

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

FEDERAL AND STATE SINGLE AUDIT REPORTS

Year Ended June 30, 2008



EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

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**UNQUALIFIED OPINION ON SCHEDULES OF
EXPENDITURES OF FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE**

Board of Education
Evansville Community School District
Evansville, Wisconsin

We have audited the basic financial statements of the Evansville Community School District as of and for the year ended June 30, 2008, and have issued an unqualified report thereon dated November 11, 2008. These basic financial statements are the responsibility of the District's Board of Education and management. Our responsibility is to express an opinion on these basic financial statements based on our audit.

We conducted our audit in accordance with accounting 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 financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Our audit was performed for the purpose of forming an opinion on the basic financial statements of the District, taken as a whole. The accompanying schedules of expenditures of federal awards and state financial assistance are 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 the state single audit guidelines, and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Madison, Wisconsin
November 11, 2008

Smith & Gesteland, LLP
SMITH & GESTELAND, LLP

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2008

Awarding Agency/ Pass-Through Agency/ Award Description	Federal Catalog Number	Program or Award Amount	Accrued Receivable (Deferred Revenue) July 1, 2007	Revenues		Expenditures	Accrued Receivable (Deferred Revenue) June 30, 2008
				Grantor Reimbursements	Local Share		
<u>U.S. DEPARTMENT OF AGRICULTURE</u>							
Wisconsin Department of Public Instruction:							
Child Nutrition Cluster	10.550-10.556	\$	\$ 22,166	\$ 209,779	\$ 559,121	\$ 750,499	\$ 3,765
July 1, 2007 - June 30, 2008							
Total U.S. Department of Agriculture		\$	\$ 22,166	\$ 209,779	\$ 559,121	\$ 750,499	\$ 3,765
<u>U.S. DEPARTMENT OF EDUCATION</u>							
Wisconsin Department of Public Instruction							
Educationally Deprived Children-Local Educational Agencies (ECIA Chapter 1)	84.010	\$	\$ 33,694	\$ 33,694	\$	\$ 40,570	\$ 40,570
July 1, 2006 - June 30, 2007							
July 1, 2007 - June 30, 2008		\$	\$ 40,570				
Special Education Cluster	84.027, 84.173						
July 1, 2006 - June 30, 2007			86,968	86,968			292,617
July 1, 2007 - June 30, 2008		\$	\$ 313,302	20,684		313,301	
Title IV Drug - Free Schools and Communities Act	84.186						
July 1, 2006 - June 30, 2007			3,973	3,973			4,167
July 1, 2007 - June 30, 2008		\$	\$ 4,167				\$ 4,167
Title III A - English Language Acquis	84.365						
July 1, 2006 - June 30, 2007			20,717	20,717			

EVANSVILLE COMMUNITY SCHOOL DISTRICT
 Evansville, Wisconsin

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 (Continued)

Year Ended June 30, 2008

Awarding Agency/ Pass-Through Agency/ Award Description	Federal Catalog Number	Program or Award Amount	Accrued Receivable (Deferred Revenue) July 1, 2007	Revenues		Expenditures	Accrued Receivable (Deferred Revenue) June 30, 2008
				Grantor Reimbursements	Local Share		
<u>U.S. DEPARTMENT OF EDUCATION (continued)</u>							
Title II D - Enhancing Education - Technology	84.318						
July 1, 2006 - June 30, 2007			355	355			
July 1, 2007 - June 30, 2008		413				413	413
Title II A - Teacher/Principal Training	84.367						
July 1, 2006 - June 30, 2007			33,977	33,977			
July 1, 2007 - June 30, 2008		34,762				34,762	34,762
Title V A - Innovative Programs	84.298						
July 1, 2006 - June 30, 2007			1,135	1,135			1,198
July 1, 2007 - June 30, 2008		1,198				1,198	1,198
Total U.S. Department of Education			201,536	222,220		394,411	373,727
<u>U.S. CENTERS FOR MEDICARE AND MEDICAID SERVICES</u>							
Wisconsin Department of Health Services							
Medicaid Reimbursement	93.778						
July 1, 2007 - June 30, 2008		121,517		121,517		121,517	
Total U.S. Centers for Medicare and Medicaid Services				121,517		121,517	
<u>U.S. FISH & WILDLIFE SERVICE</u>							
Town of Union							
North American Wetland Conservation	15.623			709		709	
Total U.S. FISH & WILDLIFE SERVICE				709		709	
Total federal assistance			\$ 223,702	\$ 554,225		\$ 1,267,136	\$ 377,492

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

SCHEDULE OF STATE FINANCIAL ASSISTANCE
Year Ended June 30, 2008

Awarding Agency Pass-Through Agency/ Award Description	Federal Catalog Number	Program or Award Amount	Accrued Receivable (Deferred Revenue) July 1, 2007	Revenues		Expenditures	Accrued Receivable (Deferred Revenue) June 30, 2008
				Grantor Reimbursements	Local Share		
<u>WISCONSIN DEPT. OF PUBLIC INSTRUCTION</u>							
<u>Cost Reimbursement Programs</u>							
Wisconsin Morning Milk program July 1, 2007 - June 30, 2008	255.109	\$ 2,500	\$	2,500	\$	2,500	\$
Mentoring Grants for Initial Educators July 1, 2007 - June 30, 2008	255.355	2,625		2,625		2,625	
Total cost reimbursement programs				5,125		5,125	
<u>Entitlement Programs</u>							
Special Education and School Age Parents	255.101			708,294			
General Equalization	255.201		188,787	12,057,097			200,188
School Lunch Aid	255.102			7,359			
Common School Fund Library Aid	255.103			71,919			
Pupil Transportation	255.107			38,158			
High Cost Special Education Aid	255.210			37,726			
School Breakfast Program	255.344			2,649			
Student Achievement Guarantee	255.504			175,500			
State Computer Aid			8,537	8,537			7,946
Total entitlement programs			197,324	13,107,239			208,134
Total Wisconsin Dept. of Public Instruction			\$ 197,324	\$ 13,112,364	\$	\$ 5,125	\$ 208,134

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

**NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE**

Year Ended June 30, 2008

- NOTE 1** - The accompanying schedules of expenditures of federal awards and state financial assistance include the federal and state grant activity of the Evansville Community School District and are presented on the modified accrual basis of accounting. The information in these schedules is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, Non-Profit Organization, and the State Single Audit Guidelines. Therefore, some material presented in these schedules may differ from amounts presented in, or used in the preparation of, the financial statements.
- NOTE 2** - The district's federal oversight agency for audit is the U.S. Department of Education. The district's state cognizant agency is the Wisconsin Department of Public Instruction.
- NOTE 3** - Total net aidable cost on the Wisconsin Department of Public Instruction Aid Sheet ("2008-2009 Handicapped Aid Computation Based on 2007-2008 Costs" report) was \$2,713,280.

**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 STANDARDS**

School Board
Evansville Community School District
Evansville, Wisconsin

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Evansville Community School District (the district) as of and for the year ended June 30, 2008, and have issued our report thereon dated November 11, 2008. 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 the 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 a more than 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 identified one deficiency in internal control over financial reporting that we consider to be material weaknesses, as described in the following paragraph.

An inadequate segregation of duties exists that results in inadequate preventive controls over financial transactions. We feel this to be a material weakness in internal control. We discussed this condition with district personnel who have indicated that due to the limited number of personnel, an adequate segregation of duties is not achievable and that the costs of correcting this weakness would exceed the benefits that would be derived.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the 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 the district in a separate letter dated November 11, 2008.

This report is intended for the information of the School Board, management, Federal and State awarding agencies, and Wisconsin Department of Public Instruction, and is not intended to be, and should not be, used by anyone other than these specified parties.

Madison, Wisconsin
November 11, 2008

Smith & Gesteland, LLP
SMITH & GESTELAND, LLP

**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE
TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133
AND THE STATE SINGLE AUDIT GUIDELINES**

School Board
Evansville Community School District
Evansville, Wisconsin

Compliance

We have audited the compliance of the Evansville Community School District with the types of compliance requirements described in the *U.S. Office 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, 2008. We have also audited the compliance of the district with the types of compliance requirements described in the State Single Audit Guidelines issued by the Wisconsin Departments of Administration and Public Instruction that are applicable to each of its major state programs for the year ended June 30, 2008. The district's major federal and state programs are identified in 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 and state programs is the responsibility of the district's Board of Education and management. Our responsibility is to express an opinion on the 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*, and *State Single Audit Guidelines* issued by the Wisconsin Department of Administration. Those standards, OMB Circular A-133, and the State Single Audit Guidelines 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 or state programs occurred. An audit includes examining, on a test basis, evidence about the 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 on the district's compliance with those requirements.

In our opinion, the district complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal and major state programs for the year ended June 30, 2008.

Internal Control over Compliance

The Board of Education and management of the district are responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal and state programs. In planning and performing our audit, we considered the district's internal control over compliance with requirements that could have a direct and material effect on a major federal and state programs 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 entity'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 or state 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 or state program will not be prevented or detected by the entity'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 identified one deficiency in internal control over compliance that we consider to be a material weakness, as described in the following paragraph.

An inadequate segregation of duties exists that results in inadequate preventive controls over financial transactions. We feel this to be a material weakness in internal control. We discussed this condition with district personnel who have indicated that due to the limited number of personnel, an adequate segregation of duties is not achievable and that the costs of correcting this weakness would exceed the benefits that would be derived.

This report is intended for the information of the School Board, management, Federal and State awarding agencies, and Wisconsin Department of Public Instruction and is not intended to be, and should not be, used by anyone other than these specified parties.

Madison, Wisconsin
November 11, 2008

Smith & Gesteland, LLP
SMITH & GESTELAND, LLP

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2008

SECTION I - SUMMARY OF INDEPENDENT AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued	Unqualified
Internal control over financing reporting:	
Material weakness(es) identified?	Yes
Significant deficiencies identified not considered to be material weakness(es)?	None reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major program:	
Material weakness(es) identified?	Yes
Significant deficiencies identified not considered to be material weakness(es)?	None reported
Type of auditor's report issued on compliance for major program	Unqualified
Any audit findings disclosed that are required to be reported in accordance with Section .510(a) of OMB Circular A-133?	No

Identification of major federal programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
84.027, 84.173	Special Education Cluster
93.778	Medicaid Reimbursement

Dollar threshold used to distinguish between Type A and Type B programs:	\$300,000
Auditee qualified as low-risk auditee?	No

State Awards

Internal control over major programs:	
Material weakness(es) identified?	Yes
Significant deficiencies identified not considered to be material weakness(es)?	No
Type of auditor's report issued on compliance for major programs	Unqualified

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2008

Identification of major state programs:

<u>State ID Number</u>	<u>Name of State Program</u>
255.101	Handicapped Pupils and School Age Parents
255.201	General Equalization

SECTION II - FINANCIAL STATEMENT FINDINGS

08-1 Segregation of duties - The size of the office staff precludes a proper segregation of functions to assure adequate internal control. This is not unusual in districts your size, but administration and the Board should continue to be aware of this condition and to realize that the concentration of duties and responsibilities in a limited number of individuals is not desirable for an effective system of internal control.

