CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For The Year Ended June 30, 2010

Dedicated to Excellence
Cherry Creek Schools

4700 SOUTH YOSEMITE STREET, GREENWOOD VILLAGE, CO 80111

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

Cherry Creek Schools
Dedicated to Excellence

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Year Ended June 30, 2010

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Cherry Creek Schools

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CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO
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Cherry Creek Schools

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Introductory Section

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

BOARD OF EDUCATION
2009-2010

From Left to Right Standing
Jennifer Churchfield, Vice President
Claudine R. McDonald, Secretary

From Left to Right Sitting
Randy Perlis, Assistant Secretary/Treasurer
Aagje C. Barber, President
Jim O'Brien, Treasurer

Cherry Creek Schools
Dedicated to Excellence

Our Mission

To inspire every student

to think,

to learn,

to achieve,

to care.

VISION, MISSION AND VALUES

The Cherry Creek Vision and Mission

The words "*dedicated to excellence*" convey the vision of the Cherry Creek School District. The pursuit of excellence in academics, athletics, activities, and the arts guides our decisions and actions. We believe in education of the whole person, as expressed in the district mission,
"to inspire every student to think, to learn, to achieve, to care."
The vision and mission reflect a commitment to inspire all students toward excellence and the full development of their potential.

The Cherry Creek School District will provide safe, intellectually stimulating schools. The school programs will enable all students to demonstrate significant achievement of district-defined learning goals, and develop as healthy, well-rounded individuals. The education students receive will equip them to succeed in higher education and the work place, ready them for responsible citizenship, and prepare them for a complex and changing world.

Dedicated to Excellence

Cherry Creek's Values

As a district, we are committed to:

- Placing the needs and welfare of students above all else.
- Providing safe and caring environments for learning.
- Holding high expectations for the growth and achievement of each student.
- Developing meaningful relationships with students and families.
- Respecting and understanding the diversity of the students and families we serve.
- Engaging students, parents, and community members as partners in the educational process.
- Utilizing organizational strategies that promote involvement and empowerment.
- Attracting quality personnel who reflect the diversity of our community, are knowledgeable, and care deeply about young people.
- Demonstrating a strong service orientation to students and parents.
- Encouraging creativity and innovation to attain the vision.
- Improving the organization continuously.
- Fostering a desire for lifelong learning, achievement, and service to others.

Cherry Creek Schools

Dedicated to Excellence

Letter

of

Transmittal

Cherry Creek Schools

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Cherry Creek Schools

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Educational Services Center
4700 South Yosemite Street
Greenwood Village, Colorado 80111

CherryCreek Schools
Dedicated to Excellence

October 21, 2010

Members of the Board of Education
and Community
Cherry Creek School District No. 5
Arapahoe County, Colorado

We are pleased to present the Comprehensive Annual Financial Report (CAFR) of the Cherry Creek School District No. 5 (District) for the fiscal year ended June 30, 2010. The Comprehensive Annual Financial Report was prepared by the Fiscal Services Division. Responsibility for the accuracy, completeness, and fairness of presentation, including all disclosures, rests with the District. We believe the data, as presented, is accurate in all material respects, that it is presented in a manner designed to fairly set forth the financial position and results of operations of the District as measured by the financial activity of its various funds, and that all disclosures necessary to enable the reader to gain an understanding of the District's financial activities for the fiscal year ended June 30, 2010 have been included.

The Comprehensive Annual Financial Report is presented in conformity with Statement No. 34 of the Governmental Accounting Standards Board. Statement No. 34 is titled *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments.* This reporting standard is intended to parallel private sector reporting by consolidating governmental activities and business-type activities into a single total column for government-wide activities. Statement No. 34 also requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of 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 auditor in the Financial Section on pages 29-42.

The Comprehensive Annual Financial Report is presented in four sections: Introductory, Financial, Statistical, and Single Audit Reports. The Introductory Section includes this letter of transmittal, a list of the Board of Education members for the Cherry Creek School District, an organization chart of the District, and the mission statement of the District. The Financial Section includes the Independent Auditor's Report, Management's Discussion and Analysis, the Basic Financial Statements, Notes to Basic Financial Statements, and Supplemental Information, which includes financial statements by fund type. The Basic Financial Statements, together with the Independent Auditor's Report, Management's Discussion and Analysis, and the Notes to Basic Financial Statements are designed to provide a financial overview of the District; the Supplemental Information provides more detailed financial information on a fund-by-fund basis. Also included in the Financial Section as supplemental information is a report required as part of the Colorado Public School Finance Act showing fiscal year spending under Section 20 Article X of the State Constitution, also known as the Taxpayer's Bill of Rights (TABOR). The Statistical Section, which is unaudited, includes financial and demographic information, generally presented on a multi-year basis. The Single Audit Reports Section contains the schedule of expenditures of federal awards and related schedules on findings and recommendations, and the independent auditor's reports on the internal control structure and compliance aspects. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1996 and the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations.*

THE DISTRICT AND ITS SERVICES

This report includes all of the activities of Cherry Creek School District No. 5 (the Primary Government), as well as its component units. The Cherry Creek School District Capital Finance Corporation (Corporation) is a legally separate entity for which the District is financially accountable (component unit). Although the Corporation is a separate legal entity, it is, in substance, part of the District's operations and is blended with the District. Accordingly, the Corporation is reported as a special revenue fund of the District. The District provides a full range of educational programs and services authorized by Colorado Statutes. These include K-12 education in elementary, middle, and high schools, special education for handicapped students, career and technical education, multicultural education, and numerous other programs.

The Cherry Creek Schools Foundation (Foundation) was organized in the spring of 1993, and is a nonprofit, tax-exempt corporation established for the purpose of attracting funding from business, industry, and individuals to enhance educational programs and activities for students. The Foundation is not presented as part of the reporting entity for financial reporting purposes because the Foundation's financial operations are not considered to be significant in comparison to the District as a whole. All grants and funding provided to the District by the Foundation have been accounted for within the District's Special Revenue (Designated Purpose Grants) Fund.

On July 21, 1995, the District entered into an agreement with the Cherry Creek Academy, as allowed under the Colorado Charter Schools Act, for the educational instruction of children in grades K-8. While the charter school is a public school funded through the District under the school finance act and under the general supervision of the local Board of Education, the school meets the requirements under Governmental Accounting Standards to be presented as a discrete component unit.

ECONOMIC CONDITION AND OUTLOOK

State and Local Economy

The School District includes approximately 108 square miles and is located in the southeast portion of the Denver metropolitan area in Arapahoe County, approximately 10 miles southeast of downtown Denver. Included within the District are the cities of Cherry Hills Village and Glendale, and the Town of Foxfield, portions of the cities of Aurora, Centennial, Greenwood Village, Englewood, and certain unincorporated areas of Arapahoe County. The Denver Technological Center and other office complexes also located partially within the boundaries of the District include many office buildings as well as hotels, restaurants, and other facilities. Arapahoe County, with about 580,000 residents, has the third largest population of the counties in Colorado. The District, with approximately 51,600 students projected for fiscal year 2010-2011, is currently the fourth largest of the 178 school districts in the state.

The following economic data was obtained from the September 2010 revenue forecast for the State of Colorado, prepared by the Office of State Planning and Budgeting.

Growth has slowed at the national level which introduces new uncertainty at the state level. Recent summer months have shown less than expected economic improvement locally and mixed signals exist regarding the speed of economic recovery in Colorado. Little improvement has been seen in both employment and personal income growth in Colorado.

Colorado nonagricultural employment decreased by 4.5% in 2009 and is expected to contract again at an annual rate of 1.7% for 2010. Education, health care, financial, and government sectors have been experiencing job gains through the second quarter of 2010, but it will take job gains across all of Colorado's diverse economy to erase the losses experienced during the recession. Employment growth of 1.7% is expected on average from 2011 through 2013.

The unemployment rate in Colorado is forecast at 7.9% for 2010. That is an increase from 7.3% for 2009; however, this 2010 projection is nearly two percentage points below the forecasted national rate. The return of discouraged workers to the labor force is expected to keep the unemployment rate above 6.0% for the near term.

The first quarter of 2010 was the third consecutive quarterly increase in Colorado personal income since early 2008. Although Colorado is seeing growth in personal income, the driver of that growth has not been wage growth. Rather, transfer receipts have been the supporting factor for most of the increases experienced as thousands of displaced workers continue to receive social benefits from the State. As such, despite growth in total, personal income growth attributable to economic stability has not yet materialized.

Personal income is closely linked to employment growth in Colorado. As the employment situation improves and Colorado begins to experience consistent job growth, personal income should benefit. Colorado personal income is forecast to increase by 1.7% in 2010. Annual average growth for personal income of 4.2% is forecast from 2010 through 2013.

The recession has had a marked impact on the Colorado consumer. Weak labor market conditions and decreases in household wealth have introduced significant uncertainty into future consumer behavior. Retail trade decreased 10.5% in 2009. As labor market conditions improve and personal income increases, retail purchases are anticipated to benefit. Projected retail trade growth of 5.3% is forecast for 2010.

Colorado nonresidential construction activity has continued to deteriorate since 2008. Colorado experienced back to back contractions in nonresidential construction of 12.5% and 22.4% during 2008 and 2009. Calendar year 2010 is forecast to decrease another 21.0%. The historically low interest rate environment present in the U.S. capital markets has yet to spur a return to nonresidential construction spending. This could be in part due to businesses' uncertain outlook towards the economy.

Residential housing permits in Colorado ended down 50.8% in 2009. The forecast for 2010 is an increase of 19.0% in permits. The removal of the federal home-buyer tax credit in late spring has brought new housing construction to a standstill. Weakness in both existing and new home sales has continued through the summer, and it is uncertain as to when the Colorado housing market will return to robust growth.

Colorado home prices have fared better than the nation as a whole throughout the recession. The ending of the federal home-buyer tax credit may have given some artificial support to Denver area home prices throughout the spring of 2010. Although year-over-year gains are still being seen in Denver, the past three month-over-month price changes have shown declining metro-area home prices.

The U.S. consumer price index (CPI) is a measure of the average change in prices over time. The index represents spending behavior for urban consumers and wage earners who represent roughly 87.0% of the total U.S. population. The index is a basket of "representative" goods and services such as food, housing, medical care, transportation, and education among others. The percentage change in the CPI, period to period, is the inflation rate. The Denver-Boulder-Greeley CPI is measured by the Bureau of Labor Statistics at a bi-annual frequency.

As is the case at the national level, inflation expectations in Colorado are quite moderate in the near term. Calendar year 2009 realized an annual deflation rate of 0.6% in Colorado. Sluggish employment growth and weak personal consumption should hold inflation below historical averages in 2010, with a projection of 1.5% annual inflation in Colorado during 2010.

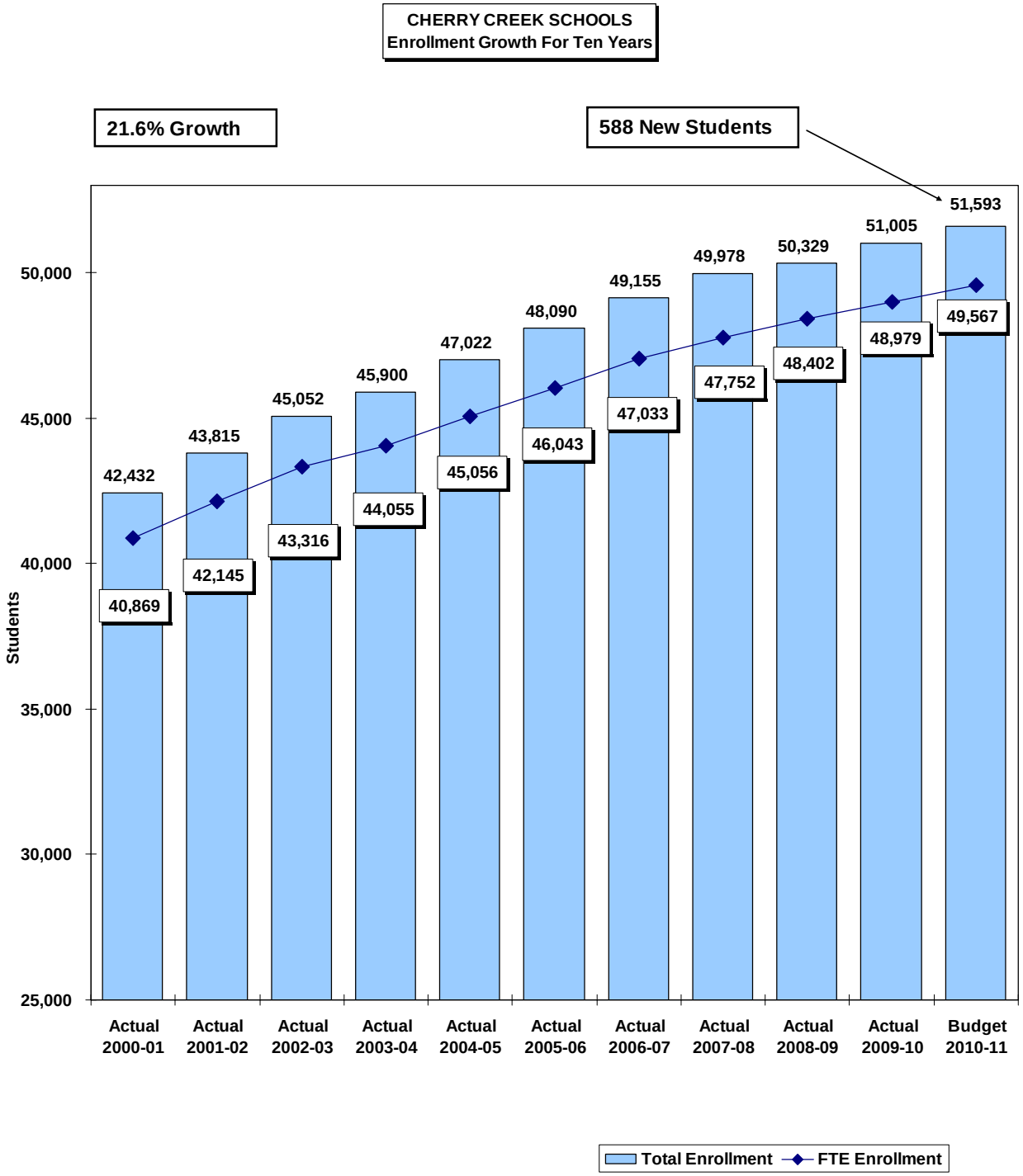
Population in Colorado is forecast to grow by 1.7% in 2010. The population growth rate has remained relatively steady over the past five years and is forecast to remain near 1.7% through 2013.

Colorado's recovery from the recession continues at a slow pace. The summer of 2010 has brought forth new uncertainties as to the strength of the recovery at the national level. Colorado has yet to experience significant job growth which leaves households in a weaker financial state and the consumer reluctant to spend. Businesses are still weary as to the path of the recovery. That uncertainty coupled with tight credit-market conditions has left businesses unwilling to spend and take on new investments. Until employment conditions improve and increases in personal income are realized, the recovery will continue, albeit at a slower rate.

Enrollment

District enrollment increased last fall by 676 students to put the District at 51,005 students for the 2009-2010 school year. The breakdown of those students includes 22,970 in elementary schools; 11,355 in middle schools; 15,307 in high schools; 472 in the District's charter school; 818 pre-school students and 83 special program students.

Kindergarten students are counted as a partial student in the State funding formula, therefore, on a Full Time Equivalent Basis (FTE), enrollment increased last fall by 577.5 FTE students to 48,979.3. While the District continues to be a growing school district, the rate of growth has slowed. Over the last 10 years, the enrollment growth has averaged about 870 FTE per year. Enrollment for the 2010-2011 school year is budgeted to increase by 588 FTE. The slowed enrollment growth is a result of the economic recession and less new home construction, along with a decrease in migration of population into the District. The most current enrollment information available indicates that the District may fall short of the budgeted enrollment.



Note: 2010-2011 enrollment numbers are projected.

School Financial Issues

The primary revenue sources for the District are based on the current provisions of the Colorado Public School Finance Act of 1994, as amended yearly. Funding provided under this Act, which is from local property taxes, specific ownership taxes from vehicle registration, and state equalization aid is approximately 95% of the District's General Fund revenues for fiscal year 2009-2010.

Voters approved State Constitutional Amendment 23 in November 2000, which provides for funding per student of at least the Denver-Boulder Consumer Price Index rate plus 1% for 10 years. Inflation for calendar year 2008 was 3.9%; along with 1.0% Amendment 23 funding would produce expected additional funding of 4.9% for the 2009-2010 school year. The State has also continued to provide partial funding of full day kindergarten for the 2009-2010 school year at an additional .08 FTE for each kindergartener enrolled. However, for fiscal year 2009-2010, the Colorado General Assembly determined that a state financial crisis required each school district to budget an amount to a fiscal emergency restricted reserve. The total statewide amount to be held in reserve was $110.0 million. The District portion was budgeted at $6.8 million. The State legislature did rescind the emergency reserve along with an additional rescission of $1.3 million for a total rescission to the District funding of $8.1 million. The net increase in funding for the 2009-2010 school year was 2.8%.

The funding for the 2010-2011 school year would have been expected to be calculated at the Consumer Price Index of the prior year, which was deflation of .6% plus Amendment 23 funding of 1% to net to a .4% increase in funding. Due to the recession and the lack of available resources at the State level, the State Legislature passed School Finance Bill HB10-1369 reducing statewide funding by $365 million, or 6.35% below statutory levels of Amendment 23 as one of the means used to balance the State's budget in light of declining income and sales tax revenue. Since the funding for the 2009-2010 school was reduced by a rescission, the decrease in funding from the 2009-2010 school year actual payments to the 2010-2011 year is a reduction of 3.7%.

The State of Colorado was awarded funds from the Education Jobs Funds program, which is a new Federal program that provides $10 billion in assistance to states to save or create education jobs for the 2010-2011 school year. Jobs funded under this program include those that provide educational and related services for early childhood, elementary, and secondary education. This program is part of the American Recovery and Reinvestment Act of 2009. The State of Colorado has been awarded approximately $160 million, of which approximately $9.7 million is allocated to the District. The District has applied for these funds and expects to receive funding during the 2010-2011 school year. It is expected, however, that the State will rescind school funding in an amount that may approximate the funds received by school districts from the Education Job Funds program. Funds received by the District from the Education Job Funds program will be used to offset currently budgeted staffing costs and those savings will be held in reserve with the expectation that those funds will be required to offset rescission of funding from the State.

The District continues to review budget reductions, cost containment measures, and funding reallocations to continue focusing its financial resources on student achievement in the classroom. To mitigate reductions in state revenue due to the economic downturn at the State level, a Cost and Resource Management Plan totaling $17.2 million is included in the Financial Plan and Budget for 2010-2011 school year, allowing the District to absorb State funding reductions and achieve a balanced budget.

Other realities affecting the financial outlook are mandates that are outside of the District's control. The District operates under the financial restrictions of two State constitutional amendments: the Gallagher Amendment and the Taxpayer's Bill of Rights (TABOR). The TABOR amendment limits the growth in both revenues and expenditures for the State, local governments, and school districts. The annual percentage increase in revenues and expenditures is limited by TABOR to the total of the inflation rate and the rate of increase in student enrollment. If revenue exceeds this restricted level, the excess must be refunded to the taxpayers.

The assessed property values revisions required by the 1982 Gallagher Amendment have continued to limit increases in the residential assessed values used to levy taxes for the District, even though actual property values for most residential properties have increased substantially. This Amendment requires that the residential property share of the total assessed value in the State be stabilized at approximately 45% of the total. However, by fixing the residential percentage share of property tax collections, an increasing portion of the taxes levied continues to be shifted to the commercial and nonresidential property owners.

In an effort to equalize per pupil funding across the State, the 1988 School Finance Act shifted the responsibility of setting a district's property tax mill levy rate (per $1,000 assessed valuation) from the local school boards to the State's General Assembly. The system required districts to first rely on its "local share" funding produced by a district's local tax rate, with the State share back-filling or equalization funding for districts that did not raise enough money locally.

In 1992 TABOR limited school districts from retaining any revenues that exceeded inflation plus student enrollment growth. An amended School Finance Act of 1994 established a new formula requiring districts to impose a mill levy at the same level as the preceding year, unless that particular number of mills generated revenues that exceeded TABOR's growth limits. In school districts with rising property values and growth that outpaced TABOR's restrictions, districts were required to lower their mill levy rates, reducing districts' local revenue share and increasing the amount of State funding. Therefore, if assessed values of property decrease or increases are sufficiently restricted, and the mill levy rates restricted by TABOR cannot be increased, the education funding responsibility will continue to be shifted to the State. Senate Bill 07-199 passed in 2007, discussed later, also affects the mill levy of Colorado school districts.

It is possible that the State may not have sufficient spendable revenue or spending ceiling to meet increased education funding needs each year in the future, since annual increases in State revenue and spending are also limited by the provisions of TABOR. In November 2005, the voters approved Referendum C, which provides a temporary override to the current TABOR revenue formula for the State of Colorado. Referendum C allows the State to keep and spend the revenue it collects under current rates for five years and will establish a new base for the TABOR revenue formula to calculate future years' limits on inflation and population change.

In 2007, Senate Bill 07-199 was put into law, which stabilizes or "freezes" local property tax mill levies for the majority of Colorado public school districts. Although total funding for school districts will continue to grow, keeping pace with inflation and student growth, the relative proportions of State and local funding changed beginning in the 2007-2008 fiscal year. The 174 school districts that have had voter elections to retain revenues beyond the tax limitations of TABOR, had their mill levy rates permanently frozen at their 2006-2007 budget year levels, unless a district's levy exceeded the new levy cap of 27 mills. Those over the 27 mills limit received a mill levy reduction to the cap.

The amount of savings for the State is expected to grow over time from continued tax base appreciation in districts with stabilized tax rates. Over the long term, however, as the local share of basic funding grows and residents' property tax bills rise, some districts may encounter greater cash management challenges and added difficulty garnering voter support for property tax-supported mill levy overrides and bond elections since operating tax rates will no longer steadily decrease as before, which had the effect of creating additional taxing capacity.

Cherry Creek School District and the three other districts in the state that have not had voter elections to retain revenues beyond the tax limitations of TABOR are not impacted by the law change. The Cherry Creek School District has not asked voters to be exempt from TABOR limits because the District has experienced yearly growth and annual spending within TABOR limits. The Cherry Creek School District's mill rate will continue to fluctuate downward with rising property assessment values that are in excess of the TABOR limits.

In addition to the State requirements of the Gallagher and TABOR amendments, the District conducts its operations in compliance with Federal statutes, including those regulating safety in the workplace, access for the disabled, and adequacy of educational services for students with special needs.

MAJOR INITIATIVES

Colorado Student Assessment Program Tests (CSAP)

The District's schools are accountable for many standards and practices, including achievement for special student subgroups. Most of these achievement indicators focus on student reading, writing, mathematics, and science proficiencies as measured by the mandated CSAP tests at grades 3-10. On CSAP tests, students perform within one of four performance levels: *Advanced* (superior; substantially above grade level expectations), *Proficient* (competent; at to somewhat above grade level expectations), *Partially Proficient* (low; below grade level expectations) or *Unsatisfactory* (substantially below grade level expectations). The District Achievement Goal focuses on performance and growth on the CSAP tests. *Proficient* or higher is the target performance range for all students.

Colorado School Performance Framework

The Colorado Department of Education is changing the way it evaluates and accredits schools and districts. School Accountability Reports (SARs) which rated schools as Low, Average, High or Excellent, are being replaced by the Colorado School Performance Framework (SPF), which is designed to provide teachers, parents, and the state with more meaningful information about how schools are doing.

The change is the result of Senate Bill 163, the Education Accountability Act, passed by the Legislature in 2009. It established four areas in which performance would be measured:

- Achievement (based on how students score on CSAP tests)
- Growth (based on students' CSAP growth)
- Gaps (based on differences in growth by race and other characteristics)

- College and Workforce Readiness (based on ACT scores, graduation rate, and dropout rate)

A complex point system is used to assign schools to one of four "SPF Plan Categories": Performance, Improvement, Priority Improvement and Turnaround. 93% of Cherry Creek schools are in the top, or Performance, category while 7% are in the Improvement category. No Cherry Creek schools are in the bottom two categories.

SB-163 requires the State to accredit districts through a similar process, and requires districts to accredit their own schools through a process that is at least as stringent as the State process.

Federal "No Child Left Behind" Act

The Elementary and Secondary Education Act (ESEA) was reauthorized in 2001 as the No Child Left Behind (NCLB) Act. The primary focus in NCLB is on closing the pervasive difference in average performance – the "achievement gap" – between specific groups of students. Students who are Native American/Alaskan Native, Asian/Pacific Islander, Black, Hispanic, and White, limited English proficient, economically disadvantaged, and students with handicapping conditions define these eight student groups. Statewide Adequate Yearly Progress (AYP) targets were established for all students, and yearly determinations are made regarding whether each student group achieved the targeted goals. AYP is determined by student performance on the CSAP, along with other indicators, and is calculated separately for reading and math. To meet AYP, all schools and districts in Colorado must meet all target levels in reading and math for the overall group as well as for all eight subgroups (of 30 students or more). Target levels increase through 2014, when 100% of all students are to perform at the state-defined proficient level. Specific sanctions take effect for districts and schools that continue to fail to meet AYP. The District is committed to continue to increase student achievement with an emphasis on closing the achievement gap.

Performance Improvement Report

The District's Office of Assessment and Evaluation prepares a yearly Accountability Report. This report provides a data framework with which to evaluate status and progress on District student achievement goals and benchmarks, as well as State and Federal accountability indicators and reporting requirements. The report includes summaries of performance on the CSAP tests as well as the status of *Adequate Yearly Progress* under the *No Child Left Behind* Act. Areas of interest include: proficiencies in reading, writing, and mathematics; student achievement growth as a function of time in the District; minority student achievement and performance improvement; early literacy, reading proficiency at grades 1 and 3; performance improvement for students new to the District; and achievement gains for high performing students.

American Recovery and Reinvestment Act of 2009

The District is participating in funding available from the American Recovery and Reinvestment Act (ARRA). The District applied for and received ARRA funding in the amount of $13.7 million for the 2009-2010 and the 2010-2011 school years for Title I, Part A; Title I, Part D, Title II-D and special education funding under IDEA. These funds are awarded to supplement current grant funding.

School Bond Election and School Facilities

Student enrollment growth requires the District to construct new school facilities. Over the last ten years, enrollment has grown by 21.6% or over 9,000 students. Current projections show that enrollment will continue to increase, although at a slower rate than the past few years. Enrollment for the 2010-2011 school year is projected at over 51,500 students.

To meet future student housing needs, community and staff representatives of the District Long Range Facility Planning Committee completed a five year needs assessment, covering 2008 to 2012. The Committee developed and presented facility planning recommendations for the construction of additional school buildings and other capital improvements to the Board of Education for their approval.

In November 2008, voters approved a bond issue for additional resources to sustain and strengthen the District's commitment to excellence and prepare students for success in college and the workforce. With continued growth, the District needs to build schools as well as renovate and repair existing schools, and continue to strengthen curriculum and instruction. The bond election provides $203.5 million for long-term costs, including: renovation of 14 elementary schools, two middle schools, and two high schools which were built between 1958 and 1982; upgrades to wiring, fire protection, heating, air conditioning, and plumbing systems at 50 schools and other facilities; improve technology throughout the District; build a Math, Science, Engineering, and Technology Center; and construction of three elementary schools (one in 2010, the second and third in future years) to handle projected student growth.

The District has funded $2.8 million from the District's capital reserve for capital improvements at the Cherry Creek Academy Charter School. The Cherry Creek Academy is contributing $0.5 million toward the cost of the capital project from accumulated reserves.

District voters also approved an increase in property taxes in November 2008, that provides $18.0 million for operating expenditures, including: maintaining class sizes in kindergarten through twelfth grade; provide curriculum and instruction necessary for success in college and the workplace; meet the increased costs of continuing the District's commitment to academic excellence and providing an educational program of the highest quality and standards; and utilize technology and computer applications to ensure student success in the 21st century.

Curriculum Overview

The Guaranteed and Viable Curriculum addresses the extent to which a school can "guarantee" that no matter who teaches a given course or a given grade level, certain content will be taught. The curriculum is "viable" in that teachers can adequately address the guaranteed content in the instructional time available to them. The process of developing the Guaranteed and Viable Curriculum requires the District to determine what standards are essential for students to learn and specifically list what students must know when graduating from Cherry Creek Schools so that they are prepared for success in college or other educational endeavors.

The District is committed to providing a "world class" curriculum for all students. Emphasis is placed on ensuring that every student successfully completes the academic core (language arts, mathematics, science, and social studies) prior to high school graduation. District standards describe what students are expected to know and be able to do at the completion of fifth, eighth, and 12th grades. The District curriculum is designed to ensure students achieve these standards.

Elementary School (K-5): The primary focus in elementary school is on the development of literacy and numeracy skills. In addition, the curriculum stresses fundamental skills and concept development in science and social studies. Elementary students enhance their education through participation in the arts,

physical education, technology, and use of media resources.

Middle School (6-8): The middle school program builds on the academic fundamentals of the elementary grades, ensuring a strong foundation for student achievement in high school and post-secondary education. Students must master a broad and thorough knowledge base in reading, writing, mathematics, science, history, and geography. To further enhance their education, students may also participate in enhanced core curriculum programs including the arts, media skills, foreign language, applied technology, physical education, health, and consumer and family studies.

High School (9-12): The high school curriculum is comprehensive and ensures students have the essential preparation for college and career. American College of Testing (ACT) defines the following specific courses as comprising the academic core:

- English - four or more years
- Mathematics - three or more years (Algebra I & II and Geometry)
- Social Studies - three or more years (US History, World History and US Government, and World Geography are required for admission to the University of Colorado)
- Natural Sciences - three or more years (Physical/Earth Science, Biology, Chemistry, Physics)
- SAT defines the academic core as the 20+ credits in the areas mentioned above plus foreign language.

All students are encouraged to complete the academic core program. Advanced and rigorous curriculum is offered in all high schools through International Baccalaureate, Advanced Placement, and Honors course work.

Guaranteed & Viable Technology (GVT) is a new District initiative designed to provide and guarantee adequate and up-to-date technology to be used for instruction by teachers in classrooms. Its primary objective is to provide the tools that transform the teaching and learning experience.

Currently, the District has determined that the baseline of the GVT is to equip every teacher with a tablet mobile computer with high speed connection to the Internet in the classroom. In addition, every instructional classroom will contain a multimedia projector and sound system. Future GVT items will be determined by the Instructional Strategic Planning Team made up of building level technology integration specialists, school and district administrators, and members of Information Systems department.

The GVT presents a change from the past technology model with regards to technology purchases. Moving from a site-based to a centralized system will ensure a common District vision, equity, greater purchasing power, and better technological and improved instructional support.

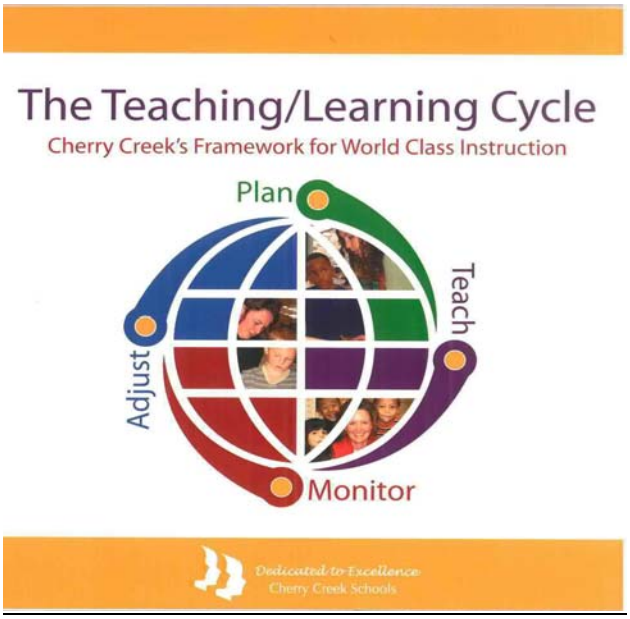
Within the next few years, the District will be implementing a virtual network for all staff and students. Virtual computing allows computer users remote access to software applications and processes when they need them. Users gain access, via the Internet, through a wireless or network server. In other words, a user (teacher or student) only needs a computer of any platform (Windows, Mac, Linux, etc.) and an Internet connection. The user will access a District controlled network via an Internet portal (website). Once connected to the network, a simulated operating system, memory, and all applications will be available to the user. Once virtual, users can access personal files from any computer with an Internet connection from anywhere in the world. Files and applications no longer have to be stored on a personal computer.

While the GVT will initially focus on providing a baseline of technology for teachers and their classrooms, its intent is framed around the 21st century learning and National Education Technology Standards. The District is committed to best instructional practices which integrates technology effectively resulting in improved student achievement.

The Teaching/Learning Cycle

The Cherry Creek School District's mission — "To inspire every student to think, to learn, to achieve, to care" — is a compelling charge. To fulfill that mission, the District must ensure that all teachers have the knowledge and skill to teach the current and future student population who will be living and working in a global economy. That calls for world-class instruction focused on preparing students for the 21st century and beyond. As a district, we are committed to giving all teachers the tools they need to work effectively with every student so that each child can reach his/her potential.

The Cherry Creek Teaching/Learning Cycle is a cycle with four key components: plan, teach, monitor, and adjust. While these components overlap to a degree, the framework outlines the key ideas within each one separately and links them to specific aspects of the Cherry Creek Teacher Observation Record.



Excellence in Action

The Cherry Creek School District Performance Plan includes specific action steps, which will help the District accomplish its overarching goals, and enable the District to fulfill its promise to the students, families, and communities of the Cherry Creek School District.

That promise is best stated in the District's vision of "Dedicated to Excellence" and the mission "To inspire every student to think, to learn, to achieve, to care." The District promise is comprised of two overarching goals:

- Excellence & Equity – raising the academic achievement of all students, closing the gap between the highest- and lowest-performing students, and eliminating the predictability of achievement by race.

- College & Post-Secondary Preparedness and Success – preparing students for success in college and other post-secondary options including vocational education, the military, and the workforce.

The District has developed school performance targets for Excellence & Equity and College & Post-Secondary Preparedness and Success that it expects, and supports all schools in accomplishing.

The District Performance Plan is the result of a research-based, community engagement process involving 400 parents, District employees, and community members, who shared their best thinking about the aspects of the school experience that are most critical to student achievement and success.

The Cherry Creek School District community identified two fundamental areas – High Quality Instructional Programs and Supportive Learning Environments – which are essential if the District is to achieve its overarching goals.

High Quality Instructional Programs mean a well-rounded educational program that incorporates critical thinking, technological proficiency, and informational literacy skills for all students. High quality instructional programs require effective teachers, first-rate professional development, and resources aligned to meet the needs of the diverse student population for college and post-secondary preparedness.

Supportive Learning Environments mean every Cherry Creek student is expected to feel safe, respected as a learner, and connected with adult staff and other students in their school. The District must continue its effort to understand and respond to the diversity of the community as effective partnerships are created among students, families, and school staff.

The District developed specific Action Steps in each of those fundamental areas, which are included in the District Performance Plan. This strategic plan will serve as an "educational GPS," showing the District where it is currently, where the District wants to be, and how best to navigate changing conditions and challenges in order to get there.

This District Performance Plan ensures that all District improvement efforts reflect the Vision, Mission, and Values and support the District's long-term Goals.

Progress toward those goals is indicated by increasing the number of schools that meet the District targets for the Key Performance Indicators. The action steps are those strategies that will be employed District-wide to address the focus areas identified in the Community Forums. Together they describe what we are trying to accomplish now and in the future.

All of these components build on and support one another. Taken together, they form a comprehensive improvement plan that will guide the Cherry Creek School District into the foreseeable future. This plan is based on the District's vision *Dedicated to Excellence*, its mission *To inspire every student to think, to learn, to achieve, to care* and its values:

- *Placing the needs and welfare of students above all else.*
- *Providing safe and caring environments for learning.*
- *Holding high expectations for the growth and achievement of each student.*
- *Developing meaningful relationships with students and families.*
- *Respecting and understanding the diversity of the students and families we serve.*
- *Engaging students, parents, and community members as partners in the educational process.*
- *Promoting involvement and empowerment.*
- *Attracting quality personnel who reflect the diversity of our community, are knowledgeable, and care deeply about young people.*
- *Demonstrating a strong service orientation to students and parents.*
- *Encouraging creativity and innovation to attain the vision.*
- *Improving the organization continuously.*
- *Fostering a desire for lifelong learning, achievement, and service to others.*

District Strategic Goals and Objectives

<u>Excellence & Equity</u>

Excellence goal: High academic performance and growth for every student.

