



CARBON COUNTY SCHOOL DISTRICT #1

FINANCIAL STATEMENTS

JUNE 30, 2015

CARBON COUNTY SCHOOL DISTRICT #1

FINANCIAL AND COMPLIANCE REPORT

JUNE 30, 2015

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Carbon County School District One

INSPIRING EXCELLENCE –EVERY CHILD, EVERYDAY

**615 Rodeo St.
Rawlins, WY 82301**



**(307) 328-9200
(307) 328-9258 Fax
www.crb1.net**

December 10, 2015

To the Board Trustees, and Administrators and Community
Carbon County School District No. 1
Rawlins, Wyoming

Wyoming Uniform Municipal Fiscal Procedures Act requires annual audits of school districts. The act states in W.S. 16-4-121 that “school audits shall be completed by November 15 following the end of the fiscal year.” The act also states in W.S. 16-4-122 that “audits shall be filed with the state Department of Education on or before December 15 following the end of the audited fiscal year.” Pursuant to this requirement, the Annual Financial Report of Carbon County School District No. 1 (the District) for the fiscal year ended June 30, 2015 is hereby submitted.

Management assumes full responsibility for the completeness and reliability of the information contained in this report. To provide a reasonable basis for making these representations, the District’s management has established a comprehensive internal control framework that is designed both to protect the government’s assets from loss, theft or misuse, and to compile sufficient reliable information for the preparation of the District’s financial statements in conformity with accounting principles generally accepted in the United State of America (GAAP). Because the cost of internal controls should not exceed the anticipated benefits, the District’s comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

Porter, Muirhead, Cornia & Howard, Certified Public Accountants, have issued an unmodified (“clean”) opinion on the District’s financial statements for the year ended June 30, 2015. The independent auditor’s report is located at the front of the financial section of this report. The independent audit of the District’s financial statements was part of a broader, federally mandated “Single Audit” designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government’s internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are included in the Grant Compliance Section of this report.

GAAP requires that management provide a narrative introduction, overview and analysis to accompany the financial statements in the form of a Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The District's MD&A can be found immediately following the report of the independent auditors, beginning on page 4.

DISTRICT PROFILE

Carbon County School District No. 1 was formed January 1, 1875. The District boundary includes a major part of Carbon County and a small area of Sweetwater County. Today the District is responsible for educating approximately 1890 children in four different communities Rawlins, Baggs, Sinclair and Bairoil. School configuration is different in each community Rawlins has one K-5 elementary school, one 6-8 middle school, one 9-12 alternative high school and one 9-12 high school. Baggs has one K-12 school facility. Sinclair has one K-5 elementary school.

The District is responsible for providing an education to children living within its boundaries. The District provides educational services to 74% of the children in Carbon County. The District is responsible for building, operating, and maintaining school facilities; developing and maintaining approved education programs and courses of study, including academic and vocational programs, bilingual programs and programs for special needs children and providing transportation and nutrition services to students in accordance with District, state and federal requirements.

ECONOMIC CONDITION

Wyoming is the ninth largest state in the U.S. with 97,813 square miles. This provides Wyoming with abundance of natural resources. In 2014 Wyoming was the number one producer of coal and ranks highest in mining employment. Natural gas production was fifth in the nation and crude oil was eighth in the nation. Wyoming also possesses the largest known reserve of trona in the world and number one in production in the nation. With Wyoming abundant source of wind, power generation from wind turbines is also becoming a huge industry. The royalties from all the minerals and energy production has a dedicated funding source for schools. With our small statewide population of 584,153 and 93,303 students (2013-2014), the assessment and royalties provide an excellent funding source for schools and keeps the property tax on homes, agriculture, commercial and industrial land at a very affordable rate for citizens of Wyoming.

Carbon County has 7,964 square miles about eight percent of Wyoming. Agriculture and the Energy Industry continue to be major industries in Carbon County. There are more than 200 operating wind turbines with over 140 megawatts of capacity. There are substantial new wind turbine generation facilities proposed and in permitting in Carbon County. The Chokecherry and Sierra Madre Wind Energy Project is one of the world's largest proposed wind power plants with up to 1,000 turbines to be located south of Rawlins. Both projects are currently in the permitting phase before construction can start. Many large gas and oil companies have operations in Carbon County.

Major employers in Carbon County are: Sinclair Oil refinery, Wyoming State Penitentiary, Memorial Hospital of Carbon County, Carbon County School District #1, Walmart, British Petroleum, Amoco, Williams Fuel, Union Pacific Railroad, Bureau of Land Management and County and City government.

Since 2000 Carbon County has had a stable population with very modest increases and decreases in population that are trending upward. The School district had a peak enrollment in the 1980's and 90's with the population fluxing up and down with the economy.

STATE SCHOOL FUNDING

The Wyoming Constitution declared that public education is a fundamental right. The Wyoming Supreme Court decisions have upheld and defined this requirement in several court cases most recent notable ones are Campbell 1 – (1995), Campbell 2 – (February 2001), Campbell 3 – (October 2001) and Campbell 4 – (2008). The Wyoming School Foundation Program provides a guaranteed level of funding to every Wyoming public school district. This “Guarantee” is essentially a block grant and is based on a number of factors - the most important of which is the number of students enrolled in the district in the prior year.

Other components having a significant impact on a district's guarantee include special education and pupil transportation costs incurred in the prior year and the number, size and location of certain statutorily defined “small schools” operated by the district. Very small school districts meeting certain enrollment criteria may qualify for additional funding.

Once a district's guarantee is established, that funding level is compared to the district's available local revenue sources. If a district's local revenues turn out to be less than its Guarantee, the state of Wyoming makes up the difference through a series of entitlement payments distributed to the district throughout the school year.

A few school districts, on the other hand, have access to local revenues in excess of their Guarantees. These districts must rebate the excess to the state of Wyoming – a process known as recapture. All recaptured monies flow into a Foundation Program fund and are eventually redistributed to those districts receiving entitlement payments from the state.

Carbon County School District No. 1 is a recapture district.

LONG-TERM FINANCIAL PLANNING

The District has a very conservative approach to budgeting and for the last several years has maintained an ending fund balance that is at the maximum limit allowable by Wyoming law and also maintains a fund balance that was saved before the current funding model (1997) was developed. This along with the State's progressing funding of Education in Wyoming has allowed the District to continually fund improvements in programs, and facilities in the District.

COMPONENT UNITS

The Board of Cooperative Higher Education Services (BOCHES) operating as The Carbon County Higher Education Center (CCHEC) and the Carbon County School District #1 Recreation Board are component units of the District with their financial information combined into the District's audit. Members of the Board of Trustees also sit as members of the component units' Board.

CCHEC serves the higher education needs of our community and provides high quality training programs through the cooperative efforts of the District, community, industry and local government. CCHEC provides community education courses, vocational and industry training and college credit courses.

The Recreation Board receives a one mill levy on the assessed value in the District and provides grants to agencies and groups within the District to enhance the recreational opportunities of our citizens and assist in the operational needs of recreational facilities in the District.

MAJOR INITIATIVES

The new Rawlins High School which was previously approved for funding by the School Facilities Department along with the enhancements approved by the voters of the District is currently in construction and is estimated for a final completion date of summer 2017. The new CCHEC facility and After School Building that were approved by the voters are now finished and serving students.

ACKNOWLEDGEMENTS

Many individuals throughout the District provided information needed for the preparation of this report. We wish to express our appreciation to the entire Finance Department in particular for their efforts and contributions to our Annual Financial Report.

Furthermore, we would like to acknowledge the efforts of all District personnel who conscientiously follow internal controls; and during the Annual Financial Report preparation, provide additional information that makes the report more meaningful.

We also thank the members of the School Board of Trustees for their continued support and dedication to the educational and financial operations of the District.

Respectfully submitted,

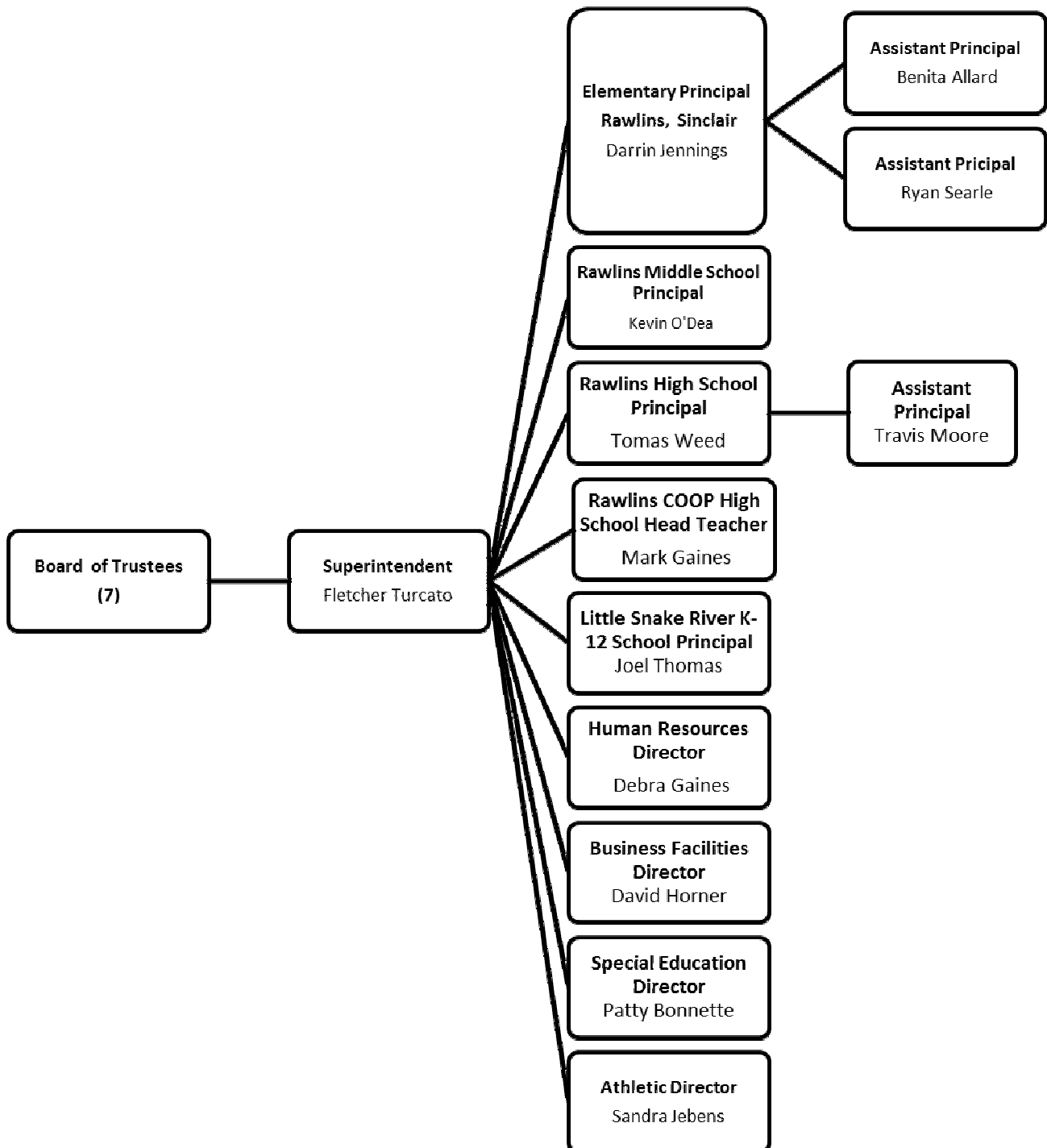


Fletcher Turcato
Superintendent

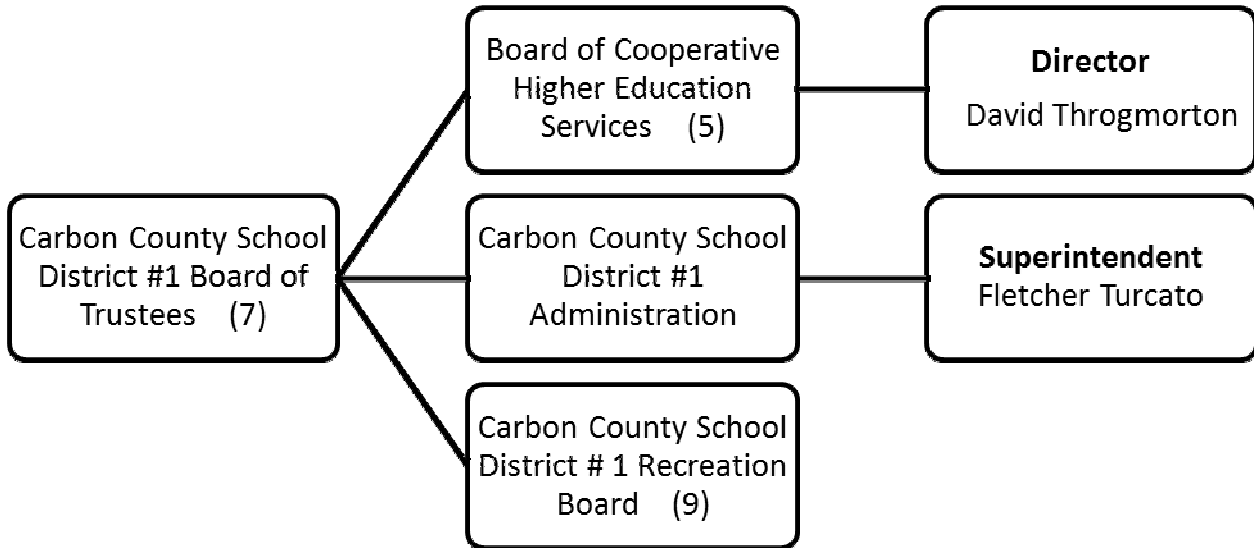


David Horner
Business Facilities Director

**CARBON COUNTY SCHOOL DISTRICT # 1
ADMINISTRATIVE ORGANIZATIONAL CHART 2015**



**CARBON COUNTY SCHOOL DISTRICT #1 AND COMPONENT UNITS
ORGANIZATIONAL CHART 2015**



**CARBON COUNTY SCHOOL DISTRICT #1
CARBON COUNTY, WYOMING**

Administrative Office

615 Rodeo
Rawlins, WY 82301

Fletcher Turcato
David Horner
Margaret Quintrall

Superintendent
Business Facilities Director
Asst. Business Manager

BOARD OF TRUSTEES AS OF JUNE 30, 2015

	<u>Term Expires</u>
Mr. Michael Mann, Chair 2420 Inverness Rawlins, WY 82301	December 2018
Mr. Gilbert Archuleta, Vice Chair 194 LaPaloma Rawlins, WY 82301	December 2018
Ms. Denise Pfeffer, Clerk 721 Scarlet Drive Rawlins, WY 82301	December 2016
Mr. Dan Butler, Treasurer 1611 Park Drive Rawlins, WY 82301	December 2016
Mr. Jeffrey Mendoza 1215 Lambda Drive Rawlins, WY 82301	December 2016
Ms. Holley Nicholson 1307 Perrine Street Rawlins, WY 82301	December 2018
Mr. R. Matt Feldman PO Box 74 Dixon, WY 82323	December 2016
Legal Counsel The Kuker Group, LLP 508 East 18th Street Cheyenne, WY 82001	Bond Counsel Freudenthal & Bonds, P.C. 129 E Carlson St. P.O. Box 387 Cheyenne, WY 82003

**BOARD OF COOPERATIVE HIGHER EDUCATION SERVICES
MAIN CAMPUS RAWLINS, WY**

Administrative Office

812 E. Murray St.
Rawlins, WY 82301

David Throgmorton
Shelly Collier

Director
Accounting Specialist

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Rawlins, WY

Carbon County School District #1

Mr. R. Matt Feldman, Vice Chair
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Carbon County School District #1

Mr. Dan Butler, Treasurer
Rawlins, WY

Carbon County School District #1

Mr. Mike Mann, Clerk
Rawlins, WY

Carbon County School District #1

Mr. George Eckman
Green River, WY

Western Wyoming Community College

**CARBON COUNTY SCHOOL DISTRICT #1 RECREATION BOARD
CARBON COUNTY, WYOMING**

Mailing Address

P.O. Box 1804
Rawlins, WY 82301

Board of Directors June 2015

Mr. Mike Mann Rawlins, WY	School Board Appointed
Ms. Holley Nicholson Rawlins, WY	School Board Appointed
Mr. Jeff Mendoza Rawlins, WY	School Board Appointed
	<u>Term Expires</u>
Mr. Don Brinkman Rawlins, WY	January 2016
Ms. Mackenzie Kirk Rawlins, WY	January 2016
Ms. Jodi Stanley, Vice Chair Baggs, WY	January 2016
Ms. Patricia Hays Rawlins, WY	January 2018
Ms. Janell Thayer-Steele Rawlins, WY	January 2018
Ms. Charlene Abbott, Chair Rawlins, WY	January 2018



INDEPENDENT AUDITOR'S REPORT

To the Honorable Superintendent and Members
of the Board of Trustees
Carbon County School District #1
Rawlins, Wyoming

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Carbon County School District #1, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise Carbon County School District #1's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

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, the discretely presented component units, each major fund, and the aggregate remaining fund information of Carbon County School District #1, as of June 30, 2015, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information and pension schedules as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

We have applied certain limited procedures to management's discussion and analysis and pension schedules in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

The budgetary comparison information as listed in the table of contents is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the budgetary comparison information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Carbon County School District #1's basic financial statements. The budgetary comparison information and schedule of expenditures of federal awards, as required by Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit*, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The budgetary comparison information and schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the budgetary comparison information and schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The statistical section has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurances on it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 10, 2015 on our consideration of Carbon County School District #1's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Carbon County School District #1's internal control over financial reporting and compliance.



Porter, Muirhead, Cornia & Howard

Certified Public Accountants

Casper, Wyoming
December 10, 2015

CARBON COUNTY SCHOOL DISTRICT #1

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2015

(Unaudited)

As management of Carbon County School District #1 ("District"), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the year ended June 30, 2015. We encourage readers to consider the information presented here in conjunction with the District's financial statements, notes to the financial statements, and various supplementary information which follow this section.

Financial Highlights

The District's total combined net position was \$55,099,232 at June 30, 2015 which compares to \$56,472,971, at the beginning of the fiscal year, before restatement, a decrease of 2.4 percent.

During the year, the District's total governmental activities expenses were \$11,451,957 less than the \$45,022,466 generated in taxes and other revenues for governmental activities.

The District had \$33,120,509 in expenses related to governmental activities; of which \$13,211,654 of these expenses were offset by program specific charges for services or grants and contributions.

