

Campbell County
School District No.1
Gillette, Wyoming



“Teaching Effectively - Learning Successfully”

Fiscal Year Ended
June 30, 2010

Prepared by the:

*Instructional Support Division,
Accounting Department*

Rhea J. Betts, MBA
Accounting Manager

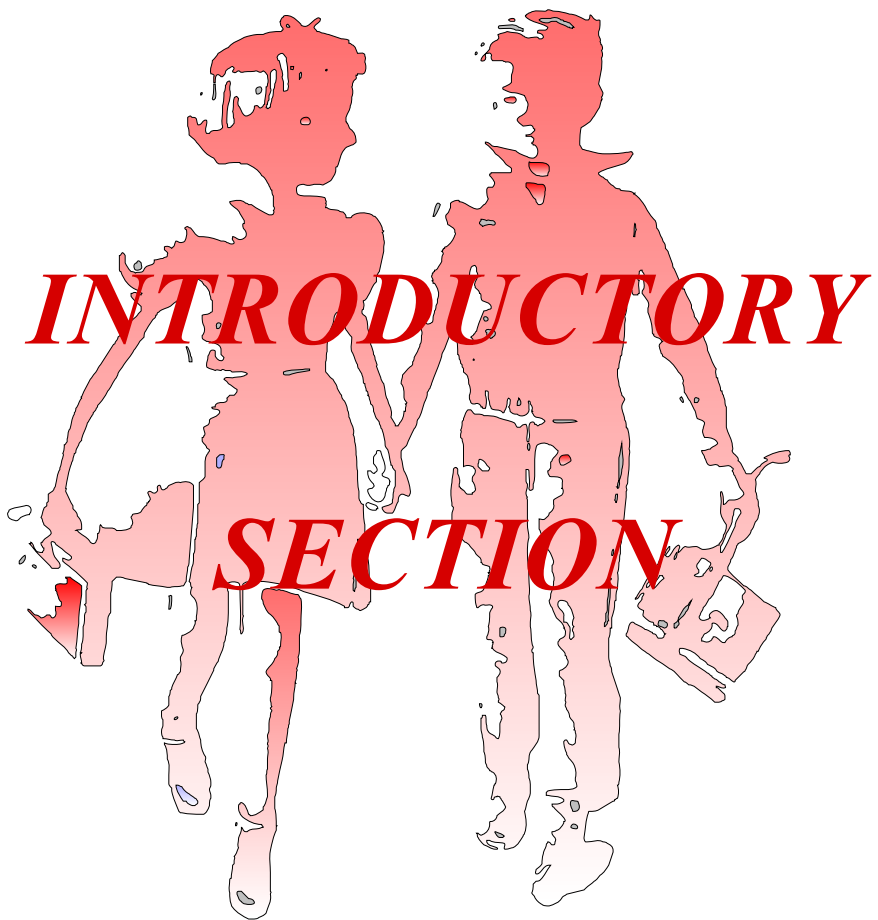
**COMPREHENSIVE
ANNUAL
FINANCIAL REPORT
OF
CAMPBELL COUNTY SCHOOL DISTRICT NO. 1
GILLETTE, WYOMING
FOR THE FISCAL YEAR ENDED
JUNE 30, 2010**



RICHARD STRAHORN, Ed.D., Superintendent of Schools
ALEX AYERS, Ed.D. 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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" Teaching Effectively - Learning Successfully "

December 14, 2010

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 2010 Comprehensive Annual Financial Report (CAFR) of Campbell County School District No. 1, for the fiscal year ended June 30, 2010. 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 and account group used in the accounting for the District's financial transactions. With the technical assistance of Shuck, Bennett & Weber 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 2009.
- The **financial section** includes the government-wide financial statements; the fund financial statements; the combining statements and individual fund schedules; the independent auditor's report of 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 Single Audit Act Amendments of 1996 and the U.S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations," 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 Campbell County Board of Cooperative Higher Education Services (BOCHES) and the Blended Component Unit, Campbell County Community Public Recreation District (CCCPRD). The Campbell County 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 Campbell County 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, results of operations, and cash flows from those of the District.

GOVERNMENTAL STRUCTURE, LOCAL ECONOMIC CONDITION AND OUTLOOK

Campbell County School District No. 1 encompasses 4,755 square miles and includes the towns of Gillette, Recluse, Rozet, and Wright. Approximately 8,145 students are taught in one senior high school, one alternative high school, one junior/senior high school, two junior high schools and fifteen elementary schools (five of which are rural).

School staff, including part time, totaled 1,599 in 2009-2010. Of the total, 780 were certified staff including teachers, specialists, and administrators. Non certified staff including clerical, custodial, food services, aides, maintenance, and bus drivers totaled 819. 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).

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, writing, and math were administered to students in grades three through eight and grade eleven. Science tests are only administered in grades four, eight, and eleven.

The figure below indicates the percentage of students who scored proficient or better on PAWS. A comparison of district versus statewide percentages is provided. The information was obtained from the WDE website on November 5, 2010.

Figure One

Grade	Third		Fourth		Fifth		Sixth		Seventh		Eighth		Eleventh	
	CCSD	Wyoming	CCSD	Wyoming	CCSD	Wyoming	CCSD	Wyoming	CCSD	Wyoming	CCSD	Wyoming	CCSD	Wyoming
Reading														
Below Basic	8.55%	8.94%	4.50%	4.97%	10.99%	9.98%	5.21%	6.99%	9.44%	10.33%	7.87%	8.36%	24.01%	14.54%
Basic	41.37%	35.57%	19.61%	21.60%	25.95%	26.43%	20.70%	22.08%	34.06%	33.44%	24.59%	23.90%	17.79%	20.21%
Proficient	40.61%	44.78%	52.89%	50.82%	43.66%	45.73%	50.39%	48.15%	52.45%	51.48%	55.74%	51.90%	45.94%	48.69%
Advanced	9.47%	10.71%	22.99%	22.60%	19.39%	17.86%	23.70%	22.79%	4.05%	4.76%	11.80%	15.83%	12.26%	16.55%
Writing														
Below Basic	1.53%	1.76%	1.29%	2.74%	1.83%	2.38%	1.11%	2.96%	0.17%	1.48%	1.31%	1.22%	4.67%	2.33%
Basic	15.80%	16.83%	14.47%	17.54%	16.82%	17.68%	21.17%	27.10%	16.22%	24.96%	13.44%	14.44%	24.39%	15.12%
Proficient	61.50%	56.74%	52.73%	54.45%	69.11%	70.45%	51.82%	47.85%	59.12%	51.20%	63.28%	57.46%	59.34%	54.84%
Advanced	21.17%	24.66%	31.51%	25.27%	12.23%	9.49%	25.91%	22.09%	24.49%	22.36%	21.97%	26.88%	11.59%	27.71%
Math														
Below Basic	4.58%	5.50%	8.19%	8.26%	9.60%	8.46%	7.10%	8.66%	7.42%	10.65%	15.88%	15.74%	9.33%	9.39%
Basic	18.63%	14.22%	13.96%	14.20%	23.78%	20.21%	7.73%	13.21%	18.55%	18.14%	20.46%	19.64%	25.73%	27.50%
Proficient	48.85%	49.11%	55.86%	52.94%	45.58%	48.38%	56.47%	55.66%	54.13%	48.81%	47.63%	47.07%	52.50%	51.22%
Advanced	27.94%	31.17%	21.99%	24.60%	21.04%	22.95%	28.71%	22.47%	19.90%	22.40%	16.04%	17.54%	12.44%	11.89%
Science														
Below Basic			12.38%	12.98%							14.92%	16.15%	34.78%	20.48%
Basic			39.39%	37.17%							49.18%	40.06%	34.43%	34.19%
Proficient			40.68%	42.54%							32.95%	39.37%	24.70%	33.73%
Advanced			7.56%	7.31%							2.95%	4.42%	6.09%	11.61%

The average American College Testing (ACT) score for Campbell County School District No.1 during the 2009-2010 school year was 18.7; 19.1 for the Campbell County High School, 20.0 for Wright Junior/Senior High School and 15.0 for Westwood High School. State and national averages were 20.0 and 21.0, respectively. During this 2009-2010 school year all juniors were required to take the ACT test.

During 2009-2010, an average of 93.63% of Campbell County School District No. 1 students attended class each day, compared to 94.26 in 2008-2009 and 93.71 in 2007-2008. Students absent for school-sponsored academic or athletic activities were not considered absent for attendance purposes.

The total dropout count for the 2009-2010 school year was 103 students, 2.96% of the secondary enrollment of the district. This percentage compares to 3.46% in the 2008-2009 school year and 3.31% in the 2007-2008.

Several interventions contribute to this relatively low dropout rate. 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, 732 students have graduated with regular diplomas from this school.

A revised discipline policy has increased administrator/student interaction, provided additional counseling for students in the In-school Discipline and Supervision Program (IDSP), and has required personal contracts to put students at risk of dropping out of school back on track.

GASB 34 Reporting Model

The Governmental Accounting Standards Board (GASB) established a new 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 new reporting model for its fiscal year 2003 annual report.

GASB Statement No. 34 basically established new requirements for school districts' annual financial reports. Following are the main financial report changes:

- *Management's Discussion and & Analysis (MD&A)*, is primarily a narrative introduction, overview and analysis to the basic financial statements, and can be found starting on page 3 in the Financial Section after the Independent Auditor's Report. The MD&A is a complement to this letter and should be read in conjunction with it.
- *District-wide Financial Statements*, also known as the Government-wide statements, which reports a clearer picture of the organization as a single unified entity. These new financial statements, the *Statement of Net Assets* and the *Statement of Activities* complement rather than replace traditional fund-based financial statements and must distinguish between governmental and business-type activities of the primary governments and its discretely presented component units by reporting each in separate columns. Fiduciary activities, whose resources are not available to finance school programs, are excluded from these reports.
- *Fund Financial Statements* which require districts to report information about their most important or major funds separately and with their non major funds combined. Campbell County School District No. 1 has one major fund, the General Fund, meeting the major fund criteria for these reports.
- *Required Supplementary Information (RSI)* other than the MD&A includes the Funding Progress for Retiree Health Plan, Combining Statement & Individual Fund Schedules.

To further enhance the new financial report information, the Wyoming Department of Education has expanded the minimum Function/Program category groups required from nine to fifteen. With this change the ten previous fiscal year comparative information is no longer easily attainable. Without having the previous fiscal year numbers restated the comparative data needed for tables in the Statistical Section have an "N/A" where restated numbers would be needed. We apologize for any inconvenience this decision may cause.

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 providing 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.

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

To help meet the requirements of the *No Child Left Behind Act* the District is providing additional resources to each school based on their individual improvement plan. Each school has developed an improvement plan based on examination data of student assessments.

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.

CASH MANAGEMENT

The Wyoming Education Code of 1969 (as amended - 1999) outlines the instruments which may be used for the investment of public funds (W.S. 9-4-831).

Interest earnings on investments during the 2009-2010 school year for all governmental funds of \$218,746 represented 0.153 percent of the District's total governmental revenues. All cash and certificates of deposit of the District were at all times either insured by the Federal Deposit Insurance Corporation (FDIC), or were secured by collateral of at least 102 percent.

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. Coverage and related deductibles for commercial insurance for claims and risks of loss are listed in Figure Two.

Figure Two

Summary of Insurance Coverage		
Type of Claim	Coverage	Deductible
Claims governed by the Wyoming Governmental Claims Act:		
Each general liability claim to any claimant for any number of claims arising out of single transaction/occurrence	\$ 250,000	----
For all claims for all claimants arising out of a single transaction/occurrence	\$ 500,000	----
Claims not governed by the Wyoming Governmental Claims Act:		
Each general liability claim	\$ 2,000,000	----
Buildings and contents	\$250,000,000	\$ 5,000

Campbell County District No. 1 carries faithful performance/honesty bond coverage on all employees in the amount of \$250,000. The bond covers losses to the District through dishonesty of an employee acting alone or in collusion with others. In addition, the District's Board Treasurer is properly bonded.

The District has elected to provide medical, dental and prescription insurance benefits for its employees working 20 or more hours per week with employee contributions based on the employee's type of coverage (Single, Employee+Spouse, Employee+Dependent(s), or Family) through a self-funded group program. The medical and prescription insurance coverage was purchased directly from the Wyoming School Board Association Insurance Trust. The dental insurance coverage was maintained by the District with Delta Dental providing the third party administration. Starting January 1, 2008, employees taking the District's insurance were given two plan coverage options, regular or a high deductible plan.

Non voluntary plans paid by the District for all regular employees working 20 or more hours per week include; an accidental death policy for all employees based on annual salary with a minimum of \$10,000 and a maximum of \$50,000; a life insurance policy, based on annual salary with a minimum of \$10,000 and a maximum of \$50,000; short and long term disability coverage providing 60 percent of an employee's monthly salary, with a maximum of \$5,000 per month.

In addition, voluntary plans with premiums paid entirely by the employee include: a vision service plan, term life insurance plans, supplemental health insurance plans, and tax sheltered annuities.

INDEPENDENT AUDIT

The financial statements of the District are audited annually by independent certified public accountants selected by the Board of Education. The independent auditors' report has been included in this report.

RECOGNITION FOR FINANCIAL REPORTING

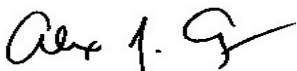
The Association of School Business Officials International (ASBO) awarded Campbell County School District No.1 a Certificate of Excellence in Financial Reporting for its Comprehensive Annual Financial Reports for all fiscal years ended June 30, 1991 through June 30, 2009 consecutively.

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,



Alex Ayers, Ed.D.
Associate Superintendent for
Instructional Support



Richard Strahorn, Ed.D.
Superintendent of Schools

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1
FISCAL YEAR ENDED JUNE 30, 2010
LIST OF PRINCIPAL OFFICIALS

ELECTED OFFICIALS - BOARD OF TRUSTEES



Chairman
David Fall
(2008-2012)



Vice-Chairman
Susan Shippy
(2006-2010)



Treasurer
Steve Pecha
(2006-2010)



Clerk/Asst. Treasurer
Linda Jennings
(2008-2012)



Trustee
Lisa Durgin
(2008-2012)



Trustee
Deb Hepp
(2008-2012)



Trustee
John Pettyjohn
(2008-2010)

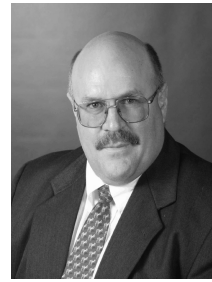
APPOINTED OFFICIALS



Associate Superintendent for
Instruction
Larry J. Heslep, Ed.D.



Superintendent
Richard Strahorn, Ed.D.



Associate Superintendent for
Instructional Support
Boyd A. Brown, Ed.D.

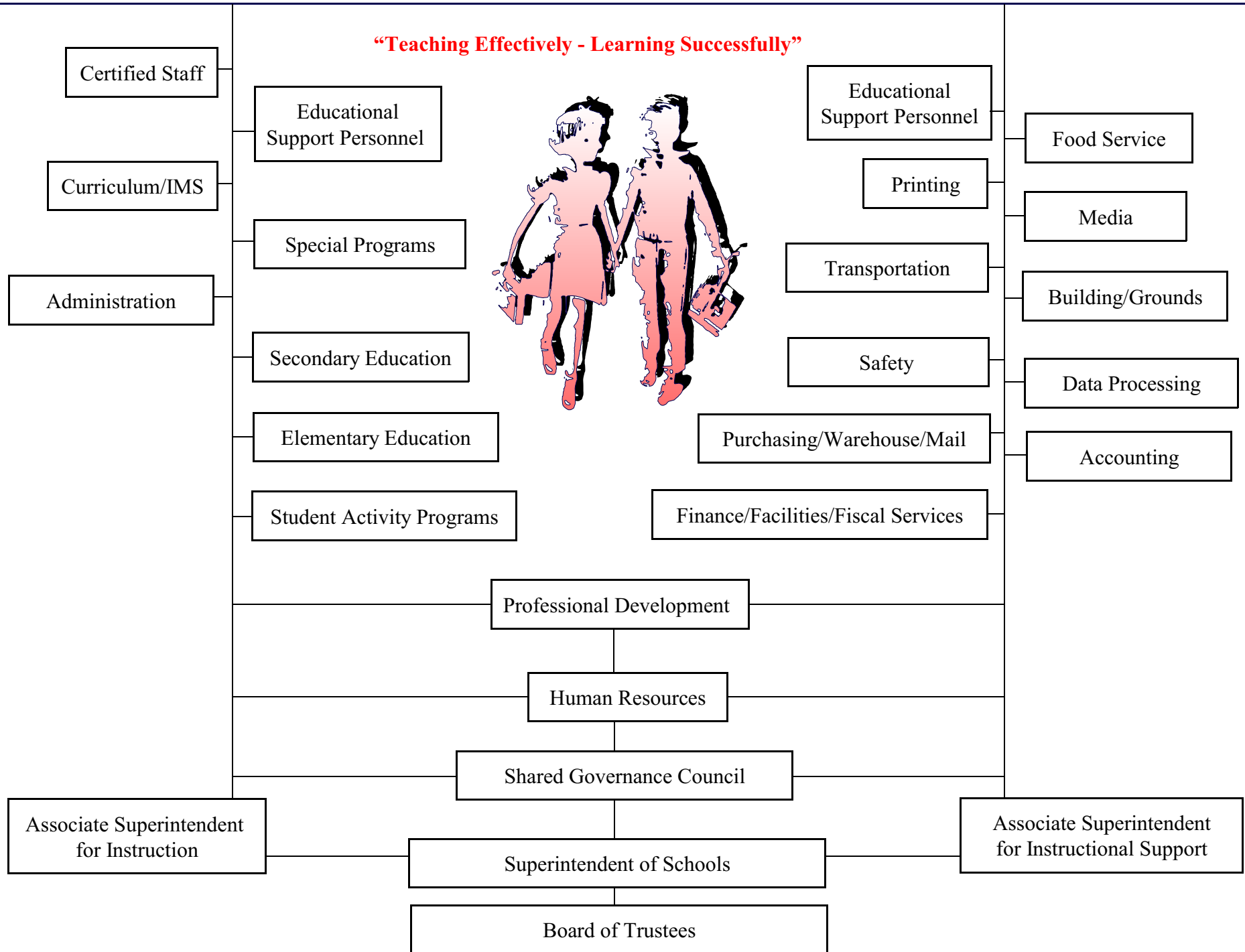


Assistant Superintendent for
Curriculum & Assessment
Alex J. Ayers, Ed.D.



Assistant Superintendent for
Technology Education
Lyla R. Downey

Students of Campbell County School District No.1



ASSOCIATION OF SCHOOL BUSINESS OFFICIALS INTERNATIONAL



This Certificate of Excellence in Financial Reporting

is presented to

Campbell County School District No.1

For its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2009
upon recommendation of the Association's Panel of Review
which has judged that the Report substantially conforms
to principles and standards of ASBO's Certificate of Excellence

Evin Green

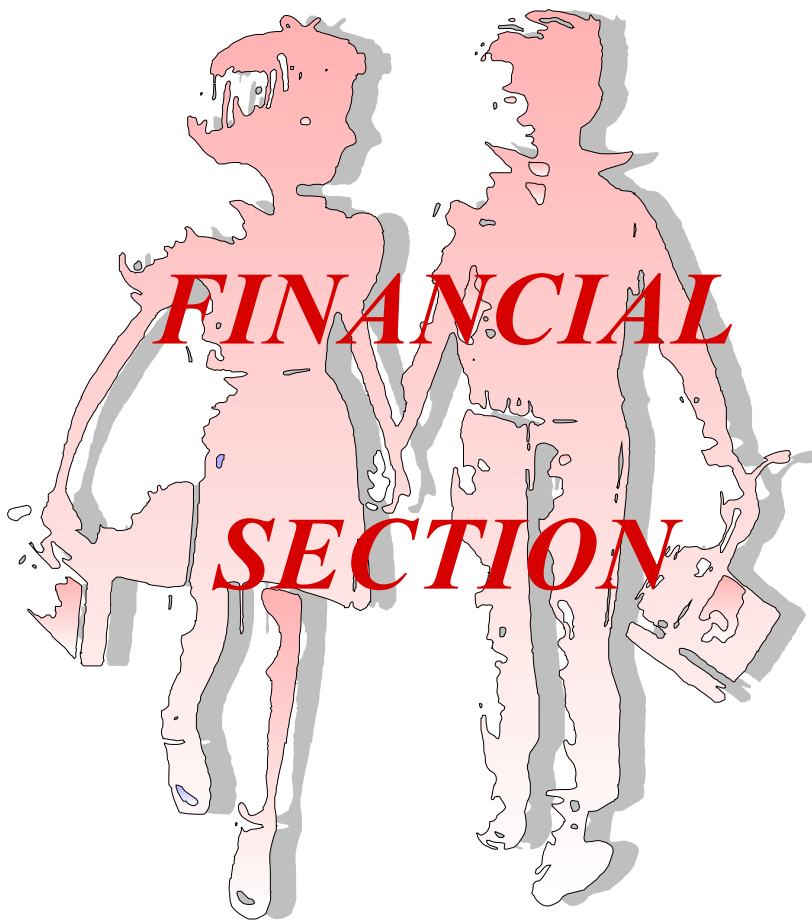
President

John D. Messer

Executive Director

ASSCO

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SHUCK, BENNETT & WEBER, LLP

CERTIFIED PUBLIC ACCOUNTANTS AND CONSULTANTS

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INDEPENDENT AUDITOR'S REPORT

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

We have audited the accompanying financial statements 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 (District)** as of and for the year ended June 30, 2010, which collectively comprise the **District's** basic financial statements as listed in the table of contents. These financial statements are the responsibility of the **District's** management. 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our 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, 2010, and the respective changes in financial position, and cash flows, where applicable thereof and the respective budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 23, 2010, 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 12, the schedule of funding progress for the Retiree Health Plan on page 48 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.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise **Campbell County School District No. 1's** financial statements as a whole. The introductory section, combining and individual and nonmajor fund financial statements, and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the financial statements. The combining and individual major and 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the 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.

