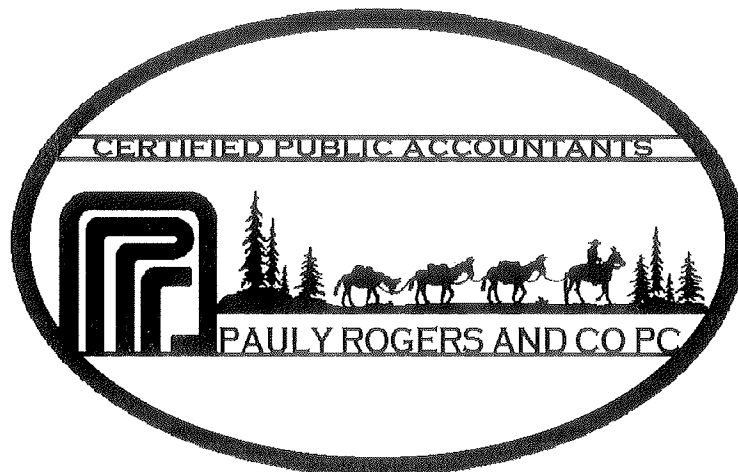


**GREATER ALBANY
PUBLIC SCHOOL DISTRICT NO. 8J
LINN COUNTY, OREGON**

**FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2009**



12700 SW 72nd Ave.
Tigard, OR 97223

GREATER ALBANY PUBLIC SCHOOL DISTRICT
LINN COUNTY, OREGON

2008-09

FINANCIAL REPORT

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GREATER ALBANY PUBLIC SCHOOL DISTRICT
LINN COUNTY, OREGON

BOARD OF EDUCATION

TERM EXPIRES

Don Bacher, Board Chair

June 30, 2009

Sandi Gordon, Board Vice Chair

June 30, 2009

Frank Bricker

June 30, 2011

Liisa Reid

June 30, 2011

Tom Sramek

June, 30 2009

All Board members receive mail at address below.

ADMINISTRATION

Maria Delapoer, Superintendent
Russell Allen, Business Manager

718 7th Avenue SW
Albany, Oregon 97321

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GREATER ALBANY PUBLIC SCHOOL DISTRICT
LINN COUNTY, OREGON

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GREATER ALBANY PUBLIC SCHOOL DISTRICT
LINN COUNTY, OREGON

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PAULY, ROGERS AND CO., P.C.

CERTIFIED PUBLIC ACCOUNTANTS

-
- 12700 SW 72ND AVENUE • TIGARD, OREGON 97223
 - (503) 620-2632 • FAX (503) 684-7523

November 23, 2009

To the Board of Education
Greater Albany Public School District
Linn County, Oregon

INDEPENDENT AUDITORS' REPORT

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

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

Management has not obtained an actuarial valuation of the post employment benefit obligation related to the early retirement plan. Accounting principles generally accepted in the United States of America require that actuarially determined annual required contributions related to postemployment benefits, other than retirement benefits, attributable to employee services already rendered be recorded as expenses as employees earn the benefits, which, if not funded would increase the liabilities, reduce the net assets, and change the expenses of the governmental activities. The amount by which this departure would affect net assets, liabilities and expenses of the governmental activities is not reasonably determinable.

In our opinion, except for the effects of not providing an actuarially determined liability for postemployment benefits as described in the preceding paragraph, the financial statements referred to previously present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Greater Albany Public School District as of June 30, 2009, and the respective changes in financial position for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our reports dated November 23, 2009 on our consideration of Greater Albany Public School District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. Those reports are an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Greater Albany Public School District's basic financial statements. The Supplementary Information, including budgetary comparison schedules (which are required supplementary information for major governmental funds) and Schedules of Property Tax Transactions on pages 52 and 53, as listed in the Table of Contents, is presented for purposes of additional analysis and are not a required part of the basic financial statements. The Schedule of Expenditures of Federal Awards, as listed in the table of contents, is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. The Supplementary Information and the Schedule of Expenditures of Federal Awards 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, except as noted below.

The Schedule of Revenues by Function, Schedules of Expenditures by Function/Object and Supplemental Information on pages 46 through 51 and 54 are presented for purposes of additional analysis as required by Oregon Department of Education, however, we did not audit the information and express no opinion on it.


PAULY, ROGERS AND CO., P.C.

**GREATER ALBANY PUBLIC SCHOOL DISTRICT 8J
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)**

Our discussion and analysis of Greater Albany Public School District's financial performance provides an overview of the District's financial activities for the fiscal year ended June 30, 2009. Please read it in conjunction with the District's Financial Statements, which follows this MD&A.

FINANCIAL HIGHLIGHTS

- At June 30, 2009, the District's assets exceeded its liabilities by \$23,313,657.
- The District increased their net assets by \$5,243,546, during 2008-09.

OVERVIEW OF THE FINANCIAL STATEMENTS

The annual report consists of a series of financial statements that show information for the District as a whole, its funds, and its fiduciary responsibilities. The Statement of Net Assets and the Statement of Activities provides information about the activities of the District as a whole and presents a longer-term view of the District's finances. Our fund financial statements are included later in the financial report. For our governmental activities, these statements tell how we financed our services in the short-term as well as what remains for future spending. Fund statements also may give you some insights into the District's overall financial health. Fund financial statements also report the District's operations in more detail than the government-wide financial statements by providing information about the District's most significant fund, the general fund.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide financial statements present information on the District's finances in a manner similar to private sector businesses. One of the most important questions asked about the District is, "Is the District as a whole better off or worse off financially as a result of the year's activities?" The Statement of Net Assets and Statement of Activities report information on the District as a whole and its activities in a way that helps answer this question. We prepare these statements to include all assets and liabilities, using the accrual basis of accounting. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

The Statement of Net Assets shows the District's assets and liabilities, with the difference between the two reported as net assets. All capital assets and long-term liabilities, and general government functions, are shown in the Statement of Net Assets.

The Statement of Activities shows revenues, expenses, and the change in net assets for the District as a whole. Revenues and expenses attributable to specific functions are segregated from general revenues, to display the extent to which general revenues support each function.

FUND FINANCIAL STATEMENTS

Governmental funds account for the same functions as are reported as governmental activities in the government-wide financial statements. The governmental fund reporting focuses on how money flows in and out of funds and the balances left at year end that are available for spending. They are reported using the accounting method called “modified accrual” accounting, which measures cash and all other financial assets that can be readily converted to cash. This information is essential for preparation of and compliance with annual budgets. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds in reconciliations following the government statements. The notes to the financial statements provide additional information that is essential to a complete understanding of the data provided in the financial statements.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Total assets, liabilities and net assets were as follows:

	<u>2009</u>	<u>2008</u>	<u>% Change</u>
Assets			
Current and other assets	\$ 60,836,684	\$ 102,989,700	-40.9%
Capital assets (net)	75,512,122	37,070,738	103.7%
Total assets	<u>136,348,806</u>	<u>140,060,438</u>	<u>-2.7%</u>
Liabilities			
Other liabilities	7,657,127	20,718,091	-63.0%
Long-term liabilities	105,378,022	100,990,879	4.3%
Total liabilities	<u>113,035,149</u>	<u>121,708,970</u>	<u>-7.1%</u>
Net Assets			
Investment in capital assets, net of related debt	19,609,806	(17,694,560)	-210.8%
Restricted for Capital Projects	10,733,007	44,416,243	-75.8%
Restricted for Debt Service	1,286,852	1,103,739	16.6%
Unrestricted	(8,316,008)	(9,473,954)	-12.2%
Total net assets	<u>\$ 23,313,657</u>	<u>\$ 18,351,468</u>	<u>27.0%</u>

The District’s revenues and expenses for the two years, were as follows:

	<u>2009</u>	<u>2008</u>	<u>% Change</u>
Revenues			
Charges for Services	\$ 836,607	\$ 928,732	-9.9%
Operating Grants	7,720,236	5,808,962	32.9%
General Revenues			
Property Taxes	25,443,105	21,055,754	20.8%
Unrestricted Federal Income	925,835	1,026,643	-9.8%
Unrestricted State and Local Support	50,608,479	56,500,668	-10.4%
Gain/Loss on Disposal of Capital Assets	(138,760)	(10,511)	100.0%
Total Revenues	<u>85,395,502</u>	<u>85,310,248</u>	<u>0.1%</u>
Expenses			
Instruction	46,306,358	46,168,269	0.3%
Support Services	25,927,803	25,321,180	2.4%
Community Services	3,317,888	3,228,786	2.8%
Facilities Acquisition and Construction	-	-	
Interest on Long-Term Debt	4,599,907	6,031,004	-23.7%
Total Expenses	<u>80,151,956</u>	<u>80,749,239</u>	<u>-0.7%</u>
Change in Net Assets	5,243,546	4,561,009	15.0%
Prior Period Adjustment	(281,357)	-	0.0%
Beginning Net Assets	18,351,468	13,790,459	33.1%
Ending Net Assets	<u>\$ 23,313,657</u>	<u>\$ 18,351,468</u>	<u>27.0%</u>

FUND FINANCIAL ANALYSIS

The focus of the governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Unreserved fund balance measures the District's net resources available for appropriation in the next fiscal year. As of June 30, 2009, total fund balance of the governmental funds was \$28,345,246. These amounts are available to use, in accordance with applicable restrictions on the nature of the expenditures.

Summary of ending fund balances for the major governmental funds for 2009 and 2008 are as follows:

	<u>ENDING FUND BALANCE</u>		<u>CHANGE</u>
	<u>2009</u>	<u>2008</u>	
General Fund	\$ 5,092,873	\$ 5,451,728	\$ (358,855)
Grants Fund	1,059,795	660,544	399,251
Capital Improvement Fund #3	10,733,007	44,138,968	(33,405,961)
Debt Service Fund	230,338	75,951	154,387
Other Governmental	2,380,515	2,972,327	(591,812)
	<u>\$ 19,496,528</u>	<u>\$ 53,299,518</u>	<u>\$ (33,802,990)</u>

CAPITAL ASSETS

The District had \$72,512,122 invested in a broad range of capital assets, net of depreciation, at June 30, 2009. Please refer to the notes to basic financial statements for more detailed information regarding capital assets.

DEBT ADMINISTRATION

As of June 30, 2009 the District had \$105,378,022 in long-term debt. Please refer to the notes to the basic financial statements for more detailed information regarding long-term debt.

NEW CONSTRUCTION UPDATE

In November, 2006 the Greater Albany Public Schools passed a \$55 million bond issue for school construction. Design and planning started January, 2007 with actual construction starting in June, 2007. In 2007 thirty-four projects were completed at eighteen district sites, in 2008 thirty-nine projects were completed at nineteen district sites, and in 2009 eighty-nine projects were completed at twenty-four district sites. As of November 16, 2009, \$59,900,000 bond related dollars have been expended, over 97% of the total funds available. Timber Ridge School, completed this year, comprised \$25,600,000 of the expenditure. Other major projects include additions and renovations at West Albany High School (\$8,700,000), additions and renovations at South Albany High School (\$2,500,000), roof replacements at eight schools (\$2,800,000), boiler replacements at seven schools (\$1,500,000), and additions at North Albany Middle School (\$1,700,000).

2009-2010 BUDGET

The State School Fund (made up of local and state funding sources) accounts for nearly 90% of the general fund revenue for the school district. For the 2009/11 biennium, state support for K-12 education was reduced by 11.4% while also eliminating the School Improvement Fund. State lawmakers used federal stimulus dollars to partially backfill K-12 education (\$160 million in 2009/10), reducing the overall reduction to 7.1%. The 2009/10 school district budget includes \$2.4 million of stimulus dollars in the General Fund. Funding for the balance of the biennium is uncertain given the tenuous economy and pending state-wide tax measures.

REQUESTS FOR INFORMATION

Our financial report is designed to provide our taxpayers, parents, teachers, students, investors and creditors with an overview of the District's finances. If you have any questions about this report or need any clarification of information please contact the Business Office at the Greater Albany Public School District offices, located at 718 7th Avenue SW, Albany, Oregon 97321.

GREATER ALBANY PUBLIC SCHOOL DISTRICT
LINN COUNTY, OREGON

BASIC FINANCIAL STATEMENTS

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**GREATER ALBANY PUBLIC SCHOOLS
LINN COUNTY, OREGON**

**STATEMENT OF NET ASSETS
June 30, 2009**

	Governmental Activities
Assets	
Cash and Cash Equivalents	\$ 23,877,868
Accounts Receivable	2,431,092
Property Taxes Receivable	1,838,827
Prepays	412,141
Prepaid Pension Asset	35,274,356
Supply Inventory	2,400
Capital Assets, net	72,512,122
Total Assets	136,348,806
Liabilities	
Accounts Payable and Payroll Liabilities	7,157,017
Deposits Payable	37,174
Accrued Interest Payable	98,324
Unearned Revenue	151,022
Accrued Vacation	213,590
Long-term Liabilities	
Due Within One Year	5,443,475
Due in More than One Year	99,934,547
Total Liabilities	113,035,149
Net Assets	
Invested in Capital Assets, net of related debt	19,609,806
Restricted for	
Capital Projects	10,733,007
Debt Service	1,286,852
Unrestricted	(8,316,008)
Total Net Assets	\$ 23,313,657

See accompanying notes to basic financial statements.

**GREATER ALBANY PUBLIC SCHOOLS
LINN COUNTY, OREGON**

**STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2009**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		<u>Net (Expense) Revenue and Changes in Net Assets</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Governmental Activities</u>
Instruction	\$ 46,306,358	\$ 92,373	\$ 3,953,807	\$ (42,260,178)
Support Services	25,927,803	-	1,969,532	(23,958,271)
Enterprise and Community Services	3,317,888	744,234	1,796,897	(776,757)
Interest on long-term debt	4,599,907	-	-	(4,599,907)
Total governmental activities	<u>\$ 80,151,956</u>	<u>\$ 836,607</u>	<u>\$ 7,720,236</u>	(71,595,113)
General Revenues				
				25,443,105
				46,128,546
				4,479,933
				925,835
				<u>(138,760)</u>
				76,838,659
				5,243,546
				(281,357)
				<u>18,351,468</u>
				<u>\$ 23,313,657</u>

See accompanying notes to basic financial statements.

**GREATER ALBANY PUBLIC SCHOOLS
LINN COUNTY, OREGON**

**BALANCE SHEET - GOVERNMENTAL FUNDS
June 30, 2009**

	GENERAL	GRANT FUNDS	CAPITAL IMPROVEMENT FUND #3	DEBT SERVICE FUND	NON MAJOR GOVERNMENTAL	TOTALS
ASSETS						
Cash and Investments	\$ 6,449,196	\$ -	\$ 14,727,872	\$ 171,607	\$ 2,312,111	\$ 23,660,786
Receivables						
Taxes	1,407,943	-	-	430,884	-	1,838,827
Accounts	755,392	1,449,418	5,000	-	221,282	2,431,092
Due From Other Funds	267,468	-	-	-	-	267,468
Supply Inventories	2,400	-	-	-	-	2,400
Prepays	372,808	28,210	-	-	11,123	412,141
Total Assets	\$ 9,255,207	\$ 1,477,628	\$ 14,732,872	\$ 602,491	\$ 2,544,516	\$ 28,612,714
LIABILITIES AND FUND BALANCE						
Liabilities						
Deposits Payable	\$ -	\$ -	\$ -	\$ -	\$ 37,174	\$ 37,174
Accounts Payable and Payroll Liabilities	3,013,990	(657)	3,999,865	-	126,827	7,140,025
Due To Other Funds	-	267,468	-	-	-	267,468
Deferred Revenue	1,148,344	151,022	-	372,153	-	1,671,519
Total Liabilities	4,162,334	417,833	3,999,865	372,153	164,001	9,116,186
Fund Balance						
Reserved for						
Prepays	372,808	28,210	-	-	11,123	412,141
Capital Projects	-	-	10,733,007	-	56,762	10,789,769
Debt Service	-	-	-	230,338	1,056,514	1,286,852
Unreserved Reported in						
General Fund	4,720,065	-	-	-	-	4,720,065
Grants Fund	-	1,031,585	-	-	-	1,031,585
Other Governmental	-	-	-	-	1,256,116	1,256,116
Total Fund Balance	5,092,873	1,059,795	10,733,007	230,338	2,380,515	19,496,528
Total Liabilities and Fund Balance	\$ 9,255,207	\$ 1,477,628	\$ 14,732,872	\$ 602,491	\$ 2,544,516	\$ 28,612,714

See accompanying notes to basic financial statements.

