

Charlotte Public Schools
Statement of Activities
For the Year Ended June 30, 2014

	Program Revenues			Net (Expense) Revenue and Changes in Net Position	
	Expenses	Charges for Services	Operating Grants and Contributions		Capital Grants and Contributions
Functions/Programs					
Governmental activities					
Instruction	\$ 14,837,859	\$ 2,550	\$ 3,937,716	\$ -	\$(10,897,593)
Supporting services	9,125,519	227,682	363,129	26,801	(8,507,907)
Food services	1,098,947	448,986	704,811	-	54,850
Community services	753,157	312,391	15,000	-	(425,766)
Childcare	511,602	530,561	13,221	-	32,180
Playground and recreation	4,455	-	-	-	(4,455)
Interest and fees on long-term debt	4,066,617	-	1,005,856	-	(3,060,761)
Unallocated depreciation	3,595,792	-	-	-	(3,595,792)
Total governmental activities	<u>\$ 33,993,948</u>	<u>\$ 1,522,170</u>	<u>\$ 6,039,733</u>	<u>\$ 26,801</u>	<u>(26,405,244)</u>
General revenues					
Property taxes, levied for general purposes					2,530,355
Property taxes, levied for debt service					4,326,449
State aid - unrestricted					15,357,915
Interest and investment earnings					13,819
Special education county allocation					278,925
Broadband lease proceeds					116,259
Other					259,283
Total general revenues					<u>22,883,005</u>
Change in net position					(3,522,239)
Net position - beginning					<u>(1,242,490)</u>
Net position - ending					<u>\$ (4,764,729)</u>

See Accompanying Notes to Financial Statements

Charlotte Public Schools
Governmental Funds
Balance Sheet
June 30, 2014

	General Fund	2010 School Bond Series A Capital Projects	2011 School Bond Series B Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
Assets					
Cash	\$ 2,767,479	\$ 446,026	\$ 311,531	\$ 2,207,380	\$ 5,732,416
Taxes receivable	23,650	-	-	19,694	43,344
Accounts receivable	93,326	-	-	15,774	109,100
Lease receivable	-	-	-	477,446	477,446
Due from other funds	738,803	-	-	846,748	1,585,551
Due from proprietary fund	36,056	-	-	-	36,056
Due from other governmental units	3,767,283	-	-	7,644	3,774,927
Inventory	142,378	-	-	9,815	152,193
Prepaid items	239,373	-	-	13,020	252,393
	<u>\$ 7,808,348</u>	<u>\$ 446,026</u>	<u>\$ 311,531</u>	<u>\$ 3,597,521</u>	<u>\$ 12,163,426</u>
Liabilities and Fund Balance					
Liabilities					
Accounts payable	\$ 762,395	\$ 1,605	\$ 9,200	\$ 113,529	\$ 886,729
State aid anticipation note payable	211,593	-	-	-	211,593
Due to other funds	171,168	28,449	59,421	1,326,513	1,585,551
Due to other governmental units	188,817	-	-	-	188,817
Accrued expenditures	1,490	-	-	28,576	30,066
Accrued salaries and benefits payable	2,301,681	-	-	24,397	2,326,078
Unearned revenue	121,185	-	-	23,068	144,253
	<u>3,758,329</u>	<u>30,054</u>	<u>68,621</u>	<u>1,516,083</u>	<u>5,373,087</u>

See Accompanying Notes to Financial Statements

Charlotte Public Schools
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, 2014

Net change in fund balances - Total governmental funds	\$ (4,166,056)
Total change in net position reported for governmental activities in the statement of activities is different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	
Depreciation expense	(3,595,792)
Capital outlay	3,601,069
Expenses are recorded when incurred in the statement of activities.	
Interest	(83,193)
Termination benefit	8,780
Bond and note proceeds and capital leases are reported as financing sources in the governmental funds and thus contribute to the change in fund balance. In the statement of net position, however, issuing debt increases long-term liabilities and does not affect the statement of activities. Similarly, repayment of principal is an expenditure in the governmental funds but reduces the liability in the statement of net position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. When debt refunding occurs, the difference in the carrying value of the refunding debt and the amount applied to the new debt is reported the same as regular debt proceeds or repayments, as financing source or expenditure in the governmental funds. However, in the statement of net position, debt refunding may result in deferred inflows of resources or deferred outflows of resources, which are then amortized in the statement of activities.	
Debt issued - School Bond Loan Fund	(2,033,318)
Repayments of long-term debt	2,890,000
Amortization of debt refunding	(137,994)
Internal service fund revenues and expenses are included in governmental activities in the statement of activities	(5,735)
Change in net position of governmental activities	\$ (3,522,239)

See Accompanying Notes to Financial Statements

Charlotte Public Schools
Proprietary Fund
Internal Service Fund - Dental and Vision
Statement of Net Position
June 30, 2014

Assets

Prepaid expenses

\$ 27,000

Liabilities

Accounts payable

17,547

Due to general fund

36,056

Total Liabilities

53,603

Net Position

Unrestricted

\$ (26,603)

See Accompanying Notes to Financial Statements

Charlotte Public Schools
Proprietary Fund
Internal Service Fund - Dental and Vision
Statement of Revenues, Expenses and Changes in Net Position
For the Year Ended June 30, 2014

Operating Revenues	
Charges to other funds	\$ <u>190,593</u>
Operating Expenses	
Claims	<u>196,328</u>
Change in net position	(5,735)
Net position - beginning of the year	<u>(20,868)</u>
Net position - end of year	<u><u>\$ (26,603)</u></u>

See Accompanying Notes to Financial Statements

Charlotte Public Schools
Proprietary Fund
Internal Service Fund - Dental and Vision
Statement of Cash Flows
For the Year Ended June 30, 2014

Cash Flows from operating activities

Net cash used by operating activities \$ -

Cash and cash equivalents - beginning of the year -

Cash and cash equivalents - end of year \$ -

Reconciliation of operating income (loss) to net cash from operating activities

Operating income (loss) \$ (5,735)

Adjustments to reconcile operating income (loss) to net cash from operating activities -
changes in assets and liabilities

 Accounts payable 17,547

 Change in due to general fund (11,812)

Net cash and cash equivalents used by operating activities \$ -

Charlotte Public Schools
Fiduciary Funds
Statement of Fiduciary Net Position
June 30, 2014

	<u>Private Purpose Trust Funds</u>	<u>Agency Funds</u>
Assets		
Cash	\$ -	\$ 61,174
Due from other funds	10,553	-
Investments	<u>31,000</u>	<u>43,000</u>
Total assets	<u>41,553</u>	<u>\$ 104,174</u>
Liabilities		
Due to other funds	-	10,553
Due to:		
High school student activities	-	55,291
Middle school student activities	-	28,955
Parkview elementary student activities	-	4,778
Upper elementary student activities	-	805
Washington elementary student activities	<u>-</u>	<u>3,792</u>
Total liabilities	<u>-</u>	<u>\$ 104,174</u>
Net Position		
Assets held in trust for scholarship awards and loans	<u>41,553</u>	
Total net position	<u>\$ 41,553</u>	

See Accompanying Notes to Financial Statements

Charlotte Public Schools
Notes to Financial Statements
June 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Charlotte Public Schools (School District) conform to accounting principles generally accepted in the United States of America as applicable to governmental units. The following is a summary of the School District's significant accounting policies:

Reporting Entity

The School District is governed by an elected seven-member Board of Education. The accompanying financial statements have been prepared in accordance with criteria established by the Governmental Accounting Standards Board for determining the various governmental organizations to be included in the reporting entity. These criteria include significant operational financial relationships that determine which of the governmental organizations are a part of the School District's reporting entity, and which organizations are legally separate component units of the School District. The School District has no component units.

District-wide Financial Statements

The School District's basic financial statements include both district-wide (reporting for the district as a whole) and fund financial statements (reporting the School District's major funds). The district-wide financial statements categorize all nonfiduciary activities as either governmental or business type.

The statement of net position presents governmental activities on a consolidated basis, using the economic resources measurement focus and accrual basis of accounting. This method recognizes all long-term assets and receivables as well as long-term debt and obligations. The School District's net position is reported in three parts (1) net investment in capital assets, (2) restricted net position, and (3) unrestricted net position.

The statement of activities reports both the gross and net cost of each of the School District's functions. The functions are also supported by general government revenues (property taxes and certain intergovernmental revenues). 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. Operating grants include operating-specific and discretionary (either operating or capital) grants.

The net costs (by function) are normally covered by general revenue (property taxes, state sources and federal sources, interest income, etc.). The School District does not allocate indirect costs. In creating the district-wide financial statements the School District has eliminated interfund transactions.

The district-wide focus is on the sustainability of the School District as an entity and the change in the School District's net position resulting from current year activities.

Fund Financial Statements

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the district-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenue is recognized as soon as it is both measurable and available. Revenue is considered to be available if it is collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the School District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period.

Charlotte Public Schools
Notes to Financial Statements
June 30, 2014

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, unrestricted state aid, intergovernmental grants, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenue of the current fiscal period. All other revenue items are considered to be available only when cash is received by the government.