SECTION III - FEDERAL AND STATE AWARD FINDINGS AND QUESTIONED COSTS

08-1 Segregation of duties - The size of the office staff precludes a proper segregation of functions to assure adequate internal control. This is not unusual in districts your size, but administration and the Board should continue to be aware of this condition and to realize that the concentration of duties and responsibilities in a limited number of individuals is not desirable for an effective system of internal control.

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended June 30, 2008

FINDING 07-1 SEGREGATION OF DUTIES

Condition: The size of the office staff precludes a proper segregation of functions to assure adequate internal control.

Questioned Costs: None

Context: The condition is supported by a review of the systems in place and the duties assigned to the various individuals working at the district.

Cause: A limited number of individuals in the business office at the district.

Recommendation: It was recommended that the Board and administration were aware of this condition and to realize that the concentration of duties and responsibilities in a limited number of individuals is not desirable for an effective system of internal control.

Management Response/Current status: Although duties for some accounting functions have been shifted to other personnel to create a better control environment, there are still enough deficiencies for there to be considered a material weakness in internal control due to a segregation of duties. The district will continue to monitor this and will hire additional accounting staff if funds become available to do so.

Evansville Community School District
Corrective Action Plan
Year Ended June 30, 2008

Comment # 08-1

Comment Title: Segregation of Duties

Corrective Action Plan/ Management Response: Although duties for some accounting functions have been shifted to other personnel to create a better control environment, there are still enough deficiencies for there to be considered a material weakness in internal control due to a segregation of duties. The district will continue to monitor this and will hire additional accounting staff if funds become available to do so.

Anticipated Date of Completion: Monitoring and evaluating the opportunities for segregating duties will begin immediately.

Contact Person:

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EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

BASIC FINANCIAL STATEMENTS
and
**REPORT OF INDEPENDENT
CERTIFIED PUBLIC ACCOUNTANTS**

Year Ended June 30, 2008

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

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EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

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REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

To the School Board
Evansville Community School District
Evansville, Wisconsin

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Evansville Community School District (the district) as of and for the year ended June 30, 2008, which collectively comprise the district's basic financial statements as identified in the accompanying table of contents. These financial statements are the responsibility of the district's board of education and management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the district's board of education and management, as well as evaluating the overall basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Evansville Community School District as of June 30, 2008, and the respective changes in financial position and cash flows, where applicable, thereof 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 a report dated November 11, 2008, on our consideration of the Evansville Community School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

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The Management's Discussion and Analysis is not a required part of the basic financial statements but is supplementary information required by the 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 supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was made for the purpose of forming an opinion on the financial statements that collectively comprise the district's basic financial statements. The supplemental schedules listed on pages 46 to 47 in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements of the Evansville Community School District. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Madison, Wisconsin
November 11, 2008

Smith & Gesteland, LLP
SMITH & GESTELAND, LLP

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2008

This discussion and analysis of the Evansville Community School District's financial information provides an overall review of financial activities for the fiscal year.

FINANCIAL HIGHLIGHTS

- The liabilities of the school district exceeded net assets at the close of the fiscal year by \$394,079. Of this amount, approximately \$553,000 represents amounts invested in capital assets, net of related debt and \$841,000 is restricted for various purposes. The remaining negative \$1.9 million is unrestricted.
- Net assets for the most recent fiscal year increased by \$438,382 over the prior year. This change includes an increase of \$448,105 in governmental activities and a decrease of \$9,723 in business type activities. The increase in assets for governmental activities is primarily due to the board's effort to increase the General Fund 10 fund balance. The decrease in the net assets for business activities reflects a decision by the district to use a portion of Fund 50 fund balance to purchase a food delivery vehicle.
- Total long-term debt obligations decreased by approximately \$1,000,000 from the prior year.
- Total net capital assets decreased by \$798,406, primarily due to the district's depreciation expense of \$845,290 being greater than the asset additions of \$46,884.
- In governmental type funds, total fund balance increased by \$239,759. The General Fund (Fund 10) fund balance increased \$261,720, the Debt Service Fund (Fund 30) fund balance decreased \$20,855 and the Other Cooperative Program Fund (Fund 90) decreased \$1,106.
- At the end of the current fiscal year, fund balance for the general fund was \$2,018,619, or a total of 13.15 % of total general expenditures.

OVERVIEW OF THE FINANCIAL STATEMENTS

The district's basic financial statements are comprised of 1) district-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. In addition, other supplementary information to the basic financial statements is provided.

District wide financial statements

- The district-wide financial statements are the *statement of net assets* and *statement of activities*. These statements present an aggregate view of the district's finances in a manner similar to private-sector business. Both statements distinguish functions that are supported principally by property taxes and intergovernmental revenues, called *governmental activities*, from functions that are intended to recover all or a significant portion of costs through user fees and charges called *business type activities*.

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2008

- The *statement of net assets* presents information on all of the district's assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the district is improving or deteriorating.
- The *statement of activities* presents information showing how the district's net assets changed during the year. This statement reports the cost of government functions and how those functions were financed for the fiscal year.

Fund financial statements

- The district also produces *fund financial statements*. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities. The district, like other state and local governments, uses fund accounting to demonstrate compliance with finance related legal requirements. Fund statements generally report operations in more detail than the district-wide statements and provide information that may be useful in evaluating a district's near-term financing requirements.
- There are two fund financial statements, the *balance sheet* and the *statement of revenues, expenditures and changes in fund balance* (operating statement). Generally, fund statements focus on near-term inflows and outflows of spend-able resources and their impact on fund balance.
- Because the focus of fund financial statements is narrower than that of the district-wide statements it is useful to make comparison between the information presented. This helps readers better understand the long-term implication of the government's near-term financial decisions. A reconciliation to facilitate the comparison of the Statement of Net Assets to the Governmental Funds Balance Sheet is presented at the bottom of the governmental funds statement. A separate statement to reconcile the Statement of Activities to the governmental funds operating statement is presented.
- The district has three kinds of funds: *governmental, proprietary* and *fiduciary*. *Governmental funds* include the district's five regular funds (general, special education, debt service, community service, and cooperatives) and individual capital project funds as needed. In the current fiscal year the district has one capital projects fund. The district has one *proprietary* fund (the food service fund) and three *fiduciary funds* (an agency fund for student and parent organizations, a trust fund serving scholarship recipients, and an employee benefit trust fund for post-employment benefits).
- Financial information is presented separately on both the *balance sheet* and the *statement of revenues, expenditures and changes in fund balance* for the general fund, special education fund, debt service fund, and capital projects fund as these are considered to be major funds. The only fund that is not a major fund is the cooperatives fund.
- The proprietary fund statements for the district's food service program are prepared on the same basis of accounting and measurement focus as the district-wide financial statements. In addition, the district provides a *statement of cash flows* for the proprietary funds.

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2008

- The district serves as a trustee, or *fiduciary*, for student and parent organizations. The assets of these organizations do not directly benefit nor are under the direct control of the district. The district's responsibility is limited to ensuring the assets reported in these funds are used only for their intended purposes. *Fiduciary* activities are excluded from the district-wide financial statements because the district cannot use these assets to finance its operations.
- The district adopts an annual appropriation budget for its general fund and special education fund. The district also adopts an appropriation budget for the capital projects fund when projects are in process. Budgetary comparison statements have been provided to demonstrate budget compliance.

Notes to the financial statements

The *notes to the financial statements* provide additional information that is essential to the full understanding of the data provided in the district-wide and fund financial statements. The notes to the financial statements follow the basic financial statements.

FINANCIAL ANALYSIS OF THE DISTRICT

Changes in revenues and expenses for Fiscal 2008 as compared to Fiscal 2007 are as follows:

	<u>2008</u>	<u>2007</u>	<u>Increase</u>
Expenses:			
General Operating	\$15,347,986	\$14,451,920	\$ 896,066
Special Education	3,073,524	2,802,795	270,729
Debt Service	2,221,900	2,132,616	89,284
Food Service	698,243	655,668	42,575
Other Governmental	229,698	165,910	63,788
Revenues:			
Local Sources	7,571,512	7,552,669	18,843
Intermediate Sources	9,514	4,349	5,165
State Sources	13,123,174	12,418,481	704,693
Federal Sources	586,498	559,456	27,042
Other	<u>510,689</u>	<u>456,795</u>	<u>53,894</u>
Increase in fund balances	<u>\$ 230,036</u>	<u>\$ 782,841</u>	

The 2007-2008 general operating expenses increased 6.2% from 2006-2007. This increase is fairly typical and represents increases in wages, benefits, transportation, operations and maintenance, and technology. At the beginning of the 2007-2008 school year, the district added a full-time middle school business education teacher, a full-time third grade teacher, a full-time fifth grade teacher, a part-time intermediate school resource teacher and a full-time second grade teacher.

Special education costs increased 9.7% which is more than normal. At the beginning of the 2007-2008 school year, the district added two full-time educational assistants and a full-time high school special education teacher.

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2008

Debt service expenditures increased slightly which is expected based on the debt payment schedules.

The 6.4% increase in food service was due to increasing food costs and the purchase of a food delivery van.

The majority of the increase in state revenues can be attributed to the \$661,807 increase in equalization aid. This is a result of the State of Wisconsin's continued commitment to two-thirds funding for public schools.