The District decreased its outstanding long-term debt by \$1,057,771, excluding the net pension liability. The outstanding long-term debt includes \$25,107,275 in bonds for construction that is payable over 15 years, \$426,3618 in accrued compensated absences and \$725,477 in lease purchase obligations. The District participates in the Public Employees' Pension Plan, a statewide cost-sharing multiple-employer public employee retirement plan administered by the State of Wyoming Retirement System. With the recognition of the pension plan items as required with the implementation of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment to GASB No. 27*, the District recognized a net pension liability of \$16,248,488. All plan components, including the major components of participation, eligibility, investment strategy, benefit structure, contribution rates and plan administration are overseen by the Wyoming Retirement System Board. The District has no control of the plan elements that affect the net position.

The District made a recapture payment of \$54,890 to the State Foundation Program for the 2014 - 2015 fiscal year.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all of the District's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating. However, fluctuations from year to year need to be reviewed in light of the timing of funding.

The statement of activities presents information for all of the current year's revenues and expenses regardless of when cash is received or paid. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods. The increase in total liabilities occurred due to the recognition of the net pension liability as a result of implementation of the GASB No. 68, *Accounting and Financial Reporting for Pensions – an amendment to GASB No. 27*.

CARBON COUNTY SCHOOL DISTRICT #1

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2015

(Unaudited)

Government-wide financial statements (Continued).

Both of the District's government-wide financial statements distinguish the functions of the District as being principally supported by taxes and intergovernmental revenues (governmental activities) as opposed to business-type activities that are intended to recover all or a significant portion of their costs through user fees and charges. The District has two business-type activities: the enterprise fund - food service fund and the aquatic center fund.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related information about the District's most significant funds.

All of the funds of the District can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. Such information may be useful in evaluating a government's near-term financing requirements. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities reported in the Statement of Net Position and the Statement of Activities and the governmental funds are reconciled in the financial statements. The general, major maintenance, capital construction, grants, and debt service funds are considered major funds and are reported as separate columns in the fund financial statements.

Proprietary funds. Proprietary funds are used to account for services for which the District charges participants a fee. These funds, like the government-wide statements, provide both long-term and short-term financial information. The enterprise funds - food service and aquatic center are funds in this category for the District.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs. The District is the trustee, or fiduciary, for these funds and is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All of the District's fiduciary activities are reported in a separate statement of fiduciary net position and a statement of changes in fiduciary net position. The District has three funds in this category, the scholarship fund (a private purpose trust fund), the student activities fund, and the construction retainage fund.

Notes to the financial statements. The notes provide additional information that is essential for a complete understanding of the data provided in the government-wide and fund financial statements.

Other information.

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information that further explains and supports the information in the financial statements.

CARBON COUNTY SCHOOL DISTRICT #1

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2015

(Unaudited)

Financial Analysis of the District as a Whole

The Statement of Net Position provides the perspective of the District as a whole. The following provides a summary of the District's net position at June 30, 2015:

Condensed Statements of Net Position

	2013-2014	2014-2015	2013-2014	2014-2015	2013-2014	2014-2015
	Governmental Activities		Business-Type Activities		Total	
	As restated		As restated		As restated	
Current and other assets	\$ 58,043,985	\$ 60,759,067	\$ 225,931	\$ 258,622	\$ 58,269,916	\$ 61,017,689
Capital assets	52,075,668	64,473,946	9,770	1,135	52,085,438	64,475,081
Total assets	<u>110,119,653</u>	<u>125,233,013</u>	<u>235,701</u>	<u>259,757</u>	<u>110,355,354</u>	<u>125,492,770</u>
Deferred outflow of resources	<u>1,478,593</u>	<u>2,840,565</u>	<u>21,941</u>	<u>63,064</u>	<u>1,500,534</u>	<u>2,903,629</u>
Current liabilities	2,187,722	5,631,293	7,565	25,044	2,195,287	5,656,337
Noncurrent liabilities	27,382,511	26,322,417	-	2,323	27,382,511	26,324,740
Net pension liability	14,120,404	15,997,285	209,534	251,203	14,329,938	16,248,488
Total liabilities	<u>43,690,637</u>	<u>47,950,995</u>	<u>217,099</u>	<u>278,570</u>	<u>43,907,736</u>	<u>48,229,565</u>
Deferred inflows of resources	<u>24,304,585</u>	<u>25,067,602</u>	<u>-</u>	<u>-</u>	<u>24,304,585</u>	<u>25,067,602</u>
Net investment in capital assets	44,463,386	52,630,056	9,770	1,135	44,473,156	52,631,191
Restricted						
Wyoming Statute	7,558,306	7,929,531	-	-	7,558,306	7,929,531
Donors	74,607	82,610	-	-	74,607	82,610
Unrestricted	(8,493,275)	(5,587,216)	30,773	43,116	(8,462,502)	(5,544,100)
Total net position	<u>\$ 43,603,024</u>	<u>\$ 55,054,981</u>	<u>\$ 40,543</u>	<u>\$ 44,251</u>	<u>\$ 43,643,567</u>	<u>\$ 55,099,232</u>

The net investment in capital assets is \$52,631,191, which is the net book value of capital assets (e.g., land, buildings, equipment) less any related debt used to acquire those assets that is still outstanding of \$11,778,263. The District uses these capital assets to provide services to students; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources. Usually, an additional portion of the District's net position represents resources that are subject to external restrictions on how they may be used. Recording the net pension liability of \$16,248,488 results in a negative unrestricted net position of \$5,544,100. Without the pension liability there is a balance of unrestricted net position of \$10,704,388 that may be used to meet the District's ongoing obligations. This surplus is not an indication that the District has significant operational resources available to meet financial obligations next year, but rather the result of having long-term commitments that are less than currently available resources.

For governmental activities, the District's total net position increased by \$11,451,957 during the year ended June 30, 2015. The total cost of all governmental activities this year was \$33,120,509 and of the business-type activity was \$1,109,482. The amount that taxpayers paid for these activities through property taxes was \$30,784,872 net of recapture in the amount of \$54,890.

CARBON COUNTY SCHOOL DISTRICT #1

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2015

(Unaudited)

Changes in Net Position

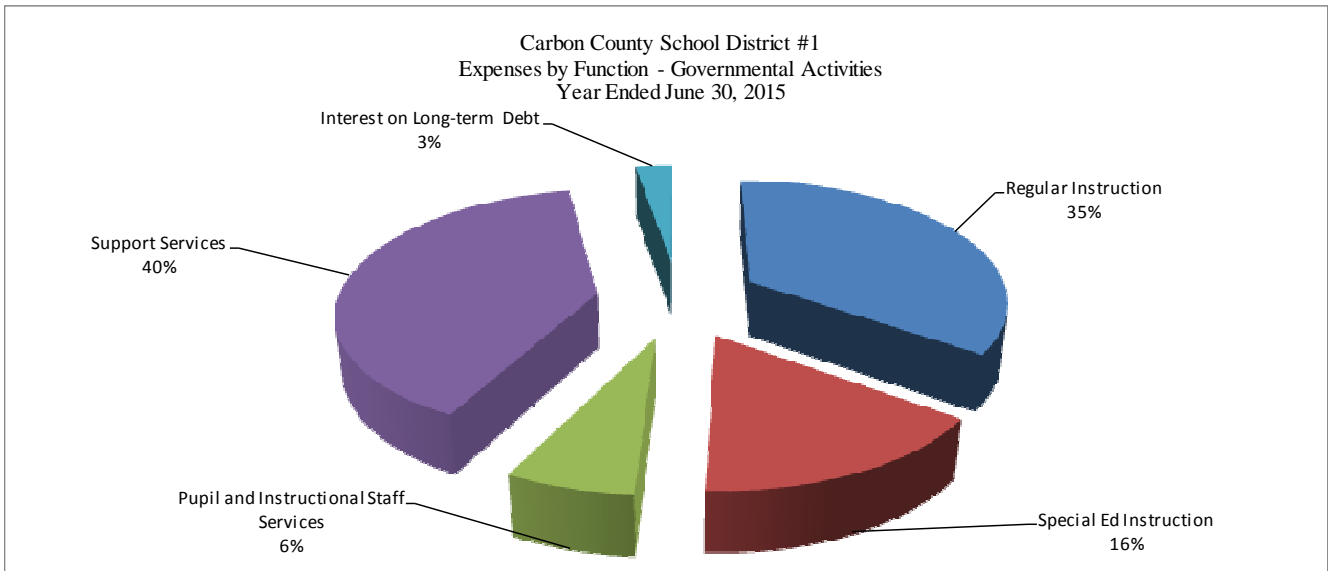
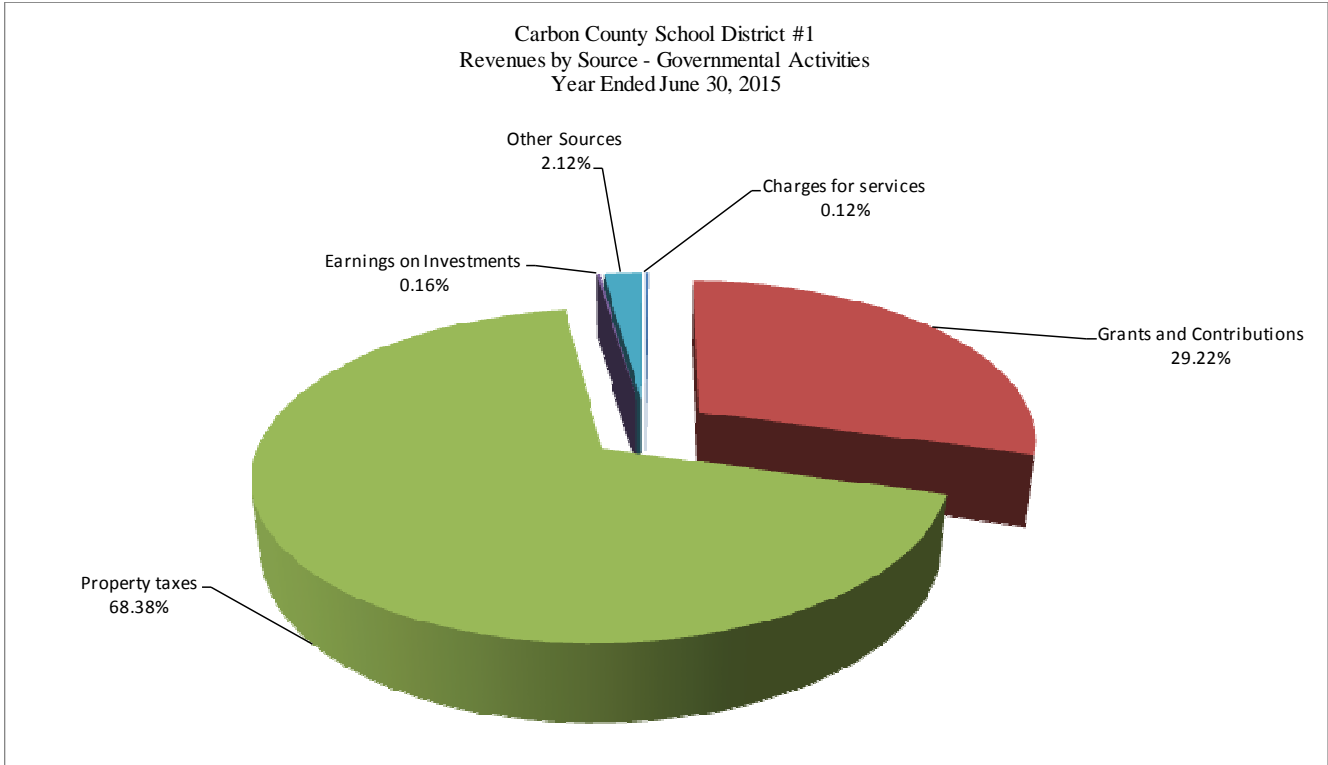
	2013-2014	2014-2015	2013-2014	2014-2015	2013-2014	2014-2015
	Governmental-Type Activities		Business-Type Activities		Total	
Revenues						
Program revenues						
Charges for services	\$ 83,668	\$ 56,003	\$ 253,786	\$ 229,736	\$ 337,454	\$ 285,739
Operating grants and contributions	2,162,661	2,777,839	524,665	439,509	2,687,326	3,217,348
Capital grants	2,682,239	10,377,812	-	-	2,682,239	10,377,812
General revenues						
Taxes	29,209,217	30,839,762	-	-	29,209,217	30,839,762
Investments	75,110	70,277	220	134	75,330	70,411
Loss on disposal of capital assets	-	-	-	(6,963)	-	(6,963)
Recapture payment	(1,449,547)	(54,890)	-	-	(1,449,547)	(54,890)
Miscellaneous	(33,725)	230,413	24,932	774	(8,793)	231,187
Insurance recovery	-	725,250	-	-	-	725,250
Total revenues	32,729,623	45,022,466	803,603	663,190	33,533,226	45,685,656
Expenses						
Regular instruction	11,588,408	11,533,495	-	-	11,588,408	11,533,495
Special ed instruction	4,681,790	5,314,458	-	-	4,681,790	5,314,458
Pupil services	1,854,382	1,513,781	-	-	1,854,382	1,513,781
Instructional staff services	791,944	700,649	-	-	791,944	700,649
General admin services	806,572	1,056,031	-	-	806,572	1,056,031
School admin services	1,519,732	1,592,413	-	-	1,519,732	1,592,413
Business services	564,852	616,597	-	-	564,852	616,597
O&M of plant services	4,854,862	4,909,153	-	-	4,854,862	4,909,153
Pupil transportation	1,324,311	1,580,354	-	-	1,324,311	1,580,354
Central services	501,330	1,672,579	-	-	501,330	1,672,579
Other support services	177,811	1,731,625	-	-	177,811	1,731,625
Interest on long-term debt	887,324	899,374	-	-	887,324	899,374
Food service fund	-	-	854,172	827,393	854,172	827,393
Aquatic center fund	-	-	161,907	282,089	161,907	282,089
Total expenses	29,553,318	33,120,509	1,016,079	1,109,482	30,569,397	34,229,991
Excess (deficiency) of revenues over expenditures	3,176,305	11,901,957	(212,476)	(446,292)	2,963,829	11,455,665
Transfers	(278,704)	(450,000)	278,704	450,000	-	-
Change in net position	2,897,601	11,451,957	66,228	3,708	2,963,829	11,455,665
Beginning net position, as previously reported	53,347,234	43,603,024	161,908	40,543	53,509,142	43,643,567
Prior period adjustment	(12,641,811)	-	(187,593)	-	(12,829,404)	-
Ending net position	\$ 43,603,024	\$ 55,054,981	\$ 40,543	\$ 44,251	\$ 43,643,567	\$ 55,099,232

CARBON COUNTY SCHOOL DISTRICT #1

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2015

(Unaudited)



CARBON COUNTY SCHOOL DISTRICT #1

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2015
(Unaudited)

Financial Analysis of the District's Funds

Governmental Funds

Revenues

General fund revenues, net of recapture payment, increased to \$27,651,077 in FY 2015 from \$25,100,401 in FY 2014 due to an increase in collections of taxes and intergovernmental revenues

In comparison to the prior year, major maintenance revenues from the State of Wyoming increased by \$192,632. The major maintenance revenue depends on the State's allocation and varies from year to year.

Enterprise Funds: Food Service Fund and Aquatic Center Fund

The total food service fund revenues for 2015 were \$543,797, a decrease of \$81,201 from the prior year. The expenses incurred to provide this program decreased by \$26,780 from the prior year. The food service fund had a net loss before transfers of \$283,596 in 2015, compared to a net loss before transfers of \$229,175 in 2014. The aquatic center fund cost of operation for 2015 had revenue of \$15,994 with expenses incurred to provide this program of \$282,089, this includes all aquatic personnel cost in 2015. In 2014 not all personnel costs were moved from general fund to the separate aquatic fund.

Capital Asset and Debt Administration

Capital Assets

The District's investment in capital assets for its governmental activities as of June 30, 2015 is \$64,473,946 (net of accumulated depreciation). This investment in capital assets includes land, site improvements, buildings and equipment (which include vehicles and buses).

District's Capital Assets Net of Depreciation (Governmental Activities)

	<u>2013-2014</u>	<u>2014-2015</u>
Land	\$ 934,579	\$ 934,579
Construction in progress	10,339,340	12,460,763
Buildings and improvements	39,476,154	49,562,454
Vehicles	680,651	955,673
Furniture and equipment	644,944	560,477
Total	<u>\$ 52,075,668</u>	<u>\$ 64,473,946</u>

Additional information regarding the District's capital assets can be found in the Notes to Financial Statements page 35.

The new Rawlins High School which was previously approved for funding by the School Facilities Department along with the enhancements approved by the voters of the District is currently in construction and is estimated for a final completion date of summer 2017. The new CCHC facility and After School Building that were approved by the voters are now finished and serving students.

CARBON COUNTY SCHOOL DISTRICT #1

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2015

(Unaudited)

Long-Term Debt

The following is a summary of governmental activities debt transactions related to capital leases, Series 2012 bonds, and accrued compensated absences, excluding the net pension liability, of the District for the year ended June 30, 2015:

Debt outstanding at July 1, 2014	\$ 27,382,511
New debt issued	1,001,363
Debt retired	2,061,457
Debt outstanding at June 30, 2015	<u><u>\$ 26,322,417</u></u>

Budgetary Information

During the fiscal year ended June 30, 2015, the District made no budgetary adjustments.

Factors Affecting the District's Future

Factors that may impact the District's future include: 1) Increased enrollment 2) Student enrollment exceeding building capacity, and 3) Construction of new school buildings. Impact to the District regarding these issues will be dependent upon actions taken by the School Facilities Commission. The District may be required to alter scenarios and modify facilities in a reaction mode to the School Facilities Department's actions.

Request for Information

This financial report is designed to provide our citizens, taxpayers, customers and creditors with a general overview of the District's finances as well as demonstrate accountability for funds the District receives. Questions concerning any of the information provided in this report or requests for additional information should be addressed to David Horner, Business Facilities Director, 615 Rodeo Street, Rawlins, Wyoming 82301.

