

Campbell County
School District No.1
Gillette, Wyoming

C omprehensive
A nnual
F inancial
R eport

Fiscal Year Ended
June 30, 2016



"Teaching Effectively - Learning Successfully"

Prepared by the:

*Instructional Support Division,
Accounting Department*

Rhea J. Betts, MBA
Accounting Manager

**COMPREHENSIVE
ANNUAL
FINANCIAL REPORT
OF
CAMPBELL COUNTY SCHOOL DISTRICT NO. 1
GILLETTE, WYOMING
FOR THE FISCAL YEAR ENDED
JUNE 30, 2016**



BOYD BROWN, Ed.D., Superintendent
ALES AYERS, Ed.D., Deputy Superintendent
KIRBY EISNEHAUER, Associate Superintendent for Instructional Support

Prepared By Instructional Support Division, Accounting Department

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INTRODUCTORY
SECTION



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CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

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November 22, 2016

Citizens of Campbell County and Members of the Board of Education
Campbell County School District No. 1

It is our pleasure to furnish you with the 2016 Comprehensive Annual Financial Report (CAFR) of Campbell County School District No. 1, for the fiscal year ended June 30, 2016. Pursuant to Wyoming State Statute 16-4-121 and 16-4-122 an annual audit was performed by independent auditors in accordance with generally accepted auditing standards and using "Government Auditing Standards" audit procedures, with copies of this CAFR being submitted to the Wyoming State Department of Education before December 15, 2016 as required by Wyoming State Statute 16-4-122. The basic financial statements in this report provide a comprehensive overview of the financial position and the results of operations of Campbell County School District No.1 as a whole, while the detailed financial statements describe specific activities of each fund used in the accounting for the District's financial transactions. With the technical assistance of Bennett, Weber & Hermstad, LLP, Certified Public Accountants, this report was prepared by the District's Instructional Support Division, Accounting Department, in accordance with accounting principles generally accepted in the United States of America and reporting standards of the Governmental Accounting Standards Board. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with management.

We believe the data, as presented, is accurate in all material respects; that it is presented in a manner designed to set forth fairly the financial position and results of operations of Campbell County School District No.1 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 activity have been included.

ORGANIZATION OF THE REPORT

For the convenience of users we have divided this comprehensive annual financial report into four major sections, described as follows:

- The **introductory section** includes this transmittal letter, the list of principal officials, the organizational structure of Campbell County School District No. 1 and a copy of the Certificate of Excellence from fiscal year 2015.
- The **financial section** includes the government-wide financial statements; the fund financial statements; the notes to the basic financial statements; the required supplementary information; the combining statements and individual fund schedules; the independent auditor's report on the financial statements and schedules as well as the management's discussion and analysis letter.
- The **statistical section** is unaudited data which includes selected financial and demographic information, generally presented on a multi-year basis.
- The **single audit section** contains information relating to the District's single audit in conformity with the provisions of the Title 2 U.S. Code of Federal Regulations Part 200, "Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards" (Uniform Guidance) and the independent auditor's reports on compliance and internal control.

The report provides valuable management information. Copies will be made available to the Chamber of Commerce, major taxpayers, public libraries in our area, financial rating agencies as well as other interested parties.

THE REPORTING ENTITY

The financial reporting entity includes all the funds of Campbell County School District No. 1 as well as that of its Discretely Presented Component Unit, the Board of Cooperative Higher Education Services (BOCHES) and the Blended Component Unit, Campbell County Community Public Recreation District (CCCPRD). The Board of Cooperative Higher Education Services (BOCHES) and the Campbell County Community Public Recreation District (CCCPRD) are fiscally dependent upon the District. Component units are legally separate entities for which the primary government is financially accountable. The blended component unit is reported as a Special Revenue Fund in the District's financial records. Financial activity of the Board of Cooperative Higher Education Services (BOCHES) is reported in a separate column in the basic financial statements to emphasize that it is legally separate from Campbell County School District No. 1 and to differentiate its financial position and results of operations from those of the District.

GOVERNMENTAL STRUCTURE, LOCAL ECONOMIC CONDITION AND OUTLOOK

Campbell County, Wyoming encompasses 4,755 square miles; includes the towns of Gillette, Recluse, Rozet, and Wright; with a June 2016 estimated population of 48,750. Approximately 9,038 students are taught in one senior high school split into two campuses, one alternative high school, one junior/senior high school, two junior high schools and sixteen elementary schools (five of which are rural). There are no Charter schools in Campbell County, Wyoming.

Among the District's assets, are thirty-two essential buildings with an average age of 30 years. In addition to twenty-two school buildings, the District has ten main buildings: the Aquatic Center; support facility buildings which house offices and departments of Transportation, Buildings and Grounds-Maintenance, Central Warehouse, Lakeway Learning Center and the Educational Services Center; as well as a building housing the community support Kids Clinic, Virtual School service program and District offices for Title 1 and Student Support Services.

In the State of Wyoming, School District buildings are replaced with the approval and funding of the State of Wyoming's School Facilities Department. Recent replacement school buildings for Campbell County School District include the rural elementary school, Recluse in fiscal year 2007-2008, Hillcrest Elementary in fiscal year 2009-2010, the Stocktrail Elementary school replacement, renamed Prairie Wind Elementary, in fiscal year 2010-2011 and the new Buffalo Ridge Elementary school in the 2012-2013 fiscal year. Two replacement schools for Lakeview Elementary and the alternative high school, Westwood, both opened for the 2014-2015 fiscal year.

School staff, including part time, totaled 1,728 in 2015-2016. Of the total, 855 were certified staff including teachers, specialists, and administrators. Non certified staff including clerical, custodial, food services, aides, maintenance, and bus drivers totaled 873. Staff totals do not include substitutes.

The educational program is the most comprehensive in the region with a broad spectrum of courses in the high schools ranging from basic to general to honors and advanced placement. Recent building renovations and construction projects have produced a pleasant and effective system of school buildings, library media centers, playgrounds, and athletic facilities. Elementary schools have been designed to enhance the neighborhood school concept in the interest of community involvement and effective instruction.

As an independent School District, the Board of Trustees for Campbell County School District No. 1 is composed of seven citizens each elected to a four-year term. Based upon legislative authority codified in the Wyoming Education Code, the trustees: (1) have the exclusive power to manage and govern the District; (2) can acquire and hold real and personal property, sue and be sued, and hold all rights and titles to the school property, (3) shall have the power to levy and collect taxes and to issue bonds, (4) can contract for appointed officers, teachers and other personnel as well as for goods and services, and (5) have the right to eminent domain to acquire real property necessary for the District.

The purpose and responsibility of Campbell County School District No. 1 is to provide an efficient educational system for the children enrolled in public schools within its boundaries, whereby each child has access to programs and services that are appropriate to his or her educational needs. In addition to the regular educational program, Campbell County School District No. 1 offers comprehensive programs in the areas of vocational education, special education, English as a second language and a full range of compensatory programs.

In the last several years the economy of the State of Wyoming fluctuated due to the volatility in the energy related industries. The major effect on Campbell County School District No.1 has been significant fluctuations in county property values. (See Table 6 in the Statistical Section, Assessed Value and Estimated Actual Value of Taxable Property). At first glance the national recession was not all that apparent when looking at the District's financial statements. Over the past ten years the average daily membership (ADM) has risen 19.5% and Campbell County's assessed valuation rose 45.6% to \$6,208,239,272. However, during this past 18 months the area's energy related industries have reduced both production and employee numbers causing the Campbell County unemployment rate to be higher than both the state of Wyoming and national rates. June 2016 unemployment rates were 4.9% nationally, 5.79% for the State of Wyoming, and 7.9% for Campbell County, Wyoming. (For more information see Table 13 in the Statistical Section, Demographic and Economic Statistics.) When comparing the percent of District students eligible for the Free/Reduced Federal Food Program, signs of the national recession are also seen. Over the past ten years the percent of the student population eligible for the Free/Reduced Federal Food Program went from 20.24% to 35.76%. (See Table 15 in the Statistical Section, Operating Information for Campbell County School District No 1.)

INTERNAL AND BUDGETARY CONTROL

In developing, evaluating, and improving the District's accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with generally accepted accounting principles. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived and the evaluation of costs and benefits requires estimates and judgments by management.

All internal control evaluations occur within the above framework. We believe the District's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

As a recipient of federal, state and local grants, Campbell County District No.1 has the responsibility for proving an adequate internal control structure to ensure compliance with applicable laws and regulations related to these grants. This internal control structure is subject to periodic review and revision by management.

Relevant financial policies

Campbell County District No.1 has adopted Board of Trustee policies that specify how state and district student performance standards affect planning for facilities and annual budget priorities beyond fixed costs. The administration monitors building operations to assure all legal requirements, whether federal, state, or local, are met in each school.

District programs provided have been determined to be sufficient for students to meet state and district content and performance standards. Each school has developed individual improvement plans based on examination data of student assessments and additional resources are provided where needed based on these plans.

The District's Board of Trustees is required by Wyoming State Statute 16-4-109 to approve the initial budget for the fiscal year no later than the third Wednesday in July. Campbell County District No.1 utilizes a line item budget of proposed expenditures and the means of financing them. The emphasis of the budget process is to identify the activities requiring resources and to rank administratively those activities according to the needs of the entire District. Budgetary control is maintained by the Finance Department at the function level by organizational unit. Purchase commitments, personnel actions, or other obligations which would result in an overrun of appropriated funds are not released until additional appropriations are made available.

Detailed reports are available to building principals and supervisors showing the status of budgets for which they are responsible. These reports summarize the transactions and remaining budgeted funds allocated for goods and services among the programs so managed.

MAJOR INITIATIVES

During the year: Campbell County School District No. 1 continues to be a leader in Wyoming as the state itself continues to be a national leader in public education.

Testing

During the year, Campbell County School District No. 1 participated in the Proficiency Assessment for Wyoming Students (PAWS). Tests in reading and math were administered to students in grades three through eight and grade eleven; science tests in grades four, eight, and eleven. The figure below indicates the percentage of students who scored proficient or better on PAWS. A comparison of the District versus statewide percentages is provided.

Figure One

Grade	Third		Fourth		Fifth		Sixth		Seventh		Eighth		Eleventh	
	CCSD	Wyoming	CCSD	Wyoming										
Math														
Below Basic	20.71 %	16.80 %	9.38 %	10.91 %	14.88 %	13.65 %	9.17 %	13.20 %	10.36 %	14.56 %	11.99 %	12.98 %	22.53 %	16.68 %
Basic	35.12 %	30.27 %	38.42 %	33.90 %	38.02 %	30.04 %	37.89 %	37.01 %	36.79 %	36.06 %	42.28 %	39.14 %	43.59 %	43.64 %
Proficient	34.86 %	37.46 %	39.59 %	39.61 %	36.81 %	41.78 %	44.96 %	39.95 %	37.25 %	35.41 %	31.78 %	34.87 %	26.37 %	29.79 %
Advanced	9.31 %	15.47 %	12.61 %	15.57 %	10.28 %	14.53 %	7.97 %	9.84 %	15.61 %	13.98 %	13.94 %	13.01 %	7.51 %	9.90 %
Reading														
Below Basic	18.19 %	15.29 %	14.68 %	12.70 %	15.04 %	13.96 %	15.66 %	17.18 %	19.38 %	17.78 %	19.67 %	17.40 %	31.68 %	30.44 %
Basic	28.53 %	26.66 %	21.73 %	21.87 %	27.51 %	24.97 %	27.71 %	24.30 %	22.17 %	24.14 %	32.43 %	28.93 %	37.36 %	33.31 %
Proficient	40.58 %	39.44 %	49.49 %	46.43 %	38.21 %	38.14 %	36.90 %	36.67 %	40.78 %	38.72 %	41.29 %	45.13 %	17.22 %	20.58 %
Advanced	12.70 %	18.61 %	14.10 %	19.01 %	19.24 %	22.93 %	19.73 %	21.23 %	17.67 %	21.36 %	6.61 %	8.54 %	13.74 %	15.67 %
Science														
Below Basic			13.78 %	12.85 %							18.47 %	19.45 %	30.04 %	27.77 %
Basic			30.94 %	32.68 %							42.64 %	38.98 %	42.86 %	38.99 %
Proficient			39.44 %	37.14 %							31.23 %	30.94 %	23.99 %	28.83 %
Advanced			15.84 %	17.33 %							7.66 %	10.63 %	3.11 %	4.40 %

The average American College Testing (ACT) composite score for Campbell County School District No.1 graduating class of 2016 was 19.5; 19.5 for the Campbell County High School, 19.0 for Wright Junior/Senior High School and 15.7 for Westwood High School. State and national averages were 20.0 and 21.0, respectively.

During 2015-2016 an average of 94.04% of Campbell County School District No.1 students attended class each day, compared to 93.48% in 2014-2015, 93.3% in 2013-2014, 93.59% in 2012-2013, 94.18% in 2011-2012, 93.71% in 2010-2011, and 93.63% in 2009-2010. Students absent for school-sponsored academic or athletic activities were not considered absent for attendance purposes.

The student graduation rate for Campbell County School District No.1 held steady at 81.7% for 2014-2015, compared to 81.7% in 2013-2014, 85.19% in 2012-2013 and 85.35% in 2011-2012. The District's alternative high school, Westwood High School, has been very successful in recruiting students at high risk of becoming dropouts. Many students complete their education in this alternative setting who would not have succeeded or returned to our other high schools. Over the past ten years, 1,018 students have graduated with regular diplomas from this school.

GASB 34 Reporting Model, GASB 54 Fund Balance Reporting and Governmental Fund Type Definitions, GASB 68 Accounting and Financial Reporting for Pensions, GASB72 Fair Value Measurement and Application, GASB 76 The Hierarchy of Generally Accepted Accounting Principles (GAAP) for State and Local Governments, and GASB79 Certain External Investment Pools and Pool Participants.

The Governmental Accounting Standards Board (GASB) established a financial reporting model for state and local governments in GASB No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*. Campbell County School District No.1 was required to adopt this reporting model for its fiscal year 2003 annual report.

GASB Statement No. 54, issued March 2009, enhances how fund balance information is reported on the financial statements. It established newly defined fund balance categories of; ***non spendable***, for assets such as inventories; ***restricted***, for constitutional stipulated specific purposes, external resource providers, or enabling legislation; ***committed***, for money to be spent by formal District actions; ***assigned*** and ***unassigned*** based on the relative strength of the constraints of how they can be spent. June 14, 2011, Campbell County School District No.1 adopted Policy 3101 Spending Prioritization, committing to the new fund balance classifications.

In June 2012, GASB Statement No. 68, an amendment of GASB Statement No. 27, was issued. This Statement requires governments providing defined benefit pensions to recognize their long-term obligation for pension benefits as a liability in their financial reports and to more comprehensively and comparably measure the pension benefits annual cost. In December, 2013 GASB Statement No.71 amended Statement No. 68, effective for fiscal years beginning June 15, 2014, requiring the District to report its portion of the Wyoming Retirement System Public Employees Pension Plan unfunded liability.

Campbell County School District No.1 has implemented the required pension information for GASB Statement No. 68, Statement No. 71 starting with the fiscal year 2015 annual report; and Statement No. 82 starting with its fiscal year 2016 annual report. The required financial statement information and new note disclosures, as well as the required supplementary information (RSI) can be found in Note 4 B, C and G of the Notes to the Basic Financial Statements in the financial section of this report.

Additional financial reporting requirements for Investments under GASB Statement No. 72, Fair Value Measurements and Application, and GASB Statement No. 79, Certain External Investment Pools and Pool Participants, with adoption effective for fiscal years beginning June 15, 2016 have been implemented. For more information about GASB Statement No. 72 and GASB Statement No. 79 see Note 2 A and Note 4 F in the Notes to the Basic Financial Statements in the financial section of this report.

As required with GASB Statement No. 76, the District's financial statements ending June 30, 2016 have been prepared within the new authoritative GAAP hierarchy. The adoption of GASB No. 76 is reflected in the following financial statements.

INDEPENDENT AUDIT

The financial statements of the District are audited annually by independent certified public accountants selected by the Board of Education. The independent auditor's report, by Bennett, Weber & Hermstad, LLP, Certified Public Accountants, for fiscal year 2015-2016 is located at the front of the financial section of this report.

RECOGNITION FOR FINANCIAL REPORTING

The Association of School Business Officials International (ASBO) awarded Campbell County School District No.1 a Certificate of Excellence in Financial Reporting for its Comprehensive Annual Financial Report for fiscal year ended June 30, 2015. This was the twenty-fourth consecutive year that the District's Comprehensive Annual Financial Reports have achieved this prestigious award.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Excellence is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Excellence Program requirements, and we are submitting it to the Association of School Business Officials International.

ACKNOWLEDGMENTS

The preparation of this report on a timely basis could not be accomplished without the diligent and dedicated services of Rhea Betts, the District's Accounting Manager, and we would like to express our appreciation for her contribution. Also, we would like to express our appreciation to other departments, schools, and individuals who assisted in its preparation. Moreover, we wish to thank and express appreciation to the administrators and other employees of Campbell County District No.1 for their interest and support in planning and conducting the financial affairs of the District in a responsible and progressive manner.

Respectfully submitted,



Kirby Eisenhauer
Associate Superintendent for
Instructional Support



Boyd Brown, Ed.D.
Superintendent of Schools

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CAMPBELL COUNTY SCHOOL DISTRICT NO. 1
FISCAL YEAR ENDED JUNE 30, 2016
LIST OF PRINCIPAL OFFICIALS

ELECTED OFFICIALS - BOARD OF TRUSTEES



Chairman
Dr. David Fall
(2012-2016)



Vice-Chairman
Lisa Durgin
(2012-2016)



Treasurer
Deb Hepp
(2012-2016)



Clerk/Asst. Treasurer
Anne Ochs
(2014-2018)



Trustee
David Foreman
(2014-2018)



Trustee
Andrea Hladky
(2014-2018)



Trustee
Linda Jennings
(2012-2016)

APPOINTED OFFICIALS



Deputy Superintendent for
Instruction
Alex Ayers, Ed.D.



Superintendent
Boyd Brown, Ed.D.



Associate Superintendent for
Instructional Support
Kirby Eisenhauer



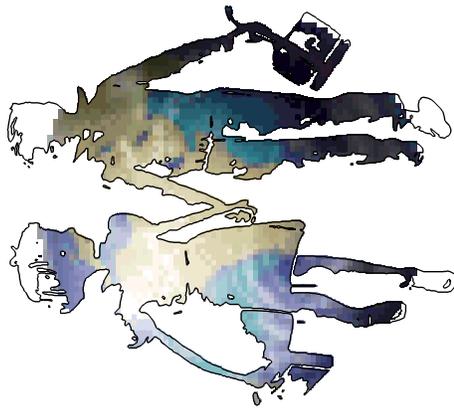
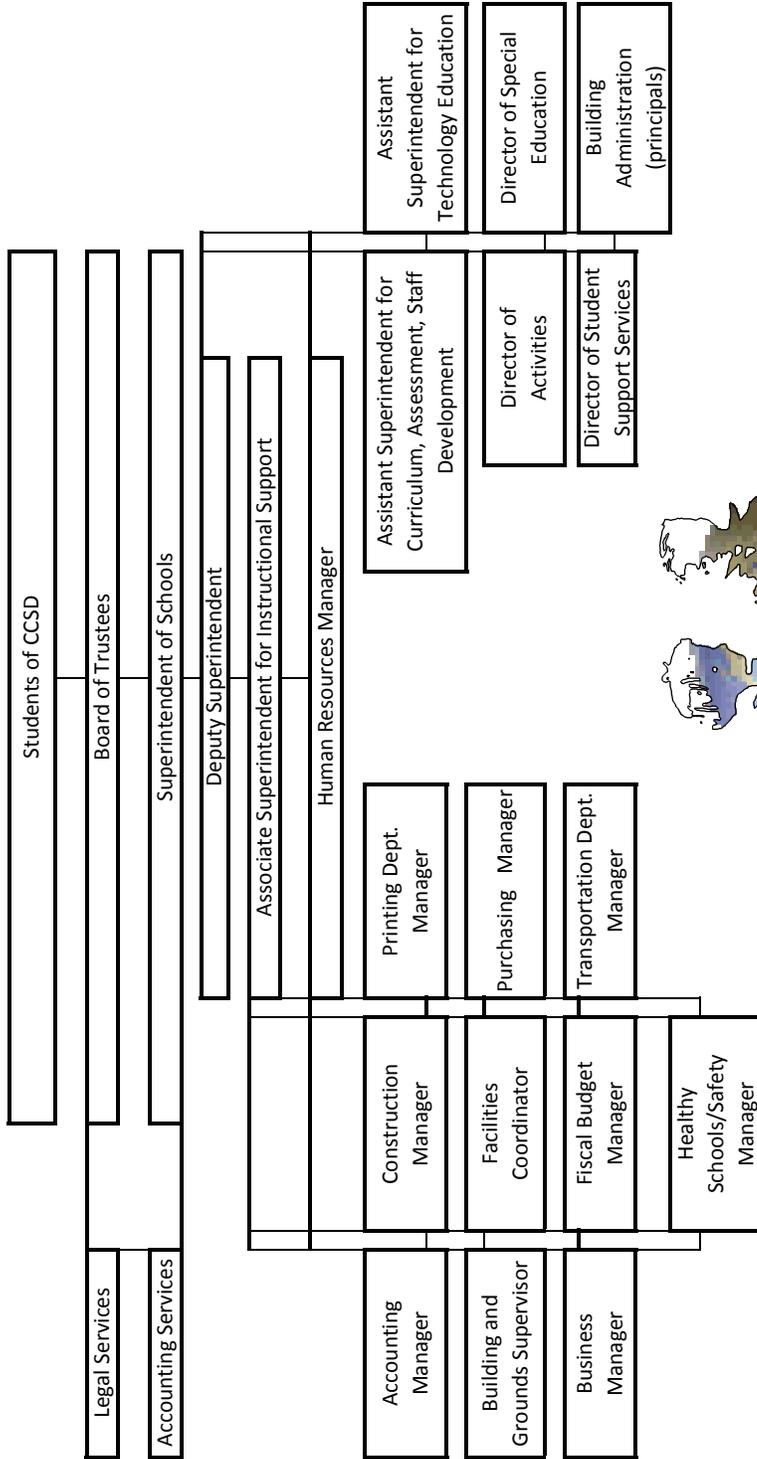
Assistant Superintendent for
Curriculum, Assessment
& Staff Development
Kelly Homby



Assistant Superintendent for
Technology Education
Lyla Downey

Campbell County School District No.1

Organizational Chart



"Teaching Effectively - Learning Successfully"



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

**The Certificate of Excellence in Financial Reporting Award
is presented to**

Campbell County School District No. 1

**for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended June 30, 2015**

The CAFR has been reviewed and met or exceeded
ASBO International's Certificate of Excellence standards



Brenda Burkett

Brenda R. Burkett, CPA, CSBA, SFO
President

John D. Musso

John D. Musso, CAE, RSBA
Executive Director

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FINANCIAL
SECTION



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BENNETT, WEBER & HERMSTAD, LLP

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INDEPENDENT AUDITOR'S REPORT

Governing Board
Campbell County School District No. 1
Gillette, Wyoming

Report on the Financial Statements

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 **Campbell County School District No. 1 (District)** as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the **District's** basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of **Campbell County School District No. 1**, as of June 30, 2016, and the respective changes in financial position, and, where applicable, cash flows thereof and the budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 13 and the Schedule of Funding Progress for the Retirement Health Plan, the Schedule of Campbell County School District No. 1's Proportionate Share of the Net Pension Liability - Public Employees' Pension Plan, and the Schedule of Campbell County School District No. 1's Contributions - Public Employees' Pension Plan and the Notes to the Requirement Supplementary Information on pages 53 and 54 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the **District's** basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

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

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 3, 2016, on our consideration of **Campbell County School District No. 1's** internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering **Campbell County School District No. 1's** internal control over financial reporting and compliance.

BENNETT, WEBER & HERMSTAD, LLP

Gillette, Wyoming
November 3, 2016

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CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2016

(Unaudited)

This section of the annual financial report presents the management's discussion and analysis (MD&A) of the financial performance of Campbell County School District No.1 during the fiscal year ending June 30, 2016. This report should be read in conjunction with the letter of transmittal in the Introductory Section and the financial statements. The management's discussion and analysis report provides an overall financial performance review of the District as a whole. To enhance their understanding of the District's financial performance readers should also review the notes to the basic financial statements starting on page 26.

Financial Highlights

Key financial highlights for fiscal year 2016 are as follows:

- The District's financial status improved. In total, net position increased \$24,378,756 which represents a 15.613 percent increase from fiscal year 2015.
- During the year the District had revenues from taxes and other revenues for the governmental and business-type programs of \$198,659,359 and expenditures totaling \$174,280,603 for the governmental and business-type programs.
- General Revenues accounted for \$183,020,589 in revenue or 92.128 percent of total revenues. Program specific revenues in the form of charges for services, and operating grants and contributions accounted for \$15,638,770 or 7.872 percent of total revenues of \$198,659,359.
- As shown in Note 3 G in the Notes to the Basic Financial Statements, the District's outstanding long-term debt increased by \$26,046,703 or 30.795 percent.
- The District had \$174,280,603 in expenses; only \$15,638,770 of these expenses were offset by program specific charges for services and operating grants and contributions revenues. General revenues of \$183,020,589 were adequate to provide for these programs.
- The District's General Fund had \$142,512,690 in revenues and \$139,043,347 in expenditures. After Other Financing Sources (Uses) of (\$127,933) the General Fund June 30, 2016 fund balance increased \$3,341,410 over fiscal year 2015.
- The net position of governmental activities increased by 15.453 percent or \$24,132,026. The net position of the business-type activities increased 1,589.345 percent or \$246,730.

Overview of the Financial Statements

This annual report consists of a series of financial statements, notes to those financial statements, and is followed by a section of required supplementary information that further explain and support the financial statements with a comparison of the District's budget for the year. These financial statements are organized so the reader can understand Campbell County School District No.1 as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities. The two basic kinds of financial statements presented are the *government-wide financial statements* and the *fund financial statements*.

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

(Unaudited - Continued)

Reporting the District as a Whole

Government-wide financial statements

The Statement of Net Position and the Statement of Activities are the two government-wide financial statements presented. The government-wide financial statements are separated into two categories, the Governmental activities and the Business-type activities, and provide both short-term and long-term information on the overall financial status of the District. These reports list the District's programs and services in defined function classifications, established by the State of Wyoming, and are presented to answer the reader's question, "How did Campbell County School District No.1 do financially during fiscal year 2016?" Business-type activities are where the District charges fees to help cover the costs of certain services it provides. In the District's case, there are two business-type activities, the Enterprise Fund-Food Service and the Enterprise Fund - CAT/Preschool. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting considers all the current year's revenues and expenses regardless of when cash is received or paid. These two statements also report the net position and changes in the net position. This change in net position is important because it tells the reader if the financial position of the District as a whole has improved or diminished.