GREATER ALBANY PUBLIC SCHOOLS
LINN COUNTY, OREGON

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

Total Fund Balances	\$ 19,496,528
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in the governmental funds.	
Capital Assets, net	72,512,122
Delinquent property taxes receivable will be collected this year, but are not available soon enough to pay for the current period's expenditures and, therefore, are deferred in the funds.	
	1,520,497
The unamortized portion of prepaid pension costs and bond issuance costs is not available to pay for current period expenditures and, therefore, is not reported in the governmental funds.	
Prepaid pension costs	35,274,356
Internal service funds are used by management to change the costs of unemployment insurance premiums and PERS reserve savings to individual funds. The assets and liabilities of the internal service funds are included in the governmental funds.	
	200,090
Long-term liabilities not payable in the current year are not reported as governmental fund liabilities. Interest in long-term debt is not accrued in the governmental funds, but rather is recognized as an expenditure when due. These liabilities consist of:	
Accrued Interest Payable	\$ (98,324)
Bonds Payable	(96,516,102)
Capital Leases	(2,641,673)
Accrued Compensated Absences	(213,590)
Promissory Notes Payable	(1,975,643)
Other Post Employment Benefits	(189,887)
Post Retirement Obligation	<u>(4,054,717)</u>
	<u>(105,689,936)</u>
Total Net Assets	\$ <u>23,313,657</u>

See accompanying notes to basic financial statements.

**GREATER ALBANY PUBLIC SCHOOLS
LINN COUNTY, OREGON**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2009**

	GENERAL	GRANT FUNDS	CAPITAL IMPROVEMENT FUND #3	DEBT SERVICE FUND	NON MAJOR GOVERNMENTAL	TOTAL
REVENUES						
Local Sources	\$ 19,437,288	\$ 314,626	\$ 991,368	\$ 6,561,903	\$ 5,747,347	\$ 33,052,532
Intermediate Sources	23,408	56,802	-	-	-	80,210
State Sources	43,851,687	476,025	-	-	2,226,283	46,553,995
Federal Sources	2,661,177	3,760,387	-	-	1,796,897	8,218,461
Total Revenues	65,973,560	4,607,840	991,368	6,561,903	9,770,527	87,905,198
EXPENDITURES						
Current:						
Instruction	40,947,060	2,633,902	-	-	3,415,098	46,996,060
Support Services	23,308,738	1,658,803	1,466	-	1,204,202	26,173,209
Enterprise and Community Services	234,030	55,884	-	-	3,077,997	3,367,911
Facilities Acquisition and Construction	39,403	-	3,913,489	-	383,936	4,336,828
Capital Outlay	767,617	-	30,482,374	-	-	31,249,991
Debt Service	-	-	-	6,416,616	3,354,144	9,770,760
Total Expenditures	65,296,848	4,348,589	34,397,329	6,416,616	11,435,377	121,894,759
Excess of Revenues Over (Under) Expenditures:	676,712	259,251	(33,405,961)	145,287	(1,664,850)	(33,989,561)
OTHER FINANCING SOURCES (USES)						
Loan Proceeds	-	-	-	-	525,000	525,000
Gain (Loss) on Sale of Capital Assets	15,402	-	-	-	3,477	18,879
Transfers In	-	140,000	-	9,100	620,512	769,612
Transfers Out	(769,612)	-	-	-	-	(769,612)
Total Other Financing Sources (Uses)	(754,210)	140,000	-	9,100	1,148,989	543,879
Net Change in Fund Balance	(77,498)	399,251	(33,405,961)	154,387	(515,861)	(33,445,682)
Prior Period Adjustment	(281,357)	-	-	-	-	(281,357)
Beginning Fund Balance	5,451,728	660,544	44,138,968	75,951	2,896,376	53,223,567
Ending Fund Balance	\$ 5,092,873	\$ 1,059,795	\$ 10,733,007	\$ 230,338	\$ 2,380,515	\$ 19,496,528

See accompanying notes to basic financial statements.

**GREATER ALBANY PUBLIC SCHOOLS
LINN COUNTY, OREGON**

**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 Balance		\$ (33,445,682)
Amounts reported for governmental activities in the statement of activities are different because:		
Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. In the current period, these amounts are:		
Capitalized Expenditures	\$ 37,005,401	
Depreciation Expense	(1,406,378)	
Gain on Disposal	<u>(157,639)</u>	35,441,384
Long-term debt proceeds are reported as other financing sources in governmental funds. In the Statement of Net Assets, however, issuing long-term debt increases liabilities. Similarly, repayment of principal is an expenditure in the governmental funds, but reduces the liability in the Statement of Net Assets. This is the amount by which proceeds exceeded repayments:		
New Debt Issued	(525,709)	
Principal Repaid	<u>5,170,853</u>	4,645,144
Governmental funds report the effect of issuance costs, premiums and discounts when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities.		
Amortization of Prepaid Pension Asset		(1,763,718)
Some expenses reported in the Statement of Activities do not require the use of current financial resources and there fore are not reported as expenditures in the governmental funds.		
Compensated Absences		(57,041)
Early Retirement		323,064
Other Post Employment Benefits		(189,887)
Internal Service Funds are used by management to charge the costs of unemployment insurance premiums and PERS reserve savings to individual funds. This activity is consolidated with the governmental funds in the Statement of Activities.		
		(86,873)
Because some property taxes will not be collected for several months after the District's fiscal year ends, they are not considered as "available" revenues in the governmental funds, and are instead recorded as deferred revenue. They are, however, recorded as revenues in the Statement of Activities.		
		<u>377,155</u>
Change in Net Assets		\$ <u><u>5,243,546</u></u>

See accompanying notes to basic financial statements.

GREATER ALBANY PUBLIC SCHOOLS
LINN COUNTY, OREGON

STATEMENT OF PROPRIETARY NET ASSETS
June 30, 2009

INSURANCE RESERVE FUND

ASSETS	
Cash and Investments	\$ 217,082
LIABILITIES AND FUND BALANCE	
Liabilities	
Accounts Payable	\$ 16,992
Fund Balance	200,090
Total Liabilities and Fund Balance	\$ 217,082

See accompanying notes to basic financial statements.

GREATER ALBANY PUBLIC SCHOOLS
LINN COUNTY, OREGON

STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN PROPRIETARY NET ASSETS
For the Year Ended June 30, 2009

INSURANCE RESERVE FUND

	Governmental Activities
	<u>Internal Service</u>
OPERATING REVENUE	
Local Revenue	\$ 2,255
OPERATING EXPENSES	
Instruction	13,835
Support Services	71,455
Enterprise and Community Services	<u>9,370</u>
Total Operating Expenses	<u>94,660</u>
Operating Income (Loss)	(92,405)
NONOPERATING REVENUES	
Earnings on Investments	<u>5,532</u>
Change in Net Assets	(86,873)
Total Net Assets, Beginning	<u>286,963</u>
Total Net Assets, Ending	<u><u>\$ 200,090</u></u>

See accompanying notes to basic financial statements.

GREATER ALBANY PUBLIC SCHOOLS
LINN COUNTY, OREGON

STATEMENT OF CASH FLOWS
PROPRIETARY NET ASSETS
For the Year Ended June 30, 2009

INSURANCE RESERVE FUND

	Governmental Activities
	<u>Internal Service</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from Customers and Users	\$ 19,247
Payments to Employees	(94,660)
Payments from Other Funds	<u>286,963</u>
Net Cash Used by Operating Activities	211,550
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest Received	<u>5,532</u>
Net Increase in Cash and Cash Equivalents	217,082
CASH AND CASH EQUIVALENTS, JULY 1, 2008	<u>-</u>
CASH AND CASH EQUIVALENTS, JUNE 30, 2009	<u><u>\$ 217,082</u></u>
Reconciliation of Operating Income to Net Cash Provided by Operating Activities	
Operating Income	\$ (92,405)
Adjustments to Reconcile Operating Income to Net Cash	
Decrease in Due from Other Funds	286,963
Increase in Accounts Payable	<u>16,992</u>
Net Cash Used by Operating Activities	<u><u>\$ 211,550</u></u>

See accompanying notes to basic financial statements.

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GREATER ALBANY PUBLIC SCHOOL DISTRICT
LINN COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

REPORTING DISTRICT

The Greater Albany Public School District functions as an operational education organization consisting of nineteen elementary, secondary, and high schools. The District was organized under provisions of Oregon Statutes Chapter 332 for the purpose of operating elementary and secondary schools. The Greater Albany Public School District's Board of Education is the basic level of government, which has financial accountability and control over all activities within District boundaries. As required by generally accepted accounting principles, these financial statements present Greater Albany Public School District (the primary government) and would include any component units. Component units, as established by the Governmental Accounting Standards Board (GASB) Statement 39, are separate organizations that are included in the District's reporting because of the significance of their operational or financial relationships with the District. There are no component units.

BASIS OF PRESENTATION - FUND ACCOUNTING

GOVERNMENT-WIDE FINANCIAL STATEMENTS (GWFS)

The Statement of Net Assets and Statements of Activities displays information about the reporting government as a whole.

The Statement of Net Assets and the Statement of Activities were prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

Program Revenues included in the Statement of Activities derive directly from the program itself or from parties outside the District's taxpayers or citizenry, as a whole; program revenues reduce the cost of the function to be financed from general revenues.

All direct expenses are reported by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Interest of general long-term debt is considered an indirect expense and is reported separately on the Statement of Activities. In the process of aggregating data for the Statement of Net Assets 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.

GREATER ALBANY PUBLIC SCHOOL DISTRICT
LINN COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

FUND FINANCIAL STATEMENTS

The accounts of are organized and operated on the basis of funds. A fund is a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

GOVERNMENTAL FUND TYPES

Governmental funds are used to account for general government activities. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they are “measurable and available”). “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter to pay liabilities of the current period. Expenditures are recorded when the liability is incurred, except for unmatured interest on general long-term debt which is recognized when due, interfund transactions, and certain compensated absences and claims and judgments which are recognized as expenditures because they will be liquidated with expendable financial resources.

Revenues susceptible to accrual are interest, state, county and local shared revenue and federal and state grants. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met.

The following major governmental funds are reported:

GENERAL FUND

This fund accounts for all financial resources and expenditures except those required to be accounted for in another fund. The principal revenue sources are property taxes and an apportionment from the State of Oregon School Support Fund.

GRANT FUNDS

The Grants Fund includes Title I, IDEA, and other federally financed special project funds. The principal sources of revenue are grants from the federal and Oregon governmental agencies. The primary uses of revenue are salaries and supplies specifically requested with application for grant.

CAPITAL IMPROVEMENT FUND #3

This fund holds the proceeds from the 2006 General Obligation Bonds. The projects to be undertaken with the proceeds from this bond issuance will be paid for out of this fund.

GREATER ALBANY PUBLIC SCHOOL DISTRICT
LINN COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

DEBT SERVICE FUND

The Debt Service Fund accounts for the payment of principal and interest of the general obligation bonds. The principal resource is property taxes.

Additionally, the following funds are reported:

OTHER GOVERNMENTAL FUNDS

The Other Governmental Funds account for the aggregate of all non-major governmental funds.

INTERNAL SERVICE FUND

Insurance Reserve Fund – This fund’s primary source of revenue are interest and interfund transfers. Expenditures are for employee claims and insurance deductibles.

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Government-wide and proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the District receives value without giving equal value in exchange, include property taxes, grants, entitlements and donations. On the accrual basis of accounting, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Under terms of grant agreements, the District funds certain programs by a combination of specific cost-reimbursement grants and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net assets available to finance the program. It is policy to first apply cost-reimbursement grant resources to such programs and then general revenues.

Governmental fund financial statements are reported using the current financial resources measurement focus and modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. All revenues reported in the governmental funds are considered to be available if they are collected within sixty days after year-end. Property taxes and interest are considered to be susceptible to accrual. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt and claims and judgments, which are recognized as expenditures to the extent they have matured. Capital asset acquisitions are reported as expenditures in the governmental funds and proceeds from general long-term debt and acquisitions under capital leases are reported as other financing sources.

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

GREATER ALBANY PUBLIC SCHOOL DISTRICT
LINN COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

BUDGETS

A budget is prepared and legally adopted for each governmental fund type on the modified accrual basis of accounting in the main program categories required by Oregon Local Budget Law. The budgets for all budgeted funds are adopted on a basis consistent with generally accepted accounting principles in the United States of America except the property taxes received after year-end not considered budgetary resources in the funds, inventory is expensed when purchased, capital outlay is recorded as an expenditure rather than capitalized, depreciation is not recorded on capital assets, and debt is expensed as paid instead of when incurred. A budget is not prepared for the agency funds as allowed by Oregon law.

The budget process begins early in each fiscal year with the establishment of the budget committee. Recommendations are developed through late winter with the budget committee approving the budget in early spring. Public notices of the budget hearing are generally published in spring with a public hearing being held approximately three weeks later. The Board may amend the budget prior to adoption. However, budgeted expenditures for each fund may not be increased by more than ten percent without re-publication. The budget is then adopted, appropriations are made, and the tax levy declared no later than June 30th.

Expenditure budgets are appropriated at the following levels for each fund: Instruction, Support Services, Enterprise & Community Services, Facilities Acquisition and Construction, Other Uses - Debt Service and Interfund Transfers, and Operating Contingency.

Expenditures can not legally exceed the adopted appropriation levels except in the case of grants which could not be estimated at the time of budget adoption. Appropriations lapse at the fiscal year-end. Management may amend line items in the budget without Board approval as long as appropriation levels (the legal level of control) are not changed. Supplemental appropriations may occur if the Board approves them due to unforeseen circumstances which could not be determined at the time the budget was adopted.

Budget amounts shown in the basic financial statements reflect the original budgeted appropriation amounts and appropriation resolutions. Expenditures of the various funds were within authorized appropriations for the year ended June 30, 2009, except for the Capital Improvement Fund #3, which over-expended Facilities Acquisition and Construction by \$3,170,863, the Student Activities Fund which over-expended Support Services by \$23,332, the Energy Conservation Fund which over-expended Facilities Acquisition and Construction by \$128,242 and Debt Service by \$28,821, and the Insurance Reserve Fund which over-expended Instruction by \$1,335.

PROPERTY TAXES RECEIVABLE

Uncollected real and personal property taxes are reflected on the statement of net assets and the balance sheet as receivables. Uncollected taxes are deemed to be substantially collectible or recoverable through liens. All property taxes receivable are due from property owners within the District.

