

Audited Financial Statements

Jay School Department

June 30, 2009



*Proven Expertise and Integrity*

JAY SCHOOL DEPARTMENT

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JUNE 30, 2009

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## INDEPENDENT AUDITORS' REPORT

August 21, 2009

Jay School Committee  
Jay School Department  
Jay, Maine

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Jay School Department, a department of the Town of Jay, Maine as of and for the year ended June 30, 2009, which collectively comprise the Department's basic financial statements as listed in the table of contents. The Jay School Department is included in the Town of Jay, Maine's financial statements which have a year-end of June 30, 2009. These financial statements are the responsibility of the Jay School Department's management. Our responsibility is to express an opinion 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As discussed in Note 1, the financial statements of the Jay School Department are intended to present the financial position, and the changes in financial position and cash flows, where applicable, of only that portion of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Jay School Department that is attributable to the transactions of the Department. They do not purport to, and do not, present fairly the financial position of the Town of Jay as a whole and its cash flows, where applicable, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

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In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Jay School Department as of June 30, 2009, and the respective changes in financial position and cash flows, where applicable, thereof for the year ended, in conformity with accounting principles generally accepted in the United States of America.

The management's discussion and analysis and the budgetary comparison information on pages 3 through 10 and are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiring 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 Jay School Department's basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*RHR Smith & Co.*

Certified Public Accountants

**REQUIRED SUPPLEMENTARY INFORMATION  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2009**

**(UNAUDITED)**

The following management's discussion and analysis of the Jay School Department's financial performance provides an overview of the Department's financial activities for the fiscal year ended June 30, 2009. Please read it in conjunction with the Department's financial statements.

**Financial Statement Overview**

The Jay School Department's basic financial statements include the following components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also includes required supplementary information which consists of the general fund budgetary comparison schedule, and other supplementary information which includes combining and other schedules.

**Basic Financial Statements**

The basic financial statements include financial information in two differing views: the government-wide financial statements and the fund financial statements. These basic financial statements also include the notes to financial statements that explain in more detail certain information in the financial statements and also provide the user with the accounting policies used in the preparation of the financial statements.

**Government - Wide Financial Statements**

The government-wide financial statements provide a broad view of the Department's operations in a manner that is similar to private businesses. These statements provide both short – term as well as long – term information in regards to the Department's financial position. These financial statements are prepared using the accrual basis of accounting. This measurement focus takes into account all revenues and expenses associated with the fiscal year regardless of when cash is received or paid. The government – wide financial statements include the following two statements:

The Statement of Net Assets – this statement presents *all* of the government's assets and liabilities with the difference being reported as net assets.

The Statement of Activities – this statement presents information that shows how the government's net assets changed during the period. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows.

Both of the above mentioned financial statements have separate columns for the two different types of Department activities. The types of activities presented for the Jay School Department are:

- *Governmental activities* – The activities in this section are mostly supported by taxes and intergovernmental revenues (federal and state grants). Most of the Department’s basic services are reported in governmental activities, which include elementary and secondary instruction, school administration, system administration, transportation, operations and maintenance.
- *Business-type activities* – These activities are normally intended to recover all or a significant portion of their costs through user fees and / or charges to external users for goods and / or services. These activities for the Jay School Department include the school lunch program at the school department.

### **Fund Financial Statements**

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

*Governmental funds:* Most of the basic services provided by the Department are financed through governmental funds. Governmental funds are used to account for essentially the same functions reported in governmental activities in the government – wide financial statements. However, unlike the government-wide financial statements, the governmental fund financial statements focus on near-term inflows and outflows of spendable resources. They also focus on the balance of spendable resources available at the end of the fiscal year. Such information will be useful in evaluating the government’s near-term financing requirements. This approach is known as the current financial resources measurement focus and the modified accrual basis of accounting. Under this approach revenues are recorded when cash is received or when susceptible to accrual. Expenditures are recorded when liabilities are incurred and due. These statements provide a detailed short-term view of the Department’s finances to assist in determining whether there will be adequate financial resources available to meet the current needs of the Department.

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

The Jay School Department presents four columns in the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances. The Department's major governmental funds are the General Fund, Title IA and Local Entitlement. All other funds are shown as nonmajor and are combined in the "Other Governmental Funds" column on these statements.

The general fund is the only fund for which the Department legally adopted a budget for. The Budgetary Comparison Schedule – Budgetary Basis – Budget and Actual – General Fund provides a comparison of the original and final budget and the actual expenditures for the current year.

*Proprietary Funds:* The Jay School Department maintains one proprietary fund, the School Lunch Fund. These funds are used to show activities that operate more like those of commercial enterprises. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. Like the government-wide financial statements, proprietary fund financial statements use the accrual basis of accounting. No reconciliation is needed between the government-wide financial statements for business-type activities and the proprietary fund financial statements.

*Fiduciary Funds:* These funds are used to account for resources held for the benefit of parties outside the Jay School Department. These funds are not reflected in the government-wide financial statements because the resources of these funds are not available to support the Department's own programs. The accounting used for fiduciary funds are much like that of proprietary funds. They use the accrual basis of accounting.

### **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 the Fund Financial Statements. The Notes to Financial Statements can be found following the Fiduciary Fund Financial Statements.

### **Required Supplementary Information**

The basic financial statements are followed by a section of required supplementary information, which includes a schedule of Budgetary Comparison Schedule – Budgetary Basis – Budget and Actual – General Fund.

### **Other Supplementary Information**

Other supplementary information follows the required supplementary information. These combining and other schedules provide information in regards to nonmajor funds, capital asset activity and other detailed budgetary information for the general fund.

## Government-Wide Financial Analysis

Our analysis below focuses on the net assets, and changes in net assets of the Department's governmental and business-type activities. The Department's total net assets for governmental activities increased by \$95,141 from \$5.03 million to \$5.12 million. The Department's total net assets for business-type activities increased by \$46 from \$22,350 to 22,396.

Unrestricted net assets - the part of net assets that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements - increased for governmental activities to a balance of \$1,452,358 at the end of this year. Unrestricted net assets for business-type activities increased to a deficit balance of \$(7,164).

**Table 1**  
**Jay School Department**  
**Net Assets**  
**June 30, 2009**

	Governmental Activities		Business-Type Activities	
	2009	2008	2009	2008
Assets:				
Current and other assets	\$ 1,850,086	\$ 1,634,020	\$ 93,958	\$ 71,266
Capital Assets	7,416,401	7,735,761	29,560	32,860
Total Assets	\$ 9,266,487	\$ 9,369,781	\$ 123,518	\$ 104,126
Liabilities:				
Current Liabilities	\$ 560,423	\$ 530,694	\$ 101,122	\$ 81,776
Long-term Debt Outstanding	3,584,428	3,812,592	-	-
Total Liabilities	\$ 4,144,851	\$ 4,343,286	\$ 101,122	\$ 81,776
Net Assets:				
Invested in Capital Assets, Net of related Debt	\$ 3,380,796	\$ 3,473,484	\$ 29,560	\$ 32,860
Restricted Net Assets				
Special Revenue	215,472	87,676	-	-
Permanent Funds	73,010	76,817	-	-
Other Net Assets	1,452,358	1,388,518	(7,164)	(10,510)
Total Net Assets	\$ 5,121,636	\$ 5,026,495	\$ 22,396	\$ 22,350

**Table 2**  
**Jay School Department**  
**Change in Net Assets**  
**For the Years Ended June 30, 2009**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
<b>Revenues</b>				
Support from towns-taxes	\$ 7,777,714	\$ 8,310,825	\$ -	\$ -
Intergovernmental	2,682,146	1,810,500	180,791	170,944
State of Maine on behalf payments	1,049,006	1,008,583	-	-
Miscellaneous	23,959	50,786	120,147	139,755
<b>Total Revenues</b>	<b><u>11,532,825</u></b>	<b><u>11,180,694</u></b>	<b><u>300,938</u></b>	<b><u>310,699</u></b>
<b>Expenses</b>				
Instruction:				
Elementary	2,793,910	2,599,715	-	-
Secondary	1,581,201	1,510,986	-	-
Library and media	125,489	124,453	-	-
Transportation	528,760	506,456	-	-
Operations & maintenance	1,185,370	1,084,425	-	-
Special education	1,231,991	1,210,812	-	-
Student activities	209,386	210,136	-	-
Guidance and counseling	241,825	234,338	-	-
Health service	55,717	51,233	-	-
Principals' office	489,625	546,795	-	-
Administration	268,071	284,451	-	-
Debt service:				
Interest	208,197	222,384	-	-
Other	442,588	526,686	-	-
Summer salaries	3,718	5,454	-	-
Capital outlay	-	7,551	-	-
Unallocated depreciation	653	662	3,300	3,297
State of Maine on behalf payments	1,049,006	1,008,583	-	-
Program expenses	1,012,177	1,271,868	307,592	308,657
<b>Total Expenses</b>	<b><u>11,427,684</u></b>	<b><u>11,406,988</u></b>	<b><u>310,892</u></b>	<b><u>311,954</u></b>
Transfers	(10,000)	(40,000)	10,000	40,000
<b>Change in Net Assets</b>	<b>95,141</b>	<b>(266,294)</b>	<b>46</b>	<b>38,745</b>
<b>Net Assets - July 1</b>	<b><u>5,026,495</u></b>	<b><u>5,292,789</u></b>	<b><u>22,350</u></b>	<b><u>(16,395)</u></b>
<b>Net Assets - June 30</b>	<b><u>\$ 5,121,636</u></b>	<b><u>\$ 5,026,495</u></b>	<b><u>\$ 22,396</u></b>	<b><u>\$ 22,350</u></b>

### Revenues and Expenses

Revenues for the Department's governmental activities increased by 3.15%, while total expenses increased by .18%. Most of the Department's expenses and revenues were consistent with the previous year.

The intergovernmental revenue and local revenue for the governmental funds both had variances from last year. This was a result of more intergovernmental revenue receipts which in turn meant the school did not have to raise as much local revenues from the prior year.

The revenues and expenses for the proprietary fund were consistent with the previous year.