Below is the Condensed Statement of Net Assets:

Condensed Statement of Net Assets							
	Governmental Activities		Business-Type Activities		Total		% Change
	2008	2007	2008	2007	2008	2007	
Current assets	\$ 9,727,848	\$ 10,311,740	\$ 111,886	\$ 130,503	\$ 9,839,734	\$ 10,442,243	-5.8%
Capital assets	26,881,615	27,679,547	103,567	104,041	26,985,182	27,783,588	-2.9%
Other assets	<u>277,921</u>	<u>301,574</u>			<u>277,921</u>	<u>301,574</u>	-7.8%
Total assets	<u>\$ 36,887,384</u>	<u>\$ 38,292,861</u>	<u>\$ 215,453</u>	<u>\$ 234,544</u>	<u>\$ 37,102,837</u>	<u>\$ 38,527,405</u>	-3.7%
Current liabilities	\$ 8,460,040	\$ 8,826,134	\$ 26,744	\$ 36,112	\$ 8,486,784	\$ 8,862,246	-4.2%
Long-term debt outstanding	<u>29,010,132</u>	<u>30,497,620</u>			<u>29,010,132</u>	<u>30,497,620</u>	-4.9%
Total liabilities	<u>37,470,172</u>	<u>39,323,754</u>	<u>26,744</u>	<u>36,112</u>	<u>37,496,916</u>	<u>39,359,866</u>	-4.7%
Net assets	<u>\$ (582,788)</u>	<u>\$ (1,030,893)</u>	<u>\$ 188,709</u>	<u>\$ 198,432</u>	<u>\$ (394,079)</u>	<u>\$ (832,461)</u>	52.7%
Invested in capital assets, net of related debt	\$ 448,944	\$ 295,385	\$ 103,567	\$ 104,041	\$ 552,511	\$ 399,426	38.3%
Restricted	846,710	868,671	85,142	94,391	931,852	963,062	-3.2%
Unrestricted	<u>(1,878,442)</u>	<u>(2,194,949)</u>			<u>(1,878,442)</u>	<u>(2,194,949)</u>	-14.4%
Total net assets	<u>\$ (582,788)</u>	<u>\$ (1,030,893)</u>	<u>\$ 188,709</u>	<u>\$ 198,432</u>	<u>\$ (394,079)</u>	<u>\$ (832,461)</u>	52.7%

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2008

Below is the Condensed Statement of Changes in Net Assets:

Condensed Statement of Changes in Net Assets								
	Governmental Activities	%	Business-Type Activities	%	Total	%	Total	%
	2008		2008		2008		2007	
Revenues								
Program revenues								
Charges for services	\$ 675,348	3.2%	\$ 484,635	70.4%	\$ 1,159,983	5.3%	\$ 1,110,090	5.3%
Operating grants and contributions	1,581,480	7.5%	203,885	29.6%	1,785,365	8.1%	1,632,388	7.8%
Capital grants								
General revenues								
Property taxes	6,444,227	30.4%			6,444,227	29.4%	6,192,364	29.7%
General state aid	12,068,498	56.8%			12,068,498	55.1%	11,415,925	54.7%
Other	453,919	2.1%			453,919	2.1%	518,574	2.5%
Total revenues	\$ 21,223,472	100.0%	\$ 688,520	100.0%	\$ 21,911,992	100.0%	\$ 20,869,341	100.0%
Expenses								
Instruction	\$ 11,659,070	56.0%			\$ 11,659,070	54.2%	\$ 10,711,451	53.6%
Pupil services	1,263,014	6.2%			1,263,014	5.9%	1,167,553	5.8%
Instructional staff services	822,952	4.0%			822,952	3.8%	776,260	3.9%
Administration and business	1,623,323	7.8%			1,623,323	7.6%	1,514,912	7.6%
Operations and maintenance	1,906,241	9.2%			1,906,241	8.9%	1,817,736	9.1%
Pupil transportation	641,473	3.1%			641,473	3.0%	468,064	2.3%
Central services	37,162	0.2%			37,162	0.2%	38,900	0.2%
Interest on debt	1,587,148	7.6%			1,587,148	7.4%	1,719,808	8.6%
Other	1,234,984	5.9%	698,243	100.0%	1,933,227	9.0%	1,770,976	8.9%
Total expenses	\$ 20,775,367	100.0%	\$ 698,243	100.0%	\$ 21,473,610	100.0%	\$ 19,985,660	100.0%
Change in net assets	\$ 448,105		\$ (9,723)		\$ 438,382		\$ 883,681	

EVANSVILLE COMMUNITY SCHOOL DISTRICT
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MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2008

BUDGET TO ACTUAL COMPARISON - CHANGE IN FUND BALANCES (EXCLUDING CAPITAL PROJECTS FUND)

The original 2007-2008 Fund 10 adopted budget had a surplus of \$92,279 but the actual surplus was \$261,720. The actual revenues exceeded budgeted by \$25,010. The actual expenditures were \$144,431 less than budgeted which was due primarily to savings in utilities and personnel costs. The personnel costs were less than budgeted because of several medical and maternity leaves. The board chose not to allocate this surplus to other areas and instead increase the fund balance to bring it to a more financially secure level.

CAPITAL ASSET AND LONG-TERM DEBT ANALYSIS

	<u>7/1/2007</u>	<u>Additions</u>	<u>Reductions</u>	<u>6/30/2008</u>
Property & Equipment, net	<u>\$27,783,588</u>	<u>\$ 46,884</u>	<u>\$ 845,290</u>	<u>\$26,985,182</u>
General Obligation Debt	<u>\$27,384,162</u>	<u>\$ 0</u>	<u>\$ 951,491</u>	<u>\$26,432,671</u>

The reduction in property and equipment represents the annual depreciation.

The scheduled principal payments represent the reduction in the long-term debt.

FACTORS BEARING ON THE DISTRICT'S FUTURE

The district is restricted by State Statute as to the amount of property tax levy for operating purposes, without public referendum to approve an increase. See notes to the financial statements for further discussion on the property tax levy limitation.

The number of students served by the district is a major factor in determining the amount of equalization aid paid to the district and the maximum allowable property tax levy. The district saw an enrollment decrease of .9% during 2007-2008 but is expecting to see almost a 2% increase for 2008-2009. The district is projecting a small budget surplus and the board has adopted a policy the Fund 10 fund balance shall be 10% of the annual proposed level of expenditures by 2010 and 15% by 2020.

If the State of Wisconsin continues to experience significant budget deficits, this will likely have an impact on the funding for K-12 education during the next biennium budget. In addition, the State has announced plans to review the current school aid formula, which may result in new legislation for funding public education

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2008

Labor contracts for 2007-2008 are settled. The Evansville Education Association (teachers) settled for a 4.27% package for 2007-2008. The custodians (Teamsters) settled a 3 year contract for 2005-2008 that allows for average hourly wage increases of 3 - 3-1/2 % for each year. The Evansville Education Association Auxiliary (educational assistants, secretaries and clerks) settled for a 3.82% package for the 2006-2007 school year and a 6.91% package for 2007-2008 school year. The food service (Teamsters) settled a 3 year contract for 2005-2008 that allows for average hourly wage increases of approximately 4 % for each year of the contract. All the non-represented groups, including administrative personnel, received total package increases of 3% to 4.2%.

For the fiscal year 2008-2009, the District will be required to implement GASB #45, *Accounting and Financial Reporting by Employers for Post-Employment Benefits Other Than Pensions*.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

For a more in-depth explanation of the District-Wide and the Governmental Fund Financial Statements, see the notes to the financial statements. If you have questions about this report or need additional financial information, please contact Deb Olsen, Business Manager, Evansville Community School District, 340 Fair Street, Evansville, WI 53536.

EVANSVILLE COMMUNITY SCHOOL DISTRICT

Evansville, Wisconsin

STATEMENT OF NET ASSETS

As of June 30, 2008

	<u>Governmental</u> Activities	<u>Business-Type</u> Activities	<u>Total</u>
ASSETS			
Current assets			
Cash and investments	\$ 6,730,116	\$ 107,756	\$ 6,837,872
Taxes receivable	1,965,736		1,965,736
Accounts receivable	114,124		114,124
Interest receivable	137,366		137,366
Due from other governments	581,861	3,765	585,626
Inventories and prepaid supplies	65,638		65,638
Other current assets	<u>133,007</u>	<u>365</u>	<u>133,372</u>
 Total current assets	 <u>9,727,848</u>	 <u>111,886</u>	 <u>9,839,734</u>
Noncurrent assets			
Land	191,874		191,874
Site improvements	1,966,475		1,966,475
Buildings and building improvements	32,926,126		32,926,126
Furniture and equipment	<u>2,615,733</u>	<u>240,644</u>	<u>2,856,377</u>
	37,700,208	240,644	37,940,852
Less accumulated depreciation	<u>(10,818,593)</u>	<u>(137,077)</u>	<u>(10,955,670)</u>
 Total noncurrent assets	 <u>26,881,615</u>	 <u>103,567</u>	 <u>26,985,182</u>
Other assets			
Bond issuance costs	354,793		354,793
Accumulated amortization	<u>(76,872)</u>		<u>(76,872)</u>
 Total other assets	 <u>277,921</u>		 <u>277,921</u>
 Total assets	 <u>\$ 36,887,384</u>	 <u>\$ 215,453</u>	 <u>\$ 37,102,837</u>

The accompanying notes are an integral part of the basic financial statements.