SHUK, BENNETT & WEBER, LLP

Gillette, Wyoming
November 23, 2010

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2010

(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, 2010. 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. Readers should also review the notes to the basic financial statements and financial statements to enhance their understanding of the District's financial performance.

Financial Highlights

Key financial highlights for fiscal year 2010 are as follows:

- The district's financial status improved. In total, net assets increased \$9,133,509 which represents a 5.112 percent increase from fiscal year 2009.
- Overall revenues were \$148,756,877, exceeding expenses by \$9,133,509.
- General Revenues accounted for \$133,101,507 in revenue or 89.4759 percent of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions accounted for \$15,655,370 or 10.5241 percent of total revenues of \$148,756,877.
- The district increased its outstanding long-term debt by \$371,190 or 14.416 percent.
- The District had \$139,623,368 in expenses; only \$15,655,370 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily taxes) of \$133,101,507 were adequate to provide for these programs.
- The General Fund had \$109,790,941 in revenues and \$115,595,905 in expenditures. The General Fund's fund balance decreased \$821,941 over 2009.
- The net assets of governmental activities increased by 5.0882 percent or \$9,075,847 and the net assets of the business-type activity increased 20.2717 percent or \$57,662.

Overview of the Financial Statements

This annual report consists of a series of financial statements, and notes to those financial statements, and is followed by a section of required supplementary information that further explains and supports 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 *district-wide financial statements* and the *governmental funds statements* are the two basic kinds of financial statements presented.

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

(Unaudited - Continued)

Reporting the District as a Whole

District-wide financial statements

The Statement of Net Assets and the Statement of Activities are the two district-wide financial statements presented. The district-wide financial statements are separated into two categories (Governmental activities and 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 2010?" 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 is one business-type activity, the Enterprise Fund-Food Service. 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 assets and changes in those assets. This change in net assets 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 district-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 was the only major governmental fund for fiscal year 2010.

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 the 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 (or differences) between governmental activities (reported in the Statement of Net Assets 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 district-wide statements which offer short and long-term financial information about the activities the District operates like a business. The Enterprise Fund - Food Service is the only fund in this category for the District. 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, 2010**

(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 has two funds in this category; the Agency Funds of Student Activities and Early Retirement. 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 district-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 Assets provides the perspective of the District as whole. Figure A provides a summary of the District's net assets for 2010 compared to 2009:

Figure A

Condensed Statement of Net Assets							
	Governmental Activities		Business-type Activities		Total School District		Total Percentage Change
	2009	2010	2009	2010	2009	2010	2009-2010
Current and other assets	\$263,754,160	\$237,422,861	\$ 241,681	\$ 324,582	\$ 263,995,841	\$ 237,747,443	(9.943)%
Capital assets	116,661,096	133,100,994	81,338	77,543	116,742,434	133,178,537	14.079%
Total Assets	380,415,256	370,523,855	323,019	402,125	380,738,275	370,925,980	(2.577)%
Long-Term Liabilities	1,918,612	2,213,193	0	0	1,918,612	2,213,193	15.354 %
Other Liabilities	200,126,628	180,864,799	38,573	60,017	200,165,201	180,924,816	(9.612)%
Total Liabilities	202,045,240	183,077,992	38,573	60,017	202,083,813	183,138,009	(9.375)%
Net Assets							
Invested in capital assets, Net of related debt	114,948,069	131,030,921	81,338	77,543	115,029,407	131,108,464	13.978 %
Restricted	32,397,594	20,003,538	0	0	32,397,594	20,003,538	(38.256)%
Unrestricted	31,024,353	36,411,404	203,108	264,565	31,227,461	36,675,969	17.448 %
Total Net Assets	\$ 178,370,016	\$ 187,445,863	\$ 284,446	\$ 342,108	\$178,654,462	\$187,787,971	5.112 %

The District's combined net assets were higher on June 30, 2010, than they were on June 30, 2009, increasing by 5.112 percent to \$187,787,971 (See Figure A). This improvement in the district's financial position came from its governmental activities, with its net assets increasing \$9,075,847 to \$187,445,863. The net assets of the District's business-type activities had an increase totaling \$57,662 to \$342,108.

Changes in net assets

The District's total revenues were \$148,756,877. (See Figure B)

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

(Unaudited - Continued)

Figure B

Changes in Net Assets from Operating Results							
	Governmental Activities		Business-type Activities		Total School District		Total Percentage Change
	2009	2010	2009	2010	2009	2010	2009-2010
Revenues							
Program revenues:							
Charges for Services	\$1,169,537	\$1,019,892	\$2,459,907	\$2,349,775	\$3,629,444	\$3,369,667	(7.158)%
Operating Grants and Contributions	9,066,574	10,850,375	1,431,659	1,435,328	10,498,233	12,285,703	17.026 %
General Revenues:							
Taxes: Property levied - specific	107,179,445	113,391,064	-	-	107,179,445	113,391,064	5.796 %
Grants and Contributions not restricted	33,326,838	19,208,350	-	-	33,326,838	19,208,350	(42.364)%
Capital Grants restricted for debt service	0	0	-	-	0	0	0 %
Interest	1,025,201	225,014	1,387	370	1,026,588	225,384	(78.045)%
Miscellaneous	767,153	276,709	-	-	767,153	276,709	(63.930)%
Gain (loss) on Sale of Capital Assets	36,250	0	(506)	0	35,744	0	(100.000)%
Total Revenues	152,570,998	144,971,404	3,892,447	3,785,473	156,463,445	148,756,877	(4.926)%
Expenses							
Governmental Activities							
Instruction	62,503,185	72,969,956	-	-	62,503,185	72,969,956	16.746 %
Pupil and Instructional Staff	18,935,613	22,500,741	-	-	18,935,613	22,500,741	18.828 %
General, School & Business Administration	9,603,022	10,617,683	-	-	9,603,022	10,617,683	10.566 %
Operation and Maintenance of Plant	10,332,457	12,938,575	-	-	10,332,457	12,938,575	25.223 %
Pupil Transportation	6,606,617	7,401,304	-	-	6,606,617	7,401,304	12.029 %
Central	2,572,080	1,547,551	-	-	2,572,080	1,547,551	(39.833)%
Other Support Services	448,652	252,464	-	-	448,652	252,464	(43.728)%
Community Support - Non Instruct. Services	7,666,966	7,247,504	-	-	7,666,966	7,247,504	(5.471)%
Debt Service	92,342	103,995	-	-	92,342	103,995	12.619 %
Other - Food Service	0	0	3,877,628	4,043,595	3,877,628	4,043,595	4.280 %
Total Expenses	118,760,934	135,579,773	3,877,628	4,043,595	122,638,562	139,623,368	13.850 %
Excess (deficiency) before transfers	33,810,064	9,391,631	14,819	(258,122)	33,824,883	9,133,509	(72.998)%
Transfers	(117,432)	(315,784)	117,432	315,784	0	0	-
Increase (decrease) in Net Asset:	33,692,632	9,075,847	132,251	57,662	33,824,883	9,133,509	(72.998)%
Net Assets - Beginning Fiscal Year	144,677,384	178,370,016	152,195	284,446	144,829,579	178,654,462	23.355 %
Net Assets - Ending Fiscal Year	\$178,370,016	\$187,445,863	\$ 284,446	\$ 342,108	\$178,654,462	\$187,787,971	5.112 %

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

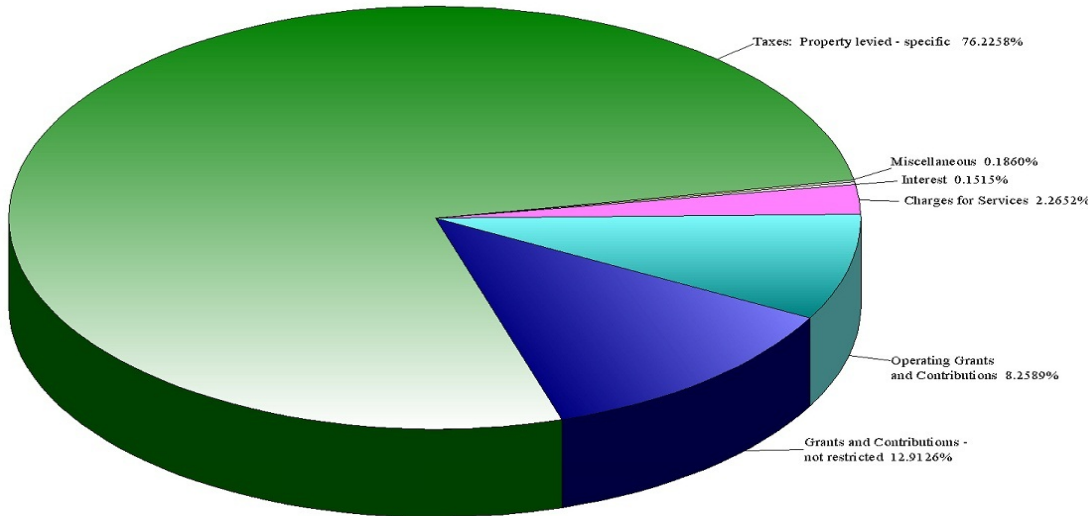
**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

(Unaudited - Continued)

Of total revenues, property taxes of \$113,391,064 accounted for most of the District's revenue, or 76.2258 percent. Local, state and federal aid for specific programs contributed \$12,285,703 or 8.2589 percent, with charges for service of \$3,369,667 or 2.2652 percent, grants and contributions not restricted of \$19,208,350 or 12.9126 percent. The remainder, \$502,093 or .3375 percent, resulted from interest earnings, other local revenue, and miscellaneous sources.

Revenue Sources for Fiscal Year 2010

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



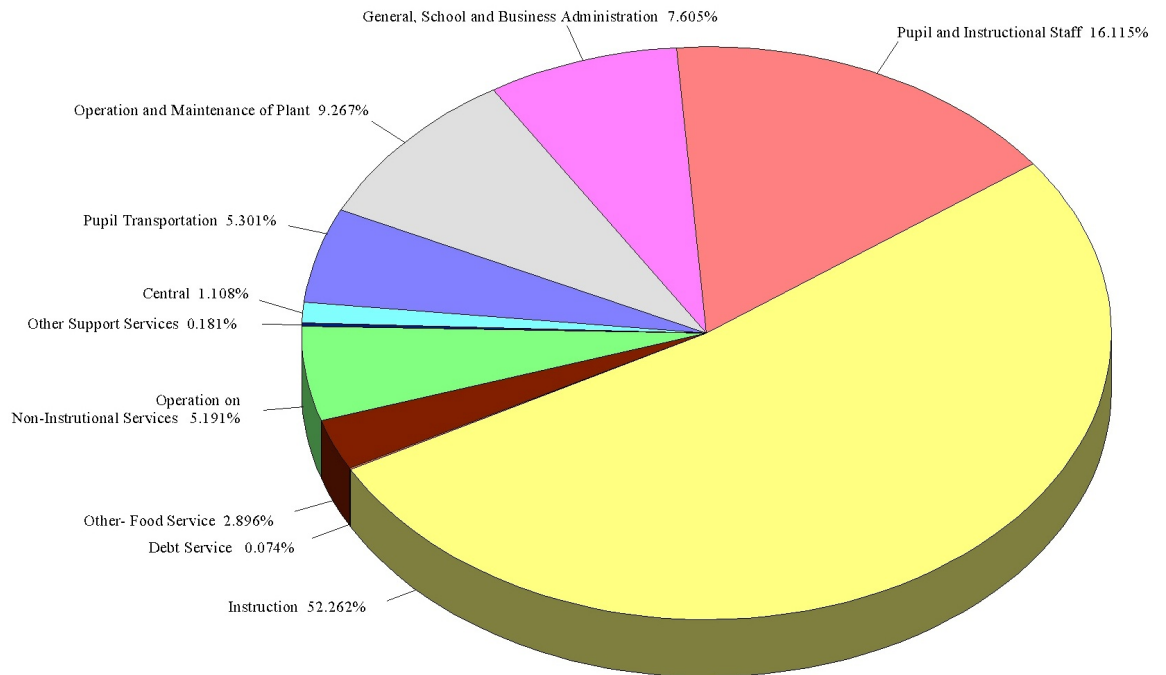
Local, state and federal aid for specific programs contributed \$12,285,703 or 8.2589 percent, with charges for service of \$3,369,667 or 2.2652 percent, grants and contributions not restricted of \$19,208,350 or 12.9126 percent. The remainder, \$502,093 or .3375 percent, resulted from interest earnings, other local revenue, and miscellaneous sources.

The total cost of all programs and services were \$139,623,368. Of the District's expenses, \$95,470,697 or 68.3773 percent are directly related

to the areas of instruction, and pupil and instructional staff. Pupil transportation with costs of \$7,401,304 represents 5.3009 percent, operational and maintenance of plant services costs totaled \$12,938,575 or 9.2668 percent of total expenses. The areas of administration: general, school and business, had expenses totaling \$10,617,683 or 7.6045 percent. Central, which is the office of human resources and the costs associated with the Health Insurance Fund, totaled \$1,547,551 or 1.1084 percent of total expenses, debt service expenses totaled \$103,995 or .0744 percent. Other support services and community support expenses totaling \$7,499,968 represent 5.3716 percent while the enterprise fund-food service totaled \$4,043,595 or 2.8961 percent of total District expenses.

Expenses for Fiscal Year 2010

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



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CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

(Unaudited - Continued)

Total revenues surpassed expenses, increasing net assets by \$9,133,509. Both the governmental activities and the business-type activity of the Enterprise Fund-Food Service contributed to the District's financial health this fiscal year.

Governmental Activities

Revenues

Specific revenue source changes for 2009-2010 compared to 2008-2009 were:

- From local and county sources, an additional \$3,844,478 was received in 2009-2010 over 2008-2009. Increases of \$3,661,490 came from an increased assessed valuation; \$12,022 in Rentals; \$163,165 in Charges for Services and \$278,294 in Contributions and Donations. These increases were offset by decreases of \$780,050 in Interest, \$320,367 for Tuition and Fees and \$443,991 in the Miscellaneous area.
- A reduction of \$14,342,548 was observed in the State of Wyoming resources area in 2009-2010 compared to 2008-2009. The major governmental fund, General Fund, had increases of \$138,719. All other, minor governmental funds had decreases in State funding; Special Revenue Funds of \$1,021,304 and \$13,459,963 of Capital Projects Funds.
- From federal sources, an increase of \$1,725,099 were received; increases of \$15,301 in the General Fund, and \$1,709,798 in Grant - 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 services 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 2009-2010	Net Cost of Services		Percentage Change 2009-2010
	2009	2010		2009	2010	
Instruction	\$ 62,503,185	\$ 72,969,956	16.7460 %	\$57,722,495	\$67,718,963	17.3182 %
Pupil and Instructional Staff	18,935,613	22,500,741	18.8276 %	15,658,740	18,965,520	21.1778 %
General, School and Business Administration	9,603,022	10,617,683	10.5661 %	9,296,082	10,376,659	11.6240 %
Operation and Maintenance of Plant	10,332,457	12,938,575	25.2226 %	10,326,241	12,874,214	24.6747 %
Pupil Transportation	6,606,617	7,401,304	12.0286 %	6,590,313	7,314,680	10.9914 %
Central	2,572,080	1,547,551	(39.8327)%	2,472,080	1,468,811	(40.5840)%
Other Support Services	448,652	252,464	(43.7283)%	173,514	65,245	(62.3976)%
Operation on Non- Instructional Service - Community	7,666,966	7,247,504	(5.4710)%	6,193,016	4,821,419	(22.1475) %
Debt Service	92,342	103,995	12.6194 %	92,342	103,995	12.6194 %
Total	\$ 118,760,934	\$ 135,579,773	14.1619 %	\$ 108,524,823	\$ 123,709,506	13.9919 %

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2010 (Unaudited - Continued)

Governmental Activities - Expenses (continued)

Total cost of governmental activities for 2009-2010 totaled \$135,579,773. 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 \$10,850,375 and Charges for Services of \$1,019,892 are deducted, bringing the total net cost of services to \$123,709,506.

Specific fund expenditure changes before GASB 34 adjustments for 2009-2010 compared to 2008-2009 showed:

- Special Revenue Fund expenditures in total increased by \$1,791,794. Five of the eight Special Revenue Fund groupings had increased spending; Campbell County Community Public Recreation District \$5,317; "K" Fund \$32,906; Sick Buy Back Fund \$23,594; Major Maintenance Projects \$1,555,620 and an overall increase in award funding from federal and state sources of \$1,710,620. Decreased spending was seen in the remaining; Technology \$69,374; "U" Fund \$816,821 and Building Funds of \$650,068.
- The General Fund expenditures increased by \$15,807,829. Spending in areas directly in contact with students increased \$11,643,934; instruction by \$8,396,787, pupil and instructional staff areas by \$3,247,147. School Administrative and Business areas increased \$990,177; Capital Outlay \$284,102; Operation and Maintenance of Plant \$1,860,024; Transportation Services \$840,088; Community Services \$906,828 and with Debt Service increasing by \$105,387. Areas with spending decreases were General Administration of \$8,461; Central \$812,818 and Other Support Services of \$1,432.
- An overall decrease in Capital Projects Funds Capital Outlay spending of \$12,133,644 was seen; reductions of \$11,133,912 within the Major Capital Projects; \$1,654,622 Capital Construction; \$609,329 Capital Recreation and \$86,885 Depreciation Reserve Fund. An increase in spending was realized in the Minor Capital Projects of \$1,351,104.

Business-Type Activities

Revenues of the District's business-type activities increased 2.748 percent to \$3,785,473 and expenses rose 4.280 percent to \$4,043,595. (refer to Figure B) Food Service expenses exceeded revenues by \$258,122, before transfers. When including transfers, net assets of the business-type activities increased \$57,662 or 20.272 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 two times. These budget amendments fall into three categories; budget transfers between function classifications to properly record expenditures; appropriation increases to recognize actual funding received from county, state and federal sources and to prevent budget over runs; and a budget transfer between the General Fund and the Internal Service Fund for additional contributions to the Insurance Trust to cover the District's employee health claims in excess of the original annual premiums paid.

Although the District's final budget for the General Fund anticipated that revenues and expenditures would result with a deficit of \$12,222,709 which were to be covered by contingency funding, the actual results for the year show an increase \$3,081,199. The actual revenues were \$113,694,081 or \$3,805,868 higher than expected. Local, County and Federal Sources brought in an additional \$4,586,813 while State Sources brought in \$780,945 less than budgeted.

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(Unaudited - Continued)**

Actual General Fund expenditures were \$115,595,905, or \$8,437,203 below budget. With the anticipated budget containing a \$1,085,387 contingency actual expenditures show an additional savings of \$7,351,816. The General Fund expenditures had no areas exceeding its budget appropriations for fiscal year 2009-2010.

Capital Asset and Debt Administration

Capital Assets

As of June 30, 2010 the District's governmental activities had invested \$221,418,618 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 a net increase of \$21,198,900 or 10.588% from fiscal year 2008-2009. Total depreciation expense for the year was \$5,732,534 which brings total accumulated depreciation to \$88,317,624 for fiscal year ending June 30, 2010. (See Figure D)

Governmental Activities in Capital Assets had net increases in land holdings of \$204,740; \$13,757,605 in Buildings and Building Improvements; \$5,394,235 in Improvements other than Buildings; and \$402,667 for vehicles and new capital asset equipment. Net decreases totaling \$3,323,144 were seen in the area of Construction in Progress.

At fiscal year end, the District had contractual purchase commitments approximately totaling \$45,642,000, which will be funded by the Major Capital Project Fund, the Special Revenue Fund - Major Maintenance, and the Non-Major Capital Project Funds of Capital Construction Fund, Minor Capital Projects Fund, and the Capital Recreation Capital 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
	2009	2010	2009	2010	2009	2010	2009-2010
Land	\$7,340,213	\$7,544,953	-	-	\$7,340,213	\$7,544,953	2.789 %
Buildings and Building Improvements	73,233,495	86,991,100	-	-	73,233,495	86,991,100	18.786 %
Improvements other than Buildings	3,335,970	8,730,205	-	-	3,335,970	8,730,205	161.699 %
Equipment and Vehicles	5,064,339	5,470,801	81,338	77,543	5,145,677	5,548,344	7.825 %
Construction in Progress	27,687,079	24,363,935	-	-	27,687,079	24,363,935	(12.003) %
Total	\$116,661,096	\$133,100,994	\$ 81,338	\$ 77,543	\$116,742,434	\$133,178,537	14.079 %

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(Unaudited - Continued)**

Debt Administration / Long Term Debt

On June 30, 2010, the District had \$2,946,056 in other long-term debt outstanding or an increase of 14.416 % from June 30, 2009 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, 2010, the District’s overall legal debt limit was \$571,055,451 leaving a legal debt margin of \$571,055,452 available.