### Financial Analysis of the Department's Fund Statements

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

**Table 3**  
**Jay School Department**  
**Fund Balances - Governmental Funds**  
**June 30,**

	2009	2008
General Fund:		
Unreserved		
Designated	\$ -	\$ -
Undesignated	1,394,151	1,308,933
Total General Fund	\$ 1,394,151	\$ 1,308,933
Nonmajor Funds:		
Permanent funds	\$ 73,010	\$ 76,817
Special revenue funds	273,679	167,261
Total Nonmajor Funds	\$ 346,689	\$ 244,078

The general fund total fund balance increased by \$85,218 over the prior fiscal year. The non-major fund balances increased by \$102,611 over the prior fiscal year. Most of the increase in the general fund came as a result of increased revenue from the intergovernmental and under-spent appropriations in most if not all departments. The increase in the non-major fund balances came as a result of several reserves not being fully spent.

*Proprietary funds:* The Department's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

The school lunch fund, which is the only proprietary fund, had a fund balance for the current year of \$22,396. This was an increase of \$46 from the fund balance in the prior year.

### **Budgetary Highlights**

There was no significant difference between the original and final budget for the general fund.

The general fund budget exceeded the actual revenues by \$32,889. This was a result of intergovernmental revenue. The increase in miscellaneous revenues helped offset the intergovernmental deficit.

The general fund actual expenditures were under the budget by \$582,217. The following expenditures were under budget which accounts for most of the balance:

Operation and maintenance	\$107,910
Special education	92,205
Instructional related technology	92,204

### **Capital Asset and Debt Administration**

#### **Capital Assets**

As of June 30, 2009, the net book value of capital assets recorded by the Department decreased by \$322,660 over the prior year. This decrease is the result of current year depreciation expense of \$302,746 and the deletion of \$20,556 net of accumulated depreciation for the superintendent's office.

**Table 4**  
**Jay School Department**  
**Capital Assets June 30,**  
**(Net of Depreciation)**

	<b>2009</b>	<b>2008</b>
Land	\$ 56,150	\$ 56,150
Buildings	7,009,096	7,282,204
Furniture and Fixtures	12,986	18,845
Machinery and equipment	34,920	42,698
Vehicles	292,809	328,724
Art works & Historical Treasures	40,000	40,000
Total	<b>\$ 7,445,961</b>	<b>\$ 7,768,621</b>

## **Debt**

At June 30, 2009, the Department had \$3.78 million in bonds outstanding versus \$4.20 million last year, a decrease of 10%, as shown in Note 5 of the financial statements.

## **Economic Factors and Next Year's Budgets and Rates**

The Department has steadily maintained a sufficient undesignated fund balance to sustain government operations for a period of approximately two month, while also maintaining significant reserve accounts for future capital and program needs.

## **Contacting the Department's Financial Management**

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the Department's finances and to show the Department's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the School Department at 31 Community Drive, Jay, Maine 04239.

## STATEMENT A

## JAY SCHOOL DEPARTMENT

STATEMENT OF NET ASSETS  
JUNE 30, 2009

	Governmental Activities	Business-Type Activities	Total
<b>ASSETS</b>			
Current assets:			
Cash	\$ 73,010	\$ 72,245	\$ 145,255
Accounts receivable (net allowance for uncollectibles):			
Other	18,606	8,122	26,728
Inventory	-	13,591	13,591
Due from Town of Jay	1,657,348	-	1,657,348
Due from other funds	101,122	-	101,122
<b>Total current assets</b>	<b>1,850,086</b>	<b>93,958</b>	<b>1,944,044</b>
Noncurrent assets:			
Capital assets:			
Land, infrastructure, and other assets not being depreciated	96,150	-	96,150
Buildings and equipment net of accumulated depreciation	7,320,251	29,560	7,349,811
<b>Total noncurrent assets</b>	<b>7,416,401</b>	<b>29,560</b>	<b>7,445,961</b>
<b>TOTAL ASSETS</b>	<b>\$ 9,266,487</b>	<b>\$ 123,518</b>	<b>\$ 9,390,005</b>
<b>LIABILITIES</b>			
Current liabilities:			
Accounts payable	\$ 76,793	\$ -	\$ 76,793
Accrued payroll	32,453	-	32,453
Due to other funds	-	101,122	101,122
Current portion of long-term obligations	451,177	-	451,177
<b>Total current liabilities</b>	<b>560,423</b>	<b>101,122</b>	<b>661,545</b>
Noncurrent liabilities			
Noncurrent portion of long-term obligations:			
Bonds payable	3,360,000	-	3,360,000
Capital lease payable	224,428	-	224,428
<b>Total noncurrent liabilities</b>	<b>3,584,428</b>	<b>-</b>	<b>3,584,428</b>
<b>TOTAL LIABILITIES</b>	<b>4,144,851</b>	<b>101,122</b>	<b>4,245,973</b>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	3,380,796	29,560	3,410,356
Restricted: Special Revenue Funds	215,472	-	215,472
Permanent Funds	73,010	-	73,010
Unrestricted	1,452,358	(7,164)	1,445,194
<b>TOTAL NET ASSETS</b>	<b>5,121,636</b>	<b>22,396</b>	<b>5,144,032</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 9,266,487</b>	<b>\$ 123,518</b>	<b>\$ 9,390,005</b>

See accompanying independent auditors' report and notes to financial statements.

## STATEMENT B

## JAY SCHOOL DEPARTMENT

STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2009

Functions/Programs	Program Revenues			Charges for Services	Program Revenues		Net (Expense) Revenue & Changes in Net Assets
	Expenses	Operating Grants & Contributions	Capital Grants & Contributions		Total Governmental Activities		
Governmental activities							
Instruction:							
Elementary	\$ 2,793,910	\$ -	\$ -	\$ -	\$ -	\$ -	(2,793,910)
Secondary	1,581,201	-	-	-	-	-	(1,581,201)
Library and media	125,489	-	-	-	-	-	(125,489)
Transportation	528,760	-	-	-	-	-	(528,760)
Operations & maintenance	1,185,370	-	-	-	-	-	(1,185,370)
Special education	1,231,991	-	-	-	-	-	(1,231,991)
Co Curricular	209,386	-	-	-	-	-	(209,386)
Guidance and counseling	241,825	-	-	-	-	-	(241,825)
Health service	55,717	-	-	-	-	-	(55,717)
Principals' office	489,625	-	-	-	-	-	(489,625)
Administration	268,071	-	-	-	-	-	(268,071)
Summer programs	3,718	-	-	-	-	-	(3,718)
State of Maine on behalf payments	1,049,006	1,049,006	-	-	-	-	-
Unallocated depreciation	653	-	-	-	-	-	(653)
Other	442,588	-	-	-	-	-	(442,588)
Program expenses	1,012,177	-	773,260	-	-	-	(238,917)
Interest on Long-Term Debt	208,197	-	-	-	-	-	(208,197)
Total governmental activities	11,427,684	-	1,822,266	-	-	-	(9,605,418)
Business-type activities:							
School lunch program	310,892	119,412	180,791	-	-	-	(10,689)
Total business-type activities	310,892	119,412	180,791	-	-	-	(10,689)
Total governmental and business-type	11,738,576	119,412	2,003,057	-	-	-	(9,616,107)

STATEMENT B (CONTINUED)  
JAY SCHOOL DEPARTMENT

STATEMENT OF ACTIVITIES (CONTINUED)  
FOR THE YEAR ENDED JUNE 30, 2009

	<u>Governmental Activities</u>	<u>Business- type Activities</u>	<u>Total</u>
Changes in net assets:			
Net (expense) revenue	<u>(9,605,418)</u>	<u>(10,689)</u>	<u>(9,616,107)</u>
General revenue:			
Support from towns	7,777,714	-	7,777,714
Grants and contributions not restricted to specific programs	1,908,886	-	1,908,886
Miscellaneous	<u>23,959</u>	<u>735</u>	<u>24,694</u>
Total general revenue and transfers	<u>9,710,559</u>	<u>735</u>	<u>9,711,294</u>
Transfers	(10,000)	10,000	-
Change in net assets	95,141	46	95,187
NET ASSETS - JULY 1, 2008	<u>5,026,495</u>	<u>22,350</u>	<u>5,048,845</u>
NET ASSETS - JUNE 30, 2009	<u>\$ 5,121,636</u>	<u>\$ 22,396</u>	<u>\$ 5,144,032</u>

See accompanying independent auditors' report and notes to financial statements.

## JAY SCHOOL DEPARTMENT

BALANCE SHEET - GOVERNMENTAL FUNDS  
JUNE 30, 2009

	Title IA -					Totals
	General	Compensatory	Local	Other	Governmental	Governmental
	Fund	Education	Entitlement	Governmental	Funds	Funds
<b>ASSETS</b>						
Cash	\$ -	\$ -	\$ -	\$ 73,010	\$	\$ 73,010
Receivables (net of allowance for uncollectibles)						
Other	18,366	240	-	-	-	18,606
Due from Town of Jay	1,657,348	-	-	-	-	1,657,348
Due from other funds	101,122	18,429	53,162	235,289	-	408,002
<b>TOTAL ASSETS</b>	<b>\$ 1,776,836</b>	<b>\$ 18,669</b>	<b>\$ 53,162</b>	<b>\$ 308,299</b>	<b>\$</b>	<b>\$ 2,156,966</b>
<b>LIABILITIES AND FUND EQUITY</b>						
Liabilities						
Accounts payable	\$ 43,352	\$ 6,120	\$ 25,344	\$ 1,977	\$	\$ 76,793
Accrued payroll	32,453	-	-	-	-	32,453
Due to other funds	306,880	-	-	-	-	306,880
<b>TOTAL LIABILITIES</b>	<b>382,685</b>	<b>6,120</b>	<b>25,344</b>	<b>1,977</b>	<b>\$</b>	<b>416,126</b>
Fund Equity						
Reserved, reported in:						
Permanent funds	-	-	-	73,010	-	73,010
Unreserved, reported in:						
General Fund:						
Designated	1,394,151	-	-	-	-	-
Undesignated	-	-	-	-	-	1,394,151
Special Revenue Fund	-	12,549	27,818	233,312	-	273,679
<b>TOTAL FUND EQUITY</b>	<b>1,394,151</b>	<b>12,549</b>	<b>27,818</b>	<b>306,322</b>	<b>\$</b>	<b>1,740,840</b>
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<b>\$ 1,776,836</b>	<b>\$ 18,669</b>	<b>\$ 53,162</b>	<b>\$ 308,299</b>	<b>\$</b>	<b>\$ 2,156,966</b>

See accompanying independent auditors' report and notes to financial statements.