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
LIABILITIES			
Current liabilities			
Short-term notes payable	\$ 5,450,000	\$	\$ 5,450,000
Accounts payable	176,352	11,250	187,602
Accrued liabilities	1,569,251	15,494	1,584,745
Current portion of long-term liabilities	<u>1,264,437</u>	<u> </u>	<u>1,264,437</u>
 Total current liabilities	 <u>8,460,040</u>	 <u>26,744</u>	 <u>8,486,784</u>
Noncurrent liabilities			
Long-term liabilities, less current portion	<u>29,010,132</u>	<u> </u>	<u>29,010,132</u>
 Total noncurrent liabilities	 <u>29,010,132</u>	 <u> </u>	 <u>29,010,132</u>
 Total liabilities	 <u>37,470,172</u>	 <u>26,744</u>	 <u>37,496,916</u>
NET ASSETS			
Invested in capital assets, net of related debt	448,944	103,567	552,511
Restricted for:			
Debt service	840,579		840,579
Capital projects	500		500
Special revenue	5,631		5,631
Food service		85,142	85,142
Unrestricted	<u>(1,878,442)</u>	<u> </u>	<u>(1,878,442)</u>
 Total net assets (liabilities)	 <u>\$ (582,788)</u>	 <u>\$ 188,709</u>	 <u>\$ (394,079)</u>

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2008

Functions/ Programs	Expenses	Program Revenues		Net (Expenses) Revenue and Changes in Net Assets		Total
		Charges for Services	Operating Grants and Contributions	Government Activities	Business Type Activities	
Governmental activities:						
Instruction:						
Regular instruction	\$ 8,202,117	\$ 394,377	\$ 231,493	\$ (7,576,247)		\$ (7,576,247)
Special education instruction	2,410,245	181,587	1,068,836	(1,159,822)		(1,159,822)
Vocational instruction	830,495		3,641	(826,854)		(826,854)
Other instruction	216,213	30,245	38,929	(147,039)		(147,039)
Total instruction	<u>11,659,070</u>	<u>606,209</u>	<u>1,342,899</u>	<u>(9,709,962)</u>		<u>(9,709,962)</u>
Support services:						
Pupil services	1,263,014			(1,263,014)		(1,263,014)
Instructional staff services	822,952		76,155	(746,797)		(746,797)
General administration services	386,414			(386,414)		(386,414)
School administration services	1,044,845			(1,044,845)		(1,044,845)
Business services	192,064			(192,064)		(192,064)
Operations & maintenance of plant services	1,906,241	23,893	123,558	(1,758,790)		(1,758,790)
Pupil transportation services	641,473		38,158	(603,315)		(603,315)
Central services	37,162			(37,162)		(37,162)
Other support services	313,499	45,246	710	(267,543)		(267,543)
Insurance	102,179			(102,179)		(102,179)
Interest and refinancing charges	1,587,148			(1,587,148)		(1,587,148)
Depreciation and amortization - unallocated	819,306			(819,306)		(819,306)
Total support services	<u>9,116,297</u>	<u>69,139</u>	<u>238,581</u>	<u>(8,808,577)</u>		<u>(8,808,577)</u>
Total governmental activities	<u>20,775,367</u>	<u>675,348</u>	<u>1,581,480</u>	<u>(18,518,539)</u>		<u>(18,518,539)</u>
Business-type activities:						
School food service program	698,243	484,635	203,885		(9,723)	(9,723)
Total school district	<u>\$ 21,473,610</u>	<u>\$ 1,159,983</u>	<u>\$ 1,785,365</u>	<u>(18,518,539)</u>	<u>(9,723)</u>	<u>(18,528,262)</u>
General revenues:						
Property taxes:						
General purposes				4,267,568		4,267,568
Debt services				2,176,659		2,176,659
Federal and state aid not restricted to specific purposes:						
General				12,068,498		12,068,498
Interest and investment earnings				330,003		330,003
Miscellaneous				123,916		123,916
Total general revenues				<u>18,966,644</u>		<u>18,966,644</u>
Change in net assets				448,105	(9,723)	438,382
Net assets (liabilities) - beginning of year				<u>(1,030,893)</u>	<u>198,432</u>	<u>(832,461)</u>
Net assets (liabilities) - end of year				<u>\$ (582,788)</u>	<u>\$ 188,709</u>	<u>\$ (394,079)</u>

The accompanying notes are an integral part of the basic financial statements.

EVANSVILLE COMMUNITY SCHOOL DISTRICT
 Evansville, Wisconsin
BALANCE SHEET - GOVERNMENTAL FUNDS
 June 30, 2008

	General Fund	Special Education Fund	Debt Service Fund	Other Governmental Funds	Total Governmental Funds
ASSETS					
Cash and investments	\$ 5,882,183	\$	\$ 840,579	\$ 7,354	\$ 6,730,116
Taxes receivable	1,965,736				1,965,736
Accounts receivable	92,957	16,207		4,960	114,124
Interest receivable	137,366				137,366
Due from other governments	289,244	292,617			581,861
Inventories and prepaid supplies	44,628	21,010			65,638
Other current assets	133,007				133,007
Due from other funds	92,639			13,008	105,647
Total assets	\$ 8,637,760	\$ 329,834	\$ 840,579	\$ 25,322	\$ 9,833,495
LIABILITIES AND FUND BALANCES					
Liabilities					
Short-term note payable	\$ 5,450,000	\$	\$	\$	\$ 5,450,000
Accounts payable	103,545	70,624		2,183	176,352
Accrued salaries and related items	916,909	155,402		3,087	1,075,398
Due to other funds		101,647		4,000	105,647
Accrued interest payable	146,661				146,661
Other current liabilities	2,026	2,161		9,921	14,108
Total liabilities	6,619,141	329,834	840,579	19,191	6,968,166
Fund balances					
Reserved			840,579	6,131	846,710
Unreserved - designated	2,018,619				2,018,619
Total fund balances	2,018,619	840,579	6,131	2,865,329	
Total liabilities and fund balances	\$ 8,637,760	\$ 329,834	\$ 840,579	\$ 25,322	
Total net assets reported for governmental activities in the statement of net assets are different from the amount reported above as total governmental funds fund balance because:					
Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds. Amounts reported for governmental activities in the statement of net assets:					
Governmental capital assets			\$ 37,700,208		
Governmental accumulated depreciation			(10,818,593)		26,881,615
Bond issuance costs are not financial resources and therefore are not reported as assets in governmental funds. Amounts reported for governmental activities in the statement of net assets:					
Governmental bond issuance costs			354,793		
Governmental accumulated amortization			(76,872)		277,921
Long-term liabilities, including bonds and notes payable, are not due and payable in the current period, and therefore are not reported as liabilities in the governmental funds. Long-term liabilities at year end consist of the following:					
Bonds payable			(26,285,000)		
Premium on refunded bonds payable			(1,299,610)		
Accrued interest on bonds payable			(333,084)		
Capital leases payable			(147,671)		
Prior service liability, Wisconsin Retirement Fund			(1,229,408)		
Sick leave			(569,515)		
Vested employee benefits			(743,365)		(30,607,653)
Total net liabilities - governmental activities			(30,607,653)		\$ (582,788)

The accompanying notes are an integral part of the basic financial statements.

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS**

For the Year Ended June 30, 2008

	General Fund	Special Education Fund	Debt Service Fund	Other Governmental Funds	Total Governmental Funds
Revenues:					
Local sources	\$ 4,701,605	\$	\$ 2,201,045	\$ 184,227	\$ 7,086,877
Interdistrict sources	277,784	60,070			337,854
Intermediate sources		9,514			9,514
State sources	12,364,646	746,020			13,110,666
Federal sources	81,819	313,302			395,121
Other	172,835				172,835
Total revenues	<u>17,598,689</u>	<u>1,128,906</u>	<u>2,201,045</u>	<u>184,227</u>	<u>21,112,867</u>
Current expenditures instruction:					
Regular instruction	8,185,152			18,165	8,203,317
Vocational instruction	830,495				830,495
Special instruction	103,120	2,221,579		89,286	2,413,985
Other instruction	216,213				216,213
Total instruction	<u>9,334,980</u>	<u>2,221,579</u>		<u>107,451</u>	<u>11,664,010</u>
Support service:					
Pupil services	399,760	437,606			837,366
Instructional staff services	666,814	140,583			807,397
General administration services	386,414				386,414
School administration services	919,441			121,922	1,041,363
Business services	192,064				192,064
Operations and maint. of plant	1,915,179	2,880			1,918,059
Pupil transportation	513,037	128,274		162	641,473
Central services	37,162				37,162
Insurance	97,847	4,169		163	102,179
Other support services	242,086	9,780			251,866
Total support service	<u>\$ 5,369,804</u>	<u>\$ 723,292</u>	<u>\$</u>	<u>\$ 122,247</u>	<u>\$ 6,215,343</u>

The accompanying notes are an integral part of the basic financial statements.

	General Fund	Special Education Fund	Debt Service Fund	Other Governmental Funds	Total Governmental Funds
Nonprogram:					
General tuition	\$ 295,025	\$ 128,653	\$	\$	\$ 423,678
Other nonprogram	1,970				1,970
Total nonprogram	<u>296,995</u>	<u>128,653</u>			<u>425,648</u>
Debt service:					
Principal	81,491		870,000		951,491
Interest	264,716		1,351,900		1,616,616
Total debt service	<u>346,207</u>		<u>2,221,900</u>		<u>2,568,107</u>
Total expenditures	<u>15,347,986</u>	<u>3,073,524</u>	<u>2,221,900</u>	<u>229,698</u>	<u>20,873,108</u>
Excess of revenues over (under) expenditures	<u>2,250,703</u>	<u>(1,944,618)</u>	<u>(20,855)</u>	<u>(45,471)</u>	<u>239,759</u>
Other financial sources (uses)					
Operating transfers in (out)	<u>(1,988,983)</u>	<u>1,944,618</u>		<u>44,365</u>	
Net other financing sources (uses)	<u>(1,988,983)</u>	<u>1,944,618</u>		<u>44,365</u>	
Net change in fund balances	<u>261,720</u>		<u>(20,855)</u>	<u>(1,106)</u>	<u>239,759</u>
Fund balances - beginning of year	<u>1,756,899</u>		<u>861,434</u>	<u>7,237</u>	<u>2,625,570</u>
Fund balances - end of year	<u>\$ 2,018,619</u>	<u>\$</u>	<u>\$ 840,579</u>	<u>\$ 6,131</u>	<u>\$ 2,865,329</u>

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

**RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES**

For the Year Ended June 30, 2008

Net change in fund balances - total governmental funds \$ 239,759

Amounts reported for governmental activities in the statement of activities are different because:

The acquisition of capital assets are reported in the governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net assets and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities.

Capital outlay reported in governmental fund statements	\$ 32,534	
Depreciation expense reported in the statement of activities	<u>(830,466)</u>	
Amount by which depreciation is greater than capital outlays in the current period		(797,932)

The payments of bond issuance costs are reported in the governmental funds as expenditures. However, for governmental activities, those costs are shown in the statement of net assets and allocated over the life of the bond as annual amortization expense in the statement of activities.

The amount amortized in the current year is:	<u>(23,653)</u>	(23,653)
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The accompanying notes are an integral part of the basic financial statements.

Vested employee benefits are reported in the government funds when amounts are paid. The statement of activities reports the value of benefits earned during the year.

Benefits paid in current year	\$ 392,388	
Benefits earned in current year	<u>(454,021)</u>	
Benefits paid are greater than amounts earned by		\$ (61,633)

Repayment of principal on long-term debt is reported in the governmental funds as an expenditure, but is reported as a reduction in long-term debt in the statement of net assets and does not affect the statement of activities.

The amount of long-term debt principal payments in the current year is:	<u>951,491</u>	951,491
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Premium received on bond refunding is reported as revenue in the governmental funds, but is capitalized and amortized over the life of the bonds in the statement of net assets and the statement of activities.