Figure E

Outstanding Long Term Debt			
	Total School District		Total Percentage Change
	2009	2010	2009-2010
Other general obligation debt - Capital leases	1,713,027	2,070,073	20.843 %
Other general obligation debt - Sick Leave Payable	405,839 anticipated	419,983 anticipated	3.485 %
Net OPEB Obligation	456,000	456,000	0
Total	\$2,574,866	\$2,946,056	14.416%

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:

- Campbell County has been experiencing an economic boom in its energy industry businesses. The increase of new workers with their families to the area has given the District an influx of students reversing a ten-year student enrollment decline. The District’s Average Daily Membership increased by 138 students for Fiscal Year 2009-2010 from Fiscal Year 2008-2009. It is anticipated an increased student population trend will continue for at least the next five years, maybe longer. A few of the District’s elementary schools have 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 the District’s elementary schools quickly reaching their capacity, the Administration is working on a capital facility plan to address current and anticipated future enrollment increases. The new Hillcrest Elementary school, on which construction began in 2008, was ready for occupancy the first day of the 2009-2010 school year. In September of 2008, construction started on a second new elementary school, Prairie Wind Elementary, which was ready for occupancy in the first day of the 2010-2011 school year. The District is currently working with the Wyoming School Facilities Commission and plans to construct an additional K-6 elementary school to be occupied in the Fall of 2012.
- The elimination of a constitutionally guaranteed maximum on the amount of recapture occurred when Constitutional Amendment B was passed in November of 2006. However, the 2007 Wyoming State Legislature failed to amend or repeal the statute providing for the rebate. Campbell County School District No.1, along with four other districts, began litigation to dispute the effective date of the amendment. In 2008 Wyoming State Legislature repealed statute 21-13-102(c), which provided for the rebate. A district court judge reviewed the case and certified the question as a constitutional matter to the Wyoming Supreme Court. The higher court accepted the certification, and a decision was rendered on August 10, 2009. The ruling states “All qualifying Wyoming school districts are entitled to their respective “rebated recapture” funds pursuant to Wyo. Stat. Ann. §21-13-102(c).” As allowed by State Statute \$9,920,000 was transferred into the Depreciation Reserve Fund leaving \$12,109,194 on June 30, 2010 to be used in fiscal year 2010-2011 or counted toward the District’s general fund cash reserves. At this time the Board of Trustees are still considering which projects they wish to fund with these rebated recapture funds.

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(Unaudited - Continued)**

- The District's health insurance costs increased significantly during the 2009-2010 fiscal year. Insured claims processed exceeded total premium contributions made by the District to the Wyoming School Board Association Insurance Trust (WSBAIT) by \$5,441,769. The District's Administration and Board of Trustees, through a budget amendment, covered this overage. At the start of the 2010-2011 fiscal year WSBAIT increased the District's insurance premiums, and if the District's insured claims continue this upward trend additional premium increases may be required possibly causing the District's expenditures to exceed budgeted resources.

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 Eight 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 ASSETS

June 30, 2010

	Primary Government			Component
	Governmental Activities	Business- Type Activities	Total	Unit BOCHES
ASSETS				
Cash	\$ 862,014	\$ 188,073	\$ 1,050,087	\$ 41,323
Cash With Fiscal Agent	1,085,363	-	1,085,363	-
Temporary Investments	67,984,824	16,863	68,001,687	1,021,565
Taxes Receivable (net of allowance for uncollectibles)	164,332,911	-	164,332,911	3,164,236
Interest Receivable	594	-	594	-
Other Accounts Receivable	165,273	19,301	184,574	-
Due From Other Governments	2,077,789	-	2,077,789	-
Inventories	914,093	100,345	1,014,438	-
Capital Assets:				
Non-depreciable Capital Assets	31,908,888	-	31,908,888	-
Depreciable Capital Assets, Net	101,192,106	77,543	101,269,649	-
Total Assets	\$ 370,523,855	\$ 402,125	\$ 370,925,980	\$ 4,227,124
LIABILITIES				
Checks in Excess of Bank Balance	\$ 96,119	\$ -	\$ 96,119	\$ -
Accounts Payable	542,440	55,970	598,410	-
Accrued Compensation	9,611,400	4,047	9,615,447	2,386
Contracts and Retainage Payable	1,038,975	-	1,038,975	-
State Foundation Payable	7,880,128	-	7,880,128	-
Due To Other Entities	149,318	-	149,318	-
Estimated Claims Payable	49,000	-	49,000	-
Unearned Revenue	160,764,556	-	160,764,556	3,139,614
Noncurrent Liabilities:				
Due Within One Year	732,863	-	732,863	-
Due Within More Than One Year	2,213,193	-	2,213,193	-
Total Liabilities	\$ 183,077,992	\$ 60,017	\$ 183,138,009	\$ 3,142,000
NET ASSETS				
Invested in Capital Assets, net of related debt	\$ 131,030,921	\$ 77,543	\$ 131,108,464	\$ -
Restricted for:				
Capital Projects	16,049,654	-	16,049,654	-
Public Recreation	3,953,884	-	3,953,884	-
Unrestricted	36,411,404	264,565	36,675,969	1,085,124
Total Net Assets	\$ 187,445,863	\$ 342,108	\$ 187,787,971	\$ 1,085,124

See Notes to the Basic Financial Statements.

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

STATEMENT OF ACTIVITIES

Year Ended June 30, 2010

	Program Revenues		
	Expenses	Charges for Services	Operating Grants and Contributions
Primary Government			
Governmental Activities:			
Instruction:			
Regular	\$ 53,030,829	\$ 617,200	\$ 1,806,636
Special Education	17,071,817	14,601	2,749,121
Vocational	2,276,673	-	63,435
Other Instruction	590,637	-	-
Support Services:			
Pupil	11,766,687	-	375,055
Instructional Staff	10,734,054	26,954	3,133,212
General Administration	1,199,884	-	89,021
School Administration	6,851,658	38,026	6,832
Business	2,566,141	-	107,145
Operation and Maintenance of Plant	12,938,575	53,526	10,835
Pupil Transportation	7,401,304	86,624	-
Central	1,547,551	-	78,740
Other Support Services	252,464	-	187,219
Operation of Non-Instructional Services:			
Community Services	7,247,504	182,961	2,243,124
Debt Service:			
Interest on Long Term Debt	103,995	-	-
Total Governmental Activities	\$ 135,579,773	\$ 1,019,892	\$ 10,850,375
Business-type Activities:			
Food Service	\$ 4,043,595	\$ 2,349,775	\$ 1,435,328
Total Primary Government	\$ 139,623,368	\$ 3,369,667	\$ 12,285,703
Component Unit:			
BOCHES	\$ 3,991,573	\$ -	\$ -
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			
Transfers			
Total General Revenues and Transfers			
Change in Net Assets			
Net Assets, Beginning July 1			
Net Assets, Ending June 30			

See Notes to the Basic Financial Statements.

Net (Expense) Revenue and Changes in Net Assets			
Primary Government			Component Unit
Governmental Activities	Business-type Activities	Totals	BOCHES
\$ (50,606,993)	\$ -	\$ (50,606,993)	\$ -
(14,308,095)	-	(14,308,095)	-
(2,213,238)	-	(2,213,238)	-
(590,637)	-	(590,637)	-
(11,391,632)	-	(11,391,632)	-
(7,573,888)	-	(7,573,888)	-
(1,110,863)	-	(1,110,863)	-
(6,806,800)	-	(6,806,800)	-
(2,458,996)	-	(2,458,996)	-
(12,874,214)	-	(12,874,214)	-
(7,314,680)	-	(7,314,680)	-
(1,468,811)	-	(1,468,811)	-
(65,245)	-	(65,245)	-
(4,821,419)	-	(4,821,419)	-
(103,995)	-	(103,995)	-
\$ (123,709,506)	\$ -	\$ (123,709,506)	\$ -
\$ -	\$ (258,492)	\$ (258,492)	\$ -
\$ (123,709,506)	\$ (258,492)	\$ (123,967,998)	\$ -
\$ -	\$ -	\$ -	\$ (3,991,573)
\$ 107,162,521	\$ -	\$ 107,162,521	\$ 3,972,873
90,243	-	90,243	-
6,138,300	-	6,138,300	-
19,208,350	-	19,208,350	-
225,014	370	225,384	3,199
276,709	-	276,709	249
(315,784)	315,784	-	-
\$ 132,785,353	\$ 316,154	\$ 133,101,507	\$ 3,976,321
\$ 9,075,847	\$ 57,662	\$ 9,133,509	\$ (15,252)
178,370,016	284,446	178,654,462	1,100,376
\$ 187,445,863	\$ 342,108	\$ 187,787,971	\$ 1,085,124

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2010**

	General Fund	Non-Major Governmental Funds	Total Governmental Funds
ASSETS			
Cash	\$ 602,054	\$ 23,843	\$ 625,897
Cash With Fiscal Agent	-	1,085,363	1,085,363
Temporary Investments	23,413,247	41,368,782	64,782,029
Taxes Receivable (net of allowance for uncollectibles)	159,196,860	5,136,051	164,332,911
Interest Receivable	279	306	585
Other Accounts Receivable	82,138	-	82,138
Due From Other Funds	4,327,900	530,760	4,858,660
Due From Other Governments	281,157	1,796,632	2,077,789
Inventories	913,910	183	914,093
Total Assets	\$188,817,545	\$ 49,941,920	\$238,759,465
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Checks in Excess of Bank Balance	\$ -	\$ 96,119	\$ 96,119
Accounts Payable	33,131	190,078	223,209
Accrued Compensation	9,611,400	-	9,611,400
Contracts and Retainage Payable	13,814	1,025,161	1,038,975
State Foundation Payable	7,880,128	-	7,880,128
Due To Other Entities	149,318	-	149,318
Due To Other Funds	530,760	4,327,900	4,858,660
Deferred Revenue	158,475,568	5,130,899	163,606,467
Total Liabilities	\$176,694,119	\$ 10,770,157	\$187,464,276
FUND BALANCES			
Nonspendable	\$ 913,910	\$ 183	\$ 914,093
Restricted	-	38,718,067	38,718,067
Committed	-	453,513	453,513
Unassigned	11,209,516	-	11,209,516
Total Fund Balances	\$ 12,123,426	\$ 39,171,763	\$ 51,295,189
Total Liabilities and Fund Balances	\$188,817,545	\$ 49,941,920	\$238,759,465

See Notes to the Basic Financial Statements.

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET ASSETS OF GOVERNMENTAL ACTIVITIES**

June 30, 2010

Total Governmental Fund Balances	\$ 51,295,189
Amounts reported for governmental activities in the statement of net assets are different because	
Property and production taxes are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	2,841,911
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	
Non-depreciable capital assets	31,908,888
Depreciable assets	189,509,730
Less: accumulated depreciation	<u>(88,317,624)</u>
	133,100,994
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 assets.	
Internal Service Fund net assets are:	3,153,825
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Capital Leases Payable	2,070,073
Sick Leave Payable	419,983
Net OPEB Obligation	<u>456,000</u>
	(2,946,056)
Net Assets of Governmental Activities	\$ 187,445,863

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, 2010

	General Fund	Non-Major Governmental Funds	Total Governmental Funds
REVENUES			
Local Sources:			
Taxes	\$ 83,783,324	\$ 6,181,705	\$ 89,965,029
Interest	121,236	97,510	218,746
Tuition and Fees	327,345	28,171	355,516
Rentals	13,273	41,751	55,024
Charges for Services	426,390	182,960	609,350
Contributions and Donations	97,760	443,125	540,885
Miscellaneous	57,900	7	57,907
Total Local Sources	\$ 84,827,228	\$ 6,975,229	\$ 91,802,457
County Sources:			
Taxes	\$ 21,663,559	\$ -	\$ 21,663,559
State Sources:			
Intergovernmental	\$ 3,107,144	\$ 18,628,922	\$ 21,736,066
Federal Sources:			
Intergovernmental	\$ 193,010	\$ 7,588,762	\$ 7,781,772
Total Revenues	\$ 109,790,941	\$ 33,192,913	\$ 142,983,854
EXPENDITURES			
Current:			
Instruction:			
Regular	\$ 43,836,401	\$ 2,185,557	\$ 46,021,958
Special Education	14,929,138	2,181,816	17,110,954
Vocational Education	2,213,238	63,435	2,276,673
Other Instruction	590,637	-	590,637
Support Services:			
Pupil	11,432,222	397,003	11,829,225
Instructional Staff	9,240,037	1,485,731	10,725,768
General Administration	987,810	32,045	1,019,855
School Administration	6,626,227	4,549	6,630,776
Business	2,518,712	89,429	2,608,141
Operation and Maintenance of Plant	11,241,415	1,720,560	12,961,975
Pupil Transportation	7,446,730	-	7,446,730
Central	998,166	1,739,832	2,737,998
Other Support	191,780	88,489	280,269
Operation of Non-Instructional Service:			
Community Services	1,100,425	5,257,398	6,357,823
Capital Outlay	1,248,009	20,788,540	22,036,549
Debt service:			
Principal	890,963	-	890,963
Interest	103,995	-	103,995
Total Expenditures	\$ 115,595,905	\$ 36,034,384	\$ 151,630,289
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (5,804,964)	\$ (2,841,471)	\$ (8,646,435)
OTHER FINANCING SOURCES (USES)			
Transfers In	\$ 14,785,746	\$ 12,106,665	\$ 26,892,411
Transfers (Out)	(11,050,732)	(16,157,463)	(27,208,195)
Proceeds From Capital Lease	1,248,009	-	1,248,009
Total Other Financing Sources (Uses)	\$ 4,983,023	\$ (4,050,798)	\$ 932,225
Net Change in Fund Balances	\$ (821,941)	\$ (6,892,269)	\$ (7,714,210)
FUND BALANCES, BEGINNING JULY 1	12,945,367	46,064,032	59,009,399
FUND BALANCES, ENDING JUNE 30	\$ 12,123,426	\$ 39,171,763	\$ 51,295,189

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, 2010

Net Change in Fund Balances - Total Governmental Funds	\$ (7,714,210)
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.	1,762,195
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. This is the amount by which capital outlays exceeded depreciation in the current period.	16,441,003
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.	(1,105)
Hail damage insurance proceeds provide current financial resources to governmental funds and are recorded as revenue when received, but these proceeds are recorded as a liability in the statement of net assets until such time as the related repair expenses are incurred.	220,188
Capital lease proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets.	(1,248,009)
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 (loss) of the internal service fund is reported with governmental activities.	(1,261,034)
Repayment of capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.	890,963
(Increase) in long-term sick leave payable is not reflected in the governmental funds, but increases long-term liabilities in the statement of net assets.	(14,144)
Change in Net Assets of Governmental Activities	\$ 9,075,847

See Notes to the Basic Financial Statements.

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

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

Year Ended June 30, 2010

	Budgeted Amounts		Actual *	Variance With Final Budget
	Original	Final		
REVENUES				
Local Sources:				
Taxes	\$ 81,919,071	\$ 81,919,071	\$ 87,169,178	\$ 5,250,107
Interest	517,000	517,000	121,236	(395,764)
Tuition and Fees	701,023	701,023	327,345	(373,678)
Rentals	19,150	19,150	13,273	(5,877)
Charges for Services	272,165	277,325	426,390	149,065
Contributions and Donations	1,345,174	1,345,174	97,760	(1,247,414)
Miscellaneous	65,000	65,000	54,115	(10,885)
Total Local Revenues	\$ 84,838,583	\$ 84,843,743	\$ 88,209,297	\$ 3,365,554
County Sources:				
Taxes	\$ 21,017,077	\$ 21,017,077	\$ 22,223,717	\$ 1,206,640
State Sources:				
Intergovernmental	\$ 3,525,156	\$ 3,888,089	\$ 3,107,144	\$ (780,945)
Federal Sources:				
Intergovernmental	\$ 641,318	\$ 139,304	\$ 153,923	\$ 14,619
Total Revenues	\$ 110,022,134	\$ 109,888,213	\$ 113,694,081	\$ 3,805,868
EXPENDITURES				
Current:				
Instruction:				
Regular	\$ 47,896,195	\$ 47,256,034	\$ 43,836,401	\$ 3,419,633
Special Education	15,017,347	16,515,854	14,929,138	1,586,716
Vocational Education	-	2,213,258	2,213,238	20
Other Instruction	663,189	696,674	590,637	106,037
Support Services:				
Pupil	11,504,675	11,802,539	11,432,222	370,317
Instructional Staff	8,812,394	9,298,212	9,240,037	58,175
General Administration	1,675,962	1,445,141	987,810	457,331
School Administration	6,006,320	6,637,698	6,626,227	11,471
Business	2,403,210	2,715,407	2,518,712	196,695
Operation and Maintenance of Plant	10,685,028	11,304,472	11,241,415	63,057
Pupil Transportation	6,956,454	8,185,687	7,446,730	738,957
Central	1,336,206	1,311,757	998,166	313,591
Other Support	268,853	260,546	191,780	68,766
Operation of Non-Instructional Services:				
Community Services	2,188,467	2,146,862	1,100,425	1,046,437
Capital Outlay	1,248,009	1,248,009	1,248,009	-
Debt service:				
Principal	890,963	890,963	890,963	-
Interest	103,995	103,995	103,995	-
Total Expenditures	\$ 117,657,267	\$ 124,033,108	\$ 115,595,905	\$ 8,437,203
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (7,635,133)	\$ (14,144,895)	\$ (1,901,824)	\$ 12,243,071
OTHER FINANCING SOURCES (USES)				
Transfers In	\$ 23,987,515	\$ 24,012,463	\$ 14,785,746	\$ (9,226,717)
Transfers (Out)	(23,438,000)	(23,354,286)	(11,050,732)	12,303,554
Proceeds from Capital Lease	1,248,009	1,248,009	1,248,009	-
Sale of Capital Assets	16,000	16,000	-	(16,000)
Total Other Financing Sources (Uses)	\$ 1,813,524	\$ 1,922,186	\$ 4,983,023	\$ 3,060,837
Net Change in Fund Balance	\$ (5,821,609)	\$ (12,222,709)	\$ 3,081,199	\$ 15,303,908
FUND BALANCE, BEGINNING JULY 1	16,922,355	16,922,355	16,922,355	-
FUND BALANCE, ENDING JUNE 30	\$ 11,100,746	\$ 4,699,646	\$ 20,003,554	\$ 15,303,908

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 ASSETS
ENTERPRISE FUND**

June 30, 2010

	<u>Business-Type Activities</u>
	Food Service
ASSETS	
Current Assets	
Cash	\$ 188,073
Temporary Investments	16,863
Accounts Receivable	19,301
Inventories	100,345
Total Current Assets	\$ 324,582
Capital Assets, Net	\$ 77,543
Total Assets	\$ 402,125
LIABILITIES	
Accounts Payable	\$ 55,970
Accrued Compensation	4,047
Total Liabilities	\$ 60,017
NET ASSETS	
Invested in Capital Assets	\$ 77,543
Unrestricted	264,565
Total Net Assets	\$ 342,108

See Notes to the Basic Financial Statements.

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**STATEMENT OF REVENUES, EXPENSES AND CHANGE IN FUND NET ASSETS
ENTERPRISE FUND**

Year Ended June 30, 2010

	Business-Type Activities
	Food Service
OPERATING REVENUES	
Charges for Services	\$ 2,349,775
OPERATING EXPENSES	
Salaries	\$ 1,287,488
Fringe Benefits	565,284
Purchased Services	26,991
Materials and Supplies	26,830
Direct Food Costs	2,124,996
Depreciation	3,795
Other	8,211
Total Operating Expenses	\$ 4,043,595
Operating (Loss)	\$ (1,693,820)
NONOPERATING REVENUES (EXPENSES)	
Donated Commodities	\$ 112,339
Operating Grants	1,322,989
Interest	370
Total Nonoperating Revenues	\$ 1,435,698
(Loss) Before Transfers	\$ (258,122)
TRANSFERS	
Transfers In	315,784
Change in Net Assets	\$ 57,662
NET ASSETS, BEGINNING JULY 1	284,446
NET ASSETS, ENDING JUNE 30	\$ 342,108

See Notes to the Basic Financial Statements.

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**STATEMENT OF CASH FLOWS
ENTERPRISE FUND**

Year Ended June 30, 2010

	Business-Type Activities
	Food Service
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash Received from Customers	\$ 2,341,028
Cash Payments to Employees for Services	(1,283,731)
Cash Payments for Employee Benefits	(565,284)
Cash Payments for Goods and Services	(2,103,611)
Net Cash (Used in) Operating Activities	\$ (1,611,598)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Operating Grants Received	\$ 1,322,989
Transfers In	315,784
Net Cash Provided by Noncapital Financing Activities	\$ 1,638,773
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest on Investments	\$ 370
Proceeds from Maturities of Investments	573,284
Purchase of Investments	(515,099)
Net Cash Provided By Investing Activities	\$ 58,555
Net Increase in Cash	\$ 85,730
Cash, Beginning July 1	102,343
Cash, Ending June 30	\$ 188,073
Reconciliation of Operating (Loss) to Net Cash (Used in) Operating Activities	
Operating (Loss)	\$ (1,693,820)
Adjustments:	
Depreciation	3,795
Donated Commodities Used During Year	112,339
(Increase) in Assets:	
Accounts Receivable	(8,747)
Inventories	(46,609)
Increase in Liabilities:	
Accounts Payable	17,687
Accrued Compensation	3,757
Net Cash (Used in) Operating Activities	\$ (1,611,598)

See Notes to the Basic Financial Statements.

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**STATEMENT OF NET ASSETS
INTERNAL SERVICE FUND**

June 30, 2010

	Health Insurance Fund
ASSETS	
CURRENT ASSETS	
Cash	\$ 236,117
Temporary Investments	3,202,795
Interest Receivable	9
Accounts Receivable	83,135
Total Assets	\$ 3,522,056
LIABILITIES	
CURRENT LIABILITIES	
Accounts Payable	\$ 319,231
Estimated Claims Payable	49,000
Total Liabilities	\$ 368,231
NET ASSETS	
Unrestricted	\$ 3,153,825

See Notes to the Basic Financial Statements.

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**STATEMENT OF REVENUES, EXPENSES AND
CHANGE IN FUND NET ASSETS
INTERNAL SERVICE FUND**

Year Ended June 30, 2010

	Health Insurance Fund
OPERATING REVENUES	\$15,187,340
OPERATING EXPENSES	
Salaries	\$ 42,640
Fringe Benefits	251,785
Claims and Contractual Services	16,160,217
Total Operating Expenses	\$16,454,642
Operating Income (Loss)	\$(1,267,302)
NONOPERATING REVENUES	
Interest	\$ 6,268
Change In Net Assets	\$(1,261,034)
NET ASSETS, BEGINNING JULY 1	4,414,859
NET ASSETS, ENDING JUNE 30	\$ 3,153,825

See Notes to the Basic Financial Statements.