Under state law, county governments are responsible for extending authorized property tax levies, computing tax rates, billing and collecting all property taxes, and making periodic distributions of collections to entities levying taxes. Property taxes become a lien against the property when levied on July 1 of each year and are payable in three installments due on November 15, February 15 and May 15. Property tax collections are distributed monthly except for November, when such distributions are made weekly.

GREATER ALBANY PUBLIC SCHOOL DISTRICT
LINN COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

GRANTS

Unreimbursed expenditures due from grantor agencies are reflected in the basic financial statements as receivables and revenues. Grant revenues are recorded at the time eligible expenditures are incurred. Cash received from grantor agencies in excess of related grant expenditures are recorded as unearned revenue on the statement of net assets and the balance sheet.

SUPPLY INVENTORIES

Supply inventories purchased are valued at the lower of invoice cost (first-in, first-out) or market. Supply inventories are recorded as expenditures when used, rather than when purchased.

RETIREMENT PLAN

Substantially all employees are participants in PERS. Contributions to PERS are made on a current basis as required by the plan and are charged to expenditures as funded. The Board of Directors, through contract negotiations, authorized offering of early retirement benefits to all non-temporary employees. Expenditures are recorded in the governmental funds as the incentive payments and related insurance premiums are incurred. The present value of future incentive payments and estimate insurance benefits is recorded in the Statement of Net Assets.

CAPITAL ASSETS

Capital assets are recorded at original cost or estimated original cost. Donated capital assets are recorded at their estimated fair market value on the date donated. Capital assets are defined as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Interest incurred during construction is not capitalized. The cost of routine maintenance and repairs that do not add to the value of the assets or materially extend asset lives are charged to expenditures as incurred and not capitalized. Capital assets are depreciated using the straight-line method over the following useful lives:

Buildings and improvements	10 to 50 years
Vehicles and Equipment	5 to 30 years

USE OF ESTIMATES

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

GREATER ALBANY PUBLIC SCHOOL DISTRICT
LINN COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

LONG-TERM OBLIGATIONS

In the government-wide financial statements long-term debt and other long-term obligations are reported as liabilities in the governmental activities. Bond premiums and discounts, as well as issuance costs, 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. Bond issuance costs are reported as deferred charges and amortized over the life of the related debt. As permitted by GASB Statement No. 34 the cost of bond issuance is amortized prospectively from the date of adoption of GASB Statement No. 34.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

NET ASSETS

Net assets comprise the various net earnings from operations, non-operating revenues, expenses and contributions of capital. Net assets are classified in the following three categories:

Invested in capital assets, net of related debt – consists of all capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted – consists of external constraints placed on asset use by creditors, grantors, contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation. There are restricted net assets for debt service and capital projects.

Unrestricted net assets – consists of all other assets that are not included in the other categories previously mentioned.

2. CASH AND INVESTMENTS

DEPOSITS

Deposits with financial institutions include bank demand deposits. The total bank balance per the bank statements is \$11,356, all of which is covered by federal depository insurance. Oregon Revised Statutes requires deposits be adequately covered by federal depository insurance or deposited at an approved depository as identified by the Treasury.

GREATER ALBANY PUBLIC SCHOOL DISTRICT
LINN COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

2. CASH AND INVESTMENTS (CONTINUED)

INVESTMENTS

The State Treasurer's Local Government Investment Pool is not registered with the U.S. Securities and Exchange Commission as an investment company. The Oregon Revised Statutes and the Oregon Investment Council govern the State's investment policies. The State Treasurer is the investment officer for the Council and is responsible for all funds in the State Treasury. These funds must be invested, and the investments managed, as a prudent investor would, exercising reasonable care, skill and caution. Investments in the Fund are further governed by portfolio guidelines issued by the Oregon Short-Term Fund Board, which establish diversification percentages and specify the types and maturities of investments. The portfolio guidelines permit securities lending transactions as well as investments in repurchase agreements and reverse repurchase agreements. The fund was in compliance with all portfolio guidelines at June 30, 2009.

Amounts in the State Treasurer's Local Government Investment Pool are not required to be collateralized. As of June 30, 2009 the fair value of the position in the LGIP is 99.11% of the value of the pool shares as reported in the Oregon Short Term Fund audited financial statements.

Cash and Investments at June 30, 2009, (recorded at fair value) consisted of:

Deposits With Financial Institutions:	<u>2009</u>	
Petty Cash	\$	20,854
Demand Deposits:		
Checking		(6,025,543)
Money Market		11,356
Cash with Fiscal Agents		109,814
Investments		<u>29,761,387</u>
Total	\$	<u>23,877,868</u>

There were the following investments and maturities:

Investment Type	Fair Value	Investment Maturities (in months)		
		Less than 3	3-18	18-59
State Treasurer's Investment Pool	\$ 29,300,669	\$ 29,300,669	\$ -	\$ -
U.S. Government Bonds	460,718	460,718	-	-
Total	\$ 29,761,387	\$ 29,761,387	\$ -	\$ -

Interest Rate Risk

Oregon Revised Statutes require investments to not exceed a maturity of 18 months, except when the local government has adopted a written investment policy that was submitted to and reviewed by the OSTFB.

GREATER ALBANY PUBLIC SCHOOL DISTRICT
LINN COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

2. CASH AND INVESTMENTS (CONTINUED)

Credit Risk – Deposits

In the case of deposits, this is the risk that in the event of a bank failure, the deposits may not be returned. There is no deposit policy for custodial credit risk. All deposits were either FDIC insured or collateralized.

Credit Risk – Investments

Oregon Revised Statutes does not limit investments as to credit rating for securities purchased from US Government Agencies or USGSE. The State Investment Pool is not rated.

Concentration of Credit Risk

At June 30, 2009, 98% of total investments were in the State Treasurer's Investment Pool, and 2% in U.S. Government Bonds. State statutes do not limit the percentage of investments in either of these instruments. Oregon Revised Statutes require no more than 25 percent of the moneys of local government to be invested in bankers' acceptances of any qualified financial institution. At June 30, 2009, there was compliance with all percentage restrictions.

3. ACCOUNTS/GRANTS RECEIVABLE

Special revenue fund grants receivable are comprised of claims for reimbursement of costs under various federal and state grant programs.

4. CAPITAL ASSETS

The changes in capital assets for the year ended June 30, 2009 are as follows:

	Capital Assets 7/1/2008	Additions	Deletions	Capital Assets 6/30/2009
Land (non depreciable)	\$ 2,791,316	\$ -	\$ -	\$ 2,791,316
Buildings & Improvements	44,092,025	40,847,703	(371,894)	84,567,834
Equipment & Vehicles	4,959,789	681,414	(194,829)	5,446,374
Site Improvements	2,596,389	30,050	-	2,626,439
Construction in Progress	11,581,615	-	(4,553,766)	7,027,849
	<u>66,021,134</u>	<u>41,559,167</u>	<u>(5,120,489)</u>	<u>102,459,812</u>
Accumulated Depreciation				
Buildings & Improvements	(25,609,258)	(938,666)	225,325	(26,322,599)
Equipment & Vehicles	(2,915,008)	(399,130)	183,759	(3,130,379)
Site Improvements	(426,130)	(68,582)	-	(494,712)
	<u>(28,950,396)</u>	<u>(1,406,378)</u>	<u>409,084</u>	<u>(29,947,690)</u>
Totals	<u>\$ 37,070,738</u>			<u>\$ 72,512,122</u>

GREATER ALBANY PUBLIC SCHOOL DISTRICT
LINN COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

4. CAPITAL ASSETS (CONTINUED)

Accumulated Depreciation was allocated to the functions as followed:

Instruction	\$	862,802
Support Services		481,912
Enterprise and Community Services		<u>61,664</u>
Total	\$	<u>1,406,378</u>

5. RETIREMENT PLAN

Contributions are made to the Oregon Public Employees Retirement Fund (OPERF), a cost-sharing multiple-employer defined benefit pension plan administered by the Oregon Public Employees Retirement System (PERS). PERS provides retirement and disability benefits, post employment health care benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries.

PERS is administered under Oregon Revised Statute (ORS) Chapter 238. ORS 238.620 establishes the Public Employees Retirement Board as the governing body of PERS. PERS issues a publicly available financial report that includes financial statements and required supplementary information. That report can be obtained by writing to PERS, P.O. Box 23700, Tigard, OR 97281-3700 or by calling 1-503-598-7377.

Members of PERS are required to contribute 6% of their salary covered under the plan. The District is required by ORS 238.225 to contribute at an actuarially determined rate. The employer contribution rate effective July 1, 2007 was 6.68% of salary covered under the plan for Tier 1 and Tier 2 employees and 8.95% for employees covered under the Oregon Public Services Retirement Plan (OPSRP). The contributions to the plan for the years ending June 30, 2009 and 2008 were \$6,405,953 and \$4,802,087 respectively, and were equal to the required contributions for each year.

In June, 2004 the District participated in the Oregon School Boards Association limited tax pension obligation bond issues to finance a portion of the estimated unfunded PERS actuarial liability (the "UAL"). \$45,885,000 was borrowed, reducing the rate paid to PERS to 2.78% on Tier 1 and Tier 2 employees. The contribution requirements for plan members are established by ORS Chapter 238 and may be amended by an act of the Oregon Legislature.

6. LONG-TERM DEBT

BONDS PAYABLE:

General Obligation Bonds

General obligation bonds are issued to provide funds for the acquisition and construction of major capital facilities. The original amount of general obligation bonds issued in prior years is \$100,885,000.

On December 20, 2006, the General Obligation Bonds, Series 2006 was issued for \$55,000,000, with interest rates ranging from 3.85-5.0%.

GREATER ALBANY PUBLIC SCHOOL DISTRICT
LINN COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

6. LONG-TERM DEBT (CONTINUED)

BONDS PAYABLE (CONTINUED):

Pension Obligation Bonds

In 2004 \$45,885,000 of limited tax pension obligation bonds were issued to finance its unfunded actuarially accrued liability (UAL) with the State of Oregon Public Employees Retirement System (PERS). The issuance of the bonds was considered an advance refunding of the UAL. The actual savings realized over the life of the bonds is uncertain because of the various legislative changes and legal issues pending with the PERS system which could impact the future required contribution rate.

Changes in bonds outstanding are as follows:

Issue Date	Interest Rates	Original Issue	Outstanding July 1, 2008	Issued	Matured And Redeemed	Outstanding June 30, 2009
Series 2004	3.25-5.528	\$ 45,885,000	\$ 45,710,000	\$ -	\$ 290,000	\$ 45,420,000
Series 2006	3.85-5.00	55,000,000	52,300,000	-	4,015,000	48,285,000
			<u>\$ 98,010,000</u>	<u>\$ -</u>	<u>\$ 4,305,000</u>	<u>\$ 93,705,000</u>

Future maturities of bonds are payable as follows:

Fiscal Year Ending June 30,	Principal	Interest
2010	4,885,000	4,669,131
2011	5,515,000	4,472,141
2012	6,040,000	4,249,321
2013	6,595,000	4,005,014
2014	7,225,000	3,696,501
2015-2019	30,135,000	12,803,003
2020-2024	15,935,000	7,628,849
2025-2028	17,375,000	2,287,486
Total	93,705,000	<u>\$ 43,811,446</u>
Premium	<u>2,811,102</u>	
Total	<u>\$ 96,516,102</u>	

GREATER ALBANY PUBLIC SCHOOL DISTRICT
LINN COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

6. LONG-TERM DEBT (CONTINUED)

BONDS PAYABLE (CONTINUED):

Qualified Zone Academy Bonds (QZAB) Series 2004 and Series 2007

\$2,750,000 of Qualified Zone Academy Bonds were issued in previous years. There are annual payments totaling \$96,773 through July 1, 2020 on the first bond issue, and payments of \$62,500 through 2023 on the second bond issue for the year ended June 30, 2009. The interest rate is 0%.

NOTES PAYABLE:

1993 Financing Agreement

In 1993, a Bancroft note payable for \$168,482 to the City of Albany was incurred. The principal payments on the note are due semi-annually, in varying amounts, through 2013, with an interest rate of 6.05%.

Future maturities of notes payable and QZAB are as follows:

	1993 Note	QZAB	Total
2009-10	6,971	159,273	166,244
2010-11	7,399	159,273	166,672
2011-12	7,853	159,273	167,126
2012-13	8,336	159,273	167,609
2013-14	5,580	159,273	164,853
2015-19	-	796,365	796,365
2020-23	-	346,773	346,773
Total	36,139	1,939,503	1,975,642

GREATER ALBANY PUBLIC SCHOOL DISTRICT
LINN COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

6. LONG-TERM DEBT (CONTINUED)

CAPITAL LEASES

Various lease agreements have been entered into with interest rates varying from 3.0% to 5.3%. These agreements qualify as capital leases for accounting purposes and have been recorded at the present value of the future minimum lease payments as of the inception date in the Statement of Net Assets.

Year Ending June 30,	CAPITAL LEASES		
	Principal	Interest	Total
2010	\$ 392,231	\$ 105,979	\$ 498,210
2011	409,039	89,171	498,210
2012	364,528	72,258	436,786
2013	332,500	57,017	389,517
2014	300,185	43,245	343,430
2015-18	843,191	71,706	914,897
	<u>\$ 2,641,674</u>	<u>\$ 439,376</u>	<u>\$ 3,081,050</u>

Total long-term liability activity for the year ended June 30, 2009 was as follows:

	Beginning Balance	Additons	Reductions	Ending Balance	Due Within One Year
Bonds Payable	\$ 101,172,490	\$ -	\$ 4,656,388	\$ 96,516,102	\$ 4,885,000
Qualified Zone Academy Bonds	2,098,776	-	159,273	1,939,503	159,273
Capital Leases	2,465,298	525,000	348,624	2,641,674	392,231
Notes Payable	41,998	709	6,568	36,139	6,971
Early Retirement	4,377,781	858,314	1,181,378	4,054,717	-
Other Post Employment Benefits	-	189,887	-	189,887	-
Total Long-term Liabilities	<u>\$ 110,156,343</u>	<u>\$ 1,573,910</u>	<u>\$ 6,352,231</u>	<u>\$ 105,378,022</u>	<u>\$ 5,443,475</u>

7. COMMITMENTS AND CONTINGENCIES

A number of federally assisted grant programs are participated in. These programs are subject to program compliance audits by the grantors or their representatives. The federal audits for these programs for the year ended June 30, 2009 have not been conducted. Accordingly, compliance with grant requirements will be established at some future date. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time, although amounts are expected to be immaterial.

GREATER ALBANY PUBLIC SCHOOL DISTRICT
LINN COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

7. COMMITMENTS AND CONTINGENCIES (CONTINUED)

A substantial portion of operating funding is received from the State of Oregon. State funding is determined through state wide revenue projections that are paid to individual school districts based on pupil counts and other factors in the state school fund revenue formula. Since these projections and pupil counts fluctuate they can cause the District to either have increases or decreases in revenue. Due to these future uncertainties at the state level, the future effect on operations can not be determined.

8. PROPERTY TAX LIMITATIONS

The State of Oregon imposes a constitutional limit on property taxes for schools and nonschool government operations. School operations include community colleges, local school districts, and education service districts. The limitation provides that property taxes for school operations are limited to \$5.00 for each \$1,000 of property market value. This limitation does not apply to taxes levied for principal and interest on general obligation bonded debt. The result of this requirement has been that school districts have become more dependent upon state funding and less dependent upon property tax revenues as their major source of operating revenue.