Fiduciary fund statements also are reported using the economic resources measurement focus and the accrual basis of accounting.

The School District reports the following major governmental funds:

General Fund – The General Fund is used to record the general operations of the School District pertaining to education and those operations not required to be provided for in other funds.

2010 School Bonds Series A Capital Projects – The 2010 School Bonds Series A capital projects fund is used to account for capital projects related to the 2010 Series A School Building and Site General Obligation Bonds.

2011 School Bonds Series B Capital Projects – The 2011 School Bonds Series B capital projects fund is used to account for capital projects related to the 2011 Series B School Building and Site General Obligation Bonds.

Additionally, the School District reports the following fund types:

Special Revenue Funds – Special Revenue Funds are used to account for the proceeds of specific revenue sources that are restricted to expenditures for specified purposes. The School District's Special Revenue Funds include the Food Service,

Performing Arts, Childcare, Aquatic Center and Playground and Recreation Funds. Operating deficits generated by these activities are generally transferred from the General Fund.

Debt Service Funds – Debt Service Funds are used to record tax, interest, and other revenue and the payment of interest, principal, and other expenditures on long-term debt.

Capital Projects Fund – The Capital Projects Fund is used to record disbursements specifically for acquiring new school sites, building, equipment, and for remodeling and repairs funded with proceeds from the broadband lease or other revenue. The fund is kept open until the purpose for which the fund was created has been accomplished.

Fiduciary Funds – Fiduciary Funds are used to account for assets held by the School District in a trustee capacity or as an agent. The Trust Funds are funds entrusted to the School District for scholarship awards and loans and the principal and interest of the trust may be spent. The Agency Fund is custodial in nature (assets equal liabilities) and does not involve the measurement of results of operations. This fund is used to record the transactions of student groups for school and school-related purposes.

Internal Service Fund – The Internal Service Fund accounts for risk management services to include employee dental and vision insurance claim obligations provided to other departments of the school district on a cost reimbursement basis.

Charlotte Public Schools
Notes to Financial Statements
June 30, 2014

Assets, Liabilities and Net Position or Equity

Cash – Cash and cash equivalents include cash on hand, demand deposits, and short-term investments with a maturity of three months or less when acquired. Investments are stated at fair value.

Receivables and Payables – Generally, outstanding amounts owed between funds are classified as “due from/to other funds”. These amounts are caused by transferring revenues and expenses between funds to get them into the proper reporting fund. These balances are paid back as cash flow permits.

All trade and property tax receivables are shown net of an allowance for uncollectible amounts. The School District considers all accounts receivable to be fully collectible; accordingly, no allowance for uncollectible amounts is recorded.

Property taxes collected are based upon the approved tax rate for the year of levy. For the fiscal year ended June 30, 2013, the rates are as follows per \$1,000 of assessed value.

General Fund	
Non principal residence exemption	18.00000
Commercial personal property	6.00000
Recreation and Playground	0.50000
Debt Service Funds	7.59000

School property taxes are assessed and collected in accordance with enabling state legislation by cities and townships within the School District’s boundaries. Approximately 40% of the School District’s tax roll lies within the City of Charlotte.

The property tax levy runs from July 1 to June 30. Property taxes become a lien on the first day of the levy year and are due on or before September 14 or February 14. Collections are forwarded to the School District as collected by the assessing municipalities. Real property

taxes uncollected as of March 1 are purchased by the County of Eaton and remitted to the School District by May 15.

Investments – Investments are stated at fair value based on a quoted market price. Certificates of deposit are stated at cost which approximates fair value.

Inventories and Prepaid Items – Inventories are valued at cost, on a first-in, first-out basis. Inventories of governmental funds are recorded as expenditures when consumed, rather than when purchased.

Certain payments to vendors reflect costs applicable to future fiscal years. For such payments in governmental funds the School District follows the consumption method, and they therefore are capitalized as prepaid items in both district-wide and fund financial statements.

Capital Assets – Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets are recorded at their estimated fair market value at the date of donation. The School District defines capital assets as assets with an initial individual cost in excess of \$5,000. Costs of normal repair and maintenance that do not add to the value or materially extend asset lives are not capitalized. Buildings, equipment, and vehicles are depreciated using the straight-line method over the following useful lives:

Buildings and additions	15-50 years
Equipment and furniture	5-20 years
Vehicles	8 years
Other capital equipment	7-25 years

Deferred outflows of resources - A deferred outflow of resources is a consumption of net position by the government that is applicable to a future reporting period.

Charlotte Public Schools
Notes to Financial Statements
June 30, 2014

Compensated Absences – The District has recorded all liabilities associated with compensated absences. Accumulated vested severance amounts and nonvested severance amounts that are probable to vest and be paid at termination are considered payable from future resources and are recorded along with the related payroll taxes as a long-term liability in the district-wide financial statements.

Long-term Obligations – In the district-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. In the fund financial statements, governmental fund types recognize bond premiums and discounts during the current period.

In the School District's fund financial statements, the face amount of the debt issued is reported as other financing sources. Premiums received on debt issuance are reported as other financing sources while discounts are reported as other financing uses.

Deferred inflows of resources - A deferred inflow of resources is an acquisition of net position by the government that is applicable to a future reporting period. For governmental funds this includes unavailable revenue in connection with receivables for revenues that are not considered available to liquidate liabilities of the current period.

Fund Equity – In the fund financial statements, governmental funds report fund balance in the following categories:

Non-spendable - amounts that are not available in a spendable form.

Restricted – amounts that are legally imposed or otherwise required by external parties to be used for a specific purpose.

Committed – amounts that have been formally set aside by the Board of Education for specific purposes. A fund balance commitment may be established, modified, or rescinded by a resolution of the Board of Education.

Assigned – amounts intended to be used for specific purposes, as determined by the finance committee, or the Superintendent. The Board of Education has granted the finance committee and Superintendent the authority to assign funds.

Unassigned – all other resources; the remaining fund balances after non-spendable, restrictions, commitments and assignments.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the District's policy is to consider restricted funds spent first.

When an expenditure is incurred for purposes for which committed, assigned, or unassigned amounts could be used, the District's policy is to consider the funds to be spent in the following order: (1) committed, (2) assigned, (3) unassigned.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities, as well as deferred inflows and deferred outflows of resources at the date of the financial statements and the reported amounts of revenue and expenditures during the reporting period. Actual results could differ from those estimates.

Charlotte Public Schools
Notes to Financial Statements
June 30, 2014

Eliminations and Reclassifications

In the process of aggregating data for the statement of net position and the statement of activities, some amounts reported as interfund activity and balances in the funds were eliminated or reclassified. Interfund receivables and payables were eliminated to minimize the “grossing up” effect on assets and liabilities within the governmental activities column.

Upcoming Accounting and Reporting Changes

The Government Accounting Standards Board has issued *Statement 68 Accounting and Financial Reporting for Pensions*. And *Statement 71, Pension Translations for Contributions Made Subsequent to the Measurement Date*. Statement 68 requires governments participating in public employee pension plans to recognize their portion of the long-term obligation for the pension benefits as a liability and to measure the annual costs of the pension benefits. The net pension liability will be recorded on the government-wide statements. Statement 71 amends Statement 68 to address an issue concerning transition provisions related to certain pension contributions made to defined benefit pension plans prior to implementation of Statement 68 by employers and non-employer contributing entities. The District is evaluating the impact these standards will have on its financial reporting. Statements 68 and 71 are effective for the year ending June 30, 2015.

The GASB has also issued Statement 69, *Government Combinations and Disposals of Government Operations*. Statement 69 provides detailed requirements for the accounting and disclosure of various types of government combinations, such as mergers, acquisitions, and transfers of operations. The guidance available previously was limited to nongovernmental entities, and therefore did not provide practical examples for situations common in government-specific combinations and disposals. The accounting and disclosure requirements for these events vary based on whether a significant payment is made, the

continuation of termination of services, and the legal structure of the new or continuing entity. Statement 69 is effective for the year ending June 30, 2015.

NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary Information

Annual budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America and state law for the General and Special Revenue Funds. All annual appropriations lapse at fiscal year end, thereby canceling all encumbrances. These appropriations are reestablished at the beginning of the year.

The budget document presents information by fund and function. The legal level of budgetary control adopted by the governing body is the function level. State law requires the School District to have its budget in place by July 1. A district is not considered in violation of the law if reasonable procedures are in use by the School District to detect violations.

The Superintendent is authorized to transfer budgeted amounts between functions within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education.

Budgeted amounts are as originally adopted or as amended by the Board of Education throughout the year.

Charlotte Public Schools
Notes to Financial Statements
June 30, 2014

Excess of Expenditures over Appropriations

During the year, the School District incurred expenditures in certain budgetary funds which were in excess of the amounts appropriated, as follows:

Function	Final Budget	Amount of Expenditures	Budget Variances
General Fund			
Basic programs	\$ 10,041,944	\$ 10,136,286	\$ 94,342
General administration	361,988	362,656	668
Operations and maintenance	2,352,583	2,391,699	39,116
Pupil transportation services	1,869,238	1,884,557	15,319
Central	195,655	200,709	5,054
Community services	117,482	121,112	3,630

Fund Deficits

The School District has an accumulated fund balance deficit in the 2005 debt fund in the amount of \$ 421,192. This temporary deficit is caused by debt service expenditures exceeding tax collections for the fiscal year. The deficit is expected to be eliminated in the subsequent fiscal year with the scheduled collection of property taxes. The School district also has a deficit net position of \$ 4,764,729 presented in the district wide financial statements primarily attributed to the District's outstanding debt balances exceeding its investment in capital assets.

