



*Garfield County
Covering the City of Rifle, and the Towns of Silt & New Castle, Colorado*

***Year-To-Date Statement of Revenues, Expenditures,
& Changes in Fund Balances by Fund
As of March 31, 2015***



Garfield School District Re-2
General Fund
March 31, 2015 Quarterly Reporting

PURPOSE: This fund accounts for the general operations of the District, including instructional and support expenditures and revenue.

REVENUE DISCUSSION: Major revenue sources for the general fund include state equalization funding, other state funding, property taxes, specific ownership taxes, mineral lease revenues, Medicaid funding, and investment earnings. Below is a list of current anticipated revenue variances:

State Equalization Funding	28,314	
Specific Ownership Tax	45,000	
ELPA Funding increase	228,272	
Less: ELPA carried over, FY16	(228,272)	
Read Act Anticipated Carryover	(30,620)	
IDEA	(24,140)	
Transportation, state reimb	(14,367)	
Medicaid Reimbursement	220,188	
Less: Medicaid Carryover	(283,247)	Estimated for 2013-14 and 2014-15
Other	11,371	
Revenue Variance Estimated	<u>(47,501)</u>	

EXPENDITURE DISCUSSION: Approximately 82% of the general fund budget is attributable to salaries and employee benefits. Of total general fund expenditures, 56% are attributable to direct instructional expenditures. Below is a list of anticipated expense variances:

Textbooks, Carryover to FY16	70,000
Other non-salary variances	(60,785)
Salary variances, net estimate	129,744
Expense Variance Estimated	<u>138,959</u>
Budgeted Reduction in FB	(909,527)
Projected Reduction in FB	(818,069)
Difference	<u>91,458</u>
6/30/2014 Fund Balance	12,587,633
Less: Fund Reduction, FY15	(818,069)
6/30/15 Projected Fund Bal.	<u>11,769,564</u>

General Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
Year-to-Date March 31, 2015

	2014-15					
	Original Budget	Current Budget	YTD Actual	Remaining Budget	% Bud. Used	2013-14 Actual
Revenues:						
<i>Taxes:</i>						
Local property taxes	9,551,287	9,756,662	7,070,451	2,686,211	72%	9,705,085
Specific ownership taxes	1,035,000	1,035,000	724,520	310,480	70%	1,042,913
<i>State sources:</i>						
Equalization	25,976,392	26,165,977	19,333,797	6,832,180	74%	24,202,652
Other state sources	1,200,130	1,484,706	1,522,525	(37,819)	103%	1,354,431
Intermediate sources	351,000	588,780	363,171	225,609	62%	356,555
Federal sources	827,203	827,203	476,203	351,000	58%	854,292
Other local sources	790,050	848,223	518,201	330,022	61%	868,554
Earnings on investments	20,000	20,000	11,201	8,799	56%	14,843
Total Revenues	39,751,062	40,726,551	30,020,068	10,706,483	74%	38,399,325
Expenditures:						
Instructional Programs:						
Salaries	14,853,831	15,049,567	11,085,100	3,964,468	74%	14,434,658
Employee benefits	5,196,374	5,237,162	3,897,474	1,339,688	74%	4,786,482
Purchased services	1,140,328	1,398,183	689,795	708,389	49%	1,132,999
Supplies	736,031	798,280	492,097	306,183	62%	775,172
Property	57,185	60,155	69,741	(9,586)	116%	75,873
Other expense	117,125	126,124	76,324	49,800	61%	105,187
Total instructional programs	22,100,874	22,669,471	16,310,529	6,358,942	72%	21,310,371
Supporting services:						
Salaries	9,107,535	8,923,470	6,796,760	2,126,711	76%	8,935,540
Employee benefits	3,090,525	3,091,458	2,306,393	785,065	75%	2,799,395
Purchased services	2,703,107	2,699,322	1,887,326	811,996	70%	2,587,939
Supplies	2,294,207	2,342,389	1,443,857	898,533	62%	2,172,188
Property	189,380	226,646	138,981	87,665	61%	162,768
Other expense	5,368	(25,632)	85,196	(110,828)	-332%	32,791
Total supporting services	17,390,122	17,257,653	12,658,512	4,599,141	73%	16,690,621
Total Expenditures	39,490,996	39,927,124	28,969,042	10,958,082	73%	38,000,992
Excess (Deficiency) of Revenues over Expenditures	260,066	799,427	1,051,027	(251,600)	131%	398,333
Other Financing Sources (Uses):						
Operating transfers in / (out)	(1,167,978)	(1,708,954)	-	(1,708,954)	0%	(1,478,976)
Total Oth. Financing Sources (Uses)	(1,167,978)	(1,708,954)	-	(1,708,954)	0%	(1,478,976)
Net Change in Fund Balance	(907,912)	(909,527)	1,051,027	(1,960,554)	-116%	(1,080,643)
Fund Balances:						
Beginning	12,423,941	12,587,633	12,587,633			13,668,276
Ending	11,516,029	11,678,106	13,638,660			12,587,633