The State further reduced property taxes by replacing the previous constitutional limits on tax bases with a rate and value limit in 1997. This reduction is accomplished by rolling property values back to their 1995-96 values less 10% and limiting future tax value growth of each property to no more than 3% per year, subject to certain exceptions. Taxes levied to support bonded debt are exempted from the reductions. The State Constitution sets restrictive voter approval requirements for most tax and many fee increases and new bond issues, and requires the State to minimize the impact to school districts from the impact of the tax cuts.

9. PREPAID PERS LIABILITY

As a result of the issuance of the 2004 Limited Tax Pension Obligation Bonds, a Prepaid PERS Liability is reported in the Statement of Net Assets. The prepaid liability is equal to the initial \$46,612,192 payment made to PERS from the bond proceeds, less accumulated amortization. Annual amortization is being calculated on a straight-line basis over the life of the pension obligation bonds.

10. EARLY RETIREMENT PLAN

There is an early retirement plan for qualified employees. Expenditures are recorded as the incentive payments and related insurance premiums are incurred. In order to qualify for the plan, an employee must be eligible for retirement under PERS. Eligible employees will be paid for a specified time. The amount of compensation per month is equal to 1% of the contractual yearly salary the retiree would have received if fully employed with the District, along with related insurance premiums. Early retirement program costs are recorded as expenditures and funded on a pay as you go basis. The actuarial present value of vested and non-vested accumulated benefits is not available. At June 30, 2009, the estimated liability is \$4,054,717. Total expenses for the year ending June 30, 2009 were \$1,181,378.

GREATER ALBANY PUBLIC SCHOOL DISTRICT
LINN COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

11. INTERGOVERNMENTAL AGENCY

In 1993 an intergovernmental agreement was entered into to build, operate, and maintain the Linn Regional Fueling Facility (LRFF) along with Linn County, the City of Albany, Linn-Benton Community College, and Linn-Benton-Lincoln Education Service District. The agreement specified that the land and improvements constituting the regional fueling facility shall be owned by Linn County and that the capital costs of designing and building the facility will be repaid by all parties through surcharges and capital cost payments. The capital cost payments will end when the total capital cost of the facility has been reached.

After Five years of participation in the agreement, a party becomes vested as a capital cost shareholder. If, after the five-year point, a party withdraws from the agreement, the other parties agree to pay the withdrawing party an amount equal to 80% of that party's total capital cost payments. Operation and maintenance costs are shared by the parties proportionately in accordance with each party's usage of the facility. These costs are covered through surcharges and fees set by the Linn Regional Fueling Facility Board.

There is no equity interest in the Facility, and therefore does not report an equity interest in the basic financial statements. At June 30, 2009, the Linn Regional Fueling Facility's equity balance as reported in its audited financial statement totaled \$514,602. A copy of the Linn Regional Fueling Facility's audit report may be obtained from Linn County.

12. SELF-INSURANCE

Public liability and property damage claims are self insured for the first \$100,000 of any accident and for the amount, if any, in excess of stated policy limits. The District carries liability insurance for amounts not otherwise self-insured. Estimated losses on claims are charged to expense in the period the loss is determinable.

There is also self-insurance for benefits to unemployed former employees through participation in a risk pool. One percent of payroll is contributed to the pool. Contributions in excess of actual unemployment benefits paid are held in the Insurance Reserve Fund.

13. DEFERRED COMPENSATION PLAN

A deferred compensation plan is available to employees wherein they may execute an individual agreement with for amounts earned by them to not be paid until a future date when certain circumstances are met. These circumstances are: termination by reason of death, disability, resignation, or retirement. The deferred compensation plan is one which is authorized under IRC Section 457 and has been approved in its specifics by a private ruling from the Internal Revenue Service. The assets of the plan are held by the administrator for the sole benefit of the plan participants and are not considered assets or liabilities. On June 30, 2009 the balance in the Deferred Compensation Fund is \$185,194.

GREATER ALBANY PUBLIC SCHOOL DISTRICT
LINN COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

14. OPERATING LEASES

There are many operating leases in effect for various pieces of office equipment. The total operating lease expense, including maintenance fees, for the year ended June 30, 2009 was \$191,411. The future minimum lease payments are as follows:

Year	<u>Lease Payment</u>
2010	\$ 93,676
2011	59,473
2012	40,506
2013	32,488
2014	<u>15,914</u>
Total	<u>\$ 242,057</u>

15. INTERFUND TRANSFERS AND BALANCES

The composition of interfund transfers is as follows:

Transfers Out:	
General Fund	<u>\$ 769,612</u>
Total	<u>\$ 769,612</u>
Transfers In:	
Grant Funds	\$ 140,000
Debt Fund	9,100
Other Governmental	<u>620,512</u>
Total	<u>\$ 769,612</u>

The internal transfers are budgeted and recorded to show legal and operational commitments between funds such as cost sharing.

There is a Due To General Fund of \$267,468 reported in the Grant Funds, and a Due From Other Funds reported in the General Fund for the same amount as of June 30, 2009, to account for negative pooled cash.

GREATER ALBANY PUBLIC SCHOOL DISTRICT
LINN COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

16. OTHER POST EMPLOYMENT BENEFITS

PLAN DESCRIPTION

The District operates a single-employer retiree benefit plan that provides postemployment health, dental vision and life insurance benefits to eligible employees and their spouses. There are active and retired members in the plan. Benefits and eligibility for members are established through the collective bargaining agreements.

The post-retirement healthcare plan established in accordance with Oregon Revised Statutes (ORS) 243.303. ORS stipulated that for the purpose of establishing healthcare premiums, the rate must be based on all plan members, including both active employees and retirees. The difference between retiree claims cost, which because of the effect of age is generally higher in comparison to all plan members, and the amount of retiree healthcare premiums represents the District's implicit employer contribution.

No irrevocable trust (or equivalent arrangement) was established to account for the plan.

FUNDING POLICY

The benefits from this program are paid by the retired employees on a self-pay basis and the required contribution is based on projected pay-as-you go financing requirements. There is no obligation to fund these benefits in advance.

ANNUAL PENSION COST AND NET PENSION OBLIGATION

The District's annual other postemployment benefit cost is calculated based on the annual required contribution of the employer (ARC), and amount actuarially determined in accordance within the parameter of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the OPEB obligation at the end of the year:

	2009
Annual required contribution	\$ 945,086
Interest on net pension obligation	-
Adjustment to annual required contribution	-
Annual pension cost	945,086
Contributions made	(755,199)
Increase in net pension obligation	189,887
NPO (Asset) at beginning of year	-
NPO (Asset) at end of year	\$ 189,887
Percentage of APC contributed	79.9%

GREATER ALBANY PUBLIC SCHOOL DISTRICT
LINN COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

16. OTHER POST EMPLOYMENT BENEFITS (CONTINUED)

ACTUARIAL METHODS AND ASSUMPTIONS

The annual required contribution (ARC) for the current year was determined as part of the June 30, 2009 actuarial valuation using the Projected Unit Credit method. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about mortality, claim cost and the healthcare cost trend. The actuarial assumptions included a rate of return on investment of present and future assets of 4.00% compounded annually and payroll growth of 3.75% compound annually. Amounts determined regarding the funded status of the plan and the annual required contribution of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

FUNDING STATUS AND FUNDING PROGRESS

As of June 30, 2009, the plan was 0% funded. The actuarial accrued liability for benefits was \$11,162,857, and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability (UAAL) of \$11,162,857. The covered payroll is 29.7%. The Annual Required Contribution (ARC) for June 30, 2009 has been actuarially determined to be \$945,086 for District contributions.

17. PRIOR PERIOD ADJUSTMENT

A prior period adjustment of \$281,357 was made to beginning net assets to account for expenses recorded incorrectly to a prior year.

18. DEFICIT FUND BALANCE

As of June 30, 2009 the School Lunch Fund had a deficit fund balance of \$294,056. The District in working with the contracted private management company (Sodexo), on a plan to eliminate the negative fund balance by June 30, 2012. This will be accomplished through decreased labor costs, increased meal participation, and direct monetary contributions by Sodexo of \$135,000.

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GREATER ALBANY PUBLIC SCHOOL DISTRICT
LINN COUNTY, OREGON

REQUIRED SUPPLEMENTARY DATA

Combining, Individual Fund, Account Groups
And Other Financial Schedules

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**GREATER ALBANY PUBLIC SCHOOLS
LINN COUNTY, OREGON**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2009**

<u>GENERAL FUND</u>				
	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES				
Local Sources	\$ 19,742,500	\$ 19,742,500	\$ 19,437,288	\$ (305,212)
Intermediate Sources	25,000	25,000	23,408	(1,592)
State Sources	47,263,347	47,263,347	43,851,687	(3,411,660)
Federal Sources	2,500	2,500	2,661,177	2,658,677
Total Revenues	<u>67,033,347</u>	<u>67,033,347</u>	<u>65,973,560</u>	<u>(1,059,787)</u>
EXPENDITURES				
Instruction	42,443,928	42,363,928 (1)	41,074,537	1,289,391
Support Services	24,332,537	24,332,537 (1)	23,456,034	876,503
Enterprise and Community Services	218,127	248,127 (1)	234,030	14,097
Facilities Acquisition and Construction	500,000	550,000 (1)	532,247	17,753
Contingency	2,500,000	2,500,000 (1)	-	2,500,000
Total Expenditures	<u>69,994,592</u>	<u>69,994,592</u>	<u>65,296,848</u>	<u>4,697,744</u>
Excess of Revenues Over (Under) Expenditures	(2,961,245)	(2,961,245)	676,712	3,637,957
OTHER FINANCING SOURCES (USES)				
Gain (Loss) on Sale of Fixed Assets	-	-	15,402	15,402
Transfers In	-	-	-	-
Transfers Out	(779,755)	(779,755) (1)	(769,612)	10,143
Total Other Financing Sources (Uses)	<u>(779,755)</u>	<u>(779,755)</u>	<u>(754,210)</u>	<u>25,545</u>
Net Change in Fund Balance	(3,741,000)	(3,741,000)	(77,498)	3,663,502
Prior Period Adjustment	-	-	(281,357)	(281,357)
Beginning Fund Balance	<u>4,741,000</u>	<u>4,741,000</u>	<u>5,451,728</u>	<u>710,728</u>
Ending Fund Balance	<u>\$ 1,000,000</u>	<u>\$ 1,000,000</u>	<u>\$ 5,092,873</u>	<u>\$ 4,092,873</u>

(1) Appropriation Level

**GREATER ALBANY PUBLIC SCHOOLS
LINN COUNTY, OREGON**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

For the Year Ended June 30, 2009

	<u>GRANT FUNDS</u>			VARIANCE POSITIVE (NEGATIVE)
	<u>ORIGNIAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	
REVENUES				
Local Sources	\$ 37,000	\$ 37,000	\$ 314,626	\$ 277,626
Intermediate Sources	365,000	365,000	56,802	(308,198)
State Sources	190,000	190,000	476,025	286,025
Federal Sources	<u>4,254,108</u>	<u>4,254,108</u>	<u>3,760,388</u>	<u>(493,720)</u>
Total Revenues	4,846,108	4,846,108	4,607,841	(238,267)
EXPENDITURES				
Instruction	2,784,753	2,984,753 (1)	2,633,903	350,850
Support Services	2,346,131	2,651,131 (1)	1,658,803	992,328
Enterprise and Community Services	62,317	62,317 (1)	55,884	6,433
Contingency	<u>505,000</u>	<u>- (1)</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>5,698,201</u>	<u>5,698,201</u>	<u>4,348,590</u>	<u>1,349,611</u>
Excess of Revenues Over (Under) Expenditures	(852,093)	(852,093)	259,251	1,111,344
OTHER FINANCING SOURCES (USES)				
Transfers In	<u>-</u>	<u>-</u>	<u>140,000</u>	<u>140,000</u>
Net Change in Fund Balance	(852,093)	(852,093)	399,251	1,251,344
Beginning Fund Balance	<u>852,093</u>	<u>852,093</u>	<u>660,544</u>	<u>(191,549)</u>
Ending Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,059,795</u>	<u>\$ 1,059,795</u>

(1) Appropriation Level

GREATER ALBANY PUBLIC SCHOOL DISTRICT
LINN COUNTY, OREGON

SUPPLEMENTARY DATA

Combining, Individual Fund, Account Groups
And Other Financial Schedules

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**GREATER ALBANY PUBLIC SCHOOLS
LINN COUNTY, OREGON**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2009**

CAPITAL IMPROVEMENT FUND #3

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES				
Local Sources	\$ 500,000	\$ 500,000	\$ 991,368	\$ 491,368
EXPENDITURES				
Support Services	1,000,000	800,000 (1)	1,466	798,534
Facilities Acquisition and Construction	31,025,000	31,225,000 (1)	34,395,863	(3,170,863)
Contingency	3,000,000	3,000,000 (1)	-	3,000,000
Total Expenditures	35,025,000	35,025,000	34,397,329	627,671
Net Change in Fund Balance	(34,525,000)	(34,525,000)	(33,405,961)	1,119,039
Beginning Fund Balance	47,000,000	47,000,000	44,138,968	(2,861,032)
Ending Fund Balance	<u>\$ 12,475,000</u>	<u>\$ 12,475,000</u>	<u>\$ 10,733,007</u>	<u>\$ (1,741,993)</u>

(1) Appropriation Level

**GREATER ALBANY PUBLIC SCHOOLS
LINN COUNTY, OREGON**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2009**

<u>DEBT SERVICE FUND</u>				
	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES				
Local Sources				
Property Taxes	\$ 6,387,563	\$ 6,387,563	\$ 6,521,694	\$ 134,131
Earnings on Investments	20,000	20,000	40,209	20,209
Total Revenues	6,407,563	6,407,563	6,561,903	154,340
EXPENDITURES				
Debt Service	6,416,663	6,416,663 (1)	6,416,616	47
Excess of Revenues Over (Under) Expenditures	(9,100)	(9,100)	145,287	154,387
OTHER FINANCING SOURCES (USES)				
Transfers In	9,100	9,100	9,100	-
Net Change in Fund Balance	-	-	154,387	154,387
Beginning Fund Balance	-	-	75,951	75,951
Ending Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 230,338</u>	<u>\$ 230,338</u>

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**GREATER ALBANY PUBLIC SCHOOLS
LINN COUNTY, OREGON**

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS**

June 30, 2009

	STUDENT ACTIVITY FUND	BUS REPLACEMENT FUND	ENERGY CONSERVATION FUND	E-RATE FUNDING FUND
ASSETS				
Cash and Investments	\$ 439,503	\$ 23,508	\$ 192,731	\$ 195,518
Accounts Receivable	276	-	-	-
Taxes Receivable	-	-	-	-
Prepaid Expenses	-	-	-	-
Due From Other Funds	-	-	-	-
Total Assets	<u>\$ 439,779</u>	<u>\$ 23,508</u>	<u>\$ 192,731</u>	<u>\$ 195,518</u>
LIABILITIES AND FUND BALANCES				
Liabilities				
Deposits Payable	\$ -	\$ -	\$ -	\$ -
Accounts Payable	(14,327)	-	55,568	-
Deferred Revenue	-	-	-	-
Due to Other Funds	-	-	-	-
Total Liabilities	(14,327)	-	55,568	-
Fund Balances				
Reserved for				
Capital Projects	-	-	-	-
Debt Service	-	-	-	-
Unreserved	454,106	23,508	137,163	195,518
	<u>454,106</u>	<u>23,508</u>	<u>137,163</u>	<u>195,518</u>
Total Liabilities and Fund Balances	<u>\$ 439,779</u>	<u>\$ 23,508</u>	<u>\$ 192,731</u>	<u>\$ 195,518</u>