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BASIC FINANCIAL STATEMENTS

CARBON COUNTY SCHOOL DISTRICT #1

STATEMENT OF NET POSITION

June 30, 2015

	Primary Government			Component Units	
	Governmental Activities	Business-Type Activities	Total	BOCHES	Recreation Board
ASSETS					
Current assets					
Cash and cash equivalents	\$ 12,329,191	\$ 242,055	\$ 12,571,246	\$ 1,144,092	\$ 1,052,222
Cash held by fiscal agent	1,760,408	-	1,760,408	24,182	13,765
Property taxes receivable	25,616,993	-	25,616,993	1,959,530	867,564
Accounts receivable	435,504	-	435,504	19,793	-
Due from other governments	2,385,821	-	2,385,821	7,175	-
Prepaid items	70,880	-	70,880	-	-
Inventory	30,037	16,567	46,604	-	-
Non-current assets					
Restricted bond proceeds					
Cash equivalents	3,787,577	-	3,787,577	-	-
Investments	14,342,656	-	14,342,656	-	-
Land	934,579	-	934,579	165,168	-
Construction in progress	12,460,763	-	12,460,763	-	-
Capital assets, net of accumulated depreciation	51,078,604	1,135	51,079,739	244,351	-
Total assets	<u>125,233,013</u>	<u>259,757</u>	<u>125,492,770</u>	<u>3,564,291</u>	<u>1,933,551</u>
DEFERRED OUTFLOWS OF RESOURCES					
Pension plan items	2,840,565	63,064	2,903,629	152,531	-
Total deferred outflows of resources	<u>2,840,565</u>	<u>63,064</u>	<u>2,903,629</u>	<u>152,531</u>	<u>-</u>
LIABILITIES					
Current liabilities					
Accounts payable	4,473,286	2,830	4,476,116	55,552	-
Accrued salaries payable	1,158,007	22,214	1,180,221	11,037	-
Noncurrent liabilities					
Due within one year	1,894,470	2,323	1,896,793	4,157	-
Due in more than one year	24,427,947	-	24,427,947	26,131	-
Net pension liability	15,997,285	251,203	16,248,488	975,991	-
Total liabilities	<u>47,950,995</u>	<u>278,570</u>	<u>48,229,565</u>	<u>1,072,868</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES					
Deferred property tax revenue	25,067,602	-	25,067,602	1,917,707	850,834
Total deferred inflows of resources	<u>25,067,602</u>	<u>-</u>	<u>25,067,602</u>	<u>1,917,707</u>	<u>850,834</u>
NET POSITION					
Net investment in capital assets	52,630,056	1,135	52,631,191	161,011	-
Restricted by Wyoming state statutes	7,929,531	-	7,929,531	-	1,082,717
Restricted by donors	82,610	-	82,610	-	-
Unrestricted	(5,587,216)	43,116	(5,544,100)	929,327	-
Total net position	<u>\$ 55,054,981</u>	<u>\$ 44,251</u>	<u>\$ 55,099,232</u>	<u>\$ 1,090,338</u>	<u>\$ 1,082,717</u>

See accompanying notes to the financial statements

CARBON COUNTY SCHOOL DISTRICT #1

STATEMENT OF ACTIVITIES
Year Ended June 30, 2015

Function/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities				
Instruction				
Regular instruction	\$ 11,533,495	\$ 56,003	\$ 603,256	\$ -
Special education instruction	5,314,458	-	2,159,821	-
Support services				
Pupil services	1,513,781	-	-	-
Instructional staff services	700,649	-	-	-
General administration services	1,056,031	-	-	-
School administration services	1,592,413	-	14,762	-
Business services	616,597	-	-	-
Operation and maintenance of plant services	4,909,153	-	-	-
Pupil transportation services	1,580,354	-	-	-
Central services	1,672,579	-	-	10,377,812
Other support services	1,731,625	-	-	-
Interest on long-term debt	899,374	-	-	-
Total governmental activities	<u>33,120,509</u>	<u>56,003</u>	<u>2,777,839</u>	<u>10,377,812</u>
Business-type activities				
Food service fund	827,393	213,742	336,171	-
Aquatic center fund	282,089	15,994	103,338	-
Total business-type activities	<u>1,109,482</u>	<u>229,736</u>	<u>439,509</u>	<u>-</u>
Total primary government	<u>\$ 34,229,991</u>	<u>\$ 285,739</u>	<u>\$ 3,217,348</u>	<u>\$ 10,377,812</u>
Component units				
BOCHES	\$ 2,369,500	\$ 149,309	\$ 11,925	\$ -
Recreation Board	794,155	-	-	-
Total component units	<u>\$ 3,163,655</u>	<u>\$ 149,309</u>	<u>\$ 11,925</u>	<u>\$ -</u>

General revenues

- Taxes
 - Property taxes, levied for general purposes
 - Property taxes, levied for debt services
 - Property taxes, levied for specific purposes
 - Major building and facility maintenance
 - Recreation
 - BOCHES
 - Recapture tax payment
 - Unrestricted investment earnings
 - Loss on disposal of capital assets
 - Unrestricted miscellaneous revenue
 - Insurance recovery
- Transfers
 - Total general revenues and transfers
- Change in net position
- Net position - beginning of year
- Prior period adjustment
- Net position - beginning of year as restated
- Net position - end of year

See accompanying notes to the financial statements

Net (Expenses) Revenues and Changes in Net Position

Primary Government			Component Unit	Component Unit
Governmental Activities	Business-type Activities	Total	BOCHES	Recreation Board
\$ (10,874,236)	\$ -	\$ (10,874,236)	\$ -	\$ -
(3,154,637)	-	(3,154,637)	-	-
(1,513,781)	-	(1,513,781)	-	-
(700,649)	-	(700,649)	-	-
(1,056,031)	-	(1,056,031)	-	-
(1,577,651)	-	(1,577,651)	-	-
(616,597)	-	(616,597)	-	-
(4,909,153)	-	(4,909,153)	-	-
(1,580,354)	-	(1,580,354)	-	-
8,705,233	-	8,705,233	-	-
(1,731,625)	-	(1,731,625)	-	-
(899,374)	-	(899,374)	-	-
(19,908,855)	-	(19,908,855)	-	-
-	(277,480)	(277,480)	-	-
-	(162,757)	(162,757)	-	-
-	(440,237)	(440,237)	-	-
(19,908,855)	(440,237)	(20,349,092)	-	-
-	-	-	(2,208,266)	-
-	-	-	-	(794,155)
-	-	-	(2,208,266)	(794,155)
27,378,138	-	27,378,138	-	-
2,140,897	-	2,140,897	-	-
1,320,727	-	1,320,727	-	-
-	-	-	-	875,061
-	-	-	2,166,726	-
(54,890)	-	(54,890)	-	-
70,277	134	70,411	737	761
-	(6,963)	(6,963)	(61)	-
230,413	774	231,187	-	-
725,250	-	725,250	-	-
(450,000)	450,000	-	-	-
31,360,812	443,945	31,804,757	2,167,402	875,822
11,451,957	3,708	11,455,665	(40,864)	81,667
56,244,835	228,136	56,472,971	2,004,468	1,001,050
(12,641,811)	(187,593)	(12,829,404)	(873,266)	-
43,603,024	40,543	43,643,567	1,131,202	1,001,050
\$ 55,054,981	\$ 44,251	\$ 55,099,232	\$ 1,090,338	\$ 1,082,717

CARBON COUNTY SCHOOL DISTRICT #1

**BALANCE SHEET
GOVERNMENTAL FUNDS**

June 30, 2015

	General Fund	Grants Fund	Major Maintenance Fund
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and cash equivalents	\$ 5,551,292	\$ 92,057	\$ 2,665,963
Cash held by fiscal agent	477,051	-	-
Property taxes receivable	23,480,014	-	-
Accounts receivable	-	-	-
Due from other governments	27,026	159,637	-
Due from other funds	69,446	-	-
Prepaid item	70,880	-	-
Inventory	30,037	-	-
Restricted bond proceeds			
Cash equivalents	-	-	-
Investments	-	-	-
	<u> </u>	<u> </u>	<u> </u>
Total assets	<u>\$ 29,705,746</u>	<u>\$ 251,694</u>	<u>\$ 2,665,963</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
Liabilities			
Accounts payable	\$ 404,052	\$ 69,322	\$ 336,968
Due to other funds	47,262	69,446	-
Accrued salaries payable	1,067,691	90,316	-
	<u> </u>	<u> </u>	<u> </u>
Total liabilities	<u>1,519,005</u>	<u>229,084</u>	<u>336,968</u>
Deferred inflows of resources			
Deferred property tax revenue	23,332,287	-	-
	<u> </u>	<u> </u>	<u> </u>
Total deferred inflows of resources	<u>23,332,287</u>	<u>-</u>	<u>-</u>
Fund balances			
Nonspendable			
Prepaid item	70,880	-	-
Inventory	30,037	-	-
Restricted			
Major maintenance W.S. 21-15-109	-	-	2,328,995
Buildings and equipment W.S. 21-13-504	-	-	-
Bond - capital construction W.S. 21-13-701	-	-	-
Bond covenants W.S. 21-13-701(d)	-	-	-
Donors	60,000	22,610	-
Debt service	-	-	-
Committed	-	-	-
Unassigned	4,693,537	-	-
	<u> </u>	<u> </u>	<u> </u>
Total fund balances	<u>4,854,454</u>	<u>22,610</u>	<u>2,328,995</u>
	<u> </u>	<u> </u>	<u> </u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 29,705,746</u>	<u>\$ 251,694</u>	<u>\$ 2,665,963</u>

See accompanying notes to the financial statements

Capital Construction Fund	Debt Service Fund	Total Governmental Funds
\$ 3,985,078	\$ -	\$ 12,294,390
-	1,283,357	1,760,408
-	2,136,979	25,616,993
435,504	-	435,504
2,133,531	-	2,320,194
47,262	-	116,708
-	-	70,880
-	-	30,037
3,787,577	-	3,787,577
14,342,656	-	14,342,656
<u>\$ 24,731,608</u>	<u>\$ 3,420,336</u>	<u>\$ 60,775,347</u>
\$ 3,627,827	\$ 34,572	\$ 4,472,741
-	-	116,708
-	-	1,158,007
<u>3,627,827</u>	<u>34,572</u>	<u>5,747,456</u>
-	2,131,325	25,463,612
-	2,131,325	25,463,612
-	-	70,880
-	-	30,037
-	-	2,328,995
3,496,180	-	3,496,180
-	1,254,439	1,254,439
849,917	-	849,917
-	-	82,610
15,766,139	-	15,766,139
991,545	-	991,545
-	-	4,693,537
<u>21,103,781</u>	<u>1,254,439</u>	<u>29,564,279</u>
<u>\$ 24,731,608</u>	<u>\$ 3,420,336</u>	<u>\$ 60,775,347</u>

CARBON COUNTY SCHOOL DISTRICT #1

**RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION**

June 30, 2015

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

Total fund balances		\$ 29,564,279
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		64,473,946
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Deferred property tax revenue	\$ 396,010	
Reimbursements from School Facilities Department - current year	<u>65,627</u>	461,637
Deferred outflows are not available to pay for current period expenditures and therefore the underlying resources are not reported in the governmental funds.		
Pension plan items	1,537,265	
Difference in investment returns - pensions	<u>1,303,300</u>	2,840,565
Internal service funds are used by management to charge the costs of the flex benefit plan. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position.		34,256
Some liabilities are not due and payable in the current period and therefore are not reported in the funds. Those liabilities consist of:		
Series 2012 bonds payable	(23,745,000)	
Series 2012 bonds payable premium, net of amortization	(1,362,275)	
Retainage payable	(65,627)	
Compensated absences	(424,038)	
Net pension liability	(15,997,285)	
Lease purchase obligations	<u>(725,477)</u>	<u>(42,319,702)</u>
Net position of governmental activities		<u><u>\$ 55,054,981</u></u>

See accompanying notes to the financial statements

CARBON COUNTY SCHOOL DISTRICT #1

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

Year Ended June 30, 2015

	General Fund	Grants Fund	Major Maintenance Fund
Revenues			
Taxes	\$ 25,484,288	\$ -	\$ -
Intergovernmental revenues	1,948,491	2,419,937	1,320,727
Charges for services	56,003	-	-
Investment income	5,922	228	4,453
Miscellaneous	211,263	30	-
Recapture tax payment	(54,890)	-	-
Total revenues	27,651,077	2,420,195	1,325,180
Expenditures			
Instruction			
Regular instruction	10,205,100	238,038	-
Special education instruction	3,257,096	2,152,909	-
Support services			
Pupil services	2,115,671	-	-
Instructional staff services	684,562	6,594	-
General administration services	423,681	-	-
School administration services	1,547,044	14,651	-
Business services	608,746	-	-
Operation and maintenance of plant services	3,561,375	-	941,014
Pupil transportation services	2,071,127	-	-
Central services	1,449,408	-	-
Other support services	196,054	-	-
Facilities acquisition and construction services	-	-	95,672
Debt service			
Principal repayments	250,503	-	-
Interest	95,612	-	-
Total expenditures	26,465,979	2,412,192	1,036,686
Excess (deficiency) of revenues over expenditures	1,185,098	8,003	288,494
Other financing sources (uses)			
Transfers in	-	-	-
Transfers out	(622,343)	-	-
Insurance recovery	-	-	-
Proceeds from sale of assets	-	-	-
Proceeds from lease purchase obligations	511,698	-	-
Total other financing sources (uses)	(110,645)	-	-
Net changes in fund balances	1,074,453	8,003	288,494
Fund balances - beginning of year	3,780,001	14,607	2,040,501
Fund balances - end of year	\$ 4,854,454	\$ 22,610	\$ 2,328,995

See accompanying notes to the financial statements

Capital Construction Fund	Debt Service Fund	Total Governmental Funds
\$ -	\$ 2,111,356	\$ 27,595,644
10,312,185	-	16,001,340
-	-	56,003
59,637	-	70,240
-	-	211,293
-	-	(54,890)
<u>10,371,822</u>	<u>2,111,356</u>	<u>43,879,630</u>
-	-	10,443,138
-	-	5,410,005
-	-	2,115,671
-	-	691,156
-	-	423,681
-	-	1,561,695
-	-	608,746
2,497,978	-	7,000,367
-	-	2,071,127
-	-	1,449,408
-	-	196,054
11,981,285	-	12,076,957
-	1,310,000	1,560,503
-	901,649	997,261
<u>14,479,263</u>	<u>2,211,649</u>	<u>46,605,769</u>
<u>(4,107,441)</u>	<u>(100,293)</u>	<u>(2,726,139)</u>
170,000	2,343	172,343
-	-	(622,343)
725,250	-	725,250
184,122	-	184,122
-	-	511,698
<u>1,079,372</u>	<u>2,343</u>	<u>971,070</u>
<u>(3,028,069)</u>	<u>(97,950)</u>	<u>(1,755,069)</u>
<u>24,131,850</u>	<u>1,352,389</u>	<u>31,319,348</u>
<u>\$ 21,103,781</u>	<u>\$ 1,254,439</u>	<u>\$ 29,564,279</u>

CARBON COUNTY SCHOOL DISTRICT #1

RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
Year Ended June 30, 2015

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

Net change in fund balances - total governmental funds \$ (1,755,069)

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceed the depreciation expense and loss on disposal of assets in the current period.

Capital outlay	\$ 14,247,317	
Depreciation expense	(1,818,943)	
Cost basis of asset disposition	(368,572)	
Accumulated depreciation of asset dispositions	<u>338,476</u>	12,398,278

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

Pension liability - prior year	14,120,404	
Pension liability - current year	(15,997,285)	
Deferred outflows - pension contributions and differences in investment returns - prior year	(1,478,593)	
Deferred outflows - pension contributions and differences in investment returns - current year	<u>2,840,565</u>	(514,909)

Governmental funds report payments of long-term debt as expenditures and the issuance of long-term debt as revenue. However, in the statement of activities, the issuance of long-term debt and the principal paid on long-term debt is reported as an increase or reduction of the long-term liabilities.

Lease purchase obligations	(511,698)	
Series 2012 bonds payments	1,310,000	
Series 2012 premium amortization	97,887	
Principal payments on lease purchase obligations	250,503	
Retainage	<u>(65,627)</u>	1,081,065

Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available.

Prior year total liability for compensated absences	403,067	
Current year total liability for compensated absences	<u>(424,038)</u>	(20,971)

Revenues in the statement of activities that do not provide current financial revenues are not reported as revenues in the funds.

Prior year deferred receivable from WSBAIT	(134,521)	
Prior year deferred tax revenue	(63,590)	
Current year retainage receivable	65,627	
Current year deferred tax revenue	<u>396,010</u>	263,526

The activity of the internal service fund is accounted for in a separate fund that is considered to be a proprietary fund. The interest income is reported with governmental activities.