Compliance - Bond Proceeds

The Capital Projects Funds include capital project activities funded with bonds issued after May 1, 1994. For the capital projects, the School District has complied with the applicable provisions of § 1351a of the Revised School Code and the State of Michigan Department of Treasury Letter No. 2004-4. The following is a summary of the revenue and expenditures in the 2010 School Bonds Series A and 2011 School Bonds Series B Capital Project Funds from the inception

of the funds through the current fiscal year:

	2010 School Bonds Series A	2011 School Bonds Series B
Revenues	\$ 8,559,767	\$ 14,955,039
Expenditures	8,143,795	14,712,129

NOTE 3 - DEPOSITS AND INVESTMENTS

The School District's deposits and investments were reported in the basic financial statements in the following categories:

	Governmental Activities	Fiduciary Funds	Total Primary Government
Cash	\$ 5,732,416	\$ 61,174	\$ 5,793,590
Investments	-	74,000	74,000
Total Deposits	<u>\$ 5,732,416</u>	<u>\$ 135,174</u>	<u>\$ 5,867,590</u>

Deposits for the district are summarized as follows:

Deposits (checking, savings accounts, money markets, certificates of deposit)	\$ 5,865,790
Petty cash and cash on hand	<u>1,800</u>
Total	<u>\$ 5,867,590</u>

Interest rate risk – The District will minimize interest rate risk, which is the risk that the market value of securities in the portfolio will fall due to changes in market interest rates, by structuring the investment portfolio so that securities mature to meet cash requirements for

Charlotte Public Schools
Notes to Financial Statements
June 30, 2014

ongoing operations, thereby avoiding the need to sell securities in the open market and investing operating funds primarily in shorter-term securities, liquid asset funds, money market mutual funds, or similar investment pools and limiting the average maturity in accordance with the District's cash requirements.

Credit risk – State statutes and the School District's investment policy authorize the School District to make deposits in the accounts of federally insured banks, credit unions, and savings and loan associations that have an office in Michigan; the School District is allowed to invest in U.S. Treasury or Agency obligations, U.S. government repurchase agreements, bankers' acceptances, commercial paper rated prime at the time of purchase that matures not more than 270 days after the date of purchase, mutual funds, and investment pools that are composed of authorized investment vehicles.

Concentration of credit risk – The District will minimize concentration of credit risk, which is the risk of loss attributed to the magnitude of the District's investment in a single issuer, by diversifying the investment portfolio so that the impact of potential losses from any one type of security or issuer will be minimized.

Custodial credit risk – deposits – In the case of deposits, this is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District does not have a deposit policy for custodial credit risk. As of year-end, the District's bank balance (certificates of deposit, checking and savings accounts) of \$ 3,223,421 had \$ 2,713,356 exposed to custodial credit risk because it was uninsured or uncollateralized.

Custodial credit risk – investments – For an investment, this is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District does not hold investments subject to custodial credit risk at year end.

NOTE 4 - CAPITAL ASSETS

A summary of the changes in governmental capital assets is as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities				
Capital assets not being depreciated				
Land	\$ 220,496	\$ -	\$ -	\$ 220,496
Construction in progress	15,396,858	-	15,396,858	-
Total capital assets not being depreciated	<u>15,617,354</u>	<u>-</u>	<u>15,396,858</u>	<u>220,496</u>
Capital assets being depreciated				
Buildings and additions	68,203,052	18,444,027	1,662,226	84,984,853
Equipment and furniture	8,510,232	8,542	4,272,533	4,246,241
Vehicles - Other than Buses	203,339	2,000	-	205,339
Vehicles - Buses	1,455,676	543,358	-	1,999,034
Other Capital Equipment	2,918,135	-	1,940,663	977,472
Total capital assets being depreciated	<u>81,290,434</u>	<u>18,997,927</u>	<u>7,875,422</u>	<u>92,412,939</u>
Less accumulated depreciation for				
Buildings and additions	23,690,568	2,294,781	1,419,715	24,565,634
Equipment and furniture	6,275,920	393,135	3,832,541	2,836,514
Vehicles - Other than Buses	90,972	19,470	-	110,442
Vehicles - Buses	893,968	297,077	-	1,191,045
Other Capital Equipment	2,547,416	57,550	2,089,387	515,579
Total accumulated depreciation	<u>33,498,844</u>	<u>3,062,013</u>	<u>7,341,643</u>	<u>29,219,214</u>
Net capital assets being depreciated	<u>47,791,590</u>	<u>15,935,914</u>	<u>533,779</u>	<u>63,193,725</u>
Net capital assets	<u>\$ 63,408,944</u>	<u>\$ 15,935,914</u>	<u>\$ 15,930,637</u>	<u>\$ 63,414,221</u>

Charlotte Public Schools
Notes to Financial Statements
June 30, 2014

Depreciation and loss on disposal of assets for the fiscal year ended June 30, 2014, amounted to \$ 3,595,792. The School District determined that it was impractical to allocate depreciation to the various governmental activities as the assets serve multiple functions.

NOTE 5 - INTERFUND RECEIVABLE AND PAYABLE AND TRANSFERS

Individual interfund receivable and payable balances at year end were:

Due From Fund	Due to Fund	Amount
Nonmajor governmental funds	General fund	\$ 265,659
Nonmajor governmental funds	Nonmajor governmental funds	573,989
General fund	Nonmajor governmental funds	656,829
2010 School Bond Series A	General fund	29,653
2011 School Bond Series B	General fund	59,421
		<u>\$ 1,585,551</u>

The outstanding balances between funds result mainly from the time lag between the dates that transactions are recorded in the accounting system and payments between funds are made. Management does not anticipate individual interfund balances to remain outstanding for periods in excess of one year.

Interfund transfers were made during the year, to cover the costs of the School District's programs that were in excess of revenues generated from those activities. Transfer were also made from the playground and recreation fund to the aquatic fund to cover expenditures.

Interfund transfers consist of the following:

	Transfers Out	Transfers In
General Fund	\$ 67,175	\$ 57,144
Other governmental funds	241,277	251,308
	<u>\$ 308,452</u>	<u>\$ 308,452</u>

UNEARNED REVENUE

The District reports unearned revenue in connection with resources that have been received but not yet earned. At the end of the current fiscal year, the components of unearned revenue are as follows:

Grant and categorical aid payments	
received prior to meeting all eligibility requirements	\$ 121,185
Childcare	10,668
Aquatic Center	2,000
Performing Arts	10,400
Total	<u>\$ 144,253</u>

NOTE 7 - LEASES

On December 17, 2007, the District entered into a lease agreement with America Telecasting of Lansing, Inc. for the channels for Educational Broadband Service within the District. This lease is recorded as a receivable and a deferred inflow of resources at the fund level in the Capital Projects Fund as well as at the district wide level based on generally accepted accounting principles in the United States of America. The terms of the lease are as follows:

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Notes to Financial Statements
June 30, 2014

The effective date of the lease was December 17, 2007 with an initial term of five (5) years and automatic renewal terms up to twenty-five (25) years. At the end of each five (5) year time period either party can terminate the lease. Therefore, the noncancellable period is booked as a receivable/deferral at June 30, 2014. In addition, the June 2014 payment of \$ 9,905 was not received as of year-end, so that payment is included in the receivable at June 30, 2014. The lease payments are paid to the District monthly and range from \$ 9,905 to \$ 10,823 during the current five (5) year period under lease. Because the amounts are not earned as revenue until the end of each month, the amounts not earned are recorded as deferred inflows of resources at the fund level and district-wide level.

Future lease payments to be received under the noncancellable portion of the lease are as follows at June 30:

Year ending June 30,

2015	\$ 119,571
2016	123,342
2017	127,041
2018	<u>97,587</u>
Total	<u>\$ 467,541</u>

STATE AID ANTICIPATION NOTE

The School District issues state aid anticipation notes in advance of state aid collections, depositing the proceeds in the General Fund. These notes are necessary because the School District receives state aid from October through the following August for its fiscal year ending June 30th.

Short-term debt activity for the year was as follows:

	<u>Beginning Balance</u>	<u>Proceeds</u>	<u>Repayments</u>	<u>Ending Balance</u>
State aid anticipation note	\$ 200,000	\$ 1,500,000	\$ 1,486,250	\$ 213,750

NOTE 8 - LONG-TERM DEBT

The School District issues bonds, notes, and other contractual commitments to provide for the acquisition and construction of major capital facilities and the acquisition of certain equipment. General obligation bonds are direct obligations and pledge the full faith and credit of the School District. Other long-term obligations include termination benefits.