SCHOOL IMPROVEMENT FUND	SCHOOL LUNCH FUND	CONSTRUCTION EXCISE TAX FUND	PERS REFINANCE SERVICE	CAPITAL IMPROVEMENT FUND #1	TOTAL
\$ 326,971	\$ (278,380)	\$ 296,379	\$ 1,056,514	\$ 59,367	\$ 2,312,111
-	103,938	117,068	-	-	221,282
-	-	-	-	-	-
11,123	-	-	-	-	11,123
-	-	-	-	-	-
<u>\$ 338,094</u>	<u>\$ (174,442)</u>	<u>\$ 413,447</u>	<u>\$ 1,056,514</u>	<u>\$ 59,367</u>	<u>\$ 2,544,516</u>
\$ -	\$ 37,174	\$ -	\$ -	\$ -	\$ 37,174
541	82,440	-	-	2,605	126,827
-	-	-	-	-	-
-	-	-	-	-	-
541	119,614	-	-	2,605	164,001
-	-	-	-	56,762	56,762
-	-	-	1,056,514	-	1,056,514
337,553	(294,056)	413,447	-	-	1,267,239
<u>337,553</u>	<u>(294,056)</u>	<u>413,447</u>	<u>1,056,514</u>	<u>56,762</u>	<u>2,380,515</u>
<u>\$ 338,094</u>	<u>\$ (174,442)</u>	<u>\$ 413,447</u>	<u>\$ 1,056,514</u>	<u>\$ 59,367</u>	<u>\$ 2,544,516</u>

**GREATER ALBANY PUBLIC SCHOOLS
LINN COUNTY, OREGON**

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2009**

	STUDENT ACTIVITY FUND	BUS REPLACEMENT FUND	ENERGY CONSERVATION FUND	E-RATE FUNDING FUND
REVENUES				
Local Sources	\$ 1,755,057	\$ 78	\$ 3,810	\$ 11,464
State Sources	-	-	328,899	-
Federal Sources	-	-	-	-
Total Revenues	1,755,057	78	332,709	11,464
EXPENDITURES				
Instruction	1,676,916	-	-	15,320
Support Services	86,832	619,600	-	188,680
Enterprise and Community Services	-	-	-	-
Facilities Acquisition and Construction	-	-	146,242	-
Debt Service	-	315,023	301,321	-
Total Expenditures	1,763,748	934,623	447,563	204,000
Excess of Revenues Over (Under) Expenditures	(8,691)	(934,545)	(114,854)	(192,536)
OTHER FINANCING SOURCES (USES)				
Transfers In	108	414,155	175,000	-
Transfers Out	-	-	-	-
Gain (Loss) on Sale of Capital Assets	-	3,477	-	-
Loan Proceeds	-	525,000	-	-
Total Other Financing Sources, (Uses)	108	942,632	175,000	-
Net Change in Fund Balance	(8,583)	8,087	60,146	(192,536)
Beginning Fund Balances	462,689	15,421	77,017	388,054
Ending Fund Balances	<u>\$ 454,106</u>	<u>\$ 23,508</u>	<u>\$ 137,163</u>	<u>\$ 195,518</u>

SCHOOL IMPROVEMENT FUND	SCHOOL LUNCH FUND	CONSTRUCTION EXCISE TAX FUND	PERS REFINANCE FUND	CAPITAL IMPROVEMENT FUND #1	TOTAL
\$ 17,841	\$ 845,370	\$ 330,020	\$ 2,766,526	\$ 17,181	\$ 5,747,347
1,897,384	-	-	-	-	2,226,283
-	1,796,897	-	-	-	1,796,897
1,915,225	2,642,267	330,020	2,766,526	17,181	9,770,527
1,722,862	-	-	-	-	3,415,098
309,090	-	-	-	-	1,204,202
-	3,077,997	-	-	-	3,077,997
-	-	-	-	237,694	383,936
-	-	-	2,737,800	-	3,354,144
2,031,952	3,077,997	-	2,737,800	237,694	11,435,377
(116,727)	(435,730)	330,020	28,726	(220,513)	(1,664,850)
-	31,249	-	-	-	620,512
-	-	-	-	-	-
-	-	-	-	-	3,477
-	-	-	-	-	525,000
-	31,249	-	-	-	1,148,989
(116,727)	(404,481)	330,020	28,726	(220,513)	(515,861)
454,280	110,425	83,427	1,027,788	277,275	2,896,376
\$ 337,553	\$ (294,056)	\$ 413,447	\$ 1,056,514	\$ 56,762	\$ 2,380,515

**GREATER ALBANY PUBLIC SCHOOLS
LINN COUNTY, OREGON**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2009**

STUDENT ACTIVITY FUND

	<u>ORIGNIAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES				
Local Sources	\$ 1,629,000	\$ 1,629,000	\$ 1,755,057	\$ 126,057
EXPENDITURES				
Instruction	1,569,600	1,689,600 (1)	1,676,916	12,684
Support Services	63,500	63,500 (1)	86,832	(23,332)
Enterprise and Community Services	575	575 (1)	-	575
Contingency	445,325	325,325 (1)	-	325,325
Total Expenditures	<u>2,079,000</u>	<u>2,079,000</u>	<u>1,763,748</u>	<u>315,252</u>
Excess of Revenues Over (Under) Expenditures	(450,000)	(450,000)	(8,691)	441,309
OTHER FINANCING SOURCES (USES)				
Transfers In	<u>-</u>	<u>-</u>	<u>108</u>	<u>108</u>
Net Change in Fund Balance	(450,000)	(450,000)	(8,583)	441,417
Beginning Fund Balance	<u>450,000</u>	<u>450,000</u>	<u>462,689</u>	<u>12,689</u>
Ending Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 454,106</u>	<u>\$ 454,106</u>

(1) Appropriation Level

**GREATER ALBANY PUBLIC SCHOOLS
LINN COUNTY, OREGON**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2009**

BUS REPLACEMENT FUND

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES				
Local Sources	\$ 1,500	\$ 1,500	\$ 78	\$ (1,422)
EXPENDITURES				
Support Services	620,655	620,655 (1)	619,600	1,055
Debt Service	365,000	365,000 (1)	315,023	49,977
Total Expenditures	<u>985,655</u>	<u>985,655</u>	<u>934,623</u>	<u>51,032</u>
Excess of Revenues Over (Under) Expenditures	(984,155)	(984,155)	(934,545)	49,610
OTHER FINANCING SOURCES (USES)				
Lease Purchase Proceeds	570,000	570,000	525,000	(45,000)
Gain (Loss) on Sale of Fixed Assets	-	-	3,477	3,477
Transfers In	414,155	414,155	414,155	-
Total Other Financing Sources (Uses)	<u>984,155</u>	<u>984,155</u>	<u>942,632</u>	<u>(41,523)</u>
Net Change in Fund Balance	-	-	8,087	8,087
Beginning Fund Balance	<u>-</u>	<u>-</u>	<u>15,421</u>	<u>15,421</u>
Ending Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 23,508</u>	<u>\$ 23,508</u>

**GREATER ALBANY PUBLIC SCHOOLS
LINN COUNTY, OREGON**

**SCHEDULE OF REVENUES EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2009**

ENERGY CONSERVATION FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES				
Local Sources	\$ 5,000	\$ 5,000	\$ 3,810	\$ (1,190)
State Sources	114,000	114,000	328,899	214,899
Total Revenues	119,000	119,000	332,709	213,709
EXPENDITURES				
Facilities Acquisition and Construction	18,000	18,000 (1)	146,242	(128,242)
Debt Service	272,500	272,500 (1)	301,321	(28,821)
Contingency	3,500	3,500 (1)	-	3,500
Total Expenditures	294,000	294,000	447,563	(153,563)
Excess of Revenues Over (Under) Expenditures	(175,000)	(175,000)	(114,854)	60,146
OTHER FINANCING SOURCES (USES)				
Transfers In	175,000	175,000	175,000	-
Total Other Financing Sources (Uses)	175,000	175,000	175,000	-
Net Change in Fund Balance	-	-	60,146	60,146
Beginning Fund Balance	-	-	77,017	77,017
Ending Fund Balance	\$ -	\$ -	\$ 137,163	\$ 137,163

**GREATER ALBANY PUBLIC SCHOOLS
LINN COUNTY, OREGON**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2009**

<u>E-RATE FUNDING FUND</u>				
	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES				
Local Sources	\$ 19,000	\$ 19,000	\$ 11,464	\$ (7,536)
EXPENDITURES				
Instruction	-	15,320 (1)	15,320	-
Support Services	204,000	188,680 (1)	188,680	-
Total Expenditures	204,000	204,000	204,000	-
Net Change in Fund Balance	(185,000)	(185,000)	(192,536)	(7,536)
Beginning Fund Balance	185,000	185,000	388,054	203,054
Ending Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 195,518</u>	<u>\$ 195,518</u>

(1) Appropriation Level

**GREATER ALBANY PUBLIC SCHOOLS
LINN COUNTY, OREGON**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

For the Year Ended June 30, 2009

SCHOOL IMPROVEMENT FUND

	<u>ORIGNIAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES				
Local Sources	\$ 25,000	\$ 25,000	\$ 17,841	\$ (7,159)
State Sources	<u>1,910,650</u>	<u>1,910,650</u>	<u>1,897,384</u>	<u>(13,266)</u>
Total Revenues	1,935,650	1,935,650	1,915,225	(20,425)
EXPENDITURES				
Instruction	1,890,860	1,890,860 (1)	1,722,862	167,998
Support Services	<u>479,790</u>	<u>479,790 (1)</u>	<u>309,090</u>	<u>170,700</u>
Total Expenditures	<u>2,370,650</u>	<u>2,370,650</u>	<u>2,031,952</u>	<u>338,698</u>
Net Change in Fund Balance	(435,000)	(435,000)	(116,727)	318,273
Beginning Fund Balance	<u>435,000</u>	<u>435,000</u>	<u>454,280</u>	<u>19,280</u>
Ending Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 337,553</u>	<u>\$ 337,553</u>

**GREATER ALBANY PUBLIC SCHOOLS
LINN COUNTY, OREGON**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2009**

<u>SCHOOL LUNCH FUND</u>				
	<u>ORIGNIAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES				
Local Sources	\$ 1,047,000	\$ 1,047,000	\$ 845,370	\$ (201,630)
State Sources	-	-	-	-
Federal Sources	1,735,000	1,735,000	1,796,897	61,897
Total Revenues	2,782,000	2,782,000	2,642,267	(139,733)
EXPENDITURES				
Enterprise and Community Services	3,097,000	3,097,000 (1)	3,077,997	19,003
Total Expenditures	3,097,000	3,097,000	3,077,997	19,003
Excess of Revenues Over (Under) Expenditures	(315,000)	(315,000)	(435,730)	(120,730)
OTHER FINANCING SOURCES (USES)				
Transfers In	40,000	40,000	31,249	(8,751)
Net Change in Fund Balance	(275,000)	(275,000)	(404,481)	(129,481)
Beginning Fund Balance	275,000	275,000	110,425	(164,575)
Ending Fund Balance	\$ -	\$ -	\$ (294,056)	\$ (294,056)

**GREATER ALBANY PUBLIC SCHOOLS
LINN COUNTY, OREGON**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2009**

CONSTRUCTION EXCISE TAX

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES:				
Local Sources	\$ 750,000	\$ 750,000	\$ 330,020	\$ (419,980)
EXPENDITURES:				
Support Services	25,000	25,000 (1)	-	25,000
Facilities Acquisition and Construction	700,000	700,000 (1)	-	700,000
Contingency Fund	25,000	25,000 (1)	-	25,000
Total Expenditures	<u>750,000</u>	<u>750,000</u>	<u>-</u>	<u>750,000</u>
Net Change in Fund Balance	-	-	330,020	330,020
Beginning Fund Balance	<u>-</u>	<u>-</u>	<u>83,427</u>	<u>83,427</u>
Ending Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 413,447</u>	<u>\$ 413,447</u>

**GREATER ALBANY PUBLIC SCHOOLS
LINN COUNTY, OREGON**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2009**

<u>PERS REFINANCE FUND</u>				
	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES				
Local Sources	\$ 2,625,000	\$ 2,625,000	\$ 2,766,526	\$ 141,526
EXPENDITURES				
Debt Service	<u>2,840,000</u>	<u>2,840,000 (1)</u>	<u>2,737,800</u>	<u>102,200</u>
Total Expenditures	<u>2,840,000</u>	<u>2,840,000</u>	<u>2,737,800</u>	<u>102,200</u>
Net Change in Fund Balance	(215,000)	(215,000)	28,726	243,726
Beginning Fund Balance	<u>750,000</u>	<u>750,000</u>	<u>1,027,788</u>	<u>277,788</u>
Ending Fund Balance	<u>\$ 535,000</u>	<u>\$ 535,000</u>	<u>\$ 1,056,514</u>	<u>\$ 521,514</u>

**GREATER ALBANY PUBLIC SCHOOLS
LINN COUNTY, OREGON**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2009**

CAPITAL IMPROVEMENT FUND #1

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES				
Local Sources	\$ 25,000	\$ 25,000	\$ 17,181	\$ (7,819)
EXPENDITURES				
Facilities Acquisition and Construction	<u>1,025,000</u>	<u>1,025,000</u>	<u>(1) 237,694</u>	<u>787,306</u>
Net Change in Fund Balance	(1,000,000)	(1,000,000)	(220,513)	779,487
Beginning Fund Balance	<u>1,000,000</u>	<u>1,000,000</u>	<u>277,275</u>	<u>(722,725)</u>
Ending Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 56,762</u>	<u>\$ 56,762</u>

**GREATER ALBANY PUBLIC SCHOOLS
LINN COUNTY, OREGON**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - PROPRIETARY FUNDS
For the Year Ended June 30, 2009**

INSURANCE RESERVE FUND

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES				
Local Sources	\$ 12,500	\$ 12,500	\$ 7,787	\$ (4,713)
EXPENDITURES				
Instruction	12,500	12,500 (1)	13,835	(1,335)
Support Services	89,568	89,568 (1)	71,455	18,113
Enterprise and Community Services	6,000	11,000 (1)	9,370	1,630
Contingency	182,432	177,432 (1)	-	177,432
Total Expenditures	<u>290,500</u>	<u>290,500</u>	<u>94,660</u>	<u>179,062</u>
Net Change in Fund Balance	(278,000)	(278,000)	(86,873)	191,127
Beginning Fund Balance	<u>278,000</u>	<u>278,000</u>	<u>286,963</u>	<u>8,963</u>
Ending Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 200,090</u>	<u>\$ 200,090</u>