Objective: Every school will meet or exceed District and State targets for academic performance and growth by 2012-13.

Schools can meet these targets by increasing the percent of students who demonstrate sufficient growth to achieve or maintain Proficient or Advanced levels of performance on State assessments.

Equity goal: Eliminate differences in academic performance and growth by race.

Objective: Every school will meet or exceed District and State targets for academic performance and growth for students of color by 2012-13.

Schools can meet these targets by increasing the percent of students of color who demonstrate sufficient growth to achieve or maintain Proficient or Advanced levels of performance on State assessments.

College and Post-secondary Preparedness and Success

College and Post-secondary Preparedness and Success goal: Every student leaves high school ready for success in college and other post-secondary training.

Objective: Every school will meet District and State college readiness targets by 2012-13.

Schools can meet these targets by increasing the percent of students who meet specified benchmarks on CSAP Reading at grade 3 and on Explore and Colorado ACT tests at grades 8 and 11.

Objective: Every high school will meet or exceed District and State graduation rate targets by 2012-13.

Schools can meet these targets by increasing the graduation rates for all racial groups.

District Action Steps

High Quality Instructional Programs

A high quality instructional program in every school prepares students for college and post-secondary success.

Action: Ensure that every student and teacher has access to and training in the use of technology as an effective tool for teaching and learning by 2011-12.

Action: Increase the opportunities for every teacher to receive frequent, meaningful, and structured feedback and coaching on instructional practice by 2012-13, using a common District process.

Action: Train every teacher and administrator in Thinking Maps by 2010-11, with full implementation by 2012-13.

Action: Implement a rigorous and focused program of science, technology, engineering, and mathematics in every school by 2012-13 in conjunction with the opening of the Institute of Science and Technology at the Overland/Prairie campus.

Supportive Learning Environments

Supportive and caring learning environments incorporate meaningful student-school-family partnerships and allow every student to feel safe, respected as a learner, and connected with adult staff.

Action: Implement an effective Partnership for Academically Successful Students (PASS) in every school by 2011-12.

Action: Implement an annual student and parent feedback process to determine perceptions of the learning environment in every school by 2010-11 and report results and the District's response beginning in 2011.

FINANCIAL INFORMATION

District management is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft, or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP) and statutory requirements. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

Single Audit: As a recipient of federal financial assistance, the District is also responsible for ensuring that an adequate internal control structure is in place, including that portion related to federal financial assistance programs, as well as to determine that the District has complied with applicable laws and regulations. The results of the District's single audit for the fiscal year ended June 30, 2010 provided no instances of material weaknesses in the internal control structure or significant violations of applicable laws and regulations.

Budgetary Controls: The District maintains numerous budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget adopted by the Board of Education. Activities of all funds are included in the District's financial plan. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the individual fund level.

The District also maintains an encumbrance accounting system to account for commitments for goods and services, which have not yet been provided or rendered. Encumbrances outstanding at year-end are not reported as expenditures in the financial statements for GAAP purposes, but are reported as reservations of fund balance for subsequent years' expenditures based on the encumbered appropriation authority carried over. District policy requires recording of an encumbrance as a charge against appropriation in the accounting period in which a purchase order is issued, rather than in the accounting period when the goods or services are received as required by GAAP. These adjustments, as well as others to convert actual expenditures to the budgetary basis of accounting, are reflected in Note 4 - Budgetary Basis of Accounting - Legal Compliance, on pages 64-66.

Budgets for the Governmental Fund Types are adopted on a basis consistent with GAAP except that expenditures for budgetary purposes exclude changes in encumbrances as mentioned above, as well as excluding amounts for salaries and benefits earned but unpaid and the change in the current portion of the compensated absence payable for the General Fund. The budget for the Proprietary (Enterprise) Fund is prepared on a basis consistent with GAAP.

The District's financial plan, adopted in June of the year prior to the budget year, may be amended by the Board of Education or management. Management may amend individual lines within the budget. The Board of Education may revise the budget due to unforeseen circumstances, which did not exist at the time of the original budget adoption, such as emergencies or unanticipated revenues.

Accounting Policies: Detailed descriptions of the District's accounting policies are contained in the Notes to Basic Financial Statements on pages 55-84, and they are an integral part of this report. These policies describe the basis of accounting, funds and accounts used, valuation policies for inventories and investments, and other significant accounting information. No unusual situations or transactions occurred during the 2009-2010 fiscal year related to District accounting policies.

OTHER INFORMATION

Independent Audit

Under the provisions of the Colorado statutes, an annual audit of the District's financial statements must be performed by an independent public accounting firm licensed to practice in Colorado. The independent public accounting firm of Clifton Gunderson LLP was selected by the District's Audit Committee to perform the audit for the fiscal year ended June 30, 2010. In addition to meeting the requirements of the Colorado statutes, the audit was also designed to meet the requirements of the Single Audit Act Amendments of 1996 and related OMB Circular A-133. The Independent Auditor's Report on the basic financial statements, the combining and individual fund statements and schedules, and supplemental information included in the financial section is on pages 27-28 of the Financial Section. The Independent Auditor's Report related specifically to the single audit is included in the Single Audit Reports Section.

Awards

The Government Finance Officers Association (GFOA) of the United States and Canada awarded a Certificate of Achievement for Excellence in Financial Reporting, and the Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to the District for its comprehensive annual financial report for the fiscal year ended June 30, 2009. In order to be awarded a Certificate of Achievement and the Certificate of Excellence, the District published an easily readable and efficiently organized Comprehensive Annual Financial Report. This report satisfied both generally accepted accounting principles and applicable legal requirements. The Certificate of Achievement and the Certificate of Excellence are valid for a period of one year. The District has received a Certificate of Achievement and a Certificate of Excellence for the last seventeen consecutive fiscal years. We believe that our current Comprehensive Annual Financial Report continues to meet the Certificate of Achievement and Certificate of Excellence programs' requirements and we are submitting it to GFOA and ASBO respectively to determine its eligibility for another certificate.

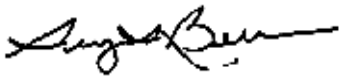
The Distinguished Budget Presentation award was conferred by GFOA to the District for its fiscal year 2009-2010 budget document. In addition, the ASBO awarded its Meritorious Budget Award to the District for the fiscal year 2009-2010 budget document.

Acknowledgments

The preparation of the Comprehensive Annual Financial Report on a timely basis could not be accomplished without the efficient and dedicated services of the members of the staff of the Fiscal Services Division, as well as the independent auditors, the members of the Publications Department, and administrative staff. We would like to express our appreciation to all staff members who assisted and contributed to its preparation. We would also like to thank the members of the Cherry Creek School District Board of Education for their interest and support in planning and conducting the financial operations of the District in a responsible and progressive manner.

Respectfully submitted,

Mary F. Chesley
Superintendent



Guy G. Bellville
Chief Financial Officer

ASBO International Certificate of Excellence in Financial Reporting

ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

This Certificate of Excellence in Financial Reporting is presented to

CHERRY CREEK SCHOOL DISTRICT NO. 5

For its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2009

Upon recommendation of the Association's Panel of Review which has judged that the Report substantially conforms to principles and standards of ASBO's Certificate of Excellence Program

President

Executive Director

GFOA Certificate of Achievement for Excellence in Financial Reporting

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Cherry Creek School District No. 5, Colorado

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2009

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.

President

Executive Director

Elected Officials

Board of Education

District A	Jim O'Brien
District B	Claudine R. McDonald
District C	Aagje C. Barber
District D	Randy Perlis
District E	Jennifer Churchfield

Appointed Officials

District Leadership Team

Superintendent	Mary F. Chesley
Assistant Superintendent	Eric Flor
Assistant Superintendent	Dr. Elliott Asp
Assistant Superintendent	Dr. Harry Bull
Assistant Superintendent	Dr. Scott Siegfried
Chief Financial Officer	Guy G. Bellville
Internal Legal Counsel	Amanda Hesterman

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO
ADMINISTRATIVE ORGANIZATIONAL CHART
as of July 1, 2010

Dedicated to Excellence
Cherry Creek Schools

Cherry Creek Community

Parent, Community, and Student Advisory Groups

Board of Education

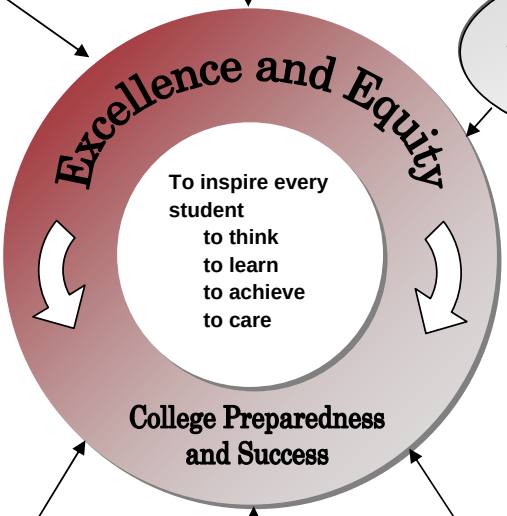
Internal Legal Counsel
Amanda Hesterman

Superintendent of Schools
Mary Chesley

Director of Communications
Tustin Amole

Assistant Superintendent
Educational Operations
Eric Flor

Executive Directors Elementary
Craig Belshe
Diane Bernero
Trina Rich
Executive Director-Middle School
Sheila Graham
Executive Director-High School
Harry Bull
Director-Athletics & Activities
Larry Bull
Executive Director-Student Achievement Services
John Stanek
Directors-Special Ed
Suzie Johnston
Frances Woolery-Jones
Dan Wray
Director-Safety & Security
Randy Councell



Assistant Superintendent
Performance Improvement
Elliott Asp

Executive Director-Curriculum & Instruction; Gifted Education
Shawn Colleary
Director- Professional Learning
David Craven
Executive Director-Excellence and Equity
Tera Helmon
Director - ELL
Holly Porter
Director-Assessment & Evaluation
Connie Zumpf

Chief Financial Officer
Guy Bellville

Director-Accounting
Brad Arnold
Director-Budget
Dan Huenneke
Risk Manager
Phil Kersey
Legislative Adviser
Tonette Salazar

Assistant Superintendent
Educational Support Services
Scott Siegfried

Executive Director-Facility Support Services
Richard Collier
Director-Food & Nutrition Services
Beth Wallace
Director -Transportation
Mike Hush
Executive Director-Educational Support Services
Mike Langlett
Director-Planning & Interagency Relationships
Angela McCain
Chief Information Officer
Ben Startzer

Assistant Superintendent
Human Resources
Harry Bull

Director-Human Resources
Lyndal Brookhart
Director-Human Resources
Todd Fukai
Director-Human Resources
Jana Frieler

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

ADMINISTRATIVE FUNCTIONS
as of July 1, 2010

Assistant Superintendent
Educational Operations
Eric Flor

Supervision of Schools

Elementary
- Challenge School
- Cherry Creek Academy
- Elementary School Principals
- Extended Child Services

Middle School
- Middle School Principals
- C.A.R.E.

High School
- P.R.E.P.
- Expulsion School
- High School Principals
- North Area Achievement Support

Athletics and Activities

Career and Technical Education

Student Achievement Services
- Colorado Preschool
- District Attendance
- Early Childhood
- Expulsion School
- Foote Detention Center
- Head Start
- Interdisciplinary Teams
- Mental Health
- Out-of-District Placements
- Prevention/Asset Building
- School Nurses

Security
- Security Teams
- Crisis Response

Dedicated to Excellence
Cherry Creek Schools

Assistant Superintendent
Performance Improvement
Elliott Asp

Supervision of Departments
Federal/State Grants

Curriculum and Staff Development
- Content Coordinators
- Reading Recovery®
- New Teacher Orientation

Gifted & Talented

Professional Learning
- Media Services
- On-Line Learning
- STAR Mentor Program

Excellence and Equity
- AVID
- English Language Acquisition
- Multicultural Services
- Civil Rights Complaince

Assessment and Evaluation
- Districtwide Testing
- Performance Improvement Report

Chief Financial Officer
Guy Bellville

Elections
Fiscal Services
Legislative Liaison

Accounting
- Accounts Payable
- Accounting/Reporting
- General Fixed Assets
- Investments
- Payroll

Budget
- Budget Preparation
- Financial Planning/Projections

Risk Management
- Insurance - Property & Casualty
- Insurance - Workers Compensation
- Printing Services
- Purchasing
- Risk Assessment
- Safety Programs
- Warehouse/Mail Delivery

Assistant Superintendent
Educational Support Services
Scott Siegfried

Supervision of Educational Support Services

Facilities Maintenance
- Construction/Renovation
- Custodial Maintenance
- Facility Planning
- Grounds/Carpentry

Facility Support
- Utilities/Energy Conservation

Food and Nutrition Services
- Catering
- Food Services Operations

Transportation

Planning and Interagency Relationships
- Admissions/Records
- Intra/Inter-District Choice
- Interagency Relations
- Planning/Boundaries

Information Systems
- Business Information Systems
- Data Processing
- Student Information Systems
- Technology Customer Service
- Telecommunications

Safety
- School Safety Planning
- Safe School Design Team

Assistant Superintendent
Human Resources
Harry Bull

Administrative Leadership
Background Checks
Benefits-Health Insurance
Employee Negotiations
Employee Relations
Licensure
NCLB Liaison
Personnel Investigations
Post-Employment Certified Relations
Pre-Employment Recruitment
Student-Teacher Placement
Substitutes
Teacher and Administrator Recruitment
Teacher and Classified Evaluations

Cherry Creek Schools

Dedicated to Excellence

Financial Section

Clifton Gunderson LLP
Certified Public Accountants & Consultants

Independent Auditor's Report

Board of Education
Cherry Creek School District No. 5
Arapahoe County, Colorado

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Cherry Creek School District No. 5 as of and for the year ended June 30, 2010, which collectively comprise Cherry Creek School District No. 5's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Cherry Creek School District No. 5's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Cherry Creek Academy Charter School, which represents 100 percent of the assets and revenues of the discretely presented component unit. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for Cherry Creek Academy Charter School, is based on the report of the other auditors.

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 of material misstatement. The financial statements of Cherry Creek Academy Charter School were not audited in accordance with *Government Auditing Standards*. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the report of the other auditors provides a reasonable basis for our opinions.

In our opinion, based on our audit and the report of the other auditors, 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 unit, each major fund, and the aggregate remaining fund information of Cherry Creek School District No. 5 as of June 30, 2010, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Member of HLB International

In accordance with *Government Auditing Standards*, we have also issued our report dated October 21, 2010 on our consideration of Cherry Creek School District No. 5'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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis on pages 29 through 42 and are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We and the other auditors have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Cherry Creek School District No. 5's basic financial statements. The combining and individual fund financial statements and schedules, Auditor's Electronic Financial Data Integrity Check Figures Report, and the schedule of expenditures of federal awards required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* listed in the table of contents are presented for purposes of legal compliance and additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The introductory section and statistical tables listed in the table of contents have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Clifton Gunderson LLP

Greenwood Village, Colorado
October 21, 2010

Management's

Discussion

and

Analysis

Cherry Creek Schools

Dedicated to Excellence

Cherry Creek Schools

Dedicated to Excellence

Management's Discussion and Analysis
Cherry Creek School District No. 5
Arapahoe County, Colorado
June 30, 2010

As management of the Cherry Creek School District No. 5, Arapahoe County, Colorado (the District), we offer readers of the District's Comprehensive Annual Financial Report this narrative and analysis of the financial activities of the District for the fiscal year ended June 30, 2010. We encourage readers to consider the information presented here in conjunction with additional information that can be found in the letter of transmittal on pages 5-20.

Financial Highlights

- The assets of the District exceeded its liabilities at the close of the most recent fiscal year by $265.7 million (net assets).

- Net assets of the District include $188.8 million invested in capital assets, net of related debt; net assets of $55.2 million restricted for debt service payments and reserves required under the Taxpayer Bill of Rights; and an unrestricted net asset balance of $21.7 million. The unrestricted balance is less than what would be reflected on a governmental fund accounting basis and a budgetary basis. This is due to the accounting treatment in the government-wide statements of accrued salaries and benefits earned but unpaid and compensated absences payable. Under governmental fund accounting, long term compensated absences are not recorded in governmental funds as a liability because they are not payable with current funds. Budgetary fund balance also excludes earned but unpaid salaries and benefits associated with teachers and other employee contracts that will not be paid until the following fiscal year as allowed under Colorado Revised Statutes.

- Business-type activities have unrestricted net assets of $5.6 million, which may be used to meet the District's ongoing obligations of the enterprise related activities.

- The total net assets of the District increased by $14.3 million during fiscal year 2010. The majority of this increase is attributable to the General Fund. The State has been in a financial downturn and school funding has been less stable with the possibility of further decreases in state funding. In response to this uncertainty, the District actively implemented cost savings measures and budgeted to increase net assets of the General Fund due to forecasting further deterioration of State funding in future years. The voters approved an $18.0 million property tax increase in November 2008 to be used in the coming fiscal years to maintain class size and to provide curriculum and instruction necessary to continue the District's commitment to academic excellence. The District did not spend to the full level of this tax increase approved in the prior school year to maintain net assets.

- Fund balance of the District's governmental funds increased by $25.2 million resulting in an ending fund balance of $219.4 million. The increase in fund balance under governmental accounting is larger than the increase in net assets under government-wide accounting primarily due to the treatment of long term debt. The sale of bonds is reflected as other financing sources and increased the fund balance of the Capital Projects – Building Fund. Voters approved a $203.5 million bond issue in November 2008 to repair and renovate 14 elementary schools, two middle schools, and two high schools which were built between 1958 and 1982; upgrades to wiring, fire protection, heating, air conditioning, and plumbing systems at 50 schools and other facilities; and construction of three elementary schools and other facilities. The approved capital expenditures were financed with two bond issues. A bond issue for $101.8 million was issued in January 2009 and the remainder was issued in February 2010. The fund balance of the Capital Projects – Building Fund increased by the bond issued in the current year partially offset by capital expenditures during the year from the 2009 bond issue.

- During the current fiscal year, the fund balance in the General Fund increased by $15.0 million. This increase in fund balance is the result of several factors. A portion of the increase is the result of $18.0 million in additional taxes approved in the prior school year that were not fully spent to maintain a strong fund balance due to economic uncertainty and expected further deterioration of school funding. The District budgeted the General Fund balance to increase by about $10.0 million. The additional increase to fund balance of about $5.0 million is the net result of lower than budgeted revenue offset by spending below budget. Property taxes were less than budget due to economic conditions and a large amount of abatements during the year. Capital expenditures in the Capital Reserve Fund were less than originally budgeted, which required less transfers out of the General Fund by about $1.5 million. Other positive expenditure variances include utilities, plant operations and general supplies, and teacher salaries due to less teachers because enrollment was lower than anticipated. Transportation expenditures were greater than anticipated.

- The District's long-term obligations increased by $79.0 million to $575.4 million, which is the result of the combined issuance of new debt and the scheduled current year payments on existing debt.

Overview of the Financial Statements

Management's Discussion and Analysis is intended to serve as an introduction to the District's basic financial statements. This document also provides a comparison to the prior year's activity. The basic financial statements presented on pages 43-84 are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This comprehensive annual financial 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 the reader of the District's Comprehensive Annual Financial Report a broad overview of the financial activities in a manner similar to a private sector business. The government-wide financial statements include the statement of net assets and the statement of activities.

The statement of net assets presents information about all of the District's assets and liabilities. The difference between assets and liabilities is reported as net assets. Over time, changes in net assets may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statement of activities presents information showing how the net assets of the District changed during the current fiscal year. Changes in net assets are recorded in the statement of activities when the underlying event occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement even though the resulting cash flow may be recorded in a future period.

Both of the government-wide financial statements distinguish functions of the District that are supported from taxes and intergovernmental revenues (governmental activities) and other functions that are intended to recover all or most of their costs from user fees and charges (business-type activities). Governmental activities consolidate governmental funds including the General Fund, Debt Service Fund, Capital Projects Funds, and Special Revenue Funds. Business-type activities include the Food Service Fund.

The District's Capital Finance Corporation, although a legally separate entity, provides services entirely to the District with regard to the issuance of certificates of participation and related transactions. The Corporation has been included as an integral part of the primary government and is included within governmental activities.

The government-wide financial statements can be found on pages 43-45 of this report.

Fund Financial Statements

Fund financial statements are designed to demonstrate compliance with finance-related requirements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific objectives. Fund financial statements for the District include two of the three possible fund types. The fund types presented here are governmental funds and proprietary funds. The District currently does not use fiduciary fund types.

Governmental funds account for essentially the same information reported in the governmental activities of the government-wide financial statements. However, unlike the government-wide statements, the governmental fund financial statements focus on near-term financial resources and fund balances. Such information may be useful in evaluating the financing requirements in the near term.

Since the governmental funds and the governmental activities reports use the same functions, it is useful to compare the information presented. Because the focus of each report differs, a reconciliation is provided on the fund financial statements to assist the reader in comparing the near-term requirements with the long-term needs.

The District maintains eight different governmental funds. The major funds are the General Fund, the Building Capital Projects Fund, and the Bond Redemption Debt Service Fund. They are presented separately in the fund financial statements with the remaining governmental funds combined into a single aggregated presentation labeled other governmental funds. Individual fund information for the other governmental (non-major) funds is presented as supplemental information elsewhere in this document.

The District adopts an annual appropriated budget for each of the governmental funds. A budgetary comparison schedule for the General Fund is included in the basic financial statements to demonstrate compliance with the adopted budget. The remaining governmental funds budgetary comparisons are reported as supplemental information.

The basic governmental fund financial statements can be found on pages 46-50 of this report.

The District maintains one type of proprietary fund. Enterprise funds are used to present the same functions as the business-type activities presented in the government-wide financial statements. The fund financial statements of the enterprise fund provide the same information as the government-wide financial statements, only in more detail.

The District's enterprise fund, the Food Services Fund, is listed individually and is considered to be a major fund. The District also adopts an annual appropriated budget for the enterprise fund. The enterprise fund budgetary comparison is reported as other supplemental information.

The basic proprietary fund financial statements are presented on pages 51-53 of this report.

Notes to the Basic Financial Statements

The notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the basic financial statements. The notes can be found on pages 55-84 of this report.

Supplemental Information

In addition to the basic financial statements and accompanying notes, this report also contains supplemental information concerning the District's non-major governmental funds and schedules required as part of the Colorado Public School Finance Act. Combining and individual fund statements and schedules can be found on pages 86-94 of this report. The additional schedules required as part of the Colorado Public School Finance Act can be found on pages 99-100 of this report.

Government-Wide Financial Analysis

The assets of the District are classified as current assets and noncurrent assets. Cash, investments, receivables, inventories, and prepaid expenses are current assets. These assets are available to provide resources for the near-term operations of the District. The majority of the current assets are the result of the property tax collection process; the District receives about 94% of the annual property tax assessment by the end of June.

Noncurrent assets include deferred charges which include bond issuance costs and capital assets used in the operations of the District. Capital assets are land, improvements, buildings, equipment, and vehicles. Capital assets are discussed in greater detail in the section titled Capital Assets and Long-term Debt found elsewhere in this analysis.

Current and long-term liabilities are classified based on anticipated liquidation either in the near-term or in the future. Current liabilities include accounts payable, accrued salaries and benefits, unearned revenues, and current debt obligations. The liquidation of current liabilities is anticipated to be either from currently available resources, current assets or new resources that become available during fiscal year 2011. Long-term liabilities such as long-term debt obligations and compensated absences payable will be liquidated from resources that will become available after fiscal year 2011.

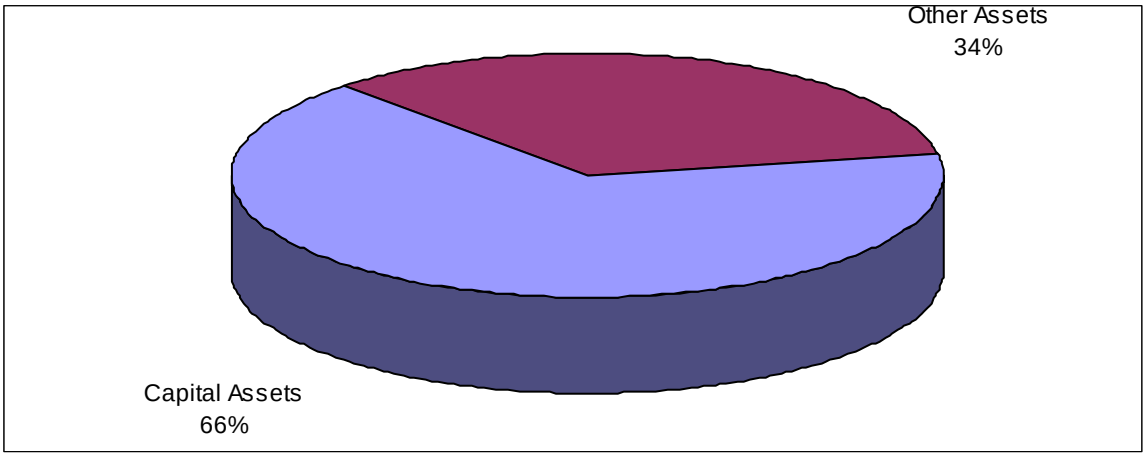
The assets of the primary governmental and business activities exceed liabilities by $265.7 million. Total net assets of the primary government do not include internal balances.

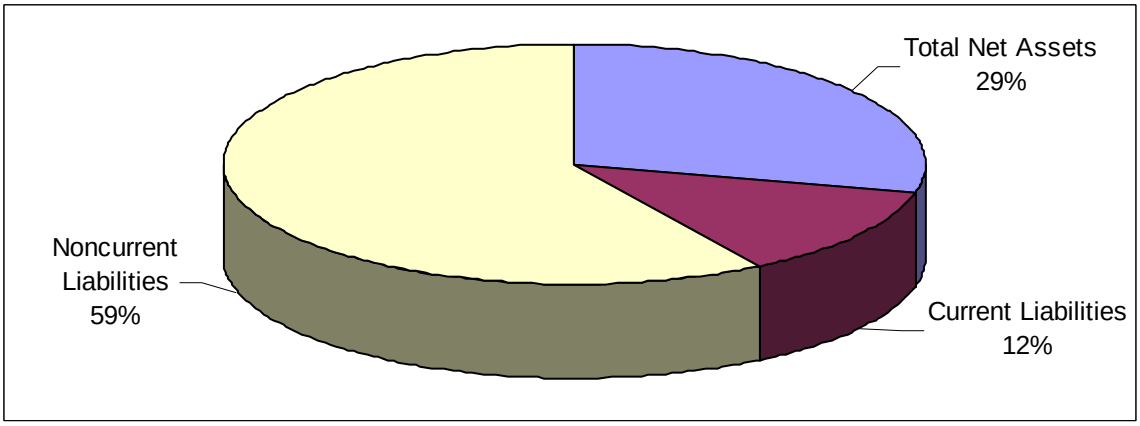
A net investment of $188.8 million in land, improvements, buildings, equipment, and vehicles, which provide the services to the District's 51,005 public school students, represents 71% of the District's net assets. Net assets of $41.8 million, accumulated due to voter approved bonded debt mill levy assessments, have been restricted to provide resources to liquidate the current general obligation bond principal and related interest payments. The legally required TABOR reserves have also been restricted.

As mentioned earlier, unrestricted net assets are less than what would be reflected on a budgetary basis primarily due to the accounting treatment of accrued salaries and benefits earned but unpaid and compensated absences payable. The $29.4 million long term portion of compensated absences is recorded as a liability on the government-wide statements, but not on the governmental or budgetary statements because they are not payable with current funds. The $40.5 million of accrued salaries and benefits as of June 30, 2010 includes $35.9 million of general fund earned but unpaid salaries and benefits associated with teacher and other employee contracts for the 2010 school year requiring resources from fiscal year 2011 to liquidate. This practice was first adopted by the Board of Education in 1990 and is allowed under Colorado Revised Statutes.

Cherry Creek School District No. 5 Comparative Summary of Net Assets as of June 30, 2010 and 2009 (in millions)						
	Primary Government					
	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009	2010	2009
Assets:						
Capital assets	$ 601.5	$ 534.6	$ 1.0	$ 1.1	$ 602.5	$ 535.7
Other assets	306.0	258.6	7.0	6.2	313.0	264.8
Total assets	907.5	793.2	8.0	7.3	915.5	800.5
Liabilities:						
Current liabilities	108.5	85.5	1.2	1.2	109.7	86.7
Noncurrent liabilities	540.1	462.4	-	-	540.1	462.4
Total liabilities	648.6	547.9	1.2	1.2	649.8	549.1
Net assets:						
Invested in capital assets, net of related debt	187.8	184.8	1.0	1.1	188.8	185.9
Restricted	55.0	58.0	0.2	0.3	55.2	58.3
Unrestricted	16.1	2.5	5.6	4.7	21.7	7.2
Total Net assets	$ 258.9	$ 245.3	$ 6.8	$ 6.1	$ 265.7	$ 251.4

Government-wide Total Assets as compared to Total Liabilities and Total Net Assets as of June 30, 2010:



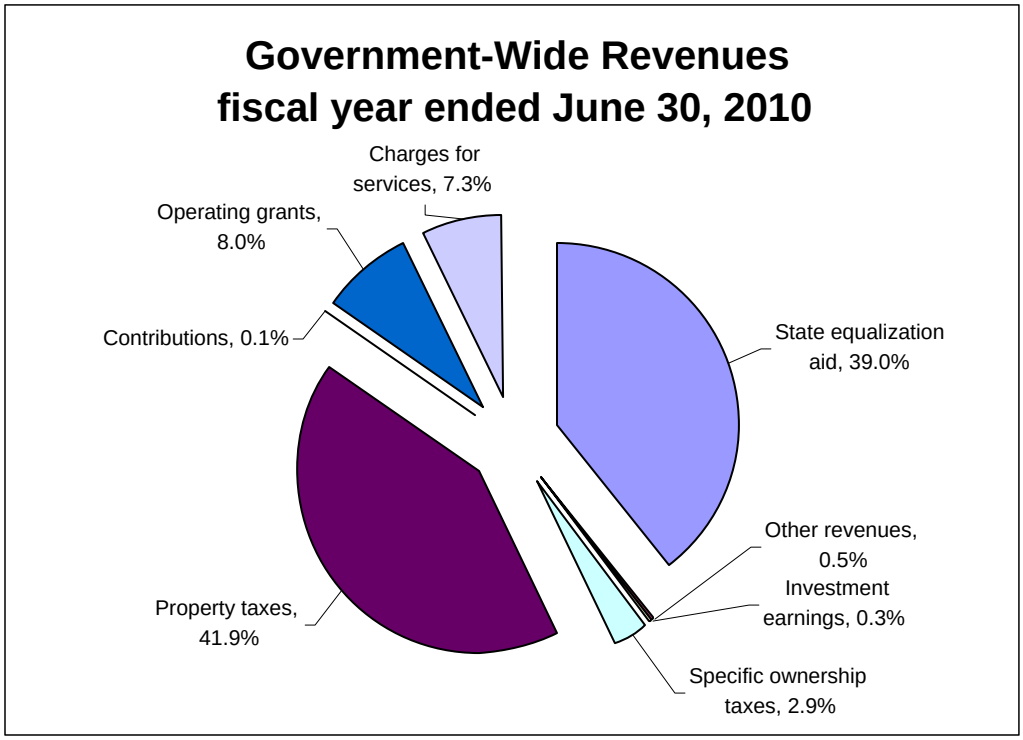


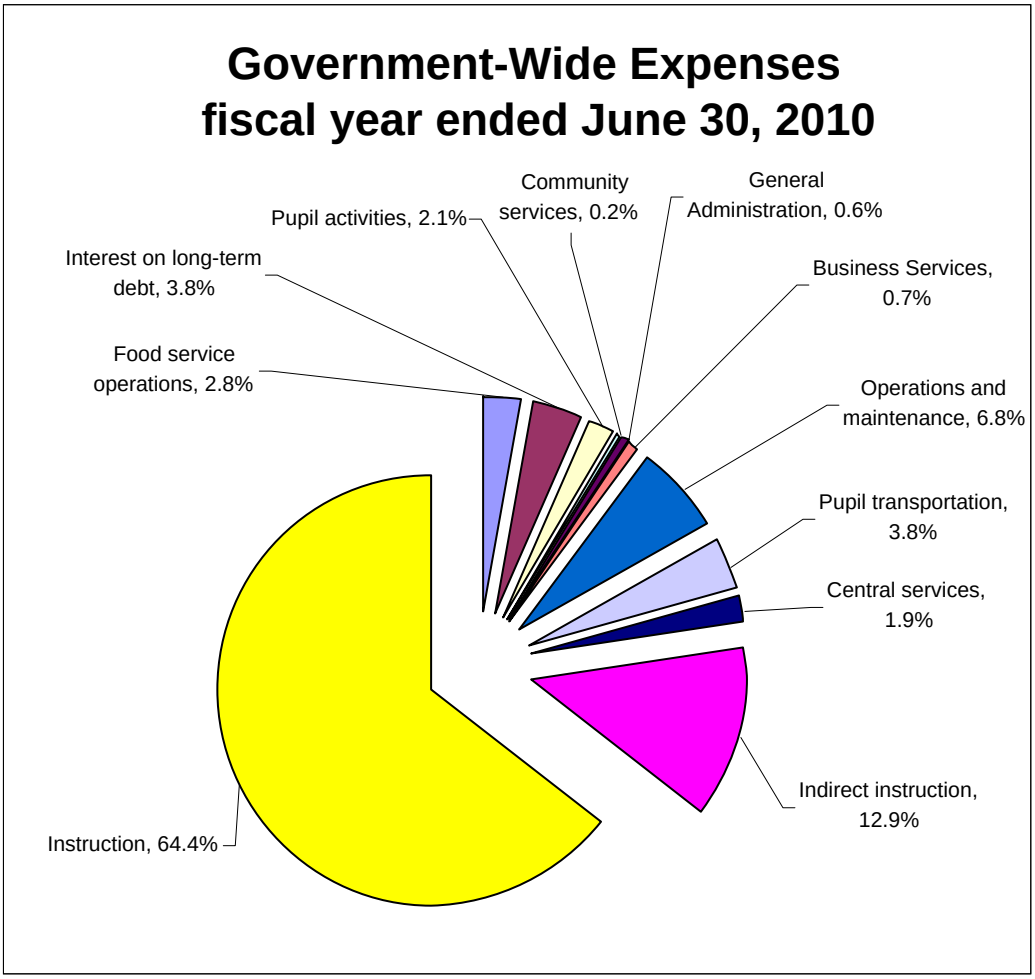
Government-wide Activities

Governmental activities increased the net assets of the District by $13.6 million accounting for the majority of total growth in the net assets of the District.