Long-term obligation activity is summarized as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Amount Due Within One Year</u>
Government bonds	\$ 74,350,000	\$ -	\$ 2,890,000	\$ 71,460,000	\$ 3,280,000
School Bond Loan	1,941,159	2,033,318	-	3,974,477	-
Termination benefit	34,314	-	8,780	25,534	-
Total	<u>\$ 76,325,473</u>	<u>\$ 2,033,318</u>	<u>\$ 2,898,780</u>	<u>\$ 75,460,011</u>	<u>\$ 3,280,000</u>

For governmental activities, termination benefits are primarily liquidated by the general fund.

Charlotte Public Schools
Notes to Financial Statements
June 30, 2014

General obligation bonds payable at year end, consists of the following:

\$ 33,705,000 serial bond due in annual installments of \$ 75,000 to \$ 2,185,000 through May 1, 2029 interest ranging from 3.00% to 5.00%	\$ 27,545,000
\$ 7,500,000 serial bond due in annual installments of \$ 1,420,000 to \$ 1,660,000 through May 1, 2027, interest at 4.00% to 4.25%	7,500,000
\$ 7,060,000 serial bond due in annual installments of \$ 600,000 to \$ 1,415,000 through May 1, 2018, interest at 3.05% to 5.00%	5,280,000
\$ 8,600,000 serial bond due in annual installments of \$ 780,000 to \$ 785,000 through May 1, 2040, interest at 6.80% to 7.00%	8,600,000
\$ 15,000,000 serial bond due in two annual installments of \$ 6,000,000 on May 1, 2025 and \$ 9,000,000 on May 1, 2026, interest at 6.05% to 6.15%	15,000,000
\$ 9,005,000 serial bond due in annual installments of \$ 250,000 to \$ 1,115,000 through May 1, 2023, interest at 2.75% to 5.00%	<u>7,535,000</u>
Total general obligation bonded debt	<u>\$ 71,460,000</u>

Future principal and interest requirements for bonded debt are as follows:

	Principal	Interest	Total
Year Ending June 30,			
2015	\$ 3,280,000	\$ 3,719,027	\$ 6,999,027
2016	3,565,000	3,587,747	7,152,747
2017	3,715,000	3,433,457	7,148,457
2018	3,895,000	3,259,832	7,154,832
2019	2,620,000	3,138,447	5,758,447
2020 - 2024	15,295,000	11,965,735	27,260,735
2025 - 2029	30,490,000	1,421,734	31,911,734
2030 - 2034	3,920,000	1,342,467	5,262,467
2035 - 2039	3,900,000	600,171	4,500,171
2040	<u>780,000</u>	<u>30,030</u>	<u>810,030</u>
Total	<u>\$ 71,460,000</u>	<u>\$ 32,498,647</u>	<u>\$ 103,958,647</u>

The general obligation bonds are payable from the Debt Service Funds. As of year-end, the funds had a balance of \$ 502,743 to pay this debt. Future debt and interest will be payable from future tax levies.

The 2010 School Building and Site Bonds (Series A) and 2011 School Building and Site Bonds (Series B) gross interest payments due are reflected as part of the above annual requirements for the general obligation bonds. These bonds were issued under the Federal government's "Build America Bonds" program. It is the expectation of the District that through this program they will receive an interest subsidy credit from the Federal government each time interest payments are made on these bonds. In relation to the 2010 Series A Bonds, there is a cumulative gross amount of interest due of \$ 13,105,865. Of this amount, there is an expected interest subsidy to be received over the life of the bonds in the cumulative amount of \$ 5,897,639 for net interest owed by the District over the life of the bonds of \$ 7,208,226. In relation to the 2011 Series B Bonds, there is a cumulative gross amount of interest due of \$ 11,551,500. Of this amount, there is an expected interest subsidy to be received over the life of the bonds in the cumulative amount of \$ 10,395,264 for a net interest owed by the District over the life of the bonds of \$ 1,156,236.

Interest expenditures for the fiscal year in the General Fund and Debt Service Funds were \$ 3,829,154.

State School Bond Loan

The State School Bond Loan consists of a borrowing agreement with the State of Michigan for the purpose of meeting the financing of current debt maturities on the School District's various bond issues. The bond election, as passed by the voters, specified that the School District debt millage would not exceed the pre-bond vote millage of 8.09 mills, but instead the election permitted the School District to extend this levy through the year 2040. Since the monies generated by the 8.09 mills are presently not sufficient to cover the entire debt

Charlotte Public Schools
Notes to Financial Statements
June 30, 2014

service requirements of the School District, it has been necessary for the School District to borrow a total of \$ 2,033,318 during the year to meet debt service requirements. Management of the School District anticipates that as the other bonds mature, the revenues provided by the debt millage will be sufficient to satisfy the future debt service requirements of the bonds and all necessary borrowing from the State School Bond Loan Fund. The School District had an outstanding principal balance at year of \$ 3,974,477 and accrued interest of \$ 156,610, from the State School Bond Loan Fund. The School District has agreed to repay the loan amount with interest at rates and at times to be determined by the State Treasurer.

Termination Benefits

In recognition of services to the District, a termination benefit is made to eligible administrators with at least ten (10) years of service. Eligible administrators will be paid up to a maximum of ninety-five days of accumulated sick leave at a rate of \$ 75 per day.

The District has elected to implement the “vesting” method of calculating the termination benefit liability. The amounts accumulated for all employees currently vested are calculated along with an amount for other employees who currently are not vested but are probable to vest in future years. The amounts for employees who currently are not vested are calculated taking total unused sick pay amounts at June 30, 2014 for all nonvested employees and multiplying it by a historical termination percentage. This percentage is based on an estimate of the percentage of employees who have terminated employment fully vested in the past five (5) years.

A summary of the calculated amounts of accrued termination benefits and related payroll taxes as of June 30, 2014, which has been recorded in the District-wide financial statements, is as follows:

	Vested Employees	Nonvested Employees	Total
Termination benefits	\$ 13,173	\$ 10,547	\$ 23,720
Payroll taxes	1,007	807	1,814
	\$ 14,180	\$ 11,354	\$ 25,534

NOTE 9 - RISK MANAGEMENT

The District participates in a pool, the MASB-SEG Property and Casualty Pool with other school districts for boiler and machinery, property, fleet, liability, in-land marine, crime, employee dishonesty, and errors and omissions. The pool is organized under Public Act 138 of 1982, as amended as a governmental group property and casualty self insurance pool. In the event the pool's claims and expenses for a policy year exceed the total normal annual premiums for said years, all members of the specific pool's policy year may be subject to special assessment to make up the deficiency. The District has not been informed of any special assessments being required.

The District also participates in a pool, the SEG Self-Insurer Workers' Disability Compensation Fund, with other school districts for workers' compensation losses. The pool is organized under Public Act 317 of 1969, as amended. In the event the pool's claims and expenses for a policy year exceed the total normal annual premiums for said years, all members of the specific pool's policy year may be subject to a special assessment to make up the deficiency. The District has not been informed of any special assessments being required.

Charlotte Public Schools
Notes to Financial Statements
June 30, 2014

During the fiscal year, the School District became self-insured for dental and vision insurance. The School District has contracted with an independent administrator to process the dental and vision claims and perform other administrative duties. According to the provisions of the dental program, the School District pays 80% of claims, up to \$ 1,000 annually, to each covered employee and the remaining 20% is paid by the employee. The vision plan contains service-specific co-pays, with service limitations being provided on an annual basis. The School District evaluates the liability related to the dental and vision claims at the end of the fiscal year. The liability is calculated based on claims already incurred and reported. For governmental activities, the liability for dental and vision benefits is primarily liquidated by the general fund.

NOTE 10 - PENSION PLANS AND POST EMPLOYMENT BENEFITS

Plan Description

The School District has a group of defined benefit and defined contribution retirement plans covering substantially all employees. The plans are operated by the State of Michigan's Public School Employees' Retirement System (MPSERS), which is a cost-sharing multiple-employer public employee retirement system (PERS).

The plans provide retirement, survivor and disability benefits to plan members and their beneficiaries. The system also provides postemployment healthcare benefits to retirees and their beneficiaries who elect to receive the benefits

MPSERS operates within the Michigan Department of Technology, Management and Budget, Office of Retirement Services, under the authority established by the Michigan Public School Employees Retirement Act (Retirement Act), as enacted and amended by the Michigan Legislature. The Michigan Legislature has the authority to amend the Retirement Act.. The Michigan Department of Technology, Management and Budget issues a publicly-available financial report that includes financial statements and required supplementary

information for MPSERS. The report provides information for the plans as a whole and information helpful for understanding the scale of the information presented relative to the School District. That report may be obtained by writing Office of Retirement Services, P.O. Box 30171, Lansing, Michigan 48909-7671, calling 800-381-5111 or on the web at <http://www.michigan.gov/orsschools>.

In September 2012, the Michigan legislature enacted additional changes (2012 Retirement Reform) to the Retirement Act, with different aspects becoming effective in late 2012 and early 2013. With these changes MPSERS offers eight retirement plans: Basic, Member Investment Plan (MIP), Basic 4%, MIP 7%, Basic DC Converted, MIP DC Converted, Pension Plus, and the Defined Contribution (DC) plan. Multiple options exist within some of these plans.