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUND**

Year Ended June 30, 2010

	Health Insurance Fund
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from Customers and Users	\$15,104,205
Cash Payments to Employees For Services	(42,640)
Cash Payments for Employee Benefits	(251,785)
Cash Payments for Goods and Services	(16,150,370)
Net Cash (Used In) Operating Activities	\$ (1,340,590)
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest on Investments	\$ 6,277
Proceeds from Maturities of Investments	16,208,263
Purchase of Investments	(14,661,246)
Net Cash Provided By Investment Activities	\$ 1,553,294
Net Increase in Cash	\$ 212,704
Cash, Beginning July 1	23,413
Cash, Ending June 30	\$ 236,117
Reconciliation of Operating Income (Loss) to Net Cash Provided By Operating Activities	
Operating Income (Loss)	\$ (1,267,302)
(Increase) in Assets:	
Accounts Receivable	(83,135)
Increase (Decrease) in Liabilities:	
Accounts Payable	(4,153)
Estimated Claims Payable	14,000
Net Cash (Used In) Operating Activities	\$ (1,340,590)

See Notes to the Basic Financial Statements.

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS**

June 30, 2010

	Agency Funds
ASSETS	
Temporary Investments	\$ 2,097,667
Due From Other Entity	149,318
Total Assets	\$ 2,246,985
LIABILITIES	
Due to Student Groups	\$ 404,537
Estimated Early Retirement Awards Payable	1,842,448
Total Liabilities	\$ 2,246,985

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 Campbell County 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 Campbell County Board of Cooperative Higher Educational Service 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 assets 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 fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property 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 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 fund:

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 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.

"K" Fund - During the ensuing fiscal year we will be transitioning this fund to an enterprise fund, this will be completed by June 30, 2011. This fund is designated to account for child care services (before and after school).

"U" Fund - This fund primarily accounted for transfers received from the Campbell County Community Public Recreation District (CCCPRD) to promote public recreation activities throughout the District. This fund was eliminated during fiscal year 2009-10.

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.

Building (B) - This fund accounted for the monies received by various schools for building rental, fines and fees, lost books, and vending machines. Each school has control of these monies to spend on items needed such as lost books or other items. This fund was eliminated during fiscal year 2009-10.

Technology - This fund was designated to keep computer equipment and computer instruction materials current. This fund was eliminated during fiscal year 2009-10.

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies (Continued)

"Q" Fund - Rebated Recapture Special Revenue - This fund accounts for money related to a recapture limitation rebate pursuant to Wyoming State Statute 21-13-102(c) during the 2006-2007 and 2007-2008 school years. The District disputed the Wyoming Department of Education assertion that these funds were state property after the 2006 election eliminated the rebate provision. A hearing in front of the Wyoming Supreme Court resulted in the Court ruling in favor of the District in December, 2008. As a result, the monies in this fund are exempt from the District cash reserve limitation until June 30, 2011, by which time they must be spent or obligated. This fund will be eliminated during the 2010-11 fiscal year.

Sick Leave - This fund is used to account for the monies set aside to fund the District's sick leave obligation based on Campbell County School District Board Policy 4203 "Sick Leave Reimbursement".

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.

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

Title I - 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.

Title I Neglected and Delinquent - This fund accounts for federal revenues used to provide 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 I Even Start - This fund accounts for federal revenues used to provide intensive family literacy services to help break the cycle of poverty and illiteracy by improving the educational opportunities of low-income families by integrating early childhood education, adult literacy or basic education, and parenting education into a unified family literacy program.

Drug Free Schools - This fund accounts for federal revenues used to support the implementation of drug abuse education and prevention programs.

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

Title IIB - This fund accounts for federal revenues used to improve students' academic achievement in mathematics and science by promoting teachers' content knowledge teaching skills.

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 alternative patterns, and provision of full educational opportunities to handicapped children at the preschool, elementary, and secondary levels.

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 raise the awareness of professional educators to better identify homeless children and youth and to understand their special needs.

21st Century CLC - This fund accounts for federal revenues used to develop and implement comprehensive local alcohol, tobacco and other drug prevention plans that will result in the reduction of risk factors, enhancement of protective factors and the reduction of alcohol, tobacco and other drug use.

Learn and Serve - This fund accounts for federal revenues used to support service learning programs in schools that help students in middle school and high school in meeting community needs while improving academic skills and learning the habits of good citizenship.

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies (Continued)

Safe Schools/Healthy Students - This fund accounts for federal revenues from the SSHS Grant. The SSHS Grant is a collaborative effort in response to rising concerns about youth violence, substance abuse, and school safety. The grant provides solutions through evidenced based programs to fighting, bullying, alcohol and substance abuse, weapons, and other problems so children can better learn, grow and succeed.

Nonmajor Debt Service Fund - This fund accounts for financial resources to be used for principal and interest payments on general obligation long-term debt.

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 is a description of the nonmajor capital projects fund:

Capital Construction Fund - This fund represents monies that will be used to add an enhancement, a multi-use room/cafeteria, by rule of the Wyoming School Facilities Commission to the third new elementary school the District is building. The District has a contract with Van Ewing Construction, Construction Manager At-Risk, to build the school, and the District has preliminary funding from the Wyoming School Facilities Commission and the Wyoming Legislature for the remainder of the project. This fund does include some smaller capital projects that are being paid for by general fund money but the money has been put in this fund. The District plans to close this fund by June 30, 2013.

Capital Recreation Projects Fund - This fund accounts for the resources accumulated and payments made for the construction of projects used for recreational purposes. This fund is funded by transfers received from the Campbell County Community Public Recreation District (CCPRD).

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 being funded by transfers from the General Fund.

Major Capital Projects Fund - This fund was established in accordance with Wyoming Statutes. It accounts for money received from the State School Facilities Commission which is used to construct new schools.

Minor Capital Projects Fund - This fund was established in accordance with Wyoming Statutes. It was created for the purpose of accounting for minor capital renovations and projects less than \$200,000 as determined by the Wyoming School Facilities Commission. This fund is being funded by the State of Wyoming.

Additionally, the government reports the following fund types:

Proprietary Funds - Proprietary funds focus on the determination of the changes in net assets, financial position and cash flows. The District's proprietary funds consist of an enterprise fund 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 fund is the Food Service Fund which accounts for the financial transactions related to the food service operations of the District. 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 Funds - The District's fiduciary funds are agency funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

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

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies (Continued)

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.

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 Assets or Equity

1. Cash and Investments

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

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 (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. The State Investment Pools operate in accordance within appropriate state laws and regulations. The reported value of the pool is the same as the fair value of the pool shares.

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 repairs and maintenance at the Campbell County High School South Campus, which was built and paid for by the General Obligation Bonds.

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 and the Capital Construction 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 are expensed when purchased and then adjusted to the end-of-year actual physical inventory count.

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies (Continued)

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 assets, except for the net residual amounts due between governmental and business-type activities. There were no amounts due between governmental and business-type activities at year end.

5. Capital Assets

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

All capital assets are capitalized at cost and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market value at date of receipt. The District maintains a capitalization threshold of \$5,000. 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.

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 Sick Leave Special Revenue 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 assets.

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.

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies (Continued)

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 and the portion of sick leave payable that has accrued but not yet been applied for that will be paid from governmental funds are recognized as liabilities in the government-wide financial statements.

8. 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 and enterprise funds. Unrestricted fund balances are reported by the District's enterprise fund without classifying the unrestricted funds as committed, assigned, or unassigned.

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. Those committed amounts cannot be used for any other purpose unless the District removes or changes the specified use through the same formal action.

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 is not required to be made by the District's highest level of decision making as are committed fund balances. Assigned fund balances represent all remaining amounts that are reported in all the governmental funds except for the general fund. Assigned fund balances are not classified as nonspendable and are neither restricted or 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.

9. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt 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 assets are reported as restricted when there are limitations imposed on their use through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies (Continued)

10. Property and Production Tax Revenues

Property and production tax revenues represent property and production taxes for 2009 and prior years which are collectible during the year ended June 30, 2010. 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 on 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 revenues. Property and production taxes are collected by the County Treasurer and remitted to the District in the month following that of collection.

11. 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, vocational, other; support services: pupil, instructional staff, general administration, school administration, business, operation and maintenance of plant, pupil transportation, central, other support; operation of non-instructional services: community services) 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 twice. 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.

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 2. Stewardship, Compliance and Accountability (Continued)

Encumbrance accounting is employed in governmental funds. Encumbrances (e.g., purchase orders, contracts) outstanding at year end are reported as commitments and assignments of fund balances and do not constitute expenditures or liabilities because the commitments will be reappropriated and honored during the subsequent year.

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	\$ 113,694,081
Adjustment for State Foundation Program payable at June 30, 2009	3,976,988
Adjustment for State Foundation Program payable at June 30, 2010	(7,880,128)
Generally accepted accounting principles basis	\$ 109,790,941

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, 2010.

Investments - As of June 30, 2010 the District had the following investments:

Investment Type	Fair Value	Credit Quality Ratings ⁽¹⁾	Weighted Average Maturity (Days)
Primary Government			
Money Market Savings Account	\$ 55,533	N/A	N/A
Wyoming Government Investment Fund	20,884,899	AAAm	49
Wyoming State Investment Pool	47,061,255	N/A	1
Total Primary Government Investments	\$ 68,001,687		
Fiduciary Funds			
Wyoming Government Investment Fund	\$ 2,097,653	AAAm	49
Wyoming State Investment Pool	14	N/A	1
Total Fiduciary Funds Investments	\$ 2,097,667		
Component Unit			
Wyoming Government Investment Fund	\$ 1,021,565	AAAm	49
Total Investments	\$ 71,120,919		

⁽¹⁾ Ratings are provided where applicable to indicate associated credit risk. N/A indicates not applicable.

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 3. Detailed Notes on All Funds (Continued)

Investment Policies

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 District's investments in the Money Market Savings Account and the Wyoming State Investment Pool are currently not rated by a nationally recognized statistical rating organization (NRSRO). The investments held by the Wyoming Government Investment Fund are rated by Standard and Poors.

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 is 49 days at June 30, 2010. The Wyoming State Investment Pool only invests in U.S. Treasuries with a maturity of one day which are bought and resold on the same day.

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 2009 and Prior Years	\$ 4,549,359	\$ 148,086	\$ 4,697,445
Estimated Taxes Receivable for 2010	155,514,000	5,017,000	160,531,000
Less: Allowance for uncollectibles	(866,499)	(29,035)	(895,534)
Taxes Receivable, Net	\$ 159,196,860	\$ 5,136,051	\$164,332,911

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 3. Detailed Notes on All Funds (Continued)

Net taxes receivable of \$164,332,911 for the primary government and \$3,164,236 for BOCHES, the discretely presented component unit on the statement of net assets includes 2010 property taxes of \$160,531,000 and \$3,088,000 respectively. These amounts represent estimated taxes based on the 2010 assessed valuation. 2010 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 2010 taxes are included in deferred revenue on the statement of net assets and in the fund statements.

Governmental funds report deferred revenue 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 revenue reported in the governmental funds were as follows:

	Unavailable
Property taxes receivable, 2009 and prior years (General Fund)	\$ 2,752,860
Property taxes receivable, 2010 (General Fund)	155,514,000
Other (General Fund)	208,708
Property taxes receivable, 2009 and prior years (Non-Major Funds)	89,051
Property taxes receivable, 2010 (Non-Major Funds)	5,017,000
Other (Non-Major Funds)	24,848
Total Deferred/Unearned Revenue for Governmental Funds	\$163,606,467

C. Capital Assets

Capital asset activity for the year ended June 30, 2010 was as follows:

	Balance June 30, 2009	Additions	Deductions	Balance June 30, 2010
Governmental Activities				
Non-depreciable capital assets:				
Land	\$ 7,340,213	\$ 204,740	\$ -	\$ 7,544,953
Construction in progress	27,687,079	20,248,728	(23,571,872)	24,363,935
Total non-depreciable capital assets	\$ 35,027,292	\$20,453,468	\$(23,571,872)	\$ 31,908,888
Depreciable capital assets:				
Buildings and building improvements	\$ 133,392,910	\$17,575,992	\$ -	\$ 150,968,902
Improvements other than buildings	15,842,486	5,995,880	-	21,838,366
Equipment and vehicles	15,957,030	1,720,069	(974,637)	16,702,462
Total depreciable capital assets	\$ 165,192,426	\$25,291,941	\$(974,637)	\$ 189,509,730

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 3. Detailed Notes on All Funds (Continued)

	Balance June 30, 2009	Additions	Deductions	Balance June 30, 2010
Less accumulated depreciation for:				
Buildings and building improvements	\$ (60,159,415)	\$ (3,818,387)	\$ -	\$ (63,977,802)
Improvements other than buildings	(12,506,516)	(601,645)	-	(13,108,161)
Equipment and vehicles	(10,892,691)	(1,312,502)	973,532	(11,231,661)
Total accumulated depreciation	\$ (83,558,622)	\$ (5,732,534)	\$ 973,532	\$ (88,317,624)
Total depreciable capital assets, net	\$ 81,633,804	\$ 19,559,407	\$ (1,105)	\$ 101,192,106
Governmental activities capital assets, net	\$ 116,661,096	\$ 40,012,875	\$ (23,572,977)	\$ 133,100,994
Business-type Activities				
Depreciable capital assets:				
Equipment and vehicles	\$ 592,639	\$ -	\$ (28,619)	\$ 564,020
Less accumulated depreciation	(511,301)	(3,795)	28,619	(486,477)
Total depreciable capital assets, net	\$ 81,338	\$ (3,795)	\$ -	\$ 77,543

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

Governmental Activities	
Regular instruction	\$ 5,587,395
General administration	145,139
Total depreciation expense - governmental activities	\$ 5,732,534
Business-type Activities	
Food service	\$ 3,795

Construction in progress represents construction related to improvements at several schools and the construction of the new Prairie Wind elementary school. Actual signed contracts for these projects approximate \$26,210,000 and will be funded by the Major Maintenance Special Revenue Fund, the Depreciation Reserve Fund, the Capital Construction Fund, the Major Capital Projects Fund, the Minor Capital Projects Fund, and the Capital Recreation Capital Projects Fund. Contracts signed but not yet started approximated \$1,072,000 at June 30, 2010.

D. Interfund Receivables, Payables and Transfers

The composition of due to/from other funds as of June 30, 2010 are as follows:

	Receivable	Payable
Major Funds:		
General Fund	\$ 4,327,900	\$ 530,760

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 3. Detailed Notes on All Funds (Continued)

	Receivable	Payable
Non-Major Funds:		
Special Revenue Funds:		
"K" Fund	\$ 65,934	\$ -
Sick Leave	-	28,232
Carl Perkins	-	22,682
Title I	-	152,742
Title I - Neglected and Delinquent	-	6,500
Title I - Even Start	-	5,004
Drug Free Schools	-	859
Title II	-	127,836
Title IIB	-	3,429
Part B	-	242,917
Title III	-	1,905
McKinney Homeless	-	7,188
21 st Century CLC	-	100,941
Learn and Serve	-	10,782
Safe Schools/Healthy Students	-	317,468
Debt Service Fund	-	23,154
Capital Project Funds:		
Capital Construction	-	3,048,422
Capital Recreation	-	20,229
Depreciation Reserve	464,826	-
Major Capital Projects	-	127,560
Minor Capital Projects	-	80,050
Total Non-Major Funds	\$ 530,760	\$ 4,327,900
	\$ 4,858,660	\$ 4,858,660

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	Food Service	Nonmajor Governmental	Total
Transfers In	\$ 14,785,746	\$ 315,784	\$ 12,106,665	\$ 27,208,195
Transfers (Out)	(11,050,732)	-	(16,157,463)	(27,208,195)
Net interfund transfers	\$ 3,735,014	\$ 315,784	\$ (4,050,798)	\$ -

The primary purpose of material interfund transfers are: 1) the General Fund provided operating income to the Technology Fund to help supplement the purchase of computers, 2) the Campbell County Community Public Recreation District (CCCPRD) provided operating income to the Capital Recreation Fund for funding of capital projects that promote recreation activities, 3) the General Fund made a transfer to the Depreciation Reserve Fund for reserve for current and future fixed asset replacement and repair, 4) the General Fund made a transfer to the Lunch Fund for operations, and 5) the "Q" Fund provided funding to the Depreciation Reserve Fund to use uncontested recapture limitation rebated funds.

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 3. Detailed Notes on All Funds (Continued)

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 \$19,790,000 at June 30, 2010.

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

GASB Statement 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, 2010 is \$-0-. Amounts not due at year end approximating \$420,000 are recorded as a non-current liability due within more than one year in the government-wide statement of net assets.

The District's employees have vested accrued vacation amounting to approximately \$450,000 at June 30, 2010, which has been recorded as a 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, 2010.

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	\$ 3,770,466
Less: Accumulated depreciation	(876,710)
Total	\$ 2,893,756

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 3. Detailed Notes on All Funds (Continued)

Payments on these obligations are being made by the General Fund. Annual debt service requirements as of June 30, 2010 are presented below:

Year Ending June 30,	Obligations Under Capital Lease
2011	\$ 806,271
2012	654,035
2013	488,658
2014	274,891
Total lease payments	\$ 2,223,855
Less interest portion	(153,782)
Present value of net minimum lease payments	\$ 2,070,073

G. Long-Term Debt

Long-term liability activity for the year ended June 30, 2010 was as follows:

	Balance June 30, 2009	Additions	Reductions	Balance June 30, 2010	Due Within One Year
Governmental Activities:					
Capital leases	\$ 1,713,027	\$ 1,248,009	\$ (890,963)	\$ 2,070,073	\$ 732,863
Sick Leave Payable	405,839	44,323	(30,179)	419,983	-
Net OPEB Obligation	456,000	-	-	456,000	-
Long-term liabilities	\$ 2,574,866	\$ 1,292,332	\$ (921,142)	\$ 2,946,056	\$ 732,863

H. Legal Debt Margin

At June 30, 2010, the District did not exceed its legal debt margin as shown by the computation that follows:

Assessed valuation	\$ 5,710,554,518
Debt limit - 10% of total assessed valuation	\$ 571,055,452
Unused legal debt capacity	\$ 571,055,452

I. 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 \$7,880,128 of amounts received during the year ended June 30, 2010 to the Foundation Program during the ensuing year.

J. Early Retirement Agency Fund

During prior years the District provided various plans to provide severance to employees who retired early for their years of service to the District. The amount of the severance was based upon current compensation, length of service, and age of employee. One-hundred thirteen individuals are receiving severance payments under these plans as of June 30, 2010.

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 3. Detailed Notes on All Funds (Continued)

Annual amounts required to retire the early retirement payable at June 30, 2010 are presented below at their present value assuming interest between .2% and .86%:

Years Ending June 30,

2011	\$ 735,279
2012	634,956
2013	455,599
2014	27,123
<hr/>	
Total payments	\$ 1,852,957
Less interest portion	(10,509)
<hr/>	
Present value of future payments	\$ 1,842,448

K. Status of Rebated Recapture Funds

In the 2006-07 fiscal year the District received \$9,562,888 of contested rebated recapture funds. In fiscal year 2007-08 another \$11,770,643 in contested funds were retained by the District until the courts decided the constitutional question whether the money should remain with the District. As of July 1, 2008, this total of \$21,333,531 of contested funds plus accumulated interest was held in the "Q" Special Revenue Fund. The entire amount was reserved until a ruling on the contested funds was made.

On October 22, 2008 the case was argued before the Wyoming Supreme Court. On December 19, 2008 the Court ruled unanimously that the District and four other Appellant School Districts were not required to rebate the additional twenty-five percent of their excess local funds for the 2006-07 and 2007-08 fiscal years. This ruling allowed the District to keep the entire \$21.3 million plus accumulated interest and remanded the case to District Court to work out details.

One final detail took some time to settle among all the appellant districts and the counsel for the appellee. This was an issue of excess cash reserves held by districts. These excess cash reserves became the property of the State once the cash reserve limitation was exceeded. After all parties agreed on a Stipulated Motion, Judge Guthrie of the Ninth Judicial District signed an "Order Resolving Litigation" on July 31, 2009, which treated the contested funds as "revenues from settlements of protested amounts" and agreed the funds "...shall not be calculated as cash reserves through June 30, 2011." The funds remained in the District's "Q" Special Revenue Fund through June 30, 2009. Although no longer contested, the funds could legally be spent or encumbered, however, the District chose to at that point keep these funds segregated and unencumbered while awaiting final pending District Court and administrative actions to take place. Judge Guthrie's Order was filed on August 10, 2009, finalizing the outcome of all issues surrounding the contested funds.

During the fiscal year ended June 30, 2010, \$9,920,000 was transferred out of the District's "Q" Special Revenue Fund. These funds were then transferred into the District's Depreciation Reserve Fund, where the Board of Trustees has designated specific uses for the funds. These include HVAC systems in schools, planetarium upgrade, sound system replacement, and replacement of non-fixed equipment.

The remainder of the funds in the "Q" fund will be designated or committed by the Board of Trustees for other uses prior to June 30, 2011.

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:

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 4. Other Information (Continued)

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	\$ 1,000,000	\$ -
Under-insured motorist	\$ 1,000,000	\$ -
Property		
Building and contents	\$250,000,000	\$ 5,000
Business income without extra expense	\$ 5,000,000	\$ -
Extra expense (per occurrence)	\$ 5,000,000	\$ -
Earthquake	\$ 25,000,000	\$ 25,000
Flood/backup water	\$ 25,000,000	\$ 25,000
Supplemental Coverages		
Electronic data processing equipment, data and media	\$ 5,000,000	\$ -
Accounts receivable	\$ 5,000,000	\$ -
Errors and omissions	\$ 15,000,000	\$ -
Valuable papers	\$ 5,000,000	\$ -
Builders' risk	\$ 10,000,000	\$ -
All construction sites	\$ 10,000,000	\$ -
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	\$ 2,000,000	\$ -
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.