Reporting the District's Most Significant Funds

Fund financial statements

The fund financial statements provide the next level of detail by focusing on the individual parts of the District and by reporting the operations in more detail than the government-wide statements. Fund financial statements focus on the most significant funds with all other non-major funds presented in total in one column. Campbell County School District No.1 uses many funds to account for a multitude of financial transactions. The General Fund and the Major Capital Projects Fund were the only major governmental funds for fiscal year 2015-2016.

Fund Types

Campbell County School District No.1 has three kinds of funds:

Governmental funds statements

Most of the District activities are reported in governmental funds, which generally focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the District's general governmental operations and the basic services it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds are reconciled in the financial statements.

Proprietary funds statements

Services for which the District charges a fee are generally reported in the proprietary funds and are reported in the same way as the government-wide statements which offer short and long-term financial information about the activities the District operates like a business. The District had two Enterprise Fund programs, the Food Service and the - CAT/Preschool. The other type of a proprietary fund is an Internal Service Fund. An Internal Service Fund may be used to report activities that provide supplies and services for other programs and activities. The District currently uses the Internal Service Fund to account for the financing and operations of its Health Insurance Fund.

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

(Unaudited - Continued)

Fiduciary funds statements

Fiduciary funds are held by the District as the trustee, or fiduciary, for assets that belong to others. The District had one fund in this category; the Agency Funds of Student Activities. The District is responsible for ensuring the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. The District excludes these activities from the government-wide financial statements because it cannot use these assets to finance its own operations.

Financial Analysis of the District as a Whole

The Statement of Net Position provides the perspective of the District as whole. Figure A provides a summary of the District's net position for 2016 compared to 2015:

Figure A

Condensed Statement of Net Position							
	Governmental Activities		Business-type Activities		Total School District		Total Percentage Change
	2015	2016	2015	2016	2015	2016	2015-2016
Current and other assets	\$ 258,561,397	\$ 242,020,376	\$(77,864)	\$195,467	\$ 258,483,533	\$ 242,215,843	(6.294)%
Capital assets	185,656,288	212,198,968	130,827	110,245	185,787,115	212,309,213	14.276 %
Total Assets	444,217,685	454,219,344	52,963	305,712	444,270,648	454,525,056	2.308 %
Total Deferred Outflows of resources - Relating to Pensions	13,313,006	30,024,209	0	0	13,313,006	30,024,209	125.525 %
Long-Term Liabilities	83,570,468	109,634,898	0	0	83,570,468	109,634,898	31.189 %
Other Liabilities	19,136,664	22,818,261	68,487	74,506	19,205,151	22,892,767	19.201 %
Total Liabilities	102,707,132	132,453,159	68,487	74,506	102,775,619	132,527,665	28.949 %
Total Deferred Inflows of Resources - Property Taxes Receivable & Relating to Pensions	198,664,200	171,499,009	0	0	198,664,200	171,499,009	(13.674)%
Net Position							
Net Investment in Capital Assets	183,139,837	209,683,810	130,827	110,245	183,270,664	209,794,055	14.472 %
Restricted	15,078,797	15,807,752	0	0	15,078,797	15,807,752	4.834 %
Unrestricted	(42,059,275)	(45,200,177)	(146,351)	120,961	(42,205,626)	(45,079,216)	6.809 %
Total Net Position	\$ 156,159,359	\$ 180,291,385	\$(15,524)	\$231,206	\$ 156,143,835	\$180,522,591	15.613 %

The District's combined net position was greater on June 30, 2016 than on June 30, 2015, increasing by 15.613 percent to \$180,522,591 (See Figure A). This overall increase in the District's financial position was the result of an increase in its governmental activities net position of \$24,132,026 and a net position increase of \$246,730 in its business-type activities.

Changes in net position

The District's total revenues for fiscal year 2016 were \$198,659,359. (See Figure B)

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

(Unaudited - Continued)

Figure B

Changes in Net Position from Operating Results							
	Governmental Activities		Business-type Activities		Total School District		Total Percentage Change
	2015	2016	2015	2016	2015	2016	2015-2016
Revenues							
Program revenues:							
Charges for Services	\$ 1,908,622	\$ 705,012	\$2,080,274	\$2,079,752	\$ 3,988,896	\$ 2,784,764	(30.187)%
Operating Grants and Contributions	9,069,095	10,504,944	2,053,384	2,349,122	11,122,479	12,854,066	15.568 %
General Revenues:							
Taxes: Property levied - specific	132,296,201	144,979,357	-	-	132,296,201	144,979,357	9.587 %
Grants and Contributions not restricted	14,345,380	37,545,192	-	-	14,345,380	37,545,192	161.723 %
Interest	49,046	127,335	105	156	49,151	127,491	159.386 %
Miscellaneous	156,908	207,295	-	-	156,908	207,295	32.112 %
Gain (loss) on Sale of Capital Assets	(383,700)	161,194	(14,549)	-	(398,249)	161,194	(140.476)%
Total Revenues	157,441,552	194,230,329	4,119,214	4,429,030	161,560,766	198,659,359	22.963 %
Expenses							
Governmental Activities							
Instruction	87,403,180	98,226,113	-	-	87,403,180	98,226,113	12.383 %
Pupil and Instructional Staff	24,187,813	26,759,574	-	-	24,187,813	26,759,574	10.632 %
General, School & Business Administration	11,344,680	12,467,332	-	-	11,344,680	12,467,332	9.896 %
Operation and Maintenance of Plant	13,474,106	14,937,936	-	-	13,474,106	14,937,936	10.864 %
Pupil Transportation	9,028,903	10,130,171	-	-	9,028,903	10,130,171	12.197 %
Central	2,186,248	1,955,279	-	-	2,186,248	1,955,279	(10.565)%
Other Support Services	354,493	327,766	-	-	354,493	327,766	(7.540)%
Community Support - Non Instruct. Services	3,928,665	3,926,886	-	-	3,928,665	3,926,886	(.045)%
Debt Service	72,597	64,113	-	-	72,597	64,113	(11.686)%
Other - Enterprise Funds	-	-	5,230,003	5,485,433	5,230,003	5,485,433	4.884 %
Total Expenses	151,980,685	168,795,170	5,230,003	5,485,433	157,210,688	174,280,603	10.858 %
Excess (deficiency) before transfers	5,460,867	25,435,159	(1,110,789)	(1,056,403)	4,350,078	24,378,756	460.421 %
Transfers	(803,583)	(1,303,133)	803,583	1,303,133	-	-	-
Increase (decrease) in Net Asset:	4,657,284	24,132,026	(307,206)	246,730	4,350,078	24,378,756	460.421 %
Net Position - Beginning July 1	151,502,075	156,159,359	291,682	(15,524)	151,793,757	156,143,835	2.866 %
Net Position - Ending June 30	\$156,159,359	\$180,291,385	(15,524)	231,206	156,143,835	180,522,591	15.613 %

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

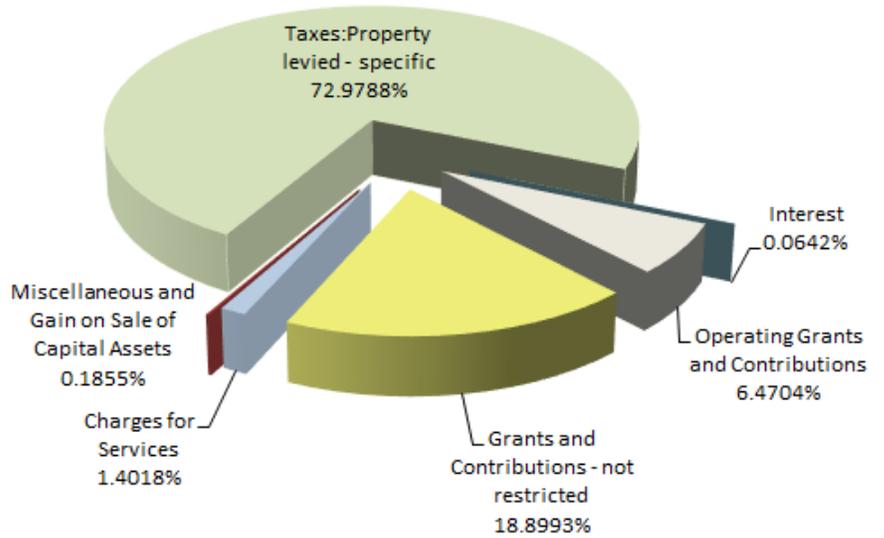
**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

(Unaudited - Continued)

Of the \$198,659,359 total revenues, property taxes of \$144,979,357 accounted for most of the District's revenue, or 72.9788 percent. Local, state and federal aid for specific programs contributed \$12,854,066 or 6.4704 percent, with charges for services of \$2,784,764 or 1.4018 percent, grants and contributions not restricted of \$37,545,192 or 18.8993 percent. The remainder \$495,980 or .2497 percent, resulted from interest earnings, miscellaneous sources and the gain on the Sale of Capital Assets.

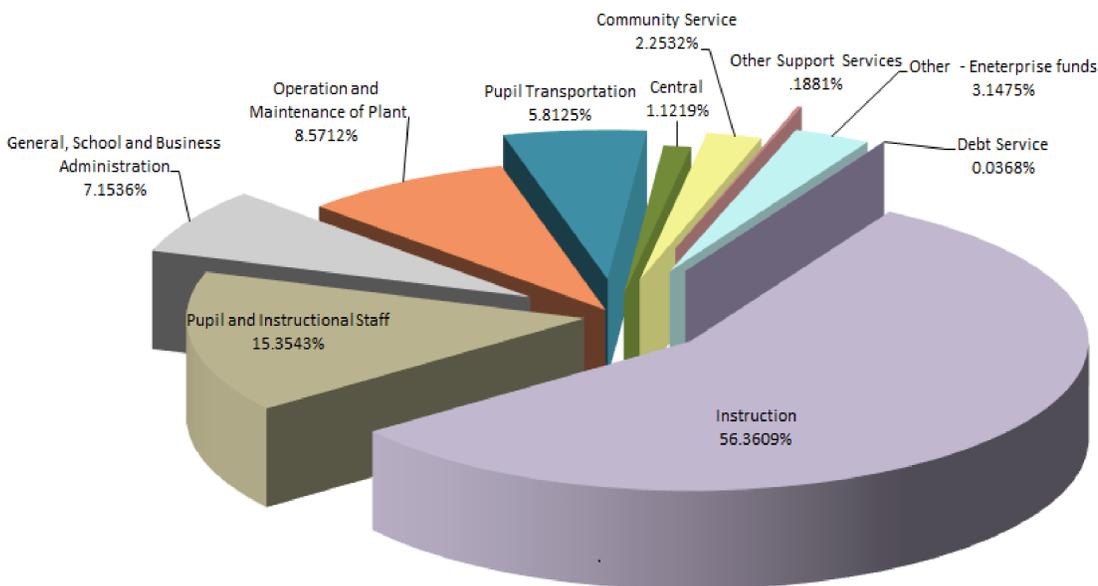
The cost of all programs and services totaled \$174,280,603. Of the District's expenses, \$124,985,687 or 71.7152 percent are directly related to the areas of instruction, and pupil and instructional staff. Pupil transportation with costs of \$10,130,171 represents 5.8125 percent, operation and maintenance of plant services costs totaled \$14,937,936 or 8.5712 percent of total expenses. The areas of administration: general, school and business, had expenses totaling \$12,467,332 or 7.1536

Revenue Sources for Fiscal Year 2016
Fund types presented: General, Special Revenue, Capital Projects, Debt Service and Proprietary - Enterprise funds



Expenses for Fiscal Year 2016

Fund types presented: General, Special Revenue, Capital Projects, Debt Service and Proprietary - Enterprise funds



percent. Central, which is the office of human resources and the costs associated with the Health Insurance Fund, totaled \$1,955,279 or 1.1219 percent of total expenses, debt service expenses totaled \$64,113 or .0368 percent. Other support services and community services expenses totaling \$4,254,652 represent 2.4413 percent while the enterprise funds totaled \$5,485,433 or 3.1475 percent of total District expenses.

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

(Unaudited - Continued)

Total District revenues for fiscal year 2016 surpassed expenses, increasing the District's net position by \$24,378,756. This year the governmental activities contributed \$24,132,026 to the School District's financial health while the business-type activities of the Enterprise Funds ended with an increase of \$246,730 to its net position.

Governmental Activities

Revenues

When reviewing Total Governmental specific revenue source changes for 2015-2016 compared to 2014-2015 the changes were:

- The District saw an overall increase of \$10,287,407 in Local and County revenue sources in 2015-2016 over 2014-2015. Increased Local revenue areas; Taxes of \$8,354,944, Interest of \$76,227, Rentals of \$17,939, Charges for Services of \$15,193 and \$2,294,347 in the County Taxes. These increases were offset by revenue reductions in Contributions and Donations of \$181,344 and \$289,899 in the Miscellaneous area.
- Revenues from the State of Wyoming increased \$23,361,723 in 2015-2016 compared to 2014-2015. Increases in the Major Capital Projects Fund of \$24,573,611, General Fund of \$198,677 and the Non-Major Special Revenue Funds of \$44,982 were offset by decreases of \$1,455,547 in the Non-Major Capital Projects Funds.
- Revenues from Federal Sources increased \$306,518 in 2015-2016 compared to 2014-2015. Revenue increases were seen in the General Fund of \$34,349 and \$272,169 in Non-Major Special Revenue Funds.

Expenses

Figure C presents the cost of nine major district activities: instruction, pupil and instructional staff, general, school and business administration, operation and maintenance of plant, pupil transportation, central, other support service, operation of non-instructional services-community support and debt service. The table also shows each activity's *net cost* (total cost less fees generated by the activities and intergovernmental aid provided for specific programs). The net cost shows the financial burden placed on the District's taxpayers by each of these functions.

Figure C

Net Cost of Governmental Activities						
	Total Cost of Services		Percentage Change	Net Cost of Services		Percentage Change
	2015	2016		2015	2016	
Instruction	\$ 87,403,180	\$ 98,226,113	12.3828 %	\$ 81,246,156	\$ 91,648,784	12.8038 %
Pupil and Instructional Staff	24,187,813	26,759,574	10.6325 %	20,226,722	22,923,362	13.3321 %
General, School and Business Administration	11,344,680	12,467,332	9.8958 %	11,163,060	12,387,091	10.9650 %
Operation and Maintenance of Plant	13,474,106	14,937,936	10.8640 %	13,474,106	14,870,248	10.3617 %
Pupil Transportation	9,028,903	10,130,171	12.1971 %	9,000,344	9,785,589	8.7246 %
Central	2,186,248	1,955,279	(10.5646) %	2,186,248	1,955,279	(10.5646)%
Other Support Services	354,493	327,766	(7.5395) %	97,706	72,666	(25.6279)%
Operation on Non- Instructional Service - Community	3,928,665	3,926,886	0.0453 %	3,536,029	3,878,082	9.6734 %
Debt Service	72,597	64,113	(11.6864)%	72,597	64,113	(11.6864)%
Total	\$ 151,980,685	\$ 168,795,170	11.0636 %	\$ 141,002,968	\$ 157,585,214	11.7602 %

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2016 (Unaudited - Continued)

Governmental Activities - Expenses (continued)

Total cost of governmental activities for 2015-2016 totaled \$168,795,170. To achieve a net cost to the District for governmental activities, monies received from federal and state governments, which subsidized certain programs with grants and contributions, totaling \$10,504,944 and Charges for Services of \$705,012 are deducted, bringing the total net cost of services to \$157,585,214.

Specific fund expenditure changes before government-wide adjustments for 2015-2016 compared to 2014-2015 showed:

- Expenditures in the Non-Major Special Revenue Funds increased \$295,029 in total for 2015-2016 compared to 2014-2015. Two of the Non-Major Special Revenue Funds had increase spending; \$1,595,689 in the Campbell County Community Public Recreation District and \$272,169 in an overall increase in award funding from federal and state grant sources. These were off set by a spending decrease in the Major Maintenance of \$1,572,829.
- General Fund expenditures in total increased by \$8,549,074 in 2015-2016 compared to 2014-2015. Spending in areas directly in contact with students had an overall increase of \$6,770,842; an increase of \$5,488,839 in the Instruction areas and an increase of \$1,282,003 in the Pupil and Instructional Staff areas. Other areas with spending increases were; \$378,391 in School Administration, \$72,800 in Business Administration, \$722,197 in Operation and Maintenance of Plant, \$565,910 in Pupil Transportation, \$115,029 in Central and \$21,722 in Community Services. Areas with spending decreases were; \$7,365 in General Administration, \$10,926 in Other Support Services and \$79,526 in the Debt Service area.
- The District had an overall increase of \$24,310,507 in Capital Outlay spending; an increase of \$24,573,611 in the Major Capital Projects Fund, and \$1,284,763 in Non-Major Special Revenue Fund - Campbell County Community Public Recreation District. These increases were offset by decrease spending in the Non-Major Capital Projects Funds - Component Projects of \$1,455,547 and \$92,320 in the Depreciation Reserve.

Business-Type Activities

The District's business-type activities revenues increased 7.5212 percent to \$4,429,030 while expenses increased 4.8839 percent to \$5,485,433. (refer to Figure B) Expenses exceeded revenues by \$1,056,403 before transfers. When including transfers, the net position of the business-type activities increased by \$246,730 or 1,589.3455 percent.

Financial Analysis of the District's Funds

General Fund Budgetary Highlights

Over the course of the year, the District revised the annual operating budget one time. The reasoning for this budget amendment is one of two categories; budget transfers between function classifications to properly record expenditures and appropriation increases to recognize actual funding received from state and federal sources and to prevent budget over runs.

Although the District's final budget for the General Fund had anticipated revenues and expenditures resulting with a deficit of \$5,406,292, which were to be covered by contingency funding, actual results for the year show an increase of \$2,389,843. Actual revenues of \$141,433,190 were \$3,965,804 lower than expected. State sources brought in \$372,650 more than budget, while the remaining areas brought in less than budgeted; \$1,521,527 in Local and County sources and \$2,816,927 in Federal sources.

The General Fund expenditures had no areas exceeding its budget appropriations for fiscal year 2015-2016. Actual General Fund expenditures were \$139,043,347, or \$11,761,939 below budget. When the unused budgeted contingency funding of

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016
(Unaudited - Continued)**

\$746,608 is deducted actual expenditures show a savings of \$11,015,331. General Fund budgeted expenditure savings by established function areas were: \$6,774,189 in Instruction, \$1,459,341 Pupil and Instructional Support, \$323,912 in General, School and business Administration, \$294,927 in Operation and Maintenance of Plant, \$29,212 in Pupil Transportation, \$928,010 in Central and \$656,836 in Other Support Services and \$548,904 in Community Support.

Capital Asset and Debt Administration

Capital Assets

As of June 30, 2016 the District's governmental activities had invested \$340,413,910 before depreciation, in a broad range of Capital Assets, including land, school buildings, athletic facilities, computer and audio-visual equipment, vehicles and administrative offices. This represents an increase of \$33,121,355 or 10.7784 from fiscal year 2014-2015. Total depreciation expense for the year was \$10,840,508 which brings total accumulated depreciation to \$128,214,942 for fiscal year ending June 30, 2016. (See Figure D)

Governmental Activities in Capital Assets had net increases in Land of \$258,041, \$93,014 in Improvements other than Buildings and \$31,550,070 in the area of Construction in Progress; and net decreases of \$5,309,826 in Buildings and Building Improvements and \$48,619 in the vehicles and new equipment area.

At fiscal year end, the District had contractual purchase commitments approximately totaling \$53,643,000, which will be funded by the General Fund, the Major Capital Projects Fund, the Special Revenue Funds - Major Maintenance, Special Revenue Funds - Campbell County Community Public Recreation District, and the Non-Major Component Projects Fund. More detailed information about capital assets can be found in Note 3 C of the Notes to the Basic Financial Statements.

Figure D

Capital Assets (net of depreciation)							
	Governmental Activities		Business-type Activities		Total School District		Total Percentage Change
	2015	2016	2015	2016	2015	2016	
Land	\$11,704,787	\$11,962,828			\$11,704,787	\$11,962,828	2.2046 %
Buildings and Building Improvements	143,661,931	138,352,105			143,661,931	138,352,105	(3.6961)%
Improvements other than Buildings	17,984,010	18,077,024			17,984,010	18,077,024	0.5172 %
Equipment and Vehicles	7,214,169	7,165,550	130,827	110,245	7,344,996	7,275,795	(0.9422)%
Construction in Progress	5,091,391	36,641,461			5,091,391	36,641,461	619.6749 %
Total	\$185,656,288	\$212,198,968	\$ 130,827	\$110,245	185,787,115	212,309,213	14.2755 %

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016
(Unaudited - Continued)**

Debt Administration / Long Term Debt

On June 30, 2016 the District had \$110,627,730 in other long-term debt outstanding or an increase of 30.795% from June 30, 2015 as shown in Figure E. (More detailed information about the District's long-term liabilities is presented in Note 3 G of the Notes to the Basic Financial Statements.) On June 30, 2016, the District's overall legal debt limit was \$620,823,927 leaving a legal debt margin of \$620,823,927 available.

Figure E

Outstanding Long Term Debt			
	Total School District		Total Percentage Change
	2015	2016	2015-2016
Other general obligation debt - Capital leases	2,516,451	2,515,158	(.0514)%
Other general obligation debt - Sick Leave Payable (anticipated)	377,768	364,898	(3.4069)%
Net OPEB Obligation	659,000	659,000	.0000 %
Net Pension Liability	81,027,808	107,088,674	32.1629 %
Total	\$84,581,027	\$110,627,730	30.7950 %

Factors Bearing on the District's Future

At the time these financial statements were prepared and audited, the District was aware of a few existing circumstances that could significantly affect its financial health in the future:

- In nine of the past ten years Campbell County experienced an economic boom in its energy industry businesses, workers and their families to the area giving the District an influx of students. The District's Average Daily Membership increased by 1,897 students for Fiscal Year 2015-2016 from Fiscal Year 2004-2005. During this time a few of the District's elementary schools reached their maximum number of students in certain grade levels causing some students to be bused out of their normal attendance area to other elementary schools capable of handling the additional numbers. With most of the District's elementary schools gaining student numbers yearly, the Administration worked on a capital facility plan to address current and anticipated future enrollment increases. Two new replacement schools, the new Hillcrest Elementary school, on which construction began in 2008, was ready for occupancy the first day of the 2009-2010 school year, and in September of 2008 construction started on a second new elementary school, Prairie Wind Elementary, which was ready for occupancy the first day of the 2010-2011 school year. A new, non-replacement school, Buffalo Ridge Elementary, with construction started in May 2011, was ready for occupancy the first day of the 2012-2013 school year. A third elementary replacement school, the new Lakeview Elementary school, on which construction began in September 2013, as well as the replacement alternative high school, Westwood, with construction started in May 2013, were both ready for occupancy the first day of the 2014-2015 school year. The District was given approval by the State of Wyoming's School Facilities Department to start the construction phase for two more construction projects; a new elementary school at the old Stocktrail site, with a cost of \$14,190,000 and an opening for the 2016-2017 school year, and with the expected influx of students into the secondary school levels over the next two years, an expansion to the current Campbell County High School-South Campus site, with a cost of \$24,000,000 with a expected opening for the 2017-2018 school year.

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2016 (Unaudited - Continued)

- Over the past 18 months Wyoming energy industry businesses saw a demand reduction of their products causing drastic tax revenue reductions for the State of Wyoming. In their 2017-2018 biennium budget, the State of Wyoming cut all school districts external cost adjustment funding by one percent for Fiscal Year 2016-2017, or approximately \$1,420,000 for Campbell County School District No.1.

In addition to the tax revenue reductions, Campbell County has endured numerous employee layoffs. Starting in March 2016, local area coal mines eliminated more than 600 jobs, or about 15 percent of their workforce. With these layoffs the District has seen a reduction of 449 students from October 1, 2015 to September 30, 2016. This drop in student numbers will mean further state funding allocation reductions for the District in the per student funding from the State of Wyoming.

- In order for Wyoming school districts to receive full school foundation state funding for the upcoming school year, districts must meet the Wyoming State Statute 21-13-307(a)(iv) [House Enrolled Act 98 (HEA 98) of 2011] 16:1 student-to-teacher class size ratio for Kindergarten through Grade Three. School districts not meeting this new student-to-teacher ratio will be notified each year on or before the first day of March by the Wyoming State Department of Education. Any Wyoming school district not meeting the new class size ratio may request a (a)(iv)(1) waiver, under four conditions: insufficient school facility capacity, positive school performance, positive student achievement, or for other reasons related to the delivery of the education program to students. Campbell County School District was notified by the Wyoming Department of Education it did not meet the 16:1 student-to-teacher ratio required for 2014-2015 fiscal year school foundation state funding. Campbell County School District No.1 applied for and was granted an (a)(iv)(1) waiver for fiscal year 2015-2016 from Wyoming Department of Education.

If the District had not been granted the (a)(iv)(1) waiver, the estimated additional cost to meet the 16:1 student-to-teacher ratio for the 2015-2016 school year would have been \$1,8510,000 in salary and benefits for 23 additional teachers with an additional \$390,000 for classroom set up costs for textbooks, equipment and supplies.

Contacting the District's Financial Management

This financial report is designed to provide the District's citizens, taxpayers, customers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If anyone has questions about this report or needs additional financial information, they may contact the Finance Office, Campbell County School District No.1, 1000 West Eighth Street, PO Box 3033, Gillette, WY 82717-3033 or visit the District's web site at www.campbellcountyschools.net.

