-	1,645	(1,645)	1,921
Professional - Technical Services	-	-	50	(50)	196
Student Travel	2,700	4,200	1,668	2,532	4,000
Supplies and Materials	2,322	2,322	283	2,039	300
Other Expenses	7,830	7,830	4,786	3,044	5,074
Total Expenditures	<u>26,352</u>	<u>27,852</u>	<u>22,658</u>	<u>5,194</u>	<u>25,471</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	-
Fund Balance, Beginning of Year			<u>-</u>		<u>-</u>
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
 YOUTH FIRST
 SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE -
 BUDGET (GAAP BASIS) AND ACTUAL
 YEAR ENDED JUNE 30, 2009
 With Comparative Actual Totals for Year Ended June 30, 2008

	2009				2008 Actual
	Original Budget	Current Budget	Actual	Variance - Positive (Negative)	
Revenues:					
State	\$ 100,000	\$ 100,000	\$ 77,418	\$ (22,582)	\$ 99,638
Total Revenues	<u>100,000</u>	<u>100,000</u>	<u>77,418</u>	<u>(22,582)</u>	<u>99,638</u>
Expenditures:					
Regular Instruction					
Certified Salaries	47,025	36,735	26,855	9,880	20,273
Non-Certified Salaries	120	120	6,956	(6,836)	8,675
Employee Benefits	2,778	2,778	4,116	(1,338)	3,381
Travel	2,400	2,400	1,883	517	1,637
Student Travel	1,161	1,161	2,507	(1,346)	2,030
Purchased Services	17,000	17,000	132	16,868	10,886
Supplies and Materials	25,301	25,301	22,637	2,664	34,742
Equipment	-	10,290	9,069	1,221	13,596
Total Regular Instruction	<u>95,785</u>	<u>95,785</u>	<u>74,155</u>	<u>21,630</u>	<u>95,220</u>
District Administration Support Services					
Indirect Costs	<u>4,215</u>	<u>4,215</u>	<u>3,263</u>	<u>952</u>	<u>4,418</u>
Total Expenditures	<u>100,000</u>	<u>100,000</u>	<u>77,418</u>	<u>22,582</u>	<u>99,638</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>
Fund Balance, Beginning of Year			<u>-</u>		<u>-</u>
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
 YOUTH IN DETENTION
 SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE -
 BUDGET (GAAP BASIS) AND ACTUAL
 YEAR ENDED JUNE 30, 2009
 With Comparative Actual Totals for Year Ended June 30, 2008

	2009			Variance - Positive (Negative)	2008 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
State	\$ 217,356	\$ 217,356	\$ 217,356	\$ -	\$ 208,785
Total Revenues	<u>217,356</u>	<u>217,356</u>	<u>217,356</u>	<u>-</u>	<u>208,785</u>
Expenditures:					
Regular Instruction					
Certified Salaries	116,940	116,940	113,032	3,908	111,508
Non-Certified Salaries	35,869	35,869	35,101	768	30,935
Employee Benefits	45,261	45,261	49,009	(3,748)	44,630
Professional - Technical Services	7,000	7,000	7,000	-	-
Supplies and Materials	3,125	3,125	4,053	(928)	200
Equipment	-	-	-	-	12,254
Total Regular Instruction	<u>208,195</u>	<u>208,195</u>	<u>208,195</u>	<u>-</u>	<u>199,527</u>
District Administration Support Services					
Indirect Costs	<u>9,161</u>	<u>9,161</u>	<u>9,161</u>	<u>-</u>	<u>9,258</u>
Total Expenditures	<u>217,356</u>	<u>217,356</u>	<u>217,356</u>	<u>-</u>	<u>208,785</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>
Fund Balance, Beginning of Year			<u>-</u>		<u>-</u>
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
YOUTH RISK BEHAVIOR SURVEY
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2009
With Comparative Actual Totals for Year Ended June 30, 2008

	2009			Variance - Positive (Negative)	2008 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
Federal - Through the State	\$ 6,500	\$ 7,500	\$ 7,500	\$ -	\$ -
Total Revenues	<u>6,500</u>	<u>7,500</u>	<u>7,500</u>	<u>-</u>	<u>-</u>
Expenditures:					
Regular Instruction					
Student Travel	-	-	165	(165)	-
Supplies and Materials	6,500	7,500	5,455	2,045	-
Total Expenditures	<u>6,500</u>	<u>7,500</u>	<u>5,620</u>	<u>1,880</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	1,880	<u>\$ (1,880)</u>	-
Fund Balance, Beginning of Year			<u>-</u>		<u>-</u>
Fund Balance, End of Year			<u>\$ 1,880</u>		<u>\$ -</u>

FIDUCIARY FUND

Fiduciary Fund – Statement of Changes in Assets and Liabilities

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KENAI PENINSULA BOROUGH SCHOOL DISTRICT
 FIDUCIARY FUND
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 Year Ended June 30, 2009

<u>Student Activity</u>	<u>Total June 30, 2008</u>	<u>Increases</u>	<u>Decreases</u>	<u>Total June 30, 2009</u>
Assets:				
Equity in Central Treasury	\$ 2,256,024	\$ 4,103,005	\$ 4,292,217	\$ 2,066,812
Accounts Receivable	5,085	-	4,685	400
Cash	10,598	1,273	(133,856)	145,727
Total Assets:	<u>\$ 2,271,707</u>	<u>\$ 4,104,278</u>	<u>\$ 4,163,046</u>	<u>\$ 2,212,939</u>
Liabilities:				
Accounts Payable	\$ -	\$ 510	\$ -	\$ 510
Amount Due Student Groups	2,271,707	4,103,768	4,163,046	2,212,429

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CAPITAL ASSETS

Schedule of Changes in General Capital Assets

Schedule of General Capital Assets – By Location

Comparative Schedule of General Capital Assets – By Source

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KENAI PENINSULA BOROUGH SCHOOL DISTRICT
 SCHEDULE OF CHANGES IN GENERAL CAPITAL ASSETS
 Year Ended June 30, 2009

	General Capital Assets June 30, 2008	Additions	Deletions	Transfers	General Capital Assets June 30, 2009
Administration	\$ 1,856,801	\$ 373,331	\$ (68,837)	\$ (242,767)	\$ 1,918,528
Schools	4,414,212	181,067	(103,286)	242,767	4,734,760
	<u>\$ 6,271,013</u>	<u>\$ 554,398</u>	<u>\$ (172,123)</u>	<u>\$ -</u>	<u>\$ 6,653,288</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
SCHEDULE OF GENERAL CAPITAL ASSETS - BY LOCATION
June 30, 2009