NOTE: Year-to-date actual salaries and benefits have been adjusted to 3/4 of the current annual estimate. This calculation will adjust for all contract timing variances.

Garfield School District Re-2
Food Service Fund
March 31, 2015 Quarterly Reporting

PURPOSE: This fund accounts for financial transactions related to the District's food service program. The District's food service program serves meals at all ten schools.

REVENUES: Revenue for the Food Service Fund is received through the following:

- Student and Adult Meal Sales
- Federal reimbursement for low income students
- A la carte sales
- Federal donated commodity program
- State grants
- Catering for internal entities
- Capital Contributions

Meal prices for 2014-2015 are the same as the 2013-14 school year:

Elementary students	\$	2.75
Middle school students	\$	3.00
High school students	\$	3.00
Adult	\$	3.75
Breakfast	\$	2.00

EXPENDITURES: Expenditures for this fund include costs associated with running the food service program.

SIGNIFICANT TRENDS & UNDERLYING ASSUMPTIONS: Garfield Re-2's change from a 5-day schoolweek to a 4-day schoolweek reduced the revenue and expenses for 2012-2013. Student participation in the Federal Breakfast and Lunch programs has increased until 2012-2013, then declined in 2012-2013 due to the move to a 4-day school week and an 8% reduction in free and reduced student count in that year. Full-pay meal sales have been declining, due to lower participation. The lower participation and lower number of meals served has reduced the commodities donated by the federal government, which is the major increase in cost between 2013-14 and 2014-15. However, Re-2 is working on increasing the participation rate through communications to parents, as well as other programs. Additional analysis of the budget and projection can be found on the next page.

For 2014-15, Colorado Department of Education mandated a change in the nature of the Food Service Fund from an Enterprise Fund to a Special Revenue Fund. This accounting shift causes the accounting method to shift from accrual basis to modified accrual basis of accounting. Therefore, inventory, fixed assets, and depreciation are no longer recorded in the Food Service Fund.

GENERAL FUND TRANSFER: There is no General Fund Transfer budgeted for 2013-14 or 2014-15. The general fund transfer used to be necessary due to the mill levy override increases for Coal Ridge High School and recurring staff raises from 2006. However, the Food Service Fund Balance can absorb the deficit for a few years. This approach will save the general fund \$120,718 for 2013-14. Eventually, as the Food Service Fund Balance is reduced, meal prices will need to be increased, or a fund transfer will need to be budgeted. As of 6/30/2014, the unrestricted part of the fund balance totals \$733,635, and we are expecting to reduce that to \$300,000 instead of change lunch prices. The current 3-year projection shows that we will need to increase lunch prices or include a general fund transfer for 2016-2017.