## JAY SCHOOL DEPARTMENT

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET  
TO THE STATEMENT OF NET ASSETS  
JUNE 30, 2009

	<u>Total Governmental Funds</u>
Total Fund Equity	\$ 1,740,840
Amounts reported for governmental activities in the statement are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds, net of accumulated depreciation	7,416,401
Long-term liabilities shown below, are not due and payable in the current period and therefore are not reported in the funds shown above:	
Bonds payable	(3,780,000)
Capital lease payable	<u>(255,605)</u>
 Net assets of governmental activities	 <u><u>\$ 5,121,636</u></u>

See accompanying independent auditors' report and notes to financial statements.

STATEMENT E

JAY SCHOOL DEPARTMENT

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2009

	General Fund	Title IA - Basic Compensatory Education	Local Entitlement	Other Governmental Funds	Totals Governmental Funds
<b>REVENUES</b>					
Support from Town	\$ 7,777,714	\$ -	\$ -	\$ -	\$ 7,777,714
Intergovernmental Revenues	2,957,892	255,699	221,983	295,578	3,731,152
Miscellaneous revenues	9,444	-	-	14,515	23,959
<b>TOTAL REVENUES</b>	<b>10,745,050</b>	<b>255,699</b>	<b>221,983</b>	<b>310,093</b>	<b>11,532,825</b>
<b>EXPENDITURES</b>					
Instruction:					
Elementary	2,703,687	-	-	-	2,703,687
Secondary	1,546,066	-	-	-	1,546,066
Library and media	125,489	-	-	-	125,489
Transportation	491,347	-	-	-	491,347
Operations & maintenance	1,185,370	-	-	-	1,185,370
Special education	1,231,991	-	-	-	1,231,991
Co Curricular	209,386	-	-	-	209,386
Guidance and counseling	241,825	-	-	-	241,825
Health service	55,717	-	-	-	55,717
Principals' office	489,625	-	-	-	489,625
Administration	245,820	-	-	-	245,820
Summer programs	3,718	-	-	-	3,718
Capital outlay	-	-	-	-	-
Debt service:					
Principal	420,000	-	-	-	420,000
Interest	208,197	-	-	-	208,197
Other	442,588	-	-	-	442,588
State of Maine on behalf payments	1,049,006	-	-	-	1,049,006
Program Expenditures	-	246,081	251,104	187,979	685,164
<b>TOTAL EXPENDITURES</b>	<b>10,649,832</b>	<b>246,081</b>	<b>251,104</b>	<b>187,979</b>	<b>11,334,996</b>
<b>EXCESS REVENUES OVER (UNDER) EXPENDITURES</b>	<b>95,218</b>	<b>9,618</b>	<b>(29,121)</b>	<b>122,114</b>	<b>197,829</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Operating Transfers in	-	-	-	-	-
Operating Transfers out	(10,000)	-	-	-	(10,000)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(10,000)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(10,000)</b>
<b>EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</b>	<b>85,218</b>	<b>9,618</b>	<b>(29,121)</b>	<b>122,114</b>	<b>187,829</b>
FUND BALANCES - JULY 1	1,308,933	2,931	56,939	184,208	1,553,011
FUND BALANCES - JUNE 30	\$ 1,394,151	\$ 12,549	\$ 27,818	\$ 306,322	\$ 1,740,840

See accompanying independent auditors' report and notes to financial statements.

## JAY SCHOOL DEPARTMENT

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
 TO THE STATEMENT OF ACTIVITIES  
 FOR THE YEAR ENDED JUNE 30, 2009

Net change in fund balances - total governmental funds (Statement E)	<u>\$ 187,829</u>
Amounts reported for governmental activities in the Statement of Activities (Statement B) are different because:	
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocated those expenditures over the life of the assets:	
Capital asset purchases capitalized and disposed	(32,120)
Depreciation expense	<u>(287,240)</u>
	<u>(319,360)</u>
Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Assets.	<u>(327,013)</u>
Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets	<u>553,685</u>
Change in net assets of governmental activities (Statement B)	<u><u>\$ 95,141</u></u>

See accompanying independent auditors' report and notes to financial statements.

## STATEMENT G

## JAY SCHOOL DEPARTMENT

BALANCE SHEET – PROPRIETARY FUNDS  
JUNE 30, 2009

	<u>School Lunch Program</u>
ASSETS	
Current assets:	
Cash	\$ 72,245
Accounts Receivable	8,122
Inventory	13,591
Due from other funds	-
Total current assets	<u>93,958</u>
Noncurrent assets:	
Machinery and equipment	142,954
Total capital assets	<u>142,954</u>
Less: accumulated depreciation	(113,394)
Net capital assets	<u>29,560</u>
TOTAL ASSETS	<u>\$ 123,518</u>
LIABILITIES AND NET ASSETS	
Current liabilities:	
Accounts payable	\$ -
Accrued payroll	-
Due to other funds	101,122
Total current liabilities	<u>101,122</u>
TOTAL LIABILITIES	<u>101,122</u>
NET ASSETS	
Invested in capital assets, net of related debt	29,560
Unrestricted	(7,164)
TOTAL NET ASSETS	<u>22,396</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 123,518</u>

See accompanying independent auditors' report and notes to financial statements.

## JAY SCHOOL DEPARTMENT

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS  
 PROPRIETARY FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2009

	School Lunch Program
OPERATING REVENUES	
Intergovernmental revenue	\$ 180,791
Charges for services	119,412
Other	-
TOTAL OPERATING REVENUES	300,203
OPERATING EXPENSES	
Salaries and benefits	174,012
Food	111,071
Supplies & equipment	16,106
Depreciation	3,300
Other	6,403
TOTAL OPERATING EXPENSES	310,892
OPERATING INCOME (LOSS)	(10,689)
NON-OPERATING INCOME (EXPENSE)	
Transfers in	10,000
Transfers out	-
Interest income	735
TOTAL NON-OPERATING INCOME (EXPENSE)	10,735
EXCESS OF OPERATING INCOME (LOSS) OVER NON-OPERATING INCOME (EXPENSE)	46
NET ASSETS - JULY 1	22,350
NET ASSETS - JUNE 30	\$ 22,396

See accompanying independent auditors' report and notes to financial statements.

## JAY SCHOOL DEPARTMENT

STATEMENT OF CASH FLOWS – PROPRIETARY FUNDS  
FOR THE YEAR ENDED JUNE 30, 2009

	<u>School Lunch Program</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Receipts from customers	\$ 121,491
Intergovernmental receipts	180,791
Internal activity - receipts (payments) from/to other funds	-
Payments to suppliers and employees	<u>(288,246)</u>
Net cash provide by operating activities	<u>14,036</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Purchase of capital assets	-
Invested cash	-
Interest income	735
Net cash provided by financing activities	<u>735</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>	
Operating transfers	<u>10,000</u>
Net cash provided by financing activities	<u>10,000</u>
<b>NET INCREASE (DECREASE) IN CASH</b>	<u>24,771</u>
<b>CASH - JULY 1</b>	<u>47,474</u>
<b>CASH - JUNE 30</b>	<u><u>\$ 72,245</u></u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>	
Operating income (loss)	\$ (10,689)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:	
Depreciation expense	3,300
Changes in operating assets and liabilities:	
(Increase) decrease in accounts receivable	2,079
(Increase) decrease in inventory	-
(Decrease) increase in accounts payable	(190)
(Decrease) increase in accrued payroll	(405)
(Decrease) increase in due to other funds	19,941
<b>NET CASH PROVIDED (USED) BY ACTIVITIES</b>	<u><u>\$ 14,036</u></u>

See accompanying independent auditors' report and notes to financial statements.

## JAY SCHOOL DEPARTMENT

STATEMENT OF FIDUCIARY NET ASSETS - FIDUCIARY FUNDS  
JUNE 30, 2009

	<u>Agency Funds</u>
ASSETS	
Current assets:	
Cash	\$ 60,232
TOTAL ASSETS	<u>\$ 60,232</u>
LIABILITIES	
Current liabilities:	
Accounts Payable	\$ -
Deposits held for others	60,232
TOTAL LIABILITIES	<u>60,232</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 60,232</u>

See accompanying independent auditors' report and notes to financial statements.

JAY SCHOOL DEPARTMENT

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

***Reporting Entity***

The Jay School Department was incorporated under the laws of the State of Maine.

The Department's financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). Governments are also required to follow the pronouncements of the Financial Accounting Standards Board (FASB) issued through November 30, 1989 (when applicable) that do not conflict with or contradict GASB pronouncements. Although the Department has the option to apply FASB pronouncements issued after that date to its business-type activities and enterprise funds, the Department has chosen not to do so.

The Department's combined financial statements include all accounts and all operations of the Department. We have determined that the Department has no component units as described in GASB Statement No. 14 and amended by GASB Statement No. 39.

***Government –Wide and Fund Financial Statements***

The Department's basic financial statements include both government-wide (reporting the Department as a whole) and fund financial statements (reporting the Department's major funds).

Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The Department's school lunch funds are categorized as a business-type activity. All other activities of the Department are categorized as governmental.

In the government-wide Statement of Net Assets, both the governmental and business-type activities columns are (a) presented on a consolidated basis by column, and (b) are reported on a full accrual, economic resources basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The Department's net assets are reported in three parts - invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets. The Department first utilizes restricted resources to finance qualifying activities.

JAY SCHOOL DEPARTMENT

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The government-wide Statement of Activities reports both the gross and net cost of each of the Department's functions and business-type activities (instruction, operation and maintenance, etc.). The functions are also supported by general government revenues (property taxes, certain intergovernmental revenues, miscellaneous revenues, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function or a business-type activity. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants. For the most part, the interfund activity has been eliminated from these government – wide financial statements.

The net costs (by function) are normally covered by general revenue (taxes, certain intergovernmental revenues and charges for services, etc.).

The Department does not allocate indirect costs. All costs are charged directly to the corresponding department.

The government-wide focus is more on the sustainability of the Department as an entity and the change in the Department's net assets resulting from the current year's activities.