	Equipment		Equipment
Administration:		Kenai:	
District Office and		Kaleidoscope Charter	27,785
Warehouse	\$ 1,918,528	Mt. View Elementary	82,632
Total Administration	1,918,528	Middle School	73,754
		High School	650,375
		Kenai Alternative	13,860
		Total Kenai	848,406
Schools:			
Outside Cities:		Seldovia:	
Aurora Borealis	93,321	Susan B. English	166,537
Chapman Elementary	35,034	Total Seldovia	166,537
Hope	18,930		
Kachemak Selo	7,487	Seward:	
K-Beach	64,495	Elementary	53,454
McNeil Canyon	34,362	Middle	30,587
Moose Pass	-	High School	420,744
Nanwalek	19,081	Spring Creek	12,876
Nikiski High	486,503	Total Seward	517,661
Nikiski North Star	61,952		
Nikolaevsk	106,294	Soldotna:	
Ninilchik	215,417	Elementary	72,733
Port Graham	17,878	Redoubt Elementary	119,096
Skyview High	368,899	Middle School	105,488
Sterling	58,940	High School	522,007
Tebughna	19,000	Total Soldotna	819,324
Tustumena	31,135		
Voznesenka	18,792		
Total Outside Cities	1,657,520	Total Schools	4,734,760
Homer:		Total General Capital Assets	\$ 6,653,288
Paul Banks Elementary	32,935		
High School	588,719		
Middle School	52,220		
West Homer Elementary	30,968		
Homer Flex	20,650		
Total Homer	725,492		

KENAI PENINSULA BOROUGH SCHOOL DISTRICT

COMPARATIVE SCHEDULE OF CAPITAL ASSETS - BY SOURCE
 June 30, 2009 and 2008

	<u>2009</u>	<u>2008</u>
General Capital Assets:		
Equipment	<u>\$ 6,653,288</u>	<u>\$ 6,271,013</u>
Investments in General Capital Assets from:		
General Obligation Bonds	\$ 2,582,384	\$ 872,453
State and Federal Grants	3,245,649	3,147,215
General Fund Revenue	<u>825,255</u>	<u>2,251,345</u>
Total Investment in General Capital Assets:	<u>\$ 6,653,288</u>	<u>\$ 6,271,013</u>

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SCHEDULES SECTION

Schedule of State Financial Assistance

Schedule of Expenditures of Federal Awards

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KENAI PENINSULA BOROUGH SCHOOL DISTRICT
SCHEDULE OF STATE FINANCIAL ASSISTANCE
YEAR ENDED JUNE 30, 2009

<u>State Grantor</u>	<u>Program Number</u>	<u>Amount Expended During the Year Ended 06/30/08</u>
Department of Administration:		
TRRS On Behalf		\$ 13,021,959
PERS On Behalf		<u>2,206,037</u>
Total Department of Administration		<u>15,227,996</u>
Department of Education and Early Development:		
Foundation *		62,317,926
Quality Schools		245,599
Pupil Transportation *		5,335,064
Youth In Detention - Kenai Youth Facility	EY 09.024.01	65,223
Youth In Detention - Spring Creek	EY 09.024.02	<u>152,133</u>
Total Department of Education and Early Development		<u>68,115,945</u>
Department of Commerce, Community and Economic Development:		
Passed through the Kenai Peninsula Borough:		
KPB School District - Equipment and Supplies for District Schools	07-DC-311	12,331
KPB School District - Mini Projects for Youth Education Development	07-DC-313	44,935
KPB School District - Equipment and Supplies for District Schools	08-DC-310	190,088
KPB School District - Tyonek School Books and Supplies	08-DC-312	1,841
KPB School District - Equipment and Supplies for District Schools	09-DC-220	<u>86,383</u>
Total Department of Commerce, Community and Economic Development		<u>335,578</u>
Department of Labor and Workforce Development -		
Youth First Initiative	8-1216	<u>77,418</u>
Total Department of Labor and Workforce Development		<u>77,418</u>
Total State Financial Assistance		<u>\$ 83,756,937</u>

* State major program

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2009

<u>Federal Grantor/Pass-Through Grantor</u>	<u>Federal CFDA Number</u>	<u>Pass Through Grantor's Number</u>	<u>Amount Expended During the Year Ended June 30, 2008</u>
U.S. Department of Education - Direct:			
Gear Up Kenai Peninsula	84.334A	P334A050216	\$ 119,302
Title VII, Indian Education	84.060A	S060A080799	<u>306,186</u>
Total U.S. Department of Education - Direct			<u>425,488</u>
Passed Through Alaska			
Department of Education:			
Carl Perkins Basic	84.048A	EK 09.024.01	165,376
McKinney - Vento Homeless	84.196	FR 09.024.01	33,348
Migrant Education Book	84.011A	MB 09.024.01	2,155
NCLB - Title I	84.010	IP 09.024.01	1,828,649
NCLB - Title I-A Highly Qualified	84.010	IP 09.024.01	2,906
NCLB - Title I-A 10% Professional Development	84.010	IP 09.024.01	216,445
NCLB - Title I-A 1% Parent Involvement	84.010	IP 09.024.01	19,407
NCLB - Title I-C Migrant	84.011	IP 09.024.01	255,170
NCLB - Title II-A, Training & Recruiting	84.367	IP 09.024.01	803,032
NCLB - Title II-D Enhancing Educ. Thru Tech	84.318	IP 09.024.01	60,899
NCLB - Title III-A English Language Acquisition	84.365	IP 09.024.01	8,326
NCLB - Title IV Drug Free Schools	84.186	IP 09.024.01	84,891
NCLB - Title V-A, Innovative Education	84.298	IP 09.024.01	<u>152,356</u>
			3,432,081
Title I-A Academic Achievement	84.010A	AA 09.024.01	5,000
Title II-D - Competitive Wave VI	84.318X	ET09.024.03	3,711
Fresh Fruit & Vegetable Program	10-582	FF 09.024.02	10,535
Preschool Disabled	84.173A	SE 09.024.01	65,994
Alternative Schools	84.186A	SH 09.024.01	23,000
Youth Risk Behavior Survey	93.938	YR 09.024.01	5,620
Title I-D, Delinquent (Transitional)	84.013A	CO 09.024.01	10,244
Title I-D, Delinquent (Transitional)	84.013A	CO 09.024.02	36,056
Title VI-B	84.027A	SE 09.024.01	<u>1,994,704</u>
Total Passed Through Alaska			<u>5,787,824</u>
Department of Education			