Full details on each of these plans are available on the MPSERS website at the address provided above.

Pension Benefits

Employer contributions to MPSERS result from the applying rules and applicable changes of the School Finance Reform Act. Accordingly, each school district is required to contribute the full actuarial funding contribution amount to fund pension benefits. Depending on the plan selected, a plan member's contribution may range from 0% to 7% of their gross wages. Plan members electing into the defined contribution plan are not required to make additional contributions.

Charlotte Public Schools
Notes to Financial Statements
June 30, 2014

For the period July 1, 2013 through September 30, 2013, employees had the following plan options with the corresponding employer contribution rates:

	Basic MIP	Pension Plus	Pension Plus PHF (Sept 4, 2012 or later)	Pension Plus to DC- PHF (Sept 4, 2012 or later)	Basic MIP DB to DC with DB Health	Basic MIP DB to DC with PHF	Basic MIP with PHF
Pension contributions	15.21%	15.02%	15.02%	12.78%	12.78%	12.78%	15.21%
Health contributions	9.11%	9.11%	8.18%	8.18%	9.11%	8.18%	8.18%
Defined contribution plan employer contributions:							
DC	0.00%	1.00%	1.00%	3.00%	4.00%	4.00%	0.00%
PHF	0.00%	0.00%	2.00%	2.00%	0.00%	2.00%	2.00%

For the period October 1, 2013 through June 30, 2014, employees had the following plan options with the corresponding employer contribution rates:

	Basic MIP	Pension Plus	Pension Plus PHF (Sept 4, 2012 or later)	Plus to DC- PHF (Sept 4, 2012 or later)	Basic MIP DB to DC with DB Health	Basic MIP DB to DC with PHF	Basic MIP with PHF
Pension contributions	18.34%	18.11%	18.11%	15.44%	15.44%	15.44%	18.34%
Health contributions	6.45%	6.45%	5.52%	5.52%	6.45%	5.52%	5.52%
Defined contribution plan employer contributions:							
DC	0.00%	1.00%	1.00%	3.00%	4.00%	4.00%	0.00%
PHF	0.00%	0.00%	2.00%	2.00%	0.00%	2.00%	2.00%

The School District's required and actual contributions to the plans for the years ended June 30, 2014, 2013, and 2012 were approximately \$ 2,138,623, \$ 2,151,055, and \$ 2,121,275, respectively. Contributions made by the participants of the plan for the year ended June 30, 2014 were \$924,274.

Post Employment Benefits

In addition to the pension benefits described above, state law requires the District to provide post-retirement healthcare benefits for eligible retirees and beneficiaries through MPSERS.

The 2012 Retirement Reform included changes to retiree healthcare benefits. New employees hired after the effective date who elect this benefit are enrolled in the defined contribution Personal Healthcare Fund. This establishes a portable tax-deferred account in which the participant contributes 2% of their salary, and receives a 2% employer match. These funds can be used to pay for healthcare expenses in retirement.

Employees working prior to the enactment of the 2012 Retirement Reform have two options: (a) the Personal Healthcare Fund, or (b) the defined benefit Premium Subsidy benefit.

Employees electing the defined benefit Premium Subsidy benefit contribute 3% of their compensation, and the employer contributes an actuarially determined percent of payroll for all participants. Upon retirement members receive a premium subsidy towards health, dental and vision insurance. The subsidy is a percent of the premium cost, with the percentage varying based on several factors.

For the periods July 1, 2013 through September 30, 2013, and October 1, 2013 through June 30, 2014, the employer contribution rate ranged from 8.18% to 9.11% and 5.52% to 6.45%, respectively. See above two tables for rates.

The District's actual contributions match the required contributions for the years ended June 30, 2014, 2013, and 2012 and were approximately \$ 866,655, \$ 871,693, and \$ 859,626, respectively.

Unfunded Accrued Actuarial Liability

During the year ended June 30, 2014, the District had contributions in the amount of \$ 596,968 to the Michigan Public School Employee Retirement System (MPSERS). This amount represents the additional employer contributions attributed to the unfunded accrued actuarial liability (UAAL) rate, which was approximately 4.56% for the year. These contributions are not included in the above tables.

Charlotte Public Schools
Notes to Financial Statements
June 30, 2014

NOTE 11 - CONTINGENT LIABILITIES

Amounts received or receivable from grantor agencies are subjected to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of costs which may be disallowed by the grantor cannot be determined at this time, although the School District expects such amounts, if any, to be immaterial. A separate report on federal compliance has been issued for the year June 30, 2014.

NOTE 12 - SUBSEQUENT EVENTS

Subsequent to June 30, 2013, the School District has paid the balance and accrued interest of the \$ 1,500,000 short-term state aid anticipation note borrowed on August 20, 2013 and has subsequently borrowed \$ 2,000,000 in short-term state aid anticipation notes through the Michigan Municipal Bond Authority. Proceeds from the borrowing will be distributed to the School District August 20, 2014. The rates on the new notes range from .420% - 1.235%.

Subsequent to year end the school board approved the early termination of the Superintendent's contract. Approximately \$ 155,000 is expected to be paid to the Superintendent during fiscal year 2015 as a result of the early termination of the contract.

REQUIRED SUPPLEMENTARY INFORMATION

Charlotte Public Schools
Required Supplementary Information
Budgetary Comparison Schedule - General Fund
For the Year Ended June 30, 2014

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Over (Under) Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Local sources	\$ 2,902,081	\$ 3,020,530	\$ 2,971,712	\$ (48,818)
State sources	17,888,541	17,887,200	17,926,148	38,948
Federal sources	1,130,915	1,144,840	1,096,741	(48,099)
Interdistrict sources	928,669	930,772	994,264	63,492
	<u>22,850,206</u>	<u>22,983,342</u>	<u>22,988,865</u>	<u>5,523</u>
Total revenues				
Expenditures				
Instruction				
Basic programs	10,705,808	10,041,944	10,136,286	94,342
Added needs	3,858,858	4,238,798	4,192,848	(45,950)
Adult and continuing education	11,654	8,160	5,067	(3,093)
Supporting services				
Pupil	670,475	613,787	595,224	(18,563)
Instructional staff	1,113,988	1,188,339	1,032,488	(155,851)
General administration	394,298	361,988	362,656	668
School administration	1,324,194	1,426,578	1,426,385	(193)
Business	521,800	471,406	441,102	(30,304)
Operations and maintenance	2,281,273	2,352,583	2,391,699	39,116
Pupil transportation services	1,621,594	1,869,238	1,884,557	15,319
Central	161,268	195,655	200,709	5,054
Athletic activities	476,298	520,963	489,424	(31,539)
Community services	96,904	117,482	121,112	3,630
Intergovernmental payments	11,000	5,000	-	(5,000)
Capital outlay	7,500	148,235	129,617	(18,618)
	<u>23,256,912</u>	<u>23,560,156</u>	<u>23,409,174</u>	<u>(150,982)</u>
Total expenditures				

Charlotte Public Schools
Required Supplementary Information
Budgetary Comparison Schedule - General Fund
For the Year Ended June 30, 2014

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Over (Under) Budget</u>
	<u>Original</u>	<u>Final</u>		
Excess (deficiency) of revenues over expenditures	<u>(406,706)</u>	<u>(576,814)</u>	<u>(420,309)</u>	<u>156,505</u>
Other Financing Sources (Uses)				
Proceeds from sale of capital assets	4,500	10,100	10,017	(83)
Other financing uses	1,300	1,300	-	(1,300)
Transfers in	70,805	75,805	57,144	(18,661)
Transfers out	<u>(57,100)</u>	<u>(57,100)</u>	<u>(67,175)</u>	<u>(10,075)</u>
Total other financing sources (uses)	<u>19,505</u>	<u>30,105</u>	<u>(14)</u>	<u>(30,119)</u>
Net change in fund balance	(387,201)	(546,709)	(420,323)	126,386
Fund balance - beginning	<u>4,470,342</u>	<u>4,470,342</u>	<u>4,470,342</u>	<u>-</u>
Fund balance - ending	<u>\$ 4,083,141</u>	<u>\$ 3,923,633</u>	<u>\$ 4,050,019</u>	<u>\$ 126,386</u>

OTHER SUPPLEMENTARY INFORMATION

FINAL DRAFT

Charlotte Public Schools
Other Supplementary Information
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2014