**Special Revenue Fund
Food Service Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
Year-to-Date March 31, 2015**

	2014-15				2013-14 Actual
	Original & Current Budget	YTD Actual	Remaining Budget	% Budget Used	
Operating Revenues:					
Food sales	\$ 253,761	\$ 217,324	\$ 36,437	86%	\$ 284,292
Total Operating Revenues	253,761	217,324	36,437	86%	284,292
Operating Expenses:					
Salaries & benefits	757,289	522,148	235,141	69%	732,324
Food and milk	391,302	335,413	55,889	86%	402,470
Donated commodities	71,621	-	71,621	0%	69,558
Non-food and other	46,596	24,912	21,684	53%	31,361
Depreciation	-	-	-	NA	62,499
Internal Catering	(7,190)	(5,727)	(1,463)	80%	(8,240)
Total Operating Expenses	1,259,618	876,746	382,872	70%	1,289,972
Operating Surplus (Loss)	(1,005,857)	(659,422)	(346,435)	66%	(1,005,680)
Non-operating Revenues:					
Interest	83	34	49	40%	80
Federal reimbursement	815,014	396,781	418,233	49%	827,680
State reimbursement	22,206	17,680	4,526	80%	22,345
USDA donated commodities	71,621	-	71,621	0%	69,558
Contributions	-	-	-	NA	13,695
Other	-	-	-	NA	-
Total Non-operating Revenues	908,924	414,494	494,430	46%	933,358
Increase (Decrease) in Revenues over Expenses	(96,933)	(244,928)	147,995	253%	(72,322)
Other Financing Sources (Uses):					
Operating transfers in	-	-	-	NA	-
Total Other Financing Sources (Uses)	-	-	-	NA	-
Increase (Decrease) in Retained Earnings	\$ (96,933)	\$ (244,928)	\$ 147,995	253%	\$ (72,322)
Net Assets					
Beginning	659,224	659,224			1,133,246
Ending	562,291	414,296			1,060,924

**Garfield School District Re-2
Designated Purpose Grants Fund
March 31, 2015 Quarterly Reporting**

PURPOSE: A separate accounting is maintained for each federal, state, and local grant included in this fund. Each grant is restricted for a specified purpose by the grantor. The grantors require a detailed financial reporting for these grants.

REVENUES: The District receives grants from federal, state, and local sources to provide supplemental funding for District programs. Each grant is approved by the Board of Education. The budgeted grants included in the Grant Fund are listed below.

<u>Grant Name</u>	<u>Grant Description</u>
Title I A	Supplements instruction at elementary schools, including Highland, Wamsley, Elk Creek, and Graham Mesa, the highest poverty schools.
Title II (Teacher Quality)	Supports academic coaches and teacher training
Title III (ELL)	English language learners supplementary funds
Carl Perkins	Supports vocational programs at the High Schools
21st Century	Supplemental kindergarten and tutoring at Wamsley
Garfield County, Wireless Grant	Wireless integration
Garfield County, Safety Grant	Safety and security upgrades at all schools
Aspen Foundation	English language learners and preschool grants
Investing in Innovation, SFA	Supports a district-wide reading coach
Verizon Innovative Learning	Integration of Technology pilot school - Riverside
Other	Other potential grants sought by the District

EXPENDITURES: All grant expenditures must be used in accordance with the conditions and requirements of each grant. The Colorado Department of Education has indicated there is a potential for reduction of Title grant funding from the initial allocation, due to potential federal budget cuts that is unknown at this time.

Garfield School District RE-2
Special Revenue Fund
Governmental Designated Purpose Grants Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
Year-to-Date March 31, 2015