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

STATEMENT OF NET POSITION

June 30, 2016

	Primary Government			Component
	Governmental	Business-	Total	Unit
	Activities	Type		BOCHES
	Activities	Activities		
ASSETS				
Cash	\$ 1,338,465	\$ 85,978	\$ 1,424,443	\$ 816,333
Cash With Fiscal Agent	1,024,970	-	1,024,970	-
Temporary Investments	53,120,759	34	53,120,793	105,408
Taxes Receivable (net of allowance for uncollectibles)	174,730,287	-	174,730,287	3,265,214
Accounts Receivable	1,933,774	13,590	1,947,364	307
Internal Balances	(37,910)	37,910	-	-
State Foundation Receivable	2,589,500	-	2,589,500	-
Due From Other Governments	6,465,810	50,309	6,516,119	6,723
Inventories	854,721	7,646	862,367	-
Capital Assets:				
Non-depreciable Capital Assets	48,604,289	-	48,604,289	-
Depreciable Capital Assets, Net	163,594,679	110,245	163,704,924	-
Total Assets	\$ 454,219,344	\$ 305,712	\$ 454,525,056	\$ 4,193,985
DEFERRED OUTFLOWS OF RESOURCES				
Relating to Pensions	\$ 30,024,209	\$ -	\$ 30,024,209	\$ -
LIABILITIES				
Accounts Payable	\$ 579,065	\$ 66,339	\$ 645,404	\$ 9,224
Accrued Compensation	13,403,350	8,167	13,411,517	15,100
Advance Payments Received on Grants	23,410	-	23,410	-
Contracts and Retainage Payable	5,431,804	-	5,431,804	-
State Foundation Payable	2,349,800	-	2,349,800	-
Estimated Claims Payable	38,000	-	38,000	-
Noncurrent Liabilities:				
Due Within One Year	992,832	-	992,832	-
Due Within More Than One Year	109,634,898	-	109,634,898	-
Total Liabilities	\$ 132,453,159	\$ 74,506	\$ 132,527,665	\$ 24,324
DEFERRED INFLOWS OF RESOURCES				
Property Taxes Receivable	\$ 169,233,500	\$ -	\$ 169,233,500	\$ 3,253,194
Relating to Pensions	2,265,509	-	2,265,509	-
Total Deferred Inflows of Resources	\$ 171,499,009	\$ -	\$ 171,499,009	\$ 3,253,194
NET POSITION				
Net Investment in Capital Assets	\$ 209,683,810	\$ 110,245	\$ 209,794,055	\$ -
Restricted for:				
Capital Projects	4,917,563	-	4,917,563	-
Public Recreation	10,890,189	-	10,890,189	-
Unrestricted	(45,200,177)	120,961	(45,079,216)	916,467
Total Net Position	\$ 180,291,385	\$ 231,206	\$ 180,522,591	\$ 916,467

See Notes to the Basic Financial Statements.

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

STATEMENT OF ACTIVITIES

Year Ended June 30, 2016

		Program Revenues	
	Expenses	Charges for Services	Operating Grants and Contributions
Primary Government			
Governmental Activities:			
Instruction:			
Regular	\$ 71,355,565	\$ 348,381	\$ 3,447,111
Special Education	24,117,409	-	2,767,837
Vocational	2,402,568	-	14,000
Other Instruction	350,571	-	-
Support Services:			
Pupil	15,215,376	-	512,286
Instructional Staff	11,544,198	12,049	3,311,877
General Administration	1,822,383	-	80,241
School Administration	6,985,643	-	-
Business	3,659,306	-	-
Operation and Maintenance of Plant	14,937,936	-	67,688
Pupil Transportation	10,130,171	344,582	-
Central	1,955,279	-	-
Other Support Services	327,766	-	255,100
Operation of Non-Instructional Services:			
Community Services	3,926,886	-	48,804
Debt Service:			
Interest on Long Term Debt	64,113	-	-
Total Governmental Activities	\$ 168,795,170	\$ 705,012	\$ 10,504,944
Business-type Activities:			
Food Service	\$ 5,443,575	\$ 2,056,921	\$ 2,349,122
Children After School Together	41,858	22,831	-
Total Business-type Activities	\$ 5,485,433	\$ 2,079,752	\$ 2,349,122
Total Primary Government	\$ 174,280,603	\$ 2,784,764	\$ 12,854,066
Component Unit:			
BOCHES	\$ 3,932,476	\$ -	\$ -
General Revenues:			
Taxes:			
Property Taxes, levied for general purposes			
Property Taxes, levied for debt service			
Property Taxes, levied for public recreation			
Grants and Contributions not restricted to specific programs			
Interest			
Miscellaneous			
Gain on Sale of Capital Assets			
Transfers			
Total General Revenues and Transfers			
Change in Net Position			
Net Position, Beginning July 1			
Net Position, Ending June 30			

See Notes to the Basic Financial Statements.

Net (Expense) Revenue and Changes in Net Position				
Primary Government			Component Unit	
Governmental Activities	Business-type Activities	Totals	BOCHES	
\$ (67,560,073)	\$ -	\$ (67,560,073)	\$ -	-
(21,349,572)	-	(21,349,572)	-	-
(2,388,568)	-	(2,388,568)	-	-
(350,571)	-	(350,571)	-	-
(14,703,090)	-	(14,703,090)	-	-
(8,220,272)	-	(8,220,272)	-	-
(1,742,142)	-	(1,742,142)	-	-
(6,985,643)	-	(6,985,643)	-	-
(3,659,306)	-	(3,659,306)	-	-
(14,870,248)	-	(14,870,248)	-	-
(9,785,589)	-	(9,785,589)	-	-
(1,955,279)	-	(1,955,279)	-	-
(72,666)	-	(72,666)	-	-
(3,878,082)	-	(3,878,082)	-	-
(64,113)	-	(64,113)	-	-
\$ (157,585,214)	\$ -	\$ (157,585,214)	\$ -	-
\$ -	\$ (1,037,532)	\$ (1,037,532)	\$ -	-
-	(19,027)	(19,027)	-	-
\$ -	\$ (1,056,559)	\$ (1,056,559)	\$ -	-
\$ (157,585,214)	\$ (1,056,559)	\$ (158,641,773)	\$ -	-
\$ -	\$ -	\$ -	\$ (3,932,476)	-
\$ 138,506,019	\$ -	\$ 138,506,019	\$ 3,953,416	-
3,325	-	3,325	-	-
6,470,013	-	6,470,013	-	-
37,545,192	-	37,545,192	-	-
127,335	156	127,491	472	-
207,295	-	207,295	-	-
161,194	-	161,194	-	-
(1,303,133)	1,303,133	-	-	-
\$ 181,717,240	\$ 1,303,289	\$ 183,020,529	\$ 3,953,888	-
\$ 24,132,026	\$ 246,730	\$ 24,378,756	\$ 21,412	-
156,159,359	(15,524)	156,143,835	895,055	-
\$ 180,291,385	\$ 231,206	\$ 180,522,591	\$ 916,467	-

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

BALANCE SHEET
GOVERNMENTAL FUNDS
 June 30, 2016

	General Fund	Major Capital Projects Fund	Non-Major Governmental Funds	Total Governmental Funds
ASSETS				
Cash	\$ 847,178	\$ -	\$ 281,928	\$ 1,129,106
Cash With Fiscal Agent	-	-	1,024,970	1,024,970
Temporary Investments	30,431,760	-	20,258,608	50,690,368
Taxes Receivable (net of allowance for uncollectibles)	169,277,463	-	5,452,824	174,730,287
Accounts Receivable	163,004	-	-	163,004
Due From Other Funds	565,130	-	369,670	934,800
State Foundation Receivable	2,589,500	-	-	2,589,500
Due From Other Governments	326,374	5,687,781	451,655	6,465,810
Inventories	854,721	-	-	854,721
Total Assets	\$205,055,130	\$ 5,687,781	\$ 27,839,655	\$238,582,566
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
LIABILITIES				
Accounts Payable	\$ 297,626	\$ -	\$ 11,927	\$ 309,553
Accrued Compensation	13,216,765	-	186,585	13,403,350
Advance Payments Received on Grants	23,410	-	-	23,410
Contracts and Retainage Payable	4,058	5,391,608	36,138	5,431,804
State Foundation Payable	2,349,800	-	-	2,349,800
Due To Other Funds	386,300	296,173	290,237	972,710
Total Liabilities	\$ 16,277,959	\$ 5,687,781	\$ 524,887	\$ 22,490,627
DEFERRED INFLOWS OF RESOURCES				
Property Taxes Receivable	\$168,949,061	\$ -	\$ 5,442,230	\$174,391,291
FUND BALANCES				
Nonspendable	\$ 854,721	\$ -	\$ -	\$ 854,721
Restricted	-	-	21,872,538	21,872,538
Committed	639,472	-	-	639,472
Unassigned	18,333,917	-	-	18,333,917
Total Fund Balances	\$ 19,828,110	\$ -	\$ 21,872,538	\$ 41,700,648
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$205,055,130	\$ 5,687,781	\$ 27,839,655	\$238,582,566

See Notes to the Basic Financial Statements.

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

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

June 30, 2016

Total Governmental Fund Balances	\$ 41,700,648
Amounts reported for governmental activities in the statement of net position are different because:	
Property and production taxes are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	5,157,791
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	
Non-depreciable capital assets	48,604,289
Depreciable assets	291,809,621
Less: accumulated depreciation	<u>(128,214,942)</u>
	212,198,968
An Internal Service Fund is used by Campbell County School District No. 1 to charge the cost of the District's health insurance to individual funds. The assets and liabilities of the internal service fund are included in the governmental activities in the statement of net position. Internal Service Fund net position is:	4,103,008
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Capital Leases Payable	2,515,158
Sick Leave Payable	364,898
Net OPEB Obligation	659,000
Net Pension Liability	<u>107,088,674</u>
	(110,627,730)
Deferred outflows and inflows or resources related to pensions are applicable to future periods and, therefore, are not reported in the funds.	
Deferred outflows of resources related to pensions	30,024,209
Deferred inflows of resources related to pensions	<u>(2,265,509)</u>
	27,758,700
Net Position of Governmental Activities	\$ 180,291,385

See Notes to the Basic Financial Statements.

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

GOVERNMENTAL FUNDS

Year Ended June 30, 2016

	General Fund	Major Capital Projects Fund	Non-Major Governmental Funds	Total Governmental Funds
REVENUES				
Local Sources:				
Taxes	\$ 108,195,156	\$ -	\$ 6,393,641	\$ 114,588,797
Interest	89,453	-	35,024	124,477
Tuition and Fees	11,025	-	-	11,025
Rentals	40,692	-	-	40,692
Charges for Services	653,295	-	-	653,295
Contributions and Donations	402,114	-	-	402,114
Miscellaneous	207,295	-	-	207,295
Total Local Sources	\$ 109,599,030	\$ -	\$ 6,428,665	\$ 116,027,695
County Sources:				
Taxes	\$ 27,765,648	\$ -	\$ -	\$ 27,765,648
State Sources:				
Intergovernmental	\$ 4,975,845	\$ 31,924,339	\$ 5,451,354	\$ 42,351,538
Federal Sources:				
Intergovernmental	\$ 172,167	\$ -	\$ 5,124,317	\$ 5,296,484
Total Revenues	\$ 142,512,690	\$ 31,924,339	\$ 17,004,336	\$ 191,441,365
EXPENDITURES				
Current:				
Instruction:				
Regular	\$ 53,869,236	\$ -	\$ 1,663,722	\$ 55,532,958
Special Education	20,544,425	-	1,827,836	22,372,261
Vocational Education	2,388,568	-	14,000	2,402,568
Other Instruction	330,460	-	-	330,460
Support Services:				
Pupil	13,837,157	-	221,973	14,059,130
Instructional Staff	9,677,867	-	1,069,498	10,747,365
General Administration	1,619,997	-	49,274	1,669,271
School Administration	6,983,462	-	-	6,983,462
Business	2,827,468	-	-	2,827,468
Operation and Maintenance of Plant	13,079,899	-	1,227,265	14,307,164
Pupil Transportation	10,676,476	-	-	10,676,476
Central	1,560,963	-	1,283,944	2,844,907
Other Support	196,353	-	172,713	369,066
Operation of Non-Instructional Service:				
Community Services	133,499	-	3,760,687	3,894,186
Capital Outlay	-	31,924,339	2,745,310	34,669,649
Debt service:				
Principal	1,253,404	-	-	1,253,404
Interest	64,113	-	-	64,113
Total Expenditures	\$ 139,043,347	\$ 31,924,339	\$ 14,036,222	\$ 185,003,908
Excess of Revenues Over Expenditures	\$ 3,469,343	\$ -	\$ 2,968,114	\$ 6,437,457
OTHER FINANCING SOURCES (USES)				
Transfers In	\$ 6,581	\$ -	\$ -	\$ 6,581
Transfers (Out)	(1,562,775)	-	-	(1,562,775)
Sale of General Capital Assets	176,150	-	-	176,150
Proceeds From Capital Lease	1,252,111	-	-	1,252,111
Total Other Financing Sources (Uses)	\$ (127,933)	\$ -	\$ -	\$ (127,933)
Net Changes in Fund Balances	\$ 3,341,410	\$ -	\$ 2,968,114	\$ 6,309,524
FUND BALANCES, BEGINNING JULY 1	16,486,700	-	18,904,424	35,391,124
FUND BALANCES, ENDING JUNE 30	\$ 19,828,110	\$ -	\$ 21,872,538	\$ 41,700,648

See Notes to the Basic Financial Statements.

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

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

Year Ended June 30, 2016

Net Changes in Fund Balances - Total Governmental Funds	\$ 6,309,524
Amounts reported for governmental activities in the Statement of Activities are different because:	
Timing differences for the recognition of property and production tax revenues between revenues reported in the funds and revenues reported in the Statement of Activities.	2,624,912
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.	
Capital Outlays	37,398,144
Depreciation	<u>(10,840,508)</u>
	26,557,636
Governmental funds recognize gain on sale of capital assets as the sales proceeds received. However, in the Statement of Activities, this amount is reduced by the remaining net book value of the disposed assets. This is the amount of the net book value of the disposed assets.	(14,956)
Capital lease proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position.	(1,252,111)
An Internal Service Fund is used by Campbell County School District No. 1 to charge the cost of the District's health insurance to individual funds. The net income of the internal service fund is reported with governmental activities.	255,919
Repayment of capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.	1,253,404
Decrease in long-term sick leave payable is not reflected in the governmental funds, but decreases long-term liabilities in the Statement of Net Position.	12,870
Governmental funds report District pension contributions as expenditures. However, in the Statement of Activities, the cost of pension benefits earned net of employee contributions is reported as pension expense.	
District pension contributions	6,648,821
Cost of benefits earned net of employee contributions	<u>(18,263,993)</u>
	(11,615,172)
Change in Net Position of Governmental Activities	\$ 24,132,026

See Notes to the Basic Financial Statements.

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

STATEMENT OF REVENUES, EXPENDITURES AND CHANGE
IN FUND BALANCE - BUDGET (NON-GAAP) AND ACTUAL
GENERAL FUND

Year Ended June 30, 2016

	Budgeted Amounts			Actual *	Variance With Final Budget
	Original	Final			
REVENUES					
Local Sources:					
Taxes	\$ 107,474,199	\$ 108,238,676	\$ 107,501,556	\$ (737,120)	
Interest	60,000	60,000	89,453	29,453	
Tuition and Fees	11,000	11,000	11,025	25	
Rentals	35,150	35,150	40,692	5,542	
Charges for Services	677,800	725,452	653,295	(72,157)	
Contributions and Donations	1,166,333	1,106,002	402,114	(703,888)	
Miscellaneous	255,000	240,395	207,295	(33,100)	
Total Local Revenues	\$ 109,679,482	\$ 110,416,675	\$ 108,905,430	\$ (1,511,245)	
County Sources:					
Taxes	\$ 27,465,188	\$ 27,395,030	\$ 27,384,748	\$ (10,282)	
State Sources:					
Intergovernmental	\$ 4,603,195	\$ 4,603,195	\$ 4,975,845	\$ 372,650	
Federal Sources:					
Intergovernmental	\$ 2,984,094	\$ 2,984,094	\$ 167,167	\$ (2,816,927)	
Total Revenues	\$ 144,731,959	\$ 145,398,994	\$ 141,433,190	\$ (3,965,804)	
EXPENDITURES					
Current:					
Instruction:					
Regular	\$ 59,836,180	\$ 57,974,836	\$ 53,869,236	\$ 4,105,600	
Special Education	22,321,969	23,511,041	20,544,425	2,966,616	
Vocational Education	2,376,969	2,395,047	2,388,568	6,479	
Other Instruction	673,062	630,330	330,460	299,870	
Support Services:					
Pupil	14,717,089	14,790,352	13,837,157	953,195	
Instructional Staff	10,240,558	10,220,764	9,677,867	542,897	
General Administration	1,946,167	1,849,347	1,619,997	229,350	
School Administration	6,917,029	7,078,183	6,983,462	94,721	
Business	2,806,016	2,884,104	2,827,468	56,636	
Operation and Maintenance of Plant	13,281,313	13,401,512	13,079,899	321,613	
Pupil Transportation	10,120,014	10,705,688	10,676,476	29,212	
Central	2,678,639	2,488,973	1,560,963	928,010	
Other Support	896,373	863,189	196,353	666,836	
Operation of Non-Instructional Services:					
Community Services	665,143	694,403	133,499	560,904	
Debt service:					
Principal	1,253,404	1,253,404	1,253,404	-	
Interest	64,113	64,113	64,113	-	
Total Expenditures	\$ 150,794,038	\$ 150,805,286	\$ 139,043,347	\$ 11,761,939	
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (6,062,079)	\$ (5,406,292)	\$ 2,389,843	\$ 7,796,135	
OTHER FINANCING SOURCES (USES)					
Transfers In	\$ -	\$ -	\$ 6,581	\$ 6,581	
Transfers (Out)	(690,000)	(1,329,428)	(1,562,775)	(233,347)	
Sale of General Capital Assets	-	-	176,150	176,150	
Proceeds from Capital Lease	1,252,111	1,252,111	1,252,111	-	
Total Other Financing Sources (Uses)	\$ 562,111	\$ (77,317)	\$ (127,933)	\$ (50,616)	
Net Change in Fund Balance	\$ (5,499,968)	\$ (5,483,609)	\$ 2,261,910	\$ 7,745,519	
FUND BALANCE, BEGINNING JULY 1	19,916,000	19,916,000	19,916,000	-	
FUND BALANCE, ENDING JUNE 30	\$ 14,416,032	\$ 14,432,391	\$ 22,177,910	\$ 7,745,519	

See Notes to the Basic Financial Statements.

* The actual revenues and expenditures reflected in this schedule have been adjusted to the method of accounting used for budgetary purposes.

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**STATEMENT OF NET POSITION
PROPRIETARY FUNDS**

June 30, 2016

	Business-Type Activities <u>Enterprise Funds</u>	Nonmajor Internal Service Fund <u>Health Insurance</u>
ASSETS		
CURRENT ASSETS		
Cash	\$ 85,978	\$ 209,359
Temporary Investments	34	2,430,391
Accounts Receivable	13,590	1,770,770
Due From Other Funds	37,910	-
Due From Other Governments	50,309	-
Inventories	7,646	-
Total Current Assets	\$ 195,467	\$ 4,410,520
Capital Assets, Net	\$ 110,245	\$ -
Total Assets	\$ 305,712	\$ 4,410,520
LIABILITIES		
CURRENT LIABILITIES		
Accounts Payable	\$ 66,339	\$ 269,512
Accrued Compensation	8,167	-
Estimated Claims Payable	-	38,000
Total Liabilities	\$ 74,506	\$ 307,512
NET POSITION		
Net Investment in Capital Assets	\$ 110,245	\$ -
Unrestricted	120,961	4,103,008
Total Net Position	\$ 231,206	\$ 4,103,008

See Notes to the Basic Financial Statements.

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS**

Year Ended June 30, 2016

	Business-Type Activities <u>Enterprise Funds</u>	Nonmajor Internal Service Fund <u>Health Insurance</u>
OPERATING REVENUES		
Charges for Services	\$ 2,079,752	\$ 20,189,769
OPERATING EXPENSES		
Salaries	\$ 1,537,216	\$ 40,956
Fringe Benefits	978,020	32,278
Claims and Contractual Services	-	20,116,535
Purchased Services	17,061	-
Materials and Supplies	329,177	-
Direct Food Costs	2,591,416	-
Depreciation	20,582	-
Other	11,961	-
Total Operating Expenses	\$ 5,485,433	\$ 20,189,769
Operating (Loss)	\$ (3,405,681)	\$ -
NONOPERATING REVENUES		
Donated Commodities	\$ 260,815	\$ -
Intergovernmental Grants	2,088,307	-
Interest	156	2,858
Total Nonoperating Revenues	\$ 2,349,278	\$ 2,858
Income (Loss) Before Transfers	\$ (1,056,403)	\$ 2,858
TRANSFERS		
Transfers In	\$ 1,309,714	\$ 253,061
Transfers (Out)	(6,581)	-
Total Transfers	\$ 1,303,133	\$ 253,061
Changes in Net Position	\$ 246,730	\$ 255,919
NET POSITION, BEGINNING JULY 1	(15,524)	3,847,089
NET POSITION, ENDING JUNE 30	\$ 231,206	\$ 4,103,008

See Notes to the Basic Financial Statements.

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

STATEMENT OF CASH FLOWS

PROPRIETARY FUNDS

Year Ended June 30, 2016

	Business-Type Activities <u>Enterprise</u> Funds	Nonmajor Internal Service Fund <u>Health</u> Insurance
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Received from Customers	\$ 2,081,162	\$ -
Cash Payments from Interfund Services Provided	-	20,101,474
Cash Payments to Employees for Services	(1,531,739)	(40,956)
Cash Payments for Employee Benefits	(978,020)	(32,278)
Cash Payments for Goods and Services	(2,918,329)	(20,100,057)
Net Cash (Used In) Operating Activities	\$ (3,346,926)	\$ (71,817)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Intergovernmental Grants Received	\$ 2,047,915	\$ -
Transfers In From Other Funds	1,309,714	253,061
Transfers (Out) To Other Funds	(6,581)	-
Net Cash Provided By Noncapital Financing Activities	\$ 3,351,048	\$ 253,061
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest on Investments	\$ 156	\$ 2,858
Proceeds from Maturities of Investments	1,079,428	20,396,716
Purchase of Investments	(1,079,448)	(20,380,280)
Decrease in Cash Pooled in General Fund	25,608	-
Net Cash Provided By Investing Activities	\$ 25,744	\$ 19,294
Net Increase in Cash	\$ 29,866	\$ 200,538
Cash, Beginning July 1	56,112	8,821
Cash, Ending June 30	\$ 85,978	\$ 209,359
Reconciliation of Operating Income (Loss) to Net Cash (Used in) Operating Activities		
Operating (Loss)	\$ (3,405,681)	\$ -
Adjustments:		
Depreciation	20,582	-
Donated Commodities Used During Year	260,815	-
(Increase) Decrease in Assets:		
Accounts Receivable	1,410	(88,295)
Inventories	19,929	-
Increase (Decrease) in Liabilities:		
Accounts Payable	542	7,478
Estimated Claims Payable	-	9,000
Accrued Compensation	5,477	-
Due to Other Funds	(250,000)	-
Net Cash (Used in) Operating Activities	\$ (3,346,926)	\$ (71,817)
NONCASH NONCAPITAL FINANCING ACTIVITIES		
Donated Food Commodities	\$ (260,815)	\$ -

See Notes to the Basic Financial Statements.

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUND**

June 30, 2016

	Agency Fund
ASSETS	
Cash	\$ 362,916
Temporary Investments	331,159
Total Assets	\$ 694,075
LIABILITIES	
Due to Student Groups	\$ 694,075

See Notes to the Basic Financial Statements.

**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1
NOTES TO THE BASIC FINANCIAL STATEMENTS**

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

Campbell County School District No. 1 (the District), is a political subdivision of the State of Wyoming and provides a broad range of educational services to the youth of Campbell County, Wyoming. It is governed by an elected board of seven trustees. As required by accounting principles generally accepted in the United States of America, these financial statements present the District and its component units, for which the District is considered to be financially accountable. The blended component unit, although a legally separate unit, is in substance part of the District's operations. The discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government. The component units also have a June 30 year end.

Blended Component Unit - The Campbell County Community Public Recreation District (CCCPRD) provides funding to the Campbell County community for recreation projects, which may include facilities, construction, programs and equipment. The Campbell County School District No. 1 Board of Trustees appoints all five members of the CCCPRD's Governing Board. CCCPRD is fiscally dependent on the District because the District's Board of Trustees must approve annually a 1 mill levy which provides the CCCPRD's funding. CCCPRD is reported as a special revenue fund.

Discretely Presented Component Unit - The Board of Cooperative Higher Educational Services (BOCHES) provides a broad range of educational services for adults. The District's Board of Trustees appoints three of the seven members of BOCHES' Governing Board. The Board is fiscally dependent on the District because the District's Board of Trustees must approve annually a .5 mill levy, which provides the majority of the Board's funding.

Complete financial information for these component units may be obtained at Board of Cooperative Higher Educational Services and Campbell County Community Public Recreation District administrative offices located at 1000 W. Eighth Street, Gillette, Wyoming.

B. Government-Wide and Fund Financial Statements

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

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 or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items properly not included among program revenues are reported instead as general revenues.

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

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies (Continued)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to claims and judgments, are recorded only when payment is due.

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

The government reports the following major governmental funds:

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

The *major capital projects fund* was established in accordance with Wyoming Statutes and accounts for money received from the Wyoming School Facilities Department, which is used to construct new schools.

The other governmental funds of the District account for grants and other resources whose use is restricted to a particular purpose.

Nonmajor Special Revenue Funds

The Special Revenue Funds are used to account for the proceeds of specific revenue sources that are restricted to expenditure for specified purposes.

Major Maintenance - This fund was established by the District in accordance with Wyoming Statutes. This fund accounts for the revenues and expenditures for capital maintenance allocations determined by the Wyoming Department of Education. This fund is being funded by the State.

Campbell County Community Public Recreation District (CCCPRD) - This fund provides funding to the Campbell County community for recreation projects, which may include facilities, construction, programs and equipment.

Title I Basic/Neglected and Delinquent - This fund accounts for federal revenues used to assist the District in meeting the special needs of educationally deprived children who reside in areas with high concentrations of children from low-income families, including providing drop-out prevention, coordination of health and social services, and programs to meet the unique educational needs of youth at educational risk, including pregnant and parenting teens, youth who have come in contact with the juvenile justice system, youth at least one year behind their expected grade level, migrant youth, students with limited English proficiency, and gang members.

Title IIIA - This fund accounts for federal revenues used to support sustained and intensive high-quality professional development for educators in the core academic subjects.

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies (Continued)

Carl Perkins - This fund accounts for federal revenues used to develop the technical, vocational, and academic skills of secondary and post-secondary students.

Part B - This fund accounts for federal revenues used to assist schools in the identification of handicapped children, development of procedural safeguards, implementation of least restrictive environments, and provision of full educational opportunities to handicapped children at the preschool, elementary, and secondary levels.

Mathematics & Science Partnerships - This fund accounts for federal revenues used to improve the academic achievement in mathematics and science by encouraging schools to participate in programs that improve and upgrade the status and stature of mathematics and science teaching.

Title III - This fund accounts for federal revenues used to ensure that Limited English Proficient (LEP) students, including immigrant children, develop English proficiency and meet the same academic content and achievement standards as other students are expected to meet.

McKinney Homeless - This fund accounts for federal revenues used to provide homeless children and youth with an appropriate education and the supplies and other physical needs required to attain the education. These funds are also used to raise the awareness of professional educators to better identify homeless children and youth and to understand their special needs.

State Homeland Security Grant Program - This fund accounts for federal revenues used to enhance the safety of schools in the District.

Nonmajor Debt Service Fund - This fund accounts for financial resources which was originally to be used for principal and interest payments on general obligation long-term debt. The debt has since been retired; the funds are now restricted for capital projects at the Campbell County High School South Campus, which was the facility the general obligation long-term debt originally funded.