(1) Appropriation Level

GREATER ALBANY PUBLIC SCHOOLS
SCHEDULE OF REVENUE BY FUNCTION - ALL FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	Fund 100	Fund 200	Fund 300	Fund 400	Fund 600
Revenue from Local Sources					
1110 Ad Valorem Taxes Levied by District	\$18,544,256	\$0	\$6,521,694	\$0	\$0
1120 Local Option Ad Valorem Taxes Levied from District	\$0	\$0	\$0	\$0	\$0
1130 Construction Excise Tax Revenue	\$0	\$326,912	\$0	\$0	\$0
1310 Regular Day School Tuition	\$21,795	\$0	\$0	\$0	\$0
1320 Adult/Continuing Education Tuition	\$0	\$0	\$0	\$0	\$0
1330 Summer School Tuition	\$0	\$0	\$0	\$0	\$0
1400 Transportation Fees	\$0	\$0	\$0	\$0	\$0
1500 Earnings on Investments	\$357,856	\$43,637	\$51,567	\$1,006,953	\$5,532
1600 Food Service	\$0	\$744,234	\$0	\$0	\$0
1700 Extracurricular Activities	\$54,838	\$1,729,449	\$0	\$0	\$0
1800 Community Services Activities	\$0	\$0	\$0	\$0	\$0
1910 Rentals	\$0	\$0	\$0	\$0	\$0
1920 Contributions and Donations From Private Sources	\$2,160	\$13,707	\$0	\$0	\$0
1930 Rental or Lease Payments From Private Contractors	\$26,925	\$0	\$0	\$0	\$0
1940 Services Provided Other Local Education Agencies	\$0	\$0	\$0	\$0	\$0
1950 Textbook Sales and Rentals	\$1,040	\$0	\$0	\$0	\$0
1960 Recovery of Prior Years' Expenditure	\$0	\$0	\$0	\$0	\$0
1970 Services Provided Other Funds	\$0	\$0	\$2,755,169	\$0	\$0
1980 Fees Charged to Grants	\$186,480	\$0	\$0	\$0	\$0
1990 Miscellaneous	\$241,938	\$420,327	\$0	\$1,595	\$2,255
Total Revenue from Local Sources	\$19,437,288	\$3,278,266	\$9,328,430	\$1,008,548	\$7,787
Revenue from Intermediate Sources					
2101 County School Funds	\$23,408	\$0	\$0	\$0	\$0
2102 Education Service District Appointment	\$0	\$0	\$0	\$0	\$0
2105 Natural Gas, Oil, and Mineral Receipts	\$0	\$0	\$0	\$0	\$0
2199 Other Intermediate Sources	\$0	\$0	\$0	\$0	\$0
2200 Restricted Revenue	\$0	\$56,802	\$0	\$0	\$0
2800 Revenue in Lieu of Taxes	\$0	\$0	\$0	\$0	\$0
Total Revenue from Intermediate Sources	\$23,408	\$56,802	\$0	\$0	\$0
Revenue from State Sources					
3101 State School Fund - General Support	\$41,141,288	\$0	\$0	\$0	\$0
3102 State School Fund - School Lunch Match	\$0	\$0	\$0	\$0	\$0
3103 Common School Fund	\$1,021,011	\$0	\$0	\$0	\$0
3104 State Managed County Timber	\$171,311	\$0	\$0	\$0	\$0
3199 Other Unrestricted Grants-in-Aid	\$1,185,444	\$328,899	\$0	\$0	\$0
3204 Driver Education	\$0	\$0	\$0	\$0	\$0
3222 State School Fund (SSF) Transportation Equipment	\$0	\$0	\$0	\$0	\$0
3299 Other Restricted Grants-in-Aid	\$332,633	\$2,373,409	\$0	\$0	\$0
3800 Revenue in Lieu of Taxes	\$0	\$0	\$0	\$0	\$0
3900 Revenue for/on Behalf of the District	\$0	\$0	\$0	\$0	\$0
Total Revenue from State Sources	\$43,851,687	\$2,702,308	\$0	\$0	\$0
Revenue from Federal Sources					
4100 Unrestricted Revenue Direct From the Federal Government	\$0	\$0	\$0	\$0	\$0
4200 Unrestricted Revenue From the Federal Government Through the State	\$0	\$0	\$0	\$0	\$0
4300 Restricted Revenue From the Federal Government	\$0	\$0	\$0	\$0	\$0
4500 Restricted Revenue From the Federal Government Through the State	\$1,735,342	\$5,407,678	\$0	\$0	\$0
4700 Grants-In-Aid From the Federal Government Through Other Intermediate Agencies	\$0	\$0	\$0	\$0	\$0
4801 Federal Forest Fees	\$924,268	\$0	\$0	\$0	\$0
4802 Impact Aid to School Districts for Operation (PL 874)	\$0	\$0	\$0	\$0	\$0
4803 Coos Bay Wagon Road Funds	\$0	\$0	\$0	\$0	\$0
4899 Other Revenue in Lieu of Taxes	\$1,567	\$0	\$0	\$0	\$0
4900 Revenue for/on Behalf of the District	\$0	\$149,607	\$0	\$0	\$0
Total Revenue from Federal Sources	\$2,661,177	\$5,557,285	\$0	\$0	\$0
Revenue from Other Sources					
5100 Long Term Debt Financing Sources	\$0	\$525,000	\$0	\$0	\$0
5200 Interfund Transfers	\$0	\$760,512	\$9,100	\$0	\$0
5300 Sale of or Compensation for Loss of Fixed Assets	\$15,402	\$3,477	\$0	\$0	\$0
5400 Resources - Beginning Fund Balance	\$5,170,371	\$2,251,857	\$1,103,739	\$44,416,243	\$286,962
Total Revenue from Other Sources	\$5,185,773	\$3,540,846	\$1,112,839	\$44,416,243	\$286,962
Grand Totals	\$71,159,333	\$15,135,507	\$10,441,269	\$45,424,791	\$294,749
Prior Period Adjustment	281,357				
Beginning Fund Balance after Prior Period Adjustment	\$5,451,728				

GREATER ALBANY PUBLIC SCHOOLS
SCHEDULE OF EXPENDITURES BY FUNCTION/OBJECT
FOR THE YEAR ENDED JUNE 30, 2009

Fund: 100 - General Fund

	Totals	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600	Object 700
Instruction Expenditures								
1111 Primary, K-3	\$8,638,401	\$5,600,338	\$2,718,956	\$90,015	\$229,092	\$0	\$0	\$0
1112 Intermediate Programs	\$5,918,622	\$3,856,251	\$1,831,200	\$38,600	\$192,571	\$0	\$0	\$0
1113 Elementary Extracurricular	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1121 Middle/Junior High Programs	\$6,897,739	\$4,465,237	\$2,141,358	\$30,707	\$260,437	\$0	\$0	\$0
1122 Middle/Junior High School Extracurricular	\$26,278	\$20,039	\$5,411	\$0	\$828	\$0	\$0	\$0
1131 High School Programs	\$8,896,921	\$5,763,686	\$2,556,418	\$83,167	\$384,692	\$108,903	\$55	\$0
1132 High School Extracurricular	\$650,322	\$483,128	\$108,585	\$58,609	\$0	\$0	\$0	\$0
1140 Pre-Kindergarten Programs	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1210 Programs for the Talented and Gifted	\$4,937	\$2,101	\$324	\$2,512	\$0	\$0	\$0	\$0
1220 Restrictive Programs for Students with Disabilities	\$4,112,520	\$2,201,549	\$1,467,372	\$421,527	\$22,072	\$0	\$0	\$0
1250 Less Restrictive Programs for Students with Disabilities	\$3,954,355	\$2,532,414	\$1,398,705	\$562	\$22,674	\$0	\$0	\$0
1260 Early Intervention	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1271 Remediation	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1272 Title I	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1280 Alternative Education	\$840,157	\$362,205	\$147,379	\$123,843	\$188,156	\$18,574	\$0	\$0
1300 Adult/Continuing Education Programs	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1400 Summer School Programs	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Instruction Expenditures	\$41,074,537	\$26,011,338	\$12,776,095	\$850,828	\$1,308,744	\$127,477	\$55	\$0
Support Services Expenditures								
2110 Attendance and Social Work Services	\$230,147	\$119,356	\$69,894	\$40,000	\$897	\$0	\$0	\$0
2120 Guidance Services	\$1,731,688	\$1,151,875	\$570,481	\$6,605	\$2,727	\$0	\$0	\$0
2130 Health Services	\$43,515	\$8,563	\$2,063	\$29,238	\$3,651	\$0	\$0	\$0
2140 Psychological Services	\$52,676	\$30,505	\$18,974	\$35	\$3,162	\$0	\$0	\$0
2150 Speech Pathology and Audiology Services	\$788,045	\$497,032	\$208,635	\$71,746	\$8,832	\$0	\$1,800	\$0
2160 Other Student Treatment Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2190 Service Direction, Student Support Services	\$264,444	\$177,973	\$80,626	\$985	\$4,295	\$0	\$565	\$0
2210 Improvement of Instruction Services	\$281,333	\$172,575	\$70,406	\$26,415	\$8,113	\$0	\$3,824	\$0
2220 Educational Media Services	\$886,702	\$492,190	\$268,875	\$1,239	\$124,398	\$0	\$0	\$0
2230 Assessment & Testing	\$144,883	\$107,233	\$31,155	\$5,818	\$677	\$0	\$0	\$0
2240 Instructional Staff Development	\$183,959	\$91,498	\$13,593	\$70,692	\$8,176	\$0	\$0	\$0
2310 Board of Education Services	\$307,346	\$0	\$0	\$230,119	\$2,946	\$0	\$74,281	\$0
2320 Executive Administration Services	\$528,366	\$382,050	\$136,016	\$4,618	\$3,648	\$0	\$2,034	\$0
2410 Office of the Principal Services	\$5,194,674	\$3,536,329	\$1,523,494	\$82,414	\$30,811	\$577	\$21,049	\$0
2490 Other Support Services - School Administration	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2510 Direction of Business Support Services	\$222,134	\$159,688	\$59,591	\$1,142	\$1,233	\$0	\$480	\$0
2520 Fiscal Services	\$480,523	\$288,033	\$133,011	\$41,156	\$8,123	\$0	\$10,200	\$0
2540 Operation and Maintenance of Plant Services	\$6,423,587	\$2,072,234	\$1,100,144	\$2,431,349	\$591,765	\$85,598	\$142,497	\$0
2550 Student Transportation Services	\$3,085,948	\$1,574,986	\$835,389	\$76,633	\$500,391	\$47,082	\$51,467	\$0
2570 Internal Services	\$107,692	\$54,739	\$34,636	\$18,317	\$0	\$0	\$0	\$0
2610 Direction of Central Support Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2620 Planning, Research, Development, Evaluation Services, Grant Writing and Statistical Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2630 Information Services	\$8,795	\$0	\$0	\$8,795	\$0	\$0	\$0	\$0
2640 Staff Services	\$510,038	\$297,977	\$116,747	\$87,587	\$6,227	\$0	\$1,500	\$0
2660 Technology Services	\$737,483	\$320,210	\$176,217	\$138,630	\$87,787	\$14,039	\$600	\$0
2670 Records Management Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2690 Other Support Services - Central	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2700 Supplemental Retirement Program	\$1,242,056	\$728,318	\$509,702	\$4,036	\$0	\$0	\$0	\$0
Total Support Services Expenditures	\$23,456,034	\$12,263,364	\$5,959,649	\$3,377,569	\$1,397,859	\$147,296	\$310,297	\$0
Enterprise and Community Services Expenditures								
3100 Food Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3200 Other Enterprise Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3300 Community Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3500 Custody and Care of Children Services	\$234,030	\$134,690	\$93,134	\$1,693	\$4,369	\$0	\$144	\$0
Total Enterprise and Community Services Expenditures	\$234,030	\$134,690	\$93,134	\$1,693	\$4,369	\$0	\$144	\$0
Facilities Acquisition and Construction Expenditures								
4110 Service Area Direction	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
4120 Site Acquisition and Development Services	\$4,963	\$0	\$0	\$4,963	\$0	\$0	\$0	\$0
4150 Building Acquisition, Construction and Improvement Services	\$527,284	\$0	\$0	\$25,401	\$9,039	\$492,844	\$0	\$0
4190 Other Facilities Construction Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Facilities Acquisition and Construction Expenditures	\$532,247	\$0	\$0	\$30,364	\$9,039	\$492,844	\$0	\$0
Other Uses Expenditures								
5100 Debt Service	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
5200 Transfers of Funds	\$769,612	\$0	\$0	\$0	\$0	\$0	\$0	\$769,612
5300 Apportionment of Funds by ESD	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
5400 PERS UAL Bond Lump Sum	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Other Uses Expenditures	\$769,612	\$0	\$0	\$0	\$0	\$0	\$0	\$769,612
Grand Total	\$66,066,460	\$38,409,392	\$18,828,878	\$4,260,454	\$2,720,011	\$767,617	\$310,496	\$769,612