		<u>37</u>
Changes in net position of governmental activities		<u>\$ 11,451,957</u>

See accompanying notes to the financial statements

CARBON COUNTY SCHOOL DISTRICT #1

STATEMENT OF NET POSITION
 PROPRIETARY FUNDS

June 30, 2015

	Business-type Activities Enterprise Funds			Governmental Activities - Internal Service Fund
	Food Service Fund	Aquatic Center Fund	Total	
ASSETS				
Current assets				
Cash and cash equivalents	\$ 150,356	\$ 91,699	\$ 242,055	\$ 34,801
Inventory	16,567	-	16,567	-
Total current assets	<u>166,923</u>	<u>91,699</u>	<u>258,622</u>	<u>34,801</u>
Capital assets, net of accumulated depreciation				
Total assets	<u>1,135</u>	<u>-</u>	<u>1,135</u>	<u>-</u>
	<u>168,058</u>	<u>91,699</u>	<u>259,757</u>	<u>34,801</u>
DEFERRED OUTFLOW OF RESOURCES				
Pension plan items	46,785	16,279	63,064	-
Total deferred outflows of resources	<u>46,785</u>	<u>16,279</u>	<u>63,064</u>	<u>-</u>
LIABILITIES				
Current liabilities				
Accounts payable	1,825	1,005	2,830	-
Accrued salaries payable	-	22,214	22,214	-
Due to employees for flex benefits	-	-	-	545
Total current liabilities	<u>1,825</u>	<u>23,219</u>	<u>25,044</u>	<u>545</u>
Noncurrent liabilities				
Due within one year	2,323	-	2,323	-
Net pension liability	240,447	10,756	251,203	-
Total noncurrent liabilities	<u>242,770</u>	<u>10,756</u>	<u>253,526</u>	<u>-</u>
Total liabilities	<u>244,595</u>	<u>33,975</u>	<u>278,570</u>	<u>545</u>
NET POSITION				
Net investment in capital assets	1,135	-	1,135	-
Unrestricted	(30,887)	74,003	43,116	34,256
Total net position (deficit)	<u>\$ (29,752)</u>	<u>\$ 74,003</u>	<u>\$ 44,251</u>	<u>\$ 34,256</u>

See accompanying notes to the financial statements

CARBON COUNTY SCHOOL DISTRICT #1

STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
Year Ended June 30, 2015

	Business-type Activities Enterprise Funds			Governmental Activities - Internal Service Fund
	Food Service Fund	Aquatic Center Fund	Total	
Operating revenues				
Charges for services	\$ 213,742	\$ 15,994	\$ 229,736	\$ -
Miscellaneous	774	-	774	-
Total operating revenues	<u>214,516</u>	<u>15,994</u>	<u>230,510</u>	<u>-</u>
Operating expenses				
Salaries	267,453	201,518	468,971	-
Employee benefits	113,559	38,500	152,059	-
Purchased services	7,310	8,663	15,973	-
Supplies and materials	437,399	33,408	470,807	-
Depreciation	1,672	-	1,672	-
Total operating expenses	<u>827,393</u>	<u>282,089</u>	<u>1,109,482</u>	<u>-</u>
Operating loss	<u>(612,877)</u>	<u>(266,095)</u>	<u>(878,972)</u>	<u>-</u>
Nonoperating revenues (expenses)				
Federal subsidy	336,171	-	336,171	-
Grant - Recreation Board	-	103,338	103,338	-
Interest income	73	61	134	37
Loss on disposal of assets	(6,963)	-	(6,963)	-
Total nonoperating revenues (expenses)	<u>329,281</u>	<u>103,399</u>	<u>432,680</u>	<u>37</u>
Net income (loss) before transfers	(283,596)	(162,696)	(446,292)	37
Transfers in	<u>350,000</u>	<u>100,000</u>	<u>450,000</u>	<u>-</u>
Change in net position	<u>66,404</u>	<u>(62,696)</u>	<u>3,708</u>	<u>37</u>
Net position - beginning of year	91,437	136,699	228,136	34,219
Prior period adjustment	<u>(187,593)</u>	<u>-</u>	<u>(187,593)</u>	<u>-</u>
Net position (deficit) - beginning of year as restated	<u>(96,156)</u>	<u>136,699</u>	<u>40,543</u>	<u>34,219</u>
Net position (deficit) - end of year	<u>\$ (29,752)</u>	<u>\$ 74,003</u>	<u>\$ 44,251</u>	<u>\$ 34,256</u>

See accompanying notes to the financial statements

CARBON COUNTY SCHOOL DISTRICT #1

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 Year Ended June 30, 2015

	Business-type Activities Enterprise Funds			Governmental Activities - Internal Service Fund
	Food Service Fund	Aquatic Center Fund	Total	
Cash flows from operating activities				
Cash received from services	\$ 219,682	\$ 15,994	\$ 235,676	\$ -
Cash paid to suppliers for goods and services	(418,407)	(42,806)	(461,213)	-
Cash paid to employees for services	(372,620)	(223,327)	(595,947)	-
Cash paid for other operating expenses	-	-	-	545
Net cash provided by (used in) operating activities	<u>(571,345)</u>	<u>(250,139)</u>	<u>(821,484)</u>	<u>545</u>
Cash flows from noncapital financing activities				
Transfers from other fund	350,000	100,000	450,000	-
Subsidy received from federal grants	297,965	-	297,965	-
Subsidy received from local grants	-	103,338	103,338	-
Net cash provided by noncapital financing activities	<u>647,965</u>	<u>203,338</u>	<u>851,303</u>	<u>-</u>
Cash flows from investing activities				
Interest income	73	61	134	37
Net cash provided by investing activities	<u>73</u>	<u>61</u>	<u>134</u>	<u>37</u>
Net change in cash and cash equivalents	76,693	(46,740)	29,953	582
Cash and cash equivalents - beginning of year	<u>73,663</u>	<u>138,439</u>	<u>212,102</u>	<u>34,219</u>
Cash and cash equivalents - end of year	<u>\$ 150,356</u>	<u>\$ 91,699</u>	<u>\$ 242,055</u>	<u>\$ 34,801</u>

(Continued)

See accompanying notes to the financial statements

CARBON COUNTY SCHOOL DISTRICT #1

STATEMENT OF CASH FLOWS (CONTINUED)
 PROPRIETARY FUNDS

Year Ended June 30, 2015

	Business-type Activities Enterprise Fund			Governmental Activities - Internal Service Fund
	Food Service Fund	Aquatic Center Fund	Total	
	<u> </u>	<u> </u>	<u> </u>	
Reconciliation of operating loss to net cash provided by (used in) operating activities				
Operating loss	\$ (612,877)	\$ (266,095)	\$ (878,972)	\$ -
Adjustments to reconcile operating loss to net cash provided by (used in) operating activities				
Depreciation	1,672	-	1,672	-
Amortization of differences on pension plan investment earnings	5,366	1,867	7,233	-
Commodities - share of federal subsidy	38,206	-	38,206	-
Increase (decrease) in cash and cash equivalents resulting from changes in operating assets, deferred outflows and liabilities				
Due from other governments	5,940	-	5,940	-
Inventory	(8,678)	-	(8,678)	-
Deferred outflow - pension plan items	(30,210)	(18,146)	(48,356)	-
Accounts payable/due to employees for flex benefits	(4,000)	(735)	(4,735)	545
Accrued salaries payable	-	22,214	22,214	-
Accrued compensated absences	2,323	-	2,323	-
Net pension liability	30,913	10,756	41,669	-
Net cash and cash equivalents provided by (used in) operating activities	<u>\$ (571,345)</u>	<u>\$ (250,139)</u>	<u>\$ (821,484)</u>	<u>\$ 545</u>
Non-cash transactions				
The Food Service Fund received USDA commodities	\$ 38,206	\$ -	\$ -	\$ -
Loss on disposal of equipment	6,963	-	-	-
Prior period adjustment	187,593	-	-	-

See accompanying notes to the financial statements

CARBON COUNTY SCHOOL DISTRICT #1

STATEMENT OF FIDUCIARY NET POSITION

June 30, 2015

		Agency Funds	
	Private Purpose Trust Fund	Student Activities Fund	Construction Retainage Fund
ASSETS			
Cash	\$ 12,179	\$ 232,827	\$ 380,372
Investments	238,696	-	-
	250,875	\$ 232,827	\$ 380,372
	250,875	\$ 232,827	\$ 380,372
LIABILITIES			
Scholarships payable	-	\$ -	\$ -
Retainage payable	-	-	380,372
Due to student groups	760	232,827	-
	760	\$ 232,827	\$ 380,372
	760	\$ 232,827	\$ 380,372
NET POSITION			
Held in trust for scholarships	250,115		
	250,115		
	\$ 250,115		

See accompanying notes to the financial statements

CARBON COUNTY SCHOOL DISTRICT #1

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
Year Ended June 30, 2015

	<u>Private Purpose Trust Fund</u>
Additions	
Scholarship donations	\$ 9,859
Interest income	<u>605</u>
Total additions	<u>10,464</u>
Deductions	
Scholarship awards	<u>4,143</u>
Total deductions	<u>4,143</u>
Change in net position	<u>6,321</u>
Net position - beginning of year	<u>243,794</u>
Net position - end of year	<u><u>\$ 250,115</u></u>

See accompanying notes to the financial statements

CARBON COUNTY SCHOOL DISTRICT #1

NOTES TO FINANCIAL STATEMENTS

June 30, 2015

Note 1. Summary of Significant Accounting Policies

Reporting Entity

The Board of Trustees (Board) is the level of government which has governance responsibilities over all activities related to public elementary and secondary school education within the jurisdiction of Carbon County School District #1 (District). The Board receives funding from local, state and federal government sources and must comply with the concomitant requirements of these funding source entities. Generally accepted accounting principles require that the reporting entity include the primary government, organizations for which the primary government is financially accountable and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's basic financial statements to be misleading or incomplete. The accompanying financial statements present the financial activity of the District discretely presented component units. The discretely presented component units are reported in a separate column in the government-wide financial statements (see note below for descriptions) to emphasize that they are legally separate from the District.

Discretely Presented Component Units

The Board of Cooperative Higher Educational Services (BOCHES) operating as the Carbon County Higher Education Center is governed by a five-member board appointed by the District's Board of Trustees. BOCHES is legally separate from the District. The five-member board is appointed by the District's Board of Trustees. Of the five members four are members of the Board of Trustees. BOCHES provides educational services, including but not limited to postsecondary education, vocational-technical education and adult education, since these services can be provided more effectively through a cooperative effort with Western Wyoming Community College. The Board may impose up to 2 ½ mills on the District's assessed valuation for BOCHES operations. The BOCHES does not prepare separately issued financial statements.

The component unit column in the combined financial statements includes the financial data of the District's Recreation Board. The Recreation Board is a legally separate from the District. The nine-member governing body of the Recreation Board is appointed by the District's Board of Trustees. Only three of the nine members also serve on the District's Board of Trustees. The Recreation Board provides grants to fund public recreation projects within the District's boundaries. The Board can impose a tax not to exceed one mill of the District's assessed valuation for the purpose of operating the Recreation Board. The Recreation Board does not prepare separately issued financial statements.

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

CARBON COUNTY SCHOOL DISTRICT #1

NOTES TO FINANCIAL STATEMENTS

June 30, 2015

Note 1. Summary of Significant Accounting Policies (Continued)

Government-Wide and Fund Financial Statements (Continued)

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

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available.

Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the District.

The District reports the following major governmental funds:

The *general fund* is the District's primary operating fund. It accounts for all financial resources of the District, except those required to be accounted for in another fund.

The *special revenue fund (Grants fund)* accounts for proceeds from federal, state and other local grant revenue sources that are restricted to expenditures for specific purposes.

The *special revenue fund (Major Maintenance fund)* accounts for the proceeds of specific revenue sources for major maintenance that are restricted to expenditures for specified purposes.

The *capital projects fund (Capital Construction fund)* accounts for the proceeds of specific revenue sources for major capital projects that are restricted to expenditures for specified purposes. This fund also accounts for the depreciation reserve for school building repair established by the Board during the fiscal year 2009 according to Wyoming Statute 21-13-504 and construction financed with Series 2012 bonds and repair and maintenance reserve required by Series 2012 bonds.

The *debt service fund* accounts for tax levy collection and payments on Series 2012 bonds.

The District reports the following major proprietary funds:

The *Food service fund* accounts for the activities of the District's breakfast and lunch programs.

The *Aquatic center fund* accounts for the activity of the District's Aquatic center.

CARBON COUNTY SCHOOL DISTRICT #1

NOTES TO FINANCIAL STATEMENTS

June 30, 2015

Note 1. Summary of Significant Accounting Policies (Continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

Additionally, the District reports the following fund types:

The *internal service fund* accounts for District's flex benefit plan.

The *private-purpose trust fund* is used to account for donations for scholarship funds that are received by the District that are to be awarded to current and former students for post-secondary education purposes.

The *agency funds* account for resources held by the District in a custodial capacity, and consists of funds that are the property of students or others including construction retainage.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the District's enterprise fund are charges to students and faculty for food services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed.

Assets, Liabilities, Deferred Inflows and Outflows of Resources and Net Position/Fund Balance

Deposits and Investments and Restricted Cash and Investments

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

Wyoming Statutes authorize the types of investment in which districts may invest. Among these authorized investments are certificates of deposit, obligations of the U.S. Treasury, agencies and instrumentalities, and repurchase agreements involving U.S. Government securities.

The District's investments are reported at fair value. Fair value is determined using the latest bid price or by the closing exchange price at the statements of net position date. The District's investments consist of participation in the Wyoming Government Investment Fund (WGIF) investment pool and certificates of deposit. WGIF was established on or after July 1, 1996 according to the Wyoming Statutory Trust Act. Shares of the fund are offered exclusively to Wyoming Governmental entities. Separate accounts are maintained for each entity. The pool invest in obligations of the U.S. Treasury and other investments as authorized by Wyoming Statutes.

The District's restricted cash and investments represent proceeds from bonds held in escrow.

CARBON COUNTY SCHOOL DISTRICT #1

NOTES TO FINANCIAL STATEMENTS

June 30, 2015

Note 1. Summary of Significant Accounting Policies (Continued)

Assets, Liabilities, Deferred Inflows and Outflows of Resources and Net Position/Fund Balance (Continued)

Accounts Receivable

The District considers all accounts receivable to be fully collectible at June 30, 2015 and, therefore no allowance for doubtful accounts is deemed necessary.

Interfund Balances

On the fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "Due from other funds/Due to other funds". These amounts are eliminated in the governmental and business-type activities columns of the statement of activities columns of the statement of net position, except for the net residual amounts due between governmental and business-type activities.

Property Taxes

Property taxes attach as an enforceable lien on property as of January 1 of each year. Taxes are levied on or about August 1 and payable in two installments. The first installment becomes due on September 1 and delinquent on November 10, the second becomes due on March 1 and delinquent on May 10. The County bills and collects its own property taxes and also taxes for all municipalities and political subdivisions within the County, including Carbon County School District #1. District property tax revenues are recognized when levied to the extent that they result in current receivables, which means when collected within the current period or expected to be collected within 60 days of the fiscal year end to be used to pay liabilities of the current period. Property taxes which are not current receivables are offset by deferred revenues on the fund financials, but are reported on the government-wide financial statements as revenue and receivables, with no amount being deferred when levied. Property taxes receivable are recognized as of the lien date; however, revenue is not recognized until the levy date.

The District is required by Wyoming Statutes to levy taxes of twenty-five mills of assessed valuation for all school purposes, exclusive of bond interest and redemption. In addition, a county-wide school property tax of 6 mills is levied, BOCHES district tax for 2.5 mills, bonds and interest of 2.45 mills and a recreation district tax for 1 mill. The combined tax related to finance general school services other than the payment of principal and interest on long-term debt for the year ended June 30, 2015 was 36.95 mills.

Inventories

Inventory is valued at the lower of cost (first-in, first-out) or market. Governmental fund type inventories are recorded using the purchase method whereby they are recorded as expenditures when purchased within the fund level financial statements. On the other hand the consumption method is used for reporting these inventories at the government-wide level.

Enterprise fund inventories are accounted for using the consumption method by which inventory acquisitions are recorded in inventory accounts when purchased or received by other means and are charged to expense when consumed or sold. Inventory in the food service fund consists of food products including USDA food commodities held for consumption.

BOCHES inventory consists of a house construction project that is in process at the end of the year and will be sold in the next fiscal year. The house is constructed by the students in the BOCHES program.

CARBON COUNTY SCHOOL DISTRICT #1

NOTES TO FINANCIAL STATEMENTS

June 30, 2015

Note 1. Summary of Significant Accounting Policies (Continued)

Assets, Liabilities, Deferred Inflows and Outflows of Resources and Net Position/Fund Balance (Continued)

Capital Assets

Capital assets, which include property, plant, and equipment, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Property, plant, and equipment of the District are depreciated using the straight line method over the following estimated useful lives.

Assets	Years
Buildings	50
Building improvements	20
Vehicles	8-12
Property and equipment	3-25

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Wyoming Retirement System (“WRS”) plans and additions to/deductions from WRS’s fiduciary net position have been determined on the same basis as they are reported by WRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Deferred Inflows of Resources

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District has two types of items that qualify for reporting in this category. Unavailable revenue is reported in the governmental funds balance sheet. The governmental funds report unavailable revenues from two sources: property taxes and grants. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. In the government-wide Statement of Net Position, only property taxes are reported as a deferred inflow of resources. Property taxes are recognized as an inflow of resources in the year they are levied.

CARBON COUNTY SCHOOL DISTRICT #1

NOTES TO FINANCIAL STATEMENTS

June 30, 2015

Note 1. Summary of Significant Accounting Policies (Continued)

Assets, Liabilities, Deferred Inflows and Outflows of Resources and Net Position/Fund Balance (Continued)

Deferred Outflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government only has one item that qualifies for reporting in this category. It is the pension plan items reported in the government-wide and proprietary funds statement of net position. The pension plan items are the result of differences between projected and actual earning on pension plan items, as well as, the District's contributions subsequent to the measurement date used by the Wyoming Retirement System for the pension plan liability.

Compensated Absences

The District's full-time certified staff earns ten days of sick leave per year and two days of personal leave with unlimited accumulation. Unused personal leave is converted to sick leave. The District's certified staff is compensated for their accumulated sick leave up to a maximum one hundred days based on a graduated scale depending on their length of service. The number of days accumulated, up to the maximum, is paid at the rate of \$8.50 for each accumulated eligible hour at the time the employee leaves the District.

The District's support personnel earn sick leave days each month with unlimited accumulation based on the number of hours worked. Support personnel who have a minimum of ten years of continuous service to the District are compensated for their accumulation, up to a maximum of ninety days at the daily rate of one-half the entry level rate on the salary schedule for each job class. All full-time support personnel are entitled to vacation leave after completing one year of employment with the District. Vacation leave is earned on a graduated scale depending on the length of service. Vacation leave must be taken within the year after it is earned and may not accumulate.

Fund Balance and Net Position

Governmental fund equity is classified as fund balance. Fund balance is further classified as nonspendable, restricted, committed, assigned, or unassigned. Nonspendable fund balance cannot be spent because of its form. Restricted fund balance has limitations imposed by creditors, grantors, or contributors or by enabling legislation or constitutional provisions. Committed fund balance is a limitation imposed by the District's Board of Trustees, the highest level of authority, through approval of resolutions. Assigned fund balances is a limitation imposed by a designee of the District board. Unassigned fund balance in the General fund is the net resources in excess of what can be properly classified in one of the above four categories. Negative unassigned fund balance in other governmental funds represents excess expenditures incurred over the amounts restricted, committed, or assigned to those purposes. Proprietary fund equity is classified the same as in the government-wide statements.

When both restricted and unrestricted fund balances are available for use, it is the District's policy to use restricted fund balance first, then unrestricted fund balance. Furthermore, committed fund balances are reduced first, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications can be used.

The food service fund has a deficit net position as of June 30, 2015. The deficit net position in the food service fund is the result of recognizing the net pension liability as required by recently enacted governmental accounting standards.

CARBON COUNTY SCHOOL DISTRICT #1

NOTES TO FINANCIAL STATEMENTS

June 30, 2015

Note 1. Summary of Significant Accounting Policies (Continued)

Assets, Liabilities, Deferred Inflows and Outflows of Resources and Net Position/Fund Balance (Continued)

Restricted Net Position

For the government-wide financial statements, net position is reported as restricted when constraints placed on net position are either: (1) Externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments or (2) imposed by law through constitutional provisions or enabling legislation.

Use of Estimates

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

Note 2. Stewardship, Compliance, and Accountability

Budgets and Budgetary Accounting

The District follows these procedures in establishing the budgetary data reflected in the financial statements:

Prior to May 15, the Superintendent submits to the Board of Trustees a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them. A public hearing is conducted by the third Wednesday in July to obtain public comments.

The budget is adopted by the third Thursday of July.

At the request of the Superintendent or upon its own motion after publication of notice, the Board of Trustees may by resolution transfer any unencumbered or unexpended appropriation balance or part thereof from one fund, department or account to another. All appropriations, excluding appropriations for capital projects, lapse at the close of the budget year to the extent they are not expended or encumbered. The level of expenditure control for budget purposes is the department level.

Formal budgetary integration is employed as a management control device during the year for the general fund, special revenue funds, and capital projects funds.