**Measurement Focus - Basic Financial Statements & Fund Financial Statements**

The financial transactions of the Department are reported in the individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

The following fund types are used by the Department:

1. Governmental Funds:

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the Department:

- a. The General Fund is the general operating fund of the Department. It is used to account for all financial resources except those required to be accounted for in another fund.

JAY SCHOOL DEPARTMENT

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

- b. Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.
- c. Permanent Funds are used to account for assets held by the Department in trust for specific purposes.

2. Proprietary Funds

The focus of proprietary fund measurement is upon determination of operating income, changes in net assets, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. Operating revenues include charges for services, intergovernmental reimbursements and other miscellaneous fees which are a direct result of the proprietary activity. Non-operating revenues are any revenues which are generated outside of the general proprietary activity, i.e. interest income. The following is a description of the proprietary funds of the Department:

- a. Enterprise Funds are required to be used to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) established fees and charges based on a pricing policy designed to recover similar costs.

3. Fiduciary Funds:

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support Department programs. The reporting focus is on net assets and changes in net assets and is reported using accounting principles similar to proprietary funds.

The Department's fiduciary funds are presented in the fiduciary fund financial statements by type (agency). Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, etc.) and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide financial statements.

JAY SCHOOL DEPARTMENT

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. Non-major funds by category are summarized into a single column, GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues, or expenses of either the fund category or the governmental and enterprise combined) for the determination of major funds. The nonmajor funds are combined in a column in the fund financial statements.

**Basis of Accounting**

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

1. Accrual

Governmental activities in the government-wide financial statements and fiduciary fund financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

2. Modified Accrual

The governmental fund financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on general obligation long-term debt, if any, is recognized when due.

JAY SCHOOL DEPARTMENT

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**Budget**

The Department's policy is to adopt an annual budget for operations. The budget is presented on the modified accrual basis of accounting which is consistent with generally accepted accounting principles.

In accordance with Governmental Accounting Standards Board Statement No. 24, *Accounting and Reporting for Certain Grants and Other Financial Assistance*, payments made by the State of Maine to the Maine State Retirement System for teachers and certain other school employees are reported as offsetting revenues and expenditures of the general fund.

Revenues per budgetary basis	\$ 9,696,044
Add: On-behalf payments	<u>1,049,006</u>
Total GAAP basis	<u>\$10,745,050</u>

Expenditures per budgetary basis	\$ 9,610,897
Add: On-behalf basis	<u>1,049,006</u>
Total GAAP basis	<u>\$10,659,903</u>

The following procedures are followed in establishing budgetary data reflected in the financial statements:

1. Early in the second half of the year the Department prepares a budget for the fiscal year beginning July 1. The operating budget includes proposed expenditures and the means of financing them.
2. A meeting of the inhabitants of the Town was called for the purpose of adopting the proposed budget after public notice of the meeting was given.
3. The budget was adopted subsequent to passage by the inhabitants of the Town.
4. The Department does not adopt budgets for Special Revenue Funds.

JAY SCHOOL DEPARTMENT

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**Deposits and Investments**

The Department's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

It is the Department's policy to value investments at fair value. None of the Department's investments are reported at amortized cost. The Department Treasurer is authorized by State Statutes to invest all excess funds in the following:

- Obligations of the U.S. Government, its agencies and instrumentalities.
- Certificates of deposits and other evidences of deposits at banks, savings and loan associations, and credit unions.
- Repurchase agreements
- Money market mutual funds

The Jay School Department has no formal investment policy but instead follows the State of Maine Statutes. They are in the process of adopting a more detailed investment policy.

**Inventories**

Inventories of supplies are considered to be expenditures at the time of purchase and are not included in the general fund balance sheet. The enterprise fund inventory consists of school lunch supplies and food on hand at the end of the year, valued at cost. The cost value is determined using the first-in, first-out (FIFO) method.

**Interfund Receivables and Payables**

Any residual balances outstanding between governmental activities and business-type activities are reported in the governmental-wide financial statements as "internal balances". Interfund balances and transactions have been eliminated in the government-wide financial statements.

**Transactions Between Funds**

Legally authorized transfers are treated as interfund transfers and are included in the results of operations of both Governmental and Proprietary Funds.

**Allowance for Uncollectible Accounts**

The allowance for uncollectible accounts is estimated to be \$0 as of June 30, 2009.

JAY SCHOOL DEPARTMENT

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**Capital Assets**

Capital assets purchased or acquired with an original cost of \$5,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Infrastructure such as streets, traffic signals, and signs are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the estimated useful lives.

The assets are valued at historical cost when available and estimated historical cost where actual invoices or budgetary data was unavailable. Donated fixed assets are valued at their estimated fair market value on the date received. All retirements have been recorded by eliminating the net carrying values.

Infrastructure assets include roads, bridges, underground pipe (other than related to independently owned utilities), traffic signals, etc. These infrastructure assets are likely to be the largest asset class of the Department. The Department has not retroactivity recorded infrastructure.

Estimated useful lives are as follows:

Buildings	20 - 50 years
Infrastructure	50 - 100 years
Machinery and equipment	3 - 50 years
Vehicles	3 - 25 years

**Long-term Obligations**

The accounting treatment of long-term debt depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

All long-term debt to be repaid from governmental and business-type resources is reported as liabilities in government-wide statements. The long-term debt consists primarily of notes or bonds payable and compensated absences.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as expenditures. The accounting for proprietary fund is the same in the fund statements as it is in the government-wide statements.

JAY SCHOOL DEPARTMENT

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**Compensated Absences**

The Department's policies regarding vacation and sick time do not permit employees to accumulate earned but unused vacation and sick leave. The liability for these compensated absences is recorded as long-term debt in the government-wide financial statements. In the fund financial statements, governmental funds report only the compensated absence liability payable from expendable available financial resources, while the proprietary funds report the liability as it is incurred.

**Reserves**

The Department records reserves to indicate that a portion of the fund balance is legally segregated for a specific future use, which is indicated by the title of each reserves listed in the balance sheet and statement of net assets. It is the Department's policy to first use restricted assets for restricted programs and only unrestricted assets after the restricted assets have been exhausted.

**Net Assets**

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 borrowing used for those assets, and adding back unspent proceeds. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislations adopted by the Department or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

**Program Revenues**

Program revenues include all directly related income items applicable to a particular program (grant income/expenses).

**Operating/Non-operating Proprietary Fund Revenues**

Operating revenues consist mainly of direct revenue sources and/or charges for services applicable to that fund.

JAY SCHOOL DEPARTMENT

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**Encumbrance Accounting**

Encumbrances are not liabilities and, therefore, are not recorded as expenditures until receipt of material or service. For budgetary purposes, appropriations lapse at fiscal year-end. The Department does not utilize encumbrance accounting for its general fund.

**Use of Estimates**

During the preparation of the Department's financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets, liabilities, and disclosure of contingent items as of the date of the financial statements and the reported amounts of revenues and expenses / expenditures during the reporting period. Actual results may differ from these estimates.

NOTE 2 – DEPOSITS AND INVESTMENTS

The Department maintains a cash pool which is available for use by all funds. In addition cash and investments may be held by other funds within the government.

The Department does not have a formal investment policy but instead follows state statutes. These statutes authorize the Department to invest in obligations of the U.S. Treasury, agencies and instrumentalities, other states and Canada, provided such securities are rated within the three highest grades by an approved rating service of the State of Maine, corporate stocks and bonds within statutory limits, financial institutions, mutual funds and repurchase agreements. The Department applies this to all Department funds.

Custodial credit risk for deposits is the risk that, in the event of a failure of a depository financial institution, the Department will not be able to recover its deposits or will not be able to recover collateral securities that are in possession of an outside party. The Department does not have a policy covering custodial credit risk.

At June 30, 2009, the Department's cash balance of \$205,487 was comprised of deposits amounting to \$207,942. This amount was comprised of \$207,942 which was insured by federal depository insurance and consequently was not exposed to custodial credit risk, and zero which was collateralized with securities held in the entity's name and thus not exposed to custodial credit risk.

JAY SCHOOL DEPARTMENT

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2009

NOTE 2 – DEPOSITS AND INVESTMENTS (CONTINUED)

<u>Account Type</u>	<u>Bank Balance</u>
Checking accounts	\$ 83,383
Savings accounts	62,837
Certificates of Deposit	61,722
	<u>\$ 207,942</u>

NOTE 3 – INTERFUND RECEIVABLES AND PAYABLES

Interfund balances at June 30, 2009 consisted of the following individual fund receivables and payables:

	<u>Receivables (Due from)</u>	<u>Payables (Due to)</u>
GENERAL FUND:		
Special Revenue Fund:		
Title IA	\$ -	\$ 18,429
Local Entitlement	-	53,162
Adult Education	-	3,432
Block Certification Grant	-	1,896
Erate	-	4,921
IDEA Preschool	-	138
Long term reserve	-	1,398
Title IIA	-	14,204
Channel 7	-	11,217
CIP short term	-	3,212
Sp Ed reserve	-	27,230
Greenwork grant	-	5,324
State stabilization	-	155,400
Youth suicide grant	-	6,917
	<u>-</u>	<u>306,880</u>
Enterprise Fund:		
Hot Lunch Program	<u>101,122</u>	<u>-</u>
	<u>\$ 101,122</u>	<u>\$ 306,880</u>

JAY SCHOOL DEPARTMENT

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2009

NOTE 3 – INTERFUND RECEIVABLES AND PAYABLES (CONTINUED)

	<u>Receivables</u> <u>(Due from)</u>	<u>Payables</u> <u>(Due to)</u>
SPECIAL REVENUE FUND:		
General Fund:		
Title IA	\$ 18,429	\$ -
Local Entitlement	53,162	-
Adult Education	3,432	-
Block Certification Grant	1,896	-
Erate	4,921	-
IDEA Preschool	138	-
Long term reserve	1,398	-
Title IIA	14,204	-
Channel 7	11,217	-
CIP short term	3,212	-
Sp Ed reserve	27,230	-
Greenwork grant	5,324	-
State stabilization	155,400	-
Youth suicide grant	6,917	-
	<u>\$ 306,880</u>	<u>\$ -</u>
ENTERPRISE FUND:		
General Fund:		
Hot Lunch Program	<u>\$ -</u>	<u>\$ 101,122</u>