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.

The District has elected to provide employee medical benefits through a 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. This plan provides a medical plan with four levels of available coverage: single, employee plus spouse, family, and employee plus minor children. Participants have two plan coverage options: an indemnity plan or a high deductible plan. The indemnity plan provides medical coverage with a \$500/\$1,000 deductible for any of the four levels of available coverage. The high deductible plan has a \$2,500 deductible for single coverage and a \$2,500/\$5,000 deductible for all other coverages. For term life insurance the District covers one times an employee's annual salary, minimum at \$10,000 and maximum at \$50,000. For accidental death and dismemberment insurance, the District covers an employee for \$50,000.

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 4. Other Information (Continued)

The liability for unpaid claims cost of \$49,000 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, 2010, 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, 2009 to June 30, 2010	\$ 35,000	\$ 774,929	\$ 760,929	\$ 49,000
June 30, 2008 to June 30, 2009	\$ 30,000	\$ 643,680	\$ 638,680	\$ 35,000

The District contributes to the Wyoming Worker's Compensation Insurance program. Employees covered by this program are those working in jobs defined by the State as extra-hazardous occupations. Employees covered by Wyoming Workers' Compensation Insurance include: bus drivers, mechanics, safety patrol, chemistry laboratory instructors, home economics instructors, printing department personnel, warehouse personnel, electronics technicians and special programs teacher assistants. 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. Retirement Commitments

The District's full-time employees participate in the Wyoming Retirement System ("System"), a cost-sharing multiple-employer public employee retirement system. The Plan provides retirement benefits at age 60 with early retirement options available. The Plan also provides disability and death benefits. Benefits are established by State Statute. The System issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to Wyoming Retirement System, Herschler Building, Cheyenne, Wyoming 82002 or by calling (307) 777-7691.

The System statutorily requires 11.25% of the covered employee's salary to be contributed to the plan. The District has elected to fund both the employer's and employee's share of the required contribution into the plan for its employees. The District's contributions to the System for the years ended June 30, 2010, 2009 and 2008 were \$8,358,000, \$7,666,000 and \$7,446,000 respectively, which were equal to the required contributions for the years then ended.

C. Tax Revenues

Approximately 87% of tax revenue for the year ended June 30, 2010 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, 2010.

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 4. Other Information (Continued)

E. Commitment

The District has committed \$29.6 million toward a new recreation center in Campbell County, Wyoming. This amount includes \$26.4 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, 2010 the District has paid approximately \$7.3 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.

F. Postemployment Health Care Plan

Plan Description - The retiree benefits offered by the District as of July 1, 2008, 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. 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, 2008.

Number of Participants	
Actives (fully eligible)	229
Actives (not fully eligible)	661
Retirees	94
Total participants	984

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. Members receiving benefits contribute \$540 or \$433 per month for retiree only coverage, \$1,079 or \$865 per month for retiree and spouse coverage, \$983 or \$789 per month for retiree and child coverage, and \$1,379 or \$865 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 (maximum allowed by GASB 45).

Period Required Contribution (ARC)	
Normal Cost	\$ 113,000
Interest on Normal Cost	6,000
Amortization Payment	133,000
Interest on Amortization Payment	7,000
Total	\$ 259,000

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 4. Other Information (Continued)

Net OPEB Obligation	
Net OPEB Obligation - Beginning of Period	\$ 472,000
ARC	\$ 259,000
Interest on Prior Year NOO	24,000
Adjustment to ARC	(18,000)
Period OPEB Cost	\$ 265,000
Employer Contributions	281,000
(Decrease) in Net OPEB Obligation	\$ (16,000)
Net OPEB Obligation - End of Period	\$ 456,000
Percentage of OPEB Cost Contributed	106%

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, 2010 and the two preceding fiscal period were as follows:

Fiscal Period Ended	Period OPEB Cost	Percentage of Period OPEB Cost Contributed	Net OPEB Obligation
6/30/08	\$ 493,000	100.00%	\$ 472,000
6/30/10	\$ 265,000	106.04%	\$ 456,000

Funded Status and Funding Progress - As of July 1, 2008, the most recent actuarial valuation date, the Plan was unfunded. The actuarial accrued liability (AAL) for benefits was \$3,472,000, and the actuarial value of assets was \$-0-, resulting in an unfunded actuarial accrued liability (UAAL) of \$3,472,000. The covered payroll (annual payroll of active employees covered by the Plan) was \$42,973,053, and the ratio of the UAAL to the covered payroll was 8.07%.

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, 2008.

Discount Rate - A 5.0% 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	11%	6%

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 and age 70 per capita health claim costs are presented in the table below:

Per Capita Cost	Age 60	Age 70
Retiree	\$ 6,500	\$ 3,740
Spouse	\$ 6,500	\$ 3,740

Note: There are three District retirees over the age of 65 currently receiving health coverage. These retirees pay the full retiree premium rates shown in the Summary of Plan Provisions section. No further post 65 retirees may continue on the District health plans.

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	Age	Increase
42-46	3.19%	65-69	3.00%
47-51	3.89%	70-74	2.50%
52-56	3.58%	75-79	2.00%
57-61	4.52%	80-84	1.00%
62-64	5.06%	85-89	0.05%

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

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 4. Other Information (Continued)

Non-Claim Expenses - Non-claim expenses are based on the current amounts charged per retired employee. These amounts are provided in the table below:

Cost Per Retired Employee per Month 5/1/2008 - 4/30/2009	
Medical Admin	\$ 10.15
First View	\$ 1.50
Bank reconciliation fee	\$ 0.25
Specific Stop Loss	
Single	\$ 12.99
Family	\$ 33.66
Consultant/Broker fee	\$ 1.50
PPO fees	\$ 5.50
PBM fees - NPS/PTI	\$ 1.50
Utilization Review	\$ 6.25
Conversion coverage - Celtic Life	\$ 0.75
Total PEPM	Single - \$40.39, Family - \$61.06

It is assumed that these expenses increase periodically with healthcare cost trends.

Retirement Age - Period retirement probabilities have been determined based on the Wyoming Public Employee Pension Plan (January 1, 2008). Sample retirement ages and associated probabilities are as follows:

Age	Rate
50	2%
55	6%
60	15%
62	25%
65	35%
70	100%

Mortality - 1994 Group Annuity Mortality Table, applied on a gender-specific basis.

Termination - The rate of withdrawal for reasons other than death and retirement have been developed from the Wyoming Public Employee Pension Plan. The period termination probability is dependent on an employee's age and gender. Sample probabilities are provided below:

Age	Male	Female
0	0%	0%
25	32%	37%
30	18%	22%
35	10%	13%
40	8%	11%
45	7%	10%
50	6%	8%
55	5%	6%
60	0%	0%

Plan Participation Percentage - It is assumed that 60% of all future employees and their dependents who are eligible for benefits participate in the postemployment benefit plan.

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 4. Other Information (Continued)

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

Salary Increase Assumption - 4.0% per annum.

Medicare Part D Prescription Drug Subsidy - Based on GASB Technical Bulletin No. 2006-1, an employer should apply the measurement requirements of GASB Statement No. 45 to determine the actuarial accrued liabilities, the period required contribution of the employer, and the period OPEB cost *without reduction* for RDS payments. For this reason, we have excluded the Medicare Part D employer subsidy from the actuarial valuation.

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS FOR THE RETIREMENT HEALTH PLAN
June 30, 2010**

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, 2006	\$ -	\$ 7,234,000	\$ 7,234,000	0.00%	\$ 40,747,612	17.75%
July 1, 2008	\$ -	\$ 3,472,000	\$ 3,472,000	0.00%	\$ 42,973,053	8.07%

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS**

June 30, 2010

	Special Revenue	Debt Service	Capital Projects	Total Non-Major Governmental Funds
ASSETS				
Cash	\$ 23,843	\$ -	\$ -	\$ 23,843
Cash With Fiscal Agent	-	1,085,363	-	1,085,363
Temporary Investments	22,693,375	-	18,675,407	41,368,782
Taxes Receivable (net of allowance for uncollectibles)	5,135,604	447	-	5,136,051
Interest Receivable	265	-	41	306
Due From Other Funds	65,934	-	464,826	530,760
Due From Other Governments	1,148,014	-	648,618	1,796,632
Inventories	-	-	183	183
Total Assets	\$ 29,067,035	\$ 1,085,810	\$ 19,789,075	\$ 49,941,920
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Checks in Excess of Bank Balance	\$ 96,119	\$ -	\$ -	\$ 96,119
Accounts Payable	161,799	-	28,279	190,078
Contracts and Retainage Payable	590,463	-	434,698	1,025,161
Due To Other Funds	1,028,485	23,154	3,276,261	4,327,900
Deferred Revenue	5,130,452	447	-	5,130,899
Total Liabilities	\$ 7,007,318	\$ 23,601	\$ 3,739,238	\$ 10,770,157
FUND BALANCES				
Nonspendable	\$ -	\$ -	\$ 183	\$ 183
Restricted	21,606,204	1,062,209	16,049,654	38,718,067
Committed	453,513	-	-	453,513
Total Fund Balances	\$ 22,059,717	\$ 1,062,209	\$ 16,049,837	\$ 39,171,763
Total Liabilities and Fund Balances	\$ 29,067,035	\$ 1,085,810	\$ 19,789,075	\$ 49,941,920

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

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

Year Ended June 30, 2010

	Special Revenue	Debt Service	Capital Projects	Total Non-Major Governmental Funds
REVENUES				
Local Sources:				
Taxes	\$ 6,074,755	\$ 106,950	\$ -	\$ 6,181,705
Interest	76,572	-	20,938	97,510
Tuition and Fees	28,171	-	-	28,171
Rentals	41,751	-	-	41,751
Charges for Services	182,960	-	-	182,960
Contributions and Donations	443,125	-	-	443,125
Miscellaneous	7	-	-	7
Total Local Sources	\$ 6,847,341	\$ 106,950	\$ 20,938	\$ 6,975,229
State Sources:				
Intergovernmental	\$ 2,825,106	\$ -	\$ 15,803,816	\$ 18,628,922
Federal Sources:				
Intergovernmental	\$ 7,588,762	\$ -	\$ -	\$ 7,588,762
Total Revenues	\$ 17,261,209	\$ 106,950	\$ 15,824,754	\$ 33,192,913
EXPENDITURES				
Current:				
Instruction:				
Regular	\$ 2,185,557	\$ -	\$ -	\$ 2,185,557
Special Education	2,181,816	-	-	2,181,816
Vocational	63,435	-	-	63,435
Support Services:				
Pupil	397,003	-	-	397,003
Instructional Staff	1,485,731	-	-	1,485,731
General Administration	32,045	-	-	32,045
School Administration	4,549	-	-	4,549
Business	89,429	-	-	89,429
Operation and Maintenance of Plant	1,720,560	-	-	1,720,560
Central	1,739,832	-	-	1,739,832
Other Support	88,489	-	-	88,489
Operation of Non-Instructional Services:				
Community Services	5,257,398	-	-	5,257,398
Capital Outlay	-	73,154	20,715,386	20,788,540
Total Expenditures	\$ 15,245,844	\$ 73,154	\$ 20,715,386	\$ 36,034,384
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 2,015,365	\$ 33,796	\$ (4,890,632)	\$ (2,841,471)
OTHER FINANCING SOURCES (USES)				
Transfers In	\$ 385,000	\$ -	\$ 11,721,665	\$ 12,106,665
Transfers (Out)	(14,232,552)	-	(1,924,911)	(16,157,463)
Total Other Financing Sources (Uses)	\$ (13,847,552)	\$ -	\$ 9,796,754	\$ (4,050,798)
Net Change in Fund Balances	\$ (11,832,187)	\$ 33,796	\$ 4,906,122	\$ (6,892,269)
FUND BALANCES, BEGINNING JULY 1	33,891,904	1,028,413	11,143,715	46,064,032
FUND BALANCES, ENDING JUNE 30	\$ 22,059,717	\$ 1,062,209	\$ 16,049,837	\$ 39,171,763

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NONMAJOR SPECIAL REVENUE FUNDS

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS**

June 30, 2010

(Page 1 of 2)

	"K" Fund	"U" Fund	Major Maintenance	Building (B)	Technology	"Q" Fund
ASSETS						
Cash	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Temporary Investments	-	-	6,268,421	-	-	12,108,961
Taxes Receivable (net of allowance for uncollectibles)	-	-	-	-	-	-
Interest Receivable	-	-	-	-	-	233
Due From Other Funds	65,934	-	-	-	-	-
Due From Other Governments	-	-	-	-	-	-
Total Assets	\$ 65,934	\$ -	\$ 6,268,421	\$ -	\$ -	\$ 12,109,194
LIABILITIES AND FUND BALANCES						
LIABILITIES						
Checks in Excess of Bank Balance	\$ -	\$ -	\$ 96,119	\$ -	\$ -	\$ -
Accounts Payable	173	-	136,504	-	-	-
Contracts and Retainage Payable	-	-	492,672	-	-	-
Due To Other Funds	-	-	-	-	-	-
Deferred Revenue	-	-	-	-	-	-
Total Liabilities	\$ 173	\$ -	\$ 725,295	\$ -	\$ -	\$ -
FUND BALANCES						
Restricted	\$ -	\$ -	\$ 5,543,126	\$ -	\$ -	\$ 12,109,194
Committed	65,761	-	-	-	-	-
Total Fund Balances	\$ 65,761	\$ -	\$ 5,543,126	\$ -	\$ -	\$ 12,109,194
Total Liabilities and Fund Balances	\$ 65,934	\$ -	\$ 6,268,421	\$ -	\$ -	\$ 12,109,194

Sick Leave	CCCPRD	Carl Perkins	Title I	Title I Neglected & Delinquent	Title I - Even Start	Drug Free Schools	Title II	Title IIB
\$ -	\$ 23,843	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
415,984	3,900,009	-	-	-	-	-	-	-
-	5,135,604	-	-	-	-	-	-	-
-	32	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	23,177	171,992	14,291	6,451	1,351	131,170	3,429
\$ 415,984	\$ 9,059,488	\$ 23,177	\$ 171,992	\$ 14,291	\$ 6,451	\$ 1,351	\$ 131,170	\$ 3,429
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	495	2,685	301	1,447	-	3,333	-
-	-	-	-	-	-	-	-	-
28,232	-	22,682	152,742	6,500	5,004	859	127,836	3,429
-	5,105,604	-	16,565	7,490	-	492	1	-
\$ 28,232	\$ 5,105,604	\$ 23,177	\$ 171,992	\$ 14,291	\$ 6,451	\$ 1,351	\$ 131,170	\$ 3,429
\$ -	\$ 3,953,884	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
387,752	-	-	-	-	-	-	-	-
\$ 387,752	\$ 3,953,884	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 415,984	\$ 9,059,488	\$ 23,177	\$ 171,992	\$ 14,291	\$ 6,451	\$ 1,351	\$ 131,170	\$ 3,429

(Continued)

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS**

June 30, 2010

(Page 2 of 2)

	Part B	Title III	McKinney Homeless	21 st Century CLC
ASSETS				
Cash	\$ -	\$ -	\$ -	\$ -
Temporary Investments	-	-	-	-
Taxes Receivable (net of allowance for uncollectibles)	-	-	-	-
Interest Receivable	-	-	-	-
Due From Other Funds	-	-	-	-
Due From Other Governments	353,445	1,953	7,188	101,255
Total Assets	\$ 353,445	\$ 1,953	\$ 7,188	\$ 101,255
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Checks in Excess of Bank Balance	\$ -	\$ -	\$ -	\$ -
Accounts Payable	12,737	48	-	14
Contracts and Retainage Payable	97,791	-	-	-
Due To Other Funds	242,917	1,905	7,188	100,941
Deferred Revenue	-	-	-	300
Total Liabilities	\$ 353,445	\$ 1,953	\$ 7,188	\$ 101,255
FUND BALANCES				
Restricted	\$ -	\$ -	\$ -	\$ -
Committed	-	-	-	-
Total Fund Balances	\$ -	\$ -	\$ -	\$ -
Total Liabilities and Fund Balances	\$ 353,445	\$ 1,953	\$ 7,188	\$ 101,255

Learn and Serve	Safe Schools/ Healthy Students	Totals
\$ -	\$ -	\$ 23,843
-	-	22,693,375
-	-	5,135,604
-	-	265
-	-	65,934
10,782	321,530	1,148,014
\$ 10,782	\$ 321,530	\$ 29,067,035
\$ -	\$ -	\$ 96,119
-	4,062	161,799
-	-	590,463
10,782	317,468	1,028,485
-	-	5,130,452
\$ 10,782	\$ 321,530	\$ 7,007,318
\$ -	\$ -	\$ 21,606,204
-	-	453,513
\$ -	\$ -	\$ 22,059,717
\$ 10,782	\$ 321,530	\$ 29,067,035

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, 2010

(Page 1 of 4)

	"K" Fund			"U" Fund			Major Maintenance		
	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	388	130	(258)	-	-	-	100,000	14,711	(85,289)
Tuition and Fees	20,000	28,171	8,171	-	-	-	-	-	-
Rentals	29,000	41,751	12,751	-	-	-	-	-	-
Charges for Services	216,187	182,960	(33,227)	-	-	-	-	-	-
Contributions and Donations	275,969	190,698	(85,271)	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-	-
Total Local Sources	\$ 541,544	\$ 443,710	\$ (97,834)	\$ -	\$ -	\$ -	\$ 100,000	\$ 14,711	\$ (85,289)
State Sources:									
Intergovernmental	\$ -	\$ 3,740	\$ 3,740	\$ -	\$ -	\$ -	\$ 2,781,963	\$ 2,821,366	\$ 39,403
Federal Sources:									
Intergovernmental	\$ -	\$ 9,294	\$ 9,294	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Revenues	\$ 541,544	\$ 456,744	\$ (84,800)	\$ -	\$ -	\$ -	\$ 2,881,963	\$ 2,836,077	\$ (45,886)
EXPENDITURES									
Current:									
Instruction:									
Regular	\$ 113,833	\$ 25,164	\$ 88,669	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Education	776	776	-	-	-	-	-	-	-
Vocational Education	-	-	-	-	-	-	-	-	-
Support Services:									
Pupil	57,624	28,969	28,655	-	-	-	-	-	-
Instructional Staff	16,023	16,023	-	-	-	-	-	-	-
General Administration	-	-	-	-	-	-	-	-	-
School Administration	4,549	4,549	-	-	-	-	-	-	-
Business	207,720	80,670	127,050	-	-	-	-	-	-
Operation and Maintenance of Plant	197,499	25,238	172,261	-	-	-	2,535,234	1,695,322	839,912
Central	-	-	-	-	-	-	4,363,264	1,566,662	2,796,602
Other Support	7,968	512	7,456	-	-	-	112	112	-
Operation of Non-Instructional Services:									
Community Services	339,169	251,257	87,912	-	-	-	-	-	-
Total Expenditures	\$ 945,161	\$ 433,158	\$ 512,003	\$ -	\$ -	\$ -	\$ 6,898,610	\$ 3,262,096	\$ 3,636,514
Excess (deficiency) of revenues over (under) expenditures	\$ (403,617)	\$ 23,586	\$ 427,203	\$ -	\$ -	\$ -	\$ (4,016,647)	\$ (426,019)	\$ 3,590,628
OTHER FINANCING SOURCES (USES)									
Transfers In	\$ 367,000	\$ -	\$ (367,000)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transfers Out	(381,840)	(295,622)	86,218	(861,219)	(861,219)	-	-	-	-
Total Other Financing Sources (Uses)	\$ (14,840)	\$ (295,622)	\$ (280,782)	\$ (861,219)	\$ (861,219)	\$ -	\$ -	\$ -	\$ -
Net Change in Fund Balances	\$ (418,457)	\$ (272,036)	\$ 146,421	\$ (861,219)	\$ (861,219)	\$ -	\$ (4,016,647)	\$ (426,019)	\$ 3,590,628
FUND BALANCES,									
BEGINNING JULY 1	337,797	337,797	-	861,219	861,219	-	5,969,145	5,969,145	-
FUND BALANCES,									
ENDING JUNE 30	\$ (80,660)	\$ 65,761	\$ 146,421	\$ -	\$ -	\$ -	\$ 1,952,498	\$ 5,543,126	\$ 3,590,628

Building (B)			Technology			"Q" Fund		
Final Budget	Actual	Variance With Final Budget	Final Budget	Actual	Variance With Final Budget	Final Budget	Actual	Variance With Final Budget
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	15,000	1,739	(13,261)	1,000,000	53,573	(946,427)
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	455,750	252,427	(203,323)	-	-	-
-	-	-	-	7	7	-	-	-
\$ -	\$ -	\$ -	\$ 470,750	\$ 254,173	\$ (216,577)	\$ 1,000,000	\$ 53,573	\$ (946,427)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ -	\$ -	\$ -	\$ 470,750	\$ 254,173	\$ (216,577)	\$ 1,000,000	\$ 53,573	\$ (946,427)
\$ -	\$ -	\$ -	\$ 871,223	\$ 568,011	\$ 303,212	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	3,981	3,944	37	-	-	-
-	-	-	317,087	304,396	12,691	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	38,241	34,417	3,824	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	46,133	44,082	2,051	-	-	-
\$ -	\$ -	\$ -	\$ 1,276,665	\$ 954,850	\$ 321,815	\$ -	\$ -	\$ -
\$ -	\$ -	\$ -	\$ (805,915)	\$ (700,677)	\$ 105,238	\$ 1,000,000	\$ 53,573	\$ (946,427)
\$ -	\$ -	\$ -	\$ 385,000	\$ 385,000	\$ -	\$ -	\$ -	\$ -
(523,434)	(483,750)	39,684	(2,061,000)	(679,594)	1,381,406	(22,975,621)	(9,920,000)	13,055,621
\$ (523,434)	\$ (483,750)	\$ 39,684	\$ (1,676,000)	\$ (294,594)	\$ 1,381,406	\$ (22,975,621)	\$ (9,920,000)	\$ 13,055,621
\$ (523,434)	\$ (483,750)	\$ 39,684	\$ (2,481,915)	\$ (995,271)	\$ 1,486,644	\$ (21,975,621)	\$ (9,866,427)	\$ 12,109,194
483,750	483,750	-	995,271	995,271	-	21,975,621	21,975,621	-
\$ (39,684)	\$ -	\$ 39,684	\$ (1,486,644)	\$ -	\$ 1,486,644	\$ -	\$ 12,109,194	\$ 12,109,194