	Special Revenue Funds					Debt Service Funds	
	Food Service	Performing Arts	Childcare	Aquatic Center	Playground and Recreation	2012 Debt	2010A Debt
Assets							
Cash	\$ 224,223	\$ 275,055	\$ 426,182	\$ 214,157	\$ 125,853	\$ 85,773	\$ 27,468
Accounts receivable	5,123	133	9,574	944	-	-	-
Lease receivable	-	-	-	-	-	-	-
Taxes receivable	-	-	-	-	33	692	(1,602)
Due from other funds	55,429	-	7,100	-	-	65,289	136,154
Due from other governmental units	7,644	-	-	-	-	-	-
Inventory	9,815	-	-	-	-	-	-
Prepaid items	-	-	13,020	-	-	-	-
Total assets	\$ 302,234	\$ 275,188	\$ 455,876	\$ 215,101	\$ 125,886	\$ 151,754	\$ 162,020
Liabilities and Fund Balance							
Liabilities							
Accounts payable	\$ 22,950	\$ 57,302	\$ 16,879	\$ 16,216	\$ 12	\$ 36	\$ 7
Due to other funds	-	109,616	334,175	188,648	7,227	8,144	17,001
Accrued expenditures	4,010	24,566	-	-	-	-	-
Accrued salaries payable	15,892	268	-	8,237	-	-	-
Unearned revenue	-	10,400	10,668	2,000	-	-	-
Total liabilities	42,852	202,152	361,722	215,101	7,239	8,180	17,008
Deferred Inflows of Resources							
Noncancellable lease	-	-	-	-	-	-	-
Fund Balance							
Non-spendable							
Inventory	9,815	-	-	-	-	-	-
Prepaid items	-	-	13,020	-	-	-	-
Restricted for:							
Food service	249,567	-	-	-	-	-	-
Childcare	-	-	81,134	-	-	-	-
Debt service	-	-	-	-	-	143,574	145,012
Playground and recreation	-	-	-	-	118,647	-	-
Capital projects	-	-	-	-	-	-	-
Committed	-	73,036	-	-	-	-	-
Assigned	-	-	-	-	-	-	-
Total fund balance	259,382	73,036	94,154	-	118,647	143,574	145,012
Total liabilities, deferred inflows of resources, and fund balance	\$ 302,234	\$ 275,188	\$ 455,876	\$ 215,101	\$ 125,886	\$ 151,754	\$ 162,020

Charlotte Public Schools
Other Supplementary Information
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2014

	Debt Service Funds				Capital Projects Fund	Total Nonmajor Governmental Funds
	2011 Debt	2010 Debt	2006 Debt	2005 Debt		
Assets						
Cash	\$ 6,752	\$ 88,332	\$ 24,209	\$ 192,388	\$ 516,988	\$ 2,207,380
Accounts receivable	-	-	-	-	-	15,774
Lease receivable	-	-	-	-	477,446	477,446
Taxes receivable	321	(1,645)	5,003	16,892	-	19,694
Due from other funds	338,667	45,366	139,288	20,413	39,042	846,748
Due from other governmental units	-	-	-	-	-	7,644
Inventory	-	-	-	-	-	9,815
Prepaid items	-	-	-	-	-	13,020
Total assets	<u>\$ 345,740</u>	<u>\$ 132,053</u>	<u>\$ 168,500</u>	<u>\$ 229,693</u>	<u>\$ 1,033,476</u>	<u>\$ 3,597,521</u>
Liabilities and Fund Balance						
Liabilities						
Accounts payable	\$ -	\$ 32	\$ 10	\$ 85	\$ -	\$ 113,529
Due to other funds	1,400	9,500	2	650,800	-	1,326,513
Accrued expenditures	-	-	-	-	-	28,576
Accrued salaries payable	-	-	-	-	-	24,397
Unearned revenue	-	-	-	-	-	23,068
Total liabilities	<u>1,400</u>	<u>9,532</u>	<u>12</u>	<u>650,885</u>	<u>-</u>	<u>1,516,083</u>
Deferred Inflows of Resources						
Noncancellable lease	-	-	-	-	467,541	467,541
Fund Balance						
Non-spendable						
Inventory	-	-	-	-	-	9,815
Prepaid items	-	-	-	-	-	13,020
Restricted for:						
Food service	-	-	-	-	-	249,567
Childcare	-	-	-	-	-	81,134
Debt service	344,340	122,521	168,488	(421,192)	-	502,743
Playground and recreation	-	-	-	-	-	118,647
Committed	-	-	-	-	-	73,036
Assigned	-	-	-	-	565,935	565,935
Total fund balance	<u>344,340</u>	<u>122,521</u>	<u>168,488</u>	<u>(421,192)</u>	<u>565,935</u>	<u>1,613,897</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 345,740</u>	<u>\$ 132,053</u>	<u>\$ 168,500</u>	<u>\$ 229,693</u>	<u>\$ 1,033,476</u>	<u>\$ 3,597,521</u>

Charlotte Public Schools
Other Supplementary Information
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, Other Financing Sources (Uses) and Changes in Fund Balances
For the Year Ended June 30, 2014

	Special Revenue Funds					Debt Service Funds	
	Food Service	Performing Arts	Childcare	Aquatic Center	Playground and Recreation	2012 Debt	2010A Debt
Revenues							
Local sources	\$ 448,986	\$ 151,543	\$ 531,705	\$ 164,177	\$ 266,069	\$ 786,743	\$ 223,970
State sources	44,925	-	-	-	-	-	-
Federal sources	656,064	-	13,221	-	-	-	246,443
Total revenues	1,149,975	151,543	544,926	164,177	266,069	786,743	470,413
Expenditures							
Current							
Education							
Food services	1,098,947	-	-	-	-	-	-
Performing arts	-	231,541	-	-	-	-	-
Childcare	-	-	511,602	-	-	-	-
Aquatic center	-	-	-	400,504	-	-	-
Playground and recreation	-	-	-	-	4,455	-	-
Debt service							
Principal	-	-	-	-	-	765,000	-
Interest and other expenditures	-	-	-	-	-	314,637	595,588
Total expenditures	1,098,947	231,541	511,602	400,504	4,455	1,079,637	595,588
Excess (deficiency) of revenues over expenditures	51,028	(79,998)	33,324	(236,327)	261,614	(292,894)	(125,175)
Other Financing Sources (Uses)							
Proceeds from school bond loan fund	-	-	-	-	-	417,241	291,118
Transfers in	-	-	7,100	244,208	-	-	-
Transfers out	-	(11,808)	(10,132)	(7,881)	(211,456)	-	-
Total other financing sources (uses)	-	(11,808)	(3,032)	236,327	(211,456)	417,241	291,118
Net change in fund balance	51,028	(91,806)	30,292	-	50,158	124,347	165,943
Fund balance - beginning	208,354	164,842	63,862	-	68,489	19,227	(20,931)
Fund balance - ending	<u>\$ 259,382</u>	<u>\$ 73,036</u>	<u>\$ 94,154</u>	<u>\$ -</u>	<u>\$ 118,647</u>	<u>\$ 143,574</u>	<u>\$ 145,012</u>

Charlotte Public Schools
Other Supplementary Information
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, Other Financing Sources (Uses) and Changes in Fund Balances
For the Year Ended June 30, 2014

	Debt Service Funds				Capital Projects Fund	Total Nonmajor Governmental Funds
	2011 Debt	2010 Debt	2006 Debt	2005 Debt		
Revenues						
Local sources	\$ 62,446	\$ 787,529	\$ 221,923	\$ 1,982,395	\$ 118,820	\$ 5,746,306
State sources	-	-	-	-	-	44,925
Federal sources	759,413	-	-	-	-	1,675,141
Total revenues	<u>821,859</u>	<u>787,529</u>	<u>221,923</u>	<u>1,982,395</u>	<u>118,820</u>	<u>7,466,372</u>
Expenditures						
Current						
Education						
Food services	-	-	-	-	-	1,098,947
Performing arts	-	-	-	-	-	231,541
Childcare	-	-	-	-	-	511,602
Aquatic center	-	-	-	-	-	400,504
Playground and recreation	-	-	-	-	-	4,455
Debt service						
Principal	-	845,000	-	1,280,000	-	2,890,000
Interest and other expenditures	917,811	274,368	307,119	1,435,907	-	3,845,430
Total expenditures	<u>917,811</u>	<u>1,119,368</u>	<u>307,119</u>	<u>2,715,907</u>	<u>-</u>	<u>8,982,479</u>
Excess (deficiency) of revenues over expenditures	<u>(95,952)</u>	<u>(331,839)</u>	<u>(85,196)</u>	<u>(733,512)</u>	<u>118,820</u>	<u>(1,516,107)</u>
Other Financing Sources (Uses)						
Proceeds from school bond loan fund	443,230	417,114	212,084	252,531	-	2,033,318
Transfers in	-	-	-	-	-	251,308
Transfers out	-	-	-	-	-	(241,277)
Total other financing sources (uses)	<u>443,230</u>	<u>417,114</u>	<u>212,084</u>	<u>252,531</u>	<u>-</u>	<u>2,043,349</u>
Net change in fund balance	347,278	85,275	126,888	(480,981)	118,820	527,242
Fund balance - beginning	(2,938)	37,246	41,600	59,789	447,115	1,086,655
Fund balance - ending	<u>\$ 344,340</u>	<u>\$ 122,521</u>	<u>\$ 168,488</u>	<u>\$ (421,192)</u>	<u>\$ 565,935</u>	<u>\$ 1,613,897</u>

Charlotte Public Schools
Other Supplementary Information
General Fund
Schedule of Revenues Compared to Budget
For the Year Ended June 30, 2014