JAY SCHOOL DEPARTMENT

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2009

NOTE 4 - CAPITAL ASSETS

The following is a summary of changes in capital assets at June 30, 2009:

	Balance, 7/1/08	Additions	Disposals	Balance, 6/30/09
Governmental activities				
Non-depreciated assets:				
Land	\$ 56,150	\$ -	\$ -	\$ 56,150
Art works & historical treasures	40,000	-	-	40,000
	<u>96,150</u>	<u>-</u>	<u>-</u>	<u>96,150</u>
Depreciated assets:				
Land Improvements	10,000	-	-	10,000
Buildings	12,616,616	-	(32,120)	12,584,496
Furniture & fixtures	396,339	-	-	396,339
Machinery & equipment	795,020	-	-	795,020
Vehicles	605,672	-	-	605,672
	<u>14,423,647</u>	<u>-</u>	<u>(32,120)</u>	<u>14,391,527</u>
Less: accumulated depreciation	<u>(6,784,036)</u>	<u>(298,804)</u>	<u>11,564</u>	<u>(7,071,276)</u>
	<u>7,639,611</u>	<u>(298,804)</u>	<u>(20,556)</u>	<u>7,320,251</u>
Net capital assets	<u>\$ 7,735,761</u>	<u>\$ (298,804)</u>	<u>\$ (20,556)</u>	<u>\$ 7,416,401</u>
<u>Business-type activities</u>				
Depreciated assets:				
Machinery & equipment	\$ 142,954	\$ -	\$ -	\$ 142,954
	142,954	-	-	142,954
Less: accumulated depreciation	<u>(110,094)</u>	<u>(3,300)</u>	<u>-</u>	<u>(113,394)</u>
Net capital assets	<u>\$ 32,860</u>	<u>\$ (3,300)</u>	<u>\$ -</u>	<u>\$ 29,560</u>
Depreciation by departments:				
Elementary School			\$	53,595
Middle School				170,313
High School				35,135
Superintendent's Office				1,695
Transportation				37,413
School-wide				653
Subtotal government wide depreciation				<u>298,804</u>
Food Service				3,300
Total depreciation expense			\$	<u>302,104</u>

JAY SCHOOL DEPARTMENT

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2009

NOTE 5 - LONG-TERM DEBT

The General Fund of the Department is used to pay for all long-term debt. A summary of long-term debt is as follows:

	Balance, 7/1/08	Additions	Deletions	Balance, 6/30/09	Current Portion
Bonds payable	\$ 4,200,000	\$ -	\$ (420,000)	\$ 3,780,000	\$ 420,000
Capital leases payable	62,277	327,013	(133,685)	255,605	31,177
Totals	<u>\$ 4,262,277</u>	<u>\$ 327,013</u>	<u>\$ (553,685)</u>	<u>\$ 4,035,605</u>	<u>\$ 451,177</u>

The following is a summary of bonds outstanding as of June 30, 2009:

Bonds totaling \$8,400,000 were issued in May of 1997 to finance the Jay Middle School. Annual principal payments are \$420,000. The interest rate varies 5.401% to 5.776%. The bonds will mature in November of 2017. The bonds are administered by the Maine Municipal Bond Bank.

	<u>\$ 3,780,000</u>
Total Long-Term Debt	<u>\$ 3,780,000</u>

The annual principal and interest requirements to amortize the bonds are as follows:

Year Ending June, 30	Principal	Interest	Total Debt Service
2010	\$ 420,000	\$ 202,948	\$ 622,948
2011	420,000	179,949	599,949
2012	420,000	156,635	576,635
2013	420,000	133,111	553,111
2014	420,000	109,166	529,166
2015 - 2019	1,680,000	194,074	1,874,074
	<u>\$ 3,780,000</u>	<u>\$ 975,883</u>	<u>\$ 4,755,883</u>

The bonds payable of the Department are current requirements for principal and interest expenditures and are accounted for in the General Fund.

JAY SCHOOL DEPARTMENT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2009

NOTE 5 – LONG TERM DEBT (CONTINUED)

The following is a summary of the capital leases payable for the year ended June 30, 2009.

Lease payable for a bus. The lease is for five years with annual payments of \$12,741. The effective interest rate is 5.30% per annum.

Lease payable for a bus. The lease is for five years with annual payments of \$17,746. The effective interest rate is 4.793% per annum.

Lease payable for technology equipment. The lease is for three years with annual payments of \$54,850. The effective interest rate is 3.75% per annum.

Lease payable for software. The lease is for three years with annual payments of \$12,651. The effective interest rate is 3.80% per annum.

Lease payable for copiers. The lease is for three years with annual payments of \$21,329. The effective interest rate is 3.80% per annum.

Lease payable for a bus. The lease is for five years with annual payments of \$15,170. The effective interest rate is 4.18% per annum.

The following is a summary of capital lease maturities and interest requirements:

Year Ending June, 30		
2010	\$	136,767
2011		105,520
2012		15,170
2013		15,170
2014		-
Total minimum lease payments		<u>272,627</u>
Less: Amount representing interest		<u>(17,022)</u>
Present value of future minimum lease payments	\$	<u><u>255,605</u></u>

JAY SCHOOL DEPARTMENT

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2009

NOTE 6 – RESTRICTED NET ASSETS

The following net assets have been restricted at June 30, 2009 for the following purposes:

Restricted for special revenue funds	
Title IA	\$ 12,549
Local Entitlement	27,818
Drug Free Schools	-
Block Certification Grant	1,896
Erate	4,921
Title IIA Teacher Quality	12,750
IDEA Preschool	138
State Stabilization	155,400
Total restricted for special revenue funds	<u>215,472</u>
Restricted for permanent fund	<u>73,010</u>
	<u>\$ 288,482</u>

NOTE 7 –OVERSPENT APPROPRIATIONS

The following departmental balances were overspent at June 30, 2009:

There were no departments that had overspent appropriations

NOTE 8 – RISK MANAGEMENT

The Department is a member of the Maine Municipal Association – Worker Compensation Trust Fund (“Fund”). The Fund was created to formulate, develop and administer a program of modified self-funding for the Fund’s membership, obtain lower costs for worker’s compensation coverage and develop a comprehensive loss control program. The Department pays an annual premium to the fund for its worker’s compensation coverage. The Department’s agreement with the Fund provides that the fund will be self-sustaining through member premiums and will provide, through commercial company’s reinsurance contracts, individual stop loss coverage for member Department’s for claims in excess of \$400,000 with an excess limit of \$2,000,000.

The Department is also a member of the Maine Municipal Association – Property and Casualty Pool (“Pool”). As with the Fund above, the Pool was created to obtain lower rates for its members. The Department pays an annual premium for its property and liability coverage. Under the property coverage portion of the Pool, coverage is provided after the deductible is met, to \$26,000,000. Under the liability portion of the Pool, coverage is provided after the deductible is met, to \$1,000,000.

JAY SCHOOL DEPARTMENT

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2009

NOTE 9 – DEFINED BENEFIT PENSION PLAN

**Plan Description**

The Department participates in the ICMA Retirement System, a cost sharing multi-employer defined benefit pension plan which covers employees who work at least 40 hours per week. The system requires that both employees and the Department contribute, and provides retirement, disability and death benefits.

**Funding Policy**

Employees are eligible for normal retirement upon reaching the age of sixty and early retirement after completing twenty-five or more years of credited service. The Department's contributions to the plan including employee contributions for 2009, 2008, and 2007 were \$61,749, \$86,557 and \$80,145, respectively.

**Unfunded Actuarial Accrued Liability**

The Department has no actuarial accrued liability.

**Education Employees Retirement**

All school teachers, plus other qualified educators, participate in the Maine State Retirement System's teacher group. The system is an agent multiple-employer public retirement system. Employees are eligible for normal retirement upon attaining the age of 60, provided they have 25 years of credible service. Employees are penalized 2.5% for each year of early retirement.

Employees are required to contribute 7.65% of their compensation to the retirement system. The Department is not required to make any contributions to this plan with the exception of federally funded teachers. The contribution of these federally funded teachers is the actuarial determined rate which was 18.76% for the current fiscal year.

The school department's payroll for employees covered by this group was approximately \$5,591,715 for the year ended June 30, 2009. The State of Maine is required to contribute the employer contribution which amounts to 18.76% of compensation. Contributions paid by the State were approximately \$1,049,006 for the year ended June 30, 2009. There is no contribution required by the Department, except for federally funded teachers. For the year ended June 30, 2009, the Department contributed approximately \$40,985 for these federally funded employees. The funding status and progress for the System may be obtained by contacting the Maine State Retirement System.

TOWN OF BUXTON, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2009

NOTE 10 – DEFERRED COMPENSATION PLAN

The Department offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all Department employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death or unforeseen emergency.

All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are (until paid or made available to the employee or other beneficiary) to be held in a trust for the exclusive benefit of the participants and their beneficiaries.

It is the opinion of the Department's management that the Department has no liability for losses under the plan but does have the duty of due care that would be required of an ordinary prudent investor.

NOTE 11 – CONTINGENCIES

With regard to pending legal claims or any unasserted claims, it is not feasible at this time to predict or determine their outcome. Management believes, however, that settlement amounts, if any, will not have a material adverse effect on the Department's financial position.

The Department participates in various intergovernmental grant programs which may be subject to future program compliance audits by the grantors or their representatives. Accordingly, the Department's compliance with applicable grant requirement may be established at some future date. The amount, if any, of any liabilities arising from the disallowance of expenditures or ineligibility of grant revenues cannot be determined at this time.