**GREATER ALBANY PUBLIC SCHOOLS
SCHEDULE OF EXPENDITURES BY FUNCTION/OBJECT
FOR THE YEAR ENDED JUNE 30, 2009**

Fund: 200 - Special Revenue Fund

	Totals	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600	Object 700
Instruction Expenditures								
1111 Primary, K-3	\$503,510	\$305,358	\$181,160	\$0	\$16,992	\$0	\$0	\$0
1112 Intermediate Programs	\$565,780	\$351,833	\$200,243	\$0	\$13,704	\$0	\$0	\$0
1113 Elementary Extracurricular	\$227,192	\$6,475	\$398	\$5,655	\$214,664	\$0	\$0	\$0
1121 Middle/Junior High Programs	\$354,332	\$214,145	\$112,605	\$0	\$2,553	\$25,029	\$0	\$0
1122 Middle/Junior High School Extracurricular	\$224,728	\$2,844	\$408	\$2,566	\$218,910	\$0	\$0	\$0
1131 High School Programs	\$380,111	\$192,735	\$113,072	\$5,185	\$64,899	\$4,220	\$0	\$0
1132 High School Extracurricular	\$1,220,979	\$37,032	\$5,937	\$2,840	\$1,168,866	\$6,304	\$0	\$0
1140 Pre-Kindergarded Programs	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1210 Programs for the Talented and Gifted	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1220 Restrictive Programs for Students with Disabilities	\$817,667	\$547,654	\$250,395	\$6,579	\$13,039	\$0	\$0	\$0
1250 Less Restrictive Programs for Students with Disabilities	\$203,923	\$124,190	\$62,708	\$592	\$16,433	\$0	\$0	\$0
1260 Early Intervention	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1271 Remediation	\$51,425	\$35,474	\$8,752	\$132	\$7,067	\$0	\$0	\$0
1272 Title I	\$1,410,787	\$852,301	\$461,696	\$167	\$96,623	\$0	\$0	\$0
1280 Alternative Education	\$13,217	\$7,499	\$1,751	\$0	\$3,967	\$0	\$0	\$0
1291 English Second Language Programs	\$72,980	\$44,658	\$23,384	\$200	\$4,738	\$0	\$0	\$0
1292 Teen Parent Program	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1293 Migrant Education	\$2,370	\$0	\$0	\$0	\$2,370	\$0	\$0	\$0
1400 Summer School Programs	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Instruction Expenditures	\$6,049,001	\$2,722,198	\$1,422,509	\$23,916	\$1,844,825	\$35,553	\$0	\$0
Support Services Expenditures								
2110 Attendance and Social Work Services	\$488,052	\$288,608	\$147,241	\$25,348	\$26,805	\$0	\$50	\$0
2120 Guidance Services	\$55,267	\$28,379	\$22,371	\$4,037	\$480	\$0	\$0	\$0
2130 Health Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2140 Psychological Services	\$88,761	\$59,508	\$28,635	\$618	\$0	\$0	\$0	\$0
2150 Speech Pathology and Audiology Services	\$19,403	\$578	\$625	\$18,200	\$0	\$0	\$0	\$0
2160 Other Student Treatment Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2190 Service Direction, Student Support Services	\$375,752	\$256,099	\$99,168	\$7,673	\$11,682	\$0	\$1,130	\$0
2210 Improvement of Instruction Services	\$153,752	\$102,782	\$43,809	\$836	\$6,325	\$0	\$0	\$0
2220 Educational Media Services	\$700	\$0	\$0	\$0	\$700	\$0	\$0	\$0
2230 Assessment & Testing	\$3,199	\$0	\$0	\$0	\$3,199	\$0	\$0	\$0
2240 Instructional Staff Development	\$516,638	\$296,230	\$69,640	\$90,011	\$60,757	\$0	\$0	\$0
2310 Board of Education Services	\$200	\$0	\$0	\$0	\$200	\$0	\$0	\$0
2320 Executive Administration Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2410 Office of the Principal Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2490 Other Support Services - School Administration	\$62,264	\$45,819	\$16,445	\$0	\$0	\$0	\$0	\$0
2510 Direction of Business Support Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2520 Fiscal Services	\$186,480	\$0	\$0	\$0	\$0	\$0	\$186,480	\$0
2540 Operation and Maintenance of Plant Services	\$22,464	\$948	\$135	\$3,307	\$2,362	\$15,712	\$0	\$0
2550 Student Transportation Services	\$690,325	\$7,478	\$2,100	\$61,148	\$0	\$619,599	\$0	\$0
2570 Internal Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2610 Direction of Central Support Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2640 Staff Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2660 Technology Services	\$199,748	\$0	\$0	\$199,748	\$0	\$0	\$0	\$0
2670 Records Management Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2690 Other Support Services - Central	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2700 Supplemental Retirement Program	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Support Services Expenditures	\$2,863,005	\$1,086,429	\$430,169	\$410,926	\$112,510	\$635,311	\$187,660	\$0
Enterprise and Community Services Expenditures								
3100 Food Services	\$3,077,997	\$867,634	\$559,742	\$318,694	\$1,303,332	\$28,595	\$0	\$0
3200 Other Enterprise Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3300 Community Services	\$47,892	\$23,350	\$17,579	\$3,916	\$3,047	\$0	\$0	\$0
3500 Custody and Care of Children Services	\$7,992	\$935	\$359	\$338	\$0	\$6,360	\$0	\$0
Total Enterprise and Community Services Expenditures	\$3,133,881	\$891,919	\$577,680	\$322,948	\$1,306,379	\$34,955	\$0	\$0
Facilities Acquisition and Construction Expenditures								
4110 Service Area Direction	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
4120 Site Acquisition and Development Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
4150 Building Acquisition, Construction and Improvement Services	\$146,242	\$0	\$0	\$146,242	\$0	\$0	\$0	\$0
4190 Other Facilities Construction Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Facilities Acquisition and Construction Expenditures	\$146,242	\$0	\$0	\$146,242	\$0	\$0	\$0	\$0
Other Uses Expenditures								
5100 Debt Service	\$616,344	\$0	\$0	\$0	\$0	\$0	\$616,344	\$0
5200 Transfers of Funds	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
5300 Appointment of Funds by ESD	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
5400 PERS UAL Bond Lump Sum	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Other Uses Expenditures	\$616,344	\$0	\$0	\$0	\$0	\$0	\$616,344	\$0
Grand Total	\$12,808,473	\$4,700,546	\$2,430,358	\$904,032	\$3,263,714	\$705,819	\$804,004	\$0

GREATER ALBANY PUBLIC SCHOOLS
 SCHEDULE OF EXPENDITURES BY FUNCTION/OBJECT
 FOR THE YEAR ENDED JUNE 30, 2009

Fund: 300 - Debt Service Fund

Other Uses Expenditures	Totals	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600	Object 700
5100 Debt Service	\$9,154,416	\$0	\$0	\$0	\$0	\$0	\$9,154,416	\$0
5200 Transfers of Funds	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
5300 Apportionment of Funds by ESD	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
5400 PERS UAL Bond Lump Sum	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Other Uses Expenditures	\$9,154,416	\$0	\$0	\$0	\$0	\$0	\$9,154,416	\$0
Grand Total	\$9,154,416	\$0	\$0	\$0	\$0	\$0	\$9,154,416	\$0

GREATER ALBANY PUBLIC SCHOOLS
 SCHEDULE OF EXPENDITURES BY FUNCTION/OBJECT
 FOR THE YEAR ENDED JUNE 30, 2009

Fund: 400 - Capital Construction Funds

Support Services Expenditures		Totals	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600	Object 700
2520 Fiscal Services		\$1,466	\$0	\$0	\$1,466	\$0	\$0	\$0	\$0
Total Support Services Expenditures		\$1,466	\$0	\$0	\$1,466	\$0	\$0	\$0	\$0
Facilities Acquisition and Construction Expenditures		Totals	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600	Object 700
4120 Site Acquisition and Development Services		\$369,197	\$0	\$0	\$24,671	\$0	\$343,090	\$1,436	\$0
4150 Building Acquisition, Construction, and Improvement Services		\$34,264,360	\$544	\$150	\$3,922,231	\$1,716	\$30,139,284	\$200,435	\$0
4190 Other Facilities Construction Services		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Facilities Acquisition and Construction Expenditures		\$34,633,557	\$544	\$150	\$3,946,902	\$1,716	\$30,482,374	\$201,871	\$0
Other Uses Expenditures		Totals	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600	Object 700
5100 Debt Service		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
5200 Transfers of Funds		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
5300 Apportionment of Funds by ESD		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
5400 PERS UAL Bond Lump Sum		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Other Uses Expenditures		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Grand Total		\$34,635,023	\$544	\$150	\$3,948,368	\$1,716	\$30,482,374	\$201,871	\$0

**GREATER ALBANY PUBLIC SCHOOLS
SCHEDULE OF EXPENDITURES BY FUNCTION/OBJECT
FOR THE YEAR ENDED JUNE 30, 2009**

Fund: 600 - Internal Service Fund

	Totals	Object 100	Object 200	Object 300	Object 400	Object 500	Object 600	Object 700
Instruction Expenditures								
1111 Primary, K-3	\$3,831	\$0	\$3,831	\$0	\$0	\$0	\$0	\$0
1112 Intermediate Programs	\$1,164	\$0	\$1,164	\$0	\$0	\$0	\$0	\$0
1113 Elementary Extracurricular	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1121 Middle/Junior High Programs	\$953	\$0	\$953	\$0	\$0	\$0	\$0	\$0
1122 Middle/Junior High School Extracurricular	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1131 High School Programs	\$1,578	\$0	\$1,578	\$0	\$0	\$0	\$0	\$0
1132 High School Extracurricular	\$83	\$0	\$83	\$0	\$0	\$0	\$0	\$0
1140 Pre-Kindergarten Programs	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1210 Programs for the Talented and Gifted	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1220 Restrictive Programs for Students with Disabilities	\$4,693	\$0	\$4,693	\$0	\$0	\$0	\$0	\$0
1250 Less Restrictive Programs for Students with Disabilities	\$440	\$0	\$440	\$0	\$0	\$0	\$0	\$0
1260 Early Intervention	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1271 Remediation	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1272 Title I	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1280 Alternative Education	\$881	\$0	\$881	\$0	\$0	\$0	\$0	\$0
1291 English Second Language Programs	\$212	\$0	\$212	\$0	\$0	\$0	\$0	\$0
1299 Other Programs	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1300 Adult/Continuing Education Programs	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1400 Summer School Programs	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Instruction Expenditures	\$13,835	\$0	\$13,835	\$0	\$0	\$0	\$0	\$0
Support Services Expenditures								
2110 Attendance and Social Work Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2120 Guidance Services	\$3	\$0	\$3	\$0	\$0	\$0	\$0	\$0
2130 Health Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2140 Psychological Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2150 Speech Pathology and Audiology Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2190 Service Direction, Student Support Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2210 Improvement of Instruction Services	\$87	\$0	\$87	\$0	\$0	\$0	\$0	\$0
2220 Educational Media Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2230 Assessment & Testing	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2240 Instructional Staff Development	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2310 Board of Education Services	\$5,111	\$0	\$0	\$5,111	\$0	\$0	\$0	\$0
2320 Executive Administration Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2410 Office of the Principal Services	\$97	\$0	\$47	\$50	\$0	\$0	\$0	\$0
2490 Other Support Services - School Administration	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2510 Direction of Business Support Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2520 Fiscal Services	\$25,399	\$13,500	\$6,656	\$0	\$4,143	\$0	\$1,100	\$0
2540 Operation and Maintenance of Plant Services	\$25,095	\$0	\$15,490	\$300	\$0	\$0	\$9,305	\$0
2550 Student Transportation Services	\$12,993	\$0	\$11,437	\$1,406	\$0	\$0	\$150	\$0
2570 Internal Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2610 Direction of Central Support Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2620 Planning, Research, Development, Evaluation Services, Grant Writing and Statistical Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2630 Information Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2640 Staff Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2660 Technology Services	\$2,670	\$0	\$2,670	\$0	\$0	\$0	\$0	\$0
2670 Records Management Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2690 Other Support Services - Central	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2700 Supplemental Retirement Program	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Support Services Expenditures	\$71,455	\$13,500	\$36,390	\$6,867	\$4,143	\$0	\$10,555	\$0
Enterprise and Community Services Expenditures								
3100 Food Services	\$2,897	\$0	\$2,897	\$0	\$0	\$0	\$0	\$0
3200 Other Enterprise Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3300 Community Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
3500 Custody and Care of Children Services	\$6,473	\$0	\$5,859	\$614	\$0	\$0	\$0	\$0
Total Enterprise and Community Services Expenditures	\$9,370	\$0	\$8,756	\$614	\$0	\$0	\$0	\$0
Facilities Acquisition and Construction Expenditures								
4110 Service Area Direction	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
4120 Site Acquisition and Development Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
4150 Building Acquisition, Construction and Improvement Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
4190 Other Facilities Construction Services	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Facilities Acquisition and Construction Expenditures	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Other Uses Expenditures								
5100 Debt Service	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
5200 Transfers of Funds	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
5300 Apportionment of Funds by ESD	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
5400 PERS UAL Bond Lump Sum	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Other Uses Expenditures	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Grand Total	\$94,660	\$13,500	\$58,981	\$7,481	\$4,143	\$0	\$10,555	\$0

**GREATER ALBANY PUBLIC SCHOOLS
LINN COUNTY, OREGON**

**SCHEDULE OF PROPERTY TAX TRANSACTIONS AND BALANCES
OF TAXES UNCOLLECTED
For The Year Ended June 30, 2009**

TAX YEAR	ORIGINAL LEVY OR BALANCE UNCOLLECTED 7/1/2008	DEDUCT DISCOUNTS	ADJUSTMENTS TO ROLLS	ADD INTEREST	CASH COLLECTIONS BY COUNTY TREASURER	BALANCE UNCOLLECTED OR UNSEGREGATED AT 6/30/09
<u>GENERAL FUND:</u>						
CURRENT:						
2008-09	\$ 19,209,377	\$ 476,594	\$ (70,669)	\$ 8,836	\$ 17,833,980	\$ 836,970
PRIOR YEARS:						
2007-08	664,903	(150)	(7,746)	21,057	356,077	322,287
2006-07	247,487	(3)	1,105	16,327	116,622	148,300
2005-06	125,462	-	626	17,395	84,942	58,541
2004-05	53,380	-	691	12,188	50,821	15,438
Prior	32,229	-	(169)	3,550	9,203	26,407
Total Prior	1,123,461	(153)	(5,493)	70,517	617,665	570,973
Total General Fund	\$ 20,332,838	\$ 476,441	\$ (76,162)	\$ 79,353	\$ 18,451,645	\$ 1,407,943

RECONCILIATION OF REVENUE:

	GENERAL FUND
Cash Collections by County Treasurer Above	\$ 18,451,645
Accrual of Receivables:	
June 30, 2008	(207,013)
June 30, 2009	259,599
Property Taxes in Lieu	40,025
Total Revenue	\$ 18,544,256

GREATER ALBANY PUBLIC SCHOOLS
LINN COUNTY, OREGON

SCHEDULE OF PROPERTY TAX TRANSACTIONS AND BALANCES
OF TAXES UNCOLLECTED
For The Year Ended June 30, 2009

TAX YEAR	ORIGINAL LEVY OR BALANCE UNCOLLECTED 7/1/2008	DEDUCT DISCOUNTS	ADJUSTMENTS TO ROLLS	ADD INTEREST	CASH COLLECTIONS BY COUNTY TREASURER	BALANCE UNCOLLECTED OR UNSEGREGATED AT 6/30/09
<u>DEBT SERVICE FUND:</u>						
CURRENT:						
2008-09	\$ 6,886,468	\$ 170,877	\$ (25,378)	3,169	6,392,996	\$ 300,386
PRIOR YEARS:						
2007-08	232,631	(52)	(2,711)	7,367	124,566	112,773
2006-07	16,757	-	86	1,106	7,898	10,051
2005-06	9,557	-	55	1,325	6,468	4,469
2004-05	3,862	-	65	887	3,696	1,118
Prior	2,492	-	27	268	700	2,087
Total Prior	265,299	(52)	(2,478)	10,953	143,328	130,498
Total Debt Service Fund	\$ 7,151,767	\$ 170,825	\$ (27,856)	\$ 14,122	\$ 6,536,324	\$ 430,884

RECONCILIATION OF REVENUE:

	DEBT SERVICE FUND
Cash Collections by County Treasurer Above	\$ 6,536,324
Accrual of Receivables:	
June 30, 2008	(38,406)
June 30, 2009	58,731
Property Taxes in Lieu	(34,955)
Total Revenue	\$ 6,521,694

GREATER ALBANY PUBLIC SCHOOLS
LINN COUNTY, OREGON

SUPPLEMENTAL INFORMATION
As Required by The Oregon Department of Education - Form 3211-C
For The Year Ended June 30, 2009

A.	Energy bills for heating - all funds:		<u>Objects 325 and 326</u>
		Function 2540	\$ 1,232,976
		Function 2550	-
B.	Replacement of equipment - General Fund:		
	Include all General Fund expenditures in Object 542, except for the following exclusions:		<u>Amount</u>
	Exclude these functions:		
	1113, 1122 & 1132 Co-curricular activities	4150	\$ 61,329
	1140 Pre-kindergarten	2550	
	1300 Continuing education	3100	
	1400 Summer school	3300	
		Construction	
		Pupil transportation	
		Food service	
		Community services	

GREATER ALBANY PUBLIC SCHOOL DISTRICT
LINN COUNTY, OREGON

2008-2009 AUDITORS' COMMENTS AND DISCLOSURES

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PAULY, ROGERS AND CO., P.C.

CERTIFIED PUBLIC ACCOUNTANTS

-
- 12700 SW 72ND AVENUE • TIGARD, OREGON 97223
 - (503) 620-2632 • FAX (503) 684-7523

November 23, 2009

2008-2009 AUDITORS' COMMENTS AND DISCLOSURES

Oregon Administrative Rules 162-10-000 through 162-16-000 the Minimum Standards for Audits of Oregon Municipal Corporations, prescribed by the Secretary of State in cooperation with the Oregon State Board of Accountancy, enumerate the financial statements, schedules, comments and disclosures required in audit reports. The required statements and schedules are set forth in preceding pages of this report. Required comments and disclosures related to our audit of such statements and schedules are set forth as follows.