The District adopts all budgets on a cash basis (NON-GAAP). Such basis is not consistent with generally accepted accounting principles (GAAP).

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration during the year. Encumbrances outstanding at year end are immaterial.

CARBON COUNTY SCHOOL DISTRICT #1

NOTES TO FINANCIAL STATEMENTS

June 30, 2015

Note 3. Deposits and Investments

As of June 30, 2015, the District had the following investments:

Investment Type	Fair Value	1 year or less	Rate	Rating
District restricted				
Wyoming Government Investment Fund Pool (WGIF)	<u>\$ 14,342,656</u>	<u>\$ 14,342,656</u>	0% to 0.60%	Not rated (*)
Private Purpose Trust Fund				
Certificate of Deposit	<u>\$ 238,696</u>	<u>\$ 238,696</u>	0.25%	Not rated

*includes investments rated from A-1 to AA+

Interest rate risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The District's investments are held in an external pooled investment account, and as a means of limiting its exposure to fair value losses arising from rising interest rates, the District attempts to match its investment maturities to expected cash flow needs. With this investment focus, investments are expected to reach maturity with limited gains or losses.

Credit risk. Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Under investment agreements with WGIF, the District has invested monies at a fixed contract rate of interest. Because the security is essentially a written contract, there is no rating available for such an investment; however, under Wyoming statutes, underlying providers are required to have the highest rating from at least one of the nationally recognized rating organizations. WGIF issues audited financial statements which can be obtained through Wyoming School Board Association at 2323 Pioneer Avenue, Cheyenne, Wyoming 82001.

Concentration of credit risk. The District does not have a formal policy that allows for or limits investment in any one issuer that is in excess of a specified percentage of the District's total investments. At June 30, 2015, 100% of the District's investments were with WGIF.

Custodial credit risk - deposits. In the case of deposits, this is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require that the District's deposits in excess of the Federal depository insurance amount be collateralized. At June 30, 2015, the District's deposits were fully collateralized with securities held by the pledging institution's trust department or agent, in joint custody of the bank and the District.

Custodial credit risk - investments. For an investment, this is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes limit the type of investments the District can use. Statutes limit investments primarily to securities issued or guaranteed by the U.S. Treasury or agencies of the United States government, therefore, reducing the District's exposure to custodial credit risk for its investments. The only other significant exposure is for securities held by securities brokers or other banks.

CARBON COUNTY SCHOOL DISTRICT #1

NOTES TO FINANCIAL STATEMENTS

June 30, 2015

Note 4. Capital Assets

A summary of changes in capital assets follows:

	Balance June 30, 2014	Additions	Deletions	Balance June 30, 2015
Governmental activities				
Capital assets, not being depreciated				
Land	\$ 934,579	\$ -	\$ -	\$ 934,579
Construction in progress	10,339,340	13,645,363	11,523,940	12,460,763
Total capital assets, not being depreciated	11,273,919	13,645,363	11,523,940	13,395,342
Capital assets, being depreciated				
Buildings and improvements	59,544,372	11,557,264	23,336	71,078,300
Vehicles	3,533,544	536,499	206,376	3,863,667
Property and equipment	1,174,230	32,131	138,860	1,067,501
Total capital assets, being depreciated	64,252,146	12,125,894	368,572	76,009,468
Less accumulated depreciation				
Buildings and improvements	20,068,218	1,454,629	7,001	21,515,846
Vehicles	2,852,893	261,475	206,374	2,907,994
Property and equipment	529,286	102,839	125,101	507,024
Total accumulated depreciation	23,450,397	1,818,943	338,476	24,930,864
Total capital assets, being depreciated, net	40,801,749	10,306,951	30,096	51,078,604
Governmental activities capital assets, net	\$ 52,075,668	\$ 23,952,314	\$ 11,554,036	\$ 64,473,946

The District has \$1,293,260 assets under capital leases with accumulated amortization of \$391,850. The amortization expense for the fiscal year ended June 30, 2015 was \$158,643.

	Balance June 30, 2014	Additions	Deletions	Balance June 30, 2015
Business-type activities				
Capital assets, being depreciated				
Buildings and improvements	\$ 173,675	\$ -	\$ -	\$ 173,675
Property and equipment	196,684	-	8,703	187,981
Total capital assets, being depreciated	370,359	-	8,703	361,656
Less accumulated depreciation				
Buildings and improvements	173,676	-	-	173,676
Property and equipment	186,913	1,672	1,740	186,845
Total accumulated depreciation	360,589	1,672	1,740	360,521
Business-type activities capital assets, net	\$ 9,770	\$ (1,672)	\$ 6,963	\$ 1,135

CARBON COUNTY SCHOOL DISTRICT #1

NOTES TO FINANCIAL STATEMENTS
June 30, 2015

Note 4. Capital Assets (Continued)

A summary of changes in BOCHES capital assets follows:

	Balance June 30, 2014	Additions	Deletions	Balance June 30, 2015
Capital assets, not being depreciated				
Land	\$ 165,168	\$ -	\$ -	\$ 165,168
Total capital assets, not being depreciated	165,168	-	-	165,168
Capital assets, being depreciated				
Buildings and improvements	168,255	-	-	168,255
Vehicles	134,476	-	-	134,476
Property and equipment	343,073	142,400	1,764	483,709
Total capital assets, being depreciated	645,804	142,400	1,764	786,440
Less accumulated depreciation				
Buildings and improvements	87,681	7,882	-	95,563
Vehicles	89,969	5,192	-	95,161
Property and equipment	331,381	21,687	1,703	351,365
Total accumulated depreciation	509,031	34,761	1,703	542,089
Total capital assets, being depreciated, net	136,773	107,639	61	244,351
Total capital assets, net	\$ 301,941	\$ 107,639	\$ 61	\$ 409,519

Depreciation expenses were charged to function/programs of the District as follows:

Governmental activities	
Regular instruction	\$ 102,839
Pupil transportation	261,475
Operation and maintenance of plant services	1,454,629
Total depreciation expenses - governmental activities	<u>\$ 1,818,943</u>
Business-type activities	
Food service fund	\$ 1,672
Total depreciation expenses - business-type activities	<u>\$ 1,672</u>

CARBON COUNTY SCHOOL DISTRICT #1

NOTES TO FINANCIAL STATEMENTS

June 30, 2015

Note 5. Long-term Debt

The following is a summary of debt transactions of the District for the year ended June 30, 2015.

	Balance June 30, 2014	Additions	Reductions	Balance June 30, 2015	Due Within One Year
Lease purchase obligations	\$ 464,282	\$ 511,698	\$ 250,503	\$ 725,477	\$ 261,120
Series 2012 bonds	25,055,000	-	1,310,000	23,745,000	1,325,000
Premium on Series 2012 bonds	1,460,162	-	97,887	1,362,275	97,887
Retainage payable	-	65,627	-	65,627	65,627
Accrued compensated absences	403,067	424,038	403,067	424,038	144,836
	<u>27,382,511</u>	<u>1,001,363</u>	<u>2,061,457</u>	<u>26,322,417</u>	<u>1,894,470</u>
Net pension liability	14,120,404	1,876,881	-	15,997,285	-
	<u>\$ 41,502,915</u>	<u>\$ 2,878,244</u>	<u>\$ 2,061,457</u>	<u>\$ 42,319,702</u>	<u>\$ 1,894,470</u>
Business-type Activities					
Accrued compensated absences	\$ -	\$ 2,323	\$ -	\$ 2,323	\$ 2,323
Net pension liability	220,290	30,913	-	251,203	-
	<u>\$ 220,290</u>	<u>\$ 33,236</u>	<u>\$ -</u>	<u>\$ 253,526</u>	<u>\$ 2,323</u>

For the governmental activities, debt is generally liquidated by the general fund except for the retainage payable that is liquidated by the capital construction fund and debt related to Series 2012 bonds which will be liquidated by the debt service fund.

BOCHES, long-term liability activity for the year ended June 30, 2015 was as follows:

	Balance June 30, 2014	Additions	Reductions	Balance June 30, 2015	Due Within One Year
Lease purchase obligations	\$ 12,164	\$ -	\$ 8,007	\$ 4,157	\$ 4,157
Accrued compensated absences	31,794	26,131	31,794	26,131	-
	<u>43,958</u>	<u>26,131</u>	<u>39,801</u>	<u>30,288</u>	<u>4,157</u>
Net pension liability	950,629	25,362	-	975,991	-
	<u>\$ 994,587</u>	<u>\$ 51,493</u>	<u>\$ 39,801</u>	<u>\$ 1,006,279</u>	<u>\$ 4,157</u>

CARBON COUNTY SCHOOL DISTRICT #1

NOTES TO FINANCIAL STATEMENTS

June 30, 2015

Note 5. Long-term Debt (Continued)

As of June 30, 2015 the District had the following outstanding lease purchase obligations:

Lease/purchase obligation on copier equipment; interest rate of 15.19%, due in quarterly installments of \$18,191 including interest through December 2018; collateralized with copiers.	\$ 194,131
Lease/purchase obligation on copier equipment; interest rate of 4.6%, due in quarterly installments of \$3,362 including interest through December 2016; collateralized with copiers.	19,385
Lease/purchase obligations for four buses; interest rate of 4.10%, due in annual installments of \$106,384 including interest through May 2016; collateralized with buses.	101,616
Lease/purchase obligations for four buses; interest rate of 3.85%, due in annual installments of \$104,777 including interest through May 2019; collateralized with buses.	410,345
	<u>\$ 725,477</u>

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2015, are as follows:

Year ended June 30,	
2016	\$ 297,375
2017	184,266
2018	177,542
2019	141,159
Total minimum payments	<u>800,342</u>
Less amount representing interest	<u>74,865</u>
Net future minimum payments	<u>\$ 725,477</u>

Bonds

In May 2012, the District issued Series 2012 bonds for the purpose of funding construction projects. Principal payments are due June 15th and interest payments are due June 15th and December 15th.

The debt service requirement on the Series 2012 bonds as of June 30, 2015 is as follows:

Year Ending June 30	Interest Rate	Series 2012		Total Principal and Interest
		Principal	Interest	
2016	1.25%	\$ 1,325,000	\$ 888,998	\$ 2,213,998
2017	4.00%	1,340,000	872,436	2,212,436
2018	4.00%	1,395,000	818,836	2,213,836
2019	4.00%	1,450,000	763,036	2,213,036
2020 to 2024	4% to 5%	8,260,000	2,813,880	11,073,880
2025 to 2029	3.0% to 4.5%	9,975,000	1,091,979	11,066,979
		<u>\$ 23,745,000</u>	<u>\$ 7,249,165</u>	<u>\$ 30,994,165</u>

CARBON COUNTY SCHOOL DISTRICT #1

NOTES TO FINANCIAL STATEMENTS

June 30, 2015

Note 5. Long-term Debt (Continued)

Bonds (Continued)

Premium amortization on the Series 2012 bonds is scheduled as follows:

	Series 2012 Premium amortization
Year ended June 30,	
2016	\$ 97,887
2017	97,887
2018	97,887
2019	97,887
2020	97,887
2021 to 2025	489,435
2025 to 2029	383,405
	\$ 1,362,275

Note 6. Operating Leases

The District leases portable classroom buildings under non-cancelable operating leases. For the year ended June 30, 2015, total rental expense was approximately \$15,000.

Note 7. Interfund Receivables, Payables and Transfers

The composition of the interfund balances as of June 30, 2015 is as follows:

	Interfund Receivable	Interfund Payable
Primary government		
General fund	\$ 69,446	\$ 47,262
Capital construction fund	47,262	-
Grants fund	-	69,446
	\$ 116,708	\$ 116,708

The outstanding balance between funds result mainly from the time lag between the dates (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

CARBON COUNTY SCHOOL DISTRICT #1

NOTES TO FINANCIAL STATEMENTS

June 30, 2015

Note 7. Interfund Receivables, Payables and Transfers (Continued)

During the fiscal year ended June 30, 2015 the District had the following interfund transfers:

	Transfers in	Transfers out
General fund	\$ -	\$ 622,343
Capital construction fund	170,000	-
Debt service fund	2,343	-
Food service fund	350,000	-
Aquatic center fund	100,000	-
	<u>\$ 622,343</u>	<u>\$ 622,343</u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Note 8. Pension Plan

The District participates in the Public Employees' Pension Plan ("PEPP"), a statewide cost-sharing multiple-employer public employee retirement system administered by the State of Wyoming Retirement System Board. Substantially all District full-time employees are eligible to participate. The PEPP provides retirement, disability and death benefits according to predetermined formulas. Benefits are established by Title 9, Chapter 3 of the Wyoming Statutes

PEPP members are required to contribute 8.25% of their annual covered salary and the District is required to contribute 7.62% of the annual covered payroll. Legislation enacted in 1979 allows the employer to pay any or all of the employees' contribution in addition to the matching contribution. The District currently pays 14.44% of the required employee's contribution and the employees pay 1.43%. Contribution rates are established by Title 9, Chapter 3 of the Wyoming Statutes. The District's contributions to the PEPP for the years ended June 30, 2015, 2014 and 2013 were \$2,290,113, \$2,147,204, and \$2,097,694, while the employees' portion was \$225,348, \$230,622, and \$236,383, respectively, equal to the required contributions for each year.

BOCHES currently pays 100% of the required employee's contribution to the PEPP. The BOCHES contributions to the PEPP for the years ended June 30, 2015, 2014 and 2013 were \$ 162,501, \$152,072, and \$156,112, respectively.

July 1, 2015, the employer contribution rate will increase by 0.75% from 7.62% to 8.37%, resulting in a total employer contribution of 15.19%.

CARBON COUNTY SCHOOL DISTRICT #1

NOTES TO FINANCIAL STATEMENTS

June 30, 2015

Note 8. Pension Plan (Continued)

Pension Plan Fiduciary Net Position

The Wyoming Retirement System issues a publicly available financial report which includes audited financial statements and required supplementary information for each plan. Detailed information about the pension plans' fiduciary net position is available in separately issued Wyoming Retirement System financial report. The report may be obtained from the Wyoming Retirement System website at <http://retirement.state.wy.us>.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2015, the District and BOCHES reported a total liability of \$16,248,488 and \$975,991, respectively, for their proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation January 1, 2014. The proportion of the net pension liability was based on a projection of the long-term share of contributions to the pension plans relative to the projected contributions of all participating governmental entities, actuarially determined. At December 31, 2014, the liability as well as their proportion and increase from its proportion measured at December 31, 2013 were as follows:

	Pension liability at December 31, 2014	Proportion at December 31, 2014	Increase (decrease) from December 31, 2013
District			
Public Employees' Pension Plan	\$ 16,248,488	0.920754768%	-0.021756044%
BOCHES			
Public Employees' Pension Plan	\$ 975,991	0.055306551%	-0.007218332%

For the year ended June 30, 2015, the District and BOCHES recognized pension expense of \$2,832,146 and \$144,269, respectively. At June 30, 2015, the District and BOCHES reported deferred outflows of resources of resources related to pensions from the following sources:

	Deferred Outflows of Resources	
	District	Component Unit BOCHES
Net difference between projected and investments	\$ 1,332,236	\$ 80,024
Contributions subsequent to the measurement date	1,571,393	72,507
Total	\$ 2,903,629	\$ 152,531

CARBON COUNTY SCHOOL DISTRICT #1

NOTES TO FINANCIAL STATEMENTS

June 30, 2015

Note 8. Pension Plan (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

The District and BOCHES reported \$1,571,393 and \$72,507, respectively, as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows or resources of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30,	Deferred Outflows of Resources	
	District	Component Unit
		BOCHES
2016	\$ 333,059	\$ 20,006
2017	333,059	20,006
2018	333,059	20,006
2019	333,059	20,006
	<u>\$ 1,332,236</u>	<u>\$ 80,024</u>

Actuarial Assumptions

The total pension liability in the December 31, 2014 measurement date was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Assumptions and Methods

Valuation Date	1/1/2014
Actuarial cost method	Individual Entry Age Normal
Amortization method	Level percent or level dollar open
Remaining amortization period	30 years
Asset valuation method	5-year
Actuarial assumptions:	
inflation)	4.25% to 8.00%
Assumed inflation rate	3.25%
Mortality	RP-2000 Combined Mortality Table, fully generational

The current actuarial assumptions and methods used in the January 1, 2014 valuation were based upon an experience study that covered a five-year period ending December 31, 2011. Differences between assumptions and actual experience since the prior valuation are identified as actuarial gains and losses. These gains and losses impact the unfunded actuarial liability and future funding requirements determined in subsequent valuations.

The long term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and adding expected inflation.

CARBON COUNTY SCHOOL DISTRICT #1

NOTES TO FINANCIAL STATEMENTS

June 30, 2015

Note 8. Pension Plan (Continued)

Actuarial Assumptions (Continued)

For each major asset class that is included in the pension plan's target allocation as of January 1, 2014, these best estimates are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash	2.50%	0.50%
Fixed income	15.00%	9.80%
Equity	55.00%	6.66%
Marketable alternatives	15.50%	4.19%
Private markets	12.00%	7.13%
Total	100.00%	

Discount Rate

The discount rate used to measure the total pension liability was 7.75 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that contributions for participating governmental entities will be made at contractually required rates, actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following table presents the proportionate share of the net pension liability calculated using the discount rate of 7.75 percent, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.75 percent) or 1-percentage-point higher (8.75 percent) than the current rate.

Pension Plan	1% Decrease (6.75)%	Current Discount Rate (7.75)%	1% Increase (8.75)%
District			
Public Employees' Pension Plan	\$ 25,391,457	\$ 16,248,488	\$ 8,570,501
BOCHES			
Public Employees' Pension Plan	\$ 1,525,177	\$ 975,991	\$ 514,800

CARBON COUNTY SCHOOL DISTRICT #1

NOTES TO FINANCIAL STATEMENTS
June 30, 2015

Note 8. Pension Plan (Continued)

Payables to the pension plan – At June 30, 2015, the District and BOCHES reported \$303,021 and \$12,329, respectively, as payable to the pension plans.