The amount amortized in the current year is:	<u>110,605</u>	110,605
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In governmental funds interest payments on outstanding long-term debt are reported as an expenditure when paid. In the statement of activities interest is reported as incurred.

The amount of interest paid during the current period	1,616,616	
The amount of interest accrued during the current period	<u>(1,587,148)</u>	
Interest accrued is greater than interest paid by		<u>29,468</u>

Change in net assets - governmental activities		<u>\$ 448,105</u>
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EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND**
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget Favorable (Unfavorable)
Revenues:				
Local sources	\$ 4,568,598	\$ 4,701,889	\$ 4,701,605	\$ (284)
Interdistrict sources	308,193	290,064	277,784	(12,280)
State sources	12,649,406	12,341,528	12,364,646	23,118
Federal sources	77,986	80,336	81,819	1,483
Other sources	119,629	159,862	172,835	12,973
Total revenues	<u>17,723,812</u>	<u>17,573,679</u>	<u>17,598,689</u>	<u>25,010</u>
Expenditures:				
Current:				
Instruction:				
Regular instruction	8,312,728	8,316,833	8,185,152	131,681
Vocational instruction	806,380	806,380	830,495	(24,115)
Special instruction	102,185	102,185	103,120	(935)
Other instruction	224,368	224,368	216,213	8,155
Total instruction	<u>9,445,661</u>	<u>9,449,766</u>	<u>9,334,980</u>	<u>114,786</u>
Support services:				
Pupil services	430,470	430,470	399,760	30,710
Instructional staff services	628,798	680,259	666,814	13,445
General administration services	386,574	386,574	386,414	160
Building administration services	905,892	907,694	919,441	(11,747)
Business services	188,456	188,456	192,064	(3,608)
Operations and maintenance of plant	1,893,780	1,893,780	1,915,179	(21,399)
Pupil transportation	479,708	493,332	513,037	(19,705)
Central services	46,050	46,050	37,162	8,888
Insurance	112,806	117,783	97,847	19,936
Other support services	242,526	242,526	242,086	440
Total support services	<u>5,315,060</u>	<u>5,386,924</u>	<u>5,369,804</u>	<u>17,120</u>
Nonprogram:				
General tuition	330,256	330,256	295,025	35,231
Other nonprogram	3,500	3,500	1,970	1,530
Total nonprogram	<u>333,756</u>	<u>333,756</u>	<u>296,995</u>	<u>36,761</u>
Debt service:				
Principal	80,293	80,293	81,491	(1,198)
Interest	278,508	299,427	264,716	34,711
Total debt service	<u>358,801</u>	<u>379,720</u>	<u>346,207</u>	<u>33,513</u>
Total expenditures	<u>15,453,278</u>	<u>15,550,166</u>	<u>15,347,986</u>	<u>202,180</u>
Excess of revenues over expenditures	2,270,534	2,023,513	2,250,703	227,190
Other financing uses:				
Transfer to other funds	(2,032,087)	(1,931,234)	(1,988,983)	(57,749)
Net change in fund balance	238,447	92,279	261,720	169,441
Fund balance - beginning of year	<u>1,756,899</u>	<u>1,756,899</u>	<u>1,756,899</u>	
Fund balance - end of year	<u>\$ 1,995,346</u>	<u>\$ 1,849,178</u>	<u>\$ 2,018,619</u>	<u>\$ 169,441</u>

The accompanying notes are an integral part of the basic financial statements.

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - SPECIAL EDUCATION FUND**
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget Favorable (Unfavorable)
Revenues:				
Interdistrict sources	\$ 42,301	\$ 60,430	\$ 60,070	\$ (360)
Intermediate sources	4,500	4,500	9,514	5,014
State sources	747,604	747,604	746,020	(1,584)
Federal sources	313,400	313,400	313,302	(98)
Total revenues	<u>1,107,805</u>	<u>1,125,934</u>	<u>1,128,906</u>	<u>2,972</u>
Expenditures:				
Current:				
Instruction:				
Special instruction	2,204,172	2,223,877	2,221,579	2,298
Total instruction	<u>2,204,172</u>	<u>2,223,877</u>	<u>2,221,579</u>	<u>2,298</u>
Support services:				
Pupil services	397,216	359,033	437,606	(78,573)
Instructional staff services	142,246	142,246	140,583	1,663
Operations and maintenance of plant	2,880	2,880	2,880	
Pupil transportation services	130,182	130,182	128,274	1,908
Insurance	4,900	4,900	4,169	731
Other support services			9,780	(9,780)
Total support services	<u>677,424</u>	<u>639,241</u>	<u>723,292</u>	<u>(84,051)</u>
Nonprogram:				
General tuition	154,264	154,264	128,653	25,611
Total nonprogram	<u>154,264</u>	<u>154,264</u>	<u>128,653</u>	<u>25,611</u>
Total expenditures	<u>3,035,860</u>	<u>3,017,382</u>	<u>3,073,524</u>	<u>(56,142)</u>
Excess of expenditures over revenues	<u>(1,928,055)</u>	<u>(1,891,448)</u>	<u>(1,944,618)</u>	<u>(53,170)</u>
Other financing sources:				
Transfer from general fund	1,928,055	1,890,755	1,944,618	53,863
Net change in fund balance		(693)		693
Fund balance - beginning of year				
Fund balance - end of year	<u>\$</u>	<u>\$ (693)</u>	<u>\$</u>	<u>\$ 693</u>

The accompanying notes are an integral part of the basic financial statements.

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - DEBT SERVICE FUND**
For the Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Favorable <u>(Unfavorable)</u>
	Original	Final		
Revenues:				
Local sources	\$ 2,196,659	\$ 2,196,659	\$ 2,201,045	\$ 4,386
Total revenues	2,196,659	2,196,659	2,201,045	4,386
Expenditures:				
Current:				
Debt service				
Principal	919,844	919,844	870,000	49,844
Interest	1,294,990	1,294,990	1,351,900	(56,910)
Total debt service	2,214,834	2,214,834	2,221,900	(7,066)
Total expenditures	2,214,834	2,214,834	2,221,900	(7,066)
Net change in fund balance	(18,175)	(18,175)	(20,855)	(2,680)
Fund balance - beginning of year	861,434	861,434	861,434	
Fund balance - end of year	\$ 843,259	\$ 843,259	\$ 840,579	\$ (2,680)

The accompanying notes are an integral part of the basic financial statements.

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

STATEMENT OF NET ASSETS - PROPRIETARY FUNDS
As of June 30, 2008

	<u>Food Service Fund</u>
ASSETS	
Current assets	
Cash and investments	\$ 107,756
Prepaid expenses	365
Due from other governments	<u>3,765</u>
Total current assets	<u>111,886</u>
Noncurrent assets	
Furniture and equipment	240,644
Less accumulated depreciation	<u>(137,077)</u>
Total noncurrent assets	<u>103,567</u>
Total assets	<u>\$ 215,453</u>
LIABILITIES	
Current liabilities	
Accounts payable	\$ 11,250
Accrued liabilities	<u>15,494</u>
Total liabilities	<u>26,744</u>
NET ASSETS	
Invested in capital assets, net of related debt	103,567
Restricted for food service	<u>85,142</u>
Total net assets	<u>\$ 188,709</u>

The accompanying notes are an integral part of the basic financial statements.

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN NET ASSETS - PROPRIETARY FUNDS**

For the Year Ended June 30, 2008

	<u>Food Service Fund</u>
Revenues:	
Food sales	\$ 484,635
State sources	12,508
Federal sources	148,243
Federal commodities	<u>43,134</u>
Total revenues	<u>688,520</u>
Operating expenses:	
Salaries and wages	185,974
Employer paid benefits	33,070
Supplies, food, and materials	464,375
Depreciation	<u>14,824</u>
Total operating expenses	<u>698,243</u>
Change in net assets	(9,723)
Net assets - beginning of year	<u>198,432</u>
Net assets - end of year	<u>\$ 188,709</u>

The accompanying notes are an integral part of the basic financial statements.

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
For the Year Ended June 30, 2008

	<u>Food Service Fund</u>
CASH FLOWS FROM OPERATING ACTIVITIES:	
Cash received from user charges	\$ 486,452
Cash received from government payments	179,153
Cash payments to employees for services	(218,505)
Cash payments to suppliers for goods and services	(421,396)
Cash payments for other operating expenses	<u>(8,569)</u>
 Net cash provided by operating activities	 <u>17,135</u>
CASH FLOWS FROM INVESTING ACTIVITIES:	
Capital expenditures	<u>(14,350)</u>
 Net cash used in investing activities	 <u>(14,350)</u>
 Net increase in cash	 2,785
Cash - beginning of year	<u>104,971</u>
 Cash - end of year	 <u>\$ 107,756</u>
RECONCILIATION OF OPERATING LOSS TO NET CASH PROVIDED BY OPERATING ACTIVITIES:	
Operating loss	\$ (9,723)
Adjustments to reconcile operating loss to net cash used in operating activities:	
Depreciation	14,824
Changes in assets and liabilities:	
Due from other governments	18,401
Accounts receivable	123
Prepaid expenses	2,878
Accounts payable	(11,681)
Accrued liabilities	<u>2,313</u>
 Net cash provided by operating activities	 <u>\$ 17,135</u>

The accompanying notes are an integral part of the basic financial statements.

EVANSVILLE COMMUNITY SCHOOL DISTRICT

Evansville, Wisconsin

STATEMENT OF FIDUCIARY AND PLAN NET ASSETS

As of June 30, 2008

	<u>Agency Funds</u>	<u>Employee Benefit Trust Fund</u>	<u>Expendable Trust Funds Scholarships</u>	<u>Nonexpendable Trust Funds Scholarships</u>
ASSETS				
Cash and cash equivalents	\$ 136,134	\$ 5,016	\$ 12,277	\$ 500
Total assets	<u>136,134</u>	<u>5,016</u>	<u>12,277</u>	<u>500</u>
LIABILITIES				
Scholarships payable			2,925	
Due to student groups:				
Levi Leonard Elementary	9,318			
Theodore Robinson Intermediate	8,519			
JC McKenna Middle School	24,001			
Senior High School	<u>94,296</u>			
Total liabilities	<u>136,134</u>		<u>2,925</u>	
NET ASSETS				
Net assets held in trust for OPEB		5,016		
Reserved for scholarships			<u>9,352</u>	<u>500</u>
Total net assets	<u>\$</u>	<u>\$ 5,016</u>	<u>\$ 9,352</u>	<u>\$ 500</u>

The accompanying notes are an integral part of the basic financial statements.