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2009

<u>Federal Grantor/Pass-Through Grantor</u>	<u>Federal CFDA Number</u>	<u>Pass Through Grantor's Number</u>	<u>Amount Expended During the Year Ended June 30, 2009</u>
Passed Through University of AK:			
UAF-Upward Bound - Seward	84.047A	FP 800679	6,862
UAF-Upward Bound - Nikiski	84.047A	FP 800677	10,271
UAF-Upward Bound - Nanwalek	84.047A	FP 800678	<u>5,525</u>
Total Passed Through Univ. of AK			<u>22,658</u>
Total U.S. Department of Education			<u>6,235,970</u>
U.S. Department of Agriculture:			
Passed Through Alaska Department of Education:			
National School Lunch Program	10.555	MA 09.024.01	1,457,676
Breakfast Program	10.553	MA 09.024.01	179,246
Commodities	10.550		<u>94,193</u>
Total U.S. Department of Agriculture			<u>1,731,115</u>
National Aeronautics and Space Administration:			
Passed Through National Science Teachers Association:			
NASA Explorer School Program	43.001	40813	<u>3,305</u>
Total Expenditures of Federal Awards			<u>\$ 7,970,390</u>

Note 1. Basis of Presentation

The above schedule of expenditures of federal awards includes the federal grant activity of Kenai Peninsula Borough School District 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 basic financial statements.

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STATISTICAL INFORMATION

Statistical tables give report users a better historical perspective and assist in assessing current financial status and trends of the Kenai Peninsula Borough School District.

Net Assets by Component
Expenses, General Revenues, and Net(Expense)Revenue
General Revenue and Total Change in Net Assets
General Fund Balances, All Other Governmental Fund Balances, Total Fund Balance
Governmental Funds Revenue
Governmental Funds Expenditures
Other Financing Sources and Uses and Net Change in Fund Balance
Assessed Value and Estimated Actual of Taxable Property
Property Tax Rates and Tax Levies, Direct and Overlapping Governments
Principal Property Taxpayers
Principal Employers
Property Tax Levies and Collections
Legal Debt Margin Information
Ratio of Net Area Wide General Bonded Debt to Assessed Value
and Net Bonded Debt per Capita and Student Capita
Computation of Direct and Overlapping Debt
Demographic and Economic Statistics
General Fund Full-Time Equivalent District Employees by Function
All Funds Full-Time Equivalent District Employees by Function
Average Per Pupil General Fund Operating Expenditures
Average Daily Membership as Compared to Assessed Valuation

KENAI PENINSULA BOROUGH SCHOOL DISTRICT

Statistical Section Overview

This part of the Kenai Peninsula Borough School District's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.

Contents

Financial Trends

These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.

Table I	Net Assets by Component
Table II	Expenses, General Revenues, and Net(Expense)Revenue
Table III	General Revenue and Total Change in Net Assets
Table IV	General Fund Balances, All Other Governmental Fund Balances, Total Fund Balance
Table V	Governmental Funds Revenues
Table VI	Governmental Funds Expenditures
Table VII	Other Financing Sources and Uses and Net Change in Fund Balance

Revenue Capacity

These schedules contain information to help the reader assess the District's most significant local revenue source, property tax.

Table VIII	Assessed Value and Estimated Actual Value of Taxable Property
Table IX	Property Tax Rates and Tax Levies, Direct and Overlapping Governments
Table X	Principal Property Taxpayers
Table XI	Principal Employers
Table XII	Property Tax Levies and Collections

Debt Capacity

These schedules present information to help the reader assess the affordability of the Borough's current level of outstanding debt and the District's ability to issue additional debt in the future.

Table XIII	Legal Debt Margin Information
Table XIV	Ratio of Net Area Wide General Bonded Debt to Assessed Value and Net Bonded Debt per Capita and Student Capita
Table XV	Computation of Direct and Overlapping Debt

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.

Table XVI	Demographic and Economic Statistics
Table XVII	General Fund Full-Time Equivalent District Employees by Function
Table XVIII	All Funds Full-Time Equivalent District Employees by Function
Table XIX	Average Per Pupil General Fund Operating Expenditures
Table XX	Average Daily Membership as Compared to Assessed Valuation

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the government provides and the activities it performs.

This data not available at date of printing

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

KENAI PENINSULA BOROUGH SCHOOL DISTRICT

NET ASSETS BY COMPONENT
LAST TEN FISCAL YEARS
(Unaudited)

	FISCAL YEAR									
	1999-2000 *	2000-2001*	2001-2002	2002-2003	2003-2004	2004-2005	2005-2006	2006-2007	2007-2008	2008-09
Invested in Capital Assets	\$ -	\$ -	\$ 245,238	\$ 954,935	\$ 999,893	\$ 917,475	\$ 1,128,957	\$ 2,788,379	\$ 2,481,217	\$ 2,598,361
Restricted										
Charter Schools			157,135	465,765	657,545	979,415	1,010,775	1,641,086	2,394,188	570,373
Special Revenue Funds	-	-	6,993	4,521	5,253	25,931	29,926	-	-	-
Total Restricted	-	-	164,128	470,286	662,798	1,005,346	1,040,701	1,641,086	2,394,188	570,373
Unrestricted	-	-	3,869,979	4,716,739	5,287,349	5,754,879	4,863,722	9,576,795	17,409,088	29,588,884
Total Net Assets	\$ -	\$ -	\$ 4,279,345	\$ 6,141,960	\$ 6,950,040	\$ 7,677,700	\$ 7,033,380	\$ 14,006,260	\$ 22,284,493	\$ 32,757,618

* The district began to report accrual information when it implemented GASB statement 34 in FY02

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
EXPENSES, GENERAL REVENUES, AND NET(EXPENSE)/REVENUE
FROM THE STATEMENT OF ACTIVITIES
LAST TEN FISCAL YEARS
(Unaudited)