NOTE 12 – DEFICIT FUND BALANCE

At June 30, 2009 the Department had no deficit fund balances / net assets:

### Required Supplementary Information

Required supplementary information includes financial information and disclosures that are required by the Government Accounting Standards Board but are not considered a part of the basic financial statements. Such information includes:

- Budgetary Comparison Schedule – Budgetary Basis - Budget and Actual - General Fund

## JAY SCHOOL DEPARTMENT

BUDGETARY COMPARISON SCHEDULE – BUDGETARY BASIS  
 BUDGET AND ACTUAL – GENERAL FUND  
 FOR THE YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts	Variance
	Original	Final		Positive (Negative)
Budgetary Fund Balance, July 1	\$ 1,308,933	1,308,933	\$ 1,308,933	\$ -
Resources (Inflows):				
Support from town	7,777,714	7,777,714	7,777,714	-
Intergovernmental revenues	1,951,219	1,951,219	1,908,886	(42,333)
Miscellaneous revenues	-	-	9,444	9,444
Transfers from other funds	-	-	-	-
Amounts Available for Appropriation	<u>11,037,866</u>	<u>11,037,866</u>	<u>11,004,977</u>	<u>(32,889)</u>
Charges to Appropriation (Outflows):				
Instruction:				
Elementary	2,752,995	2,752,995	2,703,687	49,308
Secondary	1,592,979	1,592,979	1,546,066	46,913
Library and media	146,481	146,481	125,489	20,992
Transportation	528,245	528,245	491,347	36,898
Operations & maintenance	1,293,280	1,293,280	1,185,370	107,910
Special education	1,324,196	1,324,196	1,231,991	92,205
Co curricular	255,306	255,306	209,386	45,920
Guidance and counseling	251,268	251,268	241,825	9,443
Health service	58,827	58,827	55,717	3,110
Principals' office	502,596	502,596	489,625	12,971
Administration	266,181	266,181	245,820	20,361
Summer programs	5,435	5,435	3,718	1,717
Contingency	-	-	-	-
Debt service:				
Principal	420,000	420,000	420,000	-
Interest	208,197	208,197	208,197	-
School wide instruction	609,100	609,100	442,588	166,512
Transfers to other funds	20,000	20,000	52,043	(32,043)
Total Charges to Appropriations	<u>10,235,086</u>	<u>10,235,086</u>	<u>9,652,869</u>	<u>582,217</u>
Budgetary Fund Balance, June 30	<u>\$ 802,780</u>	<u>\$ 802,780</u>	<u>\$ 1,352,108</u>	<u>\$ 549,328</u>
Use of undesignated fund balance	<u>\$ 506,153</u>	<u>\$ 506,153</u>	<u>\$ -</u>	<u>\$ 506,153</u>

See accompanying independent auditors' report.

## Other Supplementary Information

Other supplementary information includes financial statements and schedules not required by the Government Accounting Standards Board, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

- Schedule of Departmental Operations – General Fund
- Schedule of Revenues Budget and Actual – General Fund
- Schedule of School Revenues, Expenditures and Changes in Fund Balance – Budget to Actual
- Combining Balance Sheet - Nonmajor Governmental Funds
- Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds
- Combining Balance Sheet - Nonmajor Special Revenue Funds
- Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds
- Combining Balance Sheet - Nonmajor Capital Project Funds
- Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Capital Project Funds
- Combining Balance Sheet - Nonmajor Permanent Funds
- Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Permanent Funds
- Schedule of General Capital Assets by Function
- Schedule of Changes in General Capital Assets by Function

## JAY SCHOOL DEPARTMENT

SCHEDULE OF DEPARTMENTAL OPERATIONS  
FOR THE YEAR ENDED JUNE 30, 2009

	Budget	Total Available	Actual	Balance
Administration				
School committee	\$ 55,116	\$ 55,116	\$ 50,119	\$ 4,997
Superintendent's office	211,065	211,065	195,701	15,364
	<u>266,181</u>	<u>266,181</u>	<u>245,820</u>	<u>20,361</u>
Operation and maintenance				
System wide	112,907	112,907	122,265	(9,358)
High school	473,413	473,413	450,306	23,107
Middle school	417,832	417,832	368,324	49,508
Elementary school	289,128	289,128	244,475	44,653
	<u>1,293,280</u>	<u>1,293,280</u>	<u>1,185,370</u>	<u>107,910</u>
Transportation - Expenses	528,245	528,245	491,347	36,898
	<u>528,245</u>	<u>528,245</u>	<u>491,347</u>	<u>36,898</u>
Special Education -				
Resource room - elementary	206,597	206,597	234,443	(27,846)
Self contained - elementary	127,558	127,558	111,678	15,880
Resource room - middle	185,511	185,511	157,967	27,544
Self contained - middle	104,806	104,806	98,922	5,884
At risk	38,219	38,219	37,696	523
Resource room - secondary	164,904	164,904	142,673	22,231
Self contained - secondary	121,757	121,757	119,526	2,231
ESL	8,965	8,965	10,212	(1,247)
Administration	125,523	125,523	131,548	(6,025)
Home instruction	5,382	5,382	1,211	4,171
Tuition private	-	-	-	-
Speech pathology	78,427	78,427	77,039	1,388
Occupational therapy	23,000	23,000	22,526	474
Psychology	50,000	50,000	24,371	25,629
Summer program	3,379	3,379	3,209	170
Physical therapy	1,100	1,100	2,835	(1,735)
Other	21,500	21,500	-	21,500
Gifted and talented	57,568	57,568	56,135	1,433
	<u>1,324,196</u>	<u>1,324,196</u>	<u>1,231,991</u>	<u>92,205</u>

JAY SCHOOL DEPARTMENT

SCHEDULE OF DEPARTMENTAL OPERATIONS  
FOR THE YEAR ENDED JUNE 30, 2009

	<u>Budget</u>	<u>Total Available</u>	<u>Actual</u>	<u>Balance</u>
School Wide Instruction -				
Improvement of instruction	101,874	101,874	49,098	52,776
Instructional staff training - elementary	28,184	28,184	11,093	17,091
Instructional staff training - secondary	10,988	10,988	8,179	2,809
Academic assessment	9,000	9,000	7,368	1,632
Instructional related technology	459,054	459,054	366,850	92,204
	<u>609,100</u>	<u>609,100</u>	<u>442,588</u>	<u>166,512</u>
High School -				
Instruction	1,541,529	1,541,529	1,522,345	19,184
Guidance	169,308	169,308	164,062	5,246
Library	81,956	81,956	69,377	12,579
Principal's office	207,624	207,624	197,837	9,787
Crossroads program	51,450	51,450	23,721	27,729
Co-curricular (Academic)	35,478	35,478	28,796	6,682
Co-curricular (Athletics)	136,426	136,426	118,870	17,556
	<u>2,223,771</u>	<u>2,223,771</u>	<u>2,125,008</u>	<u>98,763</u>
Health services	<u>58,827</u>	<u>58,827</u>	<u>55,717</u>	<u>3,110</u>
	<u>58,827</u>	<u>58,827</u>	<u>55,717</u>	<u>3,110</u>
Contingency	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Debt Service				
Principal	420,000	420,000	420,000	-
Interest	208,197	208,197	208,197	-
	<u>628,197</u>	<u>628,197</u>	<u>628,197</u>	<u>-</u>

JAY SCHOOL DEPARTMENT

SCHEDULE OF DEPARTMENTAL OPERATIONS  
FOR THE YEAR ENDED JUNE 30, 2009

	<u>Budget</u>	<u>Total Available</u>	<u>Actual</u>	<u>Balance</u>
Middle School -				
Instruction	1,370,267	1,370,267	1,336,991	33,276
Guidance	56,687	56,687	55,613	1,074
Library	40,501	40,501	36,931	3,570
Principal's office	149,292	149,292	144,741	4,551
Summer program	3,835	3,835	2,557	1,278
Co-curricular (Academic)	24,584	24,584	16,539	8,045
Co-curricular (Athletics)	38,657	38,657	36,783	1,874
	<u>1,683,823</u>	<u>1,683,823</u>	<u>1,630,155</u>	<u>53,668</u>
Elementary School -				
Regular instruction	663,373	663,373	660,246	3,127
K-2 instruction	715,120	715,120	703,445	11,675
Guidance	25,273	25,273	22,150	3,123
Library	24,024	24,024	19,181	4,843
Principal's office	145,680	145,680	147,047	(1,367)
Pre-K	1,600	1,600	1,161	439
Summer program	4,235	4,235	3,005	1,230
Co-curricular	20,161	20,161	8,398	11,763
	<u>1,599,466</u>	<u>1,599,466</u>	<u>1,564,633</u>	<u>34,833</u>
Totals	<u>\$ 10,215,086</u>	<u>\$ 10,215,086</u>	<u>\$ 9,600,826</u>	<u>\$ 614,260</u>

See accompanying independent auditors' report.

## JAY SCHOOL DEPARTMENT

COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2009

	Special Revenue Funds	Permanent Funds	Total Nonmajor Governmental Funds
<b>ASSETS</b>			
Cash	\$ -	\$ 73,010	\$ 73,010
Accounts receivable	-	-	-
Due from other funds	235,289	-	235,289
Total assets	<u>\$ 235,289</u>	<u>\$ 73,010</u>	<u>\$ 308,299</u>
<b>LIABILITIES</b>			
Accounts payable	\$ 1,977	\$ -	\$ 1,977
Due to other funds	-	-	-
Total liabilities	<u>1,977</u>	<u>-</u>	<u>1,977</u>
<b>FUND EQUITY</b>			
Fund balance:			
Designated for subsequent years' expenditures	233,312	73,010	306,322
Undesignated	-	-	-
Total fund equity	<u>233,312</u>	<u>73,010</u>	<u>306,322</u>
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<u>\$ 235,289</u>	<u>\$ 73,010</u>	<u>\$ 308,299</u>

See accompanying independent auditors' report.

## JAY SCHOOL DEPARTMENT

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCES –NONMAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2009

	Special Revenue Funds	Permanent Funds	Total Nonmajor Governmental Funds
	<u>                    </u>	<u>                    </u>	<u>                    </u>
REVENUES			
Support from Town	\$ -	\$ -	\$ -
Intergovernmental revenue	295,578	-	295,578
Other	9,807	4,708	14,515
TOTAL REVENUES	<u>305,385</u>	<u>4,708</u>	<u>310,093</u>
EXPENDITURES			
Program expenses	179,464	8,515	187,979
TOTAL EXPENDITURES	<u>179,464</u>	<u>8,515</u>	<u>187,979</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>125,921</u>	<u>(3,807)</u>	<u>122,114</u>
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	-	-	-
Operating Transfers Out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	125,921	(3,807)	122,114
FUND BALANCE, JULY 1	<u>107,391</u>	<u>76,817</u>	<u>184,208</u>
FUND BALANCE, JUNE 30	<u>\$ 233,312</u>	<u>\$ 73,010</u>	<u>\$ 306,322</u>

See accompanying independent auditors' report.