	2014-2015					
	Original Budget	Current Budget	YTD Actual	Remaining Budget	% Budget Used	2013-14 Actual
Revenues:						
Title I	565,323	565,323	229,027	336,296	41%	321,061
Title II (Teacher Trng.)	125,495	125,495	61,533	63,962	49%	130,102
Title III - ELL	73,000	73,000	42,482	30,518	58%	65,398
Carl Perkins Grant	22,490	22,490	-	22,490	0%	26,408
21st Century	91,546	91,546	36,905	54,641	40%	102,551
Math and Science Grant	-	304,060	46,728	257,332	15%	-
RTTT Early Childhood Readiness, Federal	-	-	-	-	NA	-
Other local grants	241,170	735,170	114,103	621,067	16%	394,006
Total Revenues	1,119,024	1,917,084	530,778	1,386,306	28%	1,039,526
Expenditures:						
Title I	565,322	565,322	367,125	198,197	65%	321,061
Title II (Teacher Trng.)	125,496	125,496	83,478	42,018	67%	130,102
Title III - ELL	73,000	73,000	45,618	27,382	62%	65,398
Carl Perkins Grant	22,490	22,490	5,454	17,036	24%	26,408
21st Century	91,546	91,546	56,062	35,484	61%	102,551
Math and Science Grant	-	304,060	65,164	238,896	21%	-
RTTT Early Childhood Readiness, Federal	-	-	3,831	(3,831)	NA	-
Other local grants	241,170	735,170	159,368	575,802	22%	394,006
Total Expenditures	1,119,024	1,917,084	786,100	1,130,984	41%	1,039,526
Excess (Deficiency) of Revenues over Expenditures	-	-	(255,321)	255,321	N/A	-
Other Financing Sources (Uses):						
Operating transfers in	-	-	-	-	NA	-
Operating transfers (out)	-	-	-	-	NA	-
Total Other Financing Sources (Uses)	-	-	-	-	NA	-
Net Change in Fund Balance	-	-	(255,321)	255,321	NA	-
Fund Balances:						
Beginning	-	-	-	-	-	-
Ending	-	-	(255,321)	-	-	-

Garfield School District Re-2
Student Activity Fund
March 31, 2015 Quarterly Reporting

PURPOSE: This fund is used to account for self-supporting student activities, and is not required by Colorado Revised Statutes.

REVENUES: The activities accounted for in this fund are supported by revenues from students, student participation fees, and other fundraising activities.

EXPENDITURES: Expenditures for this fund may include, but are not limited to, the following:

- Athletic officials & equipment
- Summer camps
- Student council
- Class activities and supplies
- Yearbook
- Field Trips and enrichment activities
- Extracurricular clubs
- Special Events

SIGNIFICANT TRENDS & UNDERLYING ASSUMPTIONS: The 2014-15 Budget is completed at each location based upon known fundraisers and past history, and is reviewed by the Finance Department. All fundraisers are approved by the Board individually. Principals submit all known fundraisers prior to the start of the school year, then can submit additional fundraisers in September. This process enables the Principal to prioritize fundraisers and evaluate the impact on businesses and the Community. Fundraisers can be submitted during the year if necessary. This fund has seen an increase in support from the local community since 2009-10, which is attributable to a slight improvement in the economy and strong community support for schools.

2014 - 15 budgeted revenues & expenditures are broken out by location as follows:

	<u>REVENUES</u>	<u>EXPENDITURES</u>
Highland Elementary	6,125	2,950
Graham Mesa Elementary	10,000	10,000
Wamsley Elementary	6,150	7,750
Cactus Valley Elementary	7,395	5,990
Elk Creek Elementary	4,850	6,650
Kathryn Senior Elementary	8,675	13,200
Rifle Middle School	91,100	78,700
Riverside	78,950	62,000
Rifle High School	393,611	394,486
Coal Ridge High School	139,000	139,000
Special Events/Other	6,450	5,925
TOTAL REVENUES	<u><u>752,306</u></u>	<u><u>726,651</u></u>

Garfield School District RE-2
Pupil Activity Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
Year-to-Date March 31, 2015