	FISCAL YEAR									
	1999-2000 *	2000-2001*	2001-2002	2002-2003	2003-2004	2004-2005**	2005-2006	2006-2007	2007-2008	2008-2009
Expenses										
Government Activities:										
Instruction	\$ -	\$ -	\$ 43,280,023	\$ 43,079,317	\$ 42,347,765	\$ 37,470,450	\$ 40,677,575	\$ 45,569,630	\$ 56,433,650	\$ 56,805,517
Special Education - Instruction	-	-	-	-	-	8,406,422	8,862,570	9,735,531	12,695,426	13,073,837
Special Education - Pupil	-	-	-	-	-	3,104,193	3,225,301	3,550,817	4,361,228	4,568,803
Support Services - Pupil	-	-	6,902,861	6,904,871	6,886,049	2,034,625	2,578,315	2,854,976	3,565,911	3,485,620
Support Services - Instruction	-	-	-	-	-	1,596,111	2,044,711	2,194,911	2,433,644	2,382,071
School Administration	-	-	3,186,905	3,457,924	3,657,399	4,103,546	4,468,581	4,728,010	5,650,670	5,487,715
School Administration - Support	-	-	5,986,841	5,865,899	6,244,532	3,088,974	3,315,588	3,579,108	3,793,947	3,975,793
District Administration	-	-	-	-	-	792,270	824,772	824,354	951,922	839,511
District Administration - Support	-	-	-	-	-	2,954,860	3,560,804	3,907,855	4,572,251	4,560,052
Operation & Maintenance of Plant	-	-	13,580,657	13,626,274	13,841,199	15,618,107	15,996,516	16,424,930	17,935,992	18,487,399
Pupil Activities	-	-	1,418,175	1,443,880	1,101,760	1,134,118	1,196,254	(138,465)	1,934,081	1,469,519
Community Service	-	-	63,033	93,352	40,774	22,956	58,115	19,257	11,217	12,774
Pupil Transportation	-	-	59,250	108,283	(492,171)	(115,941)	144,992	667,508	1,010,104	300,954
Food Service	-	-	(12,263)	57,671	216,364	437,522	451,466	445,455	299,189	491,452
Total government activities	\$ -	\$ -	\$ 74,465,482	\$ 74,637,471	\$ 73,843,671	\$ 80,648,213	\$ 87,405,560	\$ 94,363,877	\$ 115,649,232	\$ 115,941,017
General Revenues:										
Government Activities:										
Borough Direct Appropriation	\$ -	\$ -	\$ 30,189,118	\$ 30,618,860	\$ 31,635,539	\$ 33,744,607	\$ 34,973,682	\$ 37,941,676	\$ 37,701,117	\$ 41,146,945
Public School Funding Program	-	-	42,482,522	43,992,698	42,355,439	46,467,673	50,003,179	59,959,314	60,523,098	62,317,926
Retirement: On-behalf Payments	-	-	-	-	-	-	-	-	19,322,147	15,227,995
Other State Revenue	-	-	1,686,156	-	-	-	110,355	1,116,108	3,135,060	245,599
Earnings on Investment	-	-	1,846,392	386,694	(252,271)	197,556	494,410	1,067,126	1,746,569	1,563,679
E-Rate Program	-	-	-	-	491,215	435,323	508,938	657,616	722,223	426,290
Medicaid Reimbursement	-	-	-	279,021	281,073	212,193	526,918	492,697	549,024	288,038
Other	-	-	551,561	653,143	140,756	318,521	143,758	102,220	228,227	173,326
Total General Revenues	\$ -	\$ -	\$ 76,755,749	\$ 75,930,416	\$ 74,651,751	\$ 81,375,873	\$ 86,761,240	\$ 101,336,757	\$ 123,927,465	\$ 121,389,798
Special Item - writeoff NPO/OPEB	-	-	-	-	-	-	-	-	-	5,024,344
Net (Expense)/Revenue	\$ -	\$ -	\$ 2,290,267	\$ 1,292,945	\$ 808,080	\$ 727,660	\$ (644,320)	\$ 6,972,880	\$ 8,278,233	\$ 10,473,125

* The district began to report accrual information when it implemented GASB statement 34 in FY02

** Program categories have changed as per State requirements as of fiscal year 2004-05

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
GENERAL REVENUE AND TOTAL CHANGE IN NET ASSETS
LAST TEN FISCAL YEARS
(Unaudited)

	FISCAL YEAR									
	1999-2000 *	2000-2001*	2001-2002	2002-2003**	2003-2004	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009
Net (Expense)/Revenue	\$ -	\$ -	\$ 2,290,267	\$ 1,292,945	\$ 808,080	\$ 727,660	\$ (644,320)	\$ 6,972,880	\$ 8,278,233	\$ 10,473,125
Net Assets - Beginning	-	-	1,989,078	4,849,015	6,141,960	6,950,040	7,677,700	7,033,380	14,006,260	22,284,493
Net Assets - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,279,345</u>	<u>\$ 6,141,960</u>	<u>\$ 6,950,040</u>	<u>\$ 7,677,700</u>	<u>\$ 7,033,380</u>	<u>\$ 14,006,260</u>	<u>\$ 22,284,493</u>	<u>\$ 32,757,618</u>

* The district began to report accrual information when it implemented GASB statement 34 in FY02

** Net Assets had additional capital assets in the amount of \$569,670.00 Restated amount \$489,015.00

KENAI PENINSULA BOROUGH SCHOOL DISTRICT

**GENERAL FUND BALANCES, ALL OTHER GOVERNMENTAL FUND BALANCES, TOTAL FUND BALANCE
LAST TEN FISCAL YEARS
(Unaudited)**

	FISCAL YEAR									
	1999-2000 *	2000-2001*	2001-2002	2002-2003	2003-2004	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009
General Fund										
Reserved	\$ -	\$ -	\$ 1,144,809	\$ 2,361,057	\$ 1,549,919	\$ 2,031,509	\$ 2,773,182	\$ 4,308,511	\$ 9,058,171	\$ 9,645,680
Unreserved	-	-	4,261,749	4,648,841	3,887,195	5,738,461	5,894,990	9,183,137	7,615,732	6,833,310
Undesignated	-	-	-	-	-	-	-	-	2,720,208	4,683,677
Total General Fund	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,406,558</u>	<u>\$ 7,009,898</u>	<u>\$ 5,437,114</u>	<u>\$ 7,769,970</u>	<u>\$ 8,668,172</u>	<u>\$ 13,491,648</u>	<u>\$ 19,394,111</u>	<u>\$ 21,162,667</u>
All Other Government Funds										
Reserved	\$ -	\$ -	\$ 128,624	\$ 15,678	\$ 29,709	\$ 20,492	\$ 15,642	\$ 288,282	\$ 254,471	\$ 267,430
Unreserved	-	-	297,313	111,267	483,324	730,823	656,776	2,112,873	-	-
Undesignated	-	-	-	-	-	-	-	-	5,179,038	8,729,160
Total All Other Government Funds	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 425,937</u>	<u>\$ 126,945</u>	<u>\$ 513,033</u>	<u>\$ 751,315</u>	<u>\$ 672,418</u>	<u>\$ 2,401,155</u>	<u>\$ 5,433,509</u>	<u>\$ 8,996,590</u>
Total Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,832,495</u>	<u>\$ 7,136,843</u>	<u>\$ 5,950,147</u>	<u>\$ 8,521,285</u>	<u>\$ 9,340,590</u>	<u>\$ 15,892,803</u>	<u>\$ 24,827,620</u>	<u>\$ 30,159,257</u>