	Original Budget	Final Budget	Actual	Over (Under) Final Budget
Revenue from local sources				
Property tax levy	\$ 2,581,331	\$ 2,520,392	\$ 2,527,124	\$ 6,732
Tuition	2,160	2,160	2,550	390
Transportation fees	30,000	15,000	14,854	(146)
Earnings on investments	3,600	3,600	3,240	(360)
Student activities	127,000	136,000	131,561	(4,439)
Community service activities	45,000	45,000	31,716	(13,284)
Other local revenues	112,990	298,378	260,667	(37,711)
Total revenues from local sources	<u>2,902,081</u>	<u>3,020,530</u>	<u>2,971,712</u>	<u>(48,818)</u>
Revenues from state sources				
Grants - unrestricted	15,742,990	15,731,549	15,713,198	(18,351)
Grants - restricted	2,145,551	2,155,651	2,212,950	57,299
Total revenues from state sources	<u>17,888,541</u>	<u>17,887,200</u>	<u>17,926,148</u>	<u>38,948</u>
Revenues from federal sources				
Grants	1,130,915	1,144,840	1,096,741	(48,099)
Interdistrict sources				
Transportation	152,884	186,884	165,588	(21,296)
Other	775,785	743,888	828,676	84,788
Total interdistrict sources	<u>928,669</u>	<u>930,772</u>	<u>994,264</u>	<u>63,492</u>

Charlotte Public Schools
Other Supplementary Information
General Fund
Schedule of Revenues Compared to Budget
For the Year Ended June 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Over (Under) Final Budget</u>
Other financing sources				
Other financing sources	1,300	1,300	-	(1,300)
Proceeds from sale of capital assets	4,500	10,100	10,017	(83)
Transfers in	<u>70,805</u>	<u>75,805</u>	<u>57,144</u>	<u>(18,661)</u>
Total other financing sources	<u>76,605</u>	<u>87,205</u>	<u>67,161</u>	<u>(20,044)</u>
Total revenue and other financing sources	<u>\$ 22,926,811</u>	<u>\$ 23,070,547</u>	<u>\$ 23,056,026</u>	<u>\$ (14,521)</u>

Charlotte Public Schools
Other Supplementary Information
General Fund
Schedule of Expenditures Compared to Budget
For the Year Ended June 30, 2014

	Original Budget	Final Budget	Actual	Over (Under) Final Budget
Basic program - elementary				
Salaries	\$ 2,950,252	\$ 3,322,829	\$ 3,341,698	\$ 18,869
Employee benefits	1,888,296	1,971,134	2,015,601	44,467
Purchased services	5,000	2,835	4,372	1,537
Supplies and materials	117,389	98,472	97,388	(1,084)
Other	70,240	51,150	47,289	(3,861)
Total elementary	<u>5,031,177</u>	<u>5,446,420</u>	<u>5,506,348</u>	<u>59,928</u>
Basic program - middle school				
Salaries	1,431,124	980,238	977,472	(2,766)
Employee benefits	882,371	509,211	533,354	24,143
Purchased services	7,000	4,750	4,786	36
Supplies and materials	32,664	23,004	20,625	(2,379)
Other	18,667	18,170	19,195	1,025
Total middle school	<u>2,371,826</u>	<u>1,535,373</u>	<u>1,555,432</u>	<u>20,059</u>
Basic program - high school				
Salaries	1,831,210	1,772,174	1,773,460	1,286
Employee benefits	1,224,381	1,045,415	1,073,414	27,999
Purchased services	76,924	53,530	41,601	(11,929)
Supplies and materials	46,154	42,980	39,411	(3,569)
Other	26,000	46,800	49,318	2,518
Total high school	<u>3,204,669</u>	<u>2,960,899</u>	<u>2,977,204</u>	<u>16,305</u>

Charlotte Public Schools
Other Supplementary Information
General Fund
Schedule of Expenditures Compared to Budget
For the Year Ended June 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Over (Under) Final Budget</u>
Basic program - pre-school				
Salaries	52,530	52,642	52,710	68
Employee benefits	33,216	42,173	42,616	443
Purchased services	11,053	3,100	1,570	(1,530)
Total pre-school	<u>96,799</u>	<u>97,915</u>	<u>96,896</u>	<u>(1,019)</u>
Basic program - summer school				
Salaries	1,000	1,000	185	(815)
Employee benefits	337	337	221	(116)
Total summer school	<u>1,337</u>	<u>1,337</u>	<u>406</u>	<u>(931)</u>
Added needs - special education				
Salaries	1,398,501	1,534,173	1,456,430	(77,743)
Employee benefits	821,015	895,598	948,496	52,898
Purchased services	6,100	1,770	-	(1,770)
Supplies and materials	390,395	402,444	384,490	(17,954)
Other	30,250	32,450	32,404	(46)
Total special education	<u>2,646,261</u>	<u>2,866,435</u>	<u>2,821,820</u>	<u>(44,615)</u>
Added needs - compensatory education				
Salaries	554,406	608,970	611,378	2,408
Employee benefits	289,863	359,725	361,798	2,073
Purchased services	2,000	-	-	-
Supplies and materials	11,343	23,070	21,448	(1,622)
Total compensatory education	<u>857,612</u>	<u>991,765</u>	<u>994,624</u>	<u>2,859</u>

Charlotte Public Schools
Other Supplementary Information
General Fund
Schedule of Expenditures Compared to Budget
For the Year Ended June 30, 2014

	Original Budget	Final Budget	Actual	Over (Under) Final Budget
Added needs - career and technical education				
Salaries	210,364	215,741	212,620	(3,121)
Employee benefits	117,218	133,294	133,354	60
Purchased services	8,000	8,000	5,943	(2,057)
Supplies and materials	15,903	17,363	18,066	703
Other	3,500	6,200	6,421	221
Total career and technical education	<u>354,985</u>	<u>380,598</u>	<u>376,404</u>	<u>(4,194)</u>
At risk				
Salaries	<u>11,654</u>	<u>8,160</u>	<u>5,067</u>	<u>(3,093)</u>
Pupil - guidance services				
Salaries	295,258	214,669	205,075	(9,594)
Employee benefits	154,336	123,391	123,021	(370)
Purchased services	2,000	21,067	19,502	(1,565)
Supplies and materials	3,350	2,280	2,884	604
Other	<u>69,600</u>	<u>62,800</u>	<u>48,836</u>	<u>(13,964)</u>
Total guidance services	<u>524,544</u>	<u>424,207</u>	<u>399,318</u>	<u>(24,889)</u>
Pupil - health services				
Purchased services	<u>15,000</u>	<u>15,000</u>	<u>21,311</u>	<u>6,311</u>

Charlotte Public Schools
Other Supplementary Information
General Fund
Schedule of Expenditures Compared to Budget
For the Year Ended June 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Over (Under) Final Budget</u>
Pupil - teacher consultant				
Salaries	31,281	32,764	32,764	-
Employee benefits	<u>15,005</u>	<u>18,417</u>	<u>18,538</u>	<u>121</u>
				-
Total teacher consultant	<u>46,286</u>	<u>51,181</u>	<u>51,302</u>	<u>121</u>
Pupil - other support services				
Salaries	25,700	31,722	31,496	(226)
Employee benefits	12,395	15,796	15,796	-
Purchased services	<u>46,550</u>	<u>42,419</u>	<u>42,290</u>	<u>(129)</u>
				-
Total other pupil support services	<u>84,645</u>	<u>89,937</u>	<u>89,582</u>	<u>(355)</u>
Instructional staff - improvement of education				
Salaries	78,014	98,067	58,911	(39,156)
Employee benefits	28,052	42,785	22,497	(20,288)
Purchased services	37,756	45,790	30,978	(14,812)
Supplies and materials	8,600	36,955	2,773	(34,182)
Other	<u>44,690</u>	<u>24,528</u>	<u>11,100</u>	<u>(13,428)</u>
				-
Total improvement of education	<u>197,112</u>	<u>248,125</u>	<u>126,259</u>	<u>(121,866)</u>

Charlotte Public Schools
Other Supplementary Information
General Fund
Schedule of Expenditures Compared to Budget
For the Year Ended June 30, 2014

	Original Budget	Final Budget	Actual	Over (Under) Final Budget
Instructional staff - educational media services				
Salaries	106,396	66,788	65,872	(916)
Employee benefits	51,539	33,179	33,300	121
Purchased services	500	-	-	-
Supplies and materials	5,500	5,500	5,777	277
Other	12,770	10,400	9,685	(715)
Total educational media services	<u>176,705</u>	<u>115,867</u>	<u>114,634</u>	<u>(1,233)</u>
Instructional staff - technology assisted instruction				
Salaries	176,701	185,566	184,725	(841)
Employee benefits	82,862	90,841	90,315	(526)
Purchased services	54,490	94,591	70,121	(24,470)
Supplies and materials	81,318	83,000	76,172	(6,828)
Total technology assisted instruction	<u>395,371</u>	<u>453,998</u>	<u>421,333</u>	<u>(32,665)</u>
Instructional staff - supervision and direction of instructional staff				
Salaries	159,879	244,407	244,813	406
Employee benefits	79,771	120,022	120,069	47
Purchased services	99,950	2,170	1,872	(298)
Supplies and materials	3,700	3,150	3,019	(131)
Other	1,500	600	489	(111)
Total supervision and direction of instructional staff	<u>344,800</u>	<u>370,349</u>	<u>370,262</u>	<u>(87)</u>