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

STATEMENT OF CHANGES IN FIDUCIARY AND PLAN NET ASSETS
For the Year Ended June 30, 2008

	<u>Employee Benefit Trust Fund</u>	<u>Expendable Trust Funds Scholarships</u>
ADDITIONS		
Investment earnings	\$ 198	\$
Other	<u> </u>	<u>188</u>
Total additions	<u>198</u>	<u>188</u>
DEDUCTIONS		
Scholarships	<u> </u>	<u>2,200</u>
Total deductions	<u> </u>	<u>2,200</u>
Change in net assets	198	(2,012)
Net assets - beginning	<u>4,818</u>	<u>11,364</u>
Net assets - ending	<u>\$ 5,016</u>	<u>\$ 9,352</u>

The accompanying notes are an integral part of the basic financial statements.

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

NOTES TO THE BASIC FINANCIAL STATEMENTS

NOTE 1 - INFORMATION ABOUT THE DISTRICT AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. REPORTING ENTITY

The financial statements of the Evansville Community School District (the "district") have been prepared in conformity with generally accepted accounting principles (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 significant accounting principles and policies utilized by the district are described below.

The Evansville Community School District was established as a common school district. The district, governed by a seven member elected school board, operates grades kindergarten through twelve and is comprised of all or parts of eight taxing districts.

The accompanying financial statements present the activities of the Evansville Community School District. The school district is not a component unit of another reporting entity nor does it have any component units.

The reporting entity for the district is based upon criteria set forth by the Governmental Accounting Standards Board. All functions of the district for which it exercises oversight responsibility are included. The oversight responsibility includes, but is not limited to, financial interdependency between the district and any other governmental entity; control by the district over selection of the entity's governing authority or designation of management; the ability of the district to significantly influence operations of the entity; and whether the district is responsible for the accountability for fiscal matters.

B. BASIS OF PRESENTATION

District-Wide Statements

The statement of net assets and the statement of activities present financial information about the district's governmental and business-type activities. These statements include the financial activities of the overall government in its entirety, except those that are fiduciary. The effect of internal activity has been eliminated from the district-wide financial statements to avoid double-counting of internal transactions. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which primarily rely on fees and charges for support.

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

NOTES TO THE BASIC FINANCIAL STATEMENTS

NOTE 1 - INFORMATION ABOUT THE DISTRICT AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The statement of activities presents a comparison between direct expenses and program revenues for each function of the district's governmental activities and for business type activities. Direct expenses are those that are specifically associated with and are clearly identifiable to a particular function. Program revenues include (a) charges paid by the recipients for goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements

The fund statements provide information about the district's funds, including fiduciary funds. Separate statements for each fund category - governmental, proprietary, and fiduciary - are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as other governmental funds.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal value. Nonoperating revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities.

The district reports the following major governmental funds:

General Fund. This is the district's primary operating fund. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Education Fund. This fund accounts for activities associated with providing educational programs for students with disabilities. Sources include financial aid received from the state and federal government and payments from other school districts. Excess expenditures of the fund are financed with a transfer from the general fund.

Debt Service Fund. This fund accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental activities.

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

NOTES TO THE BASIC FINANCIAL STATEMENTS

NOTE 1 - INFORMATION ABOUT THE DISTRICT AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The district operates one proprietary fund, the food service fund. This fund accounts for the activities of the district's food service, generally school hot lunch program.

The district accounts for assets held as an agent for various student and parent organizations in an agency fund. The district also accounts for assets held in an employee benefit trust fund for post-employment benefits.

C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

The district-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 expenses are incurred, regardless of when the related cash transaction takes place. Nonexchange transactions, in which the district gives or receives value without directly receiving or giving equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, 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.

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

Under the terms of grant agreements, the district may fund certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Therefore, when program expenses are incurred, both restricted and unrestricted net assets may be available to finance the program. It is the district's policy to first apply cost-reimbursement grant resources to such programs, followed by general revenues.

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

NOTES TO THE BASIC FINANCIAL STATEMENTS

NOTE 1 - INFORMATION ABOUT THE DISTRICT AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Reports for the district's food service fund are prepared following the Financial Accounting Standards Board (FASB) Statements and Interpretations issued on or before November 30, 1989; Accounting Principles Board Opinions; and Accounting Research Bulletins, unless those pronouncements conflict with Governmental Accounting Standards Board (GASB) pronouncements.

D. ASSETS AND LIABILITIES

Deposits and Investments

The district's cash and cash equivalents consist of cash on hand, demand deposits, and short-term investments with original maturities of three months or less from date of acquisition. Cash and investment balances for individual funds are pooled unless maintained in segregated accounts.

State statutes permit the district to invest available cash balances, other than debt service funds, in time deposits of authorized depositories, U.S. Treasury obligations, U.S. Agency issues, high-grade commercial paper, and the local government pooled-investment fund administered by the state investment board. Available balances in the debt service fund may be invested in municipal obligations, obligations of the United States, and the local government pooled-investment fund.

All investments are stated at fair value. Determination of fair value for investment in the state treasurer's investment pool is based on information provided by the State of Wisconsin Investment Board.

Property Tax Levy

Under Wisconsin law, personal property taxes and first installment real estate taxes are collected by city, town, and village treasurers or clerks who then make proportional settlement with the school district and county treasurer for those taxes collected on their behalf. The county treasurer who then makes settlement with the city, town, village, and school districts before retaining any for county purposes collects second installment real estate taxes and delinquent taxes.

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

NOTES TO THE BASIC FINANCIAL STATEMENTS

NOTE 1 - INFORMATION ABOUT THE DISTRICT AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The district's property taxes are levied on or before October 31 on the equalized property valuation certified by the Department of Revenue. As permitted by a collecting municipality's ordinance, taxes may be paid in full or two or more installments with the first installment payable the subsequent January 31 and a final payment no later than the following July 31. The district is paid by the collecting municipality its proportionate share of tax collections received through the last day of the preceding month on or before January 15, and by the 20th of each subsequent month thereafter. On or before August 20, the County Treasurer makes full settlement to the district for any remaining balance. The county assumes all responsibility for delinquent real property taxes.

Property taxes are recognized as revenue in the period for which the taxes are levied. The 2007 tax levy is used to finance operations of the district's fiscal year ended June 30, 2008. All property taxes are considered due on January 1, when an enforceable lien is assessed against the property and the taxpayer is liable for the taxes. All taxes are collected within 60 days of June 30 and are available to pay current liabilities.

Accounts Receivable

All accounts receivable are shown at gross amounts with uncollectible amounts recognized under the direct write-off method. No allowance for uncollectible accounts has been provided since it is believed such allowance would not be material.

Other Assets

Expendable supplies or non-capital items acquired for initial use in subsequent fiscal periods are recorded as inventories and/or prepaid expenses. Prepaid insurance or service contracts are not recorded unless their recognition as an expenditure would result in more than one year's cost being recorded. Inventory and prepaid supplies are valued at the lower of cost (first-in, first-out method) or market. Inventory consists of expendable supplies held for consumption. The cost is recorded as an expenditure at the time individual inventory items are consumed.

Capital Assets

Capital assets are reported at actual cost or at estimated historical costs, based on appraisals conducted by an independent third-party professional appraisal firm. Donated assets are reported at estimated fair market value at the time received.

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

NOTES TO THE BASIC FINANCIAL STATEMENTS

NOTE 1 - INFORMATION ABOUT THE DISTRICT AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Capitalization thresholds (the dollar valued above which asset acquisitions are added to the capital asset accounts), depreciation methods, and estimated useful lives of capital assets reported in the district-wide statements and proprietary funds are as follows:

	<u>Capitalization Threshold</u>	<u>Depreciation Method</u>	<u>Estimated Useful Life</u>
Buildings	\$ 2,500	Straight-line	50 years
Building improvements	2,500	Straight-line	20 years
Site improvements	2,500	Straight-line	10-20 years
Furniture and equipment	2,500	Straight-line	5-15 years
Computer and related technology*	2,500	Straight-line	5 years
Library books*	2,500	Straight-line	7 years

*For purposes of determining the capitalization threshold for these items, the district groups all purchases for the year.

Other Obligations

The district's policy allows employees to earn varying amounts of sick pay for each year employed, accumulating to a maximum vested amount of 110 days.

Certain employees are entitled to receive group health insurance benefits after retirement from the district.

Benefits that require payment in future fiscal years though related to currently received services are recorded as an expenditure in the period incurred for district-wide presentation, and as an expenditure in the period paid or normally payable for government fund presentation.

The district's policy does not allow any other accumulated employee benefits to vest. All other unused accumulated employee benefits are forfeited upon retirement or termination of employment.

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

NOTES TO THE BASIC FINANCIAL STATEMENTS

**NOTE 2 - EXPLANATION OF CERTAIN DIFFERENCES BETWEEN GOVERNMENTAL
FUND STATEMENTS AND DISTRICT-WIDE STATEMENTS**

Due to the differences in the measurement focus and basis of accounting used on the government fund statements and district-wide statements, certain financial transactions are treated differently. The basic financial statements contain a full reconciliation of these items.

Differences between the governmental funds statement of revenues, expenditures, and changes in fund balance and the statement of activities fall into one of three broad categories. The reconciling amounts shown on pages 13 and 16-17 represent:

- a. Long-term revenue differences arise because governmental funds report revenues only when they are considered "available," whereas the statement of activities reports revenues when earned. Differences in long-term expenses arise because governmental funds report on a modified accrual basis whereas the accrual basis of accounting is used on the statement of activities. The long-term expenses reported below recognize the change in vested employee benefits.
- b. Capital related differences include (1) the difference between proceeds for the sale of capital assets reported on governmental fund statements and the gain or loss on the sale of assets as reported on the statement of activities, and (2) the difference between recording an expenditure for the purchase of capital items in the governmental fund statements, and capitalization and recording depreciation expense on those items as recorded in the statement of activities.
- c. Long-term debt transaction differences occur because long-term debt proceeds are recorded as revenue and interest, principal payments, and refunding costs are recorded as expenditures in the governmental fund statements. In the statement of activities, long-term debt proceeds are recorded as a liability, interest expense is recorded as incurred, and principal payments are recorded as a reduction of liabilities and refunding costs are amortized over the life of the bonds.