	2014-15				2013-14 Actual
	Original & Current Budget	YTD Actual	Remaining Budget	% Budget Used	
Revenues:					
Student activities	752,306	486,096	286,210	63%	705,192
Total Revenues	752,306	486,096	286,210	63%	705,192
Expenditures:					
Highland Elem. (141)	2,950	975	1,975	33%	5,526
Graham Mesa Elem. (145)	10,000	6,779	3,221	68%	19,504
Wamsley Elem. (151)	7,750	12,510	(4,760)	161%	8,200
Catcus Valley Elem (171)	5,990	3,377	2,613	56%	15,112
Kathryn Senior Elem (181)	13,200	5,761	7,440	44%	11,027
Elk Creek Elementary (182)	6,650	4,756	1,894	72%	9,294
Rifle Middle (262)	78,700	38,988	39,712	50%	60,500
Riverside Middle (282)	62,000	34,593	27,407	56%	58,947
Rifle High (363)	394,486	214,389	180,097	54%	363,592
Coal Ridge High School (375)	139,000	88,751	50,249	64%	185,824
Admin. (691)	5,925	1,918	24,007	7%	6,476
Total Expenditures	726,651	412,796	333,855	55%	744,002
Excess (Deficiency) of Revenues over Expenditures	25,655	73,301	(47,646)	286%	(38,810)
Other Financing Sources (Uses):					
Operating transfers in	-	-	-	NA	-
Operating transfers (out)	-	-	-	NA	-
Total Other Financing Sources (Uses)	-	-	-	NA	-
Net Change in Fund Balance	25,655	73,301	(47,646)	286%	(38,810)
Fund Balances:					
Beginning	423,002	412,793			451,603
Ending	448,657	486,094			412,793

**Garfield School District Re-2
Bond Redemption Fund
March 31, 2015 Quarterly Reporting**

PURPOSE: This fund is used to account for transactions related to Re-2's general obligation bonds and interest.

REVENUES: All revenue for this fund comes from property taxes. The assessed valuation for 2014-15 totals \$1,200,881,980, representing 15.842 total mills. Of the 15.842 mills, the Bond Redemption Fund mill levy rate totaled 7.552, which is a reduction of (.528) mills compared to 2013-14. The property tax collection rate is budgeted at 100%.

EXPENDITURES: Expenditures for this fund include principal and interest payments for general obligation bonds due each fiscal year. Other expenditures include paying agent fees and arbitrage compliance fees. The general obligation bonds include the \$7,115,000 in general obligation refunding bonds dated November 22, 2005, the \$16,745,000 in general obligation bonds dated December 14, 2006, the \$9,505,000 in general obligation bonds dated January 30, 2007, the \$9,700,000 in general obligation bonds dated January 20, 2009, the \$16,065,000 in general obligation refunding bonds dated December 18, 2009, the \$13,865,000 in general obligation refunding bonds dated July 29, 2010, the \$17,195,000 in general obligation refunding bonds dated March 1, 2012, the \$20,805,000 in taxable and tax exempt general obligation refunding bonds dated January 15, 2013, and the \$8,925,000 in general obligation refunding bonds dated March 6, 2014. Outstanding debt as of June 30, 2014 is \$103,383,126. Amounts above are stated net of reductions for refundings.

Final maturity on outstanding debt is December 1, 2028. Garfield Re-2's annual debt service is as follows:

<i>FY</i>			
<i>Ending</i>	<i>Principal</i>	<i>Interest</i>	<i>Total</i>
2015	5,322,275	3,640,575	8,962,850
2016	5,420,851	3,466,529	8,887,380
2017	5,605,000	3,258,170	8,863,170
2018	5,825,000	3,033,858	8,858,858
2019	6,095,000	2,812,857	8,907,857
2020-2024	33,605,000	10,750,790	44,355,790
2025-2029	41,510,000	3,775,033	45,285,033
TOTAL	\$ 103,383,126	\$ 30,737,812	\$ 134,120,938

The District's legal debt ceiling is calculated as 20 percent of assessed valuation. Legal debt margin subtracts outstanding debt from the legal debt ceiling. The legal debt margin is estimated as follows for the upcoming budget year:

Budgeted assessed valuation	\$ 1,111,975,890
Multiplied by limitation percentage	20%
Legal debt ceiling	\$ 222,395,178
Less: outstanding bonded debt	\$ (103,383,126)
Legal debt margin	\$ 119,012,052

SIGNIFICANT TRENDS & UNDERLYING ASSUMPTIONS: The District has completed six bond refundings since 2009. The reason for the bond refundings is to reduce the cost to tax payers through lowering the interest rate on the bonds. From these refundings, the district will save between \$300,000 to \$425,000 per year in bond repayment costs. Existing debt levels will cost taxpayers between \$8.9 million and \$9.2 million per year until fiscal year 2029. The effect of the existing debt level on future construction and bond elections depends on the assessed valuation fluctuation each year. At the budgeted assessed valuation, there is enough budgeted assessed valuation to allow the District to request a bond election from voters should the need arise.