Cherry Creek School District No. 5
Comparative Schedule of Changes in Net Assets
as of and for the fiscal year ended June 30, 2010 and 2009
(in millions)

	Primary Government					
	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009	2010	2009
Revenues:						
Program revenues						
Charges for services	$ 30.9	$ 30.5	$ 8.3	$ 8.3	$ 39.2	$ 38.8
Operating grants and contributions	36.0	29.3	7.0	6.0	43.0	35.3
Capital grants and contributions	0.6	0.3	-	-	0.6	0.3
General unrestricted revenues						
Property taxes	223.8	222.4	-	-	223.8	222.4
Specific ownership taxes	15.4	15.9	-	-	15.4	15.9
Investment earnings	1.7	1.7	-	0.1	1.7	1.8
Other revenues	2.9	3.6	-	-	2.9	3.6
State equalization aid	209.2	200.2	-	-	209.2	200.2
Total revenues	520.5	503.9	15.3	14.4	535.8	518.3
Expenses:						
Governmental activities						
Instruction	335.7	320.9	-	-	335.7	320.9
Indirect instruction	66.8	62.7	-	-	66.8	62.7
Supporting services	72.4	74.4	-	-	72.4	74.4
Community services	1.0	0.9	-	-	1.0	0.9
Pupil activities	11.0	11.5	-	-	11.0	11.5
Non-departmental	-	0.6	-	-	-	0.6
Interest on long-term debt	20.0	17.8	-	-	20.0	17.8
Business-type activities						
Food services operations	-	-	14.6	14.4	14.6	14.4
Total expenses	506.9	488.8	14.6	14.4	521.5	503.2
Increase in net assets before transfers	13.6	15.1	0.7	-	14.3	15.1
Transfers	-	(0.1)	-	0.1	-	-
Changes in net assets	13.6	15.0	0.7	0.1	14.3	15.1
Net assets beginning of year	245.3	230.3	6.1	6.0	251.4	236.3
Net assets end of year	$ 258.9	$ 245.3	$ 6.8	$ 6.1	$ 265.7	$ 251.4


Government-Wide Revenues
fiscal year ended June 30, 2010
Charges for services, 7.3%
Operating grants, 8.0%
Contributions, 0.1%
State equalization aid, 39.0%
Other revenues, 0.5%
Investment earnings, 0.3%
Property taxes, 41.9%
Specific ownership taxes, 2.9%


Government-Wide Expenses
fiscal year ended June 30, 2010
Community services, 0.2%
General Administration, 0.6%
Pupil activities, 2.1%
Interest on long-term debt, 3.8%
Business Services, 0.7%
Food service operations, 2.8%
Operations and maintenance, 6.8%
Pupil transportation, 3.8%
Central services, 1.9%
Indirect instruction, 12.9%
Instruction, 64.4%

Key elements of the increase in net assets for governmental activities are as follows:

- State equalization aid increased by $9.0 million (4.5%) during the fiscal year, with property taxes increasing by $1.4 million (.6%) during the year. Total funding for the District is based upon the State's School Finance Act passed each year by the legislature. While original per pupil funding was expected to increase by 4.9%, the net increase was 2.8% after State recissions. Increased enrollment of 577 FTE (1.2%) also contributed to the increased funding in State equalization. State equalization aid increased at a higher rate than property taxes due to the effect of State funding calculations. The Colorado Public School Finance Act provides for the majority of the funding of local school districts based on a funded pupil count formula and a maximum property tax mill levy determined for each school district. Most of the other school districts in the State have had voter elections to retain revenues beyond the tax limitations of the Taxpayer Bill of Rights (TABOR). Those districts are subject to Senate Bill 07-199 effective starting fiscal year 2007-2008. Mill levy rates are frozen at their 2006-2007 budget year rates, up to a cap of 27 mills. The Cherry Creek School District has not asked voters to be exempt from TABOR limits because the District has experienced yearly growth and annual spending within TABOR limits. The District's mill rate will continue to fluctuate downward with rising property assessment values that are in excess of TABOR limits. The Bond Redemption Fund also had an increase in property taxes in proportion to higher debt payments required this year.

- School financial issues are discussed in more detail in the Letter of Transmittal on pages 10-12.

- Total governmental activities expenses increased by 3.7%. District's expenses for the instruction and indirect instruction functions increased by 4.9% for this fiscal year, while support services and other non-instructional functions decreased by 0.8% for this fiscal year. The increase in expenses is the result of increased enrollment of 1.2% and related staffing and direct expenses related to those students, along with employee's salary increases of approximately 2.0% and increases in health benefits.

Business-type activities increased the District's net assets slightly. Key elements of business type activities are as follows:

- The Food Services Fund operated at a profit of approximately $729,000 and reflects an increase in net assets as of the end of this fiscal year.

Financial Analysis of the Government's Funds

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds. The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the District's governmental funds reported a combined ending fund balance of $219.4 million, an increase of $25.2 million in comparison with the prior year. Approximately $15.0 million of the increase is related to an increase in the General Fund due to cost containment as discussed on page 30. Approximately $12.9 million is an increase to the Capital Projects – Building Fund from the second of two bond issues in the amount of $101.8 million, offset by capital expenditures during the year from the 2009 bond issue. As noted on page 30, voters approved a $203.5 million bond issue in November 2008, with half issued in January of last fiscal year and the remainder issued in February 2010. Increases in fund balances from the General Fund and Capital Projects – Building Fund were partially offset by a reduction in Fund Balance of the Bond Redemption Fund due to requirements of funding current period debt payments.

The unreserved fund balance for the District at the end of the fiscal year includes $23.4 million for the General Fund, $0.5 million for the Capital Projects Fund, and $8.5 million for Special Revenue Funds. The remainder of the fund balance is reserved to indicate that it is not available for new spending because it has already been committed 1) to liquidate contracts and purchase orders of the prior period, $1.8 million; 2) to pay debt service, $42.9 million; 3) to pay for construction commitments and related costs, $126.2 million; 4) as a reserve for TABOR amendment, $13.2 million; 5) as restricted cash reserved for the debt payment related to the purchase of buses, $0.9 million; and 6) for a variety of other restricted purposes, $2.0 million.

The General Fund is the chief operating fund of the District. Student enrollment increased by 577.5 student FTEs during the fiscal year. This enrollment increase amounts to approximately $4.0 million in increased funding from the State's School Finance Act.

The Debt Service Fund - Bond Redemption Fund has adequate resources accumulated to make the December 2010 principal and interest payments. The mill levy to accumulate resources for the June 2011 and December 2011 principal and interest payments will be certified in December 2010.

The Capital Projects Fund - Building Fund is used to record the proceeds, interest earnings, and corresponding construction expenditures for the 2009 and 2010 bond issues. This fund holds the remaining funding of the capital improvement plans. The fund balance increased by $12.9 million during the year. The increase in fund balance is due primarily to the 2010 bond issue of $101.8 million which is the second half of funding the $203.5 million in renovation and capital projects approved by voters in November 2008 offset by capital expenditures during the year from the 2009 bond issue.

Proprietary Fund. The District's proprietary fund provides the same type of information found in the government-wide financial statements, but in more detail. Factors concerning the finances of this fund have already been addressed in the discussion of the District's business-type activities.

General Fund Budgetary Highlights

Differences between the original budget and the final amended budget include supplemental budget appropriations approved at Board of Education meetings. The supplemental budget appropriations included certification of the mill rate for taxation purposes for the fiscal year.

The unreserved fund balance for the General Fund at the end of the fiscal year is $23.4 million for GAAP purposes. However, the current available resources for the General Fund can be computed as follows:

		(in millions)
Fund balance - GAAP basis		$ 38.5
Plus effect of salaries earned but unpaid		35.9
Less effect of compensated absences payable		(0.9)
Less effect of encumbrances and other adjustments		(1.0)
Total fund balance (budgetary basis)		72.5
Less reserved for:	TABOR	(12.1)
	Multiple year commitments	(0.5)
	Inventory	(1.4)
	Prepayments and deposits	(0.1)
Unreserved fund balance (budgetary basis)		$ 58.4

As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance (budgetary basis) and total fund balance (budgetary basis) to total fund expenditures. Actual (budgetary basis) expenditures of the General Fund including other financing uses amounted to $409.9 million. Unreserved fund balance (budgetary basis) represents 14.2% of expenditures while total fund balance (budgetary basis) represents 17.7% of budget-based expenditures.

Capital Assets and Long-term Debt

Capital Assets

The District's investment in capital assets for its governmental and business-type activities as of June 30, 2010, amounts to $602.5 million (net of accumulated depreciation). This investment in capital assets includes land, improvements, buildings, equipment and vehicles, and projects in progress. The total increase in the District's investment in capital assets for the current fiscal year was $66.8 million, or a 12.5% increase.

Major capital asset events during the current fiscal year included the following:

- Construction continued on various school and administration sites with projects in progress as of the close of the fiscal year at $83.2 million.
- Major projects include work on Arapahoe Campus Transportation and Maintenance Facilities, STEM Facility, multiple school and HVAC renovations.

Cherry Creek School District No. 5
Capital Assets (net of accumulated depreciation)
June 30, 2010 and 2009
(in millions)

	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009	2010	2009
Land	$ 19.4	$ 19.4	$ -	$ -	$ 19.4	$ 19.4
Improvements	6.8	7.6	-	-	6.8	7.6
Buildings	481.1	488.4	-	-	481.1	488.4
Projects in progress	83.2	5.1	-	-	83.2	5.1
Equipment and vehicles	11.0	14.1	1.0	1.1	12.0	15.2
Total capital assets	$ 601.5	$ 534.6	$ 1.0	$ 1.1	$ 602.5	$ 535.7

Additional information on the District's capital assets can be found in Note 6 on pages 70-71, as well as on pages 95-97 of this report.

Long-term Debt

At June 30, 2010, the District had total bonded debt outstanding of $537.0 million backed by the full faith and credit of the District. Additionally, the District has long-term debt obligations for certificates of participation in the amount of $3.6 million outstanding at the end of the current fiscal year.

In February 2010, $101.8 million of bonds were issued to fund the second half of the $203.55 million in renovation and capital projects approved by voters in November 2008.

The increase in debt was partially offset by the normal schedule of payments on existing debt. Certificates of participation also reflect normal debt payments.

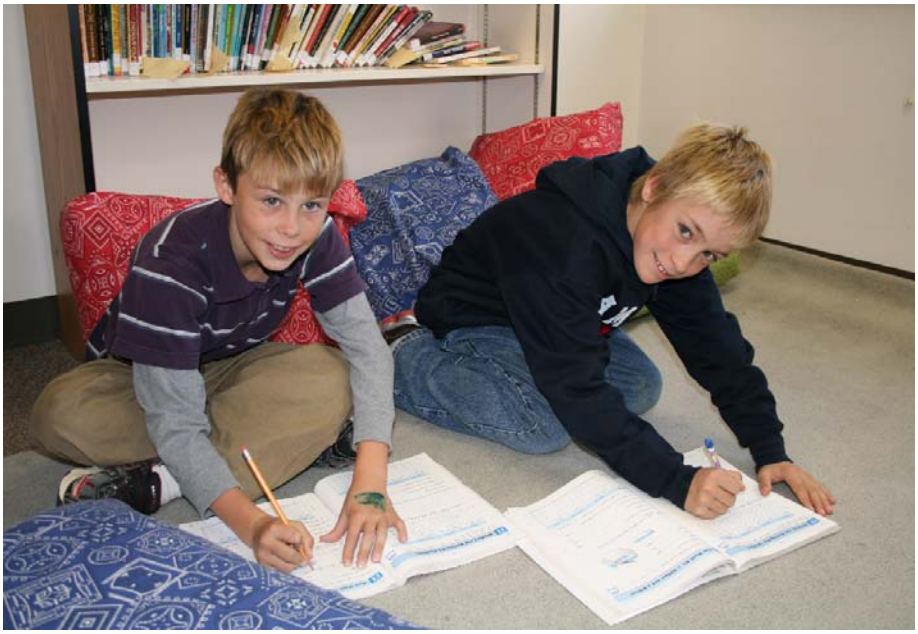
The District continues to maintain its AA rating from Standard & Poor's Corporation and an Aa2 rating from Moody's Investors Service for general obligation bond issues.

State statutes limit the amount of general obligation debt that the District may issue. At the end of the current fiscal year, the legal debt limit was $2.2 billion and the legal debt margin was $1.7 billion.

Cherry Creek School District No. 5
General Obligation Bonds and Certificates of Participation
June 30, 2010 and 2009
(in millions)

	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009	2010	2009
General obligation bonds	$ 537.0	$ 461.5	$ -	$ -	$ 537.0	$ 461.5
Certificates of participation	3.6	4.4	-	-	3.6	4.4
Total	$ 540.6	$ 465.9	$ -	$ -	$ 540.6	$ 465.9

Additional information on the District's long-term obligations can be found in Notes 9 and 10 on pages 73-78 of this report.



Economic Factors and Next Year's Budget and Rates

The State Constitutional Amendment 23, passed by the voters in November 2000, provided an increase in per pupil funding by at least inflation plus 1%.

- The funding for the 2010-2011 school year would have been expected to be calculated at the Consumer Price Index of the prior year which was deflation of .6% plus Amendment 23 funding of 1% to net a .4% increase in funding. Due to the recession and the lack of available resources at the State level, the State Legislature passed School Finance Bill HB10-1369 reducing statewide funding by $365 million, or 6.35% below statutory levels of Amendment 23 as one of the means used to balance the State's budget in light of declining income and sales tax revenue. Since the funding for the 2009-2010 school was reduced by a recission, the decrease in funding from the 2009-2010 school year actual payments to the 2010-2011 year is a reduction of 3.7%.

- The State of Colorado was awarded funds from the Education Jobs Funds program, which is a new Federal program that provides $10 billion in assistance to states to save or create education jobs for the 2010-2011 school year. Jobs funded under this program include those that provide educational and related services for early childhood, elementary, and secondary education. This program is part of the American Recovery and Reinvestment Act of 2009. The State of Colorado has been awarded approximately $160 million, of which approximately $9.7 million is allocated to the District. The District has applied for these funds and expects to receive funding during the 2010-2011 school year. It is expected, however, that the State will rescind school funding in an amount that may approximate the funds received by school districts from the Education Job Funds program. Funds received by the District from the Education Job Funds program will be used to offset currently budgeted staffing costs and those savings will be held in reserve with the expectation that those funds will be required to offset rescission of funding from the State.

- The State continues to provide partial funding of full day kindergarten. The state is funding all kindergarten students at a .58 full time equivalent. This additional funding of .08 FTE per kindergarten student has allowed the District to provide full day kindergarten at 6 elementary schools. Originally, the legislature intended to increase this funding level each year to enable school districts to expand full day kindergarten. However, due to the economic downturn and State funding issues, the funding level of .58 will remain for the 2010-2011 school year.

- A funding allowance for all of the additional children (currently expected to be approximately 400.0 FTE) who will be enrolled in our schools this fall will provide an additional $2.7 million in fiscal year 2010-2011.

- Recent legislation enables the District to fund the 3% TABOR requirement partially or completely with a Letter of Credit from an investment grade bank under certain conditions. The 3% TABOR reserve can only be spent for very limited emergencies defined within State Law, while the Letter of Credit funding provides the District more flexibility in the ability to draw on funds. The District entered into a $12,000,000 letter of credit with JP Morgan Chase Bank N.A. effective July 1, 2010 for an initial term of three years. In the event that funds would be drawn on the letter of credit upon the occurrence of a District declared emergency that are not reimbursed to Chase Bank within the same fiscal year, a Lease-Purchase Agreement would take effect with respect to real property owned by the District as collateral for repayment.

- The District continues to review budget reductions, cost containment measures, and funding reallocations to continue focusing its financial resources on student achievement in the classroom. To mitigate reductions in state revenue due to the economic downturn at the State level, a Cost and Resource Management Plan totaling $17.2 million is included in the Financial Plan and Budget for 2010-2011 school year, allowing the District to absorb State funding reductions and achieve a balanced budget.

The following choices for the 2010-2011 fiscal year are consistent with this philosophy:

- Teacher staffing in support of excellence and enrollment growth will be maintained at the 2009-2010 staffing ratio.

- Student achievement goals and programs designed to increase the level of student achievement throughout the District.

- A well-trained staff is required to provide an excellent level of educational services.

During the fiscal year ended June 30, 2010, unreserved fund balance (budgetary basis) in the General Fund increased to $61.4 million. For the current fiscal year, 2010-2011, the District's projections are within available funding to be in balance with expenditures. However, the State continues to struggle through a recession and current revenue projections for the State indicate lower State revenue. The District may revise the current year budget in the event of a State rescission.

Requests For Information

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the District. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

Office of Fiscal Services
Cherry Creek School District No. 5
4850 South Yosemite Street
Greenwood Village, Colorado 80111

Basic

Financial

Statements

Cherry Creek Schools

Dedicated to Excellence

Cherry Creek Schools

Dedicated to Excellence

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO
STATEMENT OF NET ASSETS
June 30, 2010

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Charter School
ASSETS				
Current Assets				
Cash	$ 5,090,160	$ 5,848,607	$ 10,938,767	$ 1,426,225
Cash held by county treasurer	7,666,813	-	7,666,813	-
Equity in pooled cash	72,999,179	-	72,999,179	-
Cash in trust	923,899	-	923,899	-
Cash in savings	636	-	636	-
Investments	157,957,577	704	157,958,281	469,671
Investments with escrow agent	41,323,080	-	41,323,080	-
Receivables, net				
Property taxes	9,650,286	-	9,650,286	-
Other governments	5,031,376	187,041	5,218,417	-
Other	709,875	17,409	727,284	65,094
Prepayments and deposits	85,227	-	85,227	231,004
Inventories	1,389,210	983,365	2,372,575	-
Total Current Assets	302,827,318	7,037,126	309,864,444	2,191,994
Noncurrent Assets				
Deferred charges	3,137,266	-	3,137,266	-
Capital Assets				
Land	19,387,111	-	19,387,111	744,711
Improvements	23,209,007	-	23,209,007	520,653
Buildings	692,622,382	-	692,622,382	3,002,519
Equipment and vehicles	62,574,939	3,881,194	66,456,133	53,948
Projects in progress	83,161,671	-	83,161,671	500,000
Less accumulated depreciation	(279,409,308)	(2,916,508)	(282,325,816)	(818,154)
Total Noncurrent Assets	604,683,068	964,686	605,647,754	4,003,677
Total Assets	907,510,386	8,001,812	915,512,198	6,195,671
LIABILITIES				
Current Liabilities				
Accounts and other current payables	29,799,452	78,285	29,877,737	22,678
Accrued interest payable	1,029,196	-	1,029,196	-
Accrued salaries and benefits	39,991,537	470,621	40,462,158	166,397
Unearned revenues	2,452,603	394,349	2,846,952	37,433
General obligation bonds	29,009,365	-	29,009,365	-
Revenue bonds	-	-	-	85,000
Certificates of participation	850,000	-	850,000	-
Lease obligations	-	-	-	35,565
Compensated absences payable	5,416,805	234,206	5,651,011	-
Total Current Liabilities	108,548,958	1,177,461	109,726,419	347,073
Noncurrent Liabilities				
General obligation bonds	508,008,072	-	508,008,072	-
Revenue bonds	-	-	-	3,475,000
Certificates of participation	2,700,000	-	2,700,000	-
Compensated absences payable	29,389,576	-	29,389,576	-
Total Noncurrent Liabilities	540,097,648	-	540,097,648	3,475,000
Total Liabilities	648,646,606	1,177,461	649,824,067	3,822,073
NET ASSETS				
Invested in capital assets net of related debt	187,845,000	964,686	188,809,686	408,112
Restricted for:				
Debt service	41,826,140	-	41,826,140	466,148
TABOR	13,157,000	236,000	13,393,000	101,000
Unrestricted	16,035,640	5,623,665	21,659,305	1,398,338
Total Net Assets	$ 258,863,780	$ 6,824,351	$ 265,688,131	$ 2,373,598

See accompanying notes to basic financial statements.

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO
STATEMENT OF ACTIVITIES
For The Year Ended June 30, 2010

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Governmental activities:				
Instruction	$ 335,698,599	$ 18,117,416	$ 26,714,830	$ 575,230
Indirect instruction	66,768,425	350,404	5,146,997	-
Support services				
General administration	3,247,376	-	-	-
Business services	3,933,573	204,376	-	-
Operations and maintenance	35,331,594	257,678	-	-
Pupil transportation	19,858,334	148,866	3,921,767	-
Central services	10,086,142	-	-	-
Community services	968,945	615,651	200,796	-
Pupil activities	10,983,274	11,217,970	-	-
Interest on long-term debt, unallocated	19,969,292	-	-	-
Total governmental activities	506,845,554	30,912,361	35,984,390	575,230
Business-type activities:				
Food services operations	14,563,755	8,344,224	6,948,094	-
Total business-type activities	14,563,755	8,344,224	6,948,094	-
Total primary government	$ 521,409,309	$ 39,256,585	$ 42,932,484	$ 575,230
Component unit - Charter School	$ 3,017,569	$ 66,313	$ -	$ 55,068

General unrestricted revenues
Taxes:
Property taxes
Specific ownership taxes
Investment earnings
Other revenues
State equalization aid
Total general unrestricted revenues

Changes in net assets

Net assets, Beginning

Net assets, Ending

See accompanying notes to basic financial statements.

Net (Expenses) Revenue and Changes in Net Assets			
Primary Government			Component Unit
Governmental Activities	Business-type Activities	Total	Charter School
$ (290,291,123)	$ -	$ (290,291,123)	$ (1,968,718)
(61,271,024)	-	(61,271,024)	-
(3,247,376)	-	(3,247,376)	(710,307)
(3,729,197)	-	(3,729,197)	-
(35,073,916)	-	(35,073,916)	-
(15,787,701)	-	(15,787,701)	-
(10,086,142)	-	(10,086,142)	-
(152,498)	-	(152,498)	-
234,696	-	234,696	-
(19,969,292)	-	(19,969,292)	(217,163)
(439,373,573)	-	(439,373,573)	(2,896,188)
-	728,563	728,563	-
-	728,563	728,563	-
(439,373,573)	728,563	(438,645,010)	-
-	-	-	(2,896,188)
223,752,825	-	223,752,825	-
15,360,501	-	15,360,501	-
1,687,500	600	1,688,100	35,929
2,908,257	-	2,908,257	58,370
209,183,996	-	209,183,996	3,166,174
452,893,079	600	452,893,679	3,260,473
13,519,506	729,163	14,248,669	364,285
245,344,274	6,095,188	251,439,462	2,009,313
$ 258,863,780	$ 6,824,351	$ 265,688,131	$ 2,373,598

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2010

	General Fund	Debt Service - Bond Redemption Fund	Capital Projects - Building Fund	Other Governmental Funds	Total Governmental Funds
ASSETS					
Cash	$ 20,689	$ -	$ -	$ 5,069,471	$ 5,090,160
Cash held by county treasurer	6,424,723	1,242,090	-	-	7,666,813
Equity in pooled cash	67,713,354	-	1,190,083	4,095,742	72,999,179
Cash in trust	-	-	-	923,899	923,899
Cash in savings	636	-	-	-	636
Investments	5,378,817	-	149,619,056	2,959,704	157,957,577
Investments - escrow agent	-	41,323,080	-	-	41,323,080
Receivables, net					
Property taxes	8,364,672	1,285,614	-	-	9,650,286
Other governments	9,578	-	-	5,021,798	5,031,376
Other	636,638	16,593	-	56,644	709,875
Interfund receivables	648,774	-	-	4,030	652,804
Prepayments and deposits	74,328	-	-	10,899	85,227
Inventories	1,389,210	-	-	-	1,389,210
Total Assets	$ 90,661,419	$ 43,867,377	$ 150,809,139	$ 18,142,187	$ 303,480,122
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts payable	$ 4,872,938	$ -	$ 23,942,504	$ 927,330	$ 29,742,772
Other payables	56,680	-	-	-	56,680
Interfund payables	4,030	-	-	648,774	652,804
Accrued salaries and benefits	37,239,948	-	-	2,751,589	39,991,537
Deferred revenues	7,256,806	1,012,041	-	2,452,603	10,721,450
Compensated absences	2,711,951	-	-	154,854	2,866,805
Total Liabilities	52,142,353	1,012,041	23,942,504	6,935,150	84,032,048
Fund balances					
Reserved for:					
Encumbrances	948,153	-	680,406	219,040	1,847,599
Prepayments and deposits	74,328	-	-	10,899	85,227
Inventories	1,389,210	-	-	-	1,389,210
Multiple year commitments	522,624	-	-	-	522,624
Construction	-	-	126,186,229	-	126,186,229
Debt service	-	42,855,336	-	-	42,855,336
Restricted sinking fund cash	-	-	-	907,771	907,771
TABOR amendment	12,135,000	-	-	1,022,000	13,157,000
Unreserved, reported in					
General Fund	23,449,751	-	-	-	23,449,751
Capital Projects Fund					
Capital Reserve Fund	-	-	-	535,756	535,756
Special Revenue Funds:					
Extended Child Services Fund	-	-	-	3,510,997	3,510,997
Pupil Activity Fund	-	-	-	5,000,574	5,000,574
Total Fund balances	38,519,066	42,855,336	126,866,635	11,207,037	219,448,074
Total Liabilities and Fund balances	$ 90,661,419	$ 43,867,377	$ 150,809,139	$ 18,142,187	$ 303,480,122

See accompanying notes to basic financial statements.

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE GOVERNMENT-WIDE STATEMENT OF NET ASSETS
June 30, 2010

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

Total fund balance - governmental funds		$ 219,448,074
Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.		
The cost of capital assets is	$ 880,955,110	
Accumulated depreciation is	(279,409,308)	
		601,545,802
Deferred property taxes will be collected this year, but are not available to pay for the current period's expenditure, and therefore are not recorded as revenue in the funds.		8,268,847
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term liabilities at year end consist of:		
General obligation bonds payable	537,017,437	
Certificates of participation	3,550,000	
Compensated absences payable	31,939,576	
		(572,507,013)
Deferred charges from bond issuance costs were amortized in the governmental activities, but were recognized in full in the governmental funds.		3,137,266
Accrued interest payable was recognized for governmental activities, but is not due and payable in the current period and therefore is not reported as a liability in the governmental funds.		(1,029,196)
Total net assets - governmental activities		$ 258,863,780

See accompanying notes to basic financial statements.

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
For The Year Ended June 30, 2010

	General Fund	Debt Service - Bond Redemption Fund	Capital Projects - Building Fund	Other Governmental Funds	Total Governmental Funds
REVENUES					
Taxes					
Property taxes	$ 178,630,982	$ 45,269,579	$ -	$ -	$ 223,900,561
Specific ownership taxes	15,360,501	-	-	-	15,360,501
Intergovernmental					
Federal - grants	-	-	-	18,939,216	18,939,216
Other federal	441,171	-	-	-	441,171
State - grants	-	-	-	477,944	477,944
State equalization aid	209,183,996	-	-	-	209,183,996
State transportation	3,921,767	-	-	-	3,921,767
State education of handicapped	8,196,245	-	-	-	8,196,245
State vocational education	1,892,460	-	-	-	1,892,460
Other state	920,500	-	-	-	920,500
Earnings on investments	357,110	68,226	1,176,588	85,576	1,687,500
Other					
Tuition	842,884	-	-	15,446,096	16,288,980
Fees and fines	681,774	-	-	-	681,774
Pupil activities	-	-	-	11,217,970	11,217,970
Donations	-	-	-	2,201,654	2,201,654
Forward delivery agreement fee	544,762	-	-	-	544,762
Miscellaneous	4,628,815	-	-	26,980	4,655,795
Total revenues	425,602,967	45,337,805	1,176,588	48,395,436	520,512,796
EXPENDITURES					
Current					
Instruction	275,803,164	-	-	28,751,889	304,555,053
Indirect instructional					
Pupil services	23,395,551	-	-	5,480,104	28,875,655
Instructional staff services	14,327,494	-	-	-	14,327,494
School administration	22,514,168	-	-	-	22,514,168
Support services					
General administration	3,043,541	-	-	-	3,043,541
Business services	3,341,325	-	-	281,553	3,622,878
Operations and maintenance	33,606,542	-	-	-	33,606,542
Pupil transportation	17,352,382	-	-	-	17,352,382
Central services	10,043,521	-	-	-	10,043,521
Community services	270,571	-	-	630,322	900,893
Pupil activities	-	-	-	10,983,274	10,983,274
Non-departmental	447,626	-	-	-	447,626
Capital outlay	216,705	-	91,292,243	7,189,163	98,698,111
Debt service					
Principal	-	26,780,000	-	820,000	27,600,000
Interest and fiscal charges	-	21,625,240	-	172,325	21,797,565
Total expenditures	404,362,590	48,405,240	91,292,243	54,308,630	598,368,703
Excess of revenues over (under) expenditures	21,240,377	(3,067,435)	(90,115,655)	(5,913,194)	(77,855,907)
OTHER FINANCING SOURCES (USES)					
Transfers in	1,207,687	-	-	7,440,765	8,648,452
Transfers out	(7,408,667)	-	-	(1,239,785)	(8,648,452)
Sale of bonds	-	-	101,775,000	-	101,775,000
Premium on bonds	-	-	1,280,672	-	1,280,672
Total other financing sources (uses)	(6,200,980)	-	103,055,672	6,200,980	103,055,672
Net change in fund balances	15,039,397	(3,067,435)	12,940,017	287,786	25,199,765
Fund balances, Beginning	23,479,669	45,922,771	113,926,618	10,919,251	194,248,309
Fund balances, Ending	$ 38,519,066	$ 42,855,336	$ 126,866,635	$ 11,207,037	$ 219,448,074

See accompanying notes to basic financial statements.

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE GOVERNMENT-WIDE STATEMENT OF ACTIVITIES

For The Year Ended June 30, 2010

Amounts reported for governmental activities in the statement of net assets are different because:		
Total net change in fund balances - governmental funds		$ 25,199,765
Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net assets and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities. This is the amount by which capital outlays exceeds depreciation in the period.		
Capital outlay	$ 87,763,101	
Depreciation expense	(20,834,647)	
		66,928,454
Because some property taxes will not be collected for several months after the District's fiscal year ends, they are not considered as "available" revenues in the governmental funds. They are, however, recorded as revenues in the statement of activities.		8,268,847
Deferred property taxes of the prior year received in the current year are recognized in the prior year statement of activities and in the current year fund statements.		(8,416,583)
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds - changes in long-term compensated absences payable.		(4,603,376)
Repayment of bond and capital lease principal is an expenditure in the governmental funds, but it reduces long-term liabilities in the statement of net assets and does not affect the statement of activities.		27,600,000
Governmental funds report the issuance of debt, including premiums, as an other financing source. In the governmental activities, however, the issuance of debt is reflected as a liability instead.		(103,055,672)
Premiums, discounts and deferred charges are amortized in the governmental activities, but are recognized as expenditures in the governmental funds.		1,748,318
Accrued interest payable is recognized for governmental activities, but is not due and payable in the current period and therefore, not reported as a liability in the governmental funds. The change in the liability is recognized in the statement of activities.		(150,247)
Total change in net assets - governmental activities		$ 13,519,506

See accompanying notes to basic financial statements.

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (BUDGETARY BASIS)
GENERAL FUND
For The Year Ended June 30, 2010

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes				
Property taxes	$ 177,239,545	$ 180,464,335	$ 178,630,982	$ (1,833,353)
Specific ownership taxes	16,768,029	15,903,660	15,360,501	(543,159)
Intergovernmental - State				
State equalization aid	211,096,438	209,183,996	209,183,996	-
Transportation	3,720,900	3,792,293	3,921,767	129,474
Education of handicapped	7,722,387	8,140,705	8,196,245	55,540
Vocational education	1,366,800	1,366,800	1,892,460	525,660
Other state	910,100	954,600	920,500	(34,100)
Intergovernmental - Federal	-	-	441,171	441,171
Earnings on investments	335,000	335,000	357,110	22,110
Other				
Tuition	858,356	858,356	842,884	(15,472)
Fees and fines	866,200	866,200	681,774	(184,426)
Miscellaneous	3,205,500	4,075,295	4,053,895	(21,400)
Total revenues	424,089,255	425,941,240	424,483,285	(1,457,955)
EXPENDITURES				
Current				
Instruction	274,807,903	276,378,305	273,685,401	2,692,904
Indirect instructional				
Pupil services	22,097,891	23,490,450	23,476,043	14,407
Instructional staff services	13,899,214	14,468,036	14,427,249	40,787
School administration	22,847,506	23,122,846	22,689,377	433,469
Support services				
General administration	2,922,636	3,030,177	2,941,076	89,101
Business services	3,301,205	3,398,266	3,341,325	56,941
Operations and maintenance	34,400,305	35,387,075	33,632,901	1,754,174
Pupil transportation	16,277,072	16,578,114	17,317,543	(739,429)
Central services	12,394,689	10,699,136	10,040,567	658,569
Community services	343,684	309,575	270,571	39,004
County treasury fees	455,000	455,000	447,626	7,374
Facilities construction services	213,501	217,059	216,705	354
Total expenditures	403,960,606	407,534,039	402,486,384	5,047,655
Excess of revenues (under) expenditures	20,128,649	18,407,201	21,996,901	3,589,700
OTHER FINANCING SOURCES (USES)				
Transfers in	1,375,000	1,375,000	1,207,687	(167,313)
Transfers out	(11,734,593)	(8,897,140)	(7,408,667)	1,488,473
Total other financing sources (uses)	(10,359,593)	(7,522,140)	(6,200,980)	1,321,160
Net change in fund balance	9,769,056	10,885,061	15,795,921	4,910,860
Fund balance (Budgetary Basis), Beginning	52,214,986	56,706,494	56,706,494	-
Fund balance (Budgetary Basis), Ending	$ 61,984,042	$ 67,591,555	72,502,415	$ 4,910,860
Less effect of salaries earned but unpaid			(35,859,077)	
Plus effect of compensated absences payable			898,933	
Plus effect of encumbrances and other adjustments			976,795	
Fund Balance (GAAP Basis), Ending			$ 38,519,066	

See accompanying notes to basic financial statements.

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

STATEMENT OF NET ASSETS
PROPRIETARY FUND
June 30, 2010

	Business-Type Activities Enterprise Fund
	Food Services Fund
ASSETS	
Current Assets	
Cash	$ 5,848,607
Investments	704
Receivables, net	
Other governments	187,041
Other	17,409
Inventories	983,365
Total Current Assets	7,037,126
Capital Assets	
Equipment, net of accumulated depreciation	964,686
Total Assets	$ 8,001,812
LIABILITIES	
Current liabilities	
Accounts payable	$ 78,285
Accrued salaries and benefits	470,621
Deferred revenue	394,349
Compensated absences payable	234,206
Total Current Liabilities	1,177,461
NET ASSETS	
Invested in capital assets	964,686
Restricted for TABOR	236,000
Unrestricted	5,623,665
Total Net Assets	$ 6,824,351

See accompanying notes to basic financial statements.

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUND
For The Year Ended June 30, 2010

	Business-Type Activities Enterprise Fund
	Food Services Fund
OPERATING REVENUES	
Food sales - school meals	$ 8,138,524
Other	205,700
Total operating revenues	8,344,224
OPERATING EXPENSES	
Purchases	6,313,057
Salaries and benefits	5,550,314
Donated commodities	962,937
Depreciation	172,585
Utilities	386,400
Workers' compensation insurance	83,577
Indirect costs	850,000
Other	244,885
Total operating expenses	14,563,755
Operating (loss)	(6,219,531)
NONOPERATING REVENUES (EXPENSES)	
Federal aid	
Breakfast reimbursement	911,036
Lunch reimbursement	4,825,716
USDA commodity contribution	962,937
State aid	248,405
Earnings on investments	600
Total nonoperating revenues	6,948,694
Change in net assets	729,163
Total net assets, Beginning	6,095,188
Total net assets, Ending	$ 6,824,351

See accompanying notes to basic financial statements.

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
For The Year Ended June 30, 2010

	Business-Type Activities Enterprise Fund
	Food Services Fund
CASH FLOWS FROM (USED FOR) OPERATING ACTIVITIES	
Receipts from sales	$ 8,182,434
Payments to vendors	(6,410,322)
Payments to employees	(5,566,748)
Other operating revenues	205,700
Other operating expenses	(1,546,207)
Net cash (used for) operating activities	(5,135,143)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Grants received	5,984,454
Net cash provided from noncapital financing activities	5,984,454
CASH FLOWS (USED FOR) CAPITAL AND RELATED FINANCING ACTIVITIES	
Acquisition of capital assets	(5,471)
CASH FLOWS FROM (USED FOR) INVESTING ACTIVITIES	
Proceeds from maturities of investment securities	996,746
Interest received	2,550
Net cash provided from investing activities	999,296
Net increase in cash and cash equivalents	1,843,136
Cash and cash equivalents, Beginning	4,005,471
Cash and cash equivalents, Ending	$ 5,848,607
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FROM (USED FOR) OPERATING ACTIVITIES	
Operating income (loss)	$ (6,219,531)
Adjustments to reconcile operating (loss) to net cash from (used for) operating activities:	
Depreciation	172,585
Donated food	962,937
(Increase) decrease in receivables	6,085
(Increase) decrease in inventories	3,543
(Increase) decrease in interfund receivables	18,655
Increase (decrease) in accounts payable and accruals	(100,808)
Increase (decrease) in accrued salaries/benefits	(16,434)
Increase (decrease) in deferred revenue	37,825
Total adjustments	1,084,388
Net cash (used for) operating activities	$ (5,135,143)
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES	
Donated food commodities	$ 962,937
Change in fair value of investments	(1,950)

See accompanying notes to basic financial statements.