(Continued)

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, 2010

(Page 2 of 4)

	Sick Leave			CCCPRD			Carl Perkins		
	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	\$ -	\$ -	\$ -	\$ 5,600,000	\$ 6,074,755	\$ 474,755	\$ -	\$ -	\$ -
Interest	10,000	816	(9,184)	15,000	5,603	(9,397)	-	-	-
Tuition and Fees	-	-	-	-	-	-	-	-	-
Rentals	-	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-	-	-	-
Contributions and Donations	-	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-	-
Total Local Sources	\$ 10,000	\$ 816	\$ (9,184)	\$ 5,615,000	\$ 6,080,358	\$ 465,358	\$ -	\$ -	\$ -
State Sources:									
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Sources:									
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 136,628	\$ 136,299	\$ (329)
Total Revenues	\$ 10,000	\$ 816	\$ (9,184)	\$ 5,615,000	\$ 6,080,358	\$ 465,358	\$ 136,628	\$ 136,299	\$ (329)
EXPENDITURES									
Current:									
Instruction:									
Regular	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Education	-	-	-	-	-	-	-	-	-
Vocational Education	-	-	-	-	-	-	63,435	63,435	-
Support Services:									
Pupil	-	-	-	-	-	-	2,820	2,820	-
Instructional Staff	-	-	-	-	-	-	64,211	63,882	329
General Administration	-	-	-	21,797	13,965	7,832	-	-	-
School Administration	-	-	-	-	-	-	-	-	-
Business	-	-	-	-	-	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-	-	-	-	-	-
Central	100,000	30,178	69,822	-	-	-	-	-	-
Other Support	-	-	-	-	-	-	2,866	2,866	-
Operation of Non-Instructional Services:									
Community Services	-	-	-	3,570,387	2,972,129	598,258	3,296	3,296	-
Total Expenditures	\$ 100,000	\$ 30,178	\$ 69,822	\$ 3,592,184	\$ 2,986,094	\$ 606,090	\$ 136,628	\$ 136,299	\$ 329
Excess (deficiency) of revenues over (under) expenditures	\$ (90,000)	\$ (29,362)	\$ 60,638	\$ 2,022,816	\$ 3,094,264	\$ 1,071,448	\$ -	\$ -	\$ -
OTHER FINANCING SOURCES (USES)									
Transfers In	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transfers Out	-	-	-	(2,022,816)	(1,992,367)	30,449	-	-	-
Total Other Financing Sources (Uses)	\$ -	\$ -	\$ -	\$ (2,022,816)	\$ (1,992,367)	\$ 30,449	\$ -	\$ -	\$ -
Net Change in Fund Balances	\$ (90,000)	\$ (29,362)	\$ 60,638	\$ -	\$ 1,101,897	\$ 1,101,897	\$ -	\$ -	\$ -
FUND BALANCES,									
BEGINNING JULY 1	417,114	417,114	-	2,851,987	2,851,987	-	-	-	-
FUND BALANCES,									
ENDING JUNE 30	\$ 327,114	\$ 387,752	\$ 60,638	\$ 2,851,987	\$ 3,953,884	\$ 1,101,897	\$ -	\$ -	\$ -

Title I			Title I - Neglected and Delinquent			Title I - Even Start		
Final Budget	Actual	Variance With Final Budget	Final Budget	Actual	Variance With Final Budget	Final Budget	Actual	Variance With Final Budget
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 2,512,668	\$ 1,733,077	\$ (779,591)	\$ 159,295	\$ 119,503	\$ (39,792)	\$ 62,348	\$ 17,883	\$ (44,465)
\$ 2,512,668	\$ 1,733,077	\$ (779,591)	\$ 159,295	\$ 119,503	\$ (39,792)	\$ 62,348	\$ 17,883	\$ (44,465)
\$ 1,482,759	\$ 1,231,189	\$ 251,570	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
9,077	4,489	4,588	137,707	101,126	36,581	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	18,162	16,437	1,725	20,074	4,770	15,304
58,147	55,630	2,517	-	-	-	-	-	-
924	924	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
8,872	8,759	113	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
49,375	37,997	11,378	3,426	1,940	1,486	21,410	6,505	14,905
903,514	394,089	509,425	-	-	-	20,864	6,608	14,256
\$ 2,512,668	\$ 1,733,077	\$ 779,591	\$ 159,295	\$ 119,503	\$ 39,792	\$ 62,348	\$ 17,883	\$ 44,465
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(Continued)

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, 2010

(Page 3 of 4)

	Drug Free Schools			Title II			Title IIB		
	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	-	-	-	-	-	-	-	-	-
Tuition and Fees	-	-	-	-	-	-	-	-	-
Rentals	-	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-	-	-	-
Contributions and Donations	-	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-	-
Total Local Sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State Sources:									
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Sources:									
Intergovernmental	\$ 193,166	\$ 133,051	\$ (60,115)	\$ 1,321,018	\$ 974,583	\$ (346,435)	\$ 230,808	\$ 154,527	\$ (76,281)
Total Revenues	\$ 193,166	\$ 133,051	\$ (60,115)	\$ 1,321,018	\$ 974,583	\$ (346,435)	\$ 230,808	\$ 154,527	\$ (76,281)
EXPENDITURES									
Current:									
Instruction:									
Regular	\$ -	\$ -	\$ -	\$ 383,755	\$ 343,758	\$ 39,997	\$ 743	\$ 743	\$ -
Special Education	26,371	25,307	1,064	-	-	-	-	-	-
Vocational Education	-	-	-	-	-	-	-	-	-
Support Services:									
Pupil	-	-	-	-	-	-	-	-	-
Instructional Staff	3,777	-	3,777	902,213	623,217	278,996	138,633	97,928	40,705
General Administration	-	-	-	2,086	2,086	-	20,000	12,880	7,120
School Administration	-	-	-	-	-	-	-	-	-
Business	-	-	-	-	-	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-	-	-	-	-	-
Central	-	-	-	-	-	-	-	-	-
Other Support	3,334	1,650	1,684	5,336	4,578	758	-	-	-
Operation of Non-Instructional Services:									
Community Services	159,684	106,094	53,590	27,628	944	26,684	71,432	42,976	28,456
Total Expenditures	\$ 193,166	\$ 133,051	\$ 60,115	\$ 1,321,018	\$ 974,583	\$ 346,435	\$ 230,808	\$ 154,527	\$ 76,281
Excess (deficiency) of revenues over (under) expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
OTHER FINANCING SOURCES (USES)									
Transfers In	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transfers Out	-	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net Change in Fund Balances	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
FUND BALANCES, BEGINNING JULY 1									
	-	-	-	-	-	-	-	-	-
FUND BALANCES, ENDING JUNE 30									
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Part B			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
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 4,737,708	\$ 2,556,487	\$ (2,181,221)	\$ 48,484	\$ 35,410	\$ (13,074)	\$ 38,392	\$ 15,646	\$ (22,746)
\$ 4,737,708	\$ 2,556,487	\$ (2,181,221)	\$ 48,484	\$ 35,410	\$ (13,074)	\$ 38,392	\$ 15,646	\$ (22,746)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
3,627,590	1,829,647	1,797,943	27,563	16,705	10,858	17,530	7,734	9,796
-	-	-	-	-	-	-	-	-
331,047	318,409	12,638	-	-	-	4,989	2,049	2,940
290,942	117,640	173,302	18,720	17,050	1,670	-	-	-
1,228	1,228	-	1,241	962	279	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
78,070	33,575	44,495	-	-	-	-	-	-
-	-	-	960	693	267	228	228	-
408,831	255,988	152,843	-	-	-	15,645	5,635	10,010
\$ 4,737,708	\$ 2,556,487	\$ 2,181,221	\$ 48,484	\$ 35,410	\$ 13,074	\$ 38,392	\$ 15,646	\$ 22,746
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(Continued)

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, 2010

(Page 4 of 4)

	21 st Century CLC			Learn and Serve			Safe Schools/Healthy Students		
	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	-	-	-	-	-	-	-	-	-
Tuition and Fees	-	-	-	-	-	-	-	-	-
Rentals	-	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-	-	-	-
Contributions and Donations	-	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-	-
Total Local Sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State Sources:									
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Sources:									
Intergovernmental	\$ 862,102	\$ 396,376	\$ (465,726)	\$ 15,000	\$ 10,782	\$ (4,218)	\$ 2,078,146	\$ 1,295,844	\$ (782,302)
Total Revenues	\$ 862,102	\$ 396,376	\$ (465,726)	\$ 15,000	\$ 10,782	\$ (4,218)	\$ 2,078,146	\$ 1,295,844	\$ (782,302)
EXPENDITURES									
Current:									
Instruction:									
Regular	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 70,474	\$ 16,692	\$ 53,782
Special Education	-	-	-	-	-	-	529,598	196,032	333,566
Vocational Education	-	-	-	-	-	-	-	-	-
Support Services:									
Pupil	30,905	19,605	11,300	-	-	-	-	-	-
Instructional Staff	1,599	1,599	-	-	-	-	246,543	188,366	58,177
General Administration	-	-	-	-	-	-	-	-	-
School Administration	-	-	-	-	-	-	-	-	-
Business	-	-	-	-	-	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-	-	-	-	-	-
Central	-	-	-	-	-	-	100,000	75,000	25,000
Other Support	20,914	10,284	10,630	-	-	-	45,995	21,124	24,871
Operation of Non-Instructional Services:									
Community Services	808,684	364,888	443,796	15,000	10,782	4,218	1,085,536	798,630	286,906
Total Expenditures	\$ 862,102	\$ 396,376	\$ 465,726	\$ 15,000	\$ 10,782	\$ 4,218	\$ 2,078,146	\$ 1,295,844	\$ 782,302
Excess (deficiency) of revenues over (under) expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
OTHER FINANCING SOURCES (USES)									
Transfers In	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transfers Out	-	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net Change in Fund Balances	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
FUND BALANCES, BEGINNING JULY 1									
	-	-	-	-	-	-	-	-	-
FUND BALANCES, ENDING JUNE 30									
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Totals		
Final Budget	Actual	Variance With Final Budget
\$ 5,600,000	\$ 6,074,755	\$ 474,755
1,140,388	76,572	(1,063,816)
20,000	28,171	8,171
29,000	41,751	12,751
216,187	182,960	(33,227)
731,719	443,125	(288,594)
-	7	7
\$ 7,737,294	\$ 6,847,341	\$ (889,953)
\$ 2,781,963	\$ 2,825,106	\$ 43,143
\$ 12,395,763	\$ 7,588,762	\$ (4,807,001)
\$ 22,915,020	\$ 17,261,209	\$ (5,653,811)
\$ 2,922,787	\$ 2,185,557	\$ 737,230
4,376,212	2,181,816	2,194,396
63,435	63,435	-
469,602	397,003	72,599
2,057,895	1,485,731	572,164
47,276	32,045	15,231
4,549	4,549	-
216,592	89,429	127,163
2,732,733	1,720,560	1,012,173
4,679,575	1,739,832	2,939,743
161,924	88,489	73,435
7,475,803	5,257,398	2,218,405
\$ 25,208,383	\$ 15,245,844	\$ 9,962,539
\$ (2,293,363)	\$ 2,015,365	\$ 4,308,728
\$ 752,000	\$ 385,000	\$ (367,000)
(28,825,930)	(14,232,552)	14,593,378
\$ (28,073,930)	\$ (13,847,552)	\$ 14,226,378
\$ (30,367,293)	\$ (11,832,187)	\$ 18,535,106
33,891,904	33,891,904	-
\$ 3,524,611	\$ 22,059,717	\$ 18,535,106

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DEBT SERVICE FUND

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

BALANCE SHEET
NONMAJOR DEBT SERVICE FUND
June 30, 2010

ASSETS	
Cash With Fiscal Agent	\$ 1,085,363
Taxes Receivable (net of allowance for uncollectibles)	447
<hr/>	
Total Assets	\$ 1,085,810
<hr/>	
LIABILITIES AND FUND BALANCE	
LIABILITIES	
Due to Other Funds	\$ 23,154
Deferred Revenue	447
<hr/>	
Total Liabilities	\$ 23,601
<hr/>	
FUND BALANCE	
Restricted	\$ 1,062,209
<hr/>	
Total Liabilities and Fund Balance	\$ 1,085,810
<hr/>	

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, 2010**

	Final Budget	Actual	Variance With Final Budget
REVENUES			
Local Sources			
Taxes	\$ 107,492	\$ 106,950	\$ (542)
EXPENDITURES			
Capital Outlay	\$ 1,135,905	\$ 73,154	\$ 1,062,751
Net change in fund balance	\$ (1,028,413)	\$ 33,796	\$ 1,062,209
FUND BALANCE, BEGINNING JULY 1	1,028,413	1,028,413	-
FUND BALANCE, ENDING JUNE 30	\$ -	\$ 1,062,209	\$ 1,062,209

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CAPITAL PROJECTS FUNDS

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS**

June 30, 2010

	Capital Construction	Capital Recreation	Depreciation Reserve	Major Capital Projects	Minor Capital Projects	Totals
ASSETS						
Temporary Investments	\$ 4,199,208	\$ 1,592,884	\$ 12,883,315	\$ -	\$ -	\$ 18,675,407
Interest Receivable	-	-	41	-	-	41
Due from Other Funds	-	-	464,826	-	-	464,826
Due From Other Governments	-	-	-	170,670	477,948	648,618
Inventories	183	-	-	-	-	183
Total Assets	\$ 4,199,391	\$ 1,592,884	\$ 13,348,182	\$ 170,670	\$ 477,948	\$ 19,789,075
LIABILITIES AND FUND BALANCES						
LIABILITIES						
Accounts Payable	\$ -	\$ -	\$ 87	\$ 28,047	\$ 145	\$ 28,279
Contracts and Retainage Payable	-	19,298	2,584	15,063	397,753	434,698
Due To Other Funds	3,048,422	20,229	-	127,560	80,050	3,276,261
Total Liabilities	\$ 3,048,422	\$ 39,527	\$ 2,671	\$ 170,670	\$ 477,948	\$ 3,739,238
FUND BALANCES						
Nonspendable	\$ 183	\$ -	\$ -	\$ -	\$ -	\$ 183
Restricted	1,150,786	1,553,357	13,345,511	-	-	16,049,654
Total Fund Balances	\$ 1,150,969	\$ 1,553,357	\$ 13,345,511	\$ -	\$ -	\$ 16,049,837
Total Liabilities and Fund Balances	\$ 4,199,391	\$ 1,592,884	\$ 13,348,182	\$ 170,670	\$ 477,948	\$ 19,789,075

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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, 2010

	Capital Construction			Capital Recreation			Depreciation Reserve		
	Final Budget	Actual	Variance With Final Budget	Final Budget	Actual	Variance With Final Budget	Final Budget	Actual	Variance With Final Budget
REVENUES									
Local Sources:									
Interest	\$ 40,000	\$ 10,110	\$ (29,890)	\$ 15,000	\$ 4,861	\$ (10,139)	\$ 11,000	\$ 5,967	\$ (5,033)
State Sources:									
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Revenues	\$ 40,000	\$ 10,110	\$ (29,890)	\$ 15,000	\$ 4,861	\$ (10,139)	\$ 11,000	\$ 5,967	\$ (5,033)
EXPENDITURES									
Capital Outlay	\$ 3,144,894	\$ 2,526,547	\$ 618,347	\$ 3,548,581	\$ 2,052,191	\$ 1,496,390	\$ 4,086,615	\$ 332,832	\$ 3,753,783
Excess (deficiency) of revenues over (under) expenditures	\$ (3,104,894)	\$ (2,516,437)	\$ 588,457	\$ (3,533,581)	\$ (2,047,330)	\$ 1,486,251	\$ (4,075,615)	\$ (326,865)	\$ 3,748,750
OTHER FINANCING SOURCES (USES)									
Transfers In	\$ -	\$ -	\$ -	\$ 787,120	\$ 1,045,365	\$ 258,245	\$ 3,080,000	\$ 10,676,300	\$ 7,596,300
Transfers (Out)	(3,081,659)	(1,924,911)	1,156,748	-	-	-	-	-	-
Total Other Financing Sources (Uses)	\$ (3,081,659)	\$ (1,924,911)	\$ 1,156,748	\$ 787,120	\$ 1,045,365	\$ 258,245	\$ 3,080,000	\$ 10,676,300	\$ 7,596,300
Net Change in Fund Balances	\$ (6,186,553)	\$ (4,441,348)	\$ 1,745,205	\$ (2,746,461)	\$ (1,001,965)	\$ 1,744,496	\$ (995,615)	\$ 10,349,435	\$ 11,345,050
FUND BALANCES, BEGINNING JULY 1	5,592,317	5,592,317	-	2,555,322	2,555,322	-	2,996,076	2,996,076	-
FUND BALANCES, ENDING JUNE 30	\$ (594,236)	\$ 1,150,969	\$ 1,745,205	\$ (191,139)	\$ 1,553,357	\$ 1,744,496	\$ 2,000,461	\$ 13,345,511	\$ 11,345,050

Major Capital Projects			Minor Capital Projects			Totals		
Final Budget	Actual	Variance With Final Budget	Final Budget	Actual	Variance With Final Budget	Final Budget	Actual	Variance With Final Budget
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 66,000	\$ 20,938	\$ (45,062)
\$ 28,417,702	\$ 13,587,960	\$ (14,829,742)	\$ 4,083,311	\$ 2,215,856	\$ (1,867,455)	\$ 32,501,013	\$ 15,803,816	\$ (16,697,197)
\$ 28,417,702	\$ 13,587,960	\$ (14,829,742)	\$ 4,083,311	\$ 2,215,856	\$ (1,867,455)	\$ 32,567,013	\$ 15,824,754	\$ (16,742,259)
\$ 28,417,702	\$ 13,587,960	\$ 14,829,742	\$ 4,083,311	\$ 2,215,856	\$ 1,867,455	\$ 43,281,103	\$ 20,715,386	\$ 22,565,717
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (10,714,090)	\$ (4,890,632)	\$ 5,823,458
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,867,120	\$ 11,721,665	\$ 7,854,545
-	-	-	-	-	-	(3,081,659)	(1,924,911)	1,156,748
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 785,461	\$ 9,796,754	\$ 9,011,293
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (9,928,629)	\$ 4,906,122	\$ 14,834,751
-	-	-	-	-	-	11,143,715	11,143,715	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,215,086	\$ 16,049,837	\$ 14,834,751

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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.

Contents	Page
Financial Trends These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed overtime.	74
Revenue Capacity These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	81
Debt Capacity These schedules present information to help the reader assess the afford ability of the District's current levels of outstanding debt and also its ability to issue additional debt in the future.	85
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.	88

Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year.