Nonmajor Capital Projects Funds

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities. Following are descriptions of the nonmajor capital projects funds:

Depreciation Reserve Fund - This fund was established in accordance with Wyoming Statutes. The statutes allow the District to establish reserves for the purpose of purchasing or replacing specified equipment or a depreciation reserve for equipment and school building repair. This fund is funded by transfers from the General Fund.

Component Projects Fund - This fund was established in accordance with Wyoming Statutes. It was created for the purpose of accounting for the replacement, repair and upgrades of single building components as determined by the Wyoming School Facilities Department. This fund is being funded by the Wyoming School Facilities Department.

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies (Continued)

Additionally, the government reports the following fund types:

Proprietary Funds - Proprietary funds focus on the determination of the changes in net position, financial position and cash flows. The District's proprietary funds consist of two enterprise funds and an internal service fund. Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The District's enterprise funds are the Food Service Fund, which accounts for the financial transactions related to the food service operations of the District, and the CAT/Preschool Fund, which accounts for before and after school child care services. The internal service fund accounts for operations that provide services to other funds of Campbell County School District No. 1 on a cost-reimbursement basis. The District uses the internal service fund to account for the financing and operations of the District's self-insurance dental plan and for payments of insurance premiums for the third party multiple employer welfare arrangement which provides medical benefits.

Fiduciary Fund - The District's fiduciary fund is an agency fund. Agency funds are custodial in nature (assets plus deferred outflows of resources equal liabilities plus deferred inflows of resources) and do not involve measurement of results of operations.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the food service enterprise fund are charges for food sales. Operating expenses for the food service enterprise fund include direct food costs, salaries and related benefits, depreciation on capital assets and other administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. The principal operating revenues of the CAT/Preschool enterprise fund are charges for child care. Operating expenses for the CAT/Preschool enterprise fund include salaries and related benefits and other administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

D. Assets, Liabilities, and Net Position or Fund Balance

1. Cash and Temporary Investments

The District's cash and cash equivalents are considered to be cash on hand and demand deposit accounts.

Investments (all of which have maturities of less than one year) for the District, as well as for its component units, are reported at fair value in accordance with GASB Statement No. 72, *Fair Value Measurement and Application*. Accordingly, the change in fair value of investments is recognized as an increase or decrease to investment assets and investment income.

2. Cash With Fiscal Agent

Cash with fiscal agent represents excess property and production taxes collected by the Campbell County Treasurer for repayment of the District's General Obligation Bonds which were paid off in a previous year. The excess property and production taxes collected and held by the Campbell County Treasurer are to be used for remodeling, repairs and maintenance at the Campbell County High School South Campus, which was built and paid for by the General Obligation Bonds.

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies (Continued)

3. Inventory

On government-wide and fund financial statements, governmental inventories are presented at average cost which is not in excess of market. Inventory in the General Fund consists of expendable supplies held for consumption and are accounted for using the "consumption" method, whereby the costs are recorded as an expenditure at the time the individual inventory items are used.

On government-wide and fund financial statements, proprietary food service inventories are presented at cost. Inventory in the Food Service Fund consists of donated food and purchased food and is expensed when purchased and then adjusted to the end-of-year actual physical inventory count.

4. Interfund Balances

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

5. Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net position and in the respective fund.

All capital assets are capitalized at cost and updated for additions and retirements during the year. Buildings and building improvements with an individual cost of less than \$100,000, improvements other than buildings less than \$50,000, and equipment and vehicles with an individual cost less than \$5,000 are not capitalized. Donated capital assets are recorded at their acquisition value at date of receipt. Donated capital assets acquired prior to July 1, 2015 are stated at fair value as of the date of donation. The District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

All reported capital assets except land and construction in progress are depreciated. Depreciation is computed using the straight-line method over the following useful lives:

Description	Governmental Activities Estimated Lives	Business- Type Activities Estimated Lives
Buildings and building improvements	7 - 50 years	N/A
Improvements other than buildings	15 - 20 years	N/A
Equipment and vehicles	5 - 20 years	5 - 20 years

6. Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the District will compensate the employees for the benefits through paid time off or some other means, such as payment for unused accumulated vacation leave upon termination of services. The District records a liability for accumulated unused vacation time when earned for all eligible employees. The amount due for unused vacation leave is included in accrued compensation in the government-wide statements. The District anticipates that this amount will be liquidated using currently available resources. Therefore, the entire amount is included in accrued compensation in the governmental fund financial statements.

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies (Continued)

The District's sick leave reimbursement policy allows an employee who leaves the District to be reimbursed for unused accumulated sick leave. The amount that is actually due at year-end is recorded as a payable in the General Fund. Due means the employee has applied for the leave but has not received payment at year end. Amounts not due at year end are recorded as long-term debt in the government-wide statement of net position.

7. Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements.

In general, payables and accrued liabilities that will be paid from governmental funds are reported on the governmental fund financial statements regardless of whether they will be liquidated with current resources. However, claims and judgments that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they will be paid with current, expendable, available financial resources. In general, liabilities that mature or come due for payment during the fiscal year are considered to have been made with current available financial resources. Long-term capital leases, the long-term portion of sick leave payable, the unfunded net OPEB (other than pension postemployment benefits) obligation that has accrued but not yet been applied for that will be paid from governmental funds, and the District's proportionate share of the long-term net pension liability of the Wyoming Retirement System's Public Employees' pension plan are recognized as liabilities in the government-wide financial statements.

8. Defined Benefit Pensions

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

9. Fund Balance

The District reports fund balance in its governmental funds based on hierarchy of classifications that are primarily based on the extent to which the District is bound to honor constraints on the specific purpose for which amounts can be spent. The fund balance classifications used by the District's governmental funds are as follows:

Nonspendable fund balances - Those balances representing amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to remain intact. The not in spendable form criteria includes items that are not expected to be converted to cash. The amounts reported as nonspendable fund balances are determined before classifying the amounts as restricted, committed, or assigned.

Restricted fund balances - Those balances representing amounts that are externally restricted by creditors, grantors, contributors, or laws or regulations of other governments. Restrictions can also be imposed through law, constitutional provisions, or enabling legislation. Restricted fund balances are reported by the District's governmental funds.

Committed fund balances - Those balances representing amounts that can only be used for specified purposes as imposed by formal actions of the District's highest level of decision making authority, the Board of Trustees. Those committed amounts cannot be used for any other purpose unless the District removes or changes the specified use through the same formal action.

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies (Continued)

Assigned fund balances - Those balances representing amounts that are constrained by the District to be used for a specified purpose. These amounts are neither restricted nor committed. The authority for making or changing an assignment of fund balance resides with the Assistant Superintendent for Instructional Support. Assigned fund balances represent all remaining amounts reported in all the governmental funds except for the General Fund. Assigned fund balances are not classified as nonspendable and are neither restricted nor committed.

Unassigned fund balances - Those fund balances representing the remaining classification for the General Fund. This balance represents the fund balance of the General Fund that has not been assigned to other funds and has not been restricted, committed, or assigned to specific purposes in the General Fund. If expenditures incurred for specified purposes exceed the amounts restricted, committed, or assigned for those purposes, a negative unassigned fund balance may be reported.

Sometimes the District will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the District's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

10. Net Position

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on its use through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

Sometimes the District will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted-net position and unrestricted-net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which resources are considered to be applied. It is the District's policy to consider restricted-net position to have been depleted before unrestricted-net position is applied.

11. Property and Production Tax Revenues

Property and production tax revenues represent property and production taxes for 2015 and prior years which were collected during the year ended June 30, 2016. Property is annually valued and assessed January 1. Property and production taxes are levied by the first Monday of August and payable in two installments on September 1 and March 1. These installments become delinquent and thus payable, on November 10 and May 10. The taxpayer may elect, without penalty, to pay the entire balance by December 31. If not paid, property and production taxes attach as an enforceable lien on property as of May 11. Property and production tax revenues are recognized when levied to the extent that they result in current receivables, which means when collected within the current period or expected to be collected within 60 days of the fiscal year end to be used to pay liabilities of the current period on the financial statements. Property and production taxes which are not current receivables are offset by deferred inflows of resources. Property and production taxes are collected by the County Treasurer and remitted to the District in the month following that of collection.

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies (Continued)

12. Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

Note 2. Stewardship, Compliance and Accountability

A. Budgetary Data

Budgets for the Special Revenue, Debt Service and Capital Projects Funds are prepared on the same basis and using the same accounting practices as are used to prepare the financial reports. The budget for the General Fund is prepared on the same basis used to prepare the financial report with the exception that payments to the State Foundation Program are budgeted on the cash basis of accounting.

On or before the last Thursday of March each year, all agencies and departments of the District submit requests for appropriations to the finance department so that a budget may be prepared. The budget is prepared by fund, function and activity, and includes information on the past year, current year estimates and requested appropriations for the next fiscal year.

Before May 15, the proposed budget is presented to the District's Board of Trustees for review. The District's Board of Trustees holds public hearings and may add to, subtract from or change appropriations, but may not change the form of the budget. Any changes in the budget must be within the revenues and reserves estimated as available by the finance department, or, the revenue estimates must be changed by an affirmative vote of the majority of the District's Board of Trustees.

Unexpended budgeted amounts lapse at the end of the budget year. Budgetary control is established at the department level (instruction: regular, special education, vocational, other instruction; support services: pupil, instructional staff, general administration, school administration, business, operation and maintenance of plant, pupil transportation, central, other support services; operation of non-instructional services: community services; capital outlay; debt service: principal and interest) for the General Fund and at the fund level for the Special Revenue Funds, Debt Service Fund and Capital Projects Funds. Management control is exercised at the budgetary line item level. The District may amend its budget after it is approved using the same procedures necessary to approve the original budget. Over the course of the year, the District revised the annual budget once. These budget amendments fall into two categories: budget transfers between function classifications to properly record expenditures and increases in appropriations to recognize actual funding received from state and federal sources and to prevent budget over runs. The amounts reported as the original budgeted amounts in the budgetary statements reflect appropriation in the first complete appropriated budget. The amounts reported as the final budgeted amounts in the statements of budgetary comparisons represent the final appropriation amounts, including all supplemental appropriations.

B. Budget/GAAP Reconciliation

Budgetary comparisons in the financial statements are presented on a budgetary basis. Adjustments necessary to reconcile the General Fund revenues at the end of the year on the budgetary basis to actual are as follows:

	Revenues
Budgetary basis	\$ 141,433,190
Adjustment for State Foundation Program payable at June 30, 2015	3,429,300
Adjustment for State Foundation Program payable at June 30, 2016	(2,349,800)
Generally accepted accounting principles basis	\$ 142,512,690

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 3. Detailed Notes on All Funds

A. Deposits and Investments

Deposits - Custodial credit risk for deposits is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District's policy requires all acceptable securities pledged as collateral must have a fair market value equal to or exceeding 105 percent of total deposits, including any accrued interest, less the amount of Federal Deposit Corporation Insurance (FDIC), unless an exception is specifically granted by the Board of Trustees or an authorized representative of the Board.

Deposits of the District were covered in their entirety by federal depository insurance and collateral held by the District's agent under a joint custody receipt in the District's name at June 30, 2016.

Investments - The District is authorized by its governing board to invest in obligations of the U.S. Treasury, notes and bonds, agencies of all the U.S. Government that are backed by the full faith and credit of the United States Government, and Government National Mortgage Association mortgage-backed pass-through certificates which are authorized by State Statutes.

Investments of the District are reported at fair value. The Wyoming Government Investment Fund (WGIF) operates in accordance with applicable laws and regulations. The WGIF investment portfolio administers the short-term cash deposits made with the State by local entities. The investments are administered to provide liquid cash reserves, placing the majority portion in a cash portfolio and the rest in an extended cash portfolio. Specified State of Wyoming elected officials are responsible for regulatory oversight of WGIF.

Fair Value of Investments - The District measures and records its investments using fair value measurement guidelines established by generally accepted accounting principles. These guidelines recognize a three-tiered fair value hierarchy as follows:

Level 1: Quoted prices in active markets for identical assets or liabilities.

Level 2: Observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data, for substantially the full term of the assets or liabilities.

Level 3: Unobservable inputs that are supported by little or no market activity and that are significant to the fair values of the assets or liabilities.

The District has the following recurring fair value measurements as of June 30, 2016:

° \$53,557,360 held in WGIF Liquid Asset Series, a local government investment pool, is not assigned to a fair market value level, as it is measured at net asset value. The District is eligible to redeem these funds at any time, with no redemption notice period required.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Investments held for longer periods are subject to increased risk of adverse interest rate changes. The District does not address interest rate risk in its investing policy except to invest in investments which secure a maximum yield of interest revenues to supplement other revenues and support the educational programs of the District. Currently there are no restrictions on when the District can withdraw or contribute money to its current investments. The Wyoming Government Investment Fund invests in a wide variety of investments which are all allowed under State Statutes. The weighted average maturity of this fund for the District is 1 day at June 30, 2016.

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 3. Detailed Notes on All Funds (Continued)

Credit risk is the risk that an issuer or other counter party to an investment will not fulfill its obligations. Investing is performed in accordance with investing policies adopted by the governing board complying with State Statutes. District funds may be invested in obligations of the U.S. Treasury, notes and bonds, agencies of the U.S. Government that are backed by the full faith and credit of the United States Government and Government National Mortgage Association mortgage-backed pass-through certificates. The investments held by the Wyoming Government Investment Fund are rated by Standard and Poors.

As of June 30, 2016 the District had the following investments:

Investment Type	Fair Value	Credit Quality Ratings	Weighted Average Maturity (Days)
Primary Government			
Wyoming Government Investment Fund	\$53,120,793	AAAm	1
Fiduciary Funds			
Wyoming Government Investment Fund	\$ 331,159	AAAm	1
Component Unit			
Wyoming Government Investment Fund	\$ 105,408	AAAm	1
Total Investments	\$53,557,360		

For investments, custodial credit risk is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Investments in open-end mutual funds and external investment pools are not exposed to custodial credit risk because their existence is not evidenced by securities that exist in physical or book entry form, and therefore, the District is not exposed to custodial credit risk.

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. Investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments are excluded from the concentration of credit risk disclosure requirements. The District does not address concentration of credit risk disclosure in its investment policy.

B. Taxes Receivable

Receivables as of year end for the District's individual major funds and nonmajor funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	General Fund	Non-Major Funds	Total
Taxes Receivable for 2015 and Prior Years	\$ 8,386,693	\$ 270,572	\$ 8,657,265
Estimated Taxes Receivable for 2016	163,945,000	5,288,500	169,233,500
Less: Allowance for uncollectibles	(3,054,230)	(106,248)	(3,160,478)
Taxes Receivable, Net	\$ 169,277,463	\$ 5,452,824	\$174,730,287

Net taxes receivable of \$174,730,287 for the primary government and \$3,265,214 for BOCHES, the discretely presented component unit on the statement of net position includes 2016 property taxes of \$169,233,500 and \$3,170,000 respectively. These amounts represent estimated taxes based on the 2016 assessed valuation. 2016 taxes are not levied until the first Monday of August, but there is an enforceable legal claim to the taxes as of the lien date, defined as the January 1 preceding the start of the fiscal year for which the taxes are levied. These 2016 taxes are included in deferred inflows of resources both on the statement of net position and in the fund statements.

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 3. Detailed Notes on All Funds (Continued)

Governmental funds report deferred inflows of resources in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. At the end of the current fiscal year, the various components of deferred inflows of resources reported in the governmental funds were as follows:

	Unavailable
Property taxes receivable, 2015 and prior years (General Fund)	\$ 5,004,061
Property taxes receivable, 2016 (General Fund)	163,945,000
Property taxes receivable, 2015 and prior years (Non-Major Funds)	153,730
Property taxes receivable, 2016 (Non-Major Funds)	5,288,500
Total Deferred Inflows of Resources for Governmental Funds	\$174,391,291

C. Capital Assets

Capital asset activity for the year ended June 30, 2016 was as follows:

	Balance June 30, 2015	Additions/ Transfers	Deductions/ Transfers	Balance June 30, 2016
Governmental Activities				
Non-depreciable capital assets:				
Land	\$ 11,704,787	\$ 258,041	\$ -	\$ 11,962,828
Construction in progress	5,091,391	35,890,720	(4,340,650)	36,641,461
Total non-depreciable capital assets	\$ 16,796,178	\$ 36,148,761	\$ (4,340,650)	\$ 48,604,289
Depreciable capital assets:				
Buildings and building improvements	\$ 235,008,973	\$ 2,418,571	\$ (1,397,091)	\$ 236,030,453
Improvements other than buildings	35,440,650	1,661,379	(1,759,742)	35,342,287
Equipment and vehicles	20,046,754	1,510,083	(1,119,956)	20,436,881
Total depreciable capital assets	\$ 290,496,377	\$ 5,590,033	\$ (4,276,789)	\$ 291,809,621
Less accumulated depreciation for:				
Buildings and building improvements	\$ (91,347,042)	\$ (7,728,397)	\$ 1,397,091	\$ (97,678,348)
Improvements other than buildings	(17,456,640)	(1,568,365)	1,759,742	(17,265,263)
Equipment and vehicles	(12,832,585)	(1,543,746)	1,105,000	(13,271,331)
Total accumulated depreciation	\$(121,636,267)	\$(10,840,508)	\$ 4,261,833	\$(128,214,942)
Total depreciable capital assets, net	\$ 168,860,110	\$ (5,250,475)	\$ (14,956)	\$ 163,594,679
Governmental activities capital assets, net	\$ 185,656,288	\$ 30,898,286	\$ (4,355,606)	\$ 212,198,968

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 3. Detailed Notes on All Funds (Continued)

	Balance June 30, 2015	Additions/ Transfers	Deductions/ Transfers	Balance June 30, 2016
Business-type Activities				
Depreciable capital assets:				
Equipment and vehicles	\$ 325,185	\$ -	\$ (4,499)	\$ 320,686
Less accumulated depreciation	(194,358)	(20,582)	4,499	(210,441)
Total depreciable capital assets, net	\$ 130,827	\$ (20,582)	\$ -	\$ 110,245

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

Governmental Activities	
Regular instruction	\$ 10,780,753
General administration	59,755
Total depreciation expense - governmental activities	\$ 10,840,508
Business-type Activities	
Food service	\$ 20,582

Construction in progress represents construction related to improvements at the aquatic center, several schools, and the construction of a new elementary school. Actual signed contracts for these projects approximate \$53,643,000 and will be funded by the General Fund, the Major Maintenance Special Revenue Fund, the CCCPRD Special Revenue Fund, the Major Capital Projects Fund and the Component Projects Fund. Contracts signed but not yet started approximated \$217,400 at June 30, 2016.

D. Interfund Receivables, Payables and Transfers

The composition of due to/from other funds as of June 30, 2016 are as follows:

	Receivable	Payable
Major Funds:		
General Fund	\$ 565,130	\$ 386,300
Major Capital Projects Fund	-	296,173
Total Major Funds	\$ 565,130	\$ 682,473
Enterprise Funds:		
CAT/Preschool Fund	\$ 37,910	-
Non-Major Funds:		
Special Revenue Funds:		
CCCPRD	\$ 323,015	-
Title I Basic/Neglected and Delinquent	-	26,173
Title IIA	-	5,760
Carl Perkins	-	22,487
Part B	-	92,971
Mathematics & Science Partnerships	-	27,547
Title III	21,279	-
McKinney Homeless	-	1,261

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 3. Detailed Notes on All Funds (Continued)

The composition of due to/from other funds as of June 30, 2016 are as follows:

	Receivable	Payable
Capital Project Funds:		
Depreciation Reserve	\$ 25,376	\$ -
Component Projects	-	114,038
Total Non-Major Funds	\$ 369,670	\$ 290,237
	\$ 972,710	\$ 972,710

The above interfund balances are principally a reflection of the District's pooling of certain cash and investments in the General Fund.

Interfund Transfers:

	General Fund	Enterprise Funds	Internal Service Fund	Total
Transfers In	\$ 6,581	\$ 1,309,714	\$ 253,061	\$ 1,569,356
Transfers (Out)	(1,562,775)	(6,581)	-	(1,569,356)
Net interfund transfers	\$ (1,556,194)	\$ 1,303,133	\$ 253,061	\$ -

The primary purpose of material interfund transfers was for the General Fund to make operational transfers to the Lunch Fund and Internal Service Fund.

E. Compensated Absences

The District allows its employees one day of sick leave for each month of employment, with the employees being allowed to accumulate sick leave indefinitely. The District allows its employees two days of convenience leave for each year of employment, changing to three days after ten years of employment, with the employees being allowed to accumulate a maximum of three days. The accumulated unpaid convenience leave over the maximum three days allowed will be converted to sick leave at the end of the fiscal year. The accumulated unpaid sick and convenience leave approximated \$18,250,000 at June 30, 2016.

The District's sick leave reimbursement policy allows an employee who leaves the District be reimbursed for unused sick leave according to the following formula:

For days accumulated on or after July 1, 1994:

	61-120 Days	120+ Days
Educational Support Personnel	\$15 per day	\$20 per day
Certified	\$20 per day	\$25 per day
Administrators/Supervisors	\$25 per day	\$30 per day

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 3. Detailed Notes on All Funds (Continued)

GASB Interpretation No. 6 limits the amount of compensated absence liability to be reported in the governmental funds to the amount that is actually due at year-end. Due means the employee has applied for the leave but has not yet received payment at year end. The current liability for this reimbursement at June 30, 2016 is \$-0-. Amounts not due at year end approximating \$365,000 are recorded as a non-current liability due within more than one year in the government-wide Statement of Net Position.

The District's employees have vested accrued vacation amounting to approximately \$520,000 at June 30, 2016, which has been recorded within the accrued compensation liability. It is anticipated that this amount will be liquidated using currently available resources; therefore, the recorded amount has been charged to expenditures for the year ended June 30, 2016.

F. Capital Leases

The District has entered into lease agreements for financing the acquisition of transportation equipment. These lease agreements provide for the transfer of title to the District at the end of the leases, and therefore qualify as capital leases for accounting purposes. The leases have been recorded at the present value of the future minimum lease payments as of the inception dates. The leases are cancelable should monies not be appropriated in future years.

The assets acquired through capital leases are as follows:

	Governmental Activities
Equipment and vehicles	\$ 4,961,275
Less: Accumulated depreciation	(1,276,413)
Total	\$ 3,684,862

Payments on these obligations are being made by the General Fund. Annual debt service requirements as of June 30, 2016 are presented below:

Year Ending June 30,	Obligations Under Capital Lease
2017	\$ 1,033,647
2018	764,018
2019	536,246
2020	262,489
Total lease payments	\$ 2,596,400
Less interest portion	(81,242)
Present value of net minimum lease payments	\$ 2,515,158

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 3. Detailed Notes on All Funds (Continued)

G. Long-Term Debt

Long-term liability activity for the year ended June 30, 2016 was as follows:

	Balance June 30, 2015	Additions	Reductions	Balance June 30, 2016	Due Within One Year
Governmental Activities:					
Capital leases	\$ 2,516,451	\$ 1,252,111	\$ (1,253,404)	\$ 2,515,158	\$ 992,832
Sick Leave Payable	377,768	30,127	(42,997)	364,898	-
Net OPEB Obligation	659,000	-	-	659,000	-
Net Pension Liability	81,027,808	44,324,859	(18,263,993)	107,088,674	-
Long-term liabilities	\$ 84,581,027	\$ 45,607,097	\$ (19,560,394)	\$110,627,730	\$ 992,832

H. Legal Debt Margin

At June 30, 2016, the District did not exceed its legal debt margin as shown by the computation that follows:

Assessed valuation	\$6,208,239,272
Debt limit - 10% of total assessed valuation	\$ 620,823,927
Unused legal debt capacity	\$ 620,823,927

I. State Foundation Program Receivable/State Foundation Program Payable

Wyoming State Statutes provide for a determination of amounts to be included in the Foundation Program for each School District. If a District has resources which exceed the Foundation's funding formula, then the District must pay the excess amounts to the State Foundation Program for redistribution to other Districts. Because of this funding formula, Campbell County School District No. 1 must pay \$2,349,800 of amounts received during the year ended June 30, 2016 to the Foundation Program during the ensuing year. During the fiscal year ended June 30, 2016, the District experienced a tax shortfall of approximately \$2,589,500. This shortfall resulted because amounts collected from the 25 mill District and 6 mill County tax levies were lower than originally projected. As Wyoming Statutes require the Foundation to pay that shortfall amount to the District by October 15 of the succeeding fiscal year, the District has recorded this amount in the General fund.

J. Classifications of Fund Balance

Classifications of fund balance at June 30, 2016, not disclosed elsewhere and not apparent from the descriptions in the fund statements includes: \$497,816 committed for Healthy Schools Education and \$141,656 committed to fund the District's vested sick leave obligation based on District policy, \$1,024,970 restricted for capital projects in the Debt Service fund, \$3,892,593 restricted for capital projects in the nonmajor capital projects funds, \$6,218,517 restricted for capital maintenance and \$10,736,458 restricted for recreation projects in the nonmajor special revenue funds.

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 4. Other Information

A. 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 District purchased commercial insurance for claims and risks of loss through the Wyoming School Risk Retention Program Pool. This pool currently includes 19 districts in the State of Wyoming. The coverages for significant items and the related deductible are as follows:

Type of Claim	Amount of Coverage	Deductible
Commercial General Liability		
Occurrence	\$ 2,000,000	\$ -
Personal and advertising injury	\$ 2,000,000	\$ -
Products-completed operations aggregate	\$ 2,000,000	\$ -
School board legal liability	\$ 2,000,000	\$ 2,500
Auto Liability		
Each accident	\$ 2,000,000	\$ -
Uninsured motorist	\$ 2,000,000	\$ -
Under-insured motorist	\$ 2,000,000	\$ -
Property		
Building and contents	\$200,000,000	\$ 5,000
Extra expense (per occurrence)	\$ 5,000,000	\$ -
Earthquake	\$ 25,000,000	\$ -
Flood/backup water	\$ 25,000,000	\$ -
Supplemental Coverages		
Electronic data processing equipment, data and media	\$ 25,000,000	\$ -
Accounts receivable	\$ 5,000,000	\$ -
Errors and omissions	\$ 5,000,000	\$ -
Valuable papers	\$ 5,000,000	\$ -
Demolition and increased cost of construction	\$ 25,000,000	\$ -
Contractors' equipment (per item)	\$ 3,000,000	\$ -
Vehicle damage	\$ 5,000,000	\$ -
Boiler and Machinery		
Total breakdown limit	\$ 50,000,000	\$ 5,000
Ordinance or law, demolition	\$ 10,000,000	\$ -
Hazardous substance	\$ 10,000,000	\$ -
WHSAA Athletics Catastrophic Accidental Death/Dismemberment		
Accident medical expense	\$ 2,000,000	\$ -

Settled claims have not exceeded commercial coverage in any of the past three fiscal years. In addition, there have been no significant reductions in insurance coverage in the prior year in any of the past three years.