* The district began to report accrual information when it implemented GASB statement 34 in FY02

KENAI PENINSULA BOROUGH SCHOOL DISTRICT

GOVERNMENTAL FUNDS REVENUES
LAST TEN FISCAL YEARS
(Unaudited)

	FISCAL YEAR									
	1999-2000 *	2000-2001*	2001-2002	2002-2003	2003-2004	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009
Federal Sources:										
Federal - Direct	\$ -	\$ -	\$ 235,236	\$ 279,021	\$ 280,073	\$ 212,193	\$ 270,719	\$ 290,474	\$ 287,390	\$ 306,186
Federal - Through the State	-	-	6,823,642	7,638,505	7,705,505	7,924,649	9,743,914	8,059,469	8,267,768	7,856,624
Federal - Through other Agencies	-	-	-	-	-	-	-	-	-	3,305
Total Federal Sources	\$ -	\$ -	\$ 7,058,878	\$ 7,917,526	\$ 7,985,578	\$ 8,136,842	\$ 10,014,633	\$ 8,349,943	\$ 8,555,158	\$ 8,166,115
State Sources:										
Public School Funding Program	\$ -	\$ -	\$ 43,948,821	\$ 43,992,698	\$ 42,355,439	\$ 46,467,673	\$ 50,113,534	\$ 61,075,422	\$ 82,980,305	\$ 77,791,520
Other State Revenue	-	-	4,749,212	4,967,842	5,045,569	5,160,238	5,243,702	5,604,033	6,001,393	6,622,333
Total All Other Government Funds	\$ -	\$ -	\$ 48,698,033	\$ 48,960,540	\$ 47,401,008	\$ 51,627,911	\$ 55,357,236	\$ 66,679,455	\$ 88,981,698	\$ 84,413,853
Local Sources:										
Borough Direct Appropriation	\$ -	\$ -	\$ 30,189,118	\$ 30,618,860	\$ 31,635,539	\$ 33,744,607	\$ 34,973,682	\$ 37,941,676	\$ 37,701,117	\$ 41,394,126
Corporate Grants and User Fees	-	-	254,582	245,396	274,741	284,106	241,800	103,246	123,135	163,808
Food Sales	-	-	1,143,555	1,126,811	1,041,579	995,196	989,802	965,162	955,879	952,018
Earnings on Investments	-	-	1,846,392	386,694	(252,271)	197,556	494,410	1,067,126	1,746,569	1,563,679
Other Revenue	-	-	1,033,389	670,283	658,852	771,047	1,393,248	759,836	1,045,833	698,794
Total All Other Government Funds	\$ -	\$ -	\$ 34,467,036	\$ 33,048,044	\$ 33,358,440	\$ 35,992,512	\$ 38,092,942	\$ 40,837,046	\$ 41,572,533	\$ 44,772,425
Total Revenue	\$ -	\$ -	\$ 90,223,947	\$ 89,926,110	\$ 88,745,026	\$ 95,757,265	\$ 103,464,811	\$ 115,866,444	\$ 139,109,389	\$ 137,352,393

* The district began to report accrual information when it implemented GASB statement 34 in FY02

KENAI PENINSULA BOROUGH SCHOOL DISTRICT

GOVERNMENTAL FUNDS EXPENDITURES
LAST TEN FISCAL YEARS
(Unaudited)

	FISCAL YEAR									
	1999-2000 *	2000-2001*	2001-2002**	2002-2003**	2003-2004	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009
Expenditures:										
Instruction	\$ -	\$ -	\$ 51,255,843	\$ 49,766,894	\$ 49,008,398	\$ 44,352,605	\$ 49,422,945	\$ 52,407,303	\$ 63,488,942	\$ 62,067,541
Special Education - Instruction	-	-	-	-	-	8,129,066	8,584,176	9,513,798	12,667,079	15,047,687
Special Education Services - Pupil	-	-	-	-	-	3,082,683	3,208,595	3,528,292	4,357,397	4,567,626
Support Services - Pupil	-	-	6,914,789	6,936,657	6,888,840	1,958,191	2,592,299	2,871,350	3,649,437	3,569,636
Support Services - Instruction	-	-	-	-	-	1,575,098	1,939,417	2,061,766	2,391,393	2,374,251
School Administration	-	-	3,306,541	3,420,590	3,635,245	4,085,433	4,450,469	4,949,959	6,051,927	5,894,424
School Administration - Support	-	-	5,897,106	5,750,012	6,256,017	2,895,324	3,192,316	3,415,962	3,813,704	4,026,857
District Administration	-	-	-	-	-	774,266	806,948	826,561	950,172	834,584
District Administration - Support	-	-	-	-	-	2,701,133	3,393,748	3,765,948	4,815,586	4,837,284
Operation & Maintenance of Plant	-	-	13,548,988	13,601,441	13,853,049	15,027,828	15,719,257	16,187,789	17,783,290	18,579,831
Pupil Activities	-	-	1,388,677	1,450,601	1,083,783	1,140,463	1,199,233	1,606,325	1,770,301	1,334,903
Community Services	-	-	291,872	303,099	285,206	249,130	278,567	56,971	56,027	55,605
Pupil Transportation	-	-	4,568,914	4,880,513	4,330,121	4,410,850	4,674,831	5,147,858	5,405,975	5,586,792
Food Service	-	-	2,356,096	2,511,955	2,641,246	2,804,057	3,182,705	2,974,349	2,973,342	3,243,735
Total Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 89,528,826</u>	<u>\$ 88,621,762</u>	<u>\$ 87,981,905</u>	<u>\$ 93,186,127</u>	<u>\$ 102,645,506</u>	<u>\$ 109,314,231</u>	<u>\$ 130,174,572</u>	<u>\$ 132,020,756</u>

* The district began to report accrual information when it implemented GASB statement 34 in FY02

** Program categories have changed as per State requirements as of fiscal year 2004-05

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
OTHER FINANCING SOURCES AND USES AND NET CHANGE IN FUND BALANCE
LAST TEN FISCAL YEARS
(Unaudited)