## Special Revenue Funds

Special revenue funds are established to account for the proceeds of specific revenue sources (other than fiduciary trusts or for major capital projects) that are legally restricted to expenditures for specific purposes.

JAY SCHOOL DEPARTMENT

COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2009

	Drug Free Schools	Block Grant Certification	Erate	Channel 7	Adult Education
<b>ASSETS</b>					
Accounts receivable	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	-	1,896	4,921	11,217	3,432
<b>TOTAL ASSETS</b>	<b>\$ -</b>	<b>\$ 1,896</b>	<b>\$ 4,921</b>	<b>\$ 11,217</b>	<b>\$ 3,432</b>
<b>LIABILITIES</b>					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>FUND EQUITY</b>					
Fund balance:					
Designated for subsequent years' expenditures	-	1,896	4,921	11,217	3,432
Undesignated	-	-	-	-	-
<b>TOTAL FUND EQUITY</b>	<b>\$ -</b>	<b>\$ 1,896</b>	<b>\$ 4,921</b>	<b>\$ 11,217</b>	<b>\$ 3,432</b>
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<b>\$ -</b>	<b>\$ 1,896</b>	<b>\$ 4,921</b>	<b>\$ 11,217</b>	<b>\$ 3,432</b>

SCHEDULE D (CONTINUED)

JAY SCHOOL DEPARTMENT

COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2009

	Academic Fund Reserve	Technology Grant	Title IIA Teacher Quality	Title V Tech	IDEA Preschool
<b>ASSETS</b>					
Accounts receivable	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	-	-	14,204	-	138
<b>TOTAL ASSETS</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 14,204</b>	<b>\$ -</b>	<b>\$ 138</b>
<b>LIABILITIES</b>					
Accounts payable	\$ -	\$ -	\$ 1,454	\$ -	\$ -
Due to other funds	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>-</b>	<b>1,454</b>	<b>-</b>	<b>-</b>
<b>FUND EQUITY</b>					
Fund balance:					
Designated for subsequent years' expenditures	-	-	12,750	-	138
Undesignated	-	-	-	-	-
<b>TOTAL FUND EQUITY</b>	<b>-</b>	<b>-</b>	<b>12,750</b>	<b>-</b>	<b>138</b>
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 14,204</b>	<b>\$ -</b>	<b>\$ 138</b>

SCHEDULE D (CONTINUED)

JAY SCHOOL DEPARTMENT

COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2009

	Long Term Reserve	CIP Short Term	Sp Ed Reserve	Field Restitution	Greenwork Grant
<b>ASSETS</b>					
Accounts receivable	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	1,398	3,212	27,230	-	5,324
<b>TOTAL ASSETS</b>	<u>\$ 1,398</u>	<u>\$ 3,212</u>	<u>\$ 27,230</u>	<u>\$ -</u>	<u>\$ 5,324</u>
<b>LIABILITIES</b>					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 523
Due to other funds	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>523</u>
<b>FUND EQUITY</b>					
Fund balance:					
Designated for subsequent years' expenditures	1,398	3,212	27,230	-	4,801
Undesignated	-	-	-	-	-
<b>TOTAL FUND EQUITY</b>	<u>1,398</u>	<u>3,212</u>	<u>27,230</u>	<u>-</u>	<u>4,801</u>
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<u>\$ 1,398</u>	<u>\$ 3,212</u>	<u>\$ 27,230</u>	<u>\$ -</u>	<u>\$ 5,324</u>

JAY SCHOOL DEPARTMENT

COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2009

	Title IID	State Stabilization	Youth Suicide Grant	Rural Low Income	Totals
<b>ASSETS</b>					
Accounts receivable	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	-	155,400	6,917	-	235,289
<b>TOTAL ASSETS</b>	<b>\$ -</b>	<b>\$ 155,400</b>	<b>\$ 6,917</b>	<b>\$ -</b>	<b>\$ 235,289</b>
<b>LIABILITIES</b>					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 1,977
Due to other funds	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,977</b>
<b>FUND EQUITY</b>					
Fund balance:					
Designated for subsequent years' expenditures	-	155,400	6,917	-	233,312
Undesignated	-	-	-	-	-
<b>TOTAL FUND EQUITY</b>	<b>-</b>	<b>155,400</b>	<b>6,917</b>	<b>-</b>	<b>233,312</b>
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<b>\$ -</b>	<b>\$ 155,400</b>	<b>\$ 6,917</b>	<b>\$ -</b>	<b>\$ 235,289</b>

See accompanying independent auditors' report.

JAY SCHOOL DEPARTMENT

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2009

	Drug Free Schools	Block Grant Certification	Erate	Channel 7	Adult Education
REVENUES					
Support from Town	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue	5,218	-	-	-	-
Other	-	-	-	9,807	-
<b>TOTAL REVENUES</b>	<b>5,218</b>	<b>-</b>	<b>-</b>	<b>9,807</b>	<b>-</b>
EXPENDITURES					
Program expenses	5,218	-	14,695	5,448	6,741
<b>TOTAL EXPENDITURES</b>	<b>5,218</b>	<b>-</b>	<b>14,695</b>	<b>5,448</b>	<b>6,741</b>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>-</b>	<b>-</b>	<b>(14,695)</b>	<b>4,359</b>	<b>(6,741)</b>
OTHER FINANCING SOURCES (USES)					
Operating Transfers In	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</b>	<b>-</b>	<b>-</b>	<b>(14,695)</b>	<b>4,359</b>	<b>(6,741)</b>
FUND BALANCE, JULY 1	-	1,896	19,616	6,858	10,173
FUND BALANCE, JUNE 30	\$ -	\$ 1,896	\$ 4,921	\$ 11,217	\$ 3,432

SCHEDULE E (CONTINUED)

JAY SCHOOL DEPARTMENT

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2009

	Academic Fund Reserve	Technology Grant	Title IIA Teacher Quality	Title V Tech	IDEA Preschool
REVENUES					
Support from Town	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue	-	-	62,199	-	7,897
Other	-	-	-	-	-
TOTAL REVENUES	-	-	62,199	-	7,897
EXPENDITURES					
Program expenses	2,900	15	51,732	2,195	7,759
TOTAL EXPENDITURES	2,900	15	51,732	2,195	7,759
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(2,900)	(15)	10,467	(2,195)	138
OTHER FINANCING SOURCES (USES)					
Operating Transfers In	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-	-
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(2,900)	(15)	10,467	(2,195)	138
FUND BALANCE, JULY 1	2,900	15	2,283	2,195	-
FUND BALANCE, JUNE 30	\$ -	\$ -	\$ 12,750	\$ -	\$ 138

SCHEDULE E (CONTINUED)

JAY SCHOOL DEPARTMENT

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2009

	Long Term Reserve	CIP Short Term	Sp Ed Reserve	Field Restitution	Greenwork Grant
REVENUES					
Support from Town	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue	-	-	-	-	-
Other	-	-	-	-	-
<b>TOTAL REVENUES</b>					
EXPENDITURES					
Program expenses	12,714	-	-	1	2,699
<b>TOTAL EXPENDITURES</b>	<u>12,714</u>			<u>1</u>	<u>2,699</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(12,714)</u>			<u>(1)</u>	<u>(2,699)</u>
OTHER FINANCING SOURCES (USES)					
Operating Transfers In	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>					
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>(12,714)</u>			<u>(1)</u>	<u>(2,699)</u>
FUND BALANCE, JULY 1	<u>14,112</u>	<u>3,212</u>	<u>27,230</u>	<u>1</u>	<u>7,500</u>
FUND BALANCE, JUNE 30	<u>\$ 1,398</u>	<u>\$ 3,212</u>	<u>\$ 27,230</u>	<u>\$ -</u>	<u>\$ 4,801</u>

SCHEDULE E (CONTINUED)

JAY SCHOOL DEPARTMENT

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2009

	Title IID	State Stabilization	Youth Suicide Grant	Rural Low Income	Totals
REVENUES					
Support from Town	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue	3,179	197,400	-	19,685	295,578
Other	-	-	-	-	9,807
<b>TOTAL REVENUES</b>	<b>3,179</b>	<b>197,400</b>	<b>-</b>	<b>19,685</b>	<b>305,385</b>
EXPENDITURES					
Program expenses	3,266	42,000	667	21,414	179,464
<b>TOTAL EXPENDITURES</b>	<b>3,266</b>	<b>42,000</b>	<b>667</b>	<b>21,414</b>	<b>179,464</b>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(87)	155,400	(667)	(1,729)	125,921
OTHER FINANCING SOURCES (USES)					
Operating Transfers In	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(87)	155,400	(667)	(1,729)	125,921
FUND BALANCE, JULY 1	87	-	7,584	1,729	107,391
FUND BALANCE, JUNE 30	-	\$ 155,400	\$ 6,917	\$ -	\$ 233,312

See accompanying independent auditors' report.

### Permanent Funds Description

Permanent funds are used to account for assets held by the Jay School Department in trust or as an agent for individuals, private organizations, other governmental units and/or other funds.