The District has elected to provide employee dental benefits through a self-insured program. The District uses an internal service fund to account for and finance its uninsured risks of loss in this program. The dental plan has no deductible for preventative and diagnostic services, \$45 deductible for single and \$90 per family for basic and major services. Basic is covered at 85%, and major at 50%. A third party administrator reviews all claims which the District then pays.

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 4. Other Information (Continued)

The District has elected to provide employee medical benefits through a partially self insured multiple employer welfare arrangement through the Wyoming School Board Association Insurance Trust. This Trust has 26 participating school districts throughout the State of Wyoming. As a result of this plan, the District is only required to pay monthly premiums for employees and eligible retirees of the District who elect to participate. In addition, if the District were to leave the Trust, it would retain the liability for unpaid claims through the date of Plan termination. This plan provides a medical plan with four levels of available coverage: single, employee plus spouse, family, and employee plus minor children. Participants have three plan coverage options: a high deductible plan or two different high deductible/HSA eligible plans. The high deductible plan has a \$2,500 deductible for single coverage and a \$2,500/\$5,000 deductible for all other coverages, while the first HSA eligible plan has a \$2,600 deductible for single coverage and a \$2,600/\$5,200 deductible for all other coverages. The second HSA eligible plan has a \$5,000 deductible for single coverage and a \$5,000/\$10,000 deductible for all other coverages. For term life insurance and also accidental death and dismemberment insurance, the District covers one times an employee's annual salary, minimum at \$10,000 and maximum at \$50,000. The District also provides short term and long term disability coverage, which provides 60% of an employee's monthly salary with a maximum of \$5,000 per month.

The liability for unpaid claims cost of \$38,000 as estimated by the self insurance dental benefits third party administrator based upon claims filed subsequent to year end and historical experience, which is reported in the financial statements at June 30, 2016, is based on the requirements of Governmental Accounting Standards Board Statement No. 10 which requires that a liability for claims, including incurred but not reported claims, be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Changes in the fund's claims liability amount are:

	Balance at Beginning of Year	Current Year Claims	Claim Payments	Balance at End of Year
June 30, 2015 to June 30, 2016	\$ 29,000	\$ 1,049,789	\$ 1,040,789	\$ 38,000
June 30, 2014 to June 30, 2015	\$ 31,000	\$ 923,162	\$ 925,162	\$ 29,000

The District contributes to the Wyoming Worker's Compensation Insurance program. Employees covered by Wyoming Workers Compensation Insurance include: bus drivers, mechanics, shop workers, chemistry laboratory instructors, specific career and technology education instructors and specific special education teaching and paraprofessional positions, printing department personnel, warehouse personnel, electronics technicians, custodians and custodial supervisors, maintenance employees, nutrition services employees and school nurses. This list may be changed as required by State Statutes. All Work Investment Act student employees are covered by Wyoming Workers' Safety and Compensation regardless of job assignment. All other employees of the District are not covered by any form of on-the-job injury insurance.

B. Pension Obligations

Plan Description

Substantially all employees of the District, excluding substitutes, temporary, and student workers are provided with pensions through the Public Employee Pension Plan - a statewide cost-sharing multiple-employer defined benefit pension plan administered by the Wyoming Retirement System (WRS). The authority to establish and amend benefits and contributions rates rests with the Legislature of the State of Wyoming. WRS is granted the authority to administer the Plan by Wyoming State Statutes 9-3-401 through 432. WRS issues a publicly available financial report that can be obtained at <http://retirement.state.wy.us/home/index.html>.

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 4. Other Information (Continued)

Employee membership data related to the Plan, as of June 30, 2016 was as follows:

The three classes of covered employees in the Plan include: retirees and beneficiaries currently receiving benefits, terminated employees entitled to but not yet receiving benefits, and active plan members.

Benefits provided

The determination of retirement benefits is dependent upon the employee's initial employment date.

Service Retirement Tier 1: Full retirement at age 60 or qualifies for the Rule of 85. Early retirement is permitted at age 50 or 25 years of service. Formula for retirement equals 2.125% times the number of years of service times the three years highest average salary for the first fifteen years and 2.25% times the number of years of service times the three year highest average over fifteen years.

Service Retirement Tier 2: Full retirement at age 65 or qualifies for Rule of 85. Early retirement is permitted at age 55 or 25 years of service. Formula for retirement equals 2% times the number of years of service times the five year highest average salary.

Disability Benefits: Partial or total disability retirement is available to any member who becomes incapacitated, mentally or physically, and cannot continue in the performance of his/her duties. To qualify, the member must have at least 10 years of service and must be "in service" at the time of application for disability retirement. Upon retirement for a partial disability, the member receives a monthly disability retirement benefit for the period of his/her disability equal to 50% of the normal benefit payable to the member, as if the member was eligible for normal retirement benefits. Upon retirement for a total disability, the member receives a monthly disability benefit equal to 100% of his service retirement benefit as if the member was eligible for normal retirement benefits. Disability benefits are payable for the life of the member or until death.

Survivor's Benefits: Certain surviving dependents receive benefits based on the deceased member's compensation and their relationship to the deceased, as well as the benefit option selected by the member at the date of retirement.

For the year ended June 30, 2016, the District's total payroll for all employees was approximately \$86,677,000. Total covered payroll was approximately \$84,625,000. Covered payroll refers to all compensation paid by the District to active employees covered by the Plan.

Contributions

Per Title 9-3-412 and 413 of Wyoming State Statutes, for the year ended June 30, 2016 member contributions were required to be 8.25% of compensation and employer contributions were required to be 8.37% of compensation. In accordance with Title 9-3-412 (c)(ii) of State Statutes, the District has elected to pay 6.195% of the member's contribution in addition to the employer's contribution. Total contributions to the pension plan from the District were approximately \$14,065,000 for the year ended June 30, 2016.

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 4. Other Information (Continued)

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

At June 30, 2016 the District reported a liability of approximately \$107,100,000 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2016. The District's proportion of the net pension liability was based on the relationship of the District's total contributions to the plan for the year ended December 31, 2015 to the contributions of all participating employers for the same period. At December 31, 2015, the District's proportion was 4.5974%, which was an increase of .0058% from its proportion of 4.5916% measured as of December 31, 2014.

For the year ended June 30, 2016, the District recognized pension expense of approximately \$11,615,000. At June 30, 2016, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows Of Resources	Deferred Inflows Of Resources
Differences between expected and actual experience	\$ -	\$ 2,265,509
Net difference between projected and actual earnings on Plan investments	26,218,161	-
Change in proportion and differences between employer contributions and proportionate share of contributions	210,346	-
District contributions subsequent to the measurement date	3,595,702	-
Total	\$ 30,024,209	\$ 2,265,509

An amount of \$3,595,702 reported as deferred outflows of resources related to pensions resulting from the District's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in pension expense as follows:

Year ending June 30,

2017	\$ 6,285,053
2018	\$ 6,285,053
2019	\$ 6,284,024
2020	\$ 5,308,868

Actuarial Assumptions

The total pension liability in the January 1, 2016 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.25 %
Salary increases	4.25% - 6.00%, including inflation
Investment rate of return	7.75%, net of Pension Plan investment expense

Mortality rates were based on the RP-2000 Combined Mortality Table, for males or females, as appropriate, with adjustments for mortality improvements based on Scale BB.

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 4. Other Information (Continued)

Long-term expected rate of return

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Fixed Income	15.00%	0.87%
Equity	59.00%	5.13%
Market Alternatives	15.50%	4.75%
Private Markets	8.00%	5.84%
Cash	2.50%	0.25%
Total	100.00%	

Experience Analysis

An experience study was conducted on behalf of all WRS' plans covering the five-year period ended December 31, 2011. That study provided a detailed analysis concerning the development of the long-term inflation rate, real rate of return and discount rate. The study also analyzed each major actuarial assumption (e.g., mortality, salary increases, retirement, termination and disability) and proposed assumptions consistent with the findings.

Discount Rate

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

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 4. Other Information (Continued)

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

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

	Discount Rate	District's Proportionate Share of Net Pension Liability
1% decrease	6.75%	\$ 153,741,448
Current discount rate	7.75%	\$ 107,088,674
1% increase	8.75%	\$ 67,647,870

Pension Plan Fiduciary Net Position

Detailed information about the Pension Plan's fiduciary net position is available in a separately issued WRS financial report available from the Wyoming Retirement System, 6101 Yellowstone Road, Cheyenne, Wyoming 82002 or at <http://retirement.state.wy.us/home/index.html>.

C. Tax Revenues

Approximately 86% of tax revenue for the year ended June 30, 2016 represents production tax based on the value of minerals extracted, which may vary from year to year.

D. Contingencies

The District received financial assistance from federal and state agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the District at June 30, 2016.

E. Commitment

The District has committed \$28.1 million toward a recreation center in Campbell County, Wyoming. This amount includes \$24.9 million of lease payments and \$3.2 million in cash. This facility was constructed by a joint powers board consisting of Campbell County School District No. 1, Campbell County and the City of Gillette. Through June 30, 2016 the District has paid approximately \$23.4 million in lease and cash payments toward this commitment. This commitment runs through June, 2019 and is anticipated to be funded by the CCCPRD's mill levy. The building is owned by Campbell County.

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 4. Other Information (Continued)

F. Impact of Recently Issued Accounting Principles

Recently Issued and Adopted:

In March 2016, the GASB issued GASB Statement No. 82, *Pension Issues, an Amendment of GASB Statements No. 67, No. 68, and No. 73*. This statement addresses issues regarding (1) the presentation of payroll-related measures in required supplementary information, (2) the selection of assumptions and the treatment of deviations from the guidance in an Actuarial Standard of Practice for financial reporting purposes, and (3) the classification of payments made by employers to satisfy employee (plan member) contribution requirements. This statement is effective for years beginning after June 15, 2016, except for the requirements of this Statement for the selection of assumptions in a circumstance in which an employer's pension liability is measured as of a date other than the employer's most recent fiscal-year end. In that circumstance, the requirements for the selection of assumptions are effective for that employer in the first reporting period in which the measurement date of the pension liability is on or after June 15, 2017. Earlier adoption is allowed. Management has elected to adopt this update for the fiscal year ended June 30, 2016. The impact of adopting this update is reflected in the financial statements.

In February, 2015, the GASB issued Statement No. 72, *Fair Value Measurement and Application*. This Statement was issued to address accounting and financial reporting issues related to fair value measurements. The definition of *fair value* is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. In addition this statement provides guidance for determining a fair value measurement for financial reporting purposes and provides guidance for applying fair value to certain investments and disclosures related to all fair value measurements. This statement is effective for years beginning after June 15, 2015. The impact of adopting this update is reflected in the financial statements.

In June, 2015, the GASB issued Statement No. 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*. The objective of GASB Statement No. 76 is to identify, in the context of the current governmental financial reporting environment, the hierarchy of generally accepted accounting principles (GAAP). This Statement reduces the GAAP hierarchy to two categories of authoritative GAAP and addresses the use of authoritative and non-authoritative literature in the event that the accounting treatment for a transaction or other event is not specified within a source of authoritative GAAP. This Statement is effective for periods beginning after June 15, 2015. The impact of adopting this update is reflected in the financial statements.

In December, 2015 the GASB issued Statement No. 79, *Certain External Investment Pools and Pool Participants*. GASB Statement No. 79 addresses accounting and financial reporting for certain external investment pools and pool participants. Specifically, it establishes criteria for an external investment pool to qualify for making the election to measure all of its investments at amortized cost for financial reporting purposes. This Statement is effective for periods beginning after June 15, 2015. The impact for adopting this update is reflected in the financial statements.

Recently Issued Accounting Pronouncements:

In June, 2015, the GASB issued Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*. GASB Statement No. 75 replaces the requirements of Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions (OPEB)*, as amended. It establishes new accounting and financial reporting requirements for governments whose employees are provided with OPEB. The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for postemployment benefits other than pensions. The Statement is effective for periods beginning after June 15, 2017. Management is currently evaluating the impact of the adoption of this Statement on the District's financial statements.

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 4. Other Information (Continued)

G. Postemployment Health Care Plan

Plan Description - The retiree benefits offered by the District as of July 1, 2014, the actuarial date, were a choice of two medical plans under a multiple employer welfare arrangement and a dental plan. As of July 1, 2007 any District retiree who was hired after June 30, 2007, has been with the District for twenty or more years (the years may be either consecutive or a total accumulation) and is at least 55 years of age is eligible to continue under this plan. Any District employee hired prior to July 1, 2007 who has been with the District for ten or more years (the years may be either consecutive or a total accumulation) and is at least 50 years of age upon retirement is eligible to continue under this Plan. Benefits under these retiree programs cease for the employee and covered dependent(s) once an employee or dependent becomes eligible for Medicare. An employee and/or covered dependent(s) must exhaust all COBRA benefits prior to being eligible for this retiree benefit program. Eligible retirees receive a medical and dental benefit. The Plan is a single employer plan. A summary of the Plan provisions may be obtained at the District's human resources offices located at 1000 W. Eighth Street, Gillette, Wyoming. The retiree health care plan is established and may be amended by the District's board of trustees. The following table provides a summary of participant information at July 1, 2014.

Number of Participants	
Actives (fully eligible)	361
Actives (not fully eligible)	1,313
Retirees	15
Total participants	1,689

Funding Policy - The contribution requirements of plan members and the District are established and may be amended by the board of trustees. Contribution amounts differ depending on the selected plan. Based on the plan selected, members receiving benefits contribute \$1,161, \$1,079 or \$824 per month for retiree only coverage, \$2,329, \$2,157, or \$1,694 per month for retiree and spouse coverage, \$2,116, \$1,964, or \$1,501 per month for retiree and child coverage, and \$2,971, \$2,759, or \$2,109 per month for family coverage.

Period OPEB Cost and Net OPEB Obligation - The District's period other postemployment benefit (OPEB) cost (expense) is calculated based on the period required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The following tables provide the ARC, and Net OPEB Obligation for the project unit credit cost method on an unfunded basis. The ARC is calculated on a level percentage of earnings assuming an amortization period of 30 years on an open basis (maximum allowed by GASB 45).

Period Required Contribution (ARC)	
Normal Cost	\$ 84,000
Interest on Normal Cost	4,000
Amortization Payment	53,000
Interest on Amortization Payment	2,000
Total	\$ 143,000

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 4. Other Information (Continued)

Net OPEB Obligation	
Net OPEB Obligation - Beginning of Period	\$ 585,000
ARC	\$ 143,000
Interest on Prior Year NOO	25,000
Adjustment to ARC	(22,000)
Period OPEB Cost	\$ 146,000
Employer Contributions	72,000
Increase in Net OPEB Obligation	\$ 74,000
Net OPEB Obligation - End of Period	\$ 659,000
Percentage of OPEB Cost Contributed	49%

The District's period OPEB cost, the percentage of period OPEB cost contributed to the plan, and the OPEB obligation for the period ended June 30, 2016 and the two preceding fiscal periods were as follows:

Fiscal Period Ended	Period OPEB Cost	Percentage of Period OPEB Cost Contributed	Net OPEB Obligation
6/30/14	\$ 216,000	57.41%	\$ 585,000
6/30/15	\$ 146,000	49.32%	\$ 659,000
6/30/16	\$ 146,000	49.32%	\$ 659,000

Funded Status and Funding Progress - As of July 1, 2014, the most recent actuarial valuation date, the Plan was unfunded. The actuarial accrued liability (AAL) for benefits was \$1,439,000, and the actuarial value of assets was \$-0-, resulting in an unfunded actuarial accrued liability (UAAL) of \$1,439,000. The covered payroll (annual payroll of active employees covered by the Plan) was \$73,264,042, and the ratio of the UAAL to the covered payroll was 1.96%.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the Plan and the period required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, present multi-year trend information about whether the actuarial value of Plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions - Projections of benefits for financial reporting purposes are based on the substantive plan (the Plan as understood by the employer and the plan members) and include the types and benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and actuarial value assets, consistent with the long-term perspective of the calculations. The following assumptions were made:

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 4. Other Information (Continued)

Valuation Date - July 1, 2014.

Discount Rate - A 4.25% period discount rate is used assuming the District will fund the retirement benefit on a pay-as-you-go basis. The investment return assumption is based on the expected return on employer assets, which generally consist of short-term liquid investments.

Actuarial Cost Method - Projected Unit Credit.

Amortization Method - The UAAL is amortized over the maximum acceptable period of 30 years. It is calculated assuming a level percentage of projected payroll.

Health Care Cost Trend Rate - The following annual trend rates are applied on a select and ultimate basis:

Benefit	Select	Ultimate
Medical	8.5%	5%

Select trends are reduced by 0.5% each period until reaching the ultimate trend.

Per Capita Health Claim Costs - Per capita health claim costs are developed from the historical claim experience provided by the District. The expected age 60 per capita health claim costs are presented in the table below:

Per Capita Cost	Age 60		
	Plan C	Plan D	Plan E
Retiree/Spouse	\$ 13,000	\$ 14,700	\$ 12,200

Age Based Morbidity - The assumed per capita health claim costs are adjusted to reflect expected increases related to age. The increase in per capita health claim costs related to age are assumed to be the following:

Age	Increase
42-46	3.19%
47-51	3.89%
52-56	3.58%
57-61	4.52%
62-64	5.06%

Retiree Contributions - Retiree contributions are assumed to increase with healthcare cost trend.

Non-Claim Expenses - Non-claim costs are based on the current amounts charged per retired employee. The administrative cost assumed in this valuation is \$96 per member per year. The cost is assumed to increase with medical admin trend.

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 4. Other Information (Continued)

Retirement Age - The probabilities of retirement were developed from the State of Wyoming Retirement System Valuation as of January 1, 2014. Sample retirement ages and associated probabilities are as follows:

Age	Unreduced	Reduced
	Rates	Rates
<50	10.00%	1.00%
50-52	10.00%	4.50%
53-54	10.00%	5.00%
55-56	17.00%	5.00%
57	15.00%	5.00%
58	15.00%	5.50%
59	15.00%	6.00%
60-61	13.00%	13.00%
62-63	17.50%	17.50%
64	17.00%	17.00%
65	25.00%	25.00%
66	32.00%	32.00%
67-69	20.00%	20.00%
70+	100.00%	100.00%

Termination - The rates of withdrawal were developed from the State of Wyoming Retirement System Valuation as of January 1, 2014. Sample termination rates are provided below:

Service	Withdrawal	
	First Five Years	
	Male	Female
1	22%	26%
2	18%	21%
3	13%	15%
4	11%	15%
5	11%	14%

Age	Withdrawal	
	After 5 Years of Service	
	Male	Female
20	10.00%	11.00%
30	4.50%	7.50%
35	4.00%	5.00%
45	3.50%	5.00%
50	3.00%	4.00%

Plan Participation Percentage - It is assumed that 15% of all future employees and their dependents who are eligible for benefits participate in the postemployment benefit plan.

Plan Election Percentage - It is assumed that 53% of future retirees elect Plan C, 26% elect Plan D, and the remaining elect Plan E at retirement.

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 4. Other Information (Continued)

Spousal Coverage - The assumed number of eligible spouses is based on actual census information.

Salary Increase Assumption - 3.5% per annum.

Valuation of Excise Tax - An active/retiree blended pre-65 claim cost is projected at health care cost trend and compared to the excise tax cost threshold beginning in 2018 and continuing thereafter. District will be liable for 40% of the difference between plan costs and the cost threshold, when the plan costs are greater than the cost threshold. Excise tax is not applied to post-65 retiree coverage.

Pre-65 Plan Costs

The annual plan costs assumed in the valuation of excess tax are based on the District's current premium information and plan enrollment and are as follows:

Pre 65 employee	\$ 11,100
Pre 65 spouse	\$ 11,100

Excise Tax Threshold - The 2018 annual threshold costs for excise tax are as follows:

Active Single	\$ 10,200
Active Family	\$ 27,500
Pre-65 Retiree Single	\$ 11,850
Pre-65 Retiree Family	\$ 30,950

The active and pre-65 retiree thresholds have been weighted by current census headcounts. The threshold is assumed to increase at health CPI trend each year.

CPI Trend - Health CPI is assumed to increase at a rate of 3.5% each year.

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS FOR THE RETIREMENT HEALTH PLAN**

June 30, 2016

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Unit Credit (b)	Unfunded AAL - (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
July 1, 2010	\$ -	\$ 3,812,000	\$ 3,812,000	0.00%	\$ 70,437,579	5.41%
July 1, 2012	\$ -	\$ 2,126,000	\$ 2,126,000	0.00%	\$ 74,766,625	2.84%
July 1, 2014	\$ -	\$ 1,439,000	\$ 1,439,000	0.00%	\$ 73,264,042	1.96%

**SCHEDULE OF CAMPBELL COUNTY SCHOOL DISTRICT NO. 1'S
PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC EMPLOYEES' PENSION PLAN***

	District's Percentage Of Net Pension Liability	District's Proportionate Share Of Net Pension Liability	District's Covered Employee Payroll	District's Proportionate Share of Net Pension Liability as A Percentage Of Covered Employee Payroll	Plan's Fiduciary Net Position As A Percentage Of Net Pension Liability
2013	4.573950016%	\$ 66,670,732	\$ 78,669,000	84.75%	- %
2014	4.591611318%	\$ 81,027,808	\$ 80,014,000	101.27%	79.08%
2015	4.597367245%	\$ 107,088,674	\$ 83,714,000	127.93%	73.40%

*GASB Statement No. 68 requires ten years of information to be presented in this table. However, until a full ten-year trend is compiled, the District will present information for those years for which information is available. Years presented are as of the measurement date of December 31.

**SCHEDULE OF CAMPBELL COUNTY SCHOOL DISTRICT NO. 1'S CONTRIBUTIONS
PUBLIC EMPLOYEES' PENSION PLAN***

Fiscal Year Ended June 30,	Statutorily Required Contributions	Employer's Contributions Related to Statutory Contributions	Difference Between Statutorily Required And Actual Contributions	Employer's-Covered Employee Payroll	Statutorily Required Employer's Contributions As a Percentage of Employer's-Covered Employee Payroll
2014	\$ 5,073,000	\$ 5,073,000	\$ -	\$ 71,248,000	7.12%
2015	\$ 6,129,000	\$ 6,129,000	\$ -	\$ 80,437,000	7.62%
2016	\$ 7,083,000	\$ 7,083,000	\$ -	\$ 84,625,000	8.37%

*GASB Statement No. 68 requires ten years of information to be presented in this table. However, until a full ten-year trend is compiled, the District will present information for those years for which information is available. Years presented are as of the contribution date of June 30.

See Notes to Required Supplementary Information.

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

Changes in benefit terms

There were no changes in benefit terms between the December 31, 2014 measurement date and the December 31, 2015 measurement date.

Changes in assumptions

There were no changes in assumptions between the December 31, 2014 measurement date and the December 31, 2015 measurement date.

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS**

June 30, 2016

	Special Revenue	Debt Service	Capital Projects	Total Non-Major Governmental Funds
ASSETS				
Cash	\$ 281,928	\$ -	\$ -	\$ 281,928
Cash With Fiscal Agent	-	1,024,970	-	1,024,970
Temporary Investments	16,391,391	-	3,867,217	20,258,608
Taxes Receivable (net of allowance for uncollectibles)	5,452,824	-	-	5,452,824
Due From Other Funds	344,294	-	25,376	369,670
Due From Other Governments	334,351	-	117,304	451,655
Total Assets	\$ 22,804,788	\$ 1,024,970	\$ 4,009,897	\$ 27,839,655
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
LIABILITIES				
Accounts Payable	\$ 11,927	\$ -	\$ -	\$ 11,927
Accrued Compensation	186,585	-	-	186,585
Contracts and Retainage Payable	32,872	-	3,266	36,138
Due To Other Funds	176,199	-	114,038	290,237
Total Liabilities	\$ 407,583	\$ -	\$ 117,304	\$ 524,887
DEFERRED INFLOWS OF RESOURCES				
Property Taxes Receivable	\$ 5,442,230	\$ -	\$ -	\$ 5,442,230
FUND BALANCES				
Restricted	\$ 16,954,975	\$ 1,024,970	\$ 3,892,593	\$ 21,872,538
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 22,804,788	\$ 1,024,970	\$ 4,009,897	\$ 27,839,655

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

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

Year Ended June 30, 2016

	Special Revenue	Debt Service	Capital Projects	Total Non-Major Governmental Funds
REVENUES				
Local Sources:				
Taxes	\$ 6,390,316	\$ 3,325	\$ -	\$ 6,393,641
Interest	30,506	-	4,518	35,024
Total Local Sources	\$ 6,420,822	\$ 3,325	\$ 4,518	\$ 6,428,665
State Sources:				
Intergovernmental	\$ 4,736,898	\$ -	\$ 714,456	\$ 5,451,354
Federal Sources:				
Intergovernmental	\$ 5,124,317	\$ -	\$ -	\$ 5,124,317
Total Revenues	\$ 16,282,037	\$ 3,325	\$ 718,974	\$ 17,004,336
EXPENDITURES				
Current:				
Instruction:				
Regular	\$ 1,663,722	\$ -	\$ -	\$ 1,663,722
Special Education	1,827,836	-	-	1,827,836
Vocational Education	14,000	-	-	14,000
Support Services:				
Pupil	221,973	-	-	221,973
Instructional Staff	1,069,498	-	-	1,069,498
General Administration	49,274	-	-	49,274
Operation and Maintenance of Plant	1,227,265	-	-	1,227,265
Central	1,283,944	-	-	1,283,944
Other Support	172,713	-	-	172,713
Operation of Non-Instructional Services:				
Community Services	3,760,687	-	-	3,760,687
Capital Outlay	2,016,688	-	728,622	2,745,310
Total Expenditures	\$ 13,307,600	\$ -	\$ 728,622	\$ 14,036,222
Net Changes in Fund Balances	\$ 2,974,437	\$ 3,325	\$ (9,648)	\$ 2,968,114
FUND BALANCES, BEGINNING JULY 1	13,980,538	1,021,645	3,902,241	18,904,424
FUND BALANCES, ENDING JUNE 30	\$ 16,954,975	\$ 1,024,970	\$ 3,892,593	\$ 21,872,538

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NONMAJOR SPECIAL REVENUE FUNDS

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS

June 30, 2016
(Page 1 of 2)