REPORT ON INTERNAL ACCOUNTING CONTROL

We have audited the basic financial statements of Greater Albany Public School District, Linn County, Oregon, as of and for the year ended June 30, 2009, and have issued our report thereon dated November 23, 2009.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement.

The management of Greater Albany Public School District, Linn County, Oregon, is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of basic financial statements in accordance with generally accepted accounting principles in the United States of America. Because of inherent limitations in any internal control structure, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

In planning and performing our audit of the basic financial statements of Greater Albany Public School District, Linn County, Oregon, for the year ended June 30, 2009, we obtained an understanding of the internal control structure. With respect to the internal control structure, we obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk in order to determine our auditing procedures for the purpose of expressing our opinion on the basic financial statements and not to provide an opinion on the internal control structure. Accordingly, we do not express such an opinion.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants.

2008-2009 AUDITORS' COMMENTS AND DISCLOSURES

REPORT ON INTERNAL ACCOUNTING CONTROL (CONTINUED)

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the District's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the District's financial statements that is more than inconsequential will not be prevented or detected by the District's internal control.

We noted matters involving the internal control structure and its operation that we consider to be significant deficiencies under standards established by the American Institute of Certified Public Accountants, which are noted on the Schedule of Findings and Questioned Costs on page 63.

A material weakness is a significant deficiency in which the design or operation of one or more of the specific internal control structure elements does not reduce to a relatively low level the risk that errors and irregularities in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control structure and its operations that we consider to be material weaknesses as defined above.

This report is intended solely for the information and use of the board, management, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

ACCOUNTING RECORDS

The financial accounting records were adequate for audit.

SCHEDULE OF ACCOUNTABILITY OF ELECTED OFFICIALS

No elected official collected or received funds on behalf of the District.

BUDGET TRANSACTIONS

Expenditures of the various funds appear to be within authorized appropriation levels for 2008-2009, except as noted on page 16.

2008-2009 and 2009-2010 BUDGETS

The budgets adopted for the current and ensuing fiscal year were examined during the audit. We did not note any instances where the budget preparation and adoption procedures followed were not in compliance with the Oregon Local Budget Law.

COLLATERAL SECURING BANK DEPOSITS

Throughout the year deposits appeared to be adequately covered by federal depository insurance or deposited at an approved depository as identified by the Treasury based upon our testing. Deposits in the State Local Government Investment Pool are not required to be collateralized.

2008-2009 AUDITORS' COMMENTS AND DISCLOSURES

INVESTMENTS

The investments for the year ended June 30, 2009 were reviewed and appear to comply with the legal requirements pertaining to the investment of public funds contained in ORS 294.035 based upon our testing, except for one instance in which the District exceeded the limitation of funds invested in the Local Government Investment Pool.

PUBLIC CONTRACTS AND PURCHASING

The procedures for awarding public contracts were reviewed and, based upon our testing, we found no instances of noncompliance with ORS Chapter 279.

INSURANCE AND FIDELITY BONDS

Details concerning insurance and fidelity bond coverage were reviewed during the audit. The coverage provided appears to meet legal requirements. We do not have the professional expertise to state whether the insurance coverage is adequate.

STATUTORY BONDED DEBT LIMITATION

The outstanding bonded debt was within statutory limits, based upon our testing.

PROGRAMS FUNDED FROM OUTSIDE SOURCES

We reviewed and tested, to the extent we considered necessary in the circumstances, transactions and reports relative to federal and state grant programs. Our reports concerning grant compliance and a schedule of federal assistance are contained in this report in the grant compliance review section.

STATE HIGHWAY FUNDS

No State Highway Funds were received during the year ended June 30, 2009.

STATE SCHOOL FUND DISTRIBUTION INFORMATION

We have performed the procedures recommended by the Oregon Secretary of State, Audits Division, regarding the compliance with the requirements of ORS 327.013, as further defined by the Oregon State Department of Education, pertaining to the calculation and reporting of the factors used to compute the State School Fund distribution for the year ended June 30, 2009.

Based on the work described above we have found one instance of a student not being properly withdrawn after more than ten consecutive absences, which is a noncompliance with the rules and regulations pertaining to the calculation and reporting of the factors used to compute the State School Fund distribution for the year ended June 30, 2009.


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GREATER ALBANY PUBLIC SCHOOL DISTRICT
LINN COUNTY, OREGON

GRANT COMPLIANCE REVIEW

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**GREATER ALBANY PUBLIC SCHOOLS
LINN COUNTY, OREGON**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2009**

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE NUMBER	FEDERAL CFDA	GRANT PERIOD	EXPENDITURES
U.S. DEPARTMENT OF EDUCATION			
Passed through State Department of Education			
Title I Grants to Local Education Agencies	84-010	2007-2008	\$ 198,061
Title I Grants to Local Education Agencies	84-010	2008-2009	1,636,352
IDEA Part B, Special Education Grant	84-027	2007-2008	67,749
IDEA Part B, Special Education Grant	84-027	2008-2009	1,187,638
ARRA-IDEA Part B, Special Education Grant	84-391	2008-2009	16,325
Vocational Education - Basic Grants (Strategies for Students Success)	84-048	2008-2009	1,039
Title IID, Enhancing Education Thru Tech	84-318	2007-2008	3,619
Title IID, Enhancing Education Thru Tech	84-318	2008-2009	7,561
Title IV	84-186	2007-2008	11,879
Title IV	84-186	2008-2009	26,094
Title V, Innovative Education	84-298	2007-2008	2,698
Oregon Reading First	84-357	2007-2008	7,989
Title III, English Language Acquisition	84-365	2007-2008	16,843
Title III, English Language Acquisition	84-365	2008-2009	43,373
Title IIA, Improving Teacher Quality Grant	84-367	2007-2008	1) 145,824
Title IIA, Improving Teacher Quality Grant	84-367	2008-2009	1) 281,638
IDEA Enhancement Grant	84-027	2008-2009	12,000
SPR&I Grant	84-027	2008-2009	1,956
Extended Assessment Training	84-027	2008-2009	1,175
ORVSD-Professional Development Grant	N/A	2008-2009	8,599
ARRA-State Fiscal Stabilization Fund	84-394	2008-2009	1) 1,735,342
Total Passed through State Department of Education			<u>5,413,754</u>
Passed through Linn Benton Community College			
Vocational Education - Basic Grants	84-048	2008-2009	68,674
Passed through Willamette ESD			
Migrant Ed	84-xxx	2008-2009	<u>5,309</u>
TOTAL U.S. DEPARTMENT OF EDUCATION			5,487,737
OREGON EMPLOYMENT DEPARTMENT			
Passed through State Department of Education			
Child Care Grant	93-575	2008-2009	7,992
U.S. DEPARTMENT OF AGRICULTURE			
Passed through State Department of Education			
USDA Commodities	10-550	2008-2009	149,607
Sumer Food Program	10-559	2008-2009	18,740
School Breakfast Program	10-553	2008-2009	402,108
National School Lunch Program	10-555	2008-2009	<u>1,226,442</u>
TOTAL U.S. DEPARTMENT OF AGRICULTURE			1,796,897
FISH AND WILDLIFE	10-xxx		1,567
FEDERAL FOREST FEES	10-665	2008-2009	<u>924,268</u>
TOTAL FEDERAL ASSISTANCE			\$ <u>8,218,461</u>

(1) Major Program

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PAULY, ROGERS AND CO., P.C.

CERTIFIED PUBLIC ACCOUNTANTS

-
- 12700 SW 72ND AVENUE • TIGARD, OREGON 97223
 - (503) 620-2632 • FAX (503) 684-7523

November 23, 2009

To the Board of Directors
Greater Albany Public School District
Albany, Oregon

Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing*

We have audited the financial statements of Greater Albany Public School District as of and for the year ended June 30, 2009, and have issued our report thereon dated November 23, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Greater Albany Public School District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over financial reporting.

A *control deficiency* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the District's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the District's financial statements that is more than inconsequential will not be prevented or detected by the District's internal control.

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the District's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

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

We noted certain matters that we reported to management of Greater Albany Public School District on the Schedule of Findings and Questioned Costs on page 63.

The District's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the District's responses and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of management, the Board, and others within the District, and is not intended to be and should not be used by anyone other than these specified parties.


PAULY, ROGERS AND CO., P.C.



PAULY, ROGERS AND CO., P.C.

CERTIFIED PUBLIC ACCOUNTANTS

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 - (503) 620-2632 • FAX (503) 684-7523

November 23, 2009

To the Board of Directors
Greater Albany Public School District
Albany, Oregon

**Independent Auditors' Report on Compliance With Requirements Applicable to Each Major Program
and on Internal Control Over Compliance in Accordance With OMB Circular A-133**

Compliance

We have audited the compliance of Greater Albany Public School District with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2009. Greater Albany Public School District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Greater Albany Public School District's management. Our responsibility is to express an opinion on Greater Albany Public School District's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Greater Albany Public School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of Greater Albany Public School District's compliance with those requirements.

In our opinion, Greater Albany Public School District complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2009.

Internal Control Over Compliance

The management of Greater Albany Public School District is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Greater Albany Public School District's internal control over compliance with the requirements that could have a direct and material

effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

A *control deficiency* in an District's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the District's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the District's internal control.

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the District's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of management, *the Board*, others within the District, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Pauly, Rogers and Co., P.C.
PAULY, ROGERS AND CO., P.C.

GREATER ALBANY PUBLIC SCHOOL DISTRICT
LINN COUNTY, OREGON

SCHEDULE FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2009

SECTION I – SUMMARY OF AUDITORS’ RESULTS

FINANCIAL STATEMENTS

Type of auditors’ report issued

Qualified

Internal control over financial reporting:

Material weakness(es) identified?

yes no

Significant deficiency(s) indentified that are not considered to be material weaknesses?

yes none reported

Noncompliance to financial statements noted?

yes no

FEDERAL AWARDS

Internal control over major programs:

Material weakness(es) identified?

yes no

Significant deficiency(s) indentified that are not considered to be material weaknesses?

yes none reported

Type of auditors’ report issued on compliance for major programs:

Unqualified

Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133, section 510(a)?

yes no

IDENTIFICATION OF MAJOR PROGRAMS

<u>CFDA NUMBER</u>	<u>NAME OF FEDERAL PROGRAM CLUSTER</u>
84.394	SFSF – ARRA
84.367	TITLE IIA

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

Auditee qualified as low-risk auditee? yes no

GREATER ALBANY PUBLIC SCHOOL DISTRICT
LINN COUNTY, OREGON

SCHEDULE FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2009

SECTION II – FINANCIAL STATEMENT FINDINGS

2009-1

Condition: Inadequate documentation of internal controls.

Criteria: In applying SAS 112 the District should adopt formal policies/procedures for all accounting areas.

Effect: Without adequate documentation of policies/procedures it is difficult for the board and management to ensure that District assets are being properly safeguarded.

Cause: The District has yet to adopt and implement a written internal control document.

Recommendations: We recommend that the District develop and implement an internal control document in accordance with SAS 112.

Response: The District has developed a draft internal control document and will be presenting a final version to our School Board in April 2010 for their acceptance.

2009-2

Condition: Inadequate monitoring controls over accounting functions for posting journal entries to the general ledger, the bank reconciliation process, and the payroll cycle.

Criteria: Proper segregation of duties should not allow one employee to have access to both physical assets and the related accounting records or to all phases of the transaction.

Effect: Without adequate segregation of duties, the possibility exists for intentional or unintentional errors or irregularities to exist and go undetected for an unreasonable amount of time and therefore increases the likelihood of a material misstatement.

Cause: The Accounting Manager has the ability to create and approve journal entries within Infinite Visions, bank reconciliation were not timely prepared and reviewed during the year under audit, and employees in the payroll department has the ability to create new employees and make adjustments to employee salaries. Conversion to the new Infinite Visions accounting software changed the process for entering transactions into the general ledger and the way controls are documented.

Recommendations: We recommend that these duties be segregated or that other mitigating controls be put in place.

Response: The District's Human Resource Department and the Business Department have been evaluating the need for segregation of duties. Proper segregation of duties will be in place and will be included in the District's internal control document.

GREATER ALBANY PUBLIC SCHOOL DISTRICT
LINN COUNTY, OREGON

SCHEDULE FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2009

SECTION II – FINANCIAL STATEMENT FINDINGS

2009-3

Condition: Inadequate controls over the activity funds at South Albany High School and North Albany Middle School.

Criteria: Proper controls should be in place and monitored to ensure that all cash received is properly recorded. At a minimum, documentation should include the following information: payer(s) name, form of payment, amount paid, date of payment, serviced or product rendered, account code, and initials of person(s) collecting cash.

Effect: Without adequate controls or procedures in place to properly record cash receipts, the likelihood of an intentional error or irregularity existing and not being detected over time could result in a material misstatement in the financial statements.

Cause: At South Albany High School and North Albany Middle School receipt sequences are not maintained or reviewed, deposit summaries do not reference the receipt numbers that make up the deposits and prenumbered receipts are not issued to every person when cash is received.

Recommendations: We recommend that when cash is taken in to custody, that a prenumbered cash receipt is immediately issued and at a minimum it identifies the payer(s) name, form of payment, amount paid, date of payment, serviced or product rendered, account code, and initials of person(s) collecting cash. In addition, all receipts should be reconciled to corresponding bank deposit batches.

Response: General cash accounting procedures for school sites are being developed and will be included in the Districts' internal controls document.

2009-4

Condition: An actuarial valuation was not performed for the post employment benefit obligation relative to the early retirement plan.

Criteria: Governmental Accounting Standards Board Statement No. 45, Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions, is required to be implemented for the fiscal year 2009. For financial reporting purposes, an actuarial valuation is required at least biennially for OPEB plans with a total membership (including employees in active service, terminated employees who have accumulated benefits but are not yet receiving them, and retired employees and beneficiaries currently receiving benefits) of 200 or more, or at least triennially for plans with a total membership of fewer than 200. The projection of benefits should include all benefits covered by the current substantive plan (the plan as understood by the employer and plan members) at the time of each valuation and should take into consideration the pattern of sharing of benefit costs between the employer and plan members to that point, as well as certain legal or contractual caps on benefits to be provided. The parameters require that the selection of actuarial assumptions, including the healthcare cost trend rate for postemployment healthcare plans, be guided by applicable actuarial standards.

GREATER ALBANY PUBLIC SCHOOL DISTRICT
LINN COUNTY, OREGON

SCHEDULE FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2009

Effect: Without an actuarial valuation of post employment benefits, the basic financial statements do not present liabilities, expenses and disclosures in accordance with accounting principles generally accepted in the United States of America.

Cause: Management did not obtain an actuarial valuation for all post employment benefits offered.

Recommendations: We recommend that management obtain an actuarial valuation of all post employment benefits applicable under GASB Statement 45.

Response: The District contacted an actuary regarding the requirement to have an actuarial determination regarding the District's explicit post-employment benefit subsidy. With the understanding that the pool of current and potential benefactors are known, as well as the amounts of the contractually obligated benefits, the actuary suggested that the District self-perform the calculation and not go to the expense of hiring an actuary. The District did indeed compute the explicit post-employment benefit subsidy, utilizing the conservative assumption that all current and potential benefactors would receive the full benefits identified in contract. The District will investigate utilizing the services of an actuary to calculate the value of post employment benefits.

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONS COSTS:

None

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

1. **BASIS OF PRESENTATION**

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