JAY SCHOOL DEPARTMENT

COMBINING BALANCE SHEET – NONMAJOR PERMANENT FUNDS  
JUNE 30, 2009

	Jay High School Scholarship	Randall Lane Scholarship I	Randall Lane Scholarship II	David True Scholarship	Jay Community School Scholarship	Thomas J. Plourde Memorial
ASSETS						
Cash	\$ 3,609	\$ 1,252	\$ 5,926	\$ 1,509	\$ 10,057	\$ 1,430
TOTAL ASSETS	<u>\$ 3,609</u>	<u>\$ 1,252</u>	<u>\$ 5,926</u>	<u>\$ 1,509</u>	<u>\$ 10,057</u>	<u>\$ 1,430</u>
FUND EQUITY						
Fund balance:						
Designated for subsequent years' expenditures	\$ 3,609	\$ 1,252	\$ 5,926	\$ 1,509	\$ 10,057	\$ 1,430
TOTAL FUND EQUITY	<u>3,609</u>	<u>1,252</u>	<u>5,926</u>	<u>1,509</u>	<u>10,057</u>	<u>1,430</u>
TOTAL LIABILITIES AND FUNDEQUITY	<u>\$ 3,609</u>	<u>\$ 1,252</u>	<u>\$ 5,926</u>	<u>\$ 1,509</u>	<u>\$ 10,057</u>	<u>\$ 1,430</u>

JAY SCHOOL DEPARTMENT

COMBINING BALANCE SHEET – NONMAJOR PERMANENT FUNDS  
JUNE 30, 2009

	Brandi L. Jerry Scholarship I	Paul Roy Memorial I	Paul Roy Memorial II	Linda Latham Memorial	Paul Roy Golf Memorial II	Jay Community Scholarship
ASSETS						
Cash	\$ 2,660	\$ 15,068	\$ 2,724	\$ 1,055	\$ 897	\$ 1,019
TOTAL ASSETS	<u>\$ 2,660</u>	<u>\$ 15,068</u>	<u>\$ 2,724</u>	<u>\$ 1,055</u>	<u>\$ 897</u>	<u>\$ 1,019</u>
FUND EQUITY						
Fund balance:						
Designated for subsequent years' expenditures	\$ 2,660	\$ 15,068	\$ 2,724	\$ 1,055	\$ 897	\$ 1,019
TOTAL FUND EQUITY	<u>\$ 2,660</u>	<u>15,068</u>	<u>2,724</u>	<u>1,055</u>	<u>897</u>	<u>1,019</u>
TOTAL LIABILITIES AND FUND EQUITY	<u>\$ 2,660</u>	<u>\$ 15,068</u>	<u>\$ 2,724</u>	<u>\$ 1,055</u>	<u>\$ 897</u>	<u>\$ 1,019</u>

SCHEDULE F (CONTINUED)

JAY SCHOOL DEPARTMENT

COMBINING BALANCE SHEET – NONMAJOR PERMANENT FUNDS  
JUNE 30, 2009

	Bill Thompson <u>Scholarship</u>	George Bunten <u>Scholarship</u>	General Student <u>Accounts</u>	Ercolini	Ercolini	Totals
ASSETS						
Cash	\$ 155	\$ 10,645	\$ 11,900	\$ 3,043	\$ 61	\$ 73,010
TOTAL ASSETS	<u>\$ 155</u>	<u>\$ 10,645</u>	<u>\$ 11,900</u>	<u>\$ 3,043</u>	<u>\$ 61</u>	<u>\$ 73,010</u>
FUND EQUITY						
Fund balance:						
Designated for subsequent years' expenditures	\$ 155	\$ 10,645	\$ 11,900	\$ 3,043	\$ 61	\$ 73,010
TOTAL FUND EQUITY	<u>155</u>	<u>10,645</u>	<u>11,900</u>	<u>3,043</u>	<u>61</u>	<u>73,010</u>
TOTAL LIABILITIES AND FUND EQUITY	\$ 155	\$ 10,645	\$ 11,900	\$ 3,043	\$ 61	\$ 73,010

See accompanying independent auditors' report.

SCHEDULE G

JAY SCHOOL DEPARTMENT

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –  
NONMAJOR PERMANENT FUNDS  
FOR THE YEAR ENDED JUNE 30, 2009

	Jay High School Scholarship	Randall Lane Scholarship I	Randall Lane Scholarship II	David True Scholarship	Jay Community School Scholarship	Thomas J. Plourde Memorial
REVENUES	\$ 14	\$ 353	\$ -	\$ 66	\$ 432	\$ 6
EXPENDITURES	500	-	-	261	800	400
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(486)	353	-	(195)	(368)	(394)
FUND BALANCE, JULY 1	4,095	899	5,926	1,704	10,425	1,824
FUND BALANCE, JUNE 30	\$ 3,609	\$ 1,252	\$ 5,926	\$ 1,509	\$ 10,057	\$ 1,430

SCHEDULE G (CONTINUED)

JAY SCHOOL DEPARTMENT

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –  
NONMAJOR PERMANENT FUNDS  
FOR THE YEAR ENDED JUNE 30, 2009

	Brandi L. Jerry Scholarship I	Paul Roy Memorial I	Paul Roy Memorial II	Linda Latham Memorial	Paul Roy Golf Memorial II	Jay Community Scholarship
REVENUES	\$ 129	\$ -	\$ 1,928	\$ 1,055	\$ -	\$ 583
EXPENDITURES	150	-	5,500	-	-	250
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(21)	-	(3,572)	1,055	-	333
FUND BALANCE, JULY 1	2,681	15,068	6,296	-	897	686
FUND BALANCE, JUNE 30	\$ 2,660	\$ 15,068	\$ 2,724	\$ 1,055	\$ 897	\$ 1,019

SCHEDULE G (CONTINUED)

JAY SCHOOL DEPARTMENT

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –  
NONMAJOR PERMANENT FUNDS  
FOR THE YEAR ENDED JUNE 30, 2009

	Bill Thompson Scholarship	George Bunten Scholarship	Jay Scholarship Accounts	Ercolini	Ercolini	Totals
REVENUES	\$ 1	\$ 4	\$ -	\$ 127	\$ 10	\$ 4,708
EXPENDITURES	504	-	-	-	150	8,515
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(503)	4	-	127	(140)	(3,807)
FUND BALANCE, JULY 1	658	10,641	11,900	2,916	201	76,817
FUND BALANCE, JUNE 30	\$ 155	\$ 10,645	\$ 11,900	\$ 3,043	\$ 61	\$ 73,010

See accompanying independent auditors' report.

## General Capital Assets

General capital assets are those assets related to activities reported in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets.

JAY SCHOOL DEPARTMENT

SCHEDULE OF GENERAL CAPITAL ASSETS BY FUNCTION  
JUNE 30, 2009

	Land and Non-depreciable Assets	Buildings, Building Improvements & Land Improvements	Furniture, Fixtures, Equipment & Vehicles	Infrastructure	Total
Elementary School	\$ -	\$ 2,658,618	\$ 322,402	\$ -	\$ 2,981,020
Middle School	40,000	8,452,000	374,435	-	8,866,435
High School	-	1,409,167	468,013	-	1,877,180
Superintendent's Office	-	-	23,245	-	23,245
Transportation	15,250	74,711	605,672	-	695,633
Food Service	-	-	142,954	-	142,954
School-wide	40,900	-	3,264	-	44,164
<b>Total General Capital Assets</b>	<b>96,150</b>	<b>12,594,496</b>	<b>1,939,985</b>	<b>-</b>	<b>14,630,631</b>
<b>Less: Accumulated Depreciation</b>	<b>-</b>	<b>(5,585,400)</b>	<b>(1,599,270)</b>	<b>-</b>	<b>(7,184,670)</b>
<b>Net General Capital Assets</b>	<b>\$ 96,150</b>	<b>\$ 7,009,096</b>	<b>\$ 340,715</b>	<b>\$ -</b>	<b>\$ 7,445,961</b>

See accompanying independent auditors' report.

JAY SCHOOL DEPARTMENT

SCHEDULE OF CHANGES IN GENERAL CAPITAL ASSETS BY FUNCTION  
FOR THE YEAR ENDED JUNE 30, 2009

	General Capital Assets 7/1/08	Additions	Deletions	General Capital Assets 6/30/09
Elementary School	\$ 2,981,020	\$ -	-	\$ 2,981,020
Middle School	8,866,435	-	-	8,866,435
High School	1,877,180	-	-	1,877,180
Superintendent's Office	55,365	(32,120)	-	23,245
Transportation	695,633	-	-	695,633
Food Service	142,954	-	-	142,954
School-wide	44,164	-	-	44,164
<b>Total General Capital Assets</b>	<b>14,662,751</b>	<b>(32,120)</b>	<b>-</b>	<b>14,630,631</b>
<b>Less: Accumulated Depreciation</b>	<b>(6,894,130)</b>	<b>(302,104)</b>	<b>11,564</b>	<b>(7,184,670)</b>
<b>Net General Capital Assets</b>	<b>\$ 7,768,621</b>	<b>\$ (334,224)</b>	<b>\$ 11,564</b>	<b>\$ 7,445,961</b>

See accompanying independent auditors' report.



*Proven Expertise and Integrity*

## INDEPENDENT AUDITORS' REPORT ON STATE REQUIREMENTS

August 21, 2009

Jay School Committee  
Jay School Department  
Jay, Maine

We have audited the financial statements of Jay School Department for the year ended June 30, 2009 and have issued our report thereon dated August 21, 2009. Our audit was made in accordance with auditing standards generally accepted in the United States of America and applicable state and federal laws relating to financial and compliance audits and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In connection with our audit, we reviewed the budgetary controls that are in place, and have reviewed the annual financial report that was submitted to the Department for accuracy. In addition we have reviewed quarterly EF-U-415 reports for the year ended June 30, 2009 and the Department's compliance with applicable provisions of the Maine Finance Act as noted under MRSA Title 20A, section 6051 as we considered necessary in obtaining our understanding.

The results of our procedures indicate that with respect to the items tested, the Jay School Department complied, in all material respects, with the provisions referred to in the preceding paragraph. With respect to items not tested, nothing came to our attention that caused us to believe that the Jay School Department was in noncompliance with, or in violation of, those provisions.

Management has determined that adjustments were necessary to the fiscal books of the Department and have attached the following schedule as it relates to the reconciliation of audit adjustments to the initial annual financial data submitted to the MEDMS financial system maintained at the Department.

This report is intended solely for the information of the School Committee, management and the Department of Education. This report is not intended to be and should not be used by anyone other than the specified parties.

*RHR Smith & Co.*  
Certified Public Accountants

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JAY SCHOOL DEPARTMENT

RECONCILIATION OF MEDMS ANNUAL REPORT TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2009

	General Fund (100)	Special Revenue Funds (200)	Totals
June 30 balance per MEDMS financial system	\$ 1,409,093	\$ 273,679	\$ 1,682,772
<b>Revenue Adjustments:</b>			
Unallocated adjustment	1,090	-	1,090
<b>Expenditure Adjustments:</b>			
Variance IDEA Preschool MEDMS to Financials	-	-	-
Not Shown on MEDMS - Academic fund reserve	-	-	-
Not Shown on MEDMS - Title VI DFS	-	-	-
Accrued payroll adjustment	(16,032)	-	(16,032)
Audited GAAP Basis Fund balance June 30	<u>\$ 1,394,151</u>	<u>\$ 273,679</u>	<u>\$ 1,667,830</u>