Garfield School District RE-2
Debt Service Fund
Bond Redemption Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
Year-to-Date March 31, 2015

	2014-15				2013-14 Actual
	Original & Current Budget	YTD Actual	Remaining Budget	% Budget Used	
Revenues:					
Property taxes	8,982,850	102,514	8,880,336	1%	7,762,322
Delinquent Property Taxes	-	230,747	(230,747)	NA	154,256
Earnings on Investments	-	367	(367)	NA	29,451
Total Revenues	8,982,850	333,628	8,649,222	4%	7,946,029
Expenditures:					
Principal	5,322,275	5,527,617	(205,342)	104%	5,030,825
Interest	3,640,575	1,660,876	1,979,699	46%	3,840,887
Other	20,000	(9,321,427)	9,460,063	-46607%	144,383
Total Expenditures	8,982,850	(2,132,935)	11,234,421	-24%	9,016,095
Excess (Deficiency) of Revenues over Expenditures	-	2,466,563	(2,585,199)	NA	(1,070,066)
Other Financing Sources (Uses):					
Bond Proceeds	-	8,820,000	-	NA	8,925,000
Premium on Bonds	-	-	-	NA	381,603
Payment refund bond escrow agent	-	(9,348,606)	-	NA	(9,188,247)
Total Other Financing Sources (Uses)	-	(528,606)	-	NA	118,356
Net Change in Fund Balance	-	1,937,957	(2,585,199)	NA	(951,710)
Fund Balances:					
Beginning	11,541,657	11,642,946			12,594,656
Ending	11,541,657	13,580,903			11,642,946

Garfield School District Re-2
Capital Projects Fund
March 31, 2015 Quarterly Reporting

PURPOSE: This fund is used to account for acquisitions of capital items, including buses, construction of new facilities, renovations or improvements to existing facilities, large furniture orders, and other equipment. The Board approves an allocation to the Capital Projects Fund annually.

To determine the Capital Projects Fund budget each year, the Director of Maintenance works with the administration for each department to outline anticipated future capital needs. The capital needs are prioritized based upon when the capital need is required, and the impact to safety, e The Superintendent and Director of Finance recommend the amount of funding available for Capital Projects Fund, and a recommended budget is given to the Board of Education, who modifies which capital projects are approved for the ensuing fiscal year. The Capital Projects list recommended by administration for 2014-15 totals \$6,850,729, with only \$1,271,864 approved.

REVENUES: All revenue for this fund comes from a general fund transfer that is restricted for capital purchases by the Board of Education. The budgeted amount of projects for 2014-15 will not sustain the District's buildings or equipment at their current level. The District is currently utilizing software to assist in capturing "deferred maintenance costs", which are costs we should be paying for building repair that we cannot afford. The District has included an additional analysis, showing estimated upkeep and equipment replacement costs, for the next 15 years, which is included on the next page of this report. This analysis shows that an increase in Capital Projects Fund allocation will be required over time to maintain the current buildings and equipment. Four years ago, the State of Colorado reviewed the structural integrity of school state-wide and the State determined that Re-2's buildings did not have major problems at that time.