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

NOTES TO THE BASIC FINANCIAL STATEMENTS

NOTE 3 - CASH AND INVESTMENTS

The Debt Service Fund accounts for transactions through separate and distinct bank and investment accounts as required by State Statutes. In addition, the Trust and Agency Funds use separate and distinct accounts. All other funds share in common bank and investment accounts.

Deposits - As of June 30, 2008, deposits in banks are insured by the Federal Deposit Insurance Corporation (FDIC) in the amount of \$100,000 for demand deposits and time deposits. In addition, the state of Wisconsin has a State Guarantee Fund which provides a maximum of \$400,000 per entity above the amount provided by the FDIC. However, due to the relatively small size of the Guarantee Fund in relation to the total coverage, total recovery of losses may not be available.

The district is required to invest its funds in accordance with Wisconsin Statute 66.0603. The school board has adopted an investment policy pursuant to these statutes which allows the district to invest in the following:

- Time deposits
- Securities guaranteed by the U.S. Government
- Securities of Wisconsin Municipal Units including Educational and School Districts
- Other highly rated securities
- Local Government Investment Pool
- Repurchase agreements

Custodial Credit Risk - Custodial credit risk is the risk that in the event of a bank failure, the district's deposits may not be returned to it. The district does not have a deposit policy for custodial credit risk. As of June 30, 2008, \$831,584 of the district's bank balance of \$1,432,084 was exposed to custodial credit risk.

As of June 30, 2008, the district had the following investments:

<u>Investments</u>	<u>Maturities</u>	<u>Fair Value</u>
Investment in State Treasurer's Investment Pool	Less than 6 months	\$ 128,275
Wisconsin Cash Flow Management Program	Less than 6 months	<u>5,461,401</u>
		<u>\$ 5,589,676</u>

Interest Rate Risk - The district does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

NOTES TO THE BASIC FINANCIAL STATEMENTS

NOTE 3 - CASH AND INVESTMENTS (continued)

Credit Risk - Investments held in the State Treasurer's Investment Pool and the Wisconsin Cash Flow Management Program are unrated, but conform with investment guidelines as required by state law.

Concentration of Credit Risk - The district places no limit on the amount the district may invest in any one issuer.

NOTE 4 - DUE FROM/DUE TO OTHER FUNDS

Individual fund interfund receivable and payable balances at June 30, 2008, are as follows:

Fund	Due From	Due To
General Fund	\$ 92,639	\$
Special Revenue Funds		
Special education		101,647
Package/cooperative	13,008	
Capital Projects Fund	_____	4,000
	\$ 105,647	\$ 105,647

NOTE 5 - EXCESS OF ACTUAL EXPENDITURES OVER BUDGET IN INDIVIDUAL FUNDS

The following individual funds had an excess of actual expenditures over budget for the year ended June 30, 2008:

Fund	Excess Expenditures
Special Revenue Funds	
Support services	\$ 84,051
Debt Service Fund	
Debt services	7,066

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

NOTES TO THE BASIC FINANCIAL STATEMENTS

NOTE 6 - FUND BALANCE

Portions of fund balances are reserved and are not available for current appropriation or expenditure as follows:

Debt service fund	\$ 840,579
Capital projects fund	500
Special revenue fund	5,631
Food service	85,142
Trust and agency	<u>14,868</u>
	<u>\$ 946,720</u>

The general fund balance is designated to meet subsequent year cash flow requirements.

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

NOTES TO THE BASIC FINANCIAL STATEMENTS

NOTE 7 - CAPITAL ASSETS

Capital asset balances and activity for the year ended June 30, 2008, were as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets not being depreciated:				
Sites (land)	\$ 191,874	\$ _____	\$ _____	\$ 191,874
Total capital assets not being depreciated	<u>191,874</u>	<u>_____</u>	<u>_____</u>	<u>191,874</u>
Capital assets being depreciated:				
Site improvements	1,963,149	3,326		1,966,475
Buildings and building improvements	32,916,858	9,268		32,926,126
Furniture and equipment	<u>2,605,793</u>	<u>19,940</u>	<u>(10,000)</u>	<u>2,615,733</u>
Total capital assets being depreciated	<u>37,485,800</u>	<u>32,534</u>	<u>(10,000)</u>	<u>37,508,334</u>
Less accumulated depreciation for:				
Site improvements	(937,976)	(94,821)		(1,032,797)
Buildings and building improvements	(6,921,053)	(643,258)		(7,564,311)
Furniture and equipment	<u>(2,139,098)</u>	<u>(92,387)</u>	<u>10,000</u>	<u>(2,221,485)</u>
Total accumulated depreciation	<u>(9,998,127)</u>	<u>(830,466)</u>	<u>10,000</u>	<u>(10,818,593)</u>
Total capital assets being depreciated, net of accumulated depreciation	<u>27,487,673</u>	<u>(797,932)</u>	<u>_____</u>	<u>26,689,741</u>
Governmental activities capital assets, net of accumulated depreciation	<u>\$ 27,679,547</u>	<u>\$ (797,932)</u>	<u>\$ _____</u>	<u>\$ 26,881,615</u>
Business-type activities:				
Capital assets being depreciated:				
Furniture and equipment	\$ 226,294	\$ 14,350	\$ _____	\$ 240,644
Less accumulated depreciation	<u>(122,253)</u>	<u>(14,824)</u>	<u>_____</u>	<u>(137,077)</u>
Business-type activities capital assets, net of accumulated depreciation	<u>\$ 104,041</u>	<u>\$ (474)</u>	<u>\$ _____</u>	<u>\$ 103,567</u>
Depreciation expense was charged to governmental functions as follows:				
Instructional staff services	\$ 15,555			
School administration services	3,482			
Operations and maintenance of plant	15,776			
Depreciation not charged to a specific function	<u>795,653</u>			
Total depreciation for governmental activities	<u>\$ 830,466</u>			

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

NOTES TO THE BASIC FINANCIAL STATEMENTS

NOTE 8 - SHORT-TERM NOTES PAYABLE

Short-term notes payable at June 30, 2008, are as follows:

	<u>Issue Dates</u>	<u>Interest Rates %</u>	<u>Dates of Maturity</u>	<u>Balance</u>
Note - US Bancorp	09/20/07	4.50%	09/18/08	\$ 2,250,000
Note - US Bancorp	12/19/07	4.00%	10/30/08	<u>3,200,000</u>
Total short-term borrowings				<u>\$ 5,450,000</u>

NOTE 9 - LONG-TERM OBLIGATIONS

Long-term obligations of the district are as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Amounts Due within One Year</u>
Governmental activities;					
Bonds and notes payable					
Capital projects	\$ 27,155,000	\$	\$ 870,000	\$ 26,285,000	\$ 1,030,000
Capital leases	<u>229,162</u>		<u>81,491</u>	<u>147,671</u>	<u>39,946</u>
Subtotal	<u>27,384,162</u>		<u>951,491</u>	<u>26,432,671</u>	<u>1,069,946</u>
Other liabilities					
Vested employee benefits	575,793	443,157	275,585	743,365	
Sick leave	625,610	10,864	66,959	569,515	28,500
Bond refunding premium	1,410,215		110,605	1,299,610	110,605
Prior service liability, Wisconsin Retirement Fund	<u>1,279,252</u>		<u>49,844</u>	<u>1,229,408</u>	<u>55,386</u>
Total other liabilities	<u>3,890,870</u>	<u>454,021</u>	<u>502,993</u>	<u>3,841,898</u>	<u>194,491</u>
Total governmental activities long-term liabilities	<u>\$ 31,275,032</u>	<u>\$ 454,021</u>	<u>\$ 1,454,484</u>	<u>\$ 30,274,569</u>	<u>\$ 1,264,437</u>
Business type activities:					
Bonds and notes payable	NONE				
Capital leases	NONE				

Total interest paid during the year aggregated \$1,616,616 including \$264,716 for short-term borrowing. Total interest incurred during the year aggregated \$1,587,148 including \$264,716 for short-term borrowing.

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

NOTES TO THE BASIC FINANCIAL STATEMENTS

NOTE 9 - LONG-TERM OBLIGATIONS (continued)

General Obligation Debt

All general obligation debt is secured by the full faith and credit and unlimited taxing powers of the district. General obligation debt at June 30, 2008, is comprised of the following individual issues:

<u>Description</u>	<u>Issue Date</u>	<u>Interest Rate (%)</u>	<u>Date of Maturity</u>	<u>Balance June 30, 2008</u>
Refunding bond payable	03/01/07	4.45 - 5.05	04/01/12	\$ 1,635,000
Refunding bond payable	10/01/01	3.2 - 5.5	04/01/20	2,230,000
Refunding bond payable	03/01/05	3.0 - 5.0	04/01/20	<u>22,420,000</u>
*Total general obligation debt				<u>\$ 26,285,000</u>

The 2007 equalized valuation of the district as certified by the Wisconsin Department of Revenue is \$672,748,566. The legal debt limit and margin of indebtedness as of June 30, 2008, in accordance with Section 67.03(1)(b) of the Wisconsin Statutes follows:

Debt limit (10% of 672,748,566)	\$ 67,274,857
* Deduct long-term debt applicable to debt margin	<u>26,285,000</u>
Margin of indebtedness	<u>\$ 40,989,857</u>

Aggregate cash flow requirements for the retirement of long-term principal and interest on June 30, 2008, follows:

<u>Year Ended June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2009	\$ 1,030,000	\$ 1,191,235	\$ 2,221,235
2010	1,185,000	1,149,570	2,334,570
2011	1,365,000	1,100,810	2,465,810
2012	1,560,000	1,043,623	2,603,623
2013	1,750,000	977,323	2,727,323
2014-2018	12,395,000	3,438,428	15,833,428
2019-2020	<u>7,000,000</u>	<u>533,750</u>	<u>7,533,750</u>
	<u>\$ 26,285,000</u>	<u>\$ 9,434,739</u>	<u>\$ 35,719,739</u>

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

NOTES TO THE BASIC FINANCIAL STATEMENTS

NOTE 10 - DEFINED BENEFIT PENSION PLAN

All eligible district employees participate in the Wisconsin Retirement System (WRS), a cost-sharing multiple-employer defined benefit public employee retirement system. All permanent employees expected to work over 600 hours a year (440 hours for teachers) are eligible to participate in the WRS. Covered employees in the General/Teacher category are required by statute to contribute 6.0% of their salary (3.0% for Executives and Elected Officials, 5.1% for Protective Occupations with Social Security, and 3.3% for Protective Occupations without Social Security) to the plan. Employers may make these contributions to the plan on behalf of employees. Employers are required to contribute an actuarially determined amount necessary to fund the remaining projected cost of future benefits.