Prior Period Adjustment

As part of implementing the requirements of Governmental Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions—an amendment of GASB Statement No. 27* and Governmental Accounting Standards Board Statement No. 71, *Pensions Transition for Contributions Made Subsequent to the Measurement Date (an amendment of GASB Statement No. 68)*, the District adjusted its statements of net position for the portion of the pension liability attributable to periods before the year ended June 30, 2014. The table below illustrates the deferred outflows, net pension liability, and net position as originally stated and restated in governmental activities:

	Governmental Activities		
	June 30, 2014	Adjustments	As Restated June 30, 2014
Deferred outflows	\$ -	\$ 1,478,593	\$ 1,478,593
Net pension liability	-	14,120,404	14,120,404
Net position	56,244,835	(12,641,811)	43,603,024

The table below illustrates the deferred outflows, net pension liability, and net position as originally stated and restated in business-type activities:

	Business-type Activities		
	June 30, 2014	Adjustments	As Restated June 30, 2014
Deferred outflows	\$ -	\$ 21,941	\$ 21,941
Net pension liability	-	209,534	209,534
Net position	228,136	(187,593)	40,543

The table below illustrates the deferred outflows, net pension liability, and net position as originally stated and restated to BOCHES:

	BOCHES		
	June 30, 2014	Adjustments	As Restated June 30, 2014
Deferred outflows	\$ -	\$ 77,363	\$ 77,363
Net pension liability	-	950,629	950,629
Net position	2,004,468	(873,266)	1,131,202

CARBON COUNTY SCHOOL DISTRICT #1

NOTES TO FINANCIAL STATEMENTS

June 30, 2015

Note 9. Risk Management

The District is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets, errors and omissions, injuries to employees and natural disasters. During the year ended June 30, 2015 the District contracted with various insurance companies for property insurance (including boiler and machinery), general liability insurance, professional insurance and vehicle insurance. The coverage's under each type of insurance policy vary in amounts and deductibles. The District has not had significant settlements exceeding insurance coverage in any of the past three fiscal years.

The District pays into the State Worker's Compensation System a premium based on a rate per covered payroll. This rate is calculated based on accident history and administrative cost. For the year ended June 30, 2015, the District paid approximately \$179,585 into the State Worker's Compensation System.

The District participates in the Associated School Boards Workers' Compensation Fund ("Fund"). The Fund provides coverage for the protection of the District, the board of trustees and employees. The Fund provides compensation for work-related injuries arising out of accidental bodily injury or death to persons acting within the scope of their employment. This fund covers the employees that are not covered by the State Worker's Compensation System. The annual premium was paid prior to the end of the year and recorded as a prepaid item on the financial statements.

The District participates in the Wyoming Educator Benefit Trust (WEBT). The District paid \$2,109,655 in premiums to WEBT. After the second renewal with WEBT, the District is required to give WEBT a 45 days' notice of its termination and the eligible claims submitted within six months following the termination date will be paid by WEBT.

Note 10. Transactions with Discretely Presented Component Unit

During the fiscal year ended June 30, 2015, the District received \$103,338 from the Recreation Board to operate the swimming pool. BOCHES paid the District \$144,343 to reimburse the District for non-construction costs associated with the new BOCHES facility.

Note 11. Commitments and Contingencies

The District has two investigations related to employment matters pending as of June 30, 2015. The District's insurance provides coverage for these claims; however, the District may be liable for its deductible related to any specific case. The deductible has not been accrued since the outcome of these matters is not presently determinable. In management's opinion, the resolution of these matters will not have a material adverse effect on the financial condition of the District.

CARBON COUNTY SCHOOL DISTRICT #1

NOTES TO FINANCIAL STATEMENTS

June 30, 2015

Note 11. Commitments and Contingencies (Continued)

As of June 30, 2015, the District had the following outstanding contract commitments:

	Contract Amount	Completed Amount	Outstanding Amount
Carbon County Higher Education Center	\$ 7,761,638	\$ 7,720,821	\$ 40,817
Rawlins High School	62,027,322	8,511,368	53,515,954
Rawlins High School Aquatics Center	752,681	564,298	188,383
Rawlins High School After School	216,742	182,637	34,105
Rawlins High School Gym	532,248	395,565	136,683
Rawlins High School Track	54,150	5,415	48,735
Rawlins Middle School	1,888,802	1,821,879	66,923
Rawlins Elementary School Kitchen Remodel	1,996,636	1,894,123	102,513
Rawlins Elementary	853,505	525,355	328,150
Sinclair Elementary	1,049,597	1,026,244	23,353
Rawlins Bus Barn Facility	494,279	254,636	239,643
Carbon County School District Central Office	817,894	427,197	390,697
Little Snake River	429,175	413,242	15,933
	<u>\$ 78,874,669</u>	<u>\$ 23,742,780</u>	<u>\$ 55,131,889</u>

Note 12. Subsequent Events

The District did not have any subsequent events through December 10, 2015, the date at which the financial statements were available to be issued for events requiring recording or disclosure in the financial statements for the year ended June 30, 2015.

Note 13. Accounting Standards Issued, But Not Implemented

As of June 30, 2015, the Governmental Accounting Standards Board has issued the following standards which the Carbon County School District No. 1 may implement in its next fiscal year.

GASB Statement No. 72, *Fair Value Measurement and Application*, defines fair value and describes how fair value should be measured, what assets and liabilities should be measured at fair value, and what information about fair value should be disclosed in the notes to the financial statements.

Management has not concluded its assessment of the effect of implementing this guidance.

REQUIRED SUPPLEMENTARY INFORMATION

CARBON COUNTY SCHOOL DISTRICT #1

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (BUDGETARY BASIS)
 GENERAL FUND
 Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Local sources	\$ 22,801,423	\$ 22,801,423	\$ 22,804,999	\$ 3,576
County sources	5,188,897	5,188,897	5,354,219	165,322
State sources	482,611	482,611	345,341	(137,270)
Other sources	500,000	500,000	11,401	(488,599)
Total revenues	<u>28,972,931</u>	<u>28,972,931</u>	<u>28,515,960</u>	<u>(456,971)</u>
Expenses				
Instruction	16,395,687	16,395,687	14,547,297	1,848,390
Instructional support	2,918,192	2,918,192	1,776,715	1,141,477
Support services - general support	9,947,649	9,947,649	9,262,621	685,028
Facilities acquisition and construction	519,074	519,074	-	519,074
Payment to other government units	1,220,000	1,220,000	1,270,717	(50,717)
Total expenditures	<u>31,000,602</u>	<u>31,000,602</u>	<u>26,857,350</u>	<u>4,143,252</u>
Excess (deficiency) of revenues over expenditures	<u>(2,027,671)</u>	<u>(2,027,671)</u>	<u>1,658,610</u>	<u>3,686,281</u>
Other financing uses				
Interest expense	(25,000)	(25,000)	(48,740)	(23,740)
Transfers out	(697,329)	(697,329)	(622,342)	74,987
Total other financing uses	<u>(722,329)</u>	<u>(722,329)</u>	<u>(671,082)</u>	<u>51,247</u>
Net change in fund balance	<u>(2,750,000)</u>	<u>(2,750,000)</u>	<u>987,528</u>	<u>\$ 3,737,528</u>
Fund balance - beginning of year	<u>3,602,010</u>	<u>3,602,010</u>	<u>3,602,010</u>	
Fund balance - end of year	<u>\$ 852,010</u>	<u>\$ 852,010</u>	<u>\$ 4,589,538</u>	

Note to the budgetary presentation

The payment to other governmental units represents the BOCHES property taxes that are levied and paid to the District by the County Treasurer. The District acts as the pass through agency for the taxes and budgets the estimated taxes as local source revenue and a related expense. The excess expenditure represents additional taxes that were collected in excess of the amount estimated for the budget and paid out to BOCHES.

CARBON COUNTY SCHOOL DISTRICT #1

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (BUDGETARY BASIS)
 GRANTS FUND
 Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Federal sources	\$ 4,201,028	\$ 4,201,028	\$ 1,738,619	\$ (2,462,409)
State sources	700,000	700,000	569,544	(130,456)
Local sources	120,000	120,000	30	(119,970)
Investment earnings	-	-	228	228
Total revenues	<u>5,021,028</u>	<u>5,021,028</u>	<u>2,308,421</u>	<u>(2,712,607)</u>
Expenditures				
Instruction	4,350,000	4,350,000	2,245,857	2,104,143
Instructional support	200,000	200,000	6,594	193,406
Support services	450,000	450,000	14,651	435,349
Total expenditures	<u>5,000,000</u>	<u>5,000,000</u>	<u>2,267,102</u>	<u>2,732,898</u>
Excess of revenues over expenditures	21,028	21,028	41,319	<u>\$ 20,291</u>
Fund deficit - beginning of year	<u>(18,708)</u>	<u>(18,708)</u>	<u>(18,708)</u>	
Fund balance - end of year	<u>\$ 2,320</u>	<u>\$ 2,320</u>	<u>\$ 22,611</u>	

See accompanying note to the required supplementary information

CARBON COUNTY SCHOOL DISTRICT #1

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

BUDGET AND ACTUAL (BUDGETARY BASIS)

MAJOR MAINTENANCE FUND

Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 1,320,727	\$ 1,320,727	\$ 1,320,727	\$ -
Interest	5,000	5,000	4,453	(547)
Total revenues	<u>1,325,727</u>	<u>1,325,727</u>	<u>1,325,180</u>	<u>(547)</u>
Expenditures				
Capital outlay	3,462,014	3,462,014	824,568	2,637,446
Total expenditures	<u>3,462,014</u>	<u>3,462,014</u>	<u>824,568</u>	<u>2,637,446</u>
Excess (deficiency) of revenues over expenditures	(2,136,287)	(2,136,287)	500,612	<u>\$ 2,636,899</u>
Fund balance - beginning of year	<u>2,136,937</u>	<u>2,136,937</u>	<u>2,136,937</u>	
Fund balance - end of year	<u>\$ 650</u>	<u>\$ 650</u>	<u>\$ 2,637,549</u>	

See accompanying note to the required supplementary information

CARBON COUNTY SCHOOL DISTRICT NO 1

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS

Last 10 fiscal years
(Unaudited)

	2015	2014	2013	2012
Public Employees Pension Plan - District				
Proportion of the net pension liability (asset)	0.920754768%	*	*	*
Proportionate share of the net pension liability (asset)	\$ 16,248,488	*	*	*
Covered-employee payroll	15,739,497	*	*	*
Proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	103.23%	*	*	*
Plan fiduciary net position as a percentage of the total pension liability	79.08%	*	*	*
Public Employees Pension Plan - BOCHES				
Proportion of the net pension liability (asset)	0.055306551%	*	*	*
Proportionate share of the net pension liability (asset)	\$ 975,991	*	*	*
Covered-employee payroll	945,417	*	*	*
Proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	103.23%	*	*	*
Plan fiduciary net position as a percentage of the total pension liability	79.08%	*	*	*

The amounts presented for each fiscal year were determined as of 12/31.

*Information for years prior to 2015 is not available; the schedule will be completed as information becomes available.

<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
*	*	*	*	*	*
*	*	*	*	*	*
*	*	*	*	*	*
*	*	*	*	*	*
*	*	*	*	*	*
*	*	*	*	*	*
*	*	*	*	*	*
*	*	*	*	*	*
*	*	*	*	*	*
*	*	*	*	*	*

CARBON COUNTY SCHOOL DISTRICT NO 1

SCHEDULE OF PENSION CONTRIBUTIONS

Last 10 fiscal years
(Unaudited)

	2015	2014	2013	2012
Public Employees Pension Plan - District				
Contractually required contribution	\$ 2,440,686	*	*	*
Contributions in relations to the contractually required contributions	(2,440,686)	*	*	*
Contribution deficiency (excess)	\$ -	*	*	*
Covered-employee payroll	\$ 15,739,497	*	*	*
Contributions as a percentage of covered-employee payroll	15.51%	*	*	*
Public Employees Pension Plan - BOCHES				
Contractually required contribution	\$ 146,604	*	*	*
Contributions in relations to the contractually required contributions	(146,604)	*	*	*
Contribution deficiency (excess)	\$ -	*	*	*
Covered-employee payroll	\$ 945,417	*	*	*
Contributions as a percentage of covered-employee payroll	15.51%	*	*	*

*Information for years prior to 2015 is not available; the schedule will be completed as information becomes available.

2011	2010	2009	2008	2007	2006
*	*	*	*	*	*
*	*	*	*	*	*
*	*	*	*	*	*
*	*	*	*	*	*
*	*	*	*	*	*
*	*	*	*	*	*
*	*	*	*	*	*
*	*	*	*	*	*
*	*	*	*	*	*
*	*	*	*	*	*

CARBON COUNTY SCHOOL DISTRICT #1

NOTES TO FINANCIAL STATEMENTS

June 30, 2015

Note 1. Explanation of Differences Between Budgetary Basis and GAAP Basis

	General Fund	Grants Fund	Major Maintenance Fund
	<u> </u>	<u> </u>	<u> </u>
Revenues			
Actual amounts (budgetary basis) from the Budgetary Comparison Schedule	\$ 28,515,960	\$ 2,308,421	\$ 1,325,180
Differences - Budget Basis to GAAP			
Accrual of property taxes receivable	378,808	-	-
Intergovernmental revenue	27,026	111,774	-
Taxes recorded in BOCHES	(1,270,717)	-	-
	<u> </u>	<u> </u>	<u> </u>
Total revenues as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 27,651,077</u>	<u>\$ 2,420,195</u>	<u>\$ 1,325,180</u>
Expenditures			
Actual amounts (budgetary basis) from the Budgetary Comparison Schedule	\$ 26,857,350	\$ 2,267,102	\$ 824,568
Differences - Budget Basis to GAAP			
Accrual of accounts payable	729,660	54,773	212,118
Accrual of accrued salaries payable	54,074	90,317	-
Interest	95,612	-	-
Taxes recorded in BOCHES	(1,270,717)	-	-
	<u> </u>	<u> </u>	<u> </u>
Total expenditures as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	<u>\$ 26,465,979</u>	<u>\$ 2,412,192</u>	<u>\$ 1,036,686</u>

OTHER SUPPLEMENTARY INFORMATION

CARBON COUNTY SCHOOL DISTRICT #1

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

BUDGET AND ACTUAL (BUDGETARY BASIS)

CAPITAL CONSTRUCTION FUND - CAPITAL PROJECTS

Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 50,000,000	\$ 50,000,000	\$ 8,976,652	\$ (41,023,348)
Other sources	-	-	184,122	184,122
Total revenues	<u>50,000,000</u>	<u>50,000,000</u>	<u>9,160,774</u>	<u>(40,839,226)</u>
Expenditures				
Capital outlay	50,259,644	50,259,644	8,884,257	41,375,387
Total expenditures	<u>50,259,644</u>	<u>50,259,644</u>	<u>8,884,257</u>	<u>41,375,387</u>
Excess (deficiency) of revenues over expenditures	(259,644)	(259,644)	276,517	<u>\$ 536,161</u>
Fund balance - beginning of year	<u>259,644</u>	<u>259,644</u>	<u>259,644</u>	
Fund balance - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 536,161</u>	

Note to the budgetary presentation

The Capital Projects fund is combined with the Capital Construction fund on the Balance Sheet and Statement of Revenues and Expenditures - Governmental Funds.

CARBON COUNTY SCHOOL DISTRICT #1

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

BUDGET AND ACTUAL (BUDGETARY BASIS)

CAPITAL CONSTRUCTION FUND - DEPRECIATION RESERVE

Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Interest	\$ 10,000	\$ 10,000	\$ 2,752	\$ (7,248)
Total revenues	<u>10,000</u>	<u>10,000</u>	<u>2,752</u>	<u>(7,248)</u>
Expenditures				
Capital outlay	<u>3,833,127</u>	<u>3,833,127</u>	<u>-</u>	<u>3,833,127</u>
Total expenditures	<u>3,833,127</u>	<u>3,833,127</u>	<u>-</u>	<u>3,833,127</u>
Excess (deficiency) of revenues over expenditures	<u>(3,823,127)</u>	<u>(3,823,127)</u>	<u>2,752</u>	<u>3,825,879</u>
Other financing sources				
Transfers in	<u>500,000</u>	<u>500,000</u>	<u>170,000</u>	<u>(330,000)</u>
Total other financing sources	<u>500,000</u>	<u>500,000</u>	<u>170,000</u>	<u>(330,000)</u>
Net change in fund balance	<u>(3,323,127)</u>	<u>(3,323,127)</u>	<u>172,752</u>	<u>\$ 3,495,879</u>
Fund balance - beginning of year	<u>3,323,428</u>	<u>3,323,428</u>	<u>3,323,428</u>	
Fund balance - end of year	<u>\$ 301</u>	<u>\$ 301</u>	<u>\$ 3,496,180</u>	

Note to the budgetary presentation

The Depreciation Reserve fund is combined with the Capital Construction fund on the Balance Sheet and Statement of Revenues and Expenditures - Governmental Funds.

CARBON COUNTY SCHOOL DISTRICT #1

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

BUDGET AND ACTUAL (BUDGETARY BASIS)

CAPITAL CONSTRUCTION FUND - BOND CONSTRUCTION

Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Other sources - investment income	\$ 125,000	\$ 125,000	\$ 61,597	\$ (63,403)
Miscellaneous	250,000	250,000	144,343	(105,657)
Total revenues	<u>375,000</u>	<u>375,000</u>	<u>205,940</u>	<u>(169,060)</u>
Expenditures				
Capital outlay	20,339,994	20,339,994	2,877,532	17,462,462
Total expenditures	<u>20,339,994</u>	<u>20,339,994</u>	<u>2,877,532</u>	<u>17,462,462</u>
Excess (deficiency) of revenues over expenditures	(19,964,994)	(19,964,994)	(2,671,592)	<u>\$ 17,293,402</u>
Fund balance - beginning of year	<u>19,951,908</u>	<u>19,951,908</u>	<u>19,951,908</u>	
Fund balance (deficit) - end of year	<u>\$ (13,086)</u>	<u>\$ (13,086)</u>	<u>\$ 17,280,316</u>	

Note to the budgetary presentation

The Bond Construction fund is combined with the Capital Construction fund on the Balance Sheet and Statement of Revenues and Expenditures - Governmental Funds.

CARBON COUNTY SCHOOL DISTRICT #1

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (BUDGETARY BASIS)
 CAPITAL CONSTRUCTION FUND - REPAIR AND MAINTENANCE BOND RESERVE
 Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Other sources - investment income	\$ 5,000	\$ 5,000	\$ 7,929	\$ 2,929
Total revenues	<u>5,000</u>	<u>5,000</u>	<u>7,929</u>	<u>2,929</u>
Expenditures				
Capital outlay	100,000	100,000	-	100,000
Total expenditures	<u>100,000</u>	<u>100,000</u>	<u>-</u>	<u>100,000</u>
Excess (deficiency) of revenues over expenditures	(95,000)	(95,000)	7,929	<u>\$ 102,929</u>
Fund balance - beginning of year	<u>841,988</u>	<u>841,988</u>	<u>841,988</u>	
Fund balance - end of year	<u>\$ 746,988</u>	<u>\$ 746,988</u>	<u>\$ 849,917</u>	

Note to the budgetary presentation

The Repair and Maintenance Bond Reserve fund is combined with the Capital Construction fund on the Balance Sheet and Statement of Revenues and Expenditures - Governmental Funds.