EXPENDITURES: Expenditures for this fund include acquisition of capital items, including buses, maintenance vehicles, construction of new facilities, renovations or improvements to existing facilities, large furniture orders, and technology equipment. Expenditures also include lease purchase payments on the following leases for the following amounts:

<i>Description of Lease & Start Date</i>	<i>FY 2014-15 Total Lease Payment</i>	<i>Total Duration of Lease</i>
Performance Contracting - 2003-04	140,535	12 years
Three Modulars - FY 2014-15 (RMS)	41,203	3 years
One Modular - FY 2014-15 (RIV)	10,740	3 years

The capital improvements outlined for the 2014-15 Capital Projects budget will not affect the District's current or future operating budgets beyond the initial costs of the capital items. The recurring expenditures included in the Capital Projects budget include technology & computer replacement cycles totaling \$428,500, and food service replacements totaling \$15,500. We currently own about 40 buses district-wide, so the replacement cycle should also include 2 - 3 buses budgeted annually. Smaller vehicle and maintenance vehicle fleets have 38 vehicles currently that have not been on a replacement cycle due to budget cuts. In the future, we will need to add these vehicles to our replacement cycle at the rate of at least 2 vehicles per year.

SIGNIFICANT TRENDS & UNDERLYING ASSUMPTIONS: Since 2010, which marked the completion of the 2006 Bond construction, Garfield Re-2 has been up-to-date on capital needs for the District. For 2012-13, the Capital Projects budget was reduced by about \$500,000 compared to what is needed to maintain the buildings and our normal replacement cycles for equipment, buses, and technology. This reduction was due to budget cuts that year. Starting in 2013-14, the Director of Maintenance and Director Finance developed a way to track deferred maintenance, which is a measurement to show how well

Garfield School District Re-2
Capital Projects Fund
March 31, 2015 Quarterly Reporting

our buildings are being maintained. The purpose is to assure that our capital needs can be weighed again other budgetary requirements in the District, to give the Board and Administration an understanding of the potential cost of capital projects in the future for planning and prioritizing budget needs effectively.

Below is a summary of the estimated capital needs based upon normal replacement cycles for each category. Note that based upon needs estimated over the next fifteen years, our Capital Projects requirements will increase as our buildings age. The current estimated replacement cost for all buildings and equipment totals over \$200 million. At that amount, the District would need to spend \$5 million per year to keep up with depreciation on the buildings and equipment.

Program	Deferred Capital Projects			
	(NOTE A)	Years 2 - 5	Years 6 - 10	Years 11 - 15
<i>Building Requests (NOTE B)</i>	\$ 1,458,200	\$ 600,000	\$ 750,000	\$ 750,000
<i>Infrastructure (NOTE C)</i>	1,256,663	1,035,492	4,594,359	3,351,224
<i>Modernizations (NOTE D)</i>	1,301,550	1,154,300	248,100	126,000
<i>Renewal (system estimates)</i>	4,660,900	2,959,836	6,891,538	5,026,837
<i>New Buildings (Bond Program)</i>	300,000	27,995,000	-	-
<i>Vehicles</i>	3,067,425	1,087,780	1,825,505	908,320
<i>Food Service</i>	-	160,000	200,000	250,000
<i>Technology</i>	N/A	1,400,000	1,750,000	1,750,000
TOTAL	\$ 12,044,738	\$ 36,392,408	\$ 16,259,502	\$ 12,162,381

NOTE A: Deferred Capital Projects is an estimate of the cost of the items that we should have replaced or maintained but have not due to financial constraints. Deferred projects is calculated as known deferred items plus a software generated estimate of the cost to maintain buildings and systems based upon average useful life. Deferred projects do not apply to technology, and the District currently sets aside \$40,000 per year to pay for the estimated replacement cost of Food Service equipment.

NOTE B: Assumes \$150,000 per year for years 2 - 15 in additional building requests, based upon past history. The Deferred column includes all current requests.

NOTE C: Infrastructure includes all capital needs outside of buildings, such as parking lots.

NOTE D: Modernizations include requested items that are a necessity for the school.