The payroll for district employees covered by the WRS for the year ended December 31, 2007, was \$9,658,118; the employer's total payroll was \$10,402,689. The total required contribution for the year ended December 31, 2007, was \$1,023,760 which consisted of \$444,273 or 4.6% of payroll from the employer and \$579,487 or 5.6% of payroll from employees. The district pays 100% of the contribution for their employees. Total contributions for the years ending December 31, 2006 and 2005, were \$941,142 and \$863,215, respectively, equal to the required contributions for each year.

Employees who retire at or after age 65 (62 for elected officials and 54 for protective occupation employees with less than 25 years of service, 53 for protective occupation employees with more than 25 years of service) are entitled to receive a retirement benefit. Employees may retire at age 55 (50 for protective occupation employees) and receive actuarially reduced benefits. The factors influencing the benefit are: (1) final average earnings, (2) years of creditable service, and (3) a formula factor. Final average earnings is the average of the employee's three highest years earnings. Employees terminating covered employment and submitting application before becoming eligible for a retirement benefit may withdraw their contributions and, by doing so, forfeit all rights to any subsequent benefit. For employees beginning participation on or after January 1, 1990, and no longer actively employed on or after April 24, 1998, creditable service in each of five years is required for eligibility for a retirement annuity. Participants employed prior to 1990 and on or after April 24, 1998, are immediately vested.

The WRS also provides death and disability benefits for employees. Eligibility and the amount of all benefits is determined under Chapter 40 of Wisconsin Statutes. The WRS issues an annual financial report which may be obtained by writing to Department of Employee Trust Funds, P.O. Box 7931, Madison, Wisconsin 53707-7931.

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

NOTES TO THE BASIC FINANCIAL STATEMENTS

NOTE 11 - OPERATING LEASE, AS LESSEE

The district, as lessee, leases copiers under various operating lease agreements requiring quarterly payments. Minimum future annual rental payments are as follows:

Year ended June 30	
2009	\$ <u>65,532</u>
Total	\$ <u>65,532</u>

Total rental expense for all operating leases was \$82,677.

NOTE 12 - CAPITAL LEASE, AS LESSEE

The following is an analysis of the leased property under capital leases by major class as of June 30, 2008:

Band equipment	\$ 14,648
Computer equipment	<u>140,206</u>
Total	\$ <u>154,854</u>

The following is a schedule by years of future minimum lease payments under capital leases together with the present value of the net minimum lease payments as of June 30, 2008:

Year ended June 30	
2009	\$ 59,544
2010	59,671
2011	<u>58,525</u>
Total minimum lease payments	177,740
Less amount representing interest	<u>30,069</u>
Present value of net minimum lease payments	\$ <u>147,671</u>

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

NOTES TO THE BASIC FINANCIAL STATEMENTS

NOTE 13 - OTHER POSTEMPLOYMENT BENEFITS (OPEB)

The district maintains a single-employer defined benefit OPEB plan that is administered as a trust. For the year ended June 30, 2008, the district has implemented GASB #43, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*. The benefits under this plan include stated medical and dental benefits to the following classes of employees:

- Non-Represented: At retirement age of 55 or older, with 15 or more years of service in the district, the district will contribute towards the retiree's medical premiums for any four consecutive years during retirement. For the first three years of retirement, the district will pay the full amount of the medical premiums. However, for the remaining years, the district's contributions shall be frozen at the rate in effect during the third year of retirement.
- Teachers: At retirement age of 55 or older, with 15 or more years of service in the district, the district will contribute towards the retiree's medical premiums for any four consecutive years during retirement. For the first three years of retirement, the district will pay the full amount of the medical premiums. However, for the remaining years, the district's contributions shall be frozen at the rate in effect during the third year of retirement.
- Custodians: At retirement age of 57 or older, with 15 or more years of service in the district, the district will contribute towards the retiree's medical premiums for any four consecutive years during retirement. For the first three years of retirement, the district will pay the full amount of the medical premiums. However, for the remaining years, the district's contributions shall be frozen at the rate in effect during the third year of retirement.

The district currently has 16 retirees receiving benefits under the plan. There are no terminated members entitled to, but not yet receiving benefits. The district has 221 employees in active service. The district's School Board maintains the right to amend the provisions of the plan, including employer and employee obligations to contribute to the plan.

The Statements of Plan Net Assets and Changes in Plan Net Assets are maintained on the accrual basis of accounting. Plan assets are recorded at published fair market values.

The funding policy of the plan states that the employer will fund 100% of the contributions to the plan, up to the "frozen" levels specified above, including costs to administer the plan. Employees may contribute additional amounts above and beyond the "frozen" levels specified above. There are no legal or contractual maximum contribution rates. The district is currently funding the plan on a "pay-as-you-go" basis. At June 30, 2008, the plan has no legally-required reserves or designations, other than the Net Asset balance of \$5,016.

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

NOTES TO THE BASIC FINANCIAL STATEMENTS

NOTE 13 - OTHER POSTEMPLOYMENT BENEFITS (OPEB) (continued)

The following information is stated as of July 1, 2005 (the most recent actuarial valuation date):

Actuarial accrued liability	\$ 3,739,994
Actuarial plan net assets	<u>-0-</u>
Unfunded actuarial accrued liability (UAAL)	<u>\$ 3,739,994</u>

The annual covered payroll for the fiscal year relating to the valuation date (2005-2006) was \$7,758,282, for a ratio of the UAAL to covered payroll of 48.2%.

The actuarial methods and assumptions used are based on the premium rate history of the district's medical insurance plans and retirement age trends. The actuarial valuation provided for a 30-year amortization of unfunded accrued liability based upon the level percent amortization method. The overall actuarial cost method used was the "projected unit credit" method. An investment rate of return of 6.5% was used, along with an initial medical care trend rate of 10% (decreasing by 1% per year down to 5%). The rate of inflation used was 4%. Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. These amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Projections of benefits are based on the types of benefits provided under the plan at the time of each valuation and on the pattern of sharing of benefit costs between the employer and employee to that point. Actuarial calculations reflect a long-term perspective, and consistent with that perspective, the actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets.

The Scheduled of Funding Progress, presented as required supplementary information following the notes to the financial statements, presents trend information about whether the actuarial value of the plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

NOTE 14 - COMMITMENTS AND CONTINGENT LIABILITIES

Encumbrances Outstanding - Encumbrances for purchase orders, contracts and other commitments for expenditures are recognized by the district as a reservation of fund balance. On June 30, 2008, there were no encumbrances outstanding.

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

NOTES TO THE BASIC FINANCIAL STATEMENTS

NOTE 15 - LIMITATION ON SCHOOL DISTRICT REVENUES

Wisconsin statutes limit the amount of revenues that school districts may derive from general school aids and property taxes. The annual revenue increase from these sources is limited by the higher of the rate of inflation or the CPI-adjusted dollar amount on the prior year per pupil amount unless a higher amount has been approved by a referendum.

This limitation does not apply to revenues needed for the payment of any general obligation debt service (including refinanced debt) authorized by either of the following:

- A resolution of the school board or by a referendum prior to August 12, 1993.
- A referendum on or after August 12, 1993.

For the fiscal year ended June 30, 2008, the district exceeded its revenue limit by \$9,234.

NOTE 16 - RISK MANAGEMENT

The district is exposed to various risks of loss related to limited torts; theft of; damage to and destruction of assets; errors and omissions and natural disasters for which the district carries commercial insurance. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the past three years.

SUPPLEMENTAL FINANCIAL INFORMATION

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

**REQUIRED SUPPLEMENTARY INFORMATION -
SCHEDULES OF FUNDING PROGRESS AND EMPLOYER
CONTRIBUTIONS FOR POSTEMPLOYMENT BENEFIT PLANS**

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b) - (a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ([b-a]/c)
7/1/05	\$ 0	\$ 3,739,994	\$ 3,739,994	\$ 0	\$ 7,758,282	48.2%
1st preceding valuation date - NONE						
2nd preceding valuation date - NONE						

Schedule of Employer Contributions

Year Ended June 30	Annual Required Contribution	Percentage Contributed*
2008	\$ 458,670	0%
2007	458,670	50%
2006	458,670	0%

*Note: Percentage contributed relates only to the contributions to the OPEB employee benefit trust.

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES -
PUPIL ACTIVITY AGENCY FUNDS**
For the Year Ended June 30, 2008

	<u>Balance</u> <u>July 1, 2007</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2008</u>
ASSETS				
Cash and investments	\$ 125,672	\$ 373,794	\$ 363,332	\$ 136,134
Total assets	<u>\$ 125,672</u>	<u>\$ 373,794</u>	<u>\$ 363,332</u>	<u>\$ 136,134</u>
LIABILITIES				
Due to student organizations				
Levi Leonard Elementary	\$ 15,251	\$ 48,380	\$ 54,313	\$ 9,318
Theodore Robinson Intermediate	8,566	47,291	47,338	8,519
JC McKenna Middle School	15,642	76,497	68,138	24,001
Senior High School	<u>86,213</u>	<u>201,626</u>	<u>193,543</u>	<u>94,296</u>
Total due to student organizations	<u>125,672</u>	<u>373,794</u>	<u>363,332</u>	<u>136,134</u>
Total liabilities	<u>\$ 125,672</u>	<u>\$ 373,794</u>	<u>\$ 363,332</u>	<u>\$ 136,134</u>

EVANSVILLE COMMUNITY SCHOOL DISTRICT
Evansville, Wisconsin

ANALYSIS OF LOCAL LEVY
June 30, 2008

	Taxes Receivable July 1, 2007	Current Levy	Collections	Taxes Receivable June 30, 2008
City of Evansville	\$ 859,432	\$ 3,068,697	\$ 3,022,151	\$ 905,978
Town of Rutland	2,051	7,873	7,921	2,003
Town of Brooklyn	30,874	101,562	98,667	33,769
Town of Center	195,903	654,271	627,413	222,761
Town of Janesville	98,595	345,700	334,242	110,053
Town of Magnolia	154,604	401,166	417,068	138,702
Town of Porter	119,994	352,266	351,478	120,782
Town of Union	<u>433,113</u>	<u>1,490,013</u>	<u>1,491,438</u>	<u>431,688</u>
	<u>\$ 1,894,566</u>	<u>\$ 6,421,548</u>	<u>\$ 6,350,378</u>	<u>\$ 1,965,736</u>