	FISCAL YEAR									
	1999-2000 *	2000-2001*	2001-2002	2002-2003	2003-2004	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009
Excess of revenues over (under) expenditures	\$ -	\$ -	\$ 695,121	\$ 1,304,348	\$ 763,121	\$ 2,571,138	\$ 819,305	\$ 6,552,213	\$ 8,934,817	\$ 5,331,637
Other Financing Sources (Uses)										
Capalized Leases	-	-	623,522	-	-	-	-	-	-	-
Transfers In	-	-	796,700	292,038	279,212	279,225	385,948	2,722,720	4,293,736	4,451,076
Transfers Out	-	-	(796,700)	(292,038)	(2,229,029)	(279,225)	(385,948)	(2,722,720)	(4,293,736)	(4,451,076)
Total other financing sources (Uses)	-	-	623,522	-	(1,949,817)	-	-	-	-	-
Net Change in fund balances	\$ -	\$ -	\$ 1,318,643	\$ 1,304,348	\$ (1,186,696)	\$ 2,571,138	\$ 819,305	\$ 6,552,213	\$ 8,934,817	\$ 5,331,637

* The district began to report accrual information when it implemented GASB statement 34 in FY02

TABLE VIII

KENAI PENINSULA BOROUGH SCHOOL DISTRICT

**Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
(in thousands of dollars)**

Fiscal Year	Assessed Values			Tax Exempt Values		Total Taxable Assessed Value	Total Direct Tax Rate	Assessed Value as a Percentage of Actual Value
	Real Property	Oil Related	Personal Property	Real Property	Personal Property			
1999-00	2,812,154	448,685	257,051	127,824	31,762	3,358,304	8.00	95.46%
2000-01	2,976,229	465,766	279,242	140,756	32,097	3,548,384	7.50	95.35%
2001-02	3,027,956	606,604	285,653	161,085	41,258	3,717,713	7.00	94.83%
2002-03	3,290,671	680,522	290,369	176,523	40,998	4,044,041	6.50	94.90%
2003-04	3,509,442	673,367	276,616	196,210	40,844	4,222,404	6.50	94.68%
2004-05	3,656,476	611,303	253,567	215,076	42,051	4,264,247	6.50	94.31%
2005-06	4,009,648	561,689	285,351	304,702	44,210	4,507,776	6.50	92.82%
2006-07	4,402,946	558,190	295,431	340,356	28,161	4,888,050	6.50	92.99%
2007-08	4,940,180	607,052	224,479	374,395	27,938	5,369,378	5.50	93.03%
2008-09	5,533,794	635,272	220,272	394,457	28,124	5,966,757	4.50	93.39%

This information was obtained from the Kenai Peninsula Borough.

The Borough maintains taxing authority; the School District has no taxing authority.

KENAI PENINSULA BOROUGH SCHOOL DISTRICT

**PROPERTY TAX RATES AND TAX LEVIES - DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS
(Unaudited)**

Fiscal Year	TAX RATE (MILLS)						
	Borough	City of Homer	City of Kenai	City of Seldovia	City of Seward	City of Kachemak*	City of Soldotna
1999-00	8.00	5.50	3.50	7.25	3.12	1.00	1.65
2000-01	7.50	5.50	3.50	7.25	3.12	1.00	1.65
2001-02	7.00	5.50	3.50	7.25	3.12	1.00	1.65
2002-03	6.50	5.00	3.50	7.25	3.12	1.00	1.65
2003-04	6.50	5.00	5.00	7.25	3.12	1.00	1.65
2004-05	6.50	4.50	4.50	7.25	3.12	1.00	1.65
2005-06	6.50	4.50	4.50	7.25	3.12	2.00	1.65
2006-07	6.50	4.50	4.50	4.60	3.12	2.00	1.65
2007-08	5.50	4.50	4.50	4.60	3.12	2.00	1.65
2008-09	4.50	4.50	4.50	4.60	3.12	1.00	1.65

Taxes are payable when billed. Payment in full is due on or before October 15 and becomes delinquent thereafter. At the option of the taxpayer, taxes may be paid in two equal installments. If the taxpayer elects this option, the first one-half of the taxes payable must be paid on or before September 15. The second one-half taxes then become due on or before November 15 and become delinquent thereafter. If the first one-half of the taxes payable are not paid by September 15, payment of taxes in full becomes due on or before October 15. Late payment penalty of 5% of the taxes due shall be added to all delinquent taxes on the day they become delinquent and an additional penalty of 5% of the taxes due shall be added to any tax more than 30 days delinquent. Interest shall be calculated at 10% per year from the date that the taxes would have ordinarily come due.

This information was obtained from the Kenai Peninsula Borough.

* Real Property Tax

KENAI PENINSULA BOROUGH SCHOOL DISTRICT

TABLE X

PRINCIPAL PROPERTY TAXPAYERS
June 30, 2009
(Unaudited)

Taxpayer	2009			2000		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value (1)	Rank	Percentage of Total Taxable Assessed Value
Tesoro Alaska Company	\$ 200,081,694	1	3.35%	\$ 82,319,590	4	17.72%
Union Oil/Unocal	186,237,020	2	3.12%	263,333,302	1	7.85%
ConocoPhillips Co.	162,640,779	3	2.73%	88,068,371	3	2.62%
Marathon Oil	130,856,530	4	2.19%	44,700,210	7	1.33%
BP Exploration Alaska, Inc.	71,539,503	5	1.20%	-	-	-
ACS of the Northland, Inc.	64,132,699	6	1.07%	-	-	-
XTO Energy Inc	44,716,770	7	0.75%	-	-	-
Kenai Kachemak Pipeline	42,857,780	8	0.72%	-	-	-
Agrium US, Inc.	19,161,536	9	0.32%	-	-	-
Fred Meyer	18,928,022	10	0.32%	14,812,528	10	0.44%
Century Telephone Enterprises				215,095,700	2	6.41%
Shell Western Exploration				28,035,400	8	0.84%
ARCO				55,979,583	6	1.67%
Cook Inlet Pipeline				74,243,030	5	2.21%
Alaska Pipeline Company/Enstar				18,385,700	9	0.55%
Totals	\$ 941,152,333		15.77%	\$ 884,973,414		26.37%

This information obtained from the Kenai Peninsula Borough.

Total Assessed value based on total tax levy for FY2009 and FY2000 respectively.

\$ 5,966,757,000

\$ 3,355,946,678

KENAI PENINSULA BOROUGH SCHOOL DISTRICT

TABLE XI

**Principal Employers
June 30, 2009
(Unaudited)**

The State of Alaska has passed legislation that prevents disclosure of the number of employees for each employer. Although specific employee counts are available for 2008, because that information was released prior to legislation being implemented, the State will not provide detail information for 1999.