STATISTICAL INFORMATION
(Unaudited)

CARBON COUNTY SCHOOL DISTRICT #1
NET POSITION BY COMPONENT
LAST 10 YEARS
(Unaudited)

Governmental Activities	2015	2014	2013	2012
Net investment in capital assets	\$ 52,630,056	\$ 44,463,386	\$ 41,264,012	\$ 41,366,461
Restricted	8,012,141	7,632,913	6,981,020	4,651,094
Unrestricted	(5,587,216)	(8,493,275)	5,102,202	4,627,054
Total primary government net position	<u>\$ 55,054,981</u>	<u>\$ 43,603,024</u>	<u>\$ 53,347,234</u>	<u>\$ 50,644,609</u>

<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
\$ 40,984,314	\$ 29,390,149	\$ 16,534,830	\$ 14,430,317	\$ 10,809,932	\$ 10,331,931
7,347,945	3,472,334	-	-	-	-
<u>4,993,212</u>	<u>8,276,318</u>	<u>9,065,827</u>	<u>8,308,713</u>	<u>5,578,125</u>	<u>5,507,157</u>
<u>\$ 53,325,471</u>	<u>\$ 41,138,801</u>	<u>\$ 25,600,657</u>	<u>\$ 22,739,030</u>	<u>\$ 16,388,057</u>	<u>\$ 15,839,088</u>

CARBON COUNTY SCHOOL DISTRICT #1
CHANGES IN NET POSITION
LAST 10 YEARS
(Unaudited)

Expenses	2015	2014	2013	2012
Instructional programs	\$ 16,847,953	\$ 16,270,198	\$ 17,288,797	\$ 17,486,377
Support services				
Pupil transportation	1,580,354	1,324,311	1,355,030	1,301,515
Other support services	13,792,828	11,071,485	10,910,251	11,676,364
BOCHES	-	-	-	2,934,382
IBNR claims expense	-	-	-	350,446
Nutrition services	827,393	854,172	802,959	803,904
Aquatic center	282,089	161,907	-	-
Interest on long-term debt	899,374	887,324	953,469	41,760
Total expenses	34,229,991	30,569,397	31,310,506	34,594,748
Program revenue				
Charges for services	285,739	337,454	305,276	674,716
Operating grants and contributions	3,217,348	2,687,326	2,939,298	3,960,845
Capital grants	10,377,812	2,682,239	1,122,270	970,573
Total program revenues	13,880,899	5,707,019	4,366,844	5,606,134
General Revenues				
Taxes	30,839,762	29,209,217	35,521,556	34,348,744
Governmental aid	-	-	-	-
Investments	70,411	75,330	30,580	41,854
Recapture	(54,890)	(1,449,547)	(5,217,195)	(5,268,576)
Miscellaneous	224,224	(8,793)	392,315	162,363
Insurance recovery	725,250	-	-	-
Total revenues	45,685,656	33,533,226	35,094,100	34,890,519
Changes in net position	\$ 11,455,665	\$ 2,963,829	\$ 3,783,594	\$ 295,771

2011	2010	2009	2008	2007	2006
\$ 16,765,568	\$ 16,355,136	\$ 13,695,178	\$ 11,669,817	\$ 13,143,082	\$ 12,264,231
1,162,602	1,069,416	1,247,277	1,249,827	1,008,269	838,941
12,118,677	9,074,607	9,100,576	8,499,619	7,919,040	6,458,814
2,824,583	2,737,299	2,746,942	2,698,414	2,440,668	1,850,407
-	-	-	-	-	-
747,581	737,048	671,628	634,728	568,918	527,918
-	-	-	-	-	-
25,172	28,414	16,324	18,609	28,999	37,318
<u>33,644,183</u>	<u>30,001,920</u>	<u>27,477,925</u>	<u>24,771,014</u>	<u>25,108,976</u>	<u>21,977,629</u>
655,859	679,486	742,499	792,177	689,107	634,962
4,074,920	3,694,212	2,954,095	2,434,756	2,868,543	2,066,508
12,630,341	12,817,780	-	-	-	-
<u>17,361,120</u>	<u>17,191,478</u>	<u>3,696,594</u>	<u>3,226,933</u>	<u>3,557,650</u>	<u>2,701,470</u>
29,057,277	45,521,368	34,716,336	36,020,500	36,411,660	30,539,387
-	-	-	-	-	468,744
53,801	101,835	119,043	215,601	280,974	364,168
(708,299)	(17,259,281)	(8,135,913)	(8,425,945)	(14,436,820)	(11,790,054)
32,291	16,960	(12,666)	92,768	6,104	131,218
-	-	-	-	-	-
<u>45,796,190</u>	<u>45,572,360</u>	<u>30,383,394</u>	<u>31,129,857</u>	<u>25,819,568</u>	<u>22,414,933</u>
<u>\$ 12,152,007</u>	<u>\$ 15,570,440</u>	<u>\$ 2,905,469</u>	<u>\$ 6,358,843</u>	<u>\$ 710,592</u>	<u>\$ 437,304</u>

CARBON COUNTY SCHOOL DISTRICT #1
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST 10 YEARS
(Unaudited)

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
General Fund				
Unspendable	\$ 100,917	\$ 29,679	\$ 30,270	\$ 26,076
Restricted	60,000	60,000	60,000	120,000
Unassigned	4,693,537	3,690,322	5,089,356	5,148,385
Total General Fund	<u>\$ 4,854,454</u>	<u>\$ 3,780,001</u>	<u>\$ 5,179,626</u>	<u>\$ 5,294,461</u>
All Other Governmental Funds				
Restricted				
Major maintenance	\$ 2,328,995	\$ 2,040,501	\$ 1,564,524	\$ 1,101,928
Buildings and equipment	3,496,180	4,675,817	4,465,994	2,765,654
Bond - capital construction	1,254,439	-	-	-
Bond covenants	849,917	841,988	838,759	27,516,850
Donors	22,610	14,607	51,743	52,505
Debt service	15,766,139	19,621,956	24,949,992	-
BOCHES	-	-	-	3,611,007
Committed				
Capital construction	991,545	344,478	663,679	4,293
Unassigned				
Other governmental funds	-	-	-	-
Total all other governmental funds	<u>\$ 24,709,825</u>	<u>\$ 27,539,347</u>	<u>\$ 32,534,691</u>	<u>\$ 35,052,237</u>

<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
\$ 55,226	\$ 58,892	\$ 41,269	\$ 33,840	\$ 33,841	\$ 37,416
-	1,404,486	-	-	-	-
<u>4,966,604</u>	<u>2,972,790</u>	<u>4,172,576</u>	<u>4,582,897</u>	<u>2,610,849</u>	<u>2,785,370</u>
<u>\$ 5,021,830</u>	<u>\$ 4,436,168</u>	<u>\$ 4,213,845</u>	<u>\$ 4,616,737</u>	<u>\$ 2,644,690</u>	<u>\$ 2,822,786</u>
\$ 1,011,721	\$ 744,292	\$ 694,056	\$ 1,116,574	\$ 1,177,729	\$ 934,482
2,753,839	2,728,042	1,600,000	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
42,961	(11,268)	27,053	86,102	22,929	-
-	-	-	-	-	-
3,582,385	3,869,084	2,651,551	2,466,255	1,885,545	1,422,477
133,041	132,960	139,822	147,225	59,752	-
-	-	-	-	-	9,574
<u>\$ 7,523,947</u>	<u>\$ 7,463,110</u>	<u>\$ 5,112,482</u>	<u>\$ 3,816,156</u>	<u>\$ 3,145,955</u>	<u>\$ 2,366,533</u>

CARBON COUNTY SCHOOL DISTRICT #1
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST 10 YEARS
(Unaudited)

	2015	2014	2013	2012
Revenues				
Taxes	\$ 27,595,644	\$ 27,380,134	\$ 32,463,713	\$ 32,090,098
Intergovernmental revenues	16,001,340	6,626,215	6,717,793	6,438,873
Charges for services	56,003	83,668	47,078	403,431
Investment income	70,240	75,073	30,393	41,509
Miscellaneous	211,293	216,832	132,543	483,136
Public contributions	-	-	-	145,000
Repayment to State Foundation	-	-	-	-
Recapture tax payment	(54,890)	(1,449,547)	(5,217,195)	(5,268,576)
Total revenues	43,879,630	32,932,375	34,174,325	34,333,471
Expenditures				
Instruction	15,853,143	15,837,872	16,574,141	17,972,732
Support services	16,117,905	19,592,496	13,924,126	15,825,743
Facilities acquisition and construction	12,076,957	1,655,969	652,322	999,401
Debt service				
Principal	1,560,503	1,232,969	743,756	268,442
Interest	997,261	985,190	1,051,355	51,462
Total expenditures	46,605,769	39,304,496	32,945,700	35,117,780
Excess (deficiency) of revenues over expenditures	(2,726,139)	(6,372,121)	1,228,625	(784,309)
Other financing sources (uses)				
Transfers in	172,343	62,555	931,578	188,059
Transfers out	(622,343)	(341,259)	(1,181,578)	(338,059)
Insurance recovery	725,250	-	-	-
Proceeds from sale of assets	184,122	-	-	28,519
Proceeds from bond issuance	-	-	-	26,500,000
Proceeds from bond premium	-	-	-	1,664,073
Proceeds from lease purchase obligations	511,698	255,856	-	542,638
Total other financing sources (uses)	971,070	(22,848)	(250,000)	28,585,230
Net changes in fund balances	(1,755,069)	(6,394,969)	978,625	27,800,921
Fund balance				
Beginning of year	31,319,348	37,714,317	40,346,698	12,545,777
Prior period adjustment	-	-	(3,611,006)	-
Beginning of year, as restated	31,319,348	37,714,317	36,735,692	12,545,777
Change in inventory	-	-	-	-
End of year	\$ 29,564,279	\$ 31,319,348	\$ 37,714,317	\$ 40,346,698

2011	2010	2009	2008	2007	2006
\$ 26,453,598	\$ 43,720,800	\$ 32,681,790	\$ 31,861,617	\$ 31,138,943	\$ 23,797,293
18,957,325	17,760,655	5,915,332	7,333,440	9,142,655	8,832,472
390,845	416,481	460,550	470,220	405,770	408,935
53,078	100,900	118,149	214,071	270,175	354,591
29,844	22,032	20,683	94,482	33,287	138,390
5,000	-	-	-	-	-
(29,924)	-	(54,878)	(31,648)	(119,322)	-
(708,299)	(17,259,281)	(8,135,913)	(8,425,945)	(14,436,820)	(11,790,054)
45,151,467	44,761,587	31,005,713	31,516,237	26,434,688	21,741,627
17,404,217	15,956,965	15,192,569	13,399,286	14,431,652	11,714,390
14,236,773	13,581,537	14,051,794	12,310,094	11,566,331	9,555,236
12,630,260	12,856,190	931,154	2,820,415	-	537,125
154,883	152,192	199,948	254,281	256,323	326,578
26,071	28,612	17,102	19,913	30,770	38,327
44,452,204	42,575,496	30,392,567	28,803,989	26,285,076	22,171,656
699,263	2,186,091	613,146	2,712,248	149,612	(430,029)
81,547	1,100,000	1,600,000	85,568	353,421	-
(171,547)	(1,180,000)	(1,640,000)	(155,568)	(83,130)	(63,336)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
37,236	466,860	320,288	-	-	415,803
(52,764)	386,860	280,288	(70,000)	270,291	352,467
646,499	2,572,951	893,434	2,642,248	419,903	(77,562)
11,899,278	9,326,327	8,432,893	5,790,645	5,189,319	5,275,359
-	-	-	-	184,998	-
11,899,278	9,326,327	8,432,893	5,790,645	5,374,317	5,275,359
-	-	-	-	(3,575)	(8,478)
\$ 12,545,777	\$ 11,899,278	\$ 9,326,327	\$ 8,432,893	\$ 5,790,645	\$ 5,189,319

CARBON COUNTY SCHOOL DISTRICT #1
DEMOGRAPHIC AND ECONOMIC STATISTICS
(Unaudited)

Year	Estimated Population	Per Capita Personal Income	Percent Growth Personal Income	Total County Estimated Personal Income (1)	10 year Percent change in Total Personal Income
2001	15,185	\$ 26,418	8.4	\$ 401,164	5.6
2002	15,224	27,068	2.5	412,083	2.7
2003	15,183	28,741	6.2	436,381	5.9
2004	15,185	29,894	4.0	453,940	4.0
2005	15,012	34,599	15.7	519,399	14.4
2006	15,042	37,697	9.0	567,032	9.2
2007	15,397	39,408	4.5	606,770	7.0
2008	15,564	43,132	9.4	671,300	10.6
2009	15,720	39,556	(8.3)	621,821	(7.4)
2010	15,834	38,291	(3.2)	606,298	(2.5)
2011	15,786	41,165	7.0	649,829	6.7
2012	15,666	44,882	9.0	703,119	8.2
2013	15,748	48,399	7.8	762,187	8.4
2014	*	*	*	*	*
2015	*	*	*	*	*

(1) Total personal income estimates are in thousands of dollars,
not adjusted for inflation

Source: US Department of Commerce Bureau of Economic Analysis
Carbon County, U.S. Bureau of Census 2010

* Information not available

CARBON COUNTY SCHOOL DISTRICT #1
CAPITAL ASSET FACILITIES INFORMATION
AS OF JUNE 30, 2015
(Unaudited)

Building	Year of Original Construction	Square Footage	Enrollment 10/2015	Average Age of Building (in years)
Elementary Schools				
Sinclair	1936	10,865	28	79
Rawlins Elementary K-1 (Highland Hills)	1982	36,228	302	33
Rawlins Elementary K2-5	2011	986,358	551	4
Total		<u>1,033,451</u>		
Middle Schools				
Rawlins Middle School	1978	91,846	361	37
Total		<u>91,846</u>		
High Schools				
Rawlins High School	1957	219,176	447	58
Total		<u>219,176</u>		
K-12 Building				
Little Snake River	1972	55,837	167	43
Total		<u>55,837</u>		
Other Buildings				
Administrative Office and COOP High School	1949	28,270	37	66
Custodian Storage	1957	2,400		58
Maintenance Facility	1978	6,758		37
Stadium	1982	23,659		33
Bus Garage Baggs	1980	4,500		35
Track Storage Baggs	1987	1,772		28
Higher Education Building	2014	28,000		1
After School Building	2015	6,500		-
Total		<u>101,859</u>		

Many buildings have undergone remodels or additions since original construction

Source: Wyoming School Facilities Division, Carbon County School District #1 records

CARBON COUNTY SCHOOL DISTRICT #1
OPERATIONAL STATISTICS
LAST 10 YEARS
(Unaudited)

Year Ended June 30	Students (1)	General Fund Operational Costs	General Fund Per Student Operational Costs	Nutritional Services Program	
				Breakfast	
				Paid	Free or Reduced
2006	1753	17,555,105	10,014	4,367	13,960
2007	1815	20,470,192	11,278	5,701	14,255
2008	1787	20,323,183	11,373	11,703	15,469
2009	1803	22,350,690	12,396	7,566	11,173
2010	1822	22,829,775	12,530	7,588	18,217
2011	1856	24,836,562	13,382	5,338	11,056
2012	1826	26,880,262	14,721	10,953	25,899
2013	1866	25,791,535	13,822	12,816	25,208
2014	1861	26,482,662	14,230	9,407	23,407
2015	1832	26,465,979	14,446	8,037	17,752

(1) Fall Enrollment

Source: Wyoming Department of Education and Carbon County School District #1 records

Nutritional Services Program

Lunch

Paid	Free or Reduced	Total Meals	Students Free and Reduced	Percent of Total Enrollment
88,020	71,246	177,593	493	28
106,908	68,180	195,044	506	28
119,509	69,714	216,395	550	31
102,472	79,006	200,217	718	40
94,968	90,379	211,152	680	37
93,498	90,428	200,320	669	36
51,043	128,848	216,743	648	35
81,914	72,920	192,858	636	35
83,714	85,772	205,300	675	36
77,593	80,060	183,448	607	33

CARBON COUNTY SCHOOL DISTRICT #1
OPERATIONAL STATISTICS (CONTINUED)
LAST 10 YEARS
(Unaudited)

Student Transportation

Year Ended June 30	Total Buses	Total Miles	Students Transported Daily	Percent of Students (ADM) Transported
2006	53	255,002	607	35.31
2007	39	229,399	610	35.88
2008	39	259,889	742	41.33
2009	39	234,510	741	41.06
2010	39	289,749	676	37.74
2011	39	309,793	652	35.12
2012	39	317,749	853	46.71
2013	39	310,936	936	51.03
2014	39	349,008	965	51.85
2015	33	257,516	743	40.56

(1) Fall Enrollment

Source: Wyoming Department of Education and Carbon County School District #1

CARBON COUNTY SCHOOL DISTRICT #1
MILL LEVY HISTORY
TAX YEARS 2010 - 2015
(Unaudited)

	Tax Year	2010	2011	2012	2013	2014	2015
	Fiscal Year	2011	2012	2013	2014	2015	2016
County 6 Mill School		6.000	6.000	6.000	6.000	6.000	6.000
General County		12.000	12.000	12.000	12.000	12.000	12.000
County Wide Weed & Pest District		0.741	0.796	0.957	0.957	1.000	1.000
State Foundation Program		12.000	12.000	12.000	12.000	12.000	12.000
State/County Total		30.741	30.796	30.957	30.957	31.000	31.000
K-12 Education Mills							
School District No. 1							
School Rec. Levy		1.000	1.000	1.000	1.000	1.000	1.000
25-Mill Mandatory Levy		25.000	25.000	25.000	25.000	25.000	25.000
School District Bonds and Interest		0.000	0.000	2.450	2.450	2.450	2.950
Adult Education		1.500	1.500	1.500	1.500	1.500	1.500
BOCHES		1.000	1.000	1.000	1.000	1.000	1.000
District Total		28.500	28.500	30.950	30.950	30.950	31.450
School District No. 1							
Total Mills Levied County-wide		59.241	59.296	61.907	61.907	61.950	62.450
Total Mills - Rawlins		67.241	67.296	69.907	69.907	69.950	70.450
Total Mills - Sinclair		67.241	67.296	69.907	69.907	69.950	70.450
Total Mills - Baggs		67.241	67.296	69.907	69.907	69.950	70.450
Total Mills - Dixon		67.241	67.296	69.907	69.907	69.950	70.450

Note: Each of the municipalities levies 8.00 mills for general operations.