CHANGES IN FUND BALANCES FOR TOTAL GOVERNMENTAL FUNDS

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

TABLE 1

	Fiscal Year 2001 (1)	Fiscal Year 2002	Fiscal Year 2003	Fiscal Year 2004	Fiscal Year 2005 (2)	Fiscal Year 2006 (2)	Fiscal Year 2007 (2)	Fiscal Year 2008 (2)	Fiscal Year 2009 (2)	Fiscal Year 2010 (2)
Revenues										
Local Sources:										
Taxes	\$ N/A	\$ 50,414,322	\$ 50,047,834	\$ 51,994,888	\$ 57,743,950	\$ 67,371,197	\$ 82,648,800	\$ 85,123,873	\$ 86,303,539	\$ 89,965,029
Interest	N/A	457,382	243,119	221,793	931,296	2,403,857	3,665,603	3,065,541	998,796	218,746
Tuition and Fees	N/A	441,855	469,864	385,972	443,528	528,323	430,981	383,067	675,883	355,516
Rentals	N/A	33,751	29,621	41,664	50,899	47,754	50,348	65,307	43,002	55,024
Charges for Services	N/A	503,441	448,400	511,732	394,464	480,781	509,228	449,902	446,185	609,350
Contributions and Donations	N/A	163,595	294,122	237,083	184,705	272,491	337,395	311,034	262,591	540,885
Other Local Revenue	N/A	4,602,926	5,483,836	5,699,311	0	0	0	0	0	0
Miscellaneous	N/A	442,456	395,756	2,120,369	378,247	2,217,249	454,343	492,334	501,898	57,907
County Sources										
Taxes	N/A	11,718,285	12,058,310	11,133,885	13,521,611	15,990,906	19,548,166	20,159,453	20,389,644	21,663,559
State Sources										
Taxes	N/A	3,450,299	4,066,544	3,123,263	29,579	0	0	0	0	0
Intergovernmental	N/A	1,403,884	478,511	391,842	7,035,151	4,290,852	11,344,356	10,741,114	36,078,614	21,736,066
Federal Sources										
Intergovernmental	N/A	5,010,559	5,076,803	5,804,466	5,850,154	6,556,265	6,044,559	4,658,244	6,056,673	7,781,772
Total Revenues	\$ N/A	\$ 78,642,755	\$ 79,092,720	\$ 81,666,268	\$ 86,563,584	\$ 100,159,675	\$ 125,033,779	\$ 125,449,869	\$ 151,756,825	\$ 142,983,854
Expenditures										
Current										
Instruction										
Regular	\$ N/A	\$ 25,179,634	\$ 25,598,476	\$ 25,500,183	\$ 26,861,682	\$ 32,108,659	\$ 37,473,385	\$ 40,830,255	\$ 40,684,778	\$ 46,021,958
Special Education	N/A	6,479,905	7,439,069	8,183,123	8,760,854	9,586,186	11,629,285	13,221,764	14,023,482	17,110,954
Vocational Education	N/A	2,711,936	3,027,131	2,786,631	2,518,501	2,166,194	2,318,771	2,411,560	2,472,652	2,276,673
Adult/Continuing	N/A	38,401	13,707	16,225	5,432	8,595	0	0	0	0
Other Instruction	N/A	0	0	0	0	0	0	476,151	459,419	590,637
Support Services										
Pupil	N/A	5,811,013	5,950,319	5,809,497	6,454,205	8,076,778	9,724,999	11,148,606	10,651,612	11,829,225
Instructional Staff	N/A	3,760,535	3,859,572	4,121,610	4,194,925	5,266,331	7,000,407	7,546,679	8,265,732	10,725,768
General Administration	N/A	660,097	714,826	823,411	848,066	1,080,347	856,650	999,466	1,023,483	1,019,855
School Administration	N/A	3,562,051	3,821,482	3,864,100	3,958,637	4,704,911	5,611,949	5,804,072	5,794,233	6,630,776
Business	N/A	1,111,936	1,257,101	1,563,941	1,536,943	1,768,015	2,148,965	2,118,546	2,541,191	2,608,141
Operation/Maintenance of Plant	N/A	6,841,752	7,133,378	7,606,965	7,659,891	9,317,673	10,552,909	10,664,755	10,199,983	12,961,975

	Fiscal Year 2001 (1)	Fiscal Year 2002	Fiscal Year 2003	Fiscal Year 2004	Fiscal Year 2005 (2)	Fiscal Year 2006 (2)	Fiscal Year 2007 (2)	Fiscal Year 2008 (2)	Fiscal Year 2009 (2)	Fiscal Year 2010 (2)
Pupil Transportation	N/A	3,645,568	3,562,678	3,698,771	3,844,481	4,628,698	5,404,748	6,152,348	6,606,642	7,446,730
Central	N/A	7,826,354	7,289,859	7,335,729	1,490,994	1,682,479	1,737,303	1,370,924	2,838,947	2,737,998
Other Support	N/A	143,375	162,206	155,440	269,654	320,904	305,251	2,829,937	448,653	280,269
Other Non-Instructional Service	N/A	562,237	825,537	1,032,740	1,177,841	3,885,187	3,203,958	3,022,793	5,377,841	6,357,823
Community Services	N/A	4,117,951	3,840,767	3,254,176	3,600,372	3,193,777	8,633,841	9,399,407	33,812,937	22,036,549
Capital Outlay										
Debt Service										
Interest	N/A	1,009,194	897,798	768,418	606,617	444,791	277,765	84,581	92,342	103,995
Principal	N/A	2,889,944	3,190,519	3,725,122	3,709,593	3,762,216	4,238,123	802,081	797,229	890,963
Total Expenditures	\$ N/A	\$ 76,351,883	\$ 78,584,425	\$ 80,246,082	\$ 77,498,688	\$ 92,001,741	\$ 111,118,309	\$ 118,883,925	\$ 146,091,156	\$ 151,630,289
Excess of revenues										
over(under) expenditures	\$ N/A	\$ 2,290,872	\$ 508,295	\$ 1,420,186	\$ 9,064,896	\$ 8,157,934	\$ 13,915,470	\$ 6,565,944	\$ 5,665,669	\$ -8,646,455
Other Financing Sources (Uses)										
Transfers in										
Transfers (out)	\$ N/A	\$ 224,192	\$ 374,297	\$ 662,090	\$ 2,802,979	\$ 9,218,359	\$ 19,229,752	\$ 22,442,859	\$ 8,206,648	\$ 26,892,411
Proceeds from Capital Lease	N/A	-310,293	-379,297	-667,090	-2,987,129	-9,746,851	-19,291,127	-23,134,844	-9,199,626	-27,208,195
Sale of Capital Assets	N/A	987,500	925,643	964,560	771,176	853,609	679,019	738,431	963,907	1,248,009
Total Other Financing Sources (Uses)	\$ N/A	\$ 17,574	\$ 47,596	\$ 7,839	\$ 1,153,183	\$ 12,652	\$ 9,426	\$ 21,934	\$ 650	\$ 0
Net Change in Fund Balance	\$ N/A	\$ 918,973	\$ 968,239	\$ 967,399	\$ 1,740,209	\$ 337,769	\$ 627,070	\$ 68,380	\$ -28,421	\$ 932,225
	\$ N/A	\$ 3,209,845	\$ 1,476,534	\$ 2,387,585	\$ 10,805,105	\$ 8,495,703	\$ 14,542,540	\$ 6,634,324	\$ 5,637,248	\$ -7,714,210
Debt Service as a percentage										
of noncapital expenditures	N/A	5.382%	5.470%	5.836%	5.841%	4.737%	4.406%	0.817%	0.799%	0.774%

(1) N/A Not Available. With the GASB 34 reporting changes, the State of Wyoming's Department of Education reclassified function groupings and expanded certain categories. Restating past years' financials into the State's new GASB34 groupings was found to be overwhelming and extremely difficult. Because of this, the decision was made to opt out of restating previous non-GASB 34 years.

(2) In fiscal year 2005 the District's self-insurance health plan was reclassified from the general fund to an Internal Service Fund. This reclassification resulted in the zero totals for the Local Sources - Other Local Revenues starting with fiscal year 2005.

NET ASSETS BY COMPONENT
 LAST TEN FISCAL YEARS
 (accrual basis of accounting)
 (Unaudited)

TABLE 2

	Fiscal Year 2001	Fiscal Year 2002	Fiscal Year 2003	Fiscal Year 2004	Fiscal Year 2005	Fiscal Year 2006	Fiscal Year 2007	Fiscal Year 2008	Fiscal Year 2009	Fiscal Year 2010
Governmental Activities										
Invested in capital assets, net of related debt	\$ 67,749,381	\$ 70,731,591	\$ 71,564,430	\$ 73,677,938	\$ 73,973,479	\$ 75,908,464	\$ 83,358,145	\$ 88,073,945	\$ 114,948,069	\$ 131,030,921
Restricted	4,668,757	5,650,304	7,244,967	9,281,925	6,973,078	8,464,190	17,268,466	31,899,966	32,397,594	20,003,538
Unrestricted	2,714,069	5,510,888	4,388,190	4,692,361	19,755,557	25,477,051	31,445,546	24,703,473	31,024,353	36,411,404
Total governmental activities net assets	\$ 75,132,207	\$ 81,892,783	\$ 83,197,587	\$ 87,652,224	\$ 100,702,114	\$ 109,849,705	\$ 132,072,157	\$ 144,677,384	\$ 178,370,016	\$ 187,445,863
Business-type Activities										
Invested in capital assets, net of related debt	\$ 114,415	\$ 96,072	\$ 89,229	\$ 74,115	\$ 63,019	\$ 59,588	\$ 62,165	\$ 97,634	\$ 81,338	\$ 77,543
Restricted	0	0	0	0	0	0	0	0	0	0
Unrestricted	336,949	280,263	96,960	94,049	255,787	305,825	233,659	54,561	203,108	264,565
Total business-type activities net assets	\$ 451,364	\$ 376,335	\$ 186,189	\$ 168,164	\$ 318,806	\$ 365,413	\$ 295,824	\$ 152,195	\$ 284,446	\$ 342,108
Primary government										
Invested in capital assets, net of related debt	\$ 67,863,796	\$ 70,827,663	\$ 71,653,659	\$ 73,752,053	\$ 74,036,498	\$ 75,968,052	\$ 83,420,310	\$ 88,171,579	\$ 115,029,407	\$ 131,108,464
Restricted	4,668,757	5,650,304	7,244,967	9,281,925	6,973,078	8,464,190	17,268,466	31,899,966	32,397,594	20,003,538
Unrestricted	3,051,018	5,791,151	4,485,150	4,786,410	20,011,344	25,782,876	31,679,205	24,758,034	31,227,461	36,675,969
Total primary government net assets	\$ 75,583,571	\$ 82,269,118	\$ 83,383,776	\$ 87,820,388	\$ 101,020,920	\$ 110,215,118	\$ 132,367,981	\$ 144,829,579	\$ 178,654,462	\$ 187,787,971

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CHANGES IN NET ASSETS**LAST TEN FISCAL YEARS**(modified accrual basis of accounting)
(Unaudited)

TABLE 3

	Fiscal Year 2001 (1)	Fiscal Year 2002	Fiscal Year 2003	Fiscal Year 2004	Fiscal Year 2005	Fiscal Year 2006	Fiscal Year 2007	Fiscal Year 2008	Fiscal Year 2009	Fiscal Year 2010
Expenses										
Governmental activities										
Instruction	\$ N/A	\$ 37,965,142	\$ 39,563,194	\$ 40,308,574	\$ 41,968,805	\$ 47,854,598	\$ 56,300,657	\$ 61,432,277	\$ 62,503,185	\$ 72,969,956
Pupil and Instructional Staff	N/A	9,556,136	9,791,560	9,903,822	10,623,844	13,296,142	16,772,998	18,684,371	18,935,613	22,500,741
General, School & Business Administration	N/A	5,425,287	5,881,729	6,304,993	6,419,171	7,631,520	8,764,073	9,115,868	9,603,022	10,617,683
Operation/Maintenance of Plant	N/A	6,826,883	7,133,378	7,693,871	8,052,935	9,972,691	11,363,114	10,861,919	10,332,457	12,938,575
Pupil Transportation	N/A	3,645,568	3,562,678	3,698,771	3,844,481	4,628,698	5,468,797	6,152,348	6,606,617	7,401,304
Central	N/A	5,220,531	5,409,516	3,710,442	4,137,175	1,353,835	1,939,733	1,748,671	2,572,080	1,547,551
Other Support Services	N/A	143,375	162,706	155,440	267,673	320,904	305,251	2,829,937	448,652	252,464
Community Support - Non Instructional	N/A	557,877	807,865	1,014,168	1,172,495	3,401,251	2,639,060	2,477,910	7,666,966	7,247,504
Debt Service - Interest Only	N/A	1,009,194	897,798	768,418	606,617	444,791	277,765	84,581	92,342	103,995
Total governmental activities expenses	N/A	70,349,993	73,210,424	73,558,499	77,093,196	88,904,430	103,831,448	113,387,882	118,760,934	135,579,773
Business-type activities										
Enterprise Fund - Food Service	N/A	2,154,305	2,154,632	2,265,220	2,462,803	2,815,794	2,972,381	3,323,556	3,877,628	4,043,595
Total Business-type activities expenses	N/A	2,154,305	2,154,632	2,265,220	2,462,803	2,815,794	2,972,381	3,323,556	3,877,628	4,043,595
Total primary government expenses	N/A	72,504,298	75,365,056	75,823,719	79,555,999	91,720,224	106,803,829	116,711,438	122,638,562	139,623,368
Program Revenues										
Governmental activities										
Charges for Services										
Instruction	\$ N/A	\$ 421,804	\$ 435,757	\$ 402,537	\$ 375,956	\$ 461,634	\$ 410,816	\$ 347,673	\$ 645,679	\$ 631,801
Support Services	N/A	423,055	378,335	386,177	364,039	425,051	390,274	344,981	331,857	205,130
Operation of Non-Instructional Services	N/A	134,188	133,793	150,654	148,896	170,173	189,467	205,622	192,001	182,961
Operating Grants & Contributions	N/A	3,674,684	4,460,219	4,770,890	5,619,723	6,764,857	6,723,873	7,364,335	9,066,574	10,850,375
Capital Grants & Contributions	N/A	500,000	0	0	0	0	0	0	0	0
Total governmental activities program revenues	N/A	5,153,731	5,408,104	5,710,258	6,508,614	7,821,715	7,714,430	8,262,611	10,236,111	11,870,267
Business-type activities										
Charges for Services	N/A	1,473,778	1,437,485	1,628,421	1,765,661	1,887,160	2,081,475	2,092,833	2,459,907	2,349,775
Operating Grants & Contributions	N/A	510,876	518,659	612,410	750,330	771,855	744,703	904,897	1,431,659	1,435,328
Total business-type activities program revenues	N/A	1,984,654	1,956,144	2,240,831	2,515,991	2,659,015	2,826,178	2,997,730	3,891,566	3,785,103
Total primary governmental program revenues	N/A	7,138,385	7,364,248	7,951,089	9,024,605	10,480,730	10,540,608	11,260,341	14,127,677	15,655,370
Net (expense)/revenue										
Governmental activities	\$ N/A	\$ (65,196,262)	\$ (67,802,320)	\$ (67,848,241)	\$ (70,584,582)	\$ (81,082,715)	\$ (96,117,018)	\$ (105,123,271)	\$ (108,524,823)	\$ (123,709,506)
Business-type activities	N/A	(169,651)	(198,488)	(24,389)	53,188	(156,779)	(146,203)	(325,826)	13,938	(258,492)
Total primary government net expenses	\$ N/A	\$ (65,365,913)	\$ (68,000,808)	\$ (67,872,630)	\$ (70,531,394)	\$ (81,239,494)	\$ (96,263,221)	\$ (105,451,097)	\$ (108,510,885)	\$ (123,967,998)

	Fiscal Year 2001	Fiscal Year 2002	Fiscal Year 2003	Fiscal Year 2004	Fiscal Year 2005	Fiscal Year 2006	Fiscal Year 2007	Fiscal Year 2008	Fiscal Year 2009	Fiscal Year 2010
General Revenues and Other Changes in Net Assets										
Governmental activities										
Taxes										
Property Taxes, general purposes	\$ N/A	\$ 59,261,502	\$ 56,181,202	\$ 60,325,775	\$ 66,535,976	\$ 78,284,359	\$ 97,112,444	100,761,353	102,039,741	107,162,521
Property Taxes, debt service	N/A	3,126,894	3,472,106	2,665,903	87,102	183,135	276,766	56,466	110,810	90,243
Property Taxes, capital construction	N/A	3,145	1,379	4,020	0	0	0	0	0	0
Property Taxes, major building & facility maintenance	N/A	3,415,660	4,044,178	3,093,138	0	0	0	0	0	0
Property Taxes, public recreation	N/A	1,177,391	1,353,401	1,382,454	3,336,195	3,841,178	4,488,702	4,752,745	5,028,894	6,138,300
Grants & Contribution not restricted to specific programs	N/A	1,153,353	139,218	162,501	8,886,948	2,854,751	9,132,437	8,346,057	33,326,838	19,208,350
Capital Grant restricted for debt service	N/A	1,250,000	1,250,000	1,500,000	1,500,000	1,500,000	1,870,000	0	0	0
Interest	N/A	457,382	243,119	221,793	975,584	2,546,754	3,919,975	3,204,151	1,025,201	225,014
Other Local Revenue	N/A	1,709,158	1,960,143	2,018,820	2,176,045	0	0	0	0	0
Miscellaneous	N/A	442,456	395,756	917,291	874,195	1,184,306	1,581,033	793,537	767,153	276,709
Gain(loss) on sale of capital assets	N/A	45,998	71,622	16,183	(643,948)	27,605	19,488	(7,975)	36,250	0
Transfers	N/A	(86,101)	(5,000)	(5,000)	(93,625)	(191,782)	(61,375)	(175,836)	(117,432)	(315,784)
Total Governmental activities	N/A	71,956,838	69,107,124	72,302,878	83,634,472	90,230,306	118,339,470	117,730,498	142,217,455	132,785,353
Business-type activities										
Interest	N/A	8,521	3,717	1,364	3,829	11,604	15,759	6,361	1,387	370
Gain(loss) on sale of capital assets	N/A	0	(375)	0	0	0	(520)	0	(506)	0
Transfers	N/A	86,101	5,000	5,000	93,625	191,782	61,375	175,836	117,432	315,784
Total business-type activities	N/A	94,622	8,342	6,364	97,454	203,386	76,614	182,197	118,313	316,154
Total primary government	\$ N/A	\$ 72,051,460	\$ 69,115,466	\$ 72,309,242	\$ 83,731,926	\$ 90,433,692	\$ 118,416,084	\$ 117,912,695	\$ 142,335,768	\$ 133,101,507
Change in Net Assets										
Government activities	\$ N/A	\$ 6,760,576	\$ 1,304,804	\$ 4,454,637	\$ 13,049,890	\$ 9,147,591	\$ 22,222,452	12,605,227	33,692,632	9,075,847
Business-type activities	N/A	(75,029)	(190,146)	(18,025)	150,642	46,607	(69,589)	(143,629)	132,251	57,662
Total primary government	\$ N/A	\$ 6,685,547	\$ 1,114,658	\$ 4,436,612	\$ 13,200,532	\$ 9,194,198	\$ 22,152,863	\$ 12,461,598	\$ 33,824,883	\$ 9,133,509

(1) N/A Not Available. With the GASB 34 reporting changes, the State of Wyoming's Department of Education reclassified function groupings and expanded certain categories. Restating past years' financials into the State's new GASB 34 groupings was found to be overwhelming and extremely difficult. Because of this, the decision was made to opt out of restating previous non-GASB 34 years.

FUND BALANCES OF GOVERNMENTAL FUNDS

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

TABLE 4

	Fiscal Year 2001	Fiscal Year 2002	Fiscal Year 2003	Fiscal Year 2004	Fiscal Year 2005	Fiscal Year 2006	Fiscal Year 2007	Fiscal Year 2008	Fiscal Year 2009	Fiscal Year 2010
General Fund										(1)
Reserved	\$ 287,927	\$ 351,393	\$ 351,013	\$ 62,933	\$ 195,768	\$ 217,127	\$ 165,993	\$ 294,626	\$ 274,686	\$ 0
Unreserved	(1,836,971)	478,863	(74,183)	752,302	7,935,036	13,958,990	11,027,740	9,107,250	12,670,681	0
Nonspendable	0	0	0	0	0	0	0	0	0	913,910
Unassigned	0	0	0	0	0	0	0	0	0	0
Total general fund	\$ (1,549,044)	\$ 830,256	\$ 276,830	\$ 815,235	\$ 8,130,804	\$ 14,176,117	\$ 11,193,733	\$ 9,401,876	\$ 12,945,367	\$ 11,209,516
All other governmental funds										
Reserved	\$ 4,671,857	\$ 7,980,645	\$ 7,773,774	\$ 10,777,969	\$ 7,239,902	\$ 9,187,385	\$ 17,345,142	\$ 32,508,829	\$ 32,729,619	\$ 0
Unreserved	0	0	0	0	0	0	4,000,000	2,502,441	2,851,987	0
Designated for Capital Projects										
Undesignated, Reported in:										
Capital Construction	353,511	0	0	0	1,135,403	1,913,336	0	0	0	0
Special revenue funds	688,865	(565,446)	2,456,290	1,301,275	7,193,475	6,918,449	13,101,169	6,243,936	7,995,811	0
Capital Projects Funds	0	0	0	0	0	0	1,097,783	2,715,069	2,486,615	0
Nonspendable	0	0	0	0	0	0	0	0	0	183
Restricted	0	0	0	0	0	0	0	0	0	38,718,067
Committed	0	0	0	0	0	0	0	0	0	453,513
Unassigned	0	0	0	0	0	0	0	0	0	0
Total all other governmental funds	\$ 5,714,233	\$ 7,415,199	\$ 10,230,064	\$ 12,079,244	\$ 15,568,780	\$ 18,019,170	\$ 35,544,094	\$ 43,970,275	\$ 46,064,032	\$ 39,171,763

(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
2001	2000	\$ 51,846,678	\$ 51,038,175	98.44%	\$ 799,057	\$ 51,837,232	99.98%
2002	2001	69,835,665	67,152,670	96.16%	2,661,444	69,814,114	99.97%
2003	2002	80,810,637	79,244,072	98.06%	1,553,936	80,798,008	99.98%
2004	2003	84,598,369	83,457,249	98.65%	1,112,986	84,570,235	99.97%
2005	2004	104,269,723	104,058,464	99.80%	98,843	104,157,307	99.89%
2006	2005	117,076,280	116,418,254	99.44%	496,370	116,914,624	99.86%
2007	2006	133,173,074	132,259,567	99.31%	736,233	132,995,800	99.87%
2008	2007	145,941,864	145,780,209	99.89%	(188,242)	145,591,967	99.76%
2009	2008	152,002,298	151,652,400	99.77%	(534,404)	151,117,996	99.42%
2010	2009	182,526,173	179,588,657	98.39%	0	179,588,657	98.39%

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 & Minereals	Total Taxable Assessed Value	Estimated Actual Taxable Value (1)	Assessed Value as a percentage of Actual Value
		Residential	Commercial					
2001	2000	\$ 80,734,668	\$ 21,975,048	\$ 166,001,575	\$ 1,356,353,131	\$ 1,625,064,422	\$ 4,659,303,697	34.88%
2002	2001	87,827,845	24,152,512	205,244,281	1,897,356,598	2,214,581,236	5,729,823,768	38.65%
2003	2002	99,495,330	35,594,547	245,277,134	2,183,577,771	2,563,944,782	6,775,004,265	37.84%
2004	2003	110,129,736	37,566,308	248,018,397	2,290,964,750	2,686,679,191	7,108,629,105	37.79%
2005	2004	120,631,583	40,123,404	254,832,860	2,843,140,472	3,258,728,319	7,870,968,065	41.40%
2006	2005	130,657,458	41,293,876	280,652,451	3,207,923,708	3,660,527,493	8,564,715,607	42.74%
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%

Source: Campbell County Assessor

(1) County Property is reassessed annually. County assessed property rates are 100% for minerals, 11.5% for businesses and 9.5% for local property. Estimateed Actual Taxable Value is calculated by dividing the assessed value by those percentages.