Garfield School District RE-2
Special Revenue Fund
Capital Projects Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
Year-to-Date March 31, 2015

	2014-2015			Remaining Budget	% Budget Used	2013-14 Actual
	Original Budget	Current Budget	YTD Actual			
Revenues:						
Other local revenue	-	-	3,960	(3,960)	NA	11,545
Total Revenues	-	-	3,960	(3,960)	NA	11,545
Expenditures:						
Capital Outlay:						
Vehicles	118,000	118,000	119,195	(1,195)	101%	401,313
Land and building	448,500	1,080,531	654,183	426,348	61%	301,677
Principal on leases	186,748	186,748	38,957	147,791	21%	181,253
Equipment and other	518,616	724,616	395,705	328,911	55%	742,401
Total Expenditures	1,271,864	2,109,895	1,208,040	901,855	57%	1,626,644
Excess (Deficiency) of Revenues over Expenditures	(1,271,864)	(2,109,895)	(1,204,080)	(905,815)	57%	(1,615,099)
Other Financing Sources (Uses):						
Lease proceeds	103,886	103,886	-	103,886	0%	10,740
Transfer In	1,167,978	1,708,954	-	1,708,954	NA	1,478,976
Total Other Financing Sources (Uses)	1,271,864	1,812,840	-	1,812,840	0%	1,489,716
Net Change in Fund Balance	-	(297,055)	(1,204,080)	907,025	60%	(125,383)
Fund Balances:						
Beginning	236,785	506,703	506,703			632,086
Ending	236,785	209,648	(697,377)			506,703

**Garfield School District Re-2
Pupil Activity Agency Fund
March 31, 2015 Quarterly Reporting**

PURPOSE: This fund is used to account for transactions and assets held by the District acting as an agent for school-sponsored student organizations and activities. These clubs and organizations exist with the explicit approval of, and are subject to revocation by, the District's Board of Education. This fund is self-supporting, and does not receive any direct or indirect District support. This fund is required because we hold funds in trust for parent organizations approved by the Board.

REVENUES: The activities accounted for in this fund are supported by revenues raised by parent organizations that have been approved as internal organizations that we keep the records for, regional extracurricular meets, fundraising activities, and donations.

2014-15 budgeted revenues are broken out by location as follows:

Highland Elementary	14,000
Graham Mesa Elementary	300
Wamsley Elementary	10,750
Cactus Valley Elementary	-
Kathryn Senior Elementary	27,400
Elk Creek Elementary	25,800
Riverside	30,950
Rifle Middle School	1,220
Rifle High School	830
Coal Ridge High School	500
Transportation/Maint.	500
TOTAL REVENUES	<u><u>112,250</u></u>

EXPENDITURES: Expenditures for this fund include extracurricular student activities, instructional supplementation, and faculty fund expenditures.

SIGNIFICANT TRENDS & UNDERLYING ASSUMPTIONS: The 2014-15 Budget is completed by each location based upon known fundraisers and past history, and is reviewed by the Finance Department. All fundraisers are approved by the Board individually. Principals submit all known fundraisers prior to the start of the school year, then can submit additional fundraisers in September. This process enables the Principal to prioritize fundraisers and evaluate the impact on businesses and the community. Fundraisers can be submitted during the year if necessary.

NOTE: The schools that have a parent organization in district include Wamsley, Highland, Kathryn Senior, Elk Creek Elementary, and Riverside Middle School. All other schools have parent organizations that operate independently of Garfield Re-2. Most of the schools also have a faculty courtesy account that is included in this fund.

Garfield School District RE-2
Agency Fund
Statement of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
Year-to-Date March 31, 2015

	2014-15				2013-14 Actual
	Original Budget	YTD Actual	Remaining Budget	% Budget Used	
Revenues:					
Student activities	112,250	110,589	1,661	99%	110,909
Total Revenues	112,250	110,589	1,661	99%	110,909
Expenditures:					
Student activities	107,580	81,008	26,572	75%	119,617
Total Expenditures	107,580	81,008	26,572	75%	119,617
Excess (Deficiency) of Revenues over Expenditures	4,670	29,580	(24,910)	633%	(8,708)
Other Financing Sources (Uses):					
Operating transfers in	-	-	-	NA	-
Operating transfers (out)	-	-	-	NA	-
Total Other Financing Sources (Uses)	-	-	-	NA	-
Net Change in Fund Balance	4,670	29,580	(24,910)	633%	(8,708)
Fund Balances:					
Beginning	55,953	45,967			54,675
Ending	60,623	75,547			45,967