Cherry Creek Schools

Dedicated to Excellence

Notes to

Basic

Financial

Statements

Cherry Creek Schools

Dedicated to Excellence

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1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Cherry Creek School District No. 5 (the District) have been prepared in conformity with generally accepted accounting principles (GAAP) as applicable to governmental units. In addition, the District conforms to the (Colorado) Financial Policies and Procedures Handbook in all material aspects as required by Colorado statutes. The following is a summary of the more significant accounting policies:

A) Financial Reporting Entity

Cherry Creek School District No. 5 is a political subdivision and body corporate of the State of Colorado duly organized and existing in accordance with the provisions of the School District Reorganization Act of 1949. The District began as a corporate body on August 26, 1950. The District operates under a five-member publicly elected board of education. The District includes 108 square miles and operates thirty-eight elementary schools, ten middle schools, six high schools, two K-8 schools (the Challenge School and Cherry Creek Academy Charter School, a discretely presented component unit), five alternative school programs (PREP Alternative High School, CARE Alternative Middle School, Foote Youth Services Center, Intensive Treatment Program, and The I-Team Program), two central administrative facilities, and nine support facilities providing educational services to over 51,000 students.

Cherry Creek School District No. 5 meets the financial accountability criteria established by the Governmental Accounting Standards Board to be considered a governmental entity for financial reporting purposes. As required by generally accepted accounting principles, these financial statements present Cherry Creek School District No. 5 (the Primary Government) and its component units. Component units are legally separate organizations that are financially accountable to the primary government. The component units discussed in Notes 1(B) and 1(C) have been included in the District's financial reporting entity because of the significance of their operational or financial relationship with the District.

B) Blended Component Unit Disclosures

The Cherry Creek School District Capital Finance Corporation (Corporation) is a nonprofit organization whose sole purpose is to acquire and lease equipment to the District for governmental use. The Corporation is governed by a three-member board of directors comprising two outside directors that represent the District community and the Chief Financial Officer of the District. The Corporation provides services entirely to the District. Due to the above relationships, the Corporation is reported as if it was part of or blended with the District’s operations. The Corporation is reported as a Special Revenue Fund of the District. No separate financial statements for the Corporation have been issued.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C) Discretely Presented Component Unit - Charter School

The Legislature of the State of Colorado enacted the "Charter School Act - Colorado Revised Statutes (CRS) Section 22-30.5-10" in 1993. This Act permits the District to contract with individuals and organizations for the operation of schools within the District. The statutes define these contracted schools as "Charter Schools". Charter Schools are financed from a portion of the District's School Finance Act revenues and from revenues generated by the charter schools, within the limits established by the Charter School Act. Charter Schools have separate governing boards; however, the Cherry Creek School District's Board of Education must approve all Charter School applications and budgets. The District currently has one Charter School in operation, Cherry Creek Academy. The Charter School is a discretely presented component unit because of the significance of their financial relationship with the District. The Cherry Creek Academy Charter School has an affiliated finance corporation that was formed to support and assist the Charter School in the leasing of its facilities separately from the District.

The Charter School has issued separate financial statements for the fiscal year ended June 30, 2010. Complete financial statements may be obtained at the school's administrative offices:
Cherry Creek Academy, 6260 S. Dayton St., Greenwood Village, CO 80111

D) Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the activities of the District and its component unit. 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 charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. 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 and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds (General Fund, Debt Service - Bond Redemption Fund, and Capital Projects - Building Fund) are reported as separate columns in the fund financial statements.

E) Measurement Focus, Basis of Accounting, and Financial Statement Presentations

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The government-wide financial statements are presented using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund 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.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the District's governmental and business-type activities. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The District has elected not to follow subsequent private-sector guidance.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, operating statements present increases and decreases in net current assets and unreserved fund balance as a measure of available spendable resources. This means that only current liabilities are generally included on their balance sheets.

Governmental fund revenues are recognized as soon as they are both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period, or soon enough thereafter, to pay liabilities of the current period. Revenues are considered to be available if collected within 60 days after year end.

Property and specific ownership taxes are reported as receivables and deferred revenue when levied and as revenues when due for collection in the following year and determined to be available.

Grants and entitlement revenues are recognized when compliance with matching requirements is met. A receivable is established when the related expenditures exceed revenue receipts.

Expenditures are recorded when the related fund liability is incurred with the exception of general obligation and capital lease debt service, which is recognized when due and certain sick and retirement pay which is accounted for as expenditures when the employee meets the criteria to be eligible to receive payment.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The proprietary fund types are accounted for on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred. The measurement focus in these funds is on the flow of economic resources and emphasizes the determination of net income. All assets and all liabilities associated with their activity are included on their balance sheets. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net assets.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing goods and services in connection with a proprietary fund's ongoing operations. The principal operating revenues of the District's proprietary fund are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenue 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.

F) Fund Accounting

The accounts of the District are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or expenses, as appropriate. Resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

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 legally or by sound financial management to be accounted for in another fund.

The *Debt Service - Bond Redemption Fund* accounts for the resources accumulated and payments made for principal, interest, and related costs on long-term general obligation debt of governmental funds.

The *Capital Projects - Building Fund* accounts for resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

The District reports the following major proprietary fund - business-type activities:

Enterprise Funds account for operations that are financed and operated in a manner similar to private business enterprises, where the intent is that the costs (including depreciation) of providing goods or services to the general public on a continuing basis to be financed or recovered primarily through user charges. Enterprise funds are considered major funds because of community interests in the activities and sources of funding supporting these operations.

The *Food Services Fund* accounts for all financial activities associated with the District's school breakfast and lunch programs.

G) Cash and Investments

In order to facilitate the recording of cash transactions and to maximize earnings, the District has combined the cash resources of certain of its funds and maintains accountability for such funds' equity in the pooled cash. The District is allowed to invest in the following types of investments: short-term certificates of deposit, repurchase agreements, money market deposit accounts, government pools, and U.S. Treasury Obligations. The District records nonparticipating interest-earning investment contracts at cost. All other securities are recorded at fair value. It is the intention of the investment pool to maximize interest income, and securities are selected according to their risk, marketability, and diversification. Income earned or losses arising from the investment of pooled cash balances are allocated to individual funds based on their proportional equity in investments purchased. For purposes of the statements of cash flows, the District considers all highly liquid investments with a maturity date of three months or less when purchased to be cash equivalents.

H) Receivables

Property taxes levied in 2009 but not yet collected in 2010 are identified as property taxes receivable and deferred revenues in the governmental funds balance sheet at June 30, 2010, and are presented net of an allowance for uncollectible taxes in the amount of $8,268,847. Intergovernmental receivable of $5,031,376 includes amounts due from grantors for specific program grants. Program grants are recorded as receivable and revenues at the time reimbursable project costs are incurred. As of June 30, 2010, $5,021,798 due from the Federal government is reflected as other governments receivable in the accompanying basic financial statements.

I) Inventories

Inventories are stated at average cost, except for commodities by the United States Department of Agriculture (USDA), which are stated at the specific items' donated value (the USDA's cost). Reported inventories of supplies and materials consist of supplies recorded as an asset when the individual inventory items are purchased, and as an expenditure or expense when consumed. Fund equity is reserved for the inventory balances in the General Fund in the amount of $1,389,210.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J) Prepayments and Deposits

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. The District records prepaid items using the consumption method. Fund equity is reserved for the prepayments and deposits in the amount of $74,328 in the General Fund, and $10,899 in the Extended Child Services Fund.

K) Capital Assets

Capital assets, which include property, vehicles, and equipment, are utilized for general District operations and are capitalized at actual or estimated cost. Donations of such assets are recorded at estimated fair value at the time of donation. Capital assets are reported in the applicable governmental or business-type activities columns in the government-wide financial statements.

Maintenance, repairs, and minor renovations are recorded as expenditures when incurred. Major additions and improvements are capitalized. When assets used in the operation of the governmental fund types are sold, the proceeds of the sale are recorded as revenues in the appropriate fund. The District does not capitalize interest on the construction of capital assets.

The monetary threshold for capitalization of assets is $1,000 for technology equipment and $5,000 for all other capital assets. The District's capital assets are depreciated using the straight-line method over the estimated useful lives of the capital assets. Depreciation of all capital assets used in governmental activities and by proprietary funds is charged as an expense against their operations. Depreciation is recorded starting in the month the asset is placed in service.

Estimated useful lives are:

Motor vehicles…….. 8 to 10 years
Equipment, built-in…… 7 to 30 years
Equipment, movable……. 3 to 20 years
Site improvements…… 5 to 20 years
School buildings…… 50 years
Portable classrooms……. 25 years

L) Property Taxes

Under Colorado law, all property taxes become due and payable in the calendar year following that in which they are levied. The District's property tax calendar for 2010 is as follows:

<u>Tax Year</u>

Beginning of fiscal year for taxes
- January 1

Assessed valuation initially certified by County Assessor
- August 25

Property tax levy by Board of Education for ensuing calendar year
- December 10

Tax levy certified to County Commissioners
- December 15

County Commissioners certify levy to County Treasurer
- January 10

<u>Collection Year</u>

Mailing of tax bills (lien date)
- January 1

First installment due
- February 28

Taxes due in full (unless installments elected by taxpayer)
- April 30

Second installment due
- June 15

Property taxes are recorded initially at the budgeted collection rate as deferred revenue in the year they are levied and measurable. The deferred property tax revenues are recorded as revenue in the year they are available or collected. The District has deferred revenue from property tax collection at June 30, 2010 in the amount of $8,268,847. Property taxes are remitted to the District by the Arapahoe County Treasurer by the tenth of the month following collections by the county, except for the months of March, May, and June in which the District receives an additional remittance from the Arapahoe County Treasurer for collections through the twentieth of such months.

A fee of .25% on General Fund collections is retained by the County as compensation for collecting the taxes and is reflected as an expenditure in the General Fund.

M) State Equalization Aid

State equalization aid is revenue received from the State of Colorado computed in accordance with a funding formula as defined by State statute. The funding formula considers such factors as pupil enrollment and other revenue sources.

Under previous State statutes, the District was required to allocate a portion of State equalization aid to the Capital Reserve Fund. The State requirement to fund a capital reserve fund was discontinued starting with the fiscal year ending June 30, 2010. The District has continued to use this fund to account for the purposes allowed by State statute, including the acquisition of land or land improvements, construction of new facilities or additions, alterations and improvements to existing structures**,** acquisition of vehicles, equipment, software licensing agreements, computer equipment, and installment purchase or lease agreements. The Capital Reserve Fund is now shown as a Capital Projects Fund.

N) Investment Agreement

In December 2000, the District's General Fund received a payment of $5,365,000 from the Bank of America for a ten-year forward delivery agreement. In exchange for this amount, the District agreed to make payments into a bank trust account (Bank One) from its General Fund revenues for subsequent purchases of investment securities from a third party (Chase Manhattan Bank). The securities mature at such times as are required for meeting the District's debt service payment obligations over the ten-year contract period. Should, for any reason, the District terminate the agreement, it would be obligated to repay a portion of the $5,365,000 received and an additional amount to compensate for loss of economic benefits based on market conditions existent at the time the agreement is dissolved. The amount received is being amortized over the term of the agreement for GAAP purposes, rather than in full for budgetary purposes.

The following GAAP-basis schedule shows the amounts of revenue recognized and the remaining balances treated as deferred revenue for each year through the current year:

Fiscal Year Ending June 30,	Revenue Recognized	Balance (Deferred Revenue)
2002	$ 537,841	$ 4,750,225
2003	579,259	4,170,966
2004	572,715	3,598,251
2005	643,478	2,954,773
2006	606,245	2,348,528
2007	601,255	1,747,273
2008	601,255	1,146,018
2009	601,256	544,762
2010	544,762	-

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

O) Long-term Liabilities

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt, and other long-term obligations are reported as liabilities in the applicable government activities, business-type activities, or proprietary fund type statement of net assets. Bonds issuance costs, as well as applicable bond premium and discounts, are reported as deferred charges and amortized over the term of the related debt using the straight-line method of amortization, which approximates the effective interest method. Currently the District has no zero coupon bonds.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures. The District does not have any arbitrage liability as of June 30, 2010.

The District's general obligation bonds are serviced from property taxes and other revenues of the Debt Service - Bond Redemption Fund. The long-term compensated absences payable are serviced from property taxes and other revenues of the General Fund from future appropriations.

P) Compensated Absences

Sick Leave

District policy allows unlimited accumulation of sick leave for all employee groups, as allowed according to their employment policies. Payment for unused sick leave is made upon the employee's retirement after ten to twelve years (depending on the employee group) of continuous employment with the District. Such payment is normally compensated for all accumulated sick leave at one-half of the current per diem rate for such employee. Additional options are granted to teachers and administrator groups that provide for a reduced rate for certain days or a different rate for days in excess of 30 days.

Early Retirement

Teachers have the option of receiving an early retirement payment based on years of service with the District. After having been employed by the District for no less than 19 years, remuneration will be based on a set payment schedule amount less amounts received based on a longevity schedule, subject to a maximum annual payout amount by the District. The liability at June 30, 2010 was $9,056,813 with a current portion due within one year of $1,070,521. These amounts are included in the compensated absences liability amount disclosed in Note 9.

Experience and Longevity

Administrators with no less than 20 years with the District have the option of participating in the experience and longevity plan for a period of up to four years. An administrator will be compensated up to a specific dollar amount per year.

The longevity plan provides for a set current year payment to teachers with no less than 19 years of service with the District. This annual amount per teacher ranges from $1,000 to $3,000 based on such years of service.

Vacation Leave

Bus drivers are granted vacation leave. Accrued vacation time must be used or it will be compensated for within the next fiscal year, including an additional liability for salary-related payments associated with such compensation.

Q) Fund Equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

2) RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The governmental funds sheet includes reconciliation between *fund balances - total governmental funds* and *net assets - governmental activities* as reported in the government-wide statement of net assets. Additionally, the governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between *net change in fund balances - total governmental funds* and *changes in net assets of governmental activities* as reported in the government-wide statement of activities.

These reconciliations detail items that require adjustment to convert from the current resources measurement and modified accrual basis for government fund statements to the economic resources measurement and full accrual basis used for government-wide statements. However, certain items having no effect on measurement and basis of accounting were eliminated from the governmental fund statements during the consolidation of governmental activities.

The transfers between the governmental activities and the business-type activities net to zero.

See Note 7 for a more detailed discussion of the interfund transfer activity between funds.

3) BUDGETARY INFORMATION

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

1. On or before June 1, the Superintendent will submit to the Board of Education a proposed budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.

2. Public hearings are conducted by the Board of Education to obtain the comments of the District residents.

3. Prior to June 30, the budget will be adopted by the Board of Education.

3) BUDGETARY INFORMATION (Continued)

Budgetary amounts, in total, reported in the accompanying financial statements for the other funds are as originally adopted. The Superintendent and/or the Board of Education throughout the fiscal year may amend budgetary amounts within each fund. Individual amendments in the General and other Funds were not material in relation to the original appropriations.

The legal level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the individual fund level for all funds.

The encumbrance system of accounting is used wherein encumbrances outstanding at year-end are not reported as expenditures in the financial statements for generally accepted accounting principles purposes, but are reported as reservations of fund balance for subsequent years' expenditures based on the encumbered appropriation authority carried over. District policy requires recording of an encumbrance as a charge against appropriation in the accounting period in which a purchase order is issued, rather than in the accounting period when goods or services are received as required by generally accepted accounting principles.

In addition, the amounts for salaries and benefits earned but unpaid, as well as the change in the current portion of the compensated absence payable for the General Fund requires a reconciliation between the generally accepted accounting principles and the budgetary basis. Such adjustments to convert actual expenditures to the budgetary basis are reflected in the footnote on Budgetary Basis of Accounting - Legal Compliance (Note 4). In addition, encumbrances are not recorded in the financial statements for the proprietary fund type.

Formal budgetary integration is employed as a management control device during the fiscal year for the General Fund, Special Revenue Funds, Debt Service Fund, and the Capital Projects Fund.

The budgets for the Proprietary Fund are prepared on a basis consistent with generally accepted accounting principles.

4) BUDGETARY BASIS OF ACCOUNTING - LEGAL COMPLIANCE

Colorado Budget Law requires that all funds have legally adopted budgets and appropriations. Total expenditures for each fund may not exceed the amount appropriated. Appropriations for a fund may be increased provided they are offset by unanticipated revenues. All appropriations lapse at the end of each fiscal year to the extent that they have not been expended or encumbered. Authorization to transfer budgeted amounts between programs and/or departments within any fund and the reallocation of budget line items within any program and/or department rests with the District's Superintendent. Revised and/or supplemental appropriations that alter the total budget of any fund must be approved by the Board of Education.

The accompanying statement of revenues, expenditures, and changes in fund balance for the General Fund budget and actual has been prepared on a legally prescribed basis of accounting, which differs from GAAP. The following schedules identify these revenue and expenditure differences for governmental activities:

	General Fund
Revenues reported on a GAAP basis	$ 425,602,967
(Deduct) recognition of agreement fees in current year under the amoritzation method versus the recognition in initial year	(544,762)
(Deduct) instructional material fees abated for budgetary purposes	(574,920)
Revenues reported on a budgetary basis	$ 424,483,285
Expenditures reported on a GAAP basis	$ 404,362,590
Add current year encumbrances	948,153
(Deduct) expenditures on prior year's encumbrances	(1,566,593)
Add earned but unpaid compensation, July 1, 2009	34,873,948
(Deduct) earned but unpaid compensation, June 30, 2010	(35,859,077)
(Deduct) instructional material fees abated for budgetary purposes	(574,920)
Add for change in early retirement, sick and vacation liability	302,283
Expenditures reported on a budgetary basis	$ 402,486,384

Teachers and certain other employees are employed under contracts of less than 12 months but are paid over a 12 month period. These salaries have been recorded as an expenditure of the District in the fiscal year earned rather than the fiscal year paid for generally accepted accounting principle's purposes.

Salaries and benefits earned but unpaid at June 30, 2010 are not required to be funded by Colorado statutes. Accordingly, for budgetary purposes, the District considers accrued salaries and benefits aggregating $35,859,077 for the General Fund to be permanently deferred and therefore available for budgetary purposes.

The District, for budgetary purposes, also records the full amount of the early retirement in the initial year. These annual payment amounts for generally accepted accounting principles are properly reflected as to the current and long-term portions.

4) BUDGETARY BASIS OF ACCOUNTING - LEGAL COMPLIANCE (Continued)

The General Fund equity available on a budgetary basis at June 30, 2010 is as follows:

Fund equity reported on a GAAP basis	$ 38,519,066
Plus effect of salaries earned but unpaid	35,859,077
Less effect of compensated absences payable	(898,933)
Less effect of encumbrances and other adjustments	(976,795)
Fund equity available on a budgetary basis	72,502,415
Less reservation of fund balance	(14,121,162)
Unreserved fund equity available on a budgetary basis	$ 58,381,253

A reconciliation of the annual budget to actual expenses included in the accompanying financial statements for the Proprietary (Enterprise) Food Services Fund is as follows:

Expenses, per GAAP financial statements	$ 14,563,755
Expenses, per budgetary basis	$ 14,563,755

5) CASH AND INVESTMENTS

DEPOSITS

The District's cash and deposit policies are approved by the Board of Education and governed by Colorado Statute. The Colorado Public Deposit Protection Act and the Savings and Loan Public Deposit Protection Act of Colorado (PDPA) require that all units of local government deposit cash in eligible public depositories; eligibility is determined by State regulators. At June 30, 2010, State regulatory commissioners have indicated that all financial institutions holding deposits for the District are eligible public depositories. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. PDPA allows the institution to create a single collateral pool for all public funds held. The pool is to be maintained by another institution, or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the deposits.

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the District will not be able to recover its deposits or will not be able to recover collateral securities that are in possession of an outside party. The District policy is to only place deposits in an eligible public depository as defined by State regulators with collateral defined by the PDPA.

As of June 30, 2010, the District had bank deposits of $89,259,053 and a carrying balance of $84,862,481, the difference is checks issued but not yet cashed. The District had cash of $7,666,813 held by the county treasurer. Cash in trust is restricted for the acquisition of school buses and related equipment or for potential costs associated with the acquisition of property.

A reconciliation of the District's deposits as shown on the Statement of Net Assets follows:

Cash	$ 10,938,767
Equity in pooled cash	72,999,179
Cash in trust	923,899
Cash in savings	636
Total	$ 84,862,481

Component unit:

As of June 30, 2010, the charter school had bank deposits of $1,730,518 and a carrying balance of $1,425,925, and cash on hand of $300. At June 30, 2010, State regulatory commissioners have indicated that all financial institutions holding deposits for the charter school are eligible public depositories.

INVESTMENTS

The District's investment policy, which complies with Colorado statutes, permits investment in obligations of the United States and certain agency securities, general obligation and revenue bonds of any state or political subdivision of a state, banker's acceptances, commercial paper, certain local government investment pools, repurchase agreements collateralized by authorized securities, certain money market funds, and time deposit accounts and certificates with federally insured banks.

5) CASH AND INVESTMENTS (Continued)

Investments as of June 30, 2010 are classified in the accompanying financial statements as follows:

Investments held by the District	$ 157,958,281
Investments held by an escrow agent	41,323,080
Total	$ 199,281,361

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. Presented below is the minimum rating required by the District's investment policy, and the actual rating at year-end for each investment type.

Investment Type	Total	% of Total	Minimum Legal Rating	Rating as of Year end Not Rated
Federal Home Loan Bank	$ 5,562,515	3	N/A	$ 5,562,515
Federal Home Loan Mtg. Corp	7,147,631	4	N/A	7,147,631
Federal National Mtg. Assoc.	9,820,591	5	N/A	9,820,591
Flexible repurchase agreement	135,426,840	68	N/A	135,426,840
Money market funds	26,027,096	13	N/A	26,027,096
Forward delivery agreement	15,296,688	7	N/A	15,296,688
Total	$ 199,281,361	100%		$ 199,281,361

Federal Home Loan Bank, Federal Home Loan Mortgage Corp, and Federal National Mortgage Association typically are government backed issues with a AAA rating. Due to the short term nature of the specific investments held by the District at June 30, 2010, the issuer chose not to have these securities rated. If the issuer had chosen to have the specific investments rated, the District believes these securities would warrant a rating of AAA.

The forward delivery agreement and the money market funds are not rated. They are invested in U.S. Government and government backed securities.

Concentration of Credit Risk

In accordance with District policy, investments in any one issuer (other than U.S. Government securities and government agency securities) should represent 2% or less of total investments at the time of purchase. At the time of purchase no investment other than U.S. Government securities and government agency securities was greater than 2%.

The District's types of investments (other than U.S. government securities and government agency securities) should represent 20% or less of total investments. The money market fund only invests in U.S. Treasury obligations.

Interest Rate Risk

Interest rate risk is the risk that changes in the market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The District generally invests in short term investments which limits this type of risk and no investment may exceed two years without the written authorization from the District's Chief Financial Officer. Information about the sensitivity of the fair values of the District's investments (including investments held by escrow agent) to market interest rate fluctuations is provided by the following table that shows the distribution of the District's investments by maturity:

		Remaining Maturity (in Months)	
Investment Type		12 Months Or Less	13 to 24 Months
Federal Home Loan Bank	$ 5,562,515	$ 5,562,515	$ -
Federal Home Loan Mtg. Corp.	7,147,631	7,147,631	-
Federal National Mtg. Assoc.	9,820,591	9,820,591	-
Flexible repurchase agreement	135,426,840	49,551,493	85,875,347
Money market funds	26,027,096	26,027,096	
Forward delivery agreement	15,296,688	15,296,688	-
Total	$ 199,281,361	$ 113,406,014	$ 85,875,347

Component Unit:

At June 30, 2010, the charter school had invested $466,148 in a money market fund. The fund only invests in U.S. Treasury obligations and is rated AAm by Standard and Poor's.

The Academy has invested $3,523 in Colorado Government Liquid Asset Trust (COLOTRUST). Investments consist of U.S. Treasury and U.S. Agency securities and repurchase agreements collateralized by U.S. Treasury and U.S. Agency securities. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. Substantially all securities owned are held by the Federal Reserve Bank in the account maintained for the custodial bank. The custodian's internal records identify the investments owned by the entities. Colotrust is rated AAA by Standard and Poor's.

6) CAPITAL ASSETS

A summary of changes in capital assets is as follows:

Governmental activities

	Balance July 1, 2009	Additions	Deletions	Balance June 30, 2010
Non-depreciable assets:				
Land	$ 19,387,111	$ -	$ -	$ 19,387,111
Projects in progress	5,126,064	79,643,964	1,608,357	83,161,671
Total non-depreciable assets	24,513,175	79,643,964	1,608,357	102,548,782
Depreciable assets:				
Land improvements	23,209,007	-	-	23,209,007
Buildings	684,053,960	8,568,422	-	692,622,382
Equipment & vehicles	61,415,867	1,159,072	-	62,574,939
Total depreciable assets	768,678,834	9,727,494	-	778,406,328
Less accumulated depreciation for:				
Land improvements	15,579,712	800,783	-	16,380,495
Buildings	195,666,566	15,784,876	-	211,451,442
Equipment & vehicles	47,328,383	4,248,988	-	51,577,371
Total accumulated depreciation	258,574,661	20,834,647	-	279,409,308
Total capital assets being depreciated, net	510,104,173	(11,107,153)	-	498,997,020
Net capital assets	$ 534,617,348	$ 68,536,811	$ 1,608,357	$ 601,545,802

Business-type activities

A summary of changes in Enterprise Fund capital assets is as follows:

	Balance July 1, 2009	Additions	Deletions	Balance June 30, 2010
Capital assets:				
Equipment & Vehicles	$ 3,875,723	$ 5,471	$ -	$ 3,881,194
Accumulated depreciation	(2,743,923)	(172,585)	-	(2,916,508)
Total capital assets, net	$ 1,131,800	$ (167,114)	$ -	$ 964,686

Depreciation expense was charged to functions/programs of the District as follows:

Governmental activities:	
Instruction	$ 17,565,003
Indirect instruction	289,287
General administration	9,675
Business services	131,552
Operations and maintenance	1,055,442
Pupil transportation	1,627,941
Central services	86,359
Community services	2,261
Other support services	67,127
Total depreciation expense - governmental activities	$ 20,834,647
Business-type activities:	
Food services	$ 172,585
Total depreciation expense - business-type activities	$ 172,585

Component unit activities

	Balance July 1, 2009	Additions	Deletions	Balance June 30, 2010
Governmental activities:				
Land	$ 744,711	$ -	$ -	$ 744,711
Projects in progress	227,338	272,662	-	500,000
Buildings	3,002,519	-	-	3,002,519
Building improvements	520,653	-	-	520,653
Furniture and equipment	53,948	-	-	53,948
Accumulated depreciation	(740,806)	(77,348)	-	(818,154)
Total Capital Assets, net	$ 3,808,363	$ 195,314	$ -	$ 4,003,677

Construction commitments: The District has active construction projects as of June 30, 2010. The projects include renovation, new construction, and site improvements.

A list of significant commitments as of June 30, 2010 is as follows:

	Commitment Total	Completed to Date	Remaining Commitment
Arapahoe Campus Maintenance Facility	$ 3,179,000	$ 3,017,425	$ 161,575
Pine Ridge Elementary	10,342,103	9,179,424	1,162,679
Science,Tech,Engr,Math(STEM) Program Facility	13,774,958	2,856,435	10,918,523
Student Support Program Facility	10,272,404	2,650,191	7,622,213
Compass - Software Implementation	6,400,000	3,040,379	3,359,621
School Renovations - multiple locations	64,781,541	35,868,903	28,912,638
HVAC Renovations - multiple locations	5,403,311	3,970,788	1,432,523
			$ 53,569,772

7) INTERFUND TRANSACTIONS

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 or 2) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. Transfers during the 2009 - 2010 fiscal year were as follows:

	Transfers In		
		Nonmajor Funds	
Transfers Out	General Fund	Capital Reserve Fund	Extended Child Services Fund
General Fund	$ -	$ 7,300,000	$ 108,667
Nonmajor Funds:			
Capital Finance Corporation Fund	-	32,098	-
Extended Child Services Fund	1,207,687	-	-
Total	$ 1,207,687	$ 7,332,098	$ 108,667

Due To/Due From – Amounts owed to one fund or business-type activity by another which are due within one year are reported as due to other funds or business-type activities. These balances arise during the normal course of business and the District's use of pooled cash. Due to/from funds at year-end were as follows:

Receivable Fund	Payable Fund	
General Fund	Nonmajor Fund:Designated Purpose Grant Fund	$ 648,774
Nonmajor Fund:Designated Purpose Grant Fund	General Fund	4,030
Total		$ 652,804

8) ACCRUED SALARIES AND BENEFITS

The major component of accrued salaries and benefits relates to salaries and benefits of certain contractually employed personnel paid over a twelve-month period from September to August but are earned during a school year of approximately nine to ten months. The salaries and benefits earned but unpaid at June 30, 2010 are estimated to be $35,859,077 for the General Fund.

The change in the liability at June 30, 2010 from the prior year-end has been included in the expenditures of the General Fund for GAAP purposes. The remaining amounts in the accrued salaries and benefits account relates to salaries and benefits earned during the current fiscal year but not paid until after June 30, 2010, and are therefore reflected as a liability in the appropriate fund as of June 30, 2010.

9) COMPENSATED ABSENCES PAYABLE

As of June 30, 2010, compensated absences payable are as follows:

	Current	Long-term	Total
Governmental activities	$ 5,416,805	$ 29,389,576	$ 34,806,381
Proprietary fund (Food Service)	234,206	-	234,206
Total	$ 5,651,011	$ 29,389,576	$ 35,040,587

The current portion for Governmental Funds and the total amount for Proprietary (Enterprise) Fund Types of accrued compensated absences have been recorded in the respective funds and as current liabilities in the government-wide financial statements. The long-term portion is included in the District's long-term liabilities in the government-wide financial statements, less the amount that will be due within one year or $2,550,000 for governmental activities, which is the annual cap amount and is included with the current portion. The current portion of compensated absences payable are expected to be liquidated by the respective Governmental Funds within the next year. The majority of the Governmental Fund payments are made by the General Fund. Only compensated absences that have matured, ie: unused reimbursable leave still outstanding following an employee's resignation or retirement, are reported in governmental funds.

A summary of changes in compensated absences payable is as follows:

	Balance July 1, 2009	Additions	Deletions	Balance June 30, 2010
Governmental funds	$ 30,532,874	$ 10,020,181	$ 5,746,674	$ 34,806,381
Proprietary funds	$ 210,272	$ 234,206	$ 210,272	$ 234,206

The deletions shown above reflect the combination of an annual cap on the accrued compensated absences liability, the experience and longevity plan, and an increase in new retirees.

10) LONG-TERM DEBT

General Obligation Bonds Payable

General obligation bonds payable at June 30, 2010 are as follows:

Description, Interest Rates, and Maturity Dates	Principal Balance
Refunding bonds in the original amount of $79,420,000 (Series 1997) due in varying installments through December 15, 2010, interest at 4.3% - 5.5%	$ 7,950,000
Refunding bonds in the original amount of $79,750,000 (Series 2004) due in varying installments through December 15, 2023, interest at 4.5% - 5.25%	38,230,000
School building bonds in the original amount of $100,000,000 (Series 2004) due in varying installments through December 15, 2023, interest at 2.0% - 5.0%	100,000,000
School building bonds in the original amount of $67,500,000 (Series 2005A) due in varying installments through December 15, 2024, interest at 3.5% - 5.0%	59,475,000
Refunding bonds in the original amount of $132,215,000 (Series 2005B) due in varying installments through December 15, 2019, interest at 3.5% - 7.0%	116,635,000
School building bonds in the original amount of $101,775,000 (Series 2009) due in varying installments through December 15, 2028, interest at 3.0% - 5.0%	101,250,000
School building bonds in the original amount of $15,045,000 (Series 2010A) due in varying installments through December 15, 2019, interest at 2.0% - 5.0%	15,045,000
School building bonds in the original amount of $86,730,000 (Series 2010B) due in varying installments through December 15, 2029, interest at 4.6% - 5.6%	86,730,000
Total general obligation bonds payable	$ 525,315,000

Long-term debt maturities for all general obligation bonds outstanding at June 30, 2010, including interest, are as follows:

Fiscal year ended June 30,	Principal	Interest	Total
2011	$ 28,200,000	$ 23,828,932	$ 52,028,932
2012	30,455,000	22,311,432	52,766,432
2013	31,125,000	20,716,507	51,841,507
2014	31,610,000	19,150,257	50,760,257
2015	33,160,000	17,483,982	50,643,982
2016-2020	138,040,000	68,919,243	206,959,243
2021-2025	127,175,000	40,283,990	167,458,990
2026-2030	105,550,000	13,643,933	119,193,933
Totals	$ 525,315,000	$ 226,338,276	$ 751,653,276

Other

Payment of principal and interest for general obligation bonds is made from the Bond Redemption Debt Service Fund. The legal debt limit and debt margin as of June 30, 2010, are $947,880,186 and $465,420,522, respectively. As of June 30, 2010, the management of the District is of the opinion that it is in compliance with all significant limitations and restrictions in the bond indentures.

Build America Bonds

The 2010B Bonds were issued as Direct Pay Build America Bonds. Build America Bonds were created as part of the American Recovery and Reinvestment Act of 2009. Build America Bonds are taxable bonds to the bond holder. The District receives a direct federal subsidy in an amount equal to 35 percent of the interest payment on the Build America Bonds. The District received $441,171 from the United States Treasury for the fiscal year ended June 30, 2010 related to the interest payable on these bonds. This subsidy is recorded in the General Fund.

Certificates of Participation

In October of 2002, the Cherry Creek School District Capital Finance Corporation (Corporation) issued $8,830,000, in certificates of participation for the purpose of the acquisition of approximately 110 buses and related equipment.

The buses and related equipment were purchased over a four-year period. The District simultaneously signed lease purchase agreements with the Corporation for the vehicles and equipment acquired during the current fiscal year. The base rentals and purchase option price of the lease are equivalent to the amounts required to meet the interest payments and retire the principal on the certificates of participation. The revenue to pay the debt will be from revenue in the Capital Projects (Capital Reserve) Fund.

The remaining proceeds from the certificates of participation to acquire additional school buses and related equipment in future years are accounted for in the Special Revenue (Capital Finance Corporation) Fund.

The certificates of participation have interest rates of between 2.00% and 5.00%, due in varying installments through December 15, 2012.

10) LONG-TERM DEBT (Continued)

Certificates of Participation (Continued)

Future lease payments are as follows:

Fiscal year ended June 30,	Principal	Interest	Total
2011	$ 850,000	$ 141,415	$ 991,415
2012	885,000	108,008	993,008
2013	1,815,000	45,375	1,860,375
Totals	$ 3,550,000	$ 294,798	$ 3,844,798

Changes in Long-term Debt

During the fiscal year ended June 30, 2010, the following changes occurred in long-term debt:

	Balance July 1, 2009	Additions	Deletions	Outstanding June 30, 2010
Governmental Activities:				
General obligation bonds payable	$ 450,320,000	$ 101,775,000	$ 26,780,000	$ 525,315,000
Unamortized premiums	11,221,059	1,280,672	799,294	11,702,437
Total bonds payable	461,541,059	103,055,672	27,579,294	537,017,437
Certificates of participation	4,370,000	-	820,000	3,550,000
Compensated absences	30,532,874	10,020,181	5,746,674	34,806,381
Total	$ 496,443,933	$ 113,075,853	$ 34,145,968	$ 575,373,818

Due within one year:	
Governmental activities:	
General obligation bonds payable	$ 29,009,365
Certificates of participation	850,000
Compensated absences	5,416,805
Total	$ 35,276,170

General obligation bonds payable and certificates of participation are discussed above. Compensated absences are discussed in more detail in Note 9.

Component Unit Debt

Equipment Lease

The Academy entered into a lease agreement to purchase computer equipment. Monthly payments of $3,482 are due under the lease agreement, including interest accruing at 7.75% per annum. This lease matures in July 2011. The capital asset leased had a carrying value of $28,901 at June 30, 2010.

Future minimum equipment lease payments are as follows:

Fiscal year ended June 30, 2011	$ 41,787
Total Payments	41,787
Less amount representing interest	(6,222)
Future minimum lease payment	$ 35,565

Building lease

In May 2001, the Colorado Educational and Cultural Facilities Authority (CECFA) issued $4,155,000 Charter School Revenue Bonds, Series 2001. Proceeds from the bonds were loaned to the Cherry Creek Academy Facility Corporation (Facility Corporation) under a lease agreement to purchase the charter school's building by refunding existing debt, and to make certain improvements to the building. The charter school is obligated under a lease agreement to make monthly lease payments to the Facility Corporation for use of the building. The Facility Corporation is required to make equal lease payments to a trustee for payment of the bonds. Monthly principal and interest payments are due under the lease agreement with interest accruing at rates ranging from 5.25% to 6.00%. The lease matures in May 2030.