	Major Maintenance	CCCPRD	Title I Basic/ Neglected & Delinquent	Title IIA	Carl Perkins	Part B	Mathematics & Science Partner-ships	Title III
ASSETS								
Cash	\$ 64,597	\$ 217,331	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Temporary Investments	6,181,184	10,210,207	-	-	-	-	-	-
Taxes Receivable (net of allowance for uncollectibles)	-	5,452,824	-	-	-	-	-	-
Due From Other Funds	-	323,015	-	-	-	-	-	21,279
Due From Other Governments	-	-	110,450	50,363	23,072	118,545	28,274	2,310
Total Assets	\$ 6,245,781	\$ 16,203,377	\$ 110,450	\$ 50,363	\$ 23,072	\$ 118,545	\$ 28,274	\$ 23,589
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES								
LIABILITIES								
Accounts Payable	\$ 1,894	\$ -	\$ 4,657	\$ 1,293	\$ 585	\$ 2,657	\$ 727	\$ 38
Accrued Compensation	-	17,187	79,620	43,310	-	22,917	-	23,551
Contracts and Retainage Payable	25,370	7,502	-	-	-	-	-	-
Due To Other Funds	-	-	26,173	5,760	22,487	92,971	27,547	-
Total Liabilities	\$ 27,264	\$ 24,689	\$ 110,450	\$ 50,363	\$ 23,072	\$ 118,545	\$ 28,274	\$ 23,589
DEFERRED INFLOWS OF RESOURCES								
Property Taxes Receivable	\$ -	\$ 5,442,230	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
FUND BALANCES								
Restricted	\$ 6,218,517	\$ 10,736,458	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 6,245,781	\$ 16,203,377	\$ 110,450	\$ 50,363	\$ 23,072	\$ 118,545	\$ 28,274	\$ 23,589

(Continued)

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS**

June 30, 2016
(Page 2 of 2)

	McKinney Homeless	State Homeland Security Grant Program	Totals
ASSETS			
Cash	\$ -	\$ -	\$ 281,928
Temporary Investments	-	-	16,391,391
Taxes Receivable (net of allowance for uncollectibles)	-	-	5,452,824
Due From Other Funds	-	-	344,294
Due From Other Governments	1,337	-	334,351
Total Assets	\$ 1,337	\$ -	\$ 22,804,788
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
LIABILITIES			
Accounts Payable	\$ 76	\$ -	\$ 11,927
Accrued Compensation	-	-	186,585
Contracts and Retainage Payable	-	-	32,872
Due To Other Funds	1,261	-	176,199
Total Liabilities	\$ 1,337	\$ -	\$ 407,583
DEFERRED INFLOWS OF RESOURCES			
Property Taxes Receivable	\$ -	\$ -	\$ 5,442,230
FUND BALANCES			
Restricted	\$ -	\$ -	\$ 16,954,975
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 1,337	\$ -	\$ 22,804,788

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL**

NONMAJOR SPECIAL REVENUE FUNDS

Year Ended June 30, 2016

(Page 1 of 2)

	Major Maintenance			CCCPRD			Title I Basic/ Neglected and Delinquent		
	Final Budget	Actual	Variance With Final Budget	Final Budget	Actual	Variance With Final Budget	Final Budget	Actual	Variance With Final Budget
REVENUES									
Local Sources:									
Taxes	\$ -	\$ -	\$ -	\$ 6,200,000	\$ 6,390,316	\$ 190,316	\$ -	\$ -	\$ -
Interest	2,000	13,396	11,396	2,600	17,110	14,510	-	-	-
Total Local Sources	\$ 2,000	\$ 13,396	\$ 11,396	\$ 6,202,600	\$ 6,407,426	\$ 204,826	\$ -	\$ -	\$ -
State Sources:									
Intergovernmental	\$ 4,766,236	\$ 4,736,898	\$ (29,338)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Sources:									
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,655,284	\$ 2,049,271	\$ (606,013)
Total Revenues	\$ 4,768,236	\$ 4,750,294	\$ (17,942)	\$ 6,202,600	\$ 6,407,426	\$ 204,826	\$ 2,655,284	\$ 2,049,271	\$ (606,013)
EXPENDITURES									
Current:									
Instruction:									
Regular	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,869,405	\$ 1,463,178	\$ 406,227
Special Education	-	-	-	-	-	-	119,745	94,254	25,491
Vocational Education	-	-	-	-	-	-	-	-	-
Support Services:									
Pupil	-	-	-	-	-	-	19,213	14,856	4,357
Instructional Staff	-	-	-	-	-	-	476,170	339,755	136,415
General Administration	-	-	-	17,774	15,290	2,484	11,552	11,078	474
Operation and Maintenance									
of Plant	2,717,414	1,159,577	1,557,837	-	-	-	-	-	-
Central	5,953,063	1,271,860	4,681,203	-	-	-	-	-	-
Other Support	-	-	-	-	-	-	113,295	99,709	13,586
Operation of Non-Instructional Services:									
Community Services	-	-	-	4,575,874	3,719,868	856,006	45,904	26,441	19,463
Capital Outlay	-	-	-	7,846,557	2,016,688	5,829,869	-	-	-
Total Expenditures	\$ 8,670,477	\$ 2,431,437	\$ 6,239,040	\$ 12,440,205	\$ 5,751,846	\$ 6,688,359	\$ 2,655,284	\$ 2,049,271	\$ 606,013
Net Changes in Fund Balances	\$ (3,902,241)	\$ 2,318,857	\$ 6,221,098	\$ (6,237,605)	\$ 655,580	\$ 6,893,185	\$ -	\$ -	\$ -
FUND BALANCES,									
BEGINNING JULY 1	3,899,660	3,899,660	-	10,080,878	10,080,878	-	-	-	-
FUND BALANCES,									
ENDING JUNE 30	\$ (2,581)	\$ 6,218,517	\$ 6,221,098	\$ 3,843,273	\$ 10,736,458	\$ 6,893,185	\$ -	\$ -	\$ -

Title IIA			Carl Perkins			Part B		
Final Budget	Actual	Variance With Final Budget	Final Budget	Actual	Variance With Final Budget	Final Budget	Actual	Variance With Final Budget
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 709,162	\$ 516,266	\$ (192,896)	\$ 181,382	\$ 147,212	\$ (34,170)	\$ 2,295,326	\$ 2,049,304	\$ (246,022)
\$ 709,162	\$ 516,266	\$ (192,896)	\$ 181,382	\$ 147,212	\$ (34,170)	\$ 2,295,326	\$ 2,049,304	\$ (246,022)
\$ 107,155	\$ 106,217	\$ 938	\$ 90,598	\$ 63,455	\$ 27,143	\$ -	\$ -	\$ -
-	-	-	-	-	-	1,954,651	1,718,020	236,631
-	-	-	14,000	14,000	-	-	-	-
-	-	-	4,290	4,290	-	185,643	185,610	33
585,590	398,534	187,056	66,413	60,125	6,288	74,482	73,656	826
-	-	-	-	-	-	20,611	20,611	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
16,417	11,515	4,902	3,743	3,004	739	59,739	51,207	8,532
-	-	-	2,338	2,338	-	200	200	-
-	-	-	-	-	-	-	-	-
\$ 709,162	\$ 516,266	\$ 192,896	\$ 181,382	\$ 147,212	\$ 34,170	\$ 2,295,326	\$ 2,049,304	\$ 246,022
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL**

NONMAJOR SPECIAL REVENUE FUNDS

Year Ended June 30, 2016

(Page 2 of 2)

	Mathematics & Science Partnerships			Title III			McKinney Homeless		
	Final Budget	Actual	Variance With Final Budget	Final Budget	Actual	Variance With Final Budget	Final Budget	Actual	Variance With Final Budget
REVENUES									
Local Sources:									
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest	-	-	-	-	-	-	-	-	-
Total Local Sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State Sources:									
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Sources:									
Intergovernmental	\$ 610,449	\$ 224,410	\$ (386,039)	\$ 93,318	\$ 42,702	\$ (50,616)	\$ 62,192	\$ 27,464	\$ (34,728)
Total Revenues	\$ 610,449	\$ 224,410	\$ (386,039)	\$ 93,318	\$ 42,702	\$ (50,616)	\$ 62,192	\$ 27,464	\$ (34,728)
EXPENDITURES									
Current:									
Instruction:									
Regular	\$ 29,980	\$ 29,980	\$ -	\$ 892	\$ 892	\$ -	\$ -	\$ -	\$ -
Special Education	-	-	-	38,954	14,446	24,508	2,764	1,116	1,648
Vocational Education	-	-	-	-	-	-	-	-	-
Support Services:									
Pupil	-	-	-	-	-	-	42,794	17,217	25,577
Instructional Staff	506,226	173,408	332,818	49,092	24,020	25,072	-	-	-
General Administration	-	-	-	2,448	2,295	153	-	-	-
Operation and Maintenance of Plant	-	-	-	-	-	-	-	-	-
Central	55,074	12,084	42,990	-	-	-	-	-	-
Other Support	16,258	6,027	10,231	1,428	545	883	1,598	706	892
Operation of Non-Instructional Services:									
Community Services	2,911	2,911	-	504	504	-	15,036	8,425	6,611
Capital Outlay	-	-	-	-	-	-	-	-	-
Total Expenditures	\$ 610,449	\$ 224,410	\$ 386,039	\$ 93,318	\$ 42,702	\$ 50,616	\$ 62,192	\$ 27,464	\$ 34,728
Net Changes in Fund Balances	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
FUND BALANCES,									
BEGINNING JULY 1	-	-	-	-	-	-	-	-	-
FUND BALANCES,									
ENDING JUNE 30	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

State Homeland Security Grant Program			Totals		
Final Budget	Actual	Variance With Final Budget	Final Budget	Actual	Variance With Final Budget
\$ -	\$ -	\$ -	\$ 6,200,000	\$ 6,390,316	\$ 190,316
-	-	-	4,600	30,506	25,906
\$ -	\$ -	\$ -	\$ 6,204,600	\$ 6,420,822	\$ 216,222
\$ -	\$ -	\$ -	\$ 4,766,236	\$ 4,736,898	\$ (29,338)
\$ 67,688	\$ 67,688	\$ -	\$ 6,674,801	\$ 5,124,317	\$ (1,550,484)
\$ 67,688	\$ 67,688	\$ -	\$ 17,645,637	\$ 16,282,037	\$ (1,363,600)
\$ -	\$ -	\$ -	\$ 2,098,030	\$ 1,663,722	\$ 434,308
-	-	-	2,116,114	1,827,836	288,278
-	-	-	14,000	14,000	-
-	-	-	251,940	221,973	29,967
-	-	-	1,757,973	1,069,498	688,475
-	-	-	52,385	49,274	3,111
67,688	67,688	-	2,785,102	1,227,265	1,557,837
-	-	-	6,008,137	1,283,944	4,724,193
-	-	-	212,478	172,713	39,765
-	-	-	4,642,767	3,760,687	882,080
-	-	-	7,846,557	2,016,688	5,829,869
\$ 67,688	\$ 67,688	\$ -	\$ 27,785,483	\$ 13,307,600	\$ 14,477,883
\$ -	\$ -	\$ -	\$ (10,139,846)	\$ 2,974,437	\$ 13,114,283
-	-	-	13,980,538	13,980,538	-
\$ -	\$ -	\$ -	\$ 3,840,692	\$ 16,954,975	\$ 13,114,283

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DEBT SERVICE FUND

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

BALANCE SHEET
NONMAJOR DEBT SERVICE FUND
June 30, 2016

ASSETS	
Cash With Fiscal Agent	\$ 1,024,970
FUND BALANCE	
Restricted	\$ 1,024,970

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL**

NONMAJOR DEBT SERVICE FUND

Year Ended June 30, 2016

	Final Budget	Actual	Variance With Final Budget
REVENUES			
Local Sources			
Taxes	\$ 3,000	\$ 3,325	\$ 325
EXPENDITURES			
Capital Outlay	\$ 1,024,645	\$ -	\$ 1,024,645
Net change in fund balance	\$ (1,021,645)	\$ 3,325	\$ 1,024,970
FUND BALANCE, BEGINNING JULY 1	1,021,645	1,021,645	-
FUND BALANCE, ENDING JUNE 30	\$ -	\$ 1,024,970	\$ 1,024,970

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NONMAJOR CAPITAL PROJECTS FUNDS

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS**

June 30, 2016

	Depreciation Reserve	Component Projects	Totals
ASSETS			
Temporary Investments	\$3,867,217	\$ -	\$3,867,217
Due From Other Funds	25,376	-	25,376
Due From Other Governments	-	117,304	117,304
Total Assets	\$3,892,593	\$ 117,304	\$4,009,897
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Contracts and Retainage Payable	\$ -	\$ 3,266	\$ 3,266
Due To Other Funds	-	114,038	114,038
Total Liabilities	\$ -	\$ 117,304	\$ 117,304
FUND BALANCES			
Restricted	\$3,892,593	\$ -	\$3,892,593
Total Liabilities and Fund Balances	\$3,892,593	\$ 117,304	\$4,009,897

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
 BUDGET AND ACTUAL
 NONMAJOR CAPITAL PROJECTS FUNDS
 Year Ended June 30, 2016

	Depreciation Reserve		Component Projects				Totals	
	Final Budget	Actual	Variance With Final Budget	Final Budget	Actual	Variance With Final Budget	Final Budget	Actual
REVENUES								
Local Sources:								
Interest	\$ 1,500	\$ 4,518	\$ 3,018	\$ -	\$ -	\$ -	\$ 1,500	\$ 4,518
State Sources:								
Intergovernmental	\$ -	\$ -	\$ -	\$ 4,983,988	\$ 714,456	\$ (4,269,532)	\$ 4,983,988	\$ 714,456
Total Revenues	\$ 1,500	\$ 4,518	\$ 3,018	\$ 4,983,988	\$ 714,456	\$ (4,269,532)	\$ 4,985,488	\$ 718,974
EXPENDITURES								
Capital Outlay	\$ 378,238	\$ 14,166	\$ 364,072	\$ 4,983,988	\$ 714,456	\$ 4,269,532	\$ 5,362,226	\$ 728,622
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (376,738)	\$ (9,648)	\$ 367,090	\$ -	\$ -	\$ -	\$ (376,738)	\$ (9,648)
Net Changes in Fund Balances	\$ (376,738)	\$ (9,648)	\$ 367,090	\$ -	\$ -	\$ -	\$ (376,738)	\$ (9,648)
FUND BALANCES, BEGINNING JULY 1	3,902,241	3,902,241	-	-	-	-	3,902,241	3,902,241
FUND BALANCES, ENDING JUNE 30	\$ 3,525,503	\$ 3,892,593	\$ 367,090	\$ -	\$ -	\$ -	\$ 3,525,503	\$ 3,892,593
								\$ 367,090

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
MAJOR CAPITAL PROJECTS FUND
Year Ended June 30, 2016**

	Budgeted Amounts <u>Original and Final</u>	Actual	Variance With Final Budget
REVENUES			
State Sources:			
Intergovernmental	\$ 53,435,664	\$ 31,924,339	\$ (21,511,325)
EXPENDITURES			
Operation of Non-Instructional Services:			
Capital Outlay	\$ 53,435,664	\$ 31,924,339	\$ 21,511,325
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ -	\$ -
FUND BALANCE, BEGINNING JULY 1	-	-	-
FUND BALANCE, ENDING JUNE 30	\$ -	\$ -	\$ -

NONMAJOR ENTERPRISE FUNDS

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**COMBINING STATEMENT OF NET POSITION
NONMAJOR ENTERPRISE FUNDS**

Year Ended June 30, 2016

	Business-Type Activities Enterprise Funds		Total Enterprise Funds
	CAT/ Preschool	Food Service	
ASSETS			
CURRENT ASSETS			
Cash	\$ -	\$ 85,978	\$ 85,978
Temporary Investments	-	34	34
Accounts Receivable	-	13,590	13,590
Due From Other Funds	37,910	-	37,910
Due From Other Governments	-	50,309	50,309
Inventories	-	7,646	7,646
Total Current Assets	\$ 37,910	\$ 157,557	\$ 195,467
Capital Assets, Net	\$ -	\$ 110,245	\$ 110,245
Total Assets	\$ 37,910	\$ 267,802	\$ 305,712
LIABILITIES			
CURRENT LIABILITIES			
Accounts Payable	\$ -	\$ 66,339	\$ 66,339
Accrued Compensation	-	8,167	8,167
Total Liabilities	\$ -	\$ 74,506	\$ 74,506
NET POSITION			
Net Investment in Capital Assets	\$ -	\$ 110,245	\$ 110,245
Unrestricted	37,910	83,051	120,961
Total Net Position	\$ 37,910	\$ 193,296	\$ 231,206

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
NONMAJOR ENTERPRISE FUNDS

Year Ended June 30, 2016

	Business-Type Activities Enterprise Funds		Total Enterprise Funds
	CAT/ Preschool	Food Service	
OPERATING REVENUES			
Charges for Services	\$ 22,831	\$ 2,056,921	\$ 2,079,752
OPERATING EXPENSES			
Salaries	\$ 18,152	\$ 1,519,064	\$ 1,537,216
Fringe Benefits	4,360	973,660	978,020
Purchased Services	49	17,012	17,061
Materials and Supplies	19,297	309,880	329,177
Direct Food Costs	-	2,591,416	2,591,416
Depreciation	-	20,582	20,582
Other	-	11,961	11,961
Total Operating Expenses	\$ 41,858	\$ 5,443,575	\$ 5,485,433
Operating (Loss)	\$ (19,027)	\$ (3,386,654)	\$ (3,405,681)
NONOPERATING REVENUES			
Donated Commodities	\$ -	\$ 260,815	\$ 260,815
Intergovernmental Grants	-	2,088,307	2,088,307
Interest	-	156	156
Total Nonoperating Revenues	\$ -	\$ 2,349,278	\$ 2,349,278
(Loss) Before Transfers	\$ (19,027)	\$ (1,037,376)	\$ (1,056,403)
Transfers In	\$ -	\$ 1,309,714	\$ 1,309,714
Transfers (Out)	(6,581)	-	(6,581)
Total Transfers	\$ (6,581)	\$ 1,309,714	\$ 1,303,133
Changes in Net Position	\$ (25,608)	\$ 272,338	\$ 246,730
NET POSITION, BEGINNING JULY 1	63,518	(79,042)	(15,524)
NET POSITION, ENDING JUNE 30	\$ 37,910	\$ 193,296	\$ 231,206

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

COMBINING STATEMENT OF CASH FLOWS

NONMAJOR ENTERPRISE FUNDS

Year Ended June 30, 2016

	Business-Type Activities Enterprise Funds		Total Enterprise Funds
	CAT/ Preschool	Food Service	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash Received from Customers	\$ 22,831	\$ 2,058,331	\$ 2,081,162
Cash Payments to Employees for Services	(18,152)	(1,513,587)	(1,531,739)
Cash Payments for Employee Benefits	(4,360)	(973,660)	(978,020)
Cash Payments for Goods and Services	(19,346)	(2,898,983)	(2,918,329)
Net Cash (Used In) Operating Activities	\$ (19,027)	\$ (3,327,899)	\$ (3,346,926)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Intergovernmental Grants Received	\$ -	\$ 2,047,915	\$ 2,047,915
Transfers In From Other Funds	-	1,309,714	1,309,714
Transfers (Out) To Other Funds	(6,581)	-	(6,581)
Net Cash Provided By (Used In) Noncapital Financing Activities	\$ (6,581)	\$ 3,357,629	\$ 3,351,048
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest on Investments	\$ -	\$ 156	\$ 156
Proceeds from Maturities of Investments	-	1,079,428	1,079,428
Purchase of Investments	-	(1,079,448)	(1,079,448)
Decrease in Cash Pooled in General Fund	25,608	-	25,608
Net Cash Provided By Investing Activities	\$ 25,608	\$ 136	\$ 25,744
Net Increase in Cash	\$ -	\$ 29,866	\$ 29,866
Cash, Beginning July 1	-	56,112	56,112
Cash, Ending June 30	\$ -	\$ 85,978	\$ 85,978
Reconciliation of Operating (Loss) to Net Cash (Used in) Operating Activities			
Operating (Loss)	\$ (19,027)	\$ (3,386,654)	\$ (3,405,681)
Adjustments:			
Depreciation	-	20,582	20,582
Donated Commodities Used During Year	-	260,815	260,815
Changes in Assets and Liabilities:			
Accounts Receivable	-	1,410	1,410
Inventories	-	19,929	19,929
Accounts Payable	-	542	542
Accrued Compensation	-	5,477	5,477
Due To Other Funds	-	(250,000)	(250,000)
Net Cash (Used in) Operating Activities	\$ (19,027)	\$ (3,327,899)	\$ (3,346,926)
NONCASH NONCAPITAL FINANCING ACTIVITIES			
Donated Food Commodities	\$ -	\$ (260,815)	\$ (260,815)

AGENCY FUND

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND
Year Ended June 30, **2016**

	Balance, July 1, 2015	Additions	Deductions	Balance, June 30, 2016
ASSETS				
Cash	\$ 119,747	\$ 561,139	\$ (317,970)	\$ 362,916
Temporary Investments	330,554	605	-	331,159
Total Assets	\$ 450,301	\$ 561,744	\$ (317,970)	\$ 694,075
LIABILITIES				
Due to Student Groups	\$ 450,301	\$ 699,828	\$ (456,054)	\$ 694,075

STATISTICAL SECTION

This part of Campbell County School District No. 1's Comprehensive Annual Financial Report (CAFR) presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.

77 FINANCIAL TRENDS

These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.

83 REVENUE CAPACITY

These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.

88 DEBT CAPACITY

These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and also its ability to issue additional debt in the future.

91 DEMOGRAPHIC AND ECONOMIC INFORMATION

These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.

93 OPERATING INFORMATION

These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.



CHANGES IN FUND BALANCES FOR TOTAL GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS

(modified accrual basis of accounting)
(Unaudited)

TABLE 1

	Fiscal Year 2007	Fiscal Year 2008	Fiscal Year 2009	Fiscal Year 2010	Fiscal Year 2011	Fiscal Year 2012	Fiscal Year 2013	Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016
Revenues										
Local Sources:										
Taxes	\$ 82,648,800	\$ 85,123,873	\$ 86,303,539	\$ 89,965,029	\$ 93,009,532	\$ 99,786,164	\$ 103,804,485	\$ 102,755,821	\$ 106,233,853	\$ 114,588,797
Interest	3,665,603	3,065,541	998,796	218,746	121,985	87,243	56,581	42,914	48,250	124,477
Tuition and Fees	430,981	383,067	675,883	355,516	303,386	49,845	39,876	29,907	11,025	11,025
Rentals	50,348	65,307	43,002	55,024	44,612	57,580	44,399	27,758	22,753	40,692
Charges for Services	509,228	449,902	446,185	609,350	603,220	606,482	568,273	624,417	638,102	653,295
Contributions and Donations	337,395	311,034	262,591	540,885	738,691	438,373	515,251	728,239	583,458	402,114
Miscellaneous	454,343	492,334	501,898	57,907	851,430	565,530	196,884	266,134	497,194	207,295
County Sources										
Taxes	19,548,166	20,159,453	20,389,644	21,663,559	22,236,817	24,028,699	24,660,168	24,944,932	25,471,301	27,765,648
State Sources										
Intergovernmental	11,344,356	10,741,114	36,078,614	21,736,066	13,142,804	20,509,706	12,702,356	29,653,661	18,989,815	42,351,538
Federal Sources										
Intergovernmental	6,044,559	4,658,244	6,056,673	7,781,772	9,619,392	8,502,731	6,158,415	5,134,695	4,989,966	5,296,484
Total Revenues	\$ 125,033,779	\$ 125,449,869	\$ 151,756,825	\$ 142,983,854	\$ 140,671,869	\$ 154,632,353	\$ 148,746,688	\$ 164,208,478	\$ 157,485,717	\$ 191,441,365
Expenditures										
Current										
Instruction										
Regular	\$ 37,473,385	\$ 40,830,255	\$ 40,684,778	\$ 46,021,958	\$ 49,505,090	\$ 48,524,323	\$ 50,492,379	\$ 50,904,549	\$ 51,679,480	\$ 55,532,958
Special Education	11,629,285	13,221,764	14,023,482	17,110,954	17,874,522	18,929,112	18,572,564	19,407,719	20,276,923	22,372,261
Vocational Education	2,318,771	2,411,560	2,472,652	2,276,673	2,570,126	2,508,614	2,874,011	2,567,740	2,372,776	2,402,568
Other Instruction	0	476,151	459,419	590,637	577,012	466,381	349,027	341,265	345,792	330,460
Support Services										
Pupil	9,724,999	11,148,606	10,651,612	11,829,225	12,546,405	12,454,778	12,492,026	13,165,977	13,089,065	14,059,130
Instructional Staff	7,000,407	7,546,679	8,265,732	10,725,768	11,967,581	10,206,960	8,443,230	10,641,096	10,355,819	10,747,365
General Administration	856,650	999,466	1,023,483	1,019,855	1,175,681	1,245,477	1,226,005	1,538,742	1,675,382	1,669,271
School Administration	5,611,949	5,804,072	5,794,233	6,630,776	6,661,685	6,415,623	6,571,601	6,729,320	6,605,071	6,983,462
Business	2,148,965	2,118,546	2,541,191	2,608,141	2,629,410	2,631,358	2,576,468	2,814,517	2,754,668	2,827,468
Operation/Maintenance of Plant	10,552,909	10,664,755	10,199,983	12,961,975	14,313,183	12,979,037	12,698,008	13,082,041	13,618,441	14,307,164
Pupil Transportation	5,404,748	6,152,348	6,606,642	7,446,730	7,887,065	8,056,002	9,594,180	10,147,843	10,110,566	10,676,476
Central	1,737,303	1,370,924	2,838,947	2,737,998	3,051,340	7,964,551	3,556,273	4,739,722	4,224,004	2,844,907
Other Support	305,251	2,829,937	448,653	280,269	387,249	426,576	505,293	321,260	373,199	369,066
Other Non-Instructional Service										
Community Services	3,203,958	3,022,793	5,377,841	6,357,823	7,667,134	6,984,763	6,484,090	4,490,214	3,896,690	3,894,186
Capital Outlay	8,633,841	9,399,407	33,812,937	22,036,549	13,019,478	23,396,869	9,020,449	22,434,825	10,359,142	34,669,649