Charlotte Public Schools
Other Supplementary Information
General Fund
Schedule of Expenditures Compared to Budget
For the Year Ended June 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Over (Under) Final Budget</u>
General administration - board of education				
Purchased services	122,000	77,995	81,476	3,481
Supplies and materials	6,000	6,000	4,944	(1,056)
Other	<u>7,500</u>	<u>13,000</u>	<u>12,656</u>	<u>(344)</u>
Total board of education	<u>135,500</u>	<u>96,995</u>	<u>99,076</u>	<u>2,081</u>
General administration - executive administration				
Salaries	167,911	169,230	168,750	(480)
Employee benefits	82,387	88,763	88,754	(9)
Purchased services	3,500	2,500	2,065	(435)
Supplies and materials	3,000	3,000	3,107	107
Other	<u>2,000</u>	<u>1,500</u>	<u>904</u>	<u>(596)</u>
Total executive administration	<u>258,798</u>	<u>264,993</u>	<u>263,580</u>	<u>(1,413)</u>
School administration - office of the principal				
Salaries	829,132	884,405	886,431	2,026
Employee benefits	426,772	474,833	474,402	(431)
Purchased services	9,500	7,600	8,478	878
Supplies and materials	52,450	52,700	50,535	(2,165)
Other	<u>6,340</u>	<u>7,040</u>	<u>6,539</u>	<u>(501)</u>
Total office of the principal	<u>1,324,194</u>	<u>1,426,578</u>	<u>1,426,385</u>	<u>(193)</u>

Charlotte Public Schools
Other Supplementary Information
General Fund
Schedule of Expenditures Compared to Budget
For the Year Ended June 30, 2014

	Original Budget	Final Budget	Actual	Over (Under) Final Budget
Business - fiscal services				
Salaries	157,838	155,160	155,360	200
Employee benefits	70,670	75,297	75,007	(290)
Purchased services	13,000	14,000	12,445	(1,555)
Supplies and materials	2,500	1,250	1,259	9
Other	600	4,000	4,436	436
Total fiscal services	<u>244,608</u>	<u>249,707</u>	<u>248,507</u>	<u>(1,200)</u>
Business - internal services				
Purchased services	<u>113,700</u>	<u>113,700</u>	<u>110,227</u>	<u>(3,473)</u>
Business - other				
Purchased services	10,987	10,087	10,087	-
Other	<u>152,505</u>	<u>97,912</u>	<u>72,281</u>	<u>(25,631)</u>
Total other business	<u>163,492</u>	<u>107,999</u>	<u>82,368</u>	<u>(25,631)</u>
Operations and maintenance - operating building services				
Salaries	419,576	361,140	355,228	(5,912)
Employee benefits	258,641	218,752	218,016	(736)
Purchased services	610,017	736,346	767,405	31,059
Supplies and materials	992,039	1,035,345	1,050,426	15,081
Other	<u>1,000</u>	<u>1,000</u>	<u>624</u>	<u>(376)</u>
Total operating building services	<u>2,281,273</u>	<u>2,352,583</u>	<u>2,391,699</u>	<u>39,116</u>

Charlotte Public Schools
Other Supplementary Information
General Fund
Schedule of Expenditures Compared to Budget
For the Year Ended June 30, 2014

	Original Budget	Final Budget	Actual	Over (Under) Final Budget
Pupil transportation services				
Salaries	546,199	516,912	525,813	8,901
Employee benefits	213,723	226,493	226,384	(109)
Purchased services	126,150	117,405	119,099	1,694
Supplies and materials	206,500	206,927	223,269	16,342
Other	529,022	801,501	789,992	(11,509)
Total transportation services	<u>1,621,594</u>	<u>1,869,238</u>	<u>1,884,557</u>	<u>15,319</u>
Central - communication services				
Salaries	49,525	53,036	52,847	(189)
Employee benefits	1,745	3,669	3,340	(329)
Purchased services	30,000	42,000	46,648	4,648
Supplies and materials	3,000	3,000	4,027	1,027
Total communication services	<u>84,270</u>	<u>101,705</u>	<u>106,862</u>	<u>5,157</u>
Central - staff/personnel services				
Salaries	-	21,684	21,642	(42)
Employee benefits	19,998	31,166	31,305	139
Purchased services	41,750	13,500	12,606	(894)
Supplies and materials	1,000	300	214	(86)
Other	14,250	27,300	28,080	780
Total staff/personnel services	<u>76,998</u>	<u>93,950</u>	<u>93,847</u>	<u>(103)</u>

Charlotte Public Schools
Other Supplementary Information
General Fund
Schedule of Expenditures Compared to Budget
For the Year Ended June 30, 2014

	Original Budget	Final Budget	Actual	Over (Under) Final Budget
Athletic activities				
Salaries	211,020	233,211	233,145	(66)
Employee benefits	109,028	130,062	128,943	(1,119)
Purchased services	72,050	70,290	52,013	(18,277)
Supplies and materials	79,700	82,900	71,722	(11,178)
Other	4,500	4,500	3,601	(899)
Total athletic activities	<u>476,298</u>	<u>520,963</u>	<u>489,424</u>	<u>(31,539)</u>
Community services - parent involve				
Supplies and materials	1,700	200	-	(200)
Community services - non-public school pupils				
Purchased services	2,750	2,750	322	(2,428)
Other	2,536	895	317	(578)
Total non-public school pupils	<u>5,286</u>	<u>3,645</u>	<u>639</u>	<u>(3,006)</u>
CPAC				
Salaries	29,205	31,581	31,402	(179)
Employee benefits	12,933	14,966	14,995	29
Purchased services	12,600	17,840	18,590	750
Supplies and materials	35,180	49,250	55,486	6,236
Total other	<u>89,918</u>	<u>113,637</u>	<u>120,473</u>	<u>6,836</u>
Intergovernmental payments				
Payments to other public schools	11,000	5,000	-	(5,000)

Charlotte Public Schools
Other Supplementary Information
General Fund
Schedule of Expenditures Compared to Budget
For the Year Ended June 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Over (Under) Final Budget</u>
Capital outlay				
Facilities acquisition	<u>7,500</u>	<u>148,235</u>	<u>129,617</u>	<u>(18,618)</u>
Other financing uses				
Transfers out	<u>57,100</u>	<u>57,100</u>	<u>67,175</u>	<u>10,075</u>
Total expenditures and other financing uses	<u>\$ 23,314,012</u>	<u>\$ 23,617,256</u>	<u>\$ 23,476,349</u>	<u>\$ (140,907)</u>

Charlotte Public Schools
Other Supplementary Information
Schedule of Outstanding Bonded Indebtedness
June 30, 2014

Year Ending June 30,	2012 Refunding Bonds	2011 School Building and Site Obligation Bonds	2010 School Building and Site Obligation Bonds	2010 Refunding Bonds	2006 Refunding Bonds	2005 Refunding Bonds	Total
2015	\$ 780,000	\$ -	\$ -	\$ 1,155,000	\$ -	\$ 1,345,000	\$ 3,280,000
2016	790,000	-	-	1,360,000	-	1,415,000	3,565,000
2017	825,000	-	-	1,350,000	50,000	1,490,000	3,715,000
2018	845,000	-	-	1,415,000	50,000	1,585,000	3,895,000
2019	910,000	-	-	-	55,000	1,655,000	2,620,000
2020	975,000	-	-	-	55,000	1,725,000	2,755,000
2021	1,045,000	-	-	-	55,000	1,795,000	2,895,000
2022	1,115,000	-	-	-	60,000	1,870,000	3,045,000
2023	250,000	-	-	-	990,000	1,935,000	3,175,000
2024	-	-	-	-	1,420,000	2,005,000	3,425,000
2025	-	6,000,000	-	-	1,510,000	2,075,000	9,585,000
2026	-	9,000,000	-	-	1,595,000	2,140,000	12,735,000
2027	-	-	-	-	1,660,000	2,155,000	3,815,000
2028	-	-	-	-	-	2,170,000	2,170,000
2029	-	-	-	-	-	2,185,000	2,185,000
2030	-	-	785,000	-	-	-	785,000
2031 - 2035	-	-	3,915,000	-	-	-	3,915,000
2036 - 2040	-	-	3,900,000	-	-	-	3,900,000
Total	<u>\$ 7,535,000</u>	<u>\$ 15,000,000</u>	<u>\$ 8,600,000</u>	<u>\$ 5,280,000</u>	<u>\$ 7,500,000</u>	<u>\$ 27,545,000</u>	<u>\$ 71,460,000</u>

Principal payments
due the first day of

May

May

May

May

May

May

Interest payments
due the first day of

May and
November

May and
November

May and
November

May and
November

May and
November

May and
November

Interest rate

3.00% - 5.00%

6.05% - 6.15%

6.80% - 7.00%

3.50% - 5.00%

4.00% - 4.25%

4.25% - 5.00%

Original issue

\$ 9,005,000

\$ 15,000,000

\$ 8,600,000

\$ 7,060,000

\$ 7,500,000

\$ 33,705,000