10) LONG-TERM DEBT (Continued)

Component Unit Debt (Continued)

Future debt service requirements on the building lease are as follows:

Fiscal year ended June 30,	Principal	Interest	Total
2011	$ 85,000	$ 212,962	$ 297,962
2012	90,000	208,500	298,500
2013	95,000	203,100	298,100
2014	100,000	197,400	297,400
2015	110,000	191,400	301,400
2016-2020	645,000	851,100	1,496,100
2021-2025	875,000	631,500	1,506,500
2026-2030	1,560,000	336,300	1,896,300
Totals	$ 3,560,000	$ 2,832,262	$ 6,392,262

During the year ended June 30, 2010, the following changes occurred in the charter school's long-term debt:

	Balance July 1, 2009	Additions	Deletions	Balance June 30, 2010
Building Lease	$ 3,640,000	$ -	$ 80,000	$ 3,560,000
Equipment Lease	77,352	-	41,787	35,565
Total	$ 3,717,352	$ -	$ 121,787	$ 3,595,565
Due within one year:				
Building Lease				$ 85,000
Equipment Lease				35,565
Total				$ 120,565

11) SHORT-TERM DEBT

During the year ended June 30, 2010, the District borrowed $68,271,355 from the State Treasurer's interest-free loan program. The borrowing was necessary to finance seasonal cash flow requirements of the District during the fiscal year ended June 30, 2010. The amount borrowed was paid in full by the maturity date June 25, 2010.

12) DEFINED BENEFIT PENSION PLAN

Plan Description

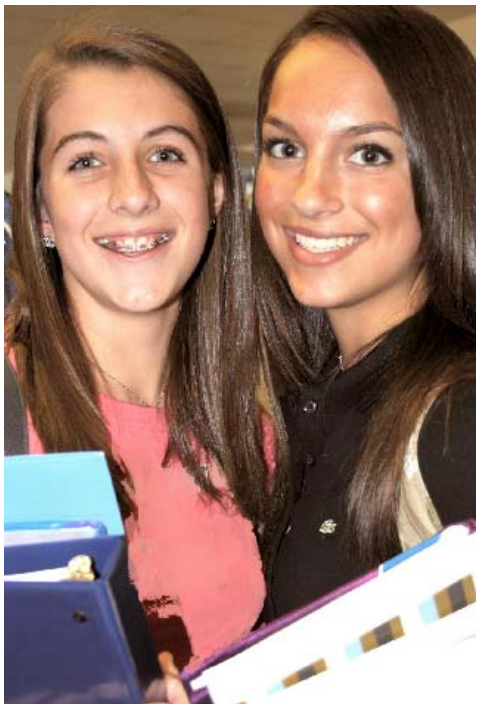
The District contributes to the School Division Trust Fund (SDTF), a cost sharing multiple-employer defined benefit pension plan administered by the Public Employees' Retirement Association of Colorado (PERA). The SDTF provides retirement and disability, post-retirement annual increases, and death benefits for members or their beneficiaries. All employees of the District are members of the SDTF. Title 24, Article 51 of the Colorado Revised Statutes (CRS), as amended, assigns the authority to establish benefit provisions to the State Legislature. PERA issues a publicly available annual financial report that includes financial statements and required supplementary information for the SDTF. That report may be obtained online at www.copera.org or by writing to Colorado PERA, 1301 Pennsylvania Street, Denver, Colorado 80203 or by calling PERA at (303) 832-9550 or 1-800-759-PERA (7372).

Basis of Accounting for the SDTF

The financial statements of SDTF are prepared using the accrual basis of accounting. Member and employer contributions are recognized as revenue in the period in which the employer pays compensation to the member and the employer is statutorily committed to pay these contributions to the SDTF. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. The SDTF plan investments are presented at fair value except for short-term investments, which are recorded at cost, which approximates fair value.

Funding Policy

Plan members and the District are required to contribute to the SDTF at a rate set by statute. The contribution requirements of plan members and the District are established under Title 24, Article 51, Part 4 of the CRS, as amended. The contribution rate for members is 8.0% and for the District is 12.95% of covered salary from July 1, 2009 through December 31, 2009 and 13.85% from January 1, 2010 to June 30, 2010. The District contribution rate will increase to 14.75 % on January 1, 2011 and will increase each January 1 through 2018 until reaching a contribution rate of 20.15%. The District's contributions to SDTF for the years ending June 30, 2010, 2009, and 2008 were $41,591,754, $37,474,844, and $33,454,931, respectively, equal to its required contributions for each year. The employees' contributions to SDTF for the years ending June 30, 2010, 2009, and 2008 were $24,329,980, $23,306,371, and $22,451,254, respectively, equal to its required contributions for each year.



13) POST-EMPLOYMENT HEALTH CARE BENEFITS

Plan Description

The District contributes to the Health Care Trust Fund (HCTF), a cost-sharing multiple-employer defined benefit post-employment health care plan administered by PERA. The HCTF provides a health care premium subsidy to participating PERA benefit recipients and their eligible beneficiaries. Title 24, Article 51, Part 12 of the CRS, as amended, assigns the authority to establish the HCTF benefit provisions to the State Legislature. PERA issues a publicly available annual financial report that includes financial statements and required supplementary information for the HCTF. That report may be obtained online at www.copera.org or by writing to Colorado PERA, 1301 Pennsylvania Street, Denver, Colorado 80203 or by calling PERA at (303) 832-9550 or 1-800-759-PERA (7372).

Funding Policy

The District is required to contribute at a rate of 1.02% of covered salary for all PERA members set by statute. This contribution is a portion of the funding described in Note 12, not in addition to that funding. No member contributions are required. The contribution requirements for the District are established under Title 24, Article 51, Part 4 of the CRS, as amended. The apportionment of the contribution to the HCTF is established under Title 24, Article 51, Section 208 of the Colorado Revised Statutes, as amended. The District's net contributions to the HCTF for the years ending June 30, 2010, 2009, and 2008, was $3,102,067, $2,971,561, and $2,862,533, respectively, equal to its required contributions for each year.

14) 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.

The agreement for formation of the Joint Pool and the Colorado Pool provides that the Pools will be self-sustaining through member premiums and will reinsure through commercial reinsurance companies for catastrophic losses. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

Joint School Districts Workers' Compensation Self-Insurance Pool

In 1986 the District joined with other school districts in the State to form the Joint School Districts Workers' Compensation Self-Insurance Pool (Joint Pool), a public entity risk pool currently operating as a common risk management and insurance program with four participating members. The District pays an annual contribution to the Joint Pool for its workers' compensation insurance coverage.

Each member of the Joint Pool is responsible for the first $100,000 of each loss. Losses between $100,000 and $400,000 are pooled between the member districts, and losses in excess of $400,000 are reinsured to statutory limits.

Colorado School Districts Self-Insurance Pool

In 1981, the District joined with other school districts in the State to form the Colorado School Districts Self-Insurance Pool (Colorado Pool), which was established by the Colorado Association of School Boards (CASB). The Colorado Pool is a public entity risk pool currently operating as a common risk management and insurance program with 176 member school districts, Boards of Cooperative Educational Services, and charter schools. The District pays an annual premium to the Colorado Pool for its property, casualty, and liability insurance coverage.

The Colorado Pool retains liability losses up to $500,000 per occurrence and purchases reinsurance coverage of $5,000,000 per occurrence in excess of the Pool retention. The Colorado Pool property insurance policy provides limits up to $1,000,000,000 per occurrence subject to the Pool retention of $1,000,000 per occurrence.

Flood and earthquake coverage provided by the Colorado Pool has limits of $100,000,000 per occurrence/aggregate for the entire pool. Each Pool member can select individual deductible levels. The District has determined it will retain the first $50,000 per occurrence for school entity liability losses, $10,000 for automobile liability, and $100,000 per occurrence for property losses.

Changes in the reported liability for the years ended June 30, 2010, and 2009, were as follows:

	2010	2009
Beginning of fiscal year liability	$ 300,000	$ 758,214
Current-year claims and changes in estimate	1,500,316	1,905,034
Claim payments	(1,800,316)	(2,363,248)
Balance at fiscal year-end liability	$ -	$ 300,000

Other

The District continues to carry commercial insurance coverage and additional options under a cafeteria plan for employee medical, dental, disability, term life, and vision insurance. Accordingly, no liability is reported for those claims. The amount of insurance coverage was consistent with the previous year. In addition, settlements have not exceeded insurance coverage for each of the past three fiscal years. Effective July 1, 2003, the District self-funds a portion of the dental coverage and all of the vision coverage for employees under the District's cafeteria plan.

15) COMMITMENTS

CONSTRUCTION COMMITMENTS

The District had commitments of approximately $53,569,772 for capital projects at June 30, 2010, of which $53,569,772 have been encumbered through the purchase order process. Future expenditures related to these commitments are expected to be financed through available resources.

16) CONTINGENCIES

FEDERAL GRANT PROGRAMS

The District participates in a number of federal grant programs, the most significant of which are the Elementary and Secondary Education Act, Title I, Title II-A, Title II-D, Title III, special education funding under IDEA, and National School Lunch and Breakfast Programs. These programs are subject to program compliance audits by the grantors or their representatives. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined, although the District expects such amount, if any, to be immaterial.

LITIGATION

The District is a defendant in a number of threatened and actual legal claims. The ultimate liability that might result from final resolution of these matters is not presently determinable. However, the District believes that the final settlement of these matters will not have a materially adverse effect on the financial position of the District.

CONSTITUTIONAL (TABOR) AMENDMENT

At the general election held November 3, 1992, the voters of the State approved an amendment to the Colorado Constitution, commonly known as the Taxpayer's Bill of Rights (TABOR). TABOR limits the ability of the State and local governments such as the District to increase revenues, debt, and spending and restricting property, income, and other taxes. In addition, the amendment requires that the State and local governments obtain voter approval to create any multiple fiscal year direct or indirect debt or other financial obligations without adequate present cash reserves pledged irrevocably and held for payments in all future fiscal years.

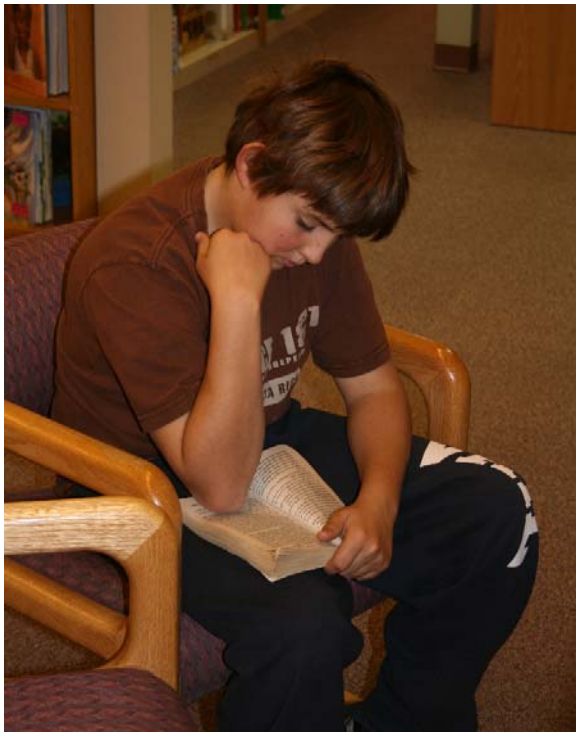
TABOR also requires local governments to establish emergency reserves to be used for declared emergencies only. Emergencies, as defined by TABOR, exclude economic conditions, revenue shortfalls, and salary or fringe benefit increases. These reserves are required to be 3 percent or more after 1994. The District has reserved a portion of its fund balance for emergencies as required under TABOR.

As of June 30, 2010, the District has reserved 3 percent of its fiscal year 2009-2010 spending as follows:

Governmental Activities:		
General Fund	$	12,135,000
Special Revenue Funds:		
Capital Reserve Fund		246,000
Extended Child Services Fund		447,000
Pupil Activities Fund		329,000
Business-type Activities:		
Food Service Fund		236,000
Total	$	13,393,000

There are numerous uncertainties about the interpretation of the amendment and its application to particular governmental entities and their operations. It is possible that the constitutionality of the amendment as applied in some situations may be challenged on various grounds, including the argument that the amendment conflicts with other Constitutional provisions and that it violates the protections afforded by the federal constitution against impairment of contracts. There have been few court interpretations, and there is still a divergence of opinions about the interpretation of some provisions of the amendment.

At this time the amendment's further impact on the District is unknown. However, based on the best information and opinions available, the District's management believes it is in compliance with the provisions of the amendment.



17) RELATED PARTY TRANSACTIONS

The District provides administrative and other services to its charter school, shown as a component unit. The amount of charges for services, in accordance with governing State statutes, for the fiscal year ended June 30, 2010 was $184,068.

18) NEW PRONOUNCEMENTS

As of June 30, 2010, the District adopted the following Governmental Accounting Standards Board (GASB) statement:

GASB Statement No. 51, *Accounting and Financial Reporting for Intangible Assets*, issued July 2007, is effective for the fiscal year ended June 30, 2010. This Statement provides guidance regarding how to identify, account for, and report intangible assets. The new standard characterizes an intangible asset as an asset that lacks physical substance, is nonfinancial in nature, and has an initial useful life extending beyond a single reporting period. Examples of intangible assets include easements, computer software, water rights, timber rights, patents and trademarks. This standard provides that intangible assets be classified as capital assets (except for those explicitly excluded from the scope of the new standard, such as capital leases). The adoption of this standard had no material effect on the financial statements of the District.

As of June 30, 2010, the GASB had issued the following statement not yet implemented by the District:

GASB Statement No. 54, F*und Balance Reporting and Governmental Fund Type Definitions*, issued March 2009, will be effective for the District beginning with its fiscal year ended June 30, 2011. This Statement is intended to improve the usefulness of information provided to financial report users about fund balances by providing clearer, more structured fund balance classifications, and by clarifying the definitions of existing governmental fund types. Fund balance information is among the most widely and frequently used information in state and local government financial reports. The GASB developed this standard to address the diversity of practice and the resulting lack of consistency that had evolved in fund balance reporting. To reduce confusion, the new standard establishes a hierarchy of fund balance classification based primarily on the extent to which a government is bound to observe spending constraints. The District's management has not yet determined the effect this Statement will have on the District's financial statements.

19) SUBSEQUENT EVENT

The State of Colorado under Article X, Section 20(5) of the Colorado Constitution (the "Emergency Reserve Provision"), requires the District to reserve 3% or more of its fiscal year spending to use only for declared emergencies within the meaning of the Emergency Reserve Provision ("Declared Emergencies"). Section 22-44-105, Colorado Revised Statues, permits the District to secure a letter of credit from an investment grade bank for all or a portion of the District Emergency Reserve. In order to provide funding for a portion of the District Emergency Reserve, JP Morgan Chase Bank, N.A. (the "Bank"), which is an investment grade bank, issued a standby letter of credit in favor of the District up to $12,000,000 effective on July 1, 2010 for an initial term of three years ending June 30, 2013. The Board of Education of the District (the "Board") provided for an emergency reserve in the General Fund for the fiscal year at an amount equal to at least 3% of the amount budgeted to the District's General Fund; and the Board has filed with the State Treasurer and the Department of Education a letter of intent that expresses the intent of the Board to satisfy its obligation to reimburse the Bank for moneys drawn on the letter of credit upon the occurrence of a Declared Emergency that are not reimbursed to the Bank within the same fiscal year by entering into a Lease-Purchase Agreement with respect to real property owned by the District.

Supplemental

Information

The Combining Financial Statements represent the second level of financial reporting for the District. These financial statements present more detailed information for the individual funds in a format that segregates information by fund type.

Cherry Creek Schools

Dedicated to Excellence

Cherry Creek Schools

Dedicated to Excellence

Nonmajor Governmental Funds

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources including those requiring separate accounting because of legal or regulatory provisions that legally restrict expenditures to specified purposes

Designated Purpose Grant Fund - This fund is used to account for the many restricted or categorically funded grants and contracts that are obtained primarily to provide for specific instructional programs.

Extended Child Services Fund - This fund is used to account for the financial activities of Pre-School, Kindergarten Enrichment, Before and After School and Intersession/Year Round Enrichment programs along with academic and non-academic Summer School and instrumental music programs.

Pupil Activities Fund - This fund is provided to account for financial transactions related to school-sponsored pupil intrascholastic and interscholastic athletic and activity related events.

Capital Finance Corporation Fund - This fund represents the blended, component unit, nonprofit organization that provided services directly to the District.

Capital Project Fund

Capital Reserve Fund - This fund is used to account for the allocation of resources and other revenues for ongoing capital outlay needs of the District, such as equipment purchases.

Major Governmental Funds

Debt Service - Bond Redemption Fund

Bond Redemption Fund - This fund is used to account for resources received and used to pay general long-term debt principal, interest, and related costs.

Capital Projects - Building Fund

Building Fund - This fund is used to account for financial resources to be used for major capital outlay relating to the acquisition, construction and remodeling of capital facilities

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2010

	Capital Reserve Fund	Designated Purpose Grants Fund	Extended Child Services Fund	Pupil Activities Fund	Capital Finance Corporation Fund	Total Nonmajor Governmental Funds
ASSETS						
Cash	$ -	$ 250	$ 126,830	$ 4,942,391	$ -	$ 5,069,471
Equity in pooled cash	1,282,212	-	2,366,905	446,625	-	4,095,742
Cash in trust	16,128	-	-	-	907,771	923,899
Investments	-	-	2,959,704	-	-	2,959,704
Receivables, net						
Other governments	-	5,021,798	-	-	-	5,021,798
Other	-	-	56,394	250	-	56,644
Interfund Receivables	-	4,030	-	-	-	4,030
Prepayments and deposits	-	-	10,899	-	-	10,899
Total Assets	$ 1,298,340	$ 5,026,078	$ 5,520,732	$ 5,389,266	$ 907,771	$ 18,142,187
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts payable	$ 334,339	$ 449,604	$ 83,695	$ 59,692	$ -	$ 927,330
Accrued salaries and benefits	-	1,906,926	844,663	-	-	2,751,589
Interfund payables	-	648,774	-	-	-	648,774
Deferred revenues	-	2,020,774	431,829	-	-	2,452,603
Compensated absences	-	-	154,854	-	-	154,854
Total Liabilities	334,339	5,026,078	1,515,041	59,692	-	6,935,150
Fund balances						
Reserved for encumbrances	182,245	-	36,795	-	-	219,040
Reserved for prepayments and deposits	-	-	10,899	-	-	10,899
Reserved for restricted sinking fund cash	-	-	-	-	907,771	907,771
Reserved for TABOR amendment	246,000	-	447,000	329,000	-	1,022,000
Unreserved, designated for future transfers	-	-	2,005,350	-	-	2,005,350
Unreserved	535,756	-	1,505,647	5,000,574	-	7,041,977
Total Fund balances	964,001	-	4,005,691	5,329,574	907,771	11,207,037
Total Liabilities and Fund balances	$ 1,298,340	$ 5,026,078	$ 5,520,732	$ 5,389,266	$ 907,771	$ 18,142,187

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For The Year Ended June 30, 2010

	Capital Reserve Fund	Designated Purpose Grants Fund	Extended Child Services Fund	Pupil Activities Fund	Capital Finance Corporation Fund	Total Nonmajor Governmental Funds
REVENUES						
Intergovernmental						
Federal - grants	$ -	$ 18,939,216	$ -	$ -	$ -	$ 18,939,216
State - grants	-	477,944	-	-	-	477,944
Tuition	-	-	15,446,096	-	-	15,446,096
Earnings on investments	17	-	8,392	41,753	35,414	85,576
Pupil activities	-	-	-	11,217,970	-	11,217,970
Cash in lieu of land	151,490	-	-	-	-	151,490
Donations	-	2,050,164	-	-	-	2,050,164
Other	1,980	-	25,000	-	-	26,980
Total revenues	153,487	21,467,324	15,479,488	11,259,723	35,414	48,395,436
EXPENDITURES						
Current						
Instruction	-	16,119,531	12,632,358	-	-	28,751,889
Pupil services	-	5,146,997	333,107	-	-	5,480,104
Business services	-	-	281,553	-	-	281,553
Community services	-	200,796	429,526	-	-	630,322
Pupil activities	-	-	-	10,983,274	-	10,983,274
Capital outlay	7,189,157	-	-	-	6	7,189,163
Debt service	-	-	-	-	-	
Principal	820,000	-	-	-	-	820,000
Interest and fiscal charges	172,325	-	-	-	-	172,325
Total expenditures	8,181,482	21,467,324	13,676,544	10,983,274	6	54,308,630
Excess of revenues over (under) expenditures	(8,027,995)	-	1,802,944	276,449	35,408	(5,913,194)
OTHER FINANCING SOURCES (USES)						
Transfers in	7,332,098	-	108,667	-	-	7,440,765
Transfers out	-	-	(1,207,687)	-	(32,098)	(1,239,785)
Total other financing sources (uses)	7,332,098	-	(1,099,020)	-	(32,098)	6,200,980
Excess of revenues and other sources over (under) expenditures and other uses	(695,897)	-	703,924	276,449	3,310	287,786
Fund balances, Beginning	1,659,898	-	3,301,767	5,053,125	904,461	10,919,251
Fund balances, Ending	$ 964,001	$ -	$ 4,005,691	$ 5,329,574	$ 907,771	$ 11,207,037

CHERRY CREEK SCHOOL DISTRICT NO.5
ARAPAHOE COUNTY, COLORADO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
DEBT SERVICE - BOND REDEMPTION FUND
For The Year Ended June 30, 2010

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes				
Property	$ 45,405,897	$ 45,405,897	$ 45,269,579	$ (136,318)
Earnings on investments	20,000	20,000	68,226	48,226
Total revenues	45,425,897	45,425,897	45,337,805	(88,092)
EXPENDITURES				
Debt service				
Principal	26,780,000	26,780,000	26,780,000	-
Interest	20,210,739	21,621,758	21,621,758	-
Fiscal charges	30,000	30,000	3,482	26,518
Total expenditures	47,020,739	48,431,758	48,405,240	26,518
Net change in fund balance	(1,594,842)	(3,005,861)	(3,067,435)	(61,574)
Fund balance, Beginning	45,758,582	45,922,771	45,922,771	-
Fund balance, Ending	$ 44,163,740	$ 42,916,910	$ 42,855,336	$ (61,574)

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
CAPITAL PROJECTS - BUILDING FUND
For The Year Ended June 30, 2010

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Earnings on investments	$ 535,000	$ 1,135,000	$ 1,176,588	$ 41,588
Total revenues	535,000	1,135,000	1,176,588	41,588
EXPENDITURES				
Capital outlay				
Building and improvements	79,304,852	176,676,662	80,555,790	96,120,872
Furniture and equipment	5,096,312	8,227,312	8,219,353	7,959
Bond issuance costs	-	1,272,190	1,179,226	92,964
Other	1,613,594	1,613,594	1,337,874	275,720
Total expenditures	86,014,758	187,789,758	91,292,243	96,497,515
Excess of revenues over (under) expenditures	(85,479,758)	(186,654,758)	(90,115,655)	96,539,103
OTHER FINANCING SOURCES (USES)				
Bond proceeds	-	101,775,000	101,775,000	-
Premium on bonds	-	1,280,672	1,280,672	-
Total other financing sources (uses)	-	103,055,672	103,055,672	-
Net change in fund balance	(85,479,758)	(83,599,086)	12,940,017	96,539,103
Fund balance, Beginning	112,325,938	113,926,618	113,926,618	-
Fund balance, Ending	$ 26,846,180	$ 30,327,532	$ 126,866,635	$ 96,539,103

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (BUDGETARY BASIS)
CAPITAL PROJECTS - CAPITAL RESERVE FUND
For The Year Ended June 30, 2010

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental				
Earnings on investments	$ 1,743	$ 1,743	$ 17	$ (1,726)
Cash in lieu of land	-	-	151,490	151,490
Other	-	-	1,980	1,980
Total revenues	1,743	1,743	153,487	151,744
EXPENDITURES				
Capital outlay				
Land and improvements	321,000	321,000	320,161	839
Building and improvements	5,245,776	5,506,713	5,505,385	1,328
Furniture and equipment	5,125,492	1,968,435	1,169,922	798,513
Debt service				
Principal	820,000	820,000	820,000	-
Interest	172,325	172,325	172,325	-
Total expenditures	11,684,593	8,788,473	7,987,793	800,680
Excess of revenues over (under) expenditures	(11,682,850)	(8,786,730)	(7,834,306)	952,424
OTHER FINANCING SOURCES				
Transfers in	11,724,593	8,828,473	7,332,098	(1,496,375)
Total other financing sources	11,724,593	8,828,473	7,332,098	(1,496,375)
Net change in fund balances	41,743	41,743	(502,208)	(543,951)
Fund balance (Budgetary Basis), Beginning	435,796	1,283,964	1,283,964	-
Fund balance (Budgetary Basis), Ending	$ 477,539	$ 1,325,707	781,756	$ (543,951)
Add outstanding encumbrances ending			182,245	
Fund balance (GAAP Basis), Ending			$ 964,001	

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL REVENUE - DESIGNATED PURPOSE GRANTS FUND
For The Year Ended June 30, 2010

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
REVENUES				
Intergovernmental				
Federal - Grants	$ 17,307,900	$ 31,048,229	$ 18,939,216	$ (12,109,013)
State - Grants	345,200	345,200	477,944	132,744
Donations	2,529,500	2,529,500	2,050,164	(479,336)
Total revenues	20,182,600	33,922,929	21,467,324	(12,455,605)
EXPENDITURES				
Current				
Instruction	17,282,600	28,487,929	16,119,531	12,368,398
Pupil services	300,000	610,000	600,925	9,075
Instructional staff services	2,000,000	4,000,000	3,973,892	26,108
School administration	400,000	600,000	572,180	27,820
Community services	200,000	225,000	200,796	24,204
Total expenditures	20,182,600	33,922,929	21,467,324	12,455,605
Net change in fund balances	-	-	-	-
Fund balance, Beginning	-	-	-	-
Fund balance, Ending	$ -	$ -	$ -	$ -

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (BUDGETARY BASIS)
SPECIAL REVENUE - EXTENDED CHILD SERVICES FUND
For The Year Ended June 30, 2010

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
REVENUES				
Tuition	$ 17,188,000	$ 17,171,500	$ 15,446,096	$ (1,725,404)
Earnings on investments	9,000	9,000	8,392	(608)
Other	25,000	25,000	25,000	-
Total revenues	17,222,000	17,205,500	15,479,488	(1,726,012)
EXPENDITURES				
Current				
Instruction	14,328,510	14,328,510	12,624,589	1,703,921
Instructional staff services	335,000	335,000	333,219	1,781
Business services	285,000	285,000	281,553	3,447
Community services	430,000	430,000	429,526	474
Total expenditures	15,378,510	15,378,510	13,668,887	1,709,623
Excess of revenues over expenditures	1,843,490	1,826,990	1,810,601	(16,389)
OTHER FINANCING SOURCES (USES)				
Transfers in	50,000	66,500	108,667	42,167
Transfers out	(1,375,000)	(1,375,000)	(1,207,687)	167,313
Total other financing sources (uses)	(1,325,000)	(1,308,500)	(1,099,020)	209,480
Net change in fund balances	518,490	518,490	711,581	193,091
Fund balance, Beginning	4,376,210	3,257,315	3,257,315	-
Fund balance, Ending	$ 4,894,700	$ 3,775,805	$ 3,968,896	$ 193,091
Add outstanding encumbrances ending			36,795	
Fund balance (GAAP Basis), Ending			$ 4,005,691	

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (BUDGETARY BASIS)
SPECIAL REVENUE - PUPIL ACTIVITIES FUND
For The Year Ended June 30, 2010

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Earnings on investments	$ 50,000	$ 50,000	$ 41,753	$ (8,247)
Pupil activities	12,585,000	12,585,000	11,217,970	(1,367,030)
Total revenues	12,635,000	12,635,000	11,259,723	(1,375,277)
EXPENDITURES				
Current				
Pupil activities	12,635,000	12,635,000	10,983,274	1,651,726
Net change in fund balances	-	-	276,449	276,449
Fund balance (Budgetary Basis), Beginning	5,035,939	5,053,125	5,053,125	-
Fund balance (Budgetary Basis), Ending	$ 5,035,939	$ 5,053,125	5,329,574	$ 276,449
Add outstanding encumbrances ending			-	
Fund balance (GAAP Basis), Ending			$ 5,329,574	

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL REVENUE - CAPITAL FINANCE CORPORATION FUND
For The Year Ended June 30, 2010

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Earnings on investments	$ 40,000	$ 40,000	$ 35,414	$ (4,586)
Total revenues	40,000	40,000	35,414	(4,586)
EXPENDITURES				
Capital outlay				
Other expenditures	1,000	1,000	6	994
Total expenditures	1,000	1,000	6	994
Excess of revenues over expenditures	39,000	39,000	35,408	(3,592)
OTHER FINANCING SOURCES (USES)				
Transfers out	(40,000)	(40,000)	(32,098)	7,902
Total other financing sources (uses)	(40,000)	(40,000)	(32,098)	7,902
Net change in fund balances	(1,000)	(1,000)	3,310	4,310
Fund balance, Beginning	895,150	904,461	904,461	-
Fund balance, Ending	$ 894,150	$ 903,461	$ 907,771	$ 4,310

Capital Assets

Used in the

Operation of

Governmental Funds

Cherry Creek Schools

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Cherry Creek Schools

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CHERRY CREEK SCHOOL DISTRICT NO. 5

ARAPAHOE COUNTY, COLORADO

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS

SCHEDULE BY SOURCE

June 30, 2010

GOVERNMENTAL FUNDS CAPITAL ASSETS	
Land	$ 19,387,111
Improvements	23,209,007
Buildings	692,622,382
Projects in progress	83,161,671
Equipment and vehicles	62,574,939
Total Governmental Funds Capital Assets	$ 880,955,110
INVESTMENT IN GOVERNMENTAL FUNDS CAPITAL ASSETS	
General Fund	$ 18,146,128
Building Funds:	
Capital Projects Fund	705,404,972
Capital Reserve Fund	153,548,476
Special Revenue Funds:	
Designated Purpose Grants Fund	2,233,349
Extended Child Services Fund	1,622,185
Total Investment in Governmental Funds Capital Assets	$ 880,955,110

CHERRY CREEK SCHOOL DISTRICT NO. 5

ARAPAHOE COUNTY, COLORADO

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS

SCHEDULE BY FUNCTION AND ACTIVITY

June 30, 2010

	Land and Improvements	Buildings and Projects In Progress	Equipment and Vehicles	Total
Instruction				
Elementary education	$ 12,255,589	$ 270,623,692	$ 11,491,705	$ 294,370,986
Middle school education	5,258,362	185,266,214	5,583,602	196,108,178
High school education	18,536,312	230,706,778	10,122,977	259,366,067
Special programs	3,366,581	50,603,067	3,824,068	57,793,716
Support services				
Administrative	1,360,303	17,883,735	4,696,847	23,940,885
Maintenance	361,366	2,444,901	1,150,026	3,956,293
Transportation	1,150,312	17,174,645	25,048,815	43,373,772
Warehouse	307,293	1,081,021	656,899	2,045,213
Total capital assets	$ 42,596,118	$ 775,784,053	$ 62,574,939	$ 880,955,110

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY
For The Year Ended June 30, 2010

	Governmental Funds Capital Assets June 30, 2009	Additions	Deductions	Governmental Funds Capital Assets June 30, 2010
Instruction				
Elementary education	$ 258,271,076	$ 36,158,692	$ 58,782	$ 294,370,986
Middle school education	181,464,495	14,903,244	259,561	196,108,178
High school education	245,496,696	14,509,710	640,339	259,366,067
Special programs	46,620,493	11,281,976	108,753	57,793,716
Support services				
Administrative	20,821,283	3,119,602	-	23,940,885
Maintenance	3,709,392	326,797	79,896	3,956,293
Transportation	34,897,946	8,936,852	461,026	43,373,772
Warehouse	1,910,628	134,585	-	2,045,213
Total capital assets	$ 793,192,009	$ 89,371,458	$ 1,608,357	$ 880,955,110

Cherry Creek Schools

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State Required Schedules

Enterprise Funds:

Food Service Fund - Schedule of Revenues, Expenses and Changes in Net Assets - Compared to Budget

Other Information:

Fiscal Year Spending Under Section 20 of Article X of the State Constitution (TABOR) Worksheet - The TABOR worksheet is a fiscal year report to calculate compliance with the state constitution. Article 29 of the Colorado Revised Statutes requires that the audit report of each district contain this information.

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CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
COMPARED TO BUDGET
ENTERPRISE FUND - FOOD SERVICES FUND
For The Year Ended June 30, 2010

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Food sales	$ 8,101,600	$ 8,558,850	$ 8,138,524	$ (420,326)
Earnings on investments	10,000	10,000	600	(9,400)
Other	225,000	225,000	205,700	(19,300)
Transfer in	-	-	-	-
State aid	211,200	211,200	248,405	37,205
Federal aid				
Reimbursement for meals	5,472,730	5,472,730	5,736,752	264,022
USDA commodities	957,000	957,000	962,937	5,937
Total revenues	14,977,530	15,434,780	15,292,918	(141,862)
EXPENSES				
Salaries and benefits	5,296,200	5,713,850	5,550,314	163,536
Purchased services	500,000	500,000	328,462	171,538
Supplies and materials	8,095,650	8,120,650	7,662,394	458,256
Depreciation	175,000	175,000	172,585	2,415
Indirect costs	850,000	850,000	850,000	-
Total expenses	14,916,850	15,359,500	14,563,755	795,745
Excess of revenues over (under) expenses	60,680	75,280	729,163	653,883
Net Assets, Beginning	6,138,561	6,095,188	6,095,188	-
Net Assets, Ending	$ 6,199,241	$ 6,170,468	$ 6,824,351	$ 653,883

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

FISCAL YEAR SPENDING UNDER SECTION 20 OF
ARTICLE X OF THE STATE CONSTITUTION
(TABOR) WORKSHEET (Cash Basis)
For The Year Ended June 30, 2010

Total Expenditures for All Funds Listed Below (Total Expenditures, Plus Changes in Fund Balance, Less Transfers)		
General Fund	$ 426,628,696	
Designated-Purpose Grants Fund	20,830,515	
Capital Reserve Fund	153,487	
Extended Child Services Fund	15,659,450	
Pupil Activities Fund	11,261,225	
Other Special Revenue Funds	N/A	
Building Fund	N/A	
Bond Redemption Fund	45,472,632	
Food Service Fund	15,336,125	
Total Expenditures		$ 535,342,130
Deduct the following expenditures included in totals above:		
Expenditures from Gifts/Foundations	2,050,164	
Expenditures from Federal Grants	24,039,159	
Amendment No. 23, November 2000	98,241,384	
Repayment of Voter-Approved Debt	45,472,632	
Post 1991 Voter-Approved Referendum	42,500,000	
Total Deductions		212,303,339
Total Spending Subject to TABOR for Current Year		323,038,791
Total Spending Subject to TABOR Prior Year		327,882,542
% Change in Denver/Boulder Consumer Price Index for Prior Year	(0.60)	
% Change in Student Enrollment	1.18	
Total % Change	0.58	
Change in Spending Permitted		1,901,719
Maximum Spending Subject to TABOR Allowed for Current Year		329,784,261
Spending Over (Under) Allowable Amount		$ (6,745,470)

Statistical Section

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO
STATISTICAL SECTION TABLE OF CONTENTS

The objectives of statistical section information are to provide financial statement users with additional historical perspective, context, and detail to assist in using the information in the financial statements, notes to financial statements, and required supplementary information to understand and assess a government's economic condition.

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These schedules contain trend information to help the user understand how the District's financial position has changed over time.		
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Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The District implemented GASB Statement 34 with the fiscal year beginning July 1, 2002; therefore, schedules presenting government-wide information include information beginning with June 30, 2002.