	Fiscal Year 2007	Fiscal Year 2008	Fiscal Year 2009	Fiscal Year 2010	Fiscal Year 2011	Fiscal Year 2012	Fiscal Year 2013	Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016
Debt Service										
Interest	277,765	84,581	92,342	103,995	114,587	114,855	103,614	85,956	72,597	1,253,404
Principal	4,238,123	802,081	797,229	890,963	1,033,699	1,165,065	1,280,559	1,312,221	1,324,446	64,113
Total Expenditures	\$ 111,118,309	\$ 118,883,925	\$ 146,091,156	\$ 151,630,289	\$ 152,981,247	\$ 164,470,344	\$ 146,839,777	\$ 164,725,007	\$ 153,134,061	\$ 185,003,908
Excess of revenues over(under) expenditures	\$ 13,915,470	\$ 6,565,944	\$ 5,665,669	\$ (8,646,435)	\$ (12,309,378)	\$ (9,837,991)	\$ 1,906,911	\$ (516,529)	\$ 4,351,656	\$ 6,437,457
Other Financing Sources (Uses)										
Transfers in										
Transfers (out)	\$ 19,229,752	\$ 22,442,859	\$ 8,206,648	\$ 26,892,411	\$ 19,682,327	\$ 381,030	\$ 13,531	\$ 0	\$ 16,417	\$ 6,581
Proceeds from Capital Lease	(19,291,127)	(23,134,844)	(9,199,626)	(27,208,195)	(20,361,636)	(1,802,862)	(1,905,960)	(615,315)	(1,468,634)	(1,562,775)
Sale of Capital Assets	679,019	738,431	963,907	1,248,009	1,580,687	1,315,677	1,272,932	1,083,359	1,309,713	1,252,111
Total Other Financing Sources (Uses)	\$ 9,426	\$ 21,934	\$ 650	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 176,150
Net Change in Fund Balance	\$ 627,070	\$ 68,380	\$ (28,421)	\$ 932,225	\$ 901,378	\$ (106,155)	\$ (619,497)	\$ 468,044	\$ (142,504)	\$ (127,933)
	\$ 14,542,540	\$ 6,634,324	\$ 5,637,248	\$ (7,714,210)	\$ (11,408,000)	\$ (9,944,146)	\$ 1,287,414	\$ (48,485)	\$ 4,209,152	\$ 6,309,524
Debt Service as a percentage of noncapital expenditures	4.048%	2.625%	0.718%	0.706%	0.746%	0.850%	0.915%	0.900%	0.875%	0.778%

NET POSITION BY COMPONENT

LAST TEN FISCAL YEARS

(accrual basis of accounting)

(Unaudited)

TABLE 2

	Fiscal Year 2007	Fiscal Year 2008	Fiscal Year 2009	Fiscal Year 2010	Fiscal Year 2011	Fiscal Year 2012	Fiscal Year 2013	Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016
Governmental Activities										
Net Investments in capital assets	\$ 83,358,145	\$ 88,073,945	\$ 114,948,069	\$ 131,030,921	\$ 136,526,203	\$ 157,758,844	\$ 161,489,559	\$ 179,795,431	\$ 183,139,837	\$ 209,683,810
Restricted	17,268,466	31,899,966	32,397,594	20,003,538	19,993,570	14,114,875	11,771,276	13,406,555	15,078,797	15,807,752
Unrestricted	31,445,546	24,703,473	31,024,353	36,411,404	21,680,356	19,570,706	24,254,530	21,945,942	(42,059,275)	(45,200,177)
Total governmental activities net assets	\$ 132,072,157	\$ 144,677,384	\$ 178,370,016	\$ 187,445,863	\$ 178,200,129	\$ 191,444,425	\$ 197,515,365	\$ 215,147,928	\$ 156,159,359	\$ 180,291,385
Business-type Activities										
Net Investments in capital assets	\$ 62,165	\$ 97,634	\$ 81,338	\$ 77,543	\$ 65,515	\$ 144,616	\$ 173,354	\$ 166,639	\$ 130,827	\$ 110,245
Restricted	0	0	0	0	0	0	0	0	0	0
Unrestricted	233,659	54,561	203,108	264,565	124,407	31,942	127,208	125,043	(146,351)	120,961
Total business-type activities net assets	\$ 295,824	\$ 152,195	\$ 284,446	\$ 342,108	\$ 189,922	\$ 176,558	\$ 300,562	\$ 291,682	\$ (15,524)	\$ 231,206
Primary government										
Net Investments in capital assets	\$ 83,420,310	\$ 88,171,579	\$ 115,029,407	\$ 131,108,464	\$ 136,591,718	\$ 157,903,460	\$ 161,662,913	\$ 179,962,070	\$ 183,270,664	\$ 209,794,055
Restricted	17,268,466	31,899,966	32,397,594	20,003,538	19,993,570	14,114,875	11,771,276	13,406,555	15,078,797	15,807,752
Unrestricted	31,679,205	24,758,034	31,227,461	36,675,969	21,804,763	19,602,648	24,381,738	22,070,985	(42,205,626)	(45,079,216)
Total primary government net assets	\$ 132,367,981	\$ 144,829,579	\$ 178,654,462	\$ 187,787,971	\$ 178,390,051	\$ 191,620,983	\$ 197,815,927	\$ 215,439,610	\$ 156,143,835	\$ 180,522,591

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CHANGES IN NET POSITION

LAST TEN FISCAL YEARS

(accrual basis of accounting)

(Unaudited)

TABLE 3

	Fiscal Year 2007	Fiscal Year 2008	Fiscal Year 2009	Fiscal Year 2010	Fiscal Year 2011	Fiscal Year 2012	Fiscal Year 2013	Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016
Expenses										
Governmental activities										
Instruction	\$ 56,300,657	\$ 61,432,277	\$ 62,503,185	\$ 72,969,956	\$ 77,763,448	\$ 78,211,197	\$ 80,627,155	\$ 81,988,660	\$ 87,403,180	\$ 98,226,113
Pupil and Instructional Staff	16,772,998	18,684,371	18,935,613	22,500,741	24,564,408	23,188,529	21,002,128	23,947,316	24,187,813	26,759,574
General, School & Business Administration	8,764,073	9,115,868	9,603,022	10,617,683	10,787,619	10,389,118	10,453,348	10,975,544	11,344,680	12,467,332
Operation/Maintenance of Plant	11,363,114	10,861,919	10,332,457	12,938,575	14,487,926	12,891,865	12,483,858	12,940,226	13,474,106	14,937,956
Pupil Transportation	5,468,797	6,152,348	6,606,617	7,401,304	7,888,565	8,029,636	8,321,248	9,062,484	9,028,903	10,130,171
Central	1,939,733	1,748,671	2,572,080	1,547,551	2,376,918	1,548,050	1,728,180	1,967,293	2,186,248	1,955,279
Other Support Services	305,251	2,829,937	448,652	252,464	356,611	426,575	505,293	336,569	354,493	327,766
Community Support - Non Instructional	2,639,060	2,477,910	7,666,966	7,247,504	8,551,304	7,130,590	6,660,130	4,533,158	3,928,665	3,926,886
Debt Service - Interest Only	277,765	84,581	92,342	103,995	114,587	114,855	103,614	83,956	72,597	64,113
Total Governmental activities expenses	103,831,448	113,387,882	118,760,934	135,579,773	146,891,386	141,930,415	141,884,954	145,837,206	151,980,685	168,795,170
Business-type activities										
Enterprise Fund - Food Service	2,972,381	3,323,556	3,877,628	4,043,595	4,790,367	5,061,027	4,930,063	4,807,698	5,154,129	5,443,575
Enterprise Fund - C/AT/Preschool	0	0	0	0	197,582	185,237	113,785	98,013	75,874	41,858
Total Business-type activities expenses	2,972,381	3,323,556	3,877,628	4,043,595	4,987,949	5,246,264	5,043,848	4,905,711	5,230,003	5,485,433
Total primary government expenses	106,803,829	116,711,438	122,638,562	139,623,368	151,879,335	147,176,679	146,928,802	150,742,917	157,210,688	174,280,603
Program Revenues										
Governmental activities										
Charges for Services										
Instruction	\$ 410,816	\$ 347,673	\$ 645,679	\$ 631,801	\$ 1,783,280	\$ 1,574,206	\$ 1,451,912	\$ 1,750,438	\$ 1,719,777	\$ 348,381
Support Services	390,274	344,981	331,857	205,130	214,432	143,722	171,353	165,070	188,845	356,631
Operation of Non-Instructional Services	189,467	205,622	192,001	182,961	0	0	0	0	0	0
Operating Grants & Contributions	6,723,873	7,364,335	9,066,574	10,850,375	12,900,803	11,138,051	8,841,008	8,471,501	9,069,095	10,504,944
Total Governmental activities program revenues	7,714,430	8,262,611	10,236,111	11,870,267	14,898,515	12,855,979	10,464,273	10,387,009	10,977,717	11,209,956
Business-type activities										
Charges for Services	2,081,475	2,092,833	2,459,907	2,349,775	2,731,836	2,724,666	2,440,825	2,239,596	2,080,274	2,079,752
Operating Grants & Contributions	744,703	904,897	1,431,659	1,435,328	1,424,314	1,546,359	1,874,541	2,041,714	2,053,384	2,349,122
Total Business-type activities program revenues	2,826,178	2,997,730	3,891,566	3,785,103	4,156,150	4,271,025	4,315,366	4,281,310	4,133,658	4,428,874
Total primary governmental program revenues	10,540,608	11,260,341	14,127,677	15,655,370	19,054,665	17,127,004	14,779,639	14,668,319	15,111,375	15,638,830
Net (expense)/revenue										
Governmental activities	\$ (96,117,018)	\$ (105,125,271)	\$ (108,524,823)	\$ (123,709,506)	\$ (131,992,871)	\$ (129,074,436)	\$ (131,420,681)	\$ (135,450,197)	\$ (141,002,968)	\$ (157,585,214)
Business-type activities	(146,203)	(325,826)	13,938	(258,492)	(831,799)	(975,239)	(728,482)	(624,401)	(1,096,345)	(1,056,559)
Total primary government net expenses	\$ (96,263,221)	\$ (105,451,097)	\$ (108,510,885)	\$ (123,967,998)	\$ (132,824,670)	\$ (130,049,675)	\$ (132,149,163)	\$ (136,074,598)	\$ (142,099,313)	\$ (158,641,773)

	Fiscal Year 2007	Fiscal Year 2008	Fiscal Year 2009	Fiscal Year 2010	Fiscal Year 2011	Fiscal Year 2012	Fiscal Year 2013	Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016
General Revenues and Other Changes in Net Position										
Governmental activities										
Taxes										
Property Taxes, general purposes	\$ 97,112,444	\$ 100,761,353	\$ 102,039,741	\$ 107,162,521	\$ 107,568,137	\$ 119,635,711	\$ 122,499,068	\$ 121,784,541	\$ 126,349,635	\$ 138,506,019
Property Taxes, debt service	276,766	56,466	110,810	90,243	2,749	4,610	6,848	2,104	2,647	3,325
Property Taxes, public recreation	4,488,702	4,752,745	5,028,894	6,138,300	5,346,431	5,682,758	6,087,251	5,812,832	5,943,919	6,470,013
Grants & Contribution not restricted to specific programs	9,132,437	8,346,057	33,326,838	19,208,350	9,699,083	17,438,448	9,660,699	25,895,441	14,345,380	37,545,192
Capital Grant restricted for debt service	1,870,000	0	0	0	0	0	0	0	0	0
Interest	3,919,975	3,204,151	1,025,201	225,014	123,969	88,627	57,635	43,872	49,046	127,335
Other Local Revenue	0	0	0	0	0	0	0	0	0	0
Miscellaneous	1,581,033	793,537	767,153	276,709	686,077	430,244	99,868	138,678	156,908	207,295
Gain(loss) on sale of capital assets	19,488	(7,975)	36,250	0	0	0	(67,532)	20,607	(383,700)	161,194
Transfers	(61,375)	(175,836)	(117,432)	(315,784)	(679,309)	(961,666)	(852,216)	(615,315)	(803,583)	(1,303,133)
Total Governmental activities	118,339,470	117,730,498	142,217,455	132,785,353	122,747,137	142,318,732	137,491,621	153,082,760	145,660,252	181,717,240
Business-type activities										
Interest	15,759	6,361	1,387	370	304	209	270	206	105	156
Gain(loss) on sale of capital assets	(520)	0	(506)	0	0	0	0	0	(14,549)	0
Transfers	61,375	175,836	117,432	315,784	679,309	961,666	852,216	615,315	803,583	1,303,133
Total Business-type activities	76,614	182,197	118,313	316,154	679,613	961,875	852,486	615,521	789,139	1,303,289
Total primary government	\$ 118,416,084	\$ 117,912,695	\$ 142,335,768	\$ 133,101,507	\$ 123,426,750	\$ 143,280,607	\$ 138,344,107	\$ 153,698,281	\$ 146,449,391	\$ 183,020,529
Total Change in Net Position										
Government activities	\$ 22,222,452	\$ 12,605,227	\$ 33,692,632	\$ 9,075,847	\$ (9,245,734)	\$ 13,244,296	\$ 6,070,940	\$ 17,632,563	\$ 4,657,284	\$ 24,132,026
Business-type activities	(69,589)	(143,629)	132,251	57,662	(152,186)	(13,364)	124,004	(8,880)	(307,206)	246,730
Total primary government	\$ 22,152,863	\$ 12,461,598	\$ 33,824,883	\$ 9,133,509	\$ (9,397,920)	\$ 13,230,932	\$ 6,194,944	\$ 17,623,683	\$ 4,350,078	\$ 24,378,756

FUND BALANCES OF GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS

(modified accrual basis of accounting)
(Unaudited)

TABLE 4

	Fiscal Year 2007	Fiscal Year 2008	Fiscal Year 2009	Fiscal Year 2010 (1)	Fiscal Year 2011 (1)	Fiscal Year 2012 (1)	Fiscal Year 2013 (1)	Fiscal Year 2014 (1)	Fiscal Year 2015 (1)	Fiscal Year 2016 (1)
General Fund										
Reserved	\$ 165,993	\$ 294,626	\$ 274,686	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Unreserved	11,027,740	9,107,250	12,670,681	0	0	0	0	844,222	0	0
Nonspendable	0	0	0	913,910	803,167	750,125	869,521	1,702,149	803,158	854,721
Committed	0	0	0	0	3,110,000	2,611,000	2,583,460	1,129,693	1,129,693	639,472
Unassigned	0	0	0	11,209,516	9,237,888	10,743,689	13,068,423	12,079,923	14,553,849	18,333,917
Total General Fund	\$ 11,193,733	\$ 9,401,876	\$ 12,945,367	\$ 12,123,426	\$ 13,151,055	\$ 14,104,814	\$ 16,521,404	\$ 14,626,294	\$ 16,486,700	\$ 19,828,110
All other governmental funds										
Reserved	\$ 17,345,142	\$ 32,508,829	\$ 32,729,619	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Unreserved	4,000,000	2,502,441	2,851,987	0	0	0	0	0	0	0
Designated for Capital Projects										
Undesignated, Reported in:										
Capital Construction	0	0	0	0	0	0	0	0	0	0
Special Revenue Funds	13,101,169	6,243,936	7,995,811	0	0	0	0	0	0	0
Capital Projects Funds	1,097,783	2,715,069	2,486,615	0	0	0	0	0	0	0
Nonspendable	0	0	0	183	183	0	0	0	0	0
Restricted	0	0	0	38,718,067	26,735,951	15,838,229	14,709,053	16,555,678	18,904,424	21,872,538
Committed	0	0	0	453,513	0	0	0	0	0	0
Unassigned	0	0	0	0	0	0	0	0	0	0
Total all other governmental funds	\$ 35,544,094	\$ 43,970,275	\$ 46,064,032	\$ 39,171,763	\$ 26,736,134	\$ 15,838,229	\$ 14,709,053	\$ 16,555,678	\$ 18,904,424	\$ 21,872,538

(1) Starting with Fiscal Year 2010 Fund Balance is reported in GASB 54 categories.

PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

(Unaudited)

TABLE 5

Fiscal Year	Tax Year	Total Tax Levied for Year	Collections during Levied Year		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2007	2006	\$ 133,173,074	\$ 132,259,567	99.31%	\$ 775,072	\$ 133,034,639	99.90%
2008	2007	145,941,864	145,351,658	99.60%	(185,351)	145,166,307	99.47%
2009	2008	152,002,298	150,428,795	98.96%	421,665	150,850,460	99.24%
2010	2009	182,526,173	179,588,657	98.39%	2,549,250	182,137,907	99.79%
2011	2010	160,408,680	159,338,689	99.33%	691,336	160,030,025	99.76%
2012	2011	173,660,462	172,631,190	99.41%	365,079	172,996,269	99.62%
2013	2012	186,768,061	185,466,039	99.30%	705,184	186,171,223	99.68%
2014	2013	177,829,362	176,800,630	99.42%	240,796	177,041,426	99.56%
2015	2014	181,101,531	179,921,326	99.35%	583,698	180,505,024	99.67%
2016	2015	198,588,592	194,899,187	98.14%	0	194,899,187	98.14%

Source: Campbell County Treasurer

**ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS**

(Unaudited)

TABLE 6

Fiscal Year	Tax Year	Real Property		Personal Property	Public Utilities & Minerals	Total Taxable Assessed Value	Estimated Actual Value of Taxable Property	Assessed Value as a percentage of Actual Value
		Residential	Commercial					
2007	2006	\$ 137,777,230	\$ 43,665,119	\$ 305,059,765	\$ 3,777,059,839	\$ 4,263,561,953	\$ 9,508,052,813	44.84%
2008	2007	177,548,564	55,905,267	328,196,433	3,991,416,229	4,553,066,493	10,580,504,775	43.03%
2009	2008	165,467,474	52,373,558	419,621,743	4,085,359,669	4,722,822,444	10,046,143,547	47.01%
2010	2009	215,236,023	53,391,771	492,692,048	4,949,234,676	5,710,554,518	13,053,305,514	43.75%
2011	2010	229,943,446	69,824,075	462,373,422	4,254,525,971	5,016,666,914	11,270,859,091	44.51%
2012	2011	234,056,585	62,886,371	475,857,579	4,652,764,672	5,425,565,207	13,446,903,747	40.35%
2013	2012	240,905,920	63,805,952	502,162,587	5,032,191,032	5,839,065,491	14,240,913,927	41.00%
2014	2013	246,539,836	66,152,832	504,177,662	4,742,567,218	5,559,437,548	14,125,734,526	39.36%
2015	2014	254,210,964	82,161,959	516,458,473	4,832,863,762	5,685,695,158	14,494,937,433	39.23%
2016	2015	265,258,394	88,258,439	514,064,127	5,340,658,312	6,208,239,272	15,204,868,929	40.83%

Source: Campbell County Assessor

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS

(Unaudited)

TABLE 7

Fiscal Year	Tax Year	City of Gillette			County			Overlapping Rate			Special Districts	Total Direct & Overlapping Rates	
		Operating Millage	Debt Service Millage	Total City Millage	Operating Millage	Debt Service Millage	Total County Millage	Operating Millage	Debt Service Millage	Total County Millage			
2007	2006	8.000	0.000	8.000	11.086	0.000	11.086	32.000	0.000	32.000	12.000	3.851	66.937
2008	2007	8.000	0.000	8.000	12.000	0.000	12.000	32.000	0.000	32.000	12.000	3.805	67.805
2009	2008	8.000	0.000	8.000	12.000	0.000	12.000	32.000	0.000	32.000	12.000	4.163	68.163
2010	2009	8.000	0.000	8.000	11.088	0.000	11.088	32.000	0.000	32.000	12.000	3.711	66.799
2011	2010	8.000	0.000	8.000	11.051	0.000	11.051	32.000	0.000	32.000	12.000	4.720	67.771
2012	2011	8.000	0.000	8.000	11.051	0.000	11.051	32.000	0.000	32.000	12.000	4.370	67.421
2013	2012	8.000	0.000	8.000	11.051	0.000	11.051	32.000	0.000	32.000	12.000	4.461	67.512
2014	2013	8.000	0.000	8.000	11.051	0.000	11.051	32.000	0.000	32.000	12.000	4.693	67.744
2015	2014	8.000	0.000	8.000	11.051	0.000	11.051	32.000	0.000	32.000	12.000	4.686	67.737
2016	2015	8.000	0.000	8.000	11.051	0.000	11.051	32.000	0.000	32.000	12.000	4.537	67.588

Source: Campbell County Assessor

Note: Wyoming School District Millage rates are set by State Statute and are not changeable by local boards.

GENERAL GOVERNMENTAL FUNDS REVENUES BY SOURCE

LAST TEN FISCAL YEARS

(modified accrual basis of accounting)
(Unaudited)

TABLE 8

Fiscal Year	Local Sources				County Sources		State Sources		Federal Sources		Total
	Taxes	Interest	Tuition & Fees	Rentals	Charges for Services	Contributions & Donations	Miscellaneous	Taxes	Intergovernmental	Intergovernmental	
2007	\$ 82,648,800	\$ 3,665,603	\$ 430,981	\$ 50,348	\$ 509,228	\$ 337,395	\$ 454,343	\$ 19,548,166	\$ 11,344,356	\$ 6,044,559	\$ 125,033,779
2008	85,123,873	3,065,541	383,067	65,307	449,902	311,034	492,334	20,159,453	10,741,114	4,658,244	125,449,869
2009	86,303,539	998,796	675,883	43,002	446,185	262,591	501,898	20,389,644	36,078,614	6,056,673	151,756,825
2010	89,965,029	218,746	355,516	55,024	609,350	540,885	57,907	21,663,559	21,736,066	7,781,772	142,983,854
2011	93,009,532	121,985	303,386	44,612	603,220	738,691	851,430	22,236,817	13,142,804	9,619,392	140,671,869
2012	99,786,164	87,243	49,845	57,580	606,482	438,373	565,530	24,028,699	20,509,706	8,502,731	154,632,353
2013	103,804,485	56,581	39,876	44,399	568,273	515,251	196,884	24,660,168	12,702,356	6,158,415	148,746,688
2014	102,755,821	42,914	29,907	27,758	624,417	728,239	266,134	24,944,932	29,653,661	5,134,695	164,208,478
2015	106,233,853	48,250	11,025	22,753	638,102	583,458	497,194	25,471,301	18,989,815	4,989,966	157,485,717
2016	114,588,797	124,477	11,025	40,692	653,295	402,114	207,295	27,765,648	42,351,538	5,296,484	191,441,365
Percent Change 2007-2016	38.65%	-96.60%	-97.44%	-19.18%	28.29%	19.18%	-54.37%	42.04%	273.33%	-12.38%	53.11%

**PRINCIPAL TAXPAYERS (Top 50%)
CURRENT AND NINE YEARS AGO**

(Unaudited)

TABLE 9

TAXPAYER	TYPE OF BUSINESS	Tax Year 2015			Tax Year 2006		
		ASSESSED VALUE	RANK	% of Total Taxable Assessed Value	ASSESSED VALUE	RANK	% of Total Taxable Assessed Value
Powder River Coal Company	Coal	\$ 1,115,432,807	1	17.967%	723,402,272	1	16.967%
Thunder Basin Coal Company LLC	Coal	1,005,064,779	2	16.189%	550,739,705	2	12.917%
Cordero Mining Company	Coal	305,647,436	3	4.923%			
Yates Petroleum Corporation	Oil	237,917,508	4	3.832%			
Devon Energy Production Company LP	Gas & Oil	213,028,488	5	3.431%			
Foundation Coal West / Alpha Coal West Inc / RAG Coal West Inc	Coal	172,096,409	6	2.772%	232,704,691	3	5.458%
Ballard Petroleum Holdings LLC	Oil & Gas	166,881,699	7	2.688%			
Lance Oil & Gas Company Inc	Oil & Gas				208,295,792	4	4.885%
Jacobs Ranch Coal Company	Oil & Gas				200,401,620	5	4.700%
Williams Production RMT Company	Gas				199,723,532	6	4.684%
Total		<u>3,216,069,126</u>		<u>51.803%</u>	<u>2,115,267,612</u>		<u>49.613%</u>
Assessed Value		6,208,239,272			4,263,561,953		

Source: Campbell County Assessor

LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

(Unaudited)

TABLE 10

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Fiscal Year	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Tax Year	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Assessed Valuation	\$ 4,263,561,953	\$ 4,553,066,493	\$ 4,722,822,444	\$ 5,710,554,518	\$ 5,016,666,914	\$ 5,425,565,207	\$ 5,839,065,491	\$ 5,559,437,548	\$ 5,685,695,158	\$ 6,208,239,272
Debt Limit (1)	\$ 426,356,195	\$ 455,306,649	\$ 472,282,244	\$ 571,055,452	\$ 501,666,691	\$ 542,556,521	\$ 583,906,549	\$ 555,943,754	\$ 568,569,515	\$ 620,823,927
Total Net Debt Applicable to the Limit on June 30, fiscal year	0	0	0	0	0	0	0	0	0	0
Legal debt margin	\$ 426,356,195	\$ 455,306,649	\$ 472,282,244	\$ 571,055,452	\$ 501,666,691	\$ 542,556,521	\$ 583,906,549	\$ 555,943,754	\$ 568,569,515	\$ 620,823,927
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

(1) The debt limitation for unified school districts in Wyoming is 10% of the valuation of the taxable property in the district as certified by the county assessor. (W.S. 21-13-703)

RATIOS OF OUTSTANDING DEBT BY TYPE

LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
(Unaudited)

TABLE 11

Fiscal Year	Tax Year	Governmental Activities		Business-type Activities		Total Primary Government Net Bonded Debt	Estimated Actual Taxable Value of Property (2)	Ratio of Net bonded Debt to Actual Taxable Value of Property	County Population (1)	Net Bonded Debt per Capita	Total Personal Income (3) (000's)	Ratio of Net Bonded Debt to Total Personal Income
		General Obligation Bonds	Revenue Bonds	Less Debt Service Fund								
2007	2006	\$ 0	\$ 0	\$ 871,808	\$ 0	(\$ 871,808)	9,508,052,813	-0.01%	39,497	\$ -22	\$ 1,643,547	-0.053%
2008	2007	0	0	916,098	0	(916,098)	10,580,504,775	-0.01%	41,651	-22	1,760,168	-0.052%
2009	2008	0	0	1,028,413	0	(1,028,413)	10,046,143,547	-0.01%	42,846	-24	2,036,132	-0.051%
2010	2009	0	0	1,085,363	0	(1,085,363)	13,053,305,514	-0.01%	45,650	-24	1,891,548	-0.057%
2011	2010	0	0	1,010,077	0	(1,010,077)	11,270,859,091	-0.01%	46,223	-22	1,999,237	-0.051%
2012	2011	0	0	1,014,687	0	(1,014,687)	13,446,903,747	-0.01%	46,590	-22	2,120,621	-0.048%
2013	2012	0	0	1,016,894	0	(1,016,894)	14,240,913,927	-0.01%	47,897	-21	2,235,177	-0.045%
2014	2013	0	0	1,018,998	0	(1,018,998)	14,125,734,526	-0.01%	48,210	-21	2,209,788	-0.046%
2015	2014	0	0	1,021,645	0	(1,021,645)	14,494,937,433	-0.01%	48,320	-21	2,352,749	-0.043%
2016	2015	0	0	1,024,970	0	(1,024,970)	15,204,868,929	-0.01%	48,750	-21	N/A	N/A

(1) State Agency - Wyoming, Department of Administration & Information Economic Analysis Division & U.S. Bureau of Economic Analysis (BES) 2016 estimated.