This information obtained from the Kenai Peninsula Borough.

KENAI PENINSULA BOROUGH SCHOOL DISTRICT

**PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(Unaudited)**

Fiscal Year	Collected in the Fiscal Year of the Levy			Collections in Subsequent Years	Total Collections to Date	
	Total Tax Levy for Fiscal Year	Amount	Percentage of Levy		Amount	Percentage of Levy
1999-00	26,792,683	26,212,896	97.836%	576,594	26,789,490	99.988%
2000-01	26,611,167	26,132,333	98.201%	477,165	26,609,498	99.994%
2001-02	26,096,387	25,644,795	98.270%	449,551	26,094,346	99.992%
2002-03	26,370,536	25,879,204	98.137%	487,835	26,367,039	99.987%
2003-04	27,558,497	27,062,845	98.201%	491,880	27,554,725	99.986%
2004-05	27,820,350	27,446,158	98.655%	370,330	27,816,488	99.986%
2005-06	29,357,626	28,978,909	98.710%	372,836	29,351,745	99.980%
2006-07	31,768,274	31,346,983	98.674%	409,044	31,756,027	99.961%
2007-08	30,042,125	26,651,635	98.700%	350,122	30,001,757	99.866%
2008-09	26,779,449	26,431,968	98.702%	-	26,431,968	98.702%

This information was obtained from the Kenai Peninsula Borough.

KENAI PENINSULA BOROUGH SCHOOL DISTRICT

LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

NO DEBT LIMIT IS MANDATED BY LAW

This information was obtained from the Kenai Peninsula Borough.

KENAI PENINSULA BOROUGH SCHOOL DISTRICT

**RATIO OF NET AREA WIDE GENERAL BONDED DEBT TO ASSESSED VALUE AND
NET BONDED DEBT PER CAPITA AND STUDENT CAPITA
LAST TEN FISCAL YEARS
(Unaudited)**

Fiscal Year	Population*	Average Daily Membership	Assessed Value	Net Bonded Debt	Ratio of Net Bonded Debt To Assessed Value	Net Bonded Debt Per Capita	Net Bonded Debt Per Student Capita
1999-00	49,673	9,982	3,358,304,000	19,315,000	0.58%	389	1,935
2000-01	50,172	9,947	3,548,384,000	15,889,000	0.45%	317	1,597
2001-02	52,245	9,799	3,717,713,000	13,409,000	0.36%	262	1,368
2002-03	53,316	9,632	4,044,041,000	17,874,000	0.44%	341	1,856
2003-04	51,733	9,562	4,222,404,000	87,009,000	2.06%	1,682	9,099
2004-05	51,765	9,527	4,264,247,000	82,014,000	1.92%	1,584	8,609
2005-06	51,350	9,389	4,507,776,000	79,019,000	1.75%	1,539	8,416
2006-07	52,370	9,368	4,888,050,000	79,069,192	1.62%	1,510	8,440
2007-08	52,990	9,245	5,369,378,000	88,828,570	1.65%	1,676	9,608
2008-09	52,990	** 9,266	5,966,757,000	83,438,729	1.40%	1,575	9,005

This information was obtained from the Kenai Peninsula Borough.

* Data provided by the State of Alaska Department of Community & Economic Development.

** Current year information is not available as of the date of this report, prior information is used.

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
LAST TEN FISCAL YEARS
(Unaudited)

This information is no longer available from the Kenai Peninsula Borough.

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
YEAR ENDED JUNE 30, 2009
(Unaudited)

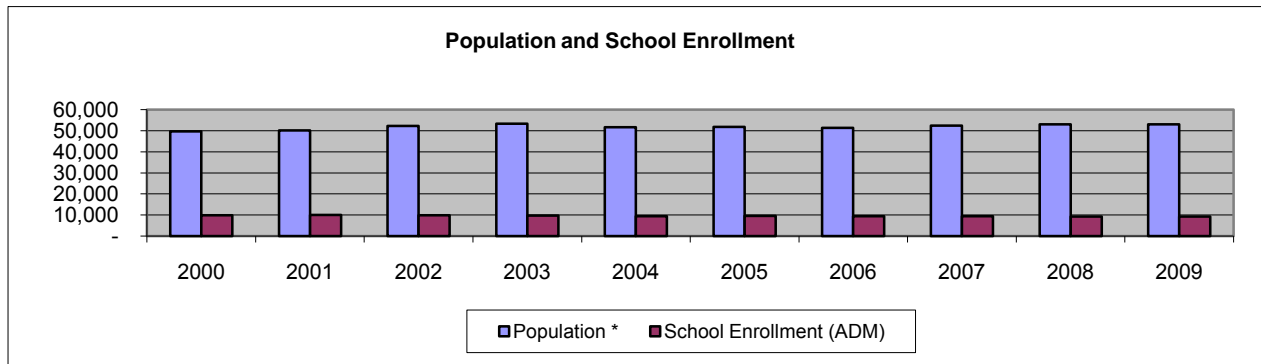
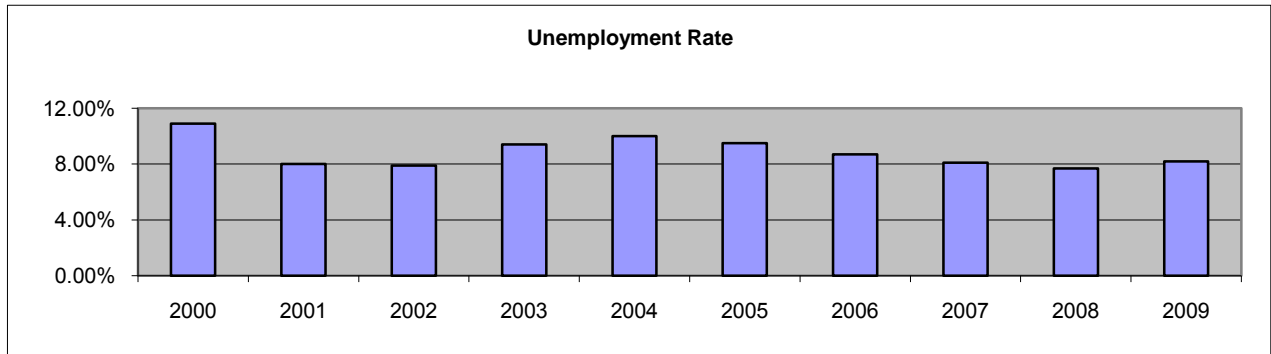
DEMOGRAPHIC DATA

Fiscal Year	Population *	Median Age **	School Enrollment (ADM)	Unemployment rate **
2000	49,673	36.3	9,896	10.90%
2001	50,172 **	35.9	9,963	8.00%
2002	52,245 **	36.4	9,799	7.90%
2003	53,316 **	36.6	9,661	9.40%
2004	51,733 **	37.4	9,467	10.00%
2005	51,765 **	38.0	9,527	9.50%
2006	51,350 **	39.7	9,389	8.70%
2007	52,370 **	39.1	9,368	8.10%
2008	52,990 **	39.2	9,245	7.70%
2009	52,990 **	39.2	9,266	8.20%

This information was obtained from the Kenai Peninsula Borough.