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

Net Assets by Component,
Last Nine Fiscal Years
(accrual basis of accounting)

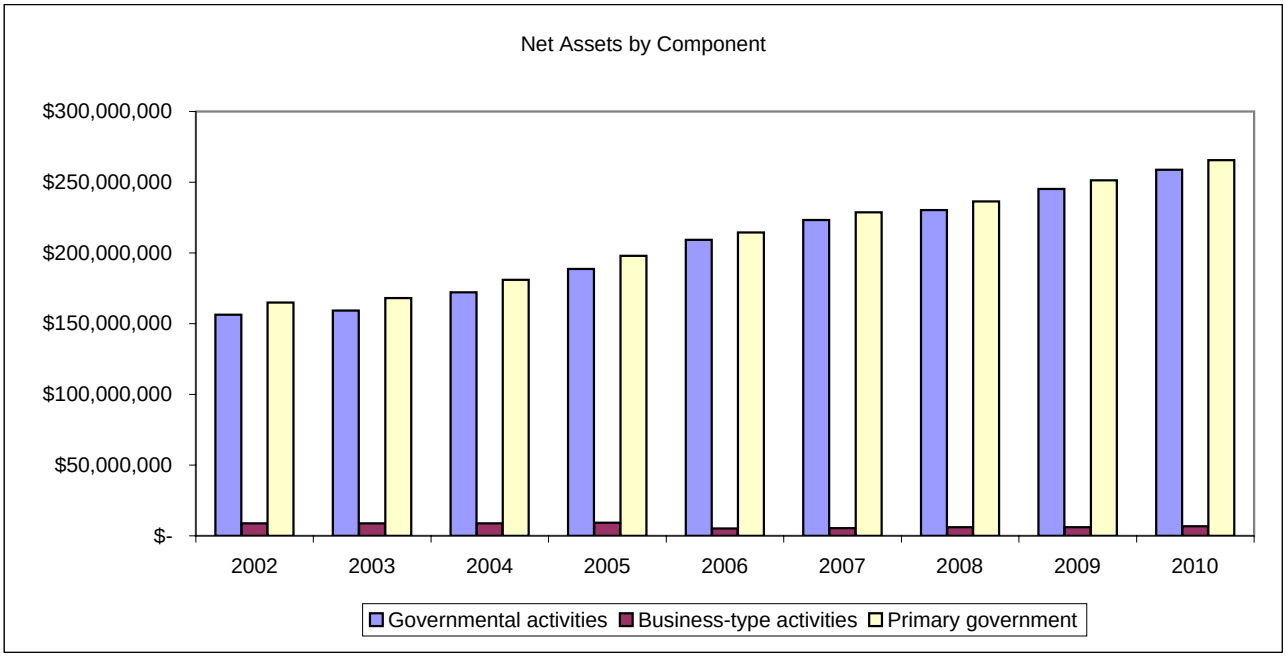
	Fiscal Year			
	2002	2003	2004	2005
Governmental activities				
Invested in capital assets, net of related debt	$ 60,346,221	$ 133,414,414	$ 145,356,110	$ 149,094,843
Restricted	112,426,692	46,036,494	38,607,135	43,514,037
Unrestricted	(16,470,063)	(20,185,640)	(11,859,650)	(4,017,444)
Total governmental activities net assets	$ 156,302,850	$ 159,265,268	$ 172,103,595	$ 188,591,436
Business-type activities				
Invested in capital assets, net of related debt	$ 2,065,859	$ 2,226,825	$ 1,326,585	$ 1,335,391
Restricted	672,709	586,000	580,000	580,000
Unrestricted	5,985,460	5,965,511	6,908,533	7,442,401
Total business-type activities net assets	$ 8,724,028	$ 8,778,336	$ 8,815,118	$ 9,357,792
Primary government				
Invested in capital assets, net of related debt	$ 62,412,080	$ 135,641,239	$ 146,682,695	$ 150,430,234
Restricted	113,099,401	46,622,494	39,187,135	44,094,037
Unrestricted	(10,484,603)	(14,220,129)	(4,951,117)	3,424,957
Total primary government net assets	$ 165,026,878	$ 168,043,604	$ 180,918,713	$ 197,949,228

Notes:
(1) Includes all funds. (GAAP Basis)

(2) Presented for all years since implementation of GASB Statement No. 34.

Schedule 1

Fiscal Year				
2006	2007	2008	2009	2010
$ 157,731,564	$ 165,944,054	$ 180,282,382	$ 184,821,149	$ 187,845,000
45,912,121	50,528,449	56,904,127	58,044,822	54,983,140
5,701,242	6,758,344	(6,849,551)	2,478,303	16,035,640
$ 209,344,927	$ 223,230,847	$ 230,336,958	$ 245,344,274	$ 258,863,780
$ 1,012,102	$ 959,849	$ 944,783	$ 1,131,800	$ 964,686
252,000	255,000	257,000	259,000	236,000
3,945,411	4,289,231	4,834,411	4,704,388	5,623,665
$ 5,209,513	$ 5,504,080	$ 6,036,194	$ 6,095,188	$ 6,824,351
$ 158,743,666	$ 166,903,903	$ 181,227,165	$ 185,952,949	$ 188,809,686
46,164,121	50,783,449	57,161,127	58,303,822	55,219,140
9,646,653	11,047,575	(2,015,140)	7,182,691	21,659,305
$ 214,554,440	$ 228,734,927	$ 236,373,152	$ 251,439,462	$ 265,688,131



CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

Changes in Net Assets,
Last Nine Fiscal Years
(accrual basis of accounting)

	Fiscal Year			
	2002	2003	2004	2005
Expenses:				
Governmental activities:				
Instruction	$ 206,693,537	$ 227,676,145	$ 235,905,923	$ 245,423,028
Indirect instruction				
Pupil services	16,749,922	20,035,017	21,828,063	21,082,513
Instructional staff services	11,638,668	14,585,725	11,709,948	13,897,657
School administration	17,771,319	18,517,073	18,701,486	19,121,067
Support services				
General administration	2,560,781	2,692,593	2,495,432	2,618,690
Business services	2,833,584	2,819,247	3,049,636	3,202,596
Operations and maintenance	25,514,137	26,606,279	29,017,856	30,147,954
Pupil transportation	9,341,624	10,864,066	11,697,136	13,188,614
Central services	8,145,780	9,075,464	8,064,414	9,072,623
Community services	335,856	403,383	373,704	350,923
Pupil activities	9,344,837	10,094,024	10,150,045	10,311,846
Non-departmental	2,114,047	513,460	202,116	1,135,871
Interest on long-term debt	21,147,756	18,624,110	19,920,516	18,897,061
Total governmental activities expenses	334,191,848	362,506,586	373,116,275	388,450,443
Business-type activities:				
Food services operations	11,206,629	11,327,147	12,961,936	11,661,626
Extended child services	9,837,400	9,930,680	9,747,873	10,620,946
Total business-type activities expenses	21,044,029	21,257,827	22,709,809	22,282,572
Total primary government expenses	$ 355,235,877	$ 383,764,413	$ 395,826,084	$ 410,733,015

Notes:
(1) Includes all funds. (GAAP Basis)

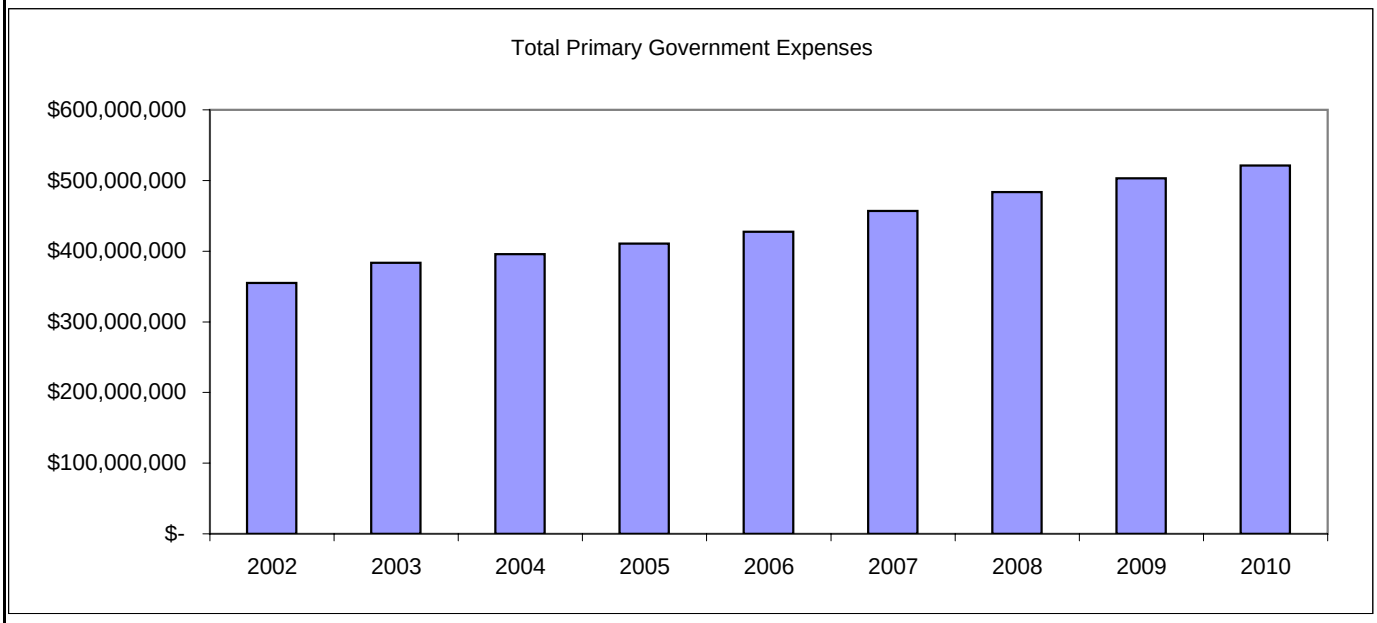
(2) Presented for all years since implementation of GASB Statement No. 34.

(3) Beginning with fiscal year 2006, the Extended Child Services Fund is reported within governmental activities.

(4) Beginning with fiscal year 2010, Non-departmental expenses are allocated to other functional expenses.

Schedule 2

Fiscal Year				
2006	2007	2008	2009	2010
$ 264,844,642	$ 288,668,360	$ 306,386,804	$ 320,917,408	$ 335,698,599
21,568,550	23,019,380	25,204,203	25,445,100	29,282,610
13,843,270	14,409,001	14,552,126	14,713,440	14,917,608
19,962,085	20,817,498	21,640,585	22,569,955	22,568,207
2,806,143	3,169,042	3,281,998	3,242,318	3,247,376
3,066,894	3,504,958	3,636,338	3,741,106	3,933,573
32,809,665	33,002,853	34,244,558	36,145,126	35,331,594
13,093,193	15,598,597	17,433,438	19,158,870	19,858,334
9,965,888	9,535,413	11,725,014	12,123,792	10,086,142
875,268	1,044,669	1,241,794	877,783	968,945
11,189,035	11,501,773	11,852,886	11,520,567	10,983,274
595,535	603,777	600,163	628,921	-
20,111,698	19,023,785	17,775,387	17,770,954	19,969,292
414,731,866	443,899,106	469,575,294	488,855,340	506,845,554
12,658,997	13,207,896	13,841,369	14,387,086	14,563,755
-	-	-	-	-
12,658,997	13,207,896	13,841,369	14,387,086	14,563,755
$ 427,390,863	$ 457,107,002	$ 483,416,663	$ 503,242,426	$ 521,409,309



CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

Changes in Net Assets,
Last Nine Fiscal Years
(accrual basis of accounting)

	Fiscal Year			
	2002	2003	2004	2005
Program Revenues				
Governmental activities:				
Charges for services:				
Instruction	$ 2,717,538	$ 3,231,025	$ 3,032,947	$ 2,581,027
Pupil activities	9,369,174	10,903,532	10,891,854	10,674,825
Other activities	973,796	651,941	847,926	742,525
Operating grants and contributions	19,349,780	19,782,417	20,889,343	21,927,192
Capital grants and contributions	782,818	441,289	463,408	646,286
Total governmental activities program revenues	33,193,106	35,010,204	36,125,478	36,571,855
Business-type activities:				
Charges for services:				
Food services operations	8,115,013	7,730,994	7,909,899	7,775,879
Extended child services	10,261,707	11,029,028	11,701,225	11,584,062
Operating grants and contributions	2,965,471	2,930,433	3,456,783	3,929,896
Total business-type activities program revenues	21,342,191	21,690,455	23,067,907	23,289,837
Total primary government program revenues	$ 54,535,297	$ 56,700,659	$ 59,193,385	$ 59,861,692
Net (Expense)/Revenue				
Governmental activities	$(300,998,742)	$(327,496,382)	$(336,990,797)	$(351,878,588)
Business-type activities	298,162	432,628	358,098	1,007,265
Total primary government net expense	$(300,700,580)	$(327,063,754)	$(336,632,699)	$(350,871,323)

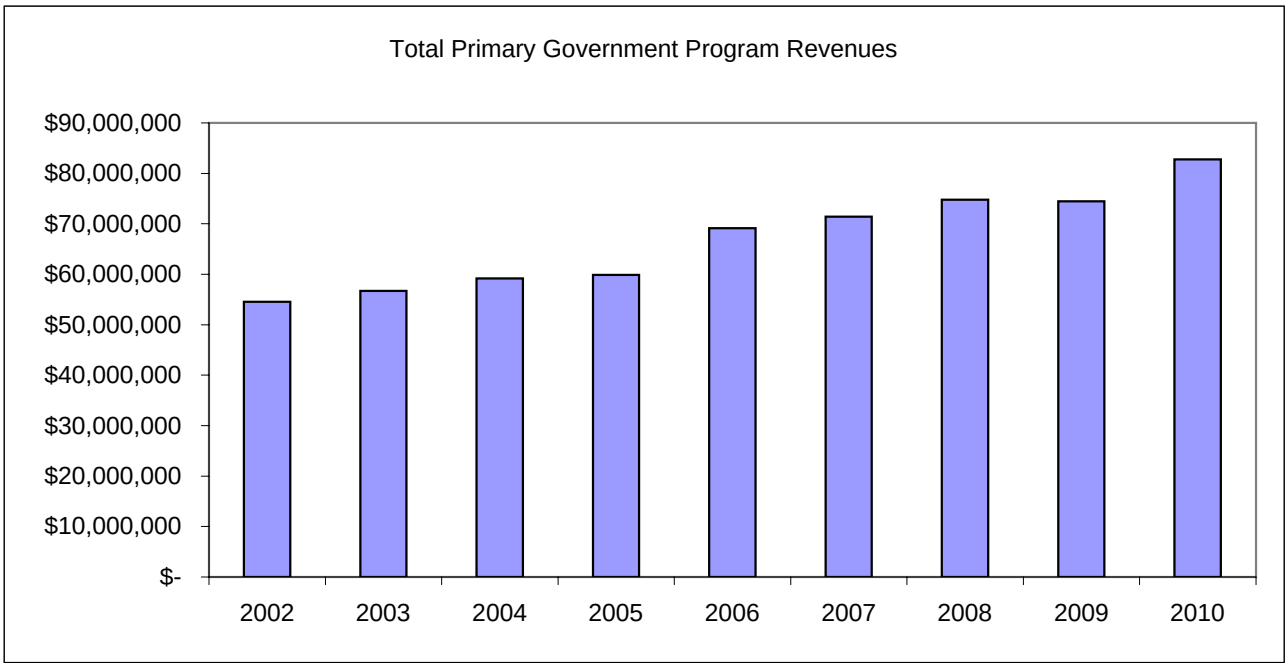
Notes:
(1) Includes all funds. (GAAP Basis)

(2) Presented for all years since implementation of GASB Statement No. 34.

(3) Beginning with fiscal year 2006, the Extended Child Services Fund is reported within governmental activities.

Schedule 2

Fiscal Year				
2006	2007	2008	2009	2010
$ 15,579,084	$ 17,022,126	$ 18,118,834	$ 17,672,587	$ 18,117,416
11,300,849	11,571,481	11,571,446	11,464,290	11,217,970
861,208	1,151,383	1,476,045	1,385,941	1,576,975
28,047,976	27,846,901	28,940,825	29,333,487	35,984,390
619,349	538,520	541,869	280,737	575,230
56,408,466	58,130,411	60,649,019	60,137,042	67,471,981
8,264,051	8,353,484	8,631,867	8,269,413	8,344,224
-	-	-	-	-
4,447,409	4,907,235	5,518,150	6,027,800	6,948,094
12,711,460	13,260,719	14,150,017	14,297,213	15,292,318
$ 69,119,926	$ 71,391,130	$ 74,799,036	$ 74,434,255	$ 82,764,299
$(332,041,977)	$(385,768,695)	$(408,926,275)	$(428,718,298)	$(439,373,573)
(9,571,112)	52,823	308,648	(89,873)	728,563
$(341,613,089)	$(385,715,872)	$(408,617,627)	$(428,808,171)	$(438,645,010)



CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

Changes in Net Assets,
Last Nine Fiscal Years
(accrual basis of accounting)

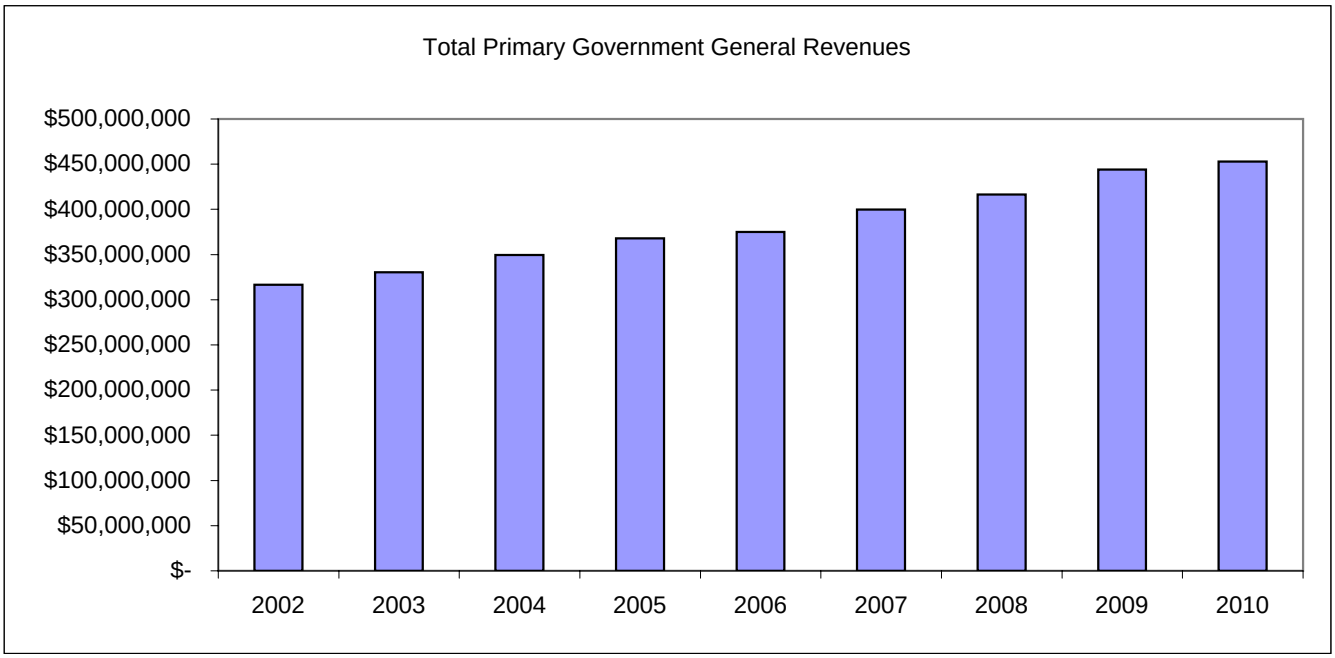
	Fiscal Year			
	2002	2003	2004	2005
General Revenues and Other Changes in Net Assets				
Governmental activities:				
Taxes:				
Property taxes	$ 177,665,501	$ 181,706,969	$ 187,689,061	$ 193,916,033
Specific ownership taxes	19,172,994	18,280,862	18,082,240	17,984,695
Investment earnings	8,287,360	3,459,085	1,808,941	2,574,816
Other revenues	1,898,158	1,890,984	1,939,478	2,260,767
State equalization aid	109,144,312	124,971,830	139,947,621	151,055,322
Transfers	881,236	455,031	361,783	574,796
Total governmental activities	317,049,561	330,764,761	349,829,124	368,366,429
Business-type activities:				
Investment earnings	227,364	76,711	40,467	110,205
Transfers	(881,236)	(455,031)	(361,783)	(574,796)
Total business-type activities	(653,872)	(378,320)	(321,316)	(464,591)
Total primary government	$ 316,395,689	$ 330,386,441	$ 349,507,808	$ 367,901,838
Change in Net Assets				
Governmental activities	$ 16,050,819	$ 3,268,379	$ 12,838,327	$ 16,487,841
Business-type activities	(355,710)	54,308	36,782	542,674
Total primary government	$ 15,695,109	$ 3,322,687	$ 12,875,109	$ 17,030,515

Notes:
(1) Includes all funds. (GAAP Basis)

(2) Presented for all years since implementation of GASB Statement No. 34.

(3) Beginning with fiscal year 2006, the Extended Child Services Fund is reported within governmental activities.

Fiscal Year				
2006	2007	2008	2009	2010
$ 191,435,995	$ 200,318,318	$ 206,915,772	$ 222,411,349	$ 223,752,825
17,658,917	17,450,360	16,768,029	15,903,660	15,360,501
4,374,881	4,740,873	2,895,107	1,745,780	1,687,500
2,083,166	2,151,510	1,776,439	3,596,646	2,908,257
159,224,806	175,076,405	187,758,523	200,186,015	209,183,996
(178,352)	(82,851)	(81,484)	(117,836)	-
374,599,413	399,654,615	416,032,386	443,725,614	452,893,079
98,384	158,893	141,982	31,031	600
178,352	82,851	81,484	117,836	-
276,736	241,744	223,466	148,867	600
$ 374,876,149	$ 399,896,359	$ 416,255,852	$ 443,874,481	$ 452,893,679
$ 22,720,825	$ 13,885,920	$ 7,106,111	$ 15,007,316	$ 13,519,506
1,284,001	294,567	532,114	58,994	729,163
$ 24,004,826	$ 14,180,487	$ 7,638,225	$ 15,066,310	$ 14,248,669



CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

Schedule 3

	General Fund		
Fiscal Year	Reserved	Unreserved	Total
2001	$ 12,102,368	$ 1,006,581	$ 13,108,949
2002	12,929,389	(7,040,654)	5,888,735
2003	13,165,826	(16,795,741)	(3,629,915)
2004	13,607,218	(8,998,403)	4,608,815
2005	14,142,326	(3,159,393)	10,982,933
2006	13,764,015	6,708,700	20,472,715
2007	14,044,359	8,262,903	22,307,262
2008	14,907,646	28,504	14,936,150
2009	15,989,712	7,489,957	23,479,669
2010	15,069,315	23,449,751	38,519,066

	All Other Governmental Funds					
		Unreserved				
Fiscal Year	Reserved	Capital Reserve	Pupil Activities	Designated Purpose Grants	Extended Child Services	Total
2001	$ 177,643,052	$ 5,164,045	$ 3,083,946	$ -	$ -	$ 185,891,043
2002	102,475,801	5,302,647	3,202,355	-	-	110,980,803
2003	65,970,659	779,109	3,654,524	-	-	70,404,292
2004	134,511,505	1,163,292	3,974,144	-	-	139,648,941
2005	133,847,164	1,959,543	4,380,099	-	-	140,186,806
2006	97,722,809	2,195,275	4,585,624	-	3,459,554	107,963,262
2007	72,048,344	1,231,471	4,822,487	-	3,874,837	81,977,139
2008	63,687,822	(134,204)	4,679,939	(14,525)	3,699,301	71,918,333
2009	162,301,208	992,964	4,707,125	-	2,767,343	170,768,640
2010	171,881,681	535,756	5,000,574	-	3,510,997	180,929,008

Notes:
(1) Other governmental funds from fiscal year 2001 through fiscal year 2005 include: Debt Service - Bond Redemption Fund, Capital Projects - Building Fund, Capital Reserve Fund, Designated Purpose Grants Fund, Pupil Activities Fund, and Capital Finance Corporation Fund. Beginning with fiscal year 2006, the Extended Child Services Fund is also reported within governmental funds. The unreserved fund balances represented above are the following fund type: Capital Reserve is a Capital Projects fund, while Pupil Activities, Designated Purpose Grants, and Extended Child Services are Special Revenue funds.

Cherry Creek Schools

Dedicated to Excellence

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year			
	2001	2002	2003	2004
Revenues				
Local sources				
Property taxes	$ 165,133,416	$ 175,900,512	$ 182,209,209	$ 186,967,678
Specific ownership taxes	18,488,081	19,172,994	18,280,862	18,082,240
Tuition	1,034,583	1,023,438	940,862	936,605
Earnings on investments	12,583,774	8,287,360	3,459,085	1,808,941
Pupil activities	9,039,004	9,369,174	10,503,356	10,449,613
Other	5,068,670	8,310,746	6,719,299	6,114,307
State sources				
Equalization aid	99,400,435	109,144,312	124,971,830	139,947,621
Vocational education	1,034,990	854,825	903,278	996,075
Education of handicapped	4,360,704	4,687,976	5,017,061	5,254,446
Transportation	1,690,717	1,820,053	2,079,280	2,265,448
Other	668,841	1,358,249	1,678,682	1,576,622
Federal sources	5,619,033	7,480,318	9,068,970	10,471,840
Total revenues	324,122,248	347,409,957	365,831,774	384,871,436
Expenditures				
Instruction	175,254,854	193,973,501	207,279,122	215,019,643
Pupil services	15,306,051	18,119,212	20,102,006	22,237,540
Instructional staff services	9,564,155	11,544,196	12,127,646	11,149,839
School administration	15,597,228	17,330,929	18,462,674	18,828,858
General administration	2,235,894	2,525,173	2,586,707	2,596,437
Business services	2,473,455	2,717,960	2,763,206	2,729,878
Operations & maintenance	23,985,435	25,939,683	27,391,354	28,694,011
Pupil transportation	6,091,040	7,409,636	8,663,563	9,337,639
Central supporting services	8,092,853	8,126,108	9,180,097	8,296,417
Other services	2,174,781	-	-	-
Non-departmental	938,564	661,110	755,964	723,852
Pupil activities	8,808,228	9,344,837	10,094,024	10,150,045
Capital outlay	47,260,013	91,123,939	63,701,349	36,243,083
Debt service				
Interest	22,489,617	21,189,313	18,663,341	18,560,140
Principal	18,383,261	20,841,393	23,417,525	26,835,962
Total expenditures	358,655,429	430,846,990	425,188,578	411,403,344
Excess of revenues over (under) expenditures	(34,533,181)	(83,437,033)	(59,356,804)	(26,531,908)
Other Financing Sources (Uses):				
Transfers in	1,672,463	2,005,301	1,962,771	1,866,451
Transfers out	(19,016)	(1,124,065)	(1,507,740)	(1,504,668)
General obligation bonds issued	-	-	8,978,603	198,765,000
Bond premium	-	-	-	9,760,750
Bond refunding escrow agent	-	-	-	(104,897,505)
Equipment lease	-	203,560	135,650	-
Sale of assets	70,492	221,783	7,920	25,259
Other	-	-	(9,600)	-
Total other financing sources (uses)	1,723,939	1,306,579	9,567,604	104,015,287
Net change in fund balances	$ (32,809,242)	$ (82,130,454)	$ (49,789,200)	$ 77,483,379
Debt service as a percentage of noncapital expenditures		12.2%	11.5%	14.6%

Schedule 4

2005	2006	2007	2008	2009	2010
$ 190,964,705	$ 194,339,986	$ 199,571,172	$ 207,013,865	$ 220,133,193	$ 223,900,561
17,984,695	17,658,917	17,450,360	16,768,029	15,903,660	15,360,501
770,158	13,713,445	15,247,271	16,373,319	15,912,029	16,288,980
2,574,816	4,374,881	4,740,873	2,895,107	1,745,780	1,687,500
10,674,825	11,300,849	11,571,481	11,571,446	11,464,290	11,217,970
7,484,071	7,322,820	6,920,467	8,687,906	9,402,234	8,083,985
151,055,322	159,224,806	175,076,405	187,758,523	200,186,015	209,183,996
1,113,314	2,002,053	723,110	1,491,395	1,078,451	1,892,460
5,417,924	7,149,487	7,587,737	7,507,649	7,778,024	8,196,245
2,363,142	2,570,702	2,612,078	3,086,331	3,576,970	3,921,767
1,243,568	1,090,670	2,017,101	665,442	753,524	1,398,444
9,745,340	13,350,891	13,657,343	13,956,561	13,795,224	19,380,387
401,391,880	434,099,507	457,175,398	477,775,573	501,729,394	520,512,796
220,457,921	240,390,990	260,993,962	277,624,127	291,739,767	304,555,053
21,135,995	21,549,955	22,955,861	24,991,634	25,393,727	28,875,655
13,529,753	13,431,218	14,186,080	14,376,166	14,452,430	14,327,494
18,690,096	20,189,689	20,883,529	21,766,883	22,483,945	22,514,168
2,641,443	2,774,131	3,231,813	3,192,004	3,160,948	3,043,541
2,885,117	2,979,475	3,159,154	3,428,093	3,555,377	3,622,878
29,027,240	31,893,410	32,998,360	34,454,985	34,861,871	33,606,542
10,589,929	11,409,808	13,345,503	17,043,796	17,415,623	17,352,382
8,878,048	9,967,331	9,465,979	11,538,222	11,973,210	10,043,521
-	-	-	-	-	-
702,992	1,223,626	1,318,533	1,539,238	1,236,573	1,348,519
10,311,846	11,189,035	11,501,773	11,852,886	11,520,567	10,983,274
83,434,386	48,882,913	41,017,521	24,093,682	18,955,829	98,698,111
20,679,967	20,580,649	19,626,055	18,372,291	18,681,896	21,797,565
21,495,000	24,275,000	26,560,000	30,850,000	25,830,000	27,600,000
464,459,733	460,737,230	481,244,123	495,124,007	501,261,763	598,368,703
(63,067,853)	(26,637,723)	(24,068,725)	(17,348,434)	467,631	(77,855,907)
1,614,472	1,294,903	1,297,107	2,324,723	1,928,953	8,648,452
(1,039,676)	(1,473,255)	(1,379,958)	(2,406,207)	(2,046,789)	(8,648,452)
199,715,000	-	-	-	101,775,000	101,775,000
14,402,671	-	-	-	5,269,031	1,280,672
(144,743,873)	-	-	-	-	-
-	-	-	-	-	-
31,242	13,225	-	-	-	-
-	-	-	-	-	-
69,979,836	(165,127)	(82,851)	(81,484)	106,926,195	103,055,672
$ 6,911,983	$ (26,802,850)	$ (24,151,576)	$ (17,429,918)	$ 107,393,826	$ 25,199,765
10.7%	10.6%	10.3%	10.3%	9.9%	8.3%

Changes in Fund Balances, Governmental Funds, Last Ten Fiscal Years **Schedule 4 (continued)**

(modified accrual basis of accounting)

Notes:
(1) Includes all funds. (GAAP Basis)

(2) For comparative analysis, transfers have not been included.

(3) Expenditures in the category other services have been primarily related to supporting services in the Designated Purpose Grants Fund. Effective in fiscal year 2002-2003, these expenditures are reflected within the functional categories. This change was reclassified for fiscal year 2001-2002, but such information was not available to reclassify prior years.

(4) Beginning with fiscal year 2006, the Extended Child Services Fund is reported within governmental activities.

(5) Debt service as a percentage of noncapital expenditures is calculated by dividing total debt service by total expenditures exclusive of all capital outlays as noted on the reconciliation of the governmental funds statement of revenues, expenditures, and changes in fund balances to the government-wide statement of activities. Debt service as a percentage of noncapital expenditures is not available prior to implementation of GASB Statement No. 34 in fiscal year 2002.

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

Assessed Value and Estimated Actual Value of Taxable Property, Last Ten Tax Years — **Schedule 5**

(in thousands of dollars)

Fiscal Year Ended June 30,	Residential Property	Commercial Property	Other Property	Less: Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
2001	1,327,450	1,664,461	458,588	210,358	3,240,141	5.2397	20,126,195	16.10%
2002	1,693,516	1,862,792	531,704	217,181	3,870,831	4.6889	26,013,957	14.88%
2003	1,784,056	1,789,326	564,790	220,329	3,917,843	4.7331	26,853,214	14.59%
2004	1,833,955	1,642,275	557,392	243,423	3,790,199	4.9654	29,783,850	12.73%
2005	1,891,841	1,636,079	700,540	396,753	3,831,707	5.1132	29,547,800	12.97%
2006	1,983,013	1,535,298	769,811	448,584	3,839,538	5.1575	30,420,101	12.62%
2007	2,049,580	1,561,760	777,387	456,753	3,931,974	5.1129	31,346,227	12.54%
2008	2,297,685	1,799,023	853,743	495,052	4,455,399	4.7397	36,303,602	12.27%
2009	2,364,816	1,819,533	853,281	506,148	4,531,482	4.9569	37,177,878	12.19%
2010	2,270,778	2,122,295	910,743	564,415	4,739,401	4.8825	37,037,726	12.80%

Source: Arapahoe County Assessor's Office.

Notes:

(1) Assessed value as per official notice from Arapahoe County Assessor.

(2) Other property includes vacant land, industrial, agricultural, state assessed, oil and gas, and other natural resources property.

(3) The assessment rate, expressed as a percent of estimated actual value for all taxable property in the State of Colorado, is as follows:

Year	Residential	Commercial	Base Year
2001	9.74	29.0	1999
2002	9.15	29.0	2000
2003	9.15	29.0	2001
2004	7.96	29.0	2002
2005	7.96	29.0	2003
2006	7.96	29.0	2004
2007	7.96	29.0	2005
2008	7.96	29.0	2006
2009	7.96	29.0	2007
2010	7.96	29.0	2008

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

Direct and Overlapping Property Tax Rates, **Schedule 6**

Last Ten Tax Years

(rate per $1,000 of assessed value)

	Cherry Creek School District Number 5						
Collection Year	General Fund	Debt Service Fund	Total District	Total Cities and Towns	Total County	Total Special Districts (1)	Total (2)
2001	39.975	12.422	52.397	40.726	14.013	1,191.353	1,298.489
2002	35.883	11.006	46.889	47.175	14.028	1,193.480	1,301.572
2003	35.831	11.500	47.331	73.368	14.594	1,271.785	1,407.078
2004	39.574	10.080	49.654	70.370	15.140	1,327.965	1,463.129
2005	39.110	12.022	51.132	69.316	15.451	1,367.688	1,503.587
2006	39.787	11.788	51.575	79.370	15.420	1,378.795	1,525.160
2007	38.896	12.233	51.129	77.784	16.083	1,389.060	1,534.056
2008	35.550	11.847	47.397	74.106	15.217	1,294.426	1,431.146
2009	39.637	9.932	49.569	72.193	15.609	1,236.142	1,373.513
2010	38.924	9.901	48.825	72.410	15.672	1,262.792	1,399.699

Source: Arapahoe County Assessor's Office

Notes:
(1) This represents the gross millage of all special taxing entities within the District boundaries which range from 2.024 to 65.00 mills. The total is not representative of the mill levy assessed to an individual taxpayer.

(2) Overlapping rates are those of local and county governments that apply to property owners within the Cherry Creek School District. Not all overlapping rates apply to all District property owners; for example, although the county property taxes apply to all District property owners, only the city in which the property owner resides would apply.

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

Principal Property Tax Payers, Current Year and Nine Years Ago — **Schedule 7**

	2010			2001		
Taxpayer	Taxable Assessed Value	Rank	Percent of District's Total Taxable Value	Taxable Assessed Value	Rank	Percent of District's Total Taxable Value
Qwest Corporation	$ 51,244,400	1	1.08%	$ 54,736,700	1	1.69%
Verizon FKA Airtouch Comm.	46,119,470	2	0.97%	-		-
Xcel Energy	42,048,760	3	0.89%	28,374,400	3	0.88%
Greenwood Property Corporation	30,450,000	4	0.64%	23,316,010	4	0.72%
Property Colorado OBJLW One	27,550,000	5	0.58%	19,720,000	5	0.61%
Legacy III Centennial LLC	16,965,000	6	0.36%	-		-
CSHV Denver Tech Center LLC	15,080,010	7	0.32%	-		-
5251 DTC Parkway LLC	14,500,010	8	0.31%	-		-
Palazzo Verdi LLC	13,289,870	9	0.28%	-		-
Crescent Peakview Tower	13,050,000	10	0.28%	-		-
AMC/Pavillion Towers, LLC	-		-	30,619,500	2	0.95%
EOP - Millennium LLC	-		-	13,340,010	6	0.41%
Galileo International	-		-	12,764,340	7	0.39%
EOP Quandrant LLC	-		-	12,470,010	8	0.38%
Galleria Acquisition Inc.	-		-	12,179,990	9	0.38%
Anemone Properties Associates	-		-	11,165,000	10	0.34%
	$ 270,297,520		5.70%	$ 218,685,960		6.75%

Source: Arapahoe County Assessor's Office

Notes:
(1) The total assessed valuation upon which the 2009 tax levy is based for collection in 2010 is $4,739,400,930. The total assessed valuation upon which the 2000 tax levy is based for collection in 2001 is $3,240,140,690.