(2) Campbell County Assessor

(3) U.S. Bureau of Economic Analysis (BES) - Total Personal Income estimates are in thousands of dollars, not adjusted for inflation

COMPUTATION OF DIRECT AND OVERLAPPING DEBT

June 30, 2016

(Unaudited)

TABLE 12

	Net General Obligation Bonded Debt Outstanding	Percent of Debt Applicable to Campbell County School District	Amount Applicable to Campbell County School District
Direct Debt:			
Campbell County School District No.1	\$ 0	0	\$ 0
Overlapping Debt:			
Campbell County	0	0	0
Campbell County Memorial Hospital	0	0	0
Total Direct and Overlapping Debt	\$ 0	0	\$ 0

DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS

(Unaudited)

TABLE 13

Fiscal Year	County Population (1)(2)	Total Personal Income (2)	Per Capita Personal Income	Median Age (2)	Average Daily Membership	Students as % of Population	County Unemployment Rate (1)
2007	39,497	\$ 1,643,547	\$ 41,612	32.9	7,565	19.15%	1.9%
2008	41,651	\$ 1,760,168	\$ 42,260	32.2	7,534	18.09%	2.0%
2009	42,846	\$ 2,036,132	\$ 47,522	31.7	8,007	18.69%	4.1%
2010	45,650	\$ 1,891,548	\$ 41,436	32.0	8,145	17.84%	5.3%
2011	46,223	\$ 1,999,237	\$ 43,252	32.2	8,248	17.84%	4.1%
2012	46,590	\$ 2,120,621	\$ 45,517	32.3	8,368	17.96%	4.6%
2013	47,897	\$ 2,235,177	\$ 46,666	32.4	8,524	17.80%	3.9%
2014	48,210	\$ 2,209,788	\$ 45,837	32.7	8,714	18.08%	3.4%
2015	48,320	\$ 2,352,749	\$ 48,691	31.0	8,986	18.60%	3.8%
2015	48,750	N/A	N/A	N/A	9,038	18.54%	7.9%

(1) State Agency - Wyoming Department of Administration & Information Economic Analysis Division, County Population 2015 estimated

(2) U.S. Bureau of Economic Analysis (BES) - Total personal income estimates are in thousands of dollars, not adjusted for inflation

PRINCIPAL EMPLOYERS
CURRENT AND NINE YEARS AGO

(Unaudited)

TABLE 14

Fiscal Year	2016			2007			
	Employer	Employees	Rank	Percentage of Total County Labor Force as of 4/2016	Employees	Rank	Percentage of Total County Labor Force as of 6/2006
	Campbell County School District	1,668	1	6.49%	1,646	2	6.34%
	ARCH Coal, Inc. / Thunder Basin Coal Company / Triton Coal	1,437	2	5.59%	1,159	4	4.46%
	Peabody Energy / Peabody Caballo Mining, LLC / Powder River Coal Company	1,296	3	5.04%	1,500	3	5.78%
	Campbell County Health	992	4	3.86%	850	5	3.27%
	Cloud Peak Energy / Rio Tinto America Inc / Cordero Mining LLC	850	5	3.31%	1,795	1	6.91%
	Campbell County Government	642	6	2.50%	553	6	2.13%
	Contura Energy Foundation Coal West / Alpha Coal West/ RAG Coal West Inc	517	7	2.01%	480	7	1.85%
	BNSF	340	8	1.32%			
	City of Gillette	282	9	1.10%	219	10	0.84%
	Wal-mart	225	10	0.88%	230	9	0.89%
	L&H	175		0.68%			
	Hettinger Welding				300	8	1.16%

Sources: Campbell County Economic Development Corp and State of Wyoming Department of Employment, Research and Planning
Note: County labor force statistics from Wyoming Department of Employment, Research & Planning 7/2007 25,965 4/2016 25,689

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OPERATING INFORMATION FOR CAMPBELL COUNTY SCHOOL DISTRICT NO.1
LAST TEN FISCAL YEARS

(Unaudited)

TABLE 15

	Fiscal Year 2007	Fiscal Year 2008	Fiscal Year 2009	Fiscal Year 2010	Fiscal Year 2011	Fiscal Year 2012	Fiscal Year 2013	Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016
Number of Schools										
Elementary (5 rural)	13	13	13	13	13	13	14	14	14	14
Middle Schools (rural)	2	2	2	2	2	2	2	2	2	2
Junior High Schools	2	2	2	2	2	2	2	2	2	2
Jr/Sr High School	1	1	1	1	1	1	1	1	1	1
Senior High School	1	1	1	1	1	1	1	1	1	1
Alternative Transitional Center (specializing in at-risk students)	1	1	1	1	1	1	1	1	1	1
Total Schools	20	20	20	20	20	20	21	21	21	21
High School Graduates										
Campbell County School District	378	299	364	380	404	382	347	400	377	400
Wright Jr/Sr High	22	43	33	20	37	32	22	30	29	30
Westwood High School	87	98	114	126	102	102	104	81	90	114
Total Graduates	487	440	511	526	543	516	473	511	496	544
Student / Teacher Ratios										
Elementary	16.57:1	18.73:1	18.17:1	17.67:1	19.08:1	19.00:1	19.18:1	18.90:1	19.60:1	18.80:1
Secondary	15.41:1	14.58:1	14.12:1	14.44:1	14.91:1	15.33:1	15.46:1	15.06:1	16.29:1	16.23:1
Student Membership/Attendance										
Average Daily Membership	7,565	7,534	8,007	8,145	8,248	8,368	8,524	8,714	8,986	9,038
Average Daily Attendance	7,077	7,060	7,547	7,626	7,729	7,881	7,978	8,130	8,400	8,499
Percent of Attendance	93.55%	93.71%	94.26%	93.63%	93.71%	94.18%	93.59%	93.30%	93.48%	94.04%
General Fund Cost per Pupil based on ADM	\$ 11,777	\$ 12,998	\$ 12,463	\$ 14,192	\$ 14,934	\$ 14,633	\$ 14,539	\$ 14,894	\$ 14,522	\$ 15,384
Free/Reduced Food Program Eligibility										
Percent of Total Students Enrolled in Fall of calendar year	20.24%	23.67%	27.58%	31.03%	32.85%	32.48%	32.80%	34.56%	36.16%	35.76%

	Fiscal Year 2007	Fiscal Year 2008	Fiscal Year 2009	Fiscal Year 2010	Fiscal Year 2011	Fiscal Year 2012	Fiscal Year 2013	Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016
School District Employees										
Instructional Services										
Central Office Administrators	9	9	10	7	7	7	7	7	7	6
Principals & Assistant Principals	26	26	27	28	28	25	25	26	26	27
Teaching Staff	616	635	638	657	669	671	682	688	714	727
Substitute Teachers	213	202	225	246	229	251	254	256	247	243
Guidance Counselors	16	18	18	17	17	18	19	20	21	22
Media Specialists	13	13	13	16	15	16	17	17	17	17
Support Services										
Central Office Administrators	4	4	4	3	3	3	3	3	4	4
Specialists/Coordinators/Directors	8	8	9	13	14	15	15	15	19	19
Nurses, Psychologists, and Social Workers	43	43	45	39	32	34	34	33	29	33
Pupil Transportation	115	119	136	151	154	144	150	153	153	172
Personnel Services	6	6	7	7	7	7	7	7	7	7
Operation and Maintenance	101	116	122	131	136	137	139	140	143	134
Finance, Fiscal Services and Data Processing	16	16	16	16	16	16	16	16	17	15
School Bldg Clerical & Aides Support	426	425	432	443	454	435	439	444	433	465
General Laborer / Science Center	2	2	2	2	2	4	4	4	4	4
Print Shop	5	4	4	4	4	4	4	4	4	4
Purchasing/Warehouse/Mail Services	6	6	6	6	6	6	6	6	6	6
Food Service	54	55	57	59	64	65	66	66	64	66
Total School District Employees	1,679	1,707	1,771	1,845	1,857	1,858	1,887	1,905	1,915	1,971
Teacher Salaries										
Minimum	\$ 40,500	\$ 42,500	\$ 43,000	\$ 46,000	\$ 46,000	\$ 46,000	\$ 46,000	\$ 46,000	\$ 46,000	\$ 47,500
Maximum	\$ 74,900	\$ 77,400	\$ 77,900	\$ 80,900	\$ 80,900	\$ 80,900	\$ 80,900	\$ 80,900	\$ 80,900	\$ 82,400
Average	\$ 55,381	\$ 57,735	\$ 58,023	\$ 61,199	\$ 61,511	\$ 61,564	\$ 61,017	\$ 60,734	\$ 60,288	\$ 61,667

SCHOOL BUILDING INFORMATION - OWNED BUILDINGS
LAST TEN FISCAL YEARS

(Unaudited)

TABLE 16

	Fiscal Year 2007	Fiscal Year 2008	Fiscal Year 2009	Fiscal Year 2010	Fiscal Year 2011	Fiscal Year 2012	Fiscal Year 2013	Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016
SCHOOLS										
ELEMENTARY (K-6)										
BUFFALO RIDGE (2013)										
Square Feet	N/A	N/A	N/A	N/A	N/A	N/A	68,620	68,620	68,620	68,620
Acres	N/A	N/A	N/A	N/A	N/A	N/A	15.81	15.81	15.81	15.81
Capacity	N/A	N/A	N/A	N/A	N/A	N/A	517	517	517	517
Average Daily Membership	N/A	N/A	N/A	N/A	N/A	N/A	365	453	496	471
CONESTOGA (1982)										
Square Feet	56,108	56,108	56,108	56,108	56,108	56,108	56,108	56,108	56,108	56,108
Acres	9.77	9.77	9.77	9.77	9.77	9.77	9.77	9.77	9.77	9.77
Capacity	545	545	545	545	545	545	545	545	545	545
Average Daily Membership	393	402	435	440	420	443	413	431	432	414
COTTONWOOD (1979)										
Square Feet	58,200	58,200	58,200	58,200	58,200	58,200	58,200	58,200	58,200	58,200
Acres	13.32	13.32	13.32	13.32	13.32	13.32	13.32	13.32	13.32	13.32
Capacity	574	574	574	574	574	574	574	574	574	574
Average Daily Membership	285	298	287	281	270	284	294	270	278	252
FOUR - J (1986)										
Square Feet	17,000	17,000	17,000	17,000	17,000	17,000	17,000	17,000	17,000	17,000
Acres	15.10	15.10	15.10	15.10	15.10	15.10	15.10	15.10	15.10	15.10
Capacity	83	83	83	83	83	83	83	83	83	83
Average Daily Membership	41	41	36	37	39	37	38	40	37	35
HILLCREST (Old Building & Location 1972/1975/1984) New Building and Location 2009										
Square Feet	41,784	41,784	68,620	68,620	68,620	68,620	68,620	68,620	68,620	68,620
Acres	8.95	8.95	10.89	10.89	10.89	10.89	10.89	10.89	10.89	10.89
Capacity	481	481	519	519	519	519	519	519	519	519
Average Daily Membership	337	324	348	408	409	412	410	415	439	450
LAKEVIEW (Old Building & Location 1968/1973/1976) New Building and Location 2015										
Square Feet	35,057	35,057	35,057	35,057	35,057	35,057	35,057	35,057	66,620	66,620
Acres	4.19	4.19	4.19	4.19	4.19	4.19	4.19	4.19	10.90	10.90
Capacity	378	378	378	378	378	378	378	378	520	520
Average Daily Membership	345	344	350	348	381	379	376	454	387	499
LITTLE POWDER (1976)										
Square Feet	10,600	10,600	10,600	10,600	10,600	10,600	10,600	10,600	10,600	10,600
Acres	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Capacity	88	88	88	88	88	88	88	88	88	88
Average Daily Membership	21	21	22	19	24	22	25	30	29	27
MEADOWLARK (1975)										
Square Feet	37,832	37,832	37,832	37,832	37,832	37,832	37,832	37,832	37,832	37,832
Acres	2.88	2.88	2.88	2.88	2.88	2.88	2.88	2.88	2.88	2.88
Capacity	338	338	338	338	338	338	338	338	338	338
Average Daily Membership	288	299	322	290	331	340	308	278	266	284

	Fiscal Year 2007	Fiscal Year 2008	Fiscal Year 2009	Fiscal Year 2010	Fiscal Year 2011	Fiscal Year 2012	Fiscal Year 2013	Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016
PAINTBRUSH (1980)										
Square Feet	63,450	63,450	63,450	63,450	63,450	63,450	63,450	63,450	63,450	63,450
Acres	5.69	5.69	5.69	5.69	5.69	5.69	5.69	5.69	5.69	5.69
Capacity	595	595	595	595	595	595	595	595	595	595
Average Daily Membership	440	455	460	458	473	491	453	436	439	441
PRAIRIE WIND ELEMENTARY (2011)										
Square Feet	N/A	N/A	N/A	N/A	68,414	68,414	68,414	68,414	68,414	68,414
Acres	N/A	N/A	N/A	N/A	10.18	10.18	10.18	10.18	10.18	10.18
Capacity	N/A	N/A	N/A	N/A	518	518	518	518	518	518
Average Daily Membership	N/A	N/A	N/A	N/A	415	445	435	463	491	494
PRONGHORN (1993)										
Square Feet	66,415	66,415	66,415	66,415	66,415	66,415	66,415	66,415	66,415	66,415
Acres	13.15	13.15	13.15	13.15	13.15	13.15	13.15	13.15	13.15	13.15
Capacity	577	577	577	577	577	577	577	577	577	577
Average Daily Membership	449	260	489	476	440	453	434	430	458	455
RAWHIDE (1980)										
Square Feet	60,725	60,725	60,725	60,725	60,725	60,725	60,725	60,725	60,725	60,725
Acres	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00
Capacity	549	549	549	549	549	549	549	549	549	549
Average Daily Membership	144	171	273	325	291	281	254	256	229	258
RECLUSE (Old Building & Location 1964/1973) New Building & New Location 2007										
Square Feet	17,509	17,509	17,509	17,509	17,509	17,509	17,509	17,509	17,509	17,509
Acres	7.02	7.02	7.02	7.02	7.02	7.02	7.02	7.02	7.02	7.02
Capacity	100	100	100	100	100	100	100	100	100	100
Average Daily Membership	38	35	34	39	31	28	25	29	30	29
ROZET (1939/1973/1976/1983)										
Square Feet	83,221	83,221	83,221	83,221	83,221	83,221	83,221	83,221	83,221	83,221
Acres	10.00	10.00	10.00	10.00	10.00	10.00	10.00	10.00	10.00	10.00
Capacity	723	723	723	723	723	723	723	723	723	723
Average Daily Membership	327	354	362	351	346	350	343	337	350	353
STOCKTRAIL (1971) School Closed 2011 - Students moved to new school Prairie Wind Elementary										
Square Feet	27,162	27,162	27,162	27,162	N/A	N/A	N/A	N/A	N/A	N/A
Acres	7.99	7.99	7.99	7.99	N/A	N/A	N/A	N/A	N/A	N/A
Capacity	445	445	445	445	N/A	N/A	N/A	N/A	N/A	N/A
Average Daily Membership (School closed FY11)	262	245	270	309	N/A	N/A	N/A	N/A	N/A	N/A
SUNFLOWER (1983)										
Square Feet	57,500	57,500	57,500	57,500	57,500	57,500	57,500	57,500	57,500	57,500
Acres	5.53	5.53	5.53	5.53	5.53	5.53	5.53	5.53	5.53	5.53
Capacity	553	553	553	553	553	553	553	553	553	553
Average Daily Membership	432	446	474	462	456	453	382	411	433	430
WAGONWHEEL (1976)										
Square Feet	52,314	52,314	52,314	52,314	52,314	52,314	52,314	52,314	52,314	52,314
Acres	7.02	7.02	7.02	7.02	7.02	7.02	7.02	7.02	7.02	7.02
Capacity	547	547	547	547	547	547	547	547	547	547
Average Daily Membership	384	391	434	427	442	427	404	411	410	397

SCHOOL BUILDING INFORMATION - OWNED BUILDINGS (CONTINUED)
LAST TEN FISCAL YEARS

(Unaudited)

TABLE 16 (CONTINUED)

	Fiscal Year 2007	Fiscal Year 2008	Fiscal Year 2009	Fiscal Year 2010	Fiscal Year 2011	Fiscal Year 2012	Fiscal Year 2013	Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016
JUNIOR HIGH										
SAGE VALLEY (1981)										
Square Feet	188,630	188,630	188,630	188,630	188,630	188,630	188,630	188,630	188,630	188,630
Acres	21.04	21.04	21.04	21.04	21.04	21.04	21.04	21.04	21.04	21.04
Capacity	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100
Average Daily Membership	806	771	816	834	902	938	978	1,002	1,010	1,027
TWIN SPRUCE (1925/1964/1976)										
Square Feet	167,000	167,000	167,000	167,000	167,000	167,000	167,000	167,000	167,000	167,000
Acres	12.90	12.90	12.90	12.90	12.90	12.90	12.90	12.90	12.90	12.90
Capacity	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100
Average Daily Membership	826	778	782	787	805	836	879	857	862	836
JUNIOR/SENIOR HIGH										
WRIGHT JR/SR HIGH (1983)										
Square Feet	109,741	109,741	109,741	109,741	109,741	109,741	109,741	109,741	109,741	109,741
Acres	23.24	23.24	23.24	23.24	23.24	23.24	23.24	23.24	23.24	23.24
Capacity	650	650	650	650	650	650	650	650	650	650
Average Daily Membership	245	244	228	249	254	232	220	214	211	202
HIGH SCHOOL										
WESTWOOD (Old Building & Location 1962/1975) New Building and Location 2015										
Square Feet	21,429	21,429	21,429	21,429	21,429	21,429	21,429	21,429	30,000	30,000
Acres	2.48	2.48	2.48	2.48	2.48	2.48	2.48	2.48	19.11	19.11
Capacity	135	135	135	135	135	135	135	135	150	150
Average Daily Membership	100	106	156	160	86	140	99	115	84	138
CAMPBELL COUNTY HIGH SCHOOL (2 SITES)										
CAMPBELL COUNTY - NORTH CAMPUS(1972/1977/1978/1982/1988)										
Square Feet	337,557	337,557	337,557	337,557	337,557	337,557	337,557	337,557	337,557	337,557
Acres	42.95	42.95	42.95	42.95	42.95	42.95	42.95	42.95	42.95	42.95
Capacity	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800
CAMPBELL COUNTY - SOUTH CAMPUS(1998)										
Square Feet	214,398	214,398	214,398	214,398	214,398	214,398	214,398	214,398	214,398	214,398
Acres	50.00	50.00	50.00	50.00	50.00	50.00	50.00	50.00	50.00	50.00
Capacity	1,429	1,429	1,429	1,429	1,429	1,429	1,429	1,429	1,429	1,429
Capacity - both sites combined	3,229	3,229	3,229	3,229	3,229	3,229	3,229	3,229	3,229	3,229
Average Daily Membership	1,298	1,349	1,429	1,446	1,433	1,377	1,389	1,480	1,517	1,546

SINGLE AUDIT

SECTION



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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

Governing Board
Campbell County School District No. 1
Gillette, Wyoming

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of **Campbell County School District No. 1, (District)** as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise **Campbell County School District No. 1's** basic financial statements and have issued our report thereon dated November 3, 2016.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered **Campbell County School District No. 1's** internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the **District's** internal control. Accordingly, we do not express an opinion on the effectiveness of the **District's** internal control.

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether **Campbell County School District No. 1's** financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

BENNETT, WEBER & HERMSTAD, LLP

Gillette, Wyoming
November 3, 2016

BENNETT, WEBER & HERMSTAD, LLP

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Governing Board
Campbell County School District No. 1
Gillette, Wyoming

Report on Compliance for Each Major Federal Program

We have audited **Campbell County School District No. 1's (District)** compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the **District's** major federal programs for the year ended June 30, 2016. The **District's** major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the **District's** major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance 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 the **District's** compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the **District's** compliance.

Opinion on Each Major Federal Program

In our opinion, the **District** complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2016.

Report on Internal Control over Compliance

Management of the **District** is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the **District's** internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the **District's** internal control over compliance.

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

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

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

BENNETT, WEBER & HERMSTAD, LLP

Gillette, Wyoming
November 3, 2016

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ended June 30, 2016

(Page 1 of 3)

Federal Grantor Pass Through Grantor Program or Cluster Title	Federal CFDA Number	Pass- Through Grantor's Number	Expenditures
<u>Department of Education</u>			
Direct Awards:			
Impact Aid	84.041	S041B-2013-5966	\$ 117,813
Passed Through State of Wyoming Department of Education			
Career and Technical Education-Basic Grants To States, FY15	84.048	1503015VEA00	\$ 15,781
Career and Technical Education-Basic Grants To States, FY16	84.048	1603016PS00	131,431
Total Career and Technical Education-Basic Grants to States			\$ 147,212
Title I Basic, FY14	84.010	140T1A256S	\$ 4,580
Title I Basic, FY15	84.010	1503015T1A00	555,927
Title I Basic, FY16	84.010	1603016T1A00	1,262,460
Title I, Neglected and Delinquent, FY14	84.010	14NDS2256V	220
Title I, Neglected and Delinquent, FY15	84.010	1503015T1D00	49,944
Title I, Neglected and Delinquent, FY16	84.010	1603016T1D00	50,870
Title I, School Improvement ML, FY15	84.010	150301553AIA1	62,157
Title I, School Improvement ML, FY16	84.010	16030163A1A0	1,328
Title I, School Improvement HC, FY15	84.010	150301553AIA0	28,953
Title I, School Improvement HC, FY16	84.010	160301553A1A0	32,832
Total Title I			\$ 2,049,271
Title II B, Mathematics & Science Partnerships, FY14	84.366	1403014MSPA0	\$ 85,289
Title II B, Mathematics & Science Partnerships, FY15	84.366	1503015MSPA0	139,121
Total Title IIB			\$ 224,410
Improving Teacher Quality State Grants, FY15	84.367	1503015T2A00	\$ 94,511
Improving Teacher Quality State Grants, FY16	84.367	1603016T2A00	421,755
Total Improving Teacher Quality State Grants			\$ 516,266
Special Education Cluster (IDEA):			
Special Education-Grants to States, FY15	84.027	1503015T6100	\$ 218,539
Special Education-Grants to States, FY16	84.027	1603016T6100	1,820,058
Total Special Education Grants to States			\$ 2,038,597
Special Education-Preschool Grants, FY15	84.173	1503015T6900	\$ 4,770
Special Education-Preschool Grants, FY16	84.173	1603016T6900	5,937
Total Special Education Preschool Grants			\$ 10,707
Total Special Education Cluster (IDEA)			\$ 2,049,304

(Continued)

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ended June 30, 2016

(Page 2 of 3)

Federal Grantor Pass Through Grantor Program or Cluster Title	Federal CFDA Number	Pass- Through Grantor's Number	Expenditures
English Language Acquisition State Grants, FY14	84.365	1400T3256W	\$ 880
English Language Acquisition State Grants, FY15	84.365	1503015T3E00	27,882
English Language Acquisition State Grants, FY16	84.365	1603016T3E00	7,587
English Language Acquisition State Grants, FY14	84.365	1403014T3J00	5,951
English Language Acquisition State Grants, FY16	84.365	1603016T3100	402
Total English Language Acquisition State Grants			\$ 42,702
Education for Homeless Children and Youth, FY14	84.196	14HMLS00301	\$ 13,803
Education for Homeless Children and Youth, FY15	84.196	1503015HOMA	13,661
Total Education for Homeless Children and Youth			\$ 27,464
Total Passed Through State of Wyoming Department of Education			\$ 5,056,629
Passed Through University of South Dakota Investing in Innovation (i3) Fund	84.411	-	\$ 2,668
Total Passed Through Awards			\$ 5,059,297
Total U.S. Department of Education			\$ 5,177,110
Department of Homeland Security			
Passed Through the Wyoming Office of Homeland Security State Homeland Security Grant Program	97.067	13-GPD-CCSD1- SC-HSC13	\$ 67,688
Department of Agriculture			
Passed Through the State of Wyoming Department of Education			
Child Nutrition Cluster: School Breakfast Program	10.553	-	\$ 331,380
National School Lunch Program	10.555	-	\$ 1,473,096
National School Lunch Program - Commodities	10.555	-	260,598
Total National School Lunch			\$ 1,733,694
Summer Food Service Program for Children - Commodities	10.559	-	\$ 217
Total Child Nutrition Cluster			\$ 2,065,291
Farm to School Grant Program	10.575	-	\$ 95
Fresh Fruit and Vegetable Program	10.582	-	\$ 283,736
Total U.S. Department of Agriculture			\$ 2,349,122
Department of Interior			
Passed Through Campbell County, Wyoming			
Treasurer's Office Distribution of Receipts to State and Local Governments	15.227	-	\$ 51,686
Total Expenditures of Federal Awards			\$ 7,645,606

(Continued)

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ended June 30, 2016

(Page 3 of 3)

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of Campbell County School District No. 1 under programs of the federal government for the year ended June 30, 2016. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards. Because the Schedule presents only a selected portion of the operations of Campbell County School District No. 1, it is not intended to and does not present the financial position or changes in net assets, or cash flows of Campbell County School District No. 1.

Note 2. Summary of Significant Accounting Policies

- (A) Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.
- (B) Pass through identifying numbers are presented where available.
- (C) Campbell County School District No. 1 did not elect to use the 10% de minimus indirect cost rate as allowed under the Uniform Guidance.

Note 3. Amounts Passed Through to Subrecipients

The accompanying Schedule does not reflect any amounts as *Passed Through to Subrecipients*, as Campbell County School District No. 1 did not subgrant (pass through) any federal awards to subrecipients.

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year Ended June 30, 2016

(Page 1 of 2)

Section I. Summary of Independent Auditor's Results

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP: unmodified

Internal control over financial reporting:

- Material weaknesses(es) identified? _____ yes X no
- Significant deficiency(ies) identified? _____ yes X none reported

Noncompliance material to financial statements noted? _____ yes X no

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? _____ yes X no
- Significant deficiency(ies) identified? _____ yes X none reported

Type of auditor's report issued on compliance for major federal programs: unmodified

Any audit findings disclosed that are required to be reported in accordance with section 2CFR200.516(a)? _____ yes X no

Identification of major federal programs:

<i>CFDA Numbers</i>	<i>Name of Federal Program or Cluster</i>	<i>Amount Expended</i>
84.010	Title I	<u>\$ 2,049,271</u>

Dollar threshold used to distinguish between type A and type B programs: \$ 750,000

Auditee qualified as low-risk auditee? X yes _____ no

(Continued)

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year Ended **June 30, 2016**

(Page 2 of 2)

Section II. Financial Statement Findings

A. Internal Control Findings

There were no internal control findings.

B. Compliance Findings

There were no compliance findings.

Section III. Federal Award Findings and Questioned Costs

There are no finding and questioned costs in 2016.

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Year Ended June 30, **2016**

Prior Year Findings:

There were no prior year findings.

Our appreciation is extended to the
following for all their assistance and support:

Thank You

Bennett, Weber & Hermstad, LLP Certified Public Accountants and Consultants

Paula Steiger, Erica Uhler, Rhett Betcher, Meaghan Peterson, Norma Miller & Staff

Campbell County Treasurer

Becky Brazelton, Jackie Blikre & Staff

Campbell County Assessor

Troy Clements & Staff