

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
 Governmental Funds - Discretely Presented Component Unit - School Board
 For the Year Ended June 30, 2008

	School Operating Fund	School Cafeteria Fund	School Capital Projects Fund	School Grant Fund	Total Governmental Funds
REVENUES					
Revenue from the use of money and property	\$ 75	\$ 676	\$ 8,201	\$ -	\$ 8,952
Charges for services	19,041	676,204	-	-	695,245
Miscellaneous	2,563	10,242	8,298	-	21,103
Intergovernmental revenues:					
Local government	11,394,632	-	478,220	-	11,872,852
Commonwealth	22,048,997	25,853	153,966	23,958	22,252,774
Federal	997,525	888,265	-	988,182	2,873,972
Total revenues	<u>\$ 34,462,833</u>	<u>\$ 1,601,240</u>	<u>\$ 648,685</u>	<u>\$ 1,012,140</u>	<u>\$ 37,724,898</u>
EXPENDITURES					
Current:					
Education	\$ 34,670,033	\$ 1,678,120	\$ -	\$ 1,028,481	\$ 37,376,634
Capital projects	144,729	-	307,308	-	452,037
Debt service:					
Principal retirement	-	-	264,904	-	264,904
Interest and other fiscal charges	-	-	24,997	-	24,997
Total expenditures	<u>\$ 34,814,762</u>	<u>\$ 1,678,120</u>	<u>\$ 597,209</u>	<u>\$ 1,028,481</u>	<u>\$ 38,118,572</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (351,929)</u>	<u>\$ (76,880)</u>	<u>\$ 51,476</u>	<u>\$ (16,341)</u>	<u>\$ (393,674)</u>
OTHER FINANCING SOURCES (USES)					
Issuance of capital lease	\$ -	\$ -	\$ 118,989	\$ -	\$ 118,989
Total other financing sources and uses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 118,989</u>	<u>\$ -</u>	<u>\$ 118,989</u>
Net change in fund balances	\$ (351,929)	\$ (76,880)	\$ 170,465	\$ (16,341)	\$ (274,685)
Fund balances - beginning	394,401	309,342	1,449,575	275,617	2,428,935
Fund balances - ending	<u>\$ 42,472</u>	<u>\$ 232,462</u>	<u>\$ 1,620,040</u>	<u>\$ 259,276</u>	<u>\$ 2,154,250</u>

Amounts reported for governmental activities in the statement of activities (Exhibit 2) are different because:

Net change in fund balances - total governmental funds - per above \$ (274,685)

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which the capital outlays exceeded depreciation in the current period. (233,254)

The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items. 118,915

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore are not reported as expenditures in governmental funds. 19,953

Change in net assets of governmental activities \$ (369,071)