(2) Qwest was known as US West Communications in 2001

(3) Xcel was known as Public Service Company of Colorado in 2001

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

Property Tax Levies and Collections, Last Ten Fiscal Years — **Schedule 8**

Fiscal Year Ended June 30,	Taxes Levied For The Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2001	169,773,652	161,372,600	95.05%	4,147,061	165,519,661	97.49%
2002	181,499,382	166,909,534	91.96%	8,934,416	175,843,950	96.88%
2003	185,435,427	176,534,635	95.20%	5,797,170	182,331,805	98.33%
2004	188,198,530	182,624,336	97.04%	1,866,126	184,490,462	98.03%
2005	195,922,830	191,719,622	97.85%	895,181	192,614,803	98.31%
2006	198,024,067	193,962,837	97.95%	617,822	194,580,659	98.26%
2007	201,036,940	197,160,029	98.07%	1,295,423	198,455,452	98.72%
2008	211,148,521	206,670,244	97.88%	(154,989)	206,515,255	97.81%
2009	224,621,021	218,325,366	97.20%	2,193,633	220,518,999	98.17%
2010	231,224,256	223,701,797	96.75%	-	223,701,797	96.75%

Source: School District financial records and Arapahoe County Treasurer's Office

Notes:
(1) Includes General and Debt Service Funds.

(2) The current tax collections and delinquent tax collected amounts for the 2010 collection year include actual collections through June 30, 2010 only.

(3) Delinquent property taxes are advertised and subject to distraint, seizure, and sale after delinquent dates. When real estate is sold for taxes, the tax, plus interest, advertising, and certificate fees, draw interest from the date of the sale. After the sale, real estate may be redeemed at any time within three years from the date of sale or at any time before a tax deed is issued. Tax deeds may be legally issued three years after the date of sale.

(4) Collections in subsequent years show a negative amount for the fiscal year ended June 30, 2008. This is due to a large amount of refunds related to that tax year paid back to tax payers during the fiscal year ended June 30, 2010.

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

Ratios of Outstanding Debt by Type,
Last Ten Fiscal Years
(dollars in thousands, except per student)

Schedule 9

	Governmental Activities							
Fiscal Year	General Obligation Bonds	Certificates of Participation	Capital Leases	Total Primary Government	Percentage of Estimated Actual Value of Taxable Property	Percentage of Arapahoe County Personal Income	Per Capita	Per Student
2001	373,605	4,785	170	378,560	1.88%	1.66%	1,803	9,263
2002	353,435	4,270	150	357,855	1.38%	1.58%	1,664	8,491
2003	330,705	12,565	133	343,403	1.28%	1.66%	1,516	7,928
2004	405,130	11,305	102	416,537	1.40%	1.69%	1,751	9,455
2005	450,425	10,005	69	460,499	1.56%	1.85%	1,880	10,221
2006	427,495	8,660	34	436,189	1.43%	1.65%	1,729	9,474
2007	402,325	7,270	-	409,595	1.31%	1.48%	1,594	8,709
2008	373,580	5,165	-	378,745	1.04%	1.35%	1,431	7,932
2009	450,320	4,370	-	454,690	1.22%		1,523	9,394
2010	525,315	3,550	-	528,865	1.43%		1,754	10,798

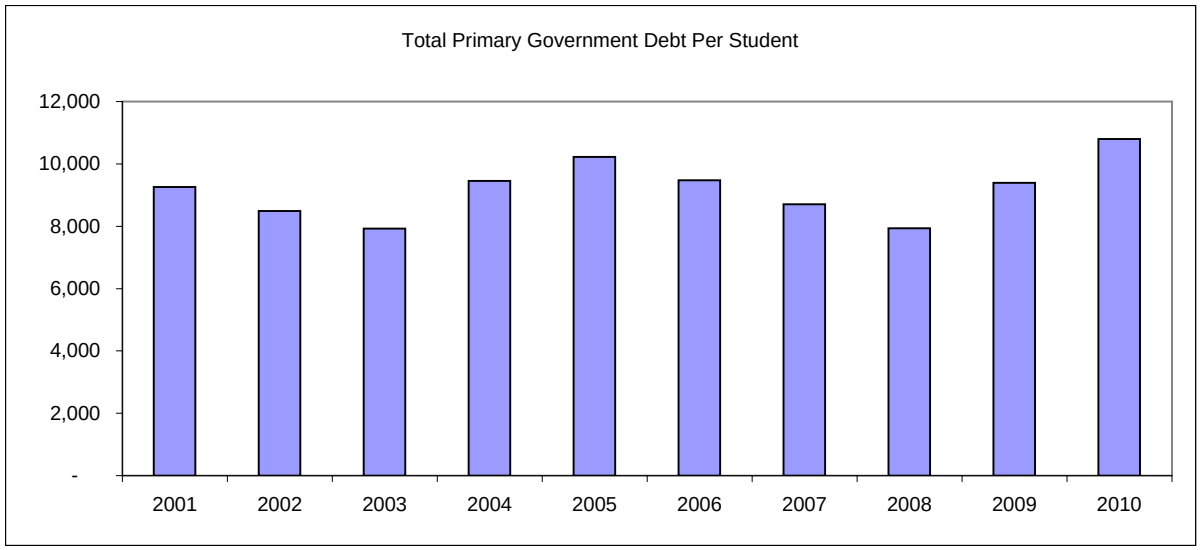
Notes:

(1) Details regarding the District's outstanding debt can be found in the notes to the financial statements.

(2) See Schedule 5 for property value data.

(3) Population, personal income, and student data can be found in Schedule 14.

(4) Personal income information not available for 2009 and 2010.



CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

Ratios of General Bonded Debt Outstanding, **Schedule 10**

Last Ten Fiscal Years

(dollars in thousands, except per capita and per student)

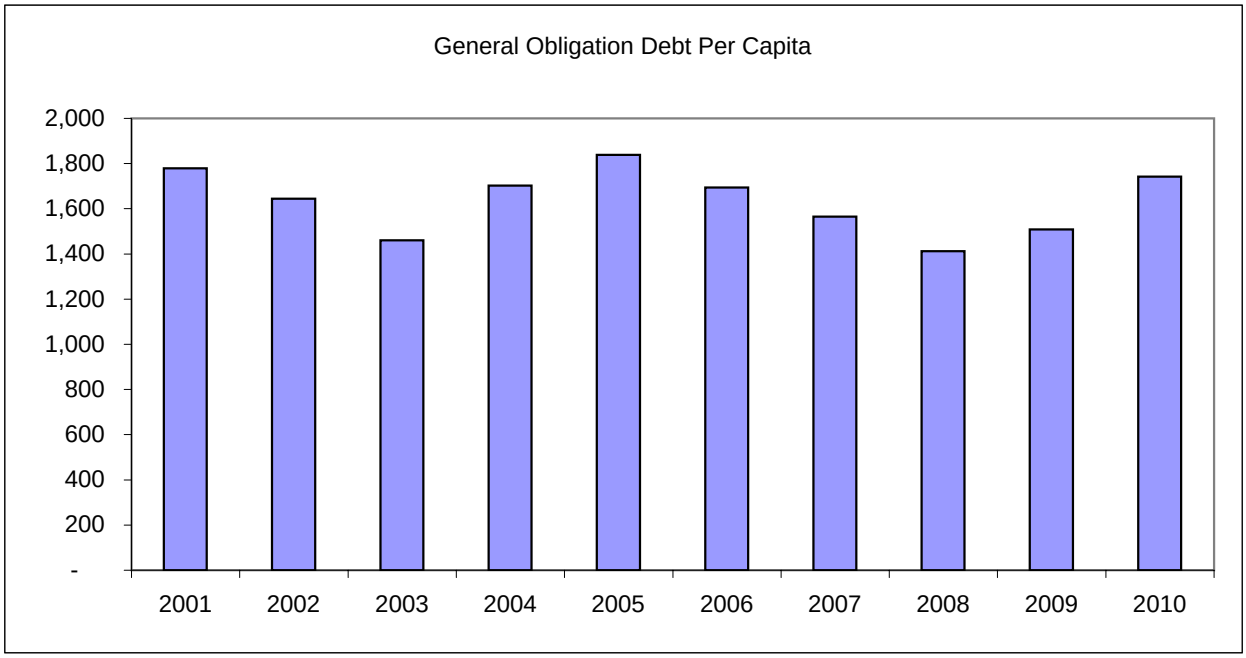
Fiscal Year	General Obligation Bonds	Percentage of Estimated Actual Value of Taxable Property	Per Capita	Per Student
2001	373,605	1.86%	1,779	9,142
2002	353,435	1.36%	1,644	8,386
2003	330,705	1.23%	1,460	7,635
2004	405,130	1.36%	1,703	9,196
2005	450,425	1.52%	1,838	9,997
2006	427,495	1.41%	1,694	9,285
2007	402,325	1.28%	1,565	8,554
2008	373,580	1.03%	1,412	7,823
2009	450,320	1.21%	1,509	9,304
2010	525,315	1.42%	1,742	10,725

Notes:

(1) Details regarding the District's outstanding debt can be found in the notes to the financial statements. The fund balance in the Debt Service - Bond Redemption Fund at June 30 is available for debt service payments in December, which are entirely interest payments. Principal payments are made in June of each year.

(2) See Schedule 5 for property value data.

(3) Population and student data can be found in Schedule 14.



CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

Direct and Overlapping Governmental Activities Debt **Schedule 11**

As of June 30, 2010

(dollars in thousands)

Overlapping debt:	Outstanding General Obligation Debt	Percentage Applicable To District	Amount Applicable To District
Antelope Water System General Improvement District	$ 2,920	100.00 %	$ 2,920
Arapahoe Park & Recreation District	13,845	100.00	13,845
Arapahoe Water & Wastewater Public Improvement District	155,903	100.00	155,903
Beacon Point Metropolitan District	17,250	100.00	17,250
Centennial 25 Metropolitan District	1,895	100.00	1,895
Cherry Creek Vista Metro Park & Rec District	4,980	100.00	4,980
City of Aurora	21,035	38.36	8,069
City of Englewood	10,850	3.63	394
Columbia Metropolitan District	1,770	100.00	1,770
Conservatory Metropolitan District	24,865	100.00	24,865
Country Homes Metropolitan District #A	75	100.00	75
Dove Valley Metropolitan District	42,335	100.00	42,335
Eagle Bend Metropolitan District #A	36,615	100.00	36,615
East Cherry Creek Valley Water & Sanitation	996	100.00	996
East Quincy Highlands Metro District #1	3,375	100.00	3,375
East Smoky Hill Metro District #1	4,115	100.00	4,115
East Smoky Hill Metro District #2	8,815	100.00	8,815
Fiddler's Green Business Improve. District	55,815	100.00	55,815
Galleria Metropolitan District	5,795	100.00	5,795
Goldsmith Metropolitan District	18,175	47.76	8,680
Goodman Metropolitan District	4,595	100.00	4,595
Greenwood Metropolitan District	3,530	98.50	3,477
Heather Gardens Metropolitan District	275	40.16	110
High Plains Metropolitan District	23,990	100.00	23,990
Highline Glen Metropolitan District	200	100.00	200
Inverness Metropolitan Improvement District	3,400	71.10	2,417
Inverness Water & Sanitation District	24,670	69.32	17,101
Landmark Metropolitan District	1,405	100.00	1,405
Liverpool Metropolitan District	3,830	100.00	3,830
Panorama Metropolitan District	7,950	100.00	7,950
Parker Jordan Metropolitan District	4,580	100.00	4,580
Piney Creek Metropolitan District	5,595	100.00	5,595
Saddle Rock Metro District	10,680	100.00	10,680
Saddle Rock South Metropolitan District #2	503	100.00	503
Saddle Rock South Metropolitan District #3	4,225	100.00	4,225
Saddle Rock South Metropolitan District #4	7,950	100.00	7,950
Serenity Ridge Metropolitan District No. 2	6,750	100.00	6,750
Smoky Hill Metropolitan District	250	100.00	250
Sorrel Ranch Metropolitan District	14,410	100.00	14,410
South Suburban Metropolitan Park & Recreation District	28,240	36.17	10,214
Southeast Public Improvement Metro District	7,180	57.70	4,143
Southgate Corporate Center Metropolitan District	1,055	100.00	1,055
Southlands Metropolitan District No. 1	58,420	100.00	58,420
Sundance Hills Metropolitan District	760	100.00	760
Town of Foxfield	277	100.00	277
Tallgrass Metropolitan District	17,890	100.00	17,890
Tallyn's Ranch Metropolitan District No. 2	6,087	100.00	6,087
Tallyn's Ranch Metropolitan District No. 3	19,095	100.00	19,095
Tollgate Crossing Metropolitan District No. 2	14,949	100.00	14,949
Willow Trace Metropolitan District	9,705	100.00	9,705
Total overlapping debt	723,870		661,120
Direct debt:			
Cherry Creek School District Number Five	525,315	100.00	525,315
Total	$ 1,249,185		$ 1,186,435

Source: Financial records of entities listed above and other sources.

Note: Overlapping governments without general obligation debt are not shown.

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

Legal Debt Margin Information, Last Ten Fiscal Years — **Schedule 12**

Legal Debt Margin Calculation For Fiscal Year 2010

	Assessed Value
Assessed Value	$ 4,739,400,930
Legal debt limit percentage	20%
Legal debt limit	$ 947,880,186
Amount of debt applicable to debt limit:	
Total bonded debt	525,315,000
Less Debt Service Fund available	42,855,336
Total amount of debt applicable to debt limit	482,459,664
Legal debt margin	$ 465,420,522

Ten Year Summary

Fiscal Year	Debt Limit	Total Net Debt Applicable to Limit	Debt Margin	Total Net Debt Applicable to the Limit as a % of Debt Limit
2001	648,028,138	343,756,815	304,271,323	53.0%
2002	774,166,148	321,777,094	452,389,054	41.6%
2003	783,568,602	295,778,217	487,790,385	37.7%
2004	758,039,756	375,507,671	382,532,085	49.5%
2005	766,341,350	416,113,294	350,228,056	54.3%
2006	767,907,554	391,581,530	376,326,024	51.0%
2007	786,394,718	362,660,698	423,734,020	46.1%
2008	890,978,198	328,557,070	562,421,128	36.9%
2009	906,296,358	404,397,229	501,899,129	44.6%
2010	947,880,186	482,459,664	465,420,522	50.9%

Source: Arapahoe County Assessor's Office and School District records

Note:
(1) Under the Colorado Public School Finance Act of 1994, the limitation on bonded indebtedness is the greater of 20 percent of assessed value or 6 percent of actual value. Due to limitations of TABOR, the District is limited to the lower calculation of 20 percent of assessed value, which is presented on this schedule.

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

Demographic and Economic Statistics, Last Ten Fiscal Years — **Schedule 14**

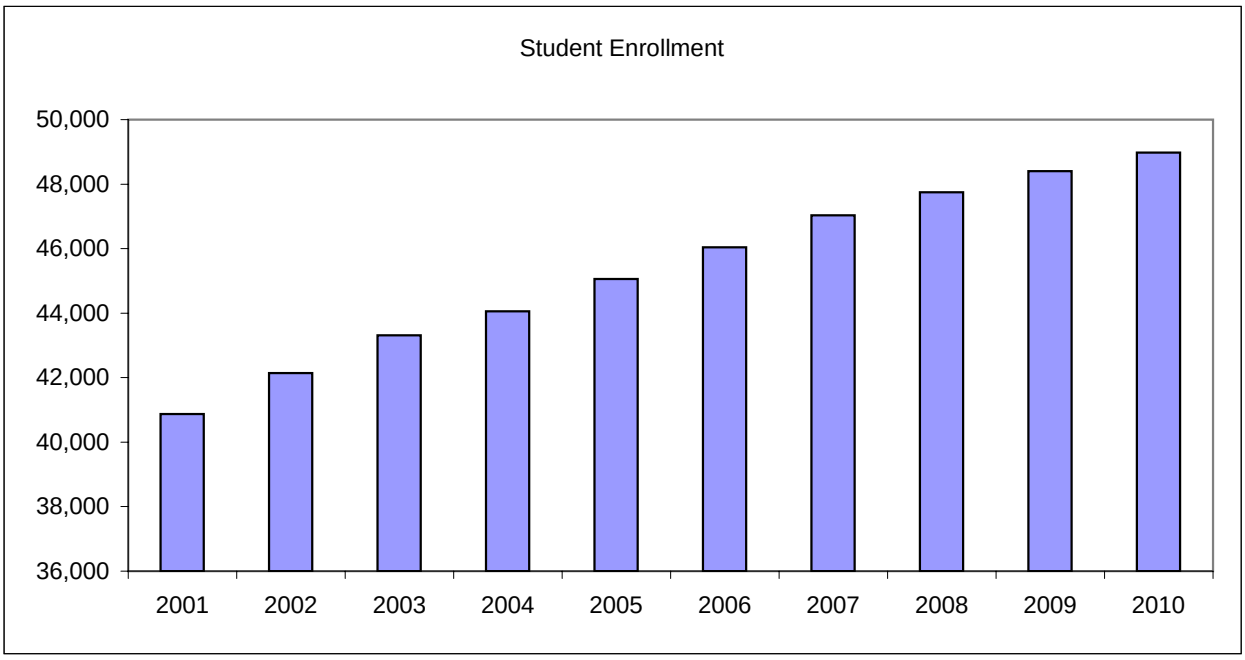
	Arapahoe County				Cherry Creek School District	
Fiscal Year	Population	Personal Income *(millions of dollars)*	Per Capita Personal Income	Unemployment Rate	Population	FTE Student Enrollment
2001	503,536	$ 22,792	$ 45,285	2.4%	210,000	40,869
2002	502,814	22,710	44,511	3.7%	215,000	42,145
2003	515,206	20,650	43,914	5.8%	226,500	43,316
2004	524,414	24,663	45,330	6.3%	237,900	44,055
2005	531,741	24,898	47,039	5.6%	245,000	45,056
2006	543,033	26,421	49,458	5.1%	252,350	46,043
2007	551,724	27,680	50,947	4.3%	257,000	47,033
2008	561,388	28,122	50,727	5.4%	264,600	47,752
2009	573,762			7.7%	298,500	48,402
2010	578,444			8.1%	301,485	48,979

Notes:

(1) Arapahoe County population, personal income, per capita income, and unemployment rate is from the Bureau of Labor Statistics, U.S. Department of Labor and Bureau of Economic Analysis, U.S. Department of Commerce. Certain information was not available for fiscal year 2009 and 2010. Population reported for 2009 is an estimate obtained from the Arapahoe County Budget.

(2) District population information is based on 2000 census data and information provided by the District's Department of Planning and Community Services.

(3) Student enrollment is based on the full time equivalent (FTE), which is adjusted for preschool programs at one half time and kindergarten calculated at .5 FTE for fiscal years 2001 to 2008 and at .58 FTE for fiscal year 2009. Student enrollment is as of the October count date of each year, as audited by the Colorado Department of Education.



CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

Denver Metropolitan Statistical Area (MSA) - Principal Employers **Schedule 15**

Current Year and Nine Years Ago

	2010			2001		
Employer	Employees	Rank	Percentage of Metro Denver Employment	Employees	Rank	Percentage of Metro Denver Employment
U.S. Federal Government	37,302	1	2.93%	35,343	1	2.92%
State of Colorado	33,700	2	2.65%	27,266	2	2.25%
University of Colorado System	14,790	3	1.16%	11,975	8	0.99%
Wal-Mart Stores Inc.	25,959	4	2.04%	-		-
City & County of Denver	13,000	5	1.02%	-		-
Centura Health	13,000	6	1.02%	-		-
Jefferson County Public Schools	12,840	7	1.01%	11,446	9	0.94%
Denver Public Schools	12,580	8	0.99%	14,540	5	1.20%
Safeway, Inc	10,681	9	0.84%	-		-
King Soopers, Inc.	9,676	10	0.76%	13,852	6	1.14%
US Postal Service-CO/WY District	-		-	15,085	3	1.25%
Qwest Communications	-		-	15,000	4	1.24%
Denver Career Service Authority	-		-	13,512	7	1.12%
United Airlines	-		-	9,500	10	0.78%
Total	183,528		14.43%	167,519		13.83%

Source:
Employer data was obtained from the Denver Business Journal "Top 25 Lists" Archives 2000-2001 and 2009-2010. The number of employees may equal number of Colorado employees instead of Denver-MSA employees.

Note:
The District is located in the southern portion of the Denver metropolitan area encompassing portions of several cities and unincorporated portions of Arapahoe County. The population of the District is employed over a large geographic area covering the Denver metropolitan area, therefore, total employment for the Denver metropolitan area is the best representation of District workforce. Total employment for the Denver metropolitan area in 2010 was 1,271,849 and for 2001 was 1,211,617 per U.S. Department of Labor Bureau of Labor Statistics.

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

Full-time Equivalent Employees by Function/Program, Last Ten Fiscal Years — **Schedule 16**

	Full-time Equivalent Employees as of June 30									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General Fund										
Administrators	107	112	121	124	128	134	136	138	140	139
Teachers	2,637	2,783	2,904	2,941	3,020	3,080	3,157	3,241	3,262	3,262
Teacher Assistants & Aides	176	180	183	195	190	182	180	179	179	189
Staff Support	317	338	352	361	365	369	376	388	391	389
Secretarial	340	342	349	359	371	371	370	382	385	379
Maintenance	50	54	56	57	60	64	68	70	71	70
Custodians	79	80	82	85	85	89	90	91	92	94
Bus Drivers	139	154	164	178	195	209	223	241	252	259
Mechanics	15	15	16	19	20	20	20	21	21	22
Mental Health	67	76	80	83	86	90	93	94	95	96
Nurses	53	56	57	57	55	56	57	59	60	60
Bus Aides	49	63	64	68	76	76	80	80	81	101
Designated purpose grants				148	162	189	203	192	202	212
Extended child services				480	488	496	511	514	532	532
Other governmental funds				13	20	14	12	21	11	18
Food services operations				181	185	201	208	228	236	233
Total	4,029	4,253	4,428	5,349	5,506	5,640	5,784	5,939	6,010	6,055

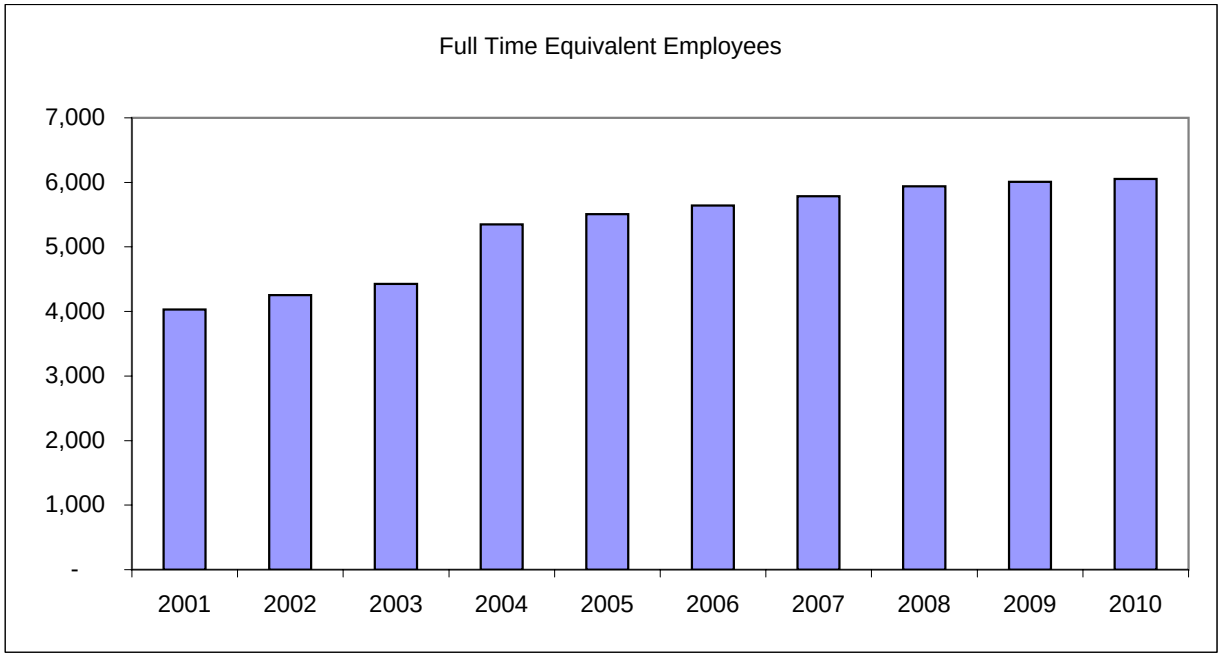
Source: School District records

Notes:

(1) Teacher assistants and aides are measured in equivalent teacher FTEs.

(2) FTE information for funds other than the general fund is not available prior to 2004.

(3) Extended child services represents total number of employees in that fund rather than full time equivalent.



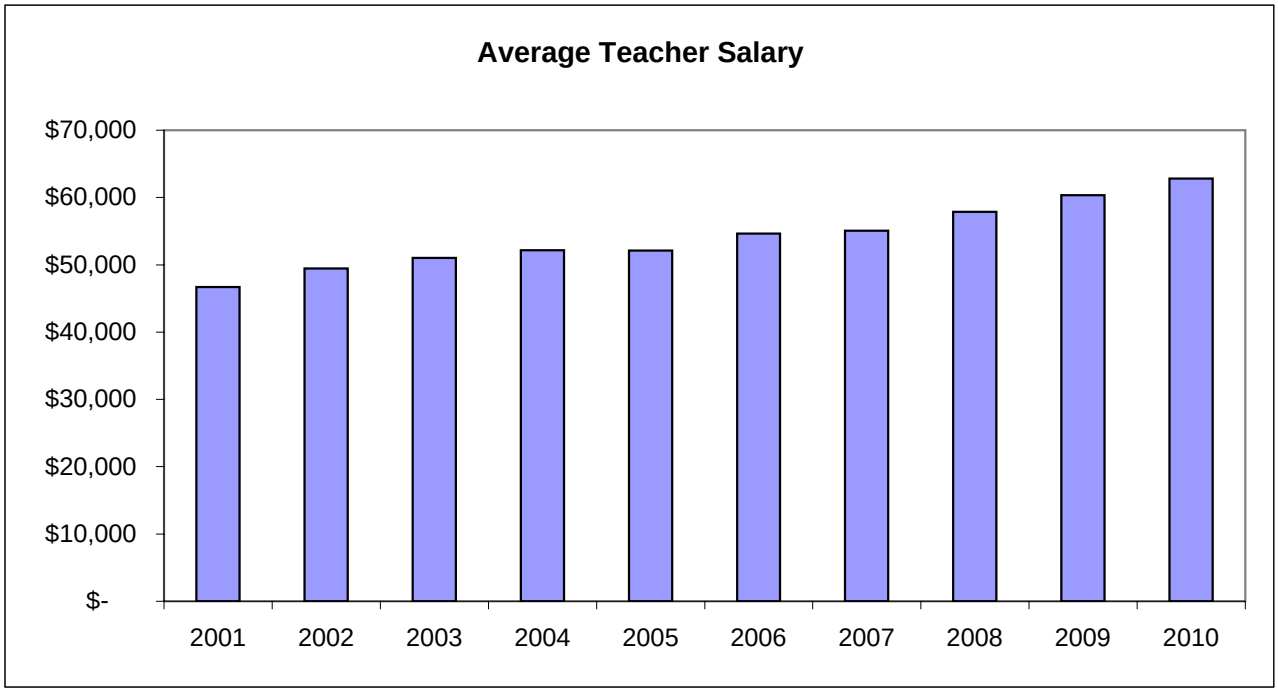
CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

Teacher Salary **Schedule 17**

Last Ten Fiscal Years

Fiscal Year	Contract Length	Salary: Beginning Teacher	Salary: Maximum Teacher	Salary: Average Teacher
2001	185	$ 29,112	$ 65,578	$ 46,687
2002	185	29,112	65,578	49,440
2003	185	30,490	68,924	51,015
2004	185	30,632	69,268	52,145
2005	185	31,231	70,722	52,132
2006	185	31,435	71,217	54,651
2007	185	32,625	74,078	55,048
2008	185	34,044	77,299	57,884
2009	185	35,110	79,719	60,360
2010	185	35,634	80,909	62,811

Source: School District and Colorado Department of Education



Cherry Creek Schools

Dedicated to Excellence

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

Operating Statistics,
Last Nine Fiscal Years

Fiscal Year	Governmental Activities Expenses *(in thousands)*	FTE Enrollment	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil FTE / Teacher Ratio	Students Receiving Free or Reduced Meals	Percent of Students Receiving Free or Reduced Meals
2002	$ 334,192	42,145	$ 7,930		2,783	15.1	5,603	13.3%
2003	362,507	43,316	8,369	5.54%	2,904	14.9	5,963	13.8%
2004	373,116	44,055	8,469	1.20%	2,941	15.0	7,517	17.1%
2005	388,450	45,056	8,621	1.80%	3,020	14.9	8,151	18.1%
2006	414,732	46,043	9,007	4.48%	3,080	14.9	9,279	20.2%
2007	443,899	47,033	9,438	4.78%	3,157	14.9	10,145	21.6%
2008	469,575	47,752	9,834	4.19%	3,241	14.7	11,161	23.4%
2009	488,855	48,402	10,100	2.71%	3,262	14.8	11,511	23.8%
2010	506,846	48,979	10,348	2.46%	3,262	15.0	12,734	26.0%

Notes:

(1) Includes all funds. (GAAP Basis)

(2) Presented for all years since implementation of GASB Statement No. 34.

(3) Student enrollment is based on the full time equivalent (FTE), which is adjusted for preschool programs at one half time and kindergarten calculated at .5 FTE for fiscal years 2000 to 2008 and at .58 FTE for fiscal years 2009 and 2010. Student enrollment is as of the October count date of each year, as audited by the Colorado Department of Education. Data is compiled by the District's Department of Planning.

(4) School Accountability Reports were released by the Colorado Department of Education annually in December for the prior fiscal year. The ratings were: Excellent, High, Average, Low and Unsatisfactory. The District has had no schools rated in the Low or Unsatisfactory category. Starting with fiscal year 2009, the Colorado Department of Education instituted the Colorado School Performance Framework (SPF). Results are released by the Colorado Department of Education annually for the prior fiscal year. The ratings are: Performance, Improvement, Priority Improvement, and Turnaround. Based upon information for fiscal year 2009, the District has no schools rated in the Priority Improvement or Turnaround category. Information for fiscal year 2010 is not yet available from the Colorado Department of Education. The new rating model was enacted by Legislature in 2009 therefore information prior to 2009 is not available with the current rating system. Data is obtained from the Colorado Department of Education.

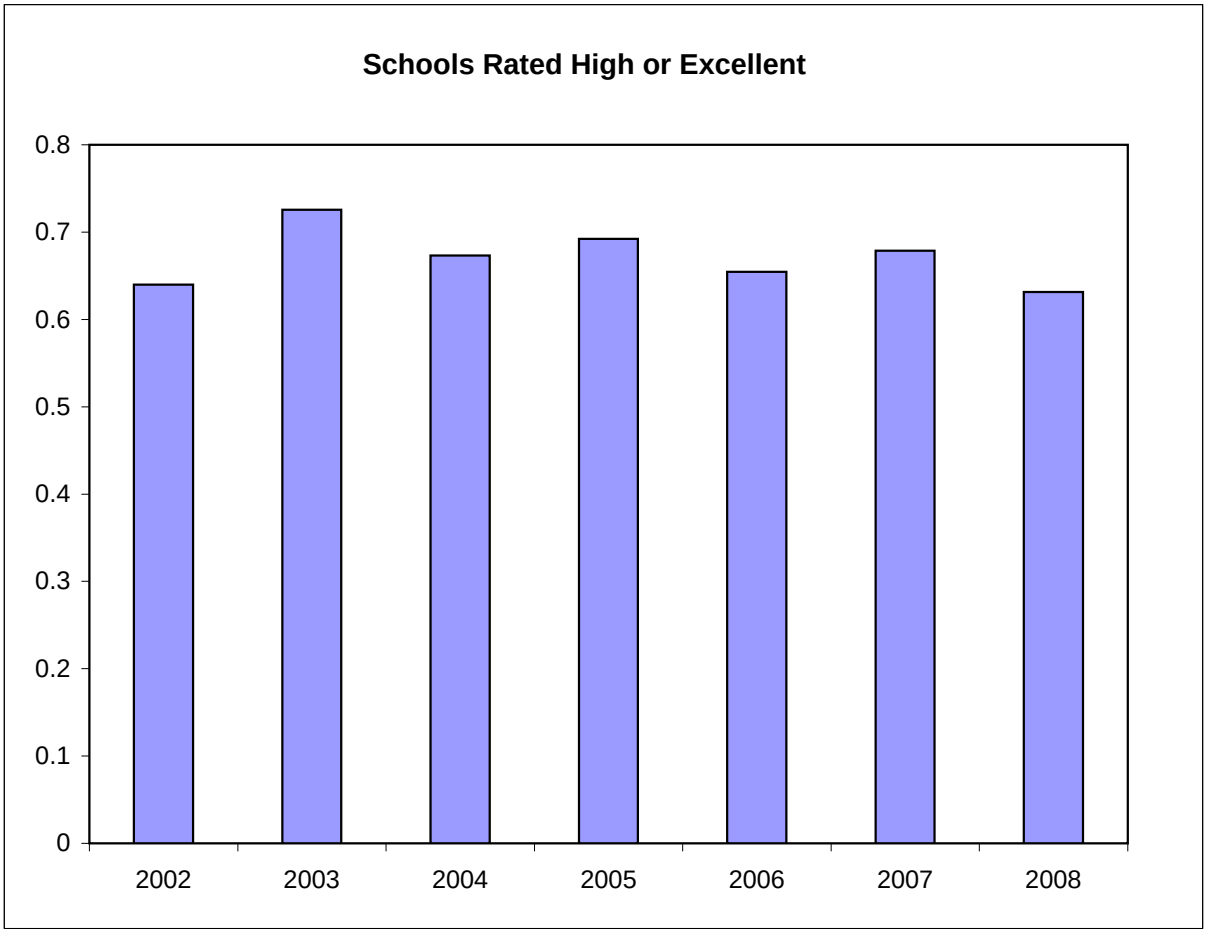
(5) The State of Colorado tests student performance annually in the spring through the administration of the Colorado Student Assessment Program (CSAP). Students in grades 3 through 10 are tested in reading, writing, and math. Students in grades 5, 8 and 10 are tested in science. Students are rated as Advanced, Proficient, Partially Proficient, and Unsatisfactory. This table reflects District CSAP performance collapsed across grades 3-10 for reading, writing, and math. Science results for fiscal years 2006 forward reflect the collapsed results for grades 5, 8, and 10. Prior to fiscal year 2006, only 8th grade was tested for science. Collapsed data is not available prior to fiscal year 2003. Data is obtained from the Colorado Department of Education.

(6) Graduating seniors taking the American College Testing Program (ACT). Data is obtained from the District's Department of Assessment and Evaluation. ACT scores for fiscal year 2010 are not yet available.

(7) Data is obtained from the Colorado Department of Education. Graduation and dropout rates for fiscal year 2010 are not yet available.