* Data is provided by the State of Alaska Department of Community & Economic Development

** Data is provided by the State of Alaska Department of Labor & Workforce Development and is the average rate for the previous calendar year. The Department has changed their method of calculating unemployment rates effective retroactive to 2001.



KENAI PENINSULA BOROUGH SCHOOL DISTRICT
GENERAL FUND FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	Regular Instruction	Special Education	Special Education Support Services	Pupil Support	Support Services Instruction	School Administration	School Administration Support	District Administration	District Administration Support Services	Operation and Maintenance of Plant	Student Activities	Food Service	Pupil Transportation	Total FTE
1999-00*														
2000-01	534.67	136.76	45.65	33.47	28.42	35.00	57.69	5.50	29.17	103.04	5.05			1014.42
2001-02	539.90	135.67	44.22	33.87	25.63	35.00	57.19	5.50	30.50	103.10	4.85			1015.43
2002-03	523.43	134.51	47.50	35.24	24.60	35.00	56.69	4.50	32.25	102.73	4.60			1001.05
2003-04	479.91	142.62	42.86	33.57	20.76	35.35	56.25	4.00	32.75	88.75	3.71			940.53
2004-05	467.90	144.54	39.49	29.67	17.20	37.65	51.20	4.50	31.25	85.51	2.87			911.78
2005-06	489.25	145.49	39.61	37.54	27.57	39.14	49.26	4.50	31.25	85.32	3.20			952.13
2006-07	503.38	152.30	39.62	39.49	29.86	37.00	50.31	4.50	31.25	84.07	3.10			974.88
2007-08	505.08	164.88	45.28	39.46	27.79	36.50	50.25	5.00	32.75	85.69	3.10			995.78
2008-09	538.34	171.02	44.55	40.98	26.36	36.90	53.82	5.00	35.75	85.38	3.30			1041.40

* Data not available at this time

This information is obtained yearly from current staffing formula tables.

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
ALL FUNDS FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	Regular Instruction	Special Education	Special Education Support Services	Pupil Support	Support Services Instruction	School Administration	School Administration Support	District Administration	District Administration Support Services	Operation and Maintenance of Plant	Student Activities	Food Service	Pupil Transportation	Total FTE
1999-00*														
2000-01*														
2001-02*														
2002-03*														
2003-04*														
2004-05*														
2005-06*														
2006-07*														
2007-08*														
2008-09	582.56	204.10	44.55	40.98	26.86	36.90	54.57	5.00	38.75	85.38	3.30	39.35	2.00	1164.30

* Data not available at this time

This information is obtained yearly from current staffing formula tables.

KENAI PENINSULA BOROUGH SCHOOL DISTRICT

**AVERAGE PER PUPIL GENERAL FUND OPERATING EXPENDITURES
LAST TEN FISCAL YEARS
(Unaudited)**

Fiscal Year	Total Operating Expenditures	Operating Expenditures Percentage Increase Over Previous Year	Average Daily Membership Grades K-12	Operating Expenditures Per Student Capita	Operating Expenditures Per Student Capita Percentage Increase Over Previous Year
1999-00	73,527,510	0.40	9,982	7,366	2.40
2000-01	73,397,173	(0.20)	9,947	7,379	0.20
2001-02	76,116,629	0.04	9,799	7,768	0.05
2002-03	74,430,070	(0.02)	9,632	7,727	(0.01)
2003-04	76,253,975	0.02	9,562	7,975	0.03
2004-05	79,043,017	0.04	9,527	8,297	0.04
2005-06	85,821,922	0.09	9,389	9,141	0.10
2006-07	94,363,370	0.10	9,368	10,073	0.10
2007-08	118,025,002	0.25	9,245	12,766	0.27
2008-09	119,621,242	1.01	9,256	12,924	0.01

This information is obtained from the State of Alaska Department of Education & Early Development from the Annual Final Foundation report.

KENAI PENINSULA BOROUGH SCHOOL DISTRICT
AVERAGE DAILY MEMBERSHIP AS COMPARED TO ASSESSED VALUATION
SHOWING ASSESSED VALUATION SUPPORT PER STUDENT
LAST TEN FISCAL YEARS
(Unaudited)

<u>Fiscal Year</u>	<u>Average Daily Membership Grades K-12</u>	<u>Percentage Average Daily Membership Increase (Decrease) Over Previous Year</u>	<u>Assessed Valuation</u>	<u>Assessed Valuation Percentage Increase (Decrease) Over Previous Year</u>	<u>Assessed Valuation Support Per Student Capita</u>
1999-00	9,982	(1.9)	3,355,946,678	0.3	336,200
2000-01	9,947	(0.4)	3,549,198,919	(5.4)	356,811
2001-02	9,799	(1.5)	3,728,772,943	5.1	380,526
2002-03	9,632	(1.7)	3,957,173,965	6.1	410,836
2003-04	9,562	(0.7)	4,236,549,880	7.1	443,061
2004-05	9,527	(0.4)	4,223,854,000	1.0	443,356
2005-06	9,389	(1.4)	4,507,776,000	1.1	480,112
2006-07	9,368	(0.2)	4,888,049,897	8.0	521,782
2007-08	9,245	(1.1)	5,369,378,000	9.1	580,787
2008-09	9,256	0.2	5,966,757,000	11.1	643,941

This information is obtained from the State of Alaska Department of Education & Early Development from the Annual Final Foundation report.

DATE OF INCORPORATION ~ January 1, 1964

AUTHORITY OF INCORPORATION ~ State of Alaska Borough Act of 1961

AREA ~ Approximately 25,600 square miles

<u>Type of School</u>	<u>Number of Schools</u>	<u>ADM Enrollment</u>
High Schools	6	2,449
Middle Schools	4	1,079
Elementary Schools	14	3,213
Combined Elem/High School	10	692
Charter Schools	4	651
Alternative Schools	5	217
Correspondence Schools	1	965
Total	<u>44</u>	<u>9,266</u>