Source: Wyoming Property Taxation Guide, Wyoming Taxpayers Association, Carbon County Assessor

CARBON COUNTY SCHOOL DISTRICT #1
TAX COLLECTIONS - CARBON COUNTY
TAX YEARS 2007 - 2015
(Unaudited)

<u>Tax Year</u>	<u>Total Tax Levy</u>	<u>Total Tax Collections</u>	<u>Percentage of Taxes Collected</u>
2015	\$25,343,267	\$10,967,259	43.27%
2014	22,425,463	22,004,298	98.12%
2013	21,972,406	21,934,482	99.83%
2012	26,557,789	26,533,602	99.91%
2011	25,845,705	25,829,452	99.94%
2010	21,349,839	21,345,287	99.99%
2009	35,849,159	35,847,497	99.99%
2008	25,704,254	25,702,779	99.99%
2007	26,010,175	26,004,804	99.98%

**As of November 30, 2015*

Source: Carbon County Treasurer

The above information represents total taxes and collections for all entities in Carbon County

CARBON COUNTY SCHOOL DISTRICT #1
PROPERTY TAX COLLECTIONS - SWEETWATER COUNTY
TAX YEARS 2010 - 2015
(Unaudited)

TAX YEAR	AS LEVIED	COLLECTIONS & ADJUSTMENTS	BALANCE UNPAID	%	ASSESSED VALUATION
2015					139,588,617
25 Mill	3,489,715.43	2,581.11	3,487,134.32	0.0740%	
Recreation	139,589.00	230.82	139,358.18	0.1654%	
Adult Ed	209,383.00	346.41	209,036.59	0.1654%	
BOCES	139,588.00	231.11	139,356.89	0.1656%	
Bond Redemption	411,786.00	-	411,786.00	0.0000%	
6 Mill (SD1C Share)	28,101.59	9,913.73	18,187.86	35.2782%	
	<u>4,418,163.02</u>	<u>13,303.18</u>	<u>4,404,859.84</u>	0.3011%	
2014					159,019,562
25 Mill	3,975,489.00	3,975,134.41	354.59	99.9911%	
Recreation	159,020.00	159,277.01	(207.01)	100.1302%	
Adult Ed	238,529.00	238,839.77	(310.77)	100.1303%	
BOCES	159,020.00	159,244.88	(224.88)	100.1414%	
Bond Redemption	389,598.00	390,147.27	(549.27)	100.1410%	
6 Mill (SD1C Share)	26,849.86	27,127.80	(277.94)	101.0352%	
	<u>4,948,505.86</u>	<u>4,949,771.14</u>	<u>(1,215.28)</u>	100.0246%	
2013					173,117,688
25 Mill	4,327,942.00	4,327,902.51	39.72	99.9991%	
Recreation	173,118.00	173,115.78	1.60	99.9991%	
Adult Ed	259,677.00	259,674.11	2.38	99.9991%	
BOCES	173,118.00	173,116.53	1.60	99.9991%	
Bond Redemption	424,138.00	424,134.11	3.88	99.9991%	
6 Mill (SD1C Share)	24,042.68	61.01	50.81	99.7887%	
	<u>5,382,035.68</u>	<u>5,358,004.05</u>	<u>99.99</u>	99.9981%	
2012					189,429,112
25 Mill	4,735,728.00	4,629,924.50	11.86	99.9997%	
Recreation	189,429.00	185,196.48	0.46	99.9998%	
Adult Ed	284,144.00	277,795.30	0.70	99.9998%	
BOCES	189,430.00	185,197.35	0.48	99.9997%	
Bond Redemption	464,101.00	453,732.16	1.16	99.9998%	
6 Mill (SD1C Share)	34,028.86	77.77	22.97	99.9325%	
	<u>5,896,860.86</u>	<u>5,731,923.56</u>	<u>37.63</u>	99.9994%	
2011					137,839,028
25 Mill	3,445,979.18	3,445,967.40	11.78	99.9997%	
Recreation	137,835.74	137,835.28	0.46	99.9997%	
Adult Ed	206,760.02	206,759.32	0.70	99.9997%	
BOCES	137,840.00	137,839.52	0.48	99.9997%	
6 Mill (SD1C Share)	28,933.03	28,920.60	12.43	99.9570%	
	<u>3,957,347.97</u>	<u>3,957,322.12</u>	<u>25.85</u>	99.9993%	

CARBON COUNTY SCHOOL DISTRICT #1
SCHOOL TAX LEVIES
LAST 10 YEARS
(Unaudited)

Year Ended June 30	State School Foundation	Mandatory County	Operating	Bond and Interest	BOCHES	Vocational and Adult
2006	12.000	6.000	25.000	0.000	1.000	1.500
2007	12.000	6.000	25.000	0.000	1.000	1.500
2008	12.000	6.000	25.000	0.000	1.000	1.500
2009	12.000	6.000	25.000	0.000	1.000	1.500
2010	12.000	6.000	25.000	0.000	1.000	1.500
2011	12.000	6.000	25.000	0.000	1.000	1.500
2012	12.000	6.000	25.000	2.450	1.000	1.500
2013	12.000	6.000	25.000	2.450	1.000	1.500
2014	12.000	6.000	25.000	2.450	1.000	1.500
2015	12.000	6.000	25.000	2.450	1.000	1.500

Source: Wyoming Department of Education, Carbon and Sweetwater Counties' Assessors Office.

Recreation	Total
1.000	46.500
1.000	46.500
1.000	46.500
1.000	46.500
1.000	46.500
1.000	46.500
1.000	48.950
1.000	48.950
1.000	48.950
1.000	48.950

CARBON COUNTY SCHOOL DISTRICT #1
BONDED INDEBTEDNESS
LAST 10 YEARS
(Unaudited)

Year Ended June 30	Assessed Valuation	Debt	Amount Approved	Bonds Issued	Refunding Issued	Bonds Refunded
2006	\$ 951,619,394	\$ -	\$ -	\$ -	\$ -	\$ -
2007	956,032,175	-	-	-	-	-
2008	976,170,512	-	-	-	-	-
2009	1,267,346,637	-	-	-	-	-
2010	766,843,510	-	-	-	-	-
2011	930,128,120	-	-	-	-	-
2012	947,268,208	26,500,000	26,500,000	26,500,000	-	-
2013	796,683,212	26,025,000	-	-	-	-
2014	795,764,592	25,055,000	-	-	-	-
2015	850,836,909	23,745,000	-	-	-	-

(1) Percent of capacity does not take county treasurer's cash balances into account.

District can be bonded to 10% of assessed valuation.

Source: Wyoming Department of Education, Carbon and Sweetwater Counties' Assessors Office.

Principal Paid	Interest Paid	Debt 6/30	% of Capacity Obligated (1)
\$ -	\$ -	\$ -	0%
-	-	-	0%
-	-	-	0%
-	-	-	0%
-	-	-	0%
-	-	-	0%
-	-	26,500,000	2.80%
475,000	972,473	26,025,000	3.27%
970,000	931,199	25,055,000	3.15%
1,310,000	902,099	23,745,000	2.79%

CARBON COUNTY SCHOOL DISTRICT #1
HISTORICAL ASSESSED VALUATIONS
LAST 20 YEARS
(Unaudited)

Year Ended June 30	Assessed Valuation	Percent Increase (Decrease)
1996	\$ 232,813,739	0.07
1997	300,944,538	0.29
1998	319,890,530	0.06
1999	251,745,345	-0.21
2000	290,730,277	0.15
2001	538,717,857	0.85
2002	502,358,573	-0.07
2003	361,253,785	-0.28
2004	549,273,641	0.52
2005	687,871,624	0.25
2006	951,619,394	0.38
2007	956,032,175	0
2008	976,170,512	0.02
2009	1,267,346,637	0.3
2010	766,843,510	-0.39
2011	930,128,120	0.21
2012	947,268,208	0.018
2013	796,683,212	-0.159
2014	795,764,592	0.001
2015	850,836,909	0.069

Source: Wyoming Department of Education, Carbon and Sweetwater Counties' Assessors Office.

CARBON COUNTY SCHOOL DISTRICT #1
DETAIL OF CARBON COUNTY ASSESSED VALUATION
LAST 10 YEARS
(Unaudited)

Year Ended June 30	Agricultural Lands & Improvements	Commercial Lands & Improvements	Residential Lands & Improvements	Total Real Property	Mineral Production	
					Coal	Natural Gas
2006	\$ 8,893,032	\$ 12,610,642	\$ 49,399,893	\$ 70,903,567	*	\$ 657,795,481
2007	8,495,565	13,197,917	61,643,389	83,336,871	*	586,480,586
2008	8,404,925	14,365,703	77,381,140	100,151,768	3,811,351	530,169,868
2009	8,689,890	17,647,288	80,585,225	106,922,403	6,749,862	744,469,866
2010	9,491,328	18,859,877	79,638,056	107,989,261	6,987,193	368,885,934
2011	10,270,109	19,760,603	81,412,747	111,443,459	2,352,305	482,176,186
2012	10,722,162	26,433,356	83,837,304	120,992,822	*	434,012,189
2013	11,544,187	20,765,727	88,603,820	120,913,734	*	287,277,378
2014	14,003,633	21,094,452	91,848,038	112,942,490	380,560	*
2015	14,672,573	22,355,786	95,348,815	117,704,601	317,845	*

Source: Wyoming Department of Education, Carbon and Sweetwater Counties' Assessors Office,
State Board of Equalization

* Information not available.

Mineral Production

Oil	Miscellaneous Minerals	Total Minerals
\$ 71,674,063	\$ 988,489	\$ 730,458,033
88,579,826	1,352,635	676,413,047
89,901,463	1,653,617	625,536,299
117,613,768	1,978,534	870,812,030
81,478,110	2,236,137	459,587,374
96,743,708	1,866,732	583,138,931
96,736,758	1,100,664	531,849,611
104,623,532	2,169,068	394,069,978
*	*	*
*	*	*

CARBON COUNTY SCHOOL DISTRICT #1
HISTORICAL ENROLLMENT
LAST 20 YEARS
(Unaudited)

Year as of 10/1	Students (1)	Percent Increase (Decrease)	Year as of 10/1	Students (1)	Percent Increase (Decrease)
1996	2216	(0.01)	2006	1753	0.02
1997	2076	(0.06)	2007	1815	0.04
1998	1992	(0.04)	2008	1787	(0.02)
1999	1965	(0.01)	2009	1803	0.01
2000	1946	(0.01)	2010	1822	0.01
2001	1923	(0.01)	2011	1814	0.00
2002	1778	(0.08)	2012	1866	0.03
2003	1728	(0.03)	2013	1882	0.01
2004	1664	(0.04)	2014	1832	(0.03)
2005	1727	0.04	2015	1894	0.03

(1) Fall Enrollment

Source: Wyoming Department of Education

CARBON COUNTY SCHOOL DISTRICT #1
AVERAGE STUDENT TO TEACHER RATIO
LAST 10 YEARS
(Unaudited)

Year as of 10/1	Students (1)	Full-Time Equivalent Teaching Staff	Ratio of Students to Teaching Staff
2006	1753	143	12.26 : 1
2007	1815	148	12.28 : 1
2008	1787	153	11.70 : 1
2009	1803	156	11.57 : 1
2010	1822	154	11.80 : 1
2011	1856	160	11.60 : 1
2012	1826	160	11.41 : 1
2013	1866	160	11.66 : 1
2014	1832	160	11.45 : 1
2015	1894	168	11.27 : 1

(1) Fall Enrollment

CARBON COUNTY SCHOOL DISTRICT #1
VALUATION DOLLARS PER AVERAGE DAILY MEMBERSHIP (ADM)
LAST 10 YEARS
(Unaudited)

Year Ended June 30	ADM	Valuation \$ per ADM
2006	1719	553,569
2007	1700	562,262
2008	1795	543,728
2009	1805	702,310
2010	1791	428,148
2011	1827	509,891
2012	1792	528,609
2013	1834	434,397
2014	1861	427,601
2015	1835	463,671

Source: Wyoming Department of Education

CARBON COUNTY SCHOOL DISTRICT #1
STAFFING FULL TIME EQUIVALENT (FTE)
LAST 10 YEARS
(Unaudited)

Year as of 10/1	Teachers	Instructional Aids	Instructional Support Staff	General Support Staff	Total FTE
2006	137.91	31.98	30.81	76.76	277.46
2007	142.73	37.61	42.87	79.72	302.93
2008	147.84	35.77	35.64	82.05	301.3
2009	152.79	35.32	39.62	75.58	303.31
2010	154.40	44.59	47.69	84.36	331.04
2011	159.72	29.55	64.87	74.22	328.36
2012	160.37	25.47	69.20	74.35	347.22
2013	160.37	60.40	34.28	92.18	347.23
2014	157.97	57.77	35.49	93.91	345.14
2015	152.09	48.03	28.75	95.00	324.47

Source: Wyoming Department of Education

FEDERAL FINANCIAL ASSISTANCE REPORTS

CARBON COUNTY SCHOOL DISTRICT #1
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2015

Federal Grantor/Pass-Through Grantor/Program Title	Pass through Grantors Numbers	CFDA #	Expenditures
U.S. Department of Agriculture			
Passed through Wyoming Department of Education			
<i>Child Nutrition Cluster</i>			
School Breakfast Program	-	10.553	\$ 34,980
National School Lunch Program	-	10.555	262,984
National School Lunch Program - USDA Commodities	-	10.555	<u>38,206</u>
Total Child Nutrition Cluster			<u>336,170</u>
Total U.S. Department of Agriculture			<u>336,170</u>
U.S. Department of Labor			
Passed through Wyoming Department of Workforce Services			
WIA/WIOA Youth Activities	-	17.259	<u>7,175</u>
Total U.S. Department of Labor			<u>7,175</u>
U.S. Department of Education			
Passed Through Wyoming Department of Education			
Title I Grants to Local Educational Agencies	1304013T1A00	84.010A	38
Title I Grants to Local Educational Agencies	1404014T1A00	84.010A	142,994
Title I Grants to Local Educational Agencies	1504015T1A00	84.010A	505,363
Title I Grants to Local Educational Agencies	1404144AIA0	84.010A	46,746
Title I Grants to Local Educational Agencies	150401533AIA0	84.010A	<u>322</u>
			<u>695,463</u>
<i>Special Education Cluster (IDEA)</i>			
Special Education - Grants to States	1304013T6100	84.027A	79
Special Education - Grants to States	1404014T6100	84.027A	225,823
Special Education - Grants to States	1504015T6100	84.027A	<u>443,882</u>
			<u>669,784</u>
Special Education - Preschool Grants	1304013T6900	84.173A	594
Special Education - Preschool Grants	1404014T6900	84.173A	<u>4,519</u>
			<u>5,113</u>
Total Special Education Cluster (IDEA)			<u>674,897</u>
Career and Technical Education - Basic Grants to States	1404014VEA00	84.048A	3,580
Career and Technical Education - Basic Grants to States	1504015VEA00	84.048A	<u>32,146</u>
			<u>35,726</u>
			(Continued)

CARBON COUNTY SCHOOL DISTRICT #1

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
 Year Ended June 30, 2015

Federal Grantor/Pass-Through Grantor/Program Title	Pass thru Grantors Numbers	CFDA #	Expenditures
US Department of Education (Continued)			
Passed Through Wyoming Department of Education (Continued)			
English Language Acquisition State Grants	1404014T3E00	84.365A	\$ 14,289
English Language Acquisition State Grants	1504015T3E00	84.365A	9,978
			<u>24,267</u>
Improving Teacher Quality State Grants	1404014T2A00	84.367A	98,579
Improving Teacher Quality State Grants	1504015T2A00	84.367A	17,542
			<u>116,121</u>
School Improvement Grants	13040133GIA0	84.377	17,598
School Improvement Grants	14040143GIA0	84.377	129,897
			<u>147,495</u>
Total U.S. Department of Education			<u>1,693,969</u>
Total Expenditures of Federal Awards			<u><u>\$ 2,037,314</u></u>

Notes:

- (1) Schedule of was prepared on the cash basis.
- (2) The value of non-cash awards for USDA commodities was \$38,206.



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

INDEPENDENT AUDITOR'S REPORT

To the Honorable Superintendent and Members
of the Board of Trustees
Carbon County School District #1
Rawlins, Wyoming

We have audited, in accordance with the 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, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Carbon County School District #1, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise Carbon County School District #1's basic financial statements, and have issued our report thereon dated December 10, 2015.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Carbon County School District #1's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Carbon County School District #1's internal control. Accordingly, we do not express an opinion on the effectiveness of Carbon County School District #1's internal control.

A *deficiency in internal control* 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 and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Carbon County School District #1's financial statements are free from 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 and the Board in a separate letter dated December 10, 2015.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Porter, Muirhead, Cornia & Howard
Certified Public Accountants

Casper, Wyoming
December 10, 2015



REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE

INDEPENDENT AUDITOR’S REPORT

To the Honorable Superintendent and Members
of the Board of Trustees
Carbon County School District # 1
Rawlins, Wyoming

Report on Compliance for Each Major Federal Program

We have audited Carbon County School District #1’s compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Carbon County School District #1’s major federal programs for the year ended June 30, 2015. Carbon County School District #1’s major federal programs are identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs.

Management’s Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor’s Responsibility

Our responsibility is to express an opinion on compliance for each of Carbon County School District #1’s major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Carbon County School District #1’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 on compliance for each major federal program. However, our audit does not provide a legal determination of Carbon County School District #1’s compliance.

Opinion on Each Major Federal Program

In our opinion, Carbon County School District #1 complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2015.

Report on Internal Control Over Compliance

Management of Carbon County School District #1 is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Carbon County School District #1's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, 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 Carbon County School District #1's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.



Porter, Muirhead, Cornia & Howard

Certified Public Accountants

Casper, Wyoming
December 10, 2015

CARBON COUNTY SCHOOL DISTRICT #1

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2015

SECTION I – SUMMARY OF AUDITOR’S RESULTS

Financial Statements

Type of auditor’s report issued:	Unmodified
Internal control over financial reporting:	
Material weaknesses identified?	No
Significant deficiencies identified?	None reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major federal programs:	
Material weaknesses identified?	No
Significant deficiencies identified?	None reported
Type of auditor’s report issued on compliance for major federal programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with section 510 (a) of Circular A-133?	No

Identification of major federal programs:

<u>CFDA Numbers</u>	<u>Name of Federal Program or Cluster</u>
84.027A	<i>Special Education Cluster (IDEA)</i>
84.173A	Special Education – Grants to States
	Special Education – Preschool Grants

Dollar threshold used to distinguish between type A and type B programs:	\$ 300,000
Auditee qualified as low-risk auditee?	Yes

CARBON COUNTY SCHOOL DISTRICT #1

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
Year Ended June 30, 2015

SECTION II – FINANCIAL STATEMENT FINDINGS

None reported.

CARBON COUNTY SCHOOL DISTRICT #1

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
Year Ended June 30, 2015

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None.

CARBON COUNTY SCHOOL DISTRICT #1

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

June 30, 2015

None