Schedule 18

School Acountability Report Number of Schools Rated			Colorado Student Assessment Program (CSAP) Percent of Students Scoring Proficient and Above				American College Testing (ACT) Composite Score	Graduation Rate	Dropout Rate
Excellent	High	Average	Reading	Writing	Math	Science			
12	20	18					21.6	93.0%	0.6%
16	21	14	76%	66%	55%	61%	21.9	90.2%	1.2%
17	18	17	75%	65%	55%	62%	21.7	91.8%	1.7%
18	18	16	75%	66%	62%	61%	21.5	90.1%	2.3%
17	19	19	76%	64%	62%	55%	21.6	88.8%	1.9%
18	20	18	75%	64%	63%	55%	21.8	89.0%	2.4%
17	19	21	75%	63%	62%	55%	21.6	86.8%	2.9%
-	-	-	75%	64%	63%	57%	22.0	85.5%	2.7%
-	-	-	75%	63%	64%	55%	-	-	-



CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

School Building Information, Last Nine Fiscal Years — **Schedule 19**

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
High Schools										
Cherokee Trail (2004)										
Square feet				362,000	362,000	362,000	362,000	362,000	362,000	362,000
Capacity (students)				2,347	2,347	2,347	2,347	2,347	2,347	2,347
Enrollment				440	809	1,235	1,599	1,901	2,131	2,293
Cherry Creek (1956)										
Square feet	464,265	464,265	464,265	475,101	475,101	475,101	471,632	471,632	471,632	471,632
Capacity (students)	3,726	3,726	3,726	3,735	3,735	3,735	3,735	3,735	3,735	3,735
Enrollment	3,492	3,462	3,546	3,483	3,601	3,619	3,732	3,659	3,490	3,437
Eaglecrest (1989)										
Square feet	338,752	338,752	338,752	359,752	355,300	355,300	352,584	352,584	352,584	352,584
Capacity (students)	2,270	2,270	2,270	2,533	2,533	2,533	2,533	2,533	2,533	2,533
Enrollment	2,253	2,392	2,707	2,635	2,532	2,394	2,402	2,389	2,363	2,290
Grandview (1999)										
Square feet	343,440	343,440	343,440	343,440	352,672	349,552	353,024	353,024	353,024	353,024
Capacity (students)	2,316	2,316	2,316	2,316	2,316	2,316	2,316	2,316	2,316	2,316
Enrollment	2,040	2,281	2,431	2,486	2,539	2,665	2,697	2,693	2,580	2,539
Overland (1979)										
Square feet	323,530	331,530	331,530	331,530	331,530	331,530	331,530	331,530	331,530	331,530
Capacity (students)	2,097	2,173	2,173	2,173	2,173	2,173	2,173	2,173	2,173	2,173
Enrollment	1,965	2,022	1,942	1,984	2,026	2,014	2,036	2,084	1,995	2,088
Smoky Hill (1976)										
Square feet	379,904	379,904	379,904	379,904	376,960	376,960	376,960	376,960	376,960	376,960
Capacity (students)	2,399	2,399	2,399	2,399	2,399	2,399	2,399	2,399	2,399	2,399
Enrollment	2,802	2,781	2,738	2,653	2,582	2,496	2,417	2,422	2,329	2,307
Middle Schools										
Campus (1972)										
Square feet	170,393	170,393	170,393	170,393	170,393	170,393	170,393	170,393	170,393	170,393
Capacity (students)	1,590	1,590	1,590	1,590	1,590	1,590	1,590	1,590	1,590	1,590
Enrollment	1,334	1,292	1,313	1,361	1,317	1,238	1,270	1,348	1,443	1,408
Falcon Creek (2000)										
Square feet	148,960	148,960	148,960	148,960	144,320	144,320	144,320	144,320	144,320	144,320
Capacity (students)	1,200	1,200	1,200	1,200	1,200	1,200	1,200	1,200	1,200	1,200
Enrollment	1,412	1,475	1,125	1,114	1,142	1,160	1,143	1,118	1,127	1,075
Fox Ridge (2009)										
Square feet									114,283	114,283
Capacity (students)									1,260	1,260
Enrollment									531	734
Horizon Community (1983)										
Square feet	168,500	168,500	168,500	168,500	168,500	168,500	168,500	168,500	168,500	168,500
Capacity (students)	1,740	1,740	1,740	1,740	1,740	1,740	1,740	1,740	1,740	1,740
Enrollment	1,307	1,298	1,348	1,406	1,442	1,264	1,183	1,130	1,038	1,000
Laredo (1975)										
Square feet	178,306	178,306	178,306	178,306	175,426	175,426	175,426	175,426	175,426	175,426
Capacity (students)	1,530	1,530	1,530	1,530	1,530	1,530	1,530	1,530	1,530	1,530
Enrollment	1,468	1,460	1,440	1,368	1,398	1,346	1,286	1,227	1,207	1,168
Liberty (2002)										
Square feet		145,500	145,500	145,500	145,500	145,500	149,820	149,820	149,820	149,820
Capacity (students)		1,140	1,140	1,140	1,140	1,140	1,140	1,140	1,140	1,140
Enrollment		146	740	1,010	1,123	1,169	1,233	1,211	964	951
Prairie (1978)										
Square feet	162,704	162,704	162,704	162,704	156,240	156,240	180,240	180,240	180,240	180,240
Capacity (students)	1,440	1,440	1,440	1,440	1,440	1,440	1,440	1,440	1,440	1,440
Enrollment	1,490	1,517	1,560	1,604	1,536	1,534	1,523	1,568	1,507	1,530
Sky Vista (2006)										
Square feet						156,245	156,245	156,245	156,245	156,245
Capacity (students)						1,225	1,225	1,225	1,225	1,225
Enrollment						508	742	838	785	784
Thunder Ridge (1993)										
Square feet	177,792	177,792	177,792	177,792	183,168	181,376	179,584	179,584	179,584	179,584
Capacity (students)	1,620	1,620	1,620	1,620	1,620	1,620	1,620	1,620	1,620	1,620
Enrollment	1,306	1,503	1,567	1,513	1,486	1,266	1,170	1,159	1,137	1,197
West (1967)										
Square feet	158,500	158,500	158,500	158,500	158,500	158,500	158,500	158,500	158,500	158,500
Capacity (students)	1,590	1,590	1,590	1,590	1,590	1,590	1,590	1,590	1,590	1,590
Enrollment	1,375	1,383	1,340	1,370	1,305	1,244	1,164	1,170	1,174	1,120

(continued)

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

School Building Information, Last Nine Fiscal Years — **Schedule 19**

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Elementary Schools										
Antelope Ridge (2000)										
Square feet	60,915	60,915	60,915	60,915	60,915	60,915	60,915	60,915	60,915	60,915
Capacity (students)	688	804	804	804	804	804	804	804	804	804
Enrollment	626	828	685	659	673	672	692	682	698	699
Arrowhead (1978)										
Square feet	61,320	61,320	61,320	61,320	61,320	61,320	61,320	61,320	61,320	61,320
Capacity (students)	744	744	744	744	719	719	719	719	719	719
Enrollment	611	590	599	575	593	613	597	587	597	597
Aspen Crossing (2006)										595
Square feet						64,600	64,600	64,600	64,600	64,600
Capacity (students)						648	648	648	648	648
Enrollment						273	409	367	447	454
Belleview (1955)										
Square feet	36,126	36,126	36,126	51,120	51,120	51,120	54,240	54,240	54,240	54,240
Capacity (students)	510	510	510	592	592	592	592	592	592	592
Enrollment	478	466	480	485	502	510	513	531	528	563
Buffalo Trail (2008)										
Square feet								66,380	66,380	66,380
Capacity (students)								648	648	648
Enrollment								337	504	620
Canyon Creek (2003)										
Square feet			60,930	63,810	63,810	63,810	63,810	63,810	63,810	63,810
Capacity (students)			668	668	668	810	810	810	810	810
Enrollment			357	516	602	619	636	653	659	672
Cherry Hills Village (1984)										
Square feet	55,319	55,319	55,319	56,759	56,759	56,759	56,759	56,759	56,759	56,759
Capacity (students)	587	587	587	587	587	587	587	587	587	587
Enrollment	478	472	476	480	503	494	494	493	507	527
Cimarron (1980)										
Square feet	57,111	57,111	57,111	57,111	57,111	57,111	57,111	57,111	57,111	57,111
Capacity (students)	728	728	728	728	728	728	728	728	728	728
Enrollment	574	551	556	531	518	497	510	490	495	476
Cottonwood Creek (1977)										
Square feet	58,625	58,625	58,625	58,625	58,625	58,625	58,625	58,625	58,625	58,625
Capacity (students)	710	710	710	710	710	710	710	710	710	710
Enrollment	508	498	475	482	506	529	531	550	564	582
Coyote Hills (2007)										
Square feet							64,294	64,294	64,294	64,294
Capacity (students)							648	648	648	648
Enrollment							342	444	549	629
Creekside (1987)										
Square feet	61,416	61,416	61,416	61,416	61,416	61,416	61,416	61,416	61,416	61,416
Capacity (students)	671	671	671	839	839	839	671	671	671	671
Enrollment	594	694	656	719	810	684	535	586	610	648
Dakota Valley (2000)										
Square feet	63,155	63,155	63,155	63,155	63,155	63,155	63,155	63,155	63,155	63,155
Capacity (students)	643	643	643	804	804	804	804	804	804	804
Enrollment	388	488	636	698	730	722	761	750	747	754
Dry Creek (1973)										
Square feet	54,650	54,650	54,650	54,650	54,650	54,650	54,650	54,650	54,650	54,650
Capacity (students)	467	467	467	467	467	467	467	467	467	467
Enrollment	363	365	352	301	345	361	344	356	369	397
Eastridge (1964)										
Square feet	59,030	59,030	59,030	82,880	81,440	81,440	81,440	81,440	81,440	81,440
Capacity (students)	828	828	828	868	868	868	868	868	868	868
Enrollment	664	660	659	658	646	643	705	725	662	697
Fox Hollow (2002)										
Square feet		60,930	60,930	60,930	65,970	65,970	65,970	65,970	65,970	65,970
Capacity (students)		648	648	648	648	810	810	810	810	810
Enrollment		259	463	556	636	686	677	700	722	723
Greenwood (1959)										
Square feet	48,354	48,354	48,354	50,504	50,504	50,504	50,504	50,504	50,504	50,504
Capacity (students)	467	467	467	467	467	467	467	467	467	467
Enrollment	386	383	376	377	372	381	386	384	380	376
Heritage (1977)										
Square feet	40,600	40,600	40,600	40,600	40,600	40,600	40,600	40,600	40,600	40,600
Capacity (students)	429	429	429	429	429	429	429	429	429	429
Enrollment	290	287	253	227	221	234	230	234	237	261

(continued)

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

School Building Information, Last Nine Fiscal Years — **Schedule 19**

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Elementary Schools (cont.)										
High Plains (1979)										
Square feet	55,551	55,551	55,551	55,551	55,551	55,551	55,551	55,551	55,551	55,551
Capacity (students)	687	687	687	687	687	687	687	687	687	687
Enrollment	564	489	478	433	490	411	412	403	444	499
Highline (1992)										
Square feet	58,392	58,392	58,392	58,392	58,392	58,392	58,392	58,392	58,392	58,392
Capacity (students)	643	643	643	643	804	804	804	804	804	804
Enrollment	573	577	603	557	565	566	553	539	564	566
Holly Hills (1959)										
Square feet	38,292	38,292	38,292	38,292	38,292	38,292	38,292	38,292	38,292	38,292
Capacity (students)	339	339	339	339	339	339	339	339	339	339
Enrollment	267	249	226	213	231	261	261	262	273	221
Holly Ridge (1963)										
Square feet	39,686	39,686	39,686	39,686	41,126	41,126	41,126	41,126	41,126	41,126
Capacity (students)	320	320	320	320	320	320	320	320	320	320
Enrollment	218	204	185	209	218	221	210	214	256	289
Homestead (1978)										
Square feet	51,682	51,682	51,682	51,682	51,682	51,682	51,682	51,682	51,682	51,682
Capacity (students)	582	582	582	582	582	582	582	582	582	582
Enrollment	484	474	479	471	466	461	482	484	480	479
Independence (1977)										
Square feet	56,299	56,299	56,299	56,299	56,299	56,299	56,299	56,299	56,299	56,299
Capacity (students)	699	699	699	699	699	699	699	699	699	699
Enrollment	494	507	497	492	474	478	456	457	475	471
Indian Ridge (1986)										
Square feet	60,253	60,253	60,253	60,253	60,253	60,253	60,253	60,253	60,253	60,253
Capacity (students)	763	763	763	763	763	763	763	763	763	763
Enrollment	566	565	548	562	574	563	567	549	534	540
Meadow Point (1983)										
Square feet	56,332	56,332	56,332	56,332	56,332	56,332	56,332	56,332	56,332	56,332
Capacity (students)	638	638	638	638	638	638	638	638	638	638
Enrollment	495	510	516	503	517	515	543	513	502	451
Mission Viejo (1974)										
Square feet	77,390	77,390	77,390	77,390	79,070	79,070	79,070	79,070	79,070	79,070
Capacity (students)	995	995	995	995	995	995	995	995	995	995
Enrollment	708	640	634	631	664	671	656	637	604	606
Peakview (1992)										
Square feet	60,064	60,064	60,064	60,064	58,368	58,368	58,368	58,368	58,368	58,368
Capacity (students)	804	804	804	804	804	804	804	804	804	804
Enrollment	714	708	668	650	598	574	567	576	581	557
Polton (1973)										
Square feet	38,524	64,040	64,040	64,040	64,040	64,040	64,040	64,040	64,040	64,040
Capacity (students)	352	495	495	495	495	495	495	495	495	495
Enrollment	372	365	650	370	398	389	424	397	379	366
Ponderosa (1978)										
Square feet	59,270	59,270	59,270	59,270	59,270	59,270	59,270	59,270	59,270	59,270
Capacity (students)	661	661	661	661	661	661	661	661	661	661
Enrollment	591	599	594	569	544	540	563	545	585	601
Red Hawk Ridge (2006)										
Square feet						73,800	73,800	73,800	73,800	73,800
Capacity (students)						648	648	648	648	648
Enrollment						369	446	508	504	542
Rolling Hills (1997)										
Square feet	63,052	63,052	63,052	63,052	63,052	63,052	63,052	63,052	63,052	63,052
Capacity (students)	804	804	804	804	804	804	804	804	804	804
Enrollment	748	708	742	719	749	761	736	723	683	657
Sagebrush (1978)										
Square feet	58,892	58,892	58,892	58,892	58,892	58,892	58,892	58,892	58,892	58,892
Capacity (students)	738	738	738	738	738	738	738	738	738	738
Enrollment	598	607	587	572	561	572	579	550	576	558
Summit (1989)										
Square feet	52,800	52,800	52,800	52,800	52,800	52,800	52,800	52,800	52,800	52,800
Capacity (students)	699	699	699	699	699	699	699	699	699	699
Enrollment	547	560	547	521	509	493	491	489	479	445

(continued)

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

School Building Information,
Last Nine Fiscal Years

Schedule 19

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Elementary Schools (cont.)										
Sunrise (1985)										
Square feet	72,507	72,507	72,507	72,507	72,507	72,507	72,507	72,507	72,507	72,507
Capacity (students)	954	954	954	954	954	954	954	954	954	954
Enrollment	664	665	641	640	648	638	643	623	618	595
Timberline (1987)										
Square feet	58,176	58,176	58,176	58,176	58,176	58,176	58,176	58,176	58,176	58,176
Capacity (students)	874	874	874	874	874	874	874	874	874	874
Enrollment	573	648	648	626	646	640	638	590	609	607
Trails West (1981)										
Square feet	57,463	57,463	57,463	57,463	57,463	57,463	57,463	57,463	57,463	57,463
Capacity (students)	675	675	675	675	675	675	675	675	675	675
Enrollment	596	575	563	513	503	512	491	499	490	492
Village East (1972)										
Square feet	44,816	44,816	69,650	76,466	71,090	71,090	71,090	71,090	71,090	71,090
Capacity (students)	648	648	810	810	810	810	810	810	810	810
Enrollment	560	538	531	547	603	603	592	605	653	739
Walnut Hills (1970)										
Square feet	54,940	54,940	54,940	54,940	54,940	54,940	54,940	54,940	54,940	54,940
Capacity (students)	467	467	467	467	467	467	467	467	467	467
Enrollment	321	325	298	322	330	356	380	373	370	338
Willow Creek (1978)										
Square feet	51,970	51,970	51,970	51,970	51,970	51,970	51,970	51,970	51,970	51,970
Capacity (students)	551	551	551	551	551	551	551	551	551	551
Enrollment	321	325	298	322	330	356	491	492	494	513
Alternative Schools										
Challenge (1996/2003)										
Square feet	62,000	62,000	62,000	62,000	62,000	62,000	62,000	62,000	62,000	62,000
Capacity (students)	555	555	555	555	555	555	555	555	555	555
Enrollment	455	462	486	522	538	527	522	523	525	526
Cherry Creek Academy (1998)										
Square feet	44,500	44,500	44,500	44,500	44,500	44,500	44,500	44,500	44,500	44,500
Capacity (students)	450	450	450	450	450	450	450	450	450	450
Enrollment	422	417	425	421	428	433	435	430	437	449
C.A.R.E/P.R.E.P. (2001)										
Square feet	46,940	46,940	48,380	48,380	48,380	48,380	48,380	48,380	48,380	48,380
Capacity (students)	500	500	500	500	500	500	500	500	500	500
Enrollment	175	288	288	333	333	387	398	396	461	460
I-Teams - 3 facilities										
Square feet	30,468	39,568	39,568	39,568	39,568	39,568	39,568	39,568	22,336	22,336
Joliet (2002)										
Square feet		13,860	13,860	13,860	4,320	14,297	14,297	14,297	14,297	14,297
Capacity (students)		40	40	40	20	90	90	90	90	90
Enrollment		29	28	43	36	27	28	30	41	33
Administrative and Support										
10 Current Facilities										
Square feet	212,809	212,809	212,809	212,809	220,089	220,089	220,089	220,089	220,089	220,089
Stadiums										
Legacy (2004)										
Square feet				13,725	13,725	13,725	13,725	13,725	13,725	13,725
Capacity (students)				7,500	7,500	7,500	7,500	7,500	7,500	7,500
Stutler Bowl (1965)										
Square feet	9,800	9,800	9,800	9,800	9,800	9,800	9,800	9,800	9,800	9,800
Capacity (students)	7,500	7,500	7,500	7,500	7,500	7,500	7,500	7,500	7,500	7,500

Source: District facilities planning and construction and district planning & interagency relations offices.

Notes:
(1) Data prior to 2001 is not available.

(2) Fiscal year of original construction is shown in parentheses. Changes in square footage are the result of renovations and additions and the addition or removal of mobile classrooms.

(3) Capacity data is operational capacity estimated at 85% of full capacity per Cherry Creek School District Facility Utilization & Capacity Study. Capacity data is building capacity without mobiles. In some cases enrollment has gone above building capacity and the students have been housed in mobiles. Elementary schools changing to or from traditional calendars to year round calendars reflect changes in capacity to reflect the building's usage.

(4) Challenge School data reflects FY 2001 and FY 2002 data while at the Cunningham Building and FY 2003 data to the present at their current facility.

(5) Cherry Creek Academy data provided by Cherry Creek Academy. Cherry Creek Academy is a charter school operating within the District.

(6) C.A.R.E. Middle School and P.R.E.P. High School are housed in the same facility. Square footage is inclusive of both programs.

(7) The District has three I-Team facilities associated with the high schools. Enrollment and capacity for these programs are included within the respective high school.

(8) Administrative and support buildings include: Auxiliary Service Center (ASC), Admissions West/Career & Tech Ed, Educational Services Center (ESC), Nutrition Center, Grounds/Carpentry, Maintenance West, Student Achievement Resource Center (SARC), Transportation East, Warehouse/Purchasing and Admission East.

Cherry Creek Schools

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CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

SCHEDULE OF INSURANCE IN FORCE
June 30, 2010

Insurer	Policy Number	Type of Policy	Policy Period
Colorado School Districts Self Insurance Pool	0305-09-00003	"All Risk" 1) Flood/Earth Movement (A) Property Insurance (B) Inland Marine 1) Cameras, Projection Equipment, Films, etc. 2) Musical Instruments, etc. 3) Builder's Risk 4) Contractor's Equipment 5) Fine Arts 6) Radio Equipment 7) Electronic Data Processing -Equipment/Data/Media (C) Commercial Crime Coverage 1) Blanket Employee Theft 2) Forgery or Alteration 3) Theft of money and other property coverage 4) Computer Fraud 5) Counterfeit currency & money orders 6) Public Officials Coverage (Secretary - Board of Education) (Treasurer - Board of Education) (Asst. Secretary/Asst. Treasurer - Board of Education) (D) School Entity Liability Includes: 1) General Liability 2) School Leaders Errors & Omissions 3) Employment Practices Liability 4) Defense Limits (E) Commercial Auto Liability - Owned, Non Owned, Hired, Borrowed, or Leased Autos - Physical Damage - Garage Keepers Liability - Terminal Coverage (Comprehensive) - Auto Medical Pay (Buses) (F) Equipment Breakdown Insurance Extra Exp./Business Interruption Hazardous Substance/Perishable Goods Expediting Expense	07-01-09 to 07-01-10
Joint School Districts Workers' Compensation Self Insurance Pool	24-C	Statutory Workers' Compensation Insurance	07-01-09 to 07-01-10
ACE USA	PHFD36755386	Foreign Liability Insurance	07-01-09 to 07-01-10

Limits		Deductible	
Per Occurrence	$ 1,000,000,000	(Pool limit)	
	$ 100,000,000	(Pool limit)	
-Total Reported values		$ 100,000	per occurrence
-Buildings	$ 956,895,327		
-Contents	$ 152,965,286		
	Included	$ 100,000	per occurrence
	$ 1,274,123	$ 100,000	per occurrence
Reported value		$ 25,000	per occurrence
	$ 2,716,091	$ 100,000	per occurrence
	Included	$ 100,000	per occurrence
	Included	$ 100,000	per occurrence
	$ 1,454,085	$ 100,000	per occurrence
	$ 500,000	$ 500	per loss
	$ 500,000	$ 500	per loss
	$ 500,000	$ 500	per loss
	$ 500,000	$ 500	per loss
	$ 500,000	$ 500	per loss
	$ 500,000	$ 500	per loss
Per occurrence	$ 2,000,000	$ 50,000	per occurrence
Aggregate	$ 5,000,000		
Per occurrence	$ 2,500,000		
Per occurrence	$ 1,000,000	$ 10,000	per occurrence
Self Insured			
	Replacement Cost	$ 1,000	per vehicle
		$ 100,000	maximum deductible per loss
Per Person	$ 5,000	$ -	
	$ 100,000,000	$ 10,000	damage to covered property
	Included		
	$ 1,000,000		
	$ 5,000,000		
Statutory/ $1,000,000 Employers Liability			Each Pool Member retains first $100,000 of each loss, losses between $100,000 - $400,000 are pooled with other members, losses between $400,000 and statutory limits are reinsured.
Per occurrence/ aggregate	$ 1,000,000	$ 0	deductible per loss

Cherry Creek Schools

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Single Audit Reports Section

Single Audit

The Single Audit Act Amendments of 1996 mandate independent financial and compliance audits of federal award programs. In addition to the required independent auditor's reports, the schedules of expenditures of federal awards and summary of findings and questioned costs are provided to support the requirements for compliance with OMB Circular A-133.

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CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
for the fiscal year ended June 30, 2010

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE	Federal CFDA Number	State Grant Number
U.S. DEPARTMENT OF EDUCATION		
Passed through State Department of Education		
Title I Grants to Local Educational Agencies (Title I, Part A of ESEA)	84.010	4010/6010
Neglected and Delinquent State Agency and Local Education (Title I, Part D)	84.010	7010
Special Education--Grants to States (IDEA, Part B)	84.027	4027
Special Education--Preschool Grants (IDEA Preschool)	84.173	4173
Safe and Drug-Free Schools - State Grants (Title IV, Part A, Subpart 1 of ESEA)	84.186	4186
Innovative Education Program Strategies (Title V)	84.298	4298
English Language Acquisition Grants (Title III-SA)	84.365	7365
English Language Acquisition Grants (Title III)	84.365	4365
Improving Teacher Quality State Grants (Title IIA)	84.367	4367
Education Technology State Grants (Title IID)	84.318	4318
Title I Grants to Local Educational Agencies ARRA (Title I, Part A of ESEA)	84.389	4389
Neglected and Delinquent State Agency and Local Education ARRA (Title I, Part D)	84.389	7389
Special Education--Grants to States ARRA (IDEA, Part B)	84.391	4391
Special Education--Preschool Grants ARRA (IDEA Preschool)	84.392	4392
State Stabilzation ARRA	84.397A	6397
Passed through Colorado Community College and Occupational Education System		
Vocational Education - Basic Grants To States (Perkins III)	84.048	
Total U.S. Department of Education		
U.S. DEPARTMENT OF AGRICULTURE		
Passed through State Department of Education		
School Breakfast Program	10.553	4553
National School Lunch Program	10.555	4555
Total U.S. Department of Agriculture		
OTHER FEDERAL AWARDS		
Passed through State Department of Human Services		
Rehabilitation Services - Vocational Rehabilitation Grants To States	84.126	6126
Passed through Other Agencies		
Through Sheridan School District No. 2		
Head Start	93.600	
Through Developmental Pathways		
Special Education -- Early Intervention Program (IDEA Part C)	84.181	
Total Other Federal Awards		
Total Federal Awards		

Accrued (Deferred) Revenue 06/30/2009	Cash/ Inventory Receipts	Disbursements/ Expenditures	Accrued (Deferred) Revenue 06/30/2010
$1,023,568	$4,051,096	$4,156,401	$1,128,873
62,580	173,629	212,789	101,740
1,806,795	8,640,395	8,619,442	1,785,842
23,851	145,931	137,827	15,747
39,900	116,682	98,958	22,176
4,672	-	(4,672)	-
-	177,971	236,124	58,153
84,015	333,003	322,864	73,876
455,115	1,195,682	1,044,148	303,581
2,043	42,533	56,840	16,350
-	1,150,123	1,606,424	456,301
-	6,698	11,537	4,839
-	239,941	1,132,407	892,466
-	-	4,740	4,740
-	187,330	187,330	-
74,681	237,554	234,349	71,476
3,577,220	16,698,568	18,057,508	4,936,160
32,668	912,658	911,036	31,046
149,846	5,773,641	5,768,692	144,897
182,514	6,686,299	6,679,728	175,943
28,796	183,436	176,956	22,316
62,416	231,605	226,087	56,898
(906)	175,186	146,731	(29,361)
90,306	590,227	549,774	49,853
$ 3,850,040	$ 23,975,094	$ 25,287,010	$ 5,161,956

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For The Year Ended June 30, 2010

1) **Basis of Presentation**

In the accompanying schedule of expenditures of federal awards, award revenues and expenditures have been prepared on the modified accrual basis of accounting, except for the U.S. Department of Agriculture grants, which have been prepared on the full accrual basis of accounting. The basis of accounting used for the schedule of expenditures of federal awards is consistent with the basis of accounting used for the annual financial report presentation.

2) **Noncash Federal Awards**

The District receives food commodities from the U. S. Department of Agriculture for use in its food service program. Commodities are recorded under CFDA # 10.553 on the Schedule of Federal Awards. The commodities, in the amount of $962,937, are recognized as revenue when received. The commodities are recognized as expenditures when used by the schools. The majority of the commodities are stored at the individual schools instead of a central warehouse. As such, the District has determined that the title to the commodities passes to the District upon receipt of the commodities. Since the District has received title to the commodities, the unused commodities are not reflected as deferred revenue.

Clifton Gunderson LLP
Certified Public Accountants & Consultants

Independent Auditor's 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

Board of Education
Cherry Creek School District No. 5
Arapahoe County, Colorado

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Cherry Creek School District No. 5 as of and for the year ended June 30, 2010, and have issued our report thereon dated October 21, 2010. 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. Other auditors audited the financial statements of Cherry Creek Academy Charter School, as described in our report on Cherry Creek School District's financial statements. The financial statements of Cherry Creek Academy Charter School were not audited in accordance with *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Cherry Creek School District No. 5's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the entity's internal control over financial reporting.

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 misstatements on a timely basis. A *material weakness* is a deficiency, or 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.

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

Member of HLB International

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Cherry Creek School District No. 5's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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

Clifton Gunderson LLP

Greenwood Village, Colorado
October 21, 2010

Clifton Gunderson LLP
Certified Public Accountants & Consultants

Independent Auditor's Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control over Compliance in Accordance with OMB Circular A-133

Board of Education
Cherry Creek School District No. 5
Arapahoe County, Colorado

Compliance

We have audited the compliance of Cherry Creek School District No. 5 with the types of compliance requirements described in the OMB *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2010. Cherry Creek School District No. 5's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Cherry Creek School District No. 5's management. Our responsibility is to express an opinion on Cherry Creek School District No. 5's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Cherry Creek School District No. 5's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of Cherry Creek School District No. 5's compliance with those requirements.

In our opinion, Cherry Creek School District No. 5 complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2010. However, the results of our auditing procedures disclosed an instance of noncompliance with those requirements, which is required to be reported in accordance with OMB Circular A-133 and which is described in the accompanying schedule of findings and questioned costs as item 2010-01.

Member of HLB International

Internal Control Over Compliance

The management of Cherry Creek School District No. 5 is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Cherry Creek School District No. 5's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance 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 the entity'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.

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 that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, we identified a deficiency in internal control over compliance that we consider to be a significant deficiency as described in the accompanying schedule of findings and questioned costs as item 2010-01. 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.

Cherry Creek School District No. 5's response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit Cherry Creek School District No. 5's response and, accordingly, we express no opinion on it.

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

Clifton Gunderson LLP

Greenwood Village, Colorado
October 21, 2010

CHERRY CREEK SCHOOL DISTRICT NO. 5
ARAPAHOE COUNTY, COLORADO

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2010

Section I—Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

- Material weakness(es) identified? ☐ yes ☒ no
- Significant deficiency(ies) identified that are not considered to be material weaknesses? ☐ yes ☒ none reported

Noncompliance material to financial statements noted? ☐ yes ☒ no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? ☐ yes ☒ no
- Significant deficiency(ies) identified that are not considered to be material weakness(es)? ☒ yes ☐ none reported

Type of auditor's report issued on compliance for major program: Unqualified

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133? ☐ yes ☒ no

Identification of major program:

CFDA Number(s)	Name of Federal Program or Cluster
84.010	Title I Grants to Local Education Agencies
84.389	Title I Grants to Local Education Agencies ARRA
84.027	Special Education – Grants to States
84.173	Special Education – Preschool Grants
84.391	Special Education – Grants to States ARRA
84.392	Special Education - Preschool Grants ARRA
84.397	State Stabilization ARRA
84.367	Improving Teacher Quality State Grants

Dollar threshold used to distinguish between type A and type B programs $758,610

Auditee qualified as low-risk auditee? ☐ yes ☒ no

PART II–FINDINGS RELATED TO FINANCIAL STATEMENTS

There were no findings required to be reported under generally accepted government auditing standards.

PART III–FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

Finding 2010-01

US DEPARTMENT OF EDUCATION
Passed Through the Colorado Department of Education
- Title I Grants to Local Educational Agencies – CFDA # 84.010
- Title I Grants to Local Educational Agencies ARRA – CFDA # 84.389
- Special Education Grants to Local Educational Agencies – CFDA # 84.027
- Special Education Preschool Grants – CFDA # 84.173
- Special Education Grants to Local Educational Agencies ARRA – CFDA # 84.391
- Special Education Preschool Grants ARRA – CFDA # 84.392
- Improving Teacher Quality State Grants – CFDA # 84.367

Procurement, Suspension and Debarment
Significant Deficiency, Noncompliance

Criteria: Per OMB Circular A-133 requirements, when a non-federal entity enters into a covered transaction with an entity at a lower tier, the non-federal entity must verify that the entity is not suspended or debarred or otherwise excluded. This verification may be accomplished by checking the Excluded Parties List System (EPLS) maintained by the General Services Administration (GSA), collecting a certification from the entity, or adding a clause or condition to the covered transaction with that entity (2 CFR section 180.300).

Condition: During testing of Procurement, Suspension and Debarment compliance requirements, it was found that the EPLS.gov website was not reviewed for the seven vendors selected to verify that the vendors were not suspended or debarred. It was noted through our verification, that these vendors were not listed on the website as being suspended or debarred; however, the District did not conduct this verification.

Cause: Lack of knowledge by District employees of the federal requirements over suspension and debarment.

Effect: The District violated A-133 requirements by not verifying the vendors were not suspended or debarred.

Questioned Costs: We noted no questioned costs relating to the above condition.

Recommendation: We recommend that the District implement a policy to ensure that vendors paid more than $25,000 from federal funds are not suspended or debarred prior to entering into a contract. The District should review the EPLS.gov website and retain a screen print from the website documenting this verification.

Views of responsible officials and planned corrective actions: The District's purchasing department has implemented procedures to verify vendors are not suspended or debarred prior into entering into a contract to purchase goods or services. The purchasing department is checking the EPLS website for all transactions in excess of $20,000 related to all Federal grants and retaining a screen print copy of the results of that verification and retaining that screen print with a copy of the District's Board resolution related to that transaction. The purchasing department is verifying transaction at the $20,000 level rather than the minimum $25,000 level for consistency with District policy which requires a Board resolution for transactions of $20,000 or greater. The purchasing department is also monitoring vendors on a monthly basis to determine if cumulative purchases during the year are approaching the $20,000 level and checking the EPLS website for those vendors.

PART II – FINDINGS RELATED TO FINANCIAL STATEMENTS

There were no findings required to be reported relating to financial statements for the fiscal year ended June 30, 2009.

PART III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

Finding 2009-01

US DEPARTMENT OF EDUCATION
Passed Through the Colorado Department of Education
Title II Improving Teacher Quality State Grants – CFDA# 84.367

Allowable Costs/Cost Principles
Significant Deficiency, Noncompliance

Condition: Our testing of 25 employees charged to the granted noted that the semi-annual time certifications could not be located for 2 employees charged to the grant.

Recommendation: We recommend the program administrators institute procedures to comply with Federal Cost principles. Employees who work 100% under a single cost objective should complete semi-annual time certification to attest that the employee worked 100% under the applicable grant. These time certifications should be retained by the District.

Current Status: This finding has been resolved for the fiscal year ending June 30, 2010.

Cherry Creek Schools

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Data Integrity Check Figures Section

Colorado Department of Education
Fiscal Year 2009-2010
Colorado School District/BOCES
Auditor's Integrity Report

Revenues, Expenditures, & Fund Balance by Fund

Fund Type & Number		Beg Fund Balance & Prior Per Adj (6880*) +	1000 - 5999 Total Revenues & Other Sources -	0001 - 0999 Total Expenditures & Other Uses =	6700 - 6799 & Prior Per Adj (6880*) Ending Fund Balance
Governmental					
10	General Fund	23,479,668	415,169,968	400,130,569	38,519,067
18	Risk Mgmt Sub-Fund of General Fund	-0	3,293,376	3,293,376	0
19	Colorado Preschool Program Fund	-0	938,645	938,645	0
	Subtotal	23,479,668	419,401,989	404,362,590	38,519,067
11	Charter School Fund	1,452,070	3,381,697	3,334,429	1,499,338
20,26-29	Special Revenue Fund	4,206,228	14,383,784	13,676,550	4,913,462
21	Capital Reserve Spec Revenue Fund	2,126,130	0	2,126,130	0
22	Govt Designated-Purpose Grants Fund	-0	21,467,324	21,467,324	0
23	Pupil Activity Special Revenue Fund	5,053,126	11,259,723	10,983,274	5,329,576
24	Full Day Kindergarten Mill Levy Override	0	0	0	0
25	Transportation Fund	0	0	0	0
30	Debt Service Fund	0	0	0	0
31	Bond Redemption Fund	45,922,770	45,337,806	48,405,238	42,855,337
41	Building Fund	113,926,620	104,232,260	91,292,243	126,866,637
42	Special Building Fund	0	0	0	0
43	Capital Reserve Capital Projects Fund	-1	7,782,703	6,352,554	1,430,149
	TOTALS	196,166,612	627,247,287	602,000,332	221,413,567
Proprietary					
51	Food Service Fund	6,095,188	15,292,920	14,563,755	6,824,353
50	Other Enterprise Funds	0	0	0	0
64 (63)	Risk-Related Activity Fund	0	0	0	0
60,65-69	Other Internal Service Funds	0	0	0	0
	TOTALS	6,095,188	15,292,920	14,563,755	6,824,353
Fiduciary					
70	Other Trust and Agency Funds	0	0	0	0
72	Private Purpose Trust Fund	0	0	0	0
73	Agency Fund	0	0	0	0
74	Pupil Activity Agency Fund	0	0	0	0
79	GASB 34:Permanent Fund	0	0	0	0
85	Foundations	0	0	0	0
	TOTALS	0	0	0	0

*If you have a prior period adjustment in any fund (Balance Sheet 6880), the amount of your prior period adjustment is added into both your ending and beginning fund balances on this report.

Cherry Creek Schools

Dedicated to Excellence