Note: Real Property, Personal Property, Public Utilities & Minereals Assessed Value for tax years 1997 through 1999 are estimates based on a 6 year average percentage. Assessed value for Real and Personal Property for tax year 2008 are estimates based on a 9 year average percentage.

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	State School Millage		
2001	2000	7.277	0.000	7.277	11.133	0.000	11.133	31.000	1.306	32.306	12.000	4.735	67.451
2002	2001	8.000	0.000	8.000	11.004	0.000	11.004	31.500	1.306	32.806	12.000	4.070	67.880
2003	2002	8.000	0.000	8.000	11.007	0.000	11.007	31.500	1.306	32.806	12.000	3.910	67.723
2004	2003	8.000	0.000	8.000	11.005	0.000	11.005	31.500	0.916	32.416	12.000	3.990	67.411
2005	2004	8.000	0.000	8.000	11.005	0.000	11.005	32.000	0.000	32.000	12.000	3.913	66.918
2006	2005	8.000	0.000	8.000	11.005	0.000	11.005	32.000	0.000	32.000	12.000	3.880	66.885
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

Source: Campbell County Assessor

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 (1)	Tuition & Fees (1)	Rentals (1)	Charges for Services (1)	Contributions & Donations (1)	Other Local Revenue	Miscellaneous (1)	Taxes	Taxes	Taxes	Intergovernmental	Intergovernmental	Intergovernmental	Intergovernmental		
2001	\$ 38,888,797	\$ N/A	\$ N/A	\$ N/A	\$ N/A	\$ N/A	\$ 2,290,648	\$ N/A	\$ 87,599,983	\$ 2,727,322	\$ 0	\$ 4,701,172	\$ 0	\$ 4,701,172	\$ 57,367,922		
2002	50,414,322	457,382	441,855	33,751	503,441	163,595	4,602,926	442,456	117,181,285	3,450,299	1,403,884	5,010,559	1,403,884	5,010,559	78,642,755		
2003	50,047,834	243,119	469,864	29,621	448,400	294,122	5,483,836	395,756	12,058,310	4,066,544	478,511	5,076,803	478,511	5,076,803	79,092,720		
2004	51,994,888	221,793	385,972	41,664	511,732	237,083	5,699,311	2,120,369	111,133,885	3,123,263	391,842	5,804,466	391,842	5,804,466	81,666,268		
2005	57,743,950	931,296	443,528	50,899	394,464	184,705	0	378,247	13,521,611	29,579	7,035,151	5,850,154	7,035,151	5,850,154	86,563,584		
2006	67,371,197	2,403,857	528,323	47,754	480,781	272,491	0	2,217,249	15,990,906	0	4,290,852	6,556,265	4,290,852	6,556,265	100,159,675		
2007	82,648,800	3,665,603	430,981	50,348	509,228	337,395	0	454,343	19,548,166	0	11,344,356	6,044,559	11,344,356	6,044,559	125,033,779		
2008	85,123,873	3,065,541	383,067	65,307	449,902	311,034	0	492,334	20,159,453	0	10,741,114	4,658,244	10,741,114	4,658,244	125,449,869		
2009	86,303,539	998,796	675,883	43,002	446,185	262,591	0	501,898	20,389,644	0	36,078,614	6,056,673	36,078,614	6,056,673	151,756,825		
2010	89,965,029	218,746	355,516	55,024	609,350	540,885	0	57,907	21,663,559	0	21,736,066	7,781,772	21,736,066	7,781,772	142,983,854		

(1) N/A Not Available. With the GASB 34 reporting changes, the State of Wyoming's Department of Education reclassified function groupings and expanded certain categories. Restating past years' financials into the State's new GASB 34 groupings was found to be overwhelming and extremely difficult. Because of this, the decision was made to opt out of restating previous non-GASB 34 years.

PRINCIPAL TAXPAYERS (Top 50%)
LAST TEN FISCAL YEARS

(Unaudited)

TABLE 9

TAXPAYER	TYPE OF BUSINESS	Tax Year 2009			Tax Year 2000		
		ASSESSED VALUE	RANK	% of Total Taxable Assessed Value	ASSESSED VALUE	RANK	% of Total Taxable Assessed Value
Powder River Coal Company	Coal	\$ 973,622,478	1	17.05%	\$ 214,091,289	1	13.17%
Thunder Basin Coal Company	Coal	815,504,854	2	14.28%	195,780,244	2	12.05%
Alpha Coal West Incorporated	Coal	396,502,240	3	6.94%			
Cordero Mining Company	Coal	320,813,104	4	5.62%	89,542,298	5	5.51%
Caballo Coal Company	Coal	289,959,111	5	5.08%			
Jacobs Ranch Coal Company	Coal	229,606,667	6	4.02%	109,806,011	4	6.76%
AMAX Coal West Inc	Coal				177,390,401	3	10.92%
Total		3,026,008,454		52.99%	786,610,243		54.40%
Assessed Value		5,710,554,518			1,625,064,442		

Source: State Agency - Economic Analysis & Campbell County Economic Development Corporation

LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

(Unaudited)

TABLE 10

Fiscal Year	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Tax Year	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Assessed Valuation	\$ 1,625,064,442	\$ 2,214,064,422	\$ 2,563,944,782	\$ 2,686,679,191	\$ 3,258,728,319	\$ 3,660,527,493	\$ 4,263,561,953	\$ 4,553,066,493	\$ 4,722,822,444	\$ 5,710,554,518
Debt Limit (1)	\$ 162,506,442	\$ 221,406,444	\$ 256,394,478	\$ 268,667,919	\$ 325,872,832	\$ 366,052,749	\$ 426,356,195	\$ 455,306,649	\$ 472,282,244	\$ 571,055,452
Total Net Debt Applicable to the Limit on June 30, Fiscal year	\$ 15,890,000	\$ 13,775,000	\$ 11,560,000	\$ 8,980,000	\$ 6,255,000	\$ 3,395,000	\$ 0	\$ 0	\$ 0	\$ 0
Legal debt margin	\$ 1,466,164,442	\$ 2,07,631,444	\$ 2,44,834,478	\$ 259,687,919	\$ 319,617,832	\$ 362,657,749	\$ 426,356,195	\$ 455,306,649	\$ 472,282,244	\$ 571,055,452
Total net debt applicable to the limit as a percentage of debt limit	9.78%	6.22%	4.51%	3.34%	1.92%	0.93%	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 GENERAL BONDED DEBT OUTSTANDING

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

TABLE 11

Fiscal Year	General Obligation Bonds	Less Debt Service Fund	Net Bonded Debt	Estimated Actual Taxable Value of Property (2)	Ratio of Net bonded Debt to Estimated Actual Taxable Value of Property	County Population (1)	Net Bonded Debt per Capita
2001	\$ 15,890,000	\$ 1,346,345	\$ 14,543,655	4,659,303,697	0.31%	34,526	\$ 421
2002	13,775,000	2,687,291	11,087,709	5,729,823,768	0.19%	35,869	309
2003	11,560,000	4,463,883	7,096,117	6,775,004,265	0.10%	36,086	197
2004	8,980,000	5,370,375	3,609,625	7,108,629,105	0.05%	36,260	100
2005	6,255,000	3,789,189	2,465,811	7,870,968,065	0.03%	37,061	67
2006	3,395,000	2,296,280	1,098,720	8,564,715,607	0.01%	38,487	29
2007	0	871,808	(871,808)	9,508,052,813	-0.01%	40,462	(22)
2008	0	916,098	(916,098)	10,580,504,775	-0.01%	41,474	(22)
2009	0	1,028,413	(1,028,413)	10,046,143,547	-0.01%	43,967	(23)
2010	0	1,085,363	(1,085,363)	13,053,305,514	-0.01%	46,460	(23)

(1) State Agency - Wyoming, Department of Administration & Information Economic Analysis Division 2010 est.

(2) Campbell County Assessor

**COMPUTATION OF DIRECT AND OVERLAPPING DEBT
LAST TEN FISCAL YEARS**

(Unaudited)

TABLE 12

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
As of June 30,										
Debt Outstanding										
Campbell County School District - Net Debt Obligation	\$ 14,543,655	\$ 11,087,709	\$ 7,096,117	\$ 3,609,625	\$ 2,465,811	\$ 1,098,720	\$ 0	\$ 0	\$ 0	\$ 0
Campbell County Memorial Hospital District (1)	7,905,000	0	0	0	0	0	0	0	0	0
	<u>22,448,655</u>	<u>11,087,709</u>	<u>7,096,117</u>	<u>3,609,625</u>	<u>2,465,811</u>	<u>1,098,720</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total direct and overlapping dept	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%
Percentage overlapping										

Source: Campbell County Treasurer

(1) Hospital Bond paid off in their bonds in one lump sum in fiscal year 2002

DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS

(Unaudited)

TABLE 13

Fiscal Year	County Population (1)	Personal Income (2)	Per Capita Personal Income	Median Age (2)	Average Daily Membership	Students as % of Population	Unemployment Rate (1)
2001	34,526	\$ 1,053,236	\$ 30,506	31.1	7,430	21.52%	2.7%
2002	35,869	1,086,782	30,299	31.3	7,436	20.73%	3.0%
2003	36,086	1,145,903	31,755	32.0	7,294	20.21%	3.4%
2004	36,260	1,253,564	34,572	32.0	7,155	19.73%	2.9%
2005	37,061	1,457,132	39,317	32.1	7,141	19.27%	2.5%
2006	38,487	1,728,719	44,917	33.3	7,350	19.10%	1.5%
2007	40,462	1,877,931	46,412	32.9	7,566	18.70%	1.9%
2008	41,474	2,087,459	50,332	32.2	7,534	18.17%	2.0%
2009	43,967	N/A	N/A	31.7	8,007	18.21%	4.1%
2010	46,460	N/A	N/A	N/A	8,145	17.53%	5.3%

(1) State Agency - Wyoming Department of Administration & Information Economic Analysis Division 2010 estimated

(2) U.S. Bureau of Economic Analysis (BES)

PRINCIPAL EMPLOYERS

Current Year and Nine Years Ago

(Unaudited)

TABLE 14

Employer	Product	2010			2001		
		Employees	Rank	Percentage of Total County Labor Force as of 1/2010	Employees	Rank	Percentage of Total County Labor Force as of 1/2001
Peabody Energy	Coal Mining	1,926	1	7.03%	943	4	5.06%
Campbell County School District	Education	1,845	2	6.74%	1,455	1	7.81%
ARCH Coal, Inc. / Thunder Basin Coal Company	Coal Mining	1,784	3	6.51%	600	8	3.22%
Cloud Peak Energy	Coal Mining	1,529	4	5.58%			
Campbell County Memorial Hospital	Hospital	850	5	3.10%	778	6	4.18%
Foundation Coal West	Coal Mining	480	6	1.75%			
Campbell County Government	Government	553	7	2.02%	840	5	4.51%
Wal-mart	Retail	230	8	0.84%			
Buckskin Mining Company	Coal Mining	346	9	1.26%			
Wyoming Machinery Company	Equipment & Repair Services	327	10	1.19%			
Kennecott Energy	Coal Mining				1,095	2	5.88%
Powder River Coal Company	Coal Mining				1,042	3	5.59%
Triton Coal Company	Coal Mining				645	7	3.46%
R.A.G. Coal International	Coal Mining				436	9	2.34%
Burlington Northern Santa Fe Railway Company	Railroad				375	10	2.01%

Sources: Northeast Wyoming Economic Development Corporation and State of Wyoming Department of Employment, Research and Planning

Note: County labor force statistics from United States Department of Labor 1/2001 18,625 1/2010 27,384

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OPERATING INFORMATION FOR CAMPBELL COUNTY SCHOOL DISTRICT
LAST TEN FISCAL YEARS

(Unaudited)

TABLE 15

	Fiscal Year 2001	Fiscal Year 2002	Fiscal Year 2003	Fiscal Year 2004	Fiscal Year 2005	Fiscal Year 2006	Fiscal Year 2007	Fiscal Year 2008	Fiscal Year 2009	Fiscal Year 2010
Number of Schools										
Elementary (5 rural)	13	13	13	13	13	13	13	13	13	13
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	20	20	20	20
High School Graduates										
Campbell County School District	455	440	452	375	384	356	378	299	364	380
Wright Jr/Sr High	53	48	38	46	41	28	22	43	33	20
Westwood High School	36	47	28	72	53	71	87	98	114	126
Total Graduates	544	535	518	493	478	455	487	440	511	526
Student / Teacher Ratios										
Elementary	18.3:1	18.0:1	17.22:1	16.68:1	17.16:1	17.18:1	16.57:1	18.73:1	18.17:1	17.67:1
Secondary	14.2:1	15.4:1	17.46:1	15.76:1	15.35:1	19.9:1	15.41:1	14.58:1	14.12:1	14.44:1
Student Membership/Attendance										
Average Daily Membership	7,430	7,436	7,294	7,155	7,141	7,350	7,565	7,534	8,007	8,145
Average Daily Attendance	6,998	7,005	6,891	6,744	6,702	6,842	7,077	7,060	7,547	7,626
Percent of Attendance	94.19%	94.20%	94.47%	94.26%	93.85%	93.09%	93.55%	93.71%	94.26%	93.63%
General Fund Cost per Pupil based on ADM	\$ 7,024	\$ 7,575	\$ 8,866	\$ 9,257	\$ 8,848	\$ 10,156	\$ 11,777	\$ 12,998	\$ 12,463	\$ 14,192

	Fiscal Year 2001	Fiscal Year 2002	Fiscal Year 2003	Fiscal Year 2004	Fiscal Year 2005	Fiscal Year 2006	Fiscal Year 2007	Fiscal Year 2008	Fiscal Year 2009	Fiscal Year 2010
School District Employees										
Instructional Services										
Central Office Administrators	5	5	4	4	5	5	9	9	10	7
Principals & Assistant Principals	23	24	25	25	25	27	26	26	27	28
Teaching Staff	547	575	571	585	604	620	616	635	638	657
Substitute Teachers	132	228	205	205	144	180	213	202	225	246
Guidance Counselors	16	16	17	17	17	19	16	18	18	17
Media Specialists	12	12	12	12	12	13	13	13	13	16
Support Services										
Central Office Administrators	5	5	5	5	5	5	4	4	4	3
Specialists/Coordinators/Directors	0	0	0	0	0	7	8	8	9	13
Nurses, Psychologists, and Social Workers	25	25	28	28	28	48	43	43	45	39
Pupil Transportation	130	131	126	126	147	135	115	119	136	151
Personnel Services	6	5	5	5	5	6	6	6	7	7
Operation and Maintenance	116	104	107	107	109	103	101	116	122	131
Finance, Fiscal Services and Data Processing	15	14	14	14	15	16	16	16	16	16
School Bldg Clerical & Aides Support	352	272	269	269	314	421	426	425	432	443
General Laborer / Science Center	2	2	2	2	2	2	2	2	2	2
Print Shop	6	6	6	6	5	5	5	4	4	4
Purchasing/Warehouse/Mail Services	6	6	6	6	6	6	6	6	6	6
Food Service	57	52	51	51	56	68	54	55	57	59
Total School District Employees	1,455	1,482	1,453	1,467	1,499	1,686	1,679	1,707	1,771	1,845
Teacher Salaries										
Minimum	\$ 21,500	\$ 24,550	\$ 28,000	\$ 28,100	\$ 28,100	\$ 30,303	\$ 40,500	\$ 42,500	\$ 43,000	\$ 46,000
Maximum	51,385	54,604	55,095	56,450	56,730	59,899	74,900	77,400	77,900	80,900
Average	35,686	39,398	39,877	40,164	40,664	42,528	55,381	57,735	58,023	61,199

SCHOOL BUILDING INFORMATION - OWNED BUILDINGS

LAST TEN FISCAL YEARS

(Unaudited)

TABLE 16

	Fiscal Year 2001	Fiscal Year 2002	Fiscal Year 2003	Fiscal Year 2004	Fiscal Year 2005	Fiscal Year 2006	Fiscal Year 2007	Fiscal Year 2008	Fiscal Year 2009	Fiscal Year 2010
SCHOOLS										
ELEMENTARY (K-6)										
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	331	323	318	314	317	347	393	402	435	440
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	181	206	217	219	240	238	285	298	287	281
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	56	42	43	40	43	37	41	41	36	37
HILLCREST (Old Building & Location 1972/1975/1984) New Building and Location 2009										
Square Feet	41,784	41,784	41,784	41,784	41,784	41,784	41,784	41,784	68,620	68,620
Acres	8.95	8.95	8.95	8.95	8.95	8.95	8.95	8.95	10.89	10.89
Capacity	481	481	481	481	481	481	481	481	519	519
Average Daily Membership	314	321	308	290	310	322	337	324	348	408
LAKEVIEW (1968/1973/1976)										
Square Feet	35,057	35,057	35,057	35,057	35,057	35,057	35,057	35,057	35,057	35,057
Acres	4.19	4.19	4.19	4.19	4.19	4.19	4.19	4.19	4.19	4.19
Capacity	378	378	378	378	378	378	378	378	378	378
Average Daily Membership	299	303	301	288	294	305	345	344	350	348
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	22	19	18	15	16	19	21	21	22	19

	Fiscal Year 2001	Fiscal Year 2002	Fiscal Year 2003	Fiscal Year 2004	Fiscal Year 2005	Fiscal Year 2006	Fiscal Year 2007	Fiscal Year 2008	Fiscal Year 2009	Fiscal Year 2010
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	243	248	270	263	271	289	288	299	322	290
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	383	384	396	400	422	434	440	455	460	458
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	429	428	417	426	412	433	449	260	489	476
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	126	133	129	137	139	141	144	171	273	325
RECLUSE (Old Building & Location 1964/1973) New Building & New Location 2007										
Square Feet	9,625	9,625	9,625	9,625	9,625	9,625	17,509	17,509	17,509	17,509
Acres	3.90	3.90	3.90	3.90	3.90	3.90	7.02	7.02	7.02	7.02
Capacity	80	80	80	80	80	80	100	100	100	100
Average Daily Membership	20	30	32	33	33	33	38	35	34	39
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	343	339	326	311	321	312	327	354	362	351
STOCKTRAIL (1971)										
Square Feet	27,162	27,162	27,162	27,162	27,162	27,162	27,162	27,162	27,162	27,162
Acres	7.99	7.99	7.99	7.99	7.99	7.99	7.99	7.99	7.99	7.99
Capacity	445	445	445	445	445	445	445	445	445	445
Average Daily Membership	253	261	247	246	249	253	262	245	270	309
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	411	420	418	425	398	425	432	446	474	462
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	380	385	368	363	362	367	384	391	434	427

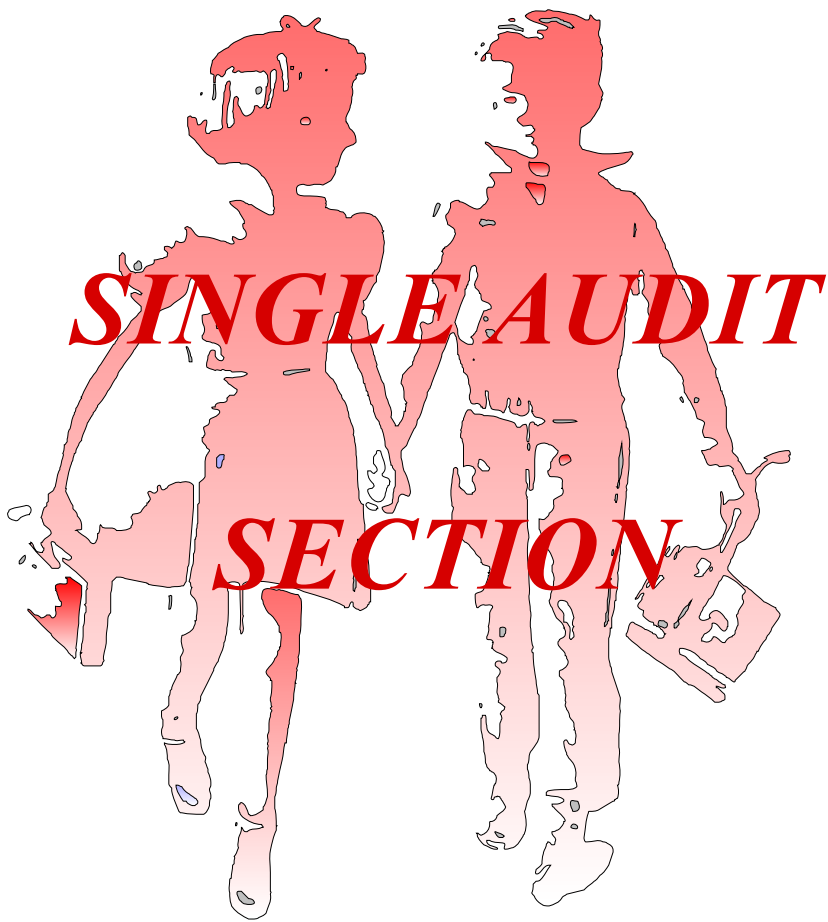
SCHOOL BUILDING INFORMATION - OWNED BUILDINGS (CONTINUED)

LAST TEN FISCAL YEARS

(Unaudited)

TABLE 16 (CONTINUED)

	Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	
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	188,630
Acres	21.04	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	1,100
Average Daily Membership	822	843	795	767	742	804	806	771	816	834	834
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	167,000
Acres	12.90	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	1,100
Average Daily Membership	816	821	855	853	836	830	826	778	782	787	787
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	109,741
Acres	23.24	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	650
Average Daily Membership	293	266	250	255	221	253	245	244	228	249	249
HIGH SCHOOL											
WESTWOOD (1962/1975)											
Square Feet	21,429	21,429	21,429	21,429	21,429	21,429	21,429	21,429	21,429	21,429	21,429
Acres	2.48	2.48	2.48	2.48	2.48	2.48	2.48	2.48	2.48	2.48	2.48
Capacity	135	135	135	135	135	135	135	135	135	135	135
Average Daily Membership	130	116	107	110	82	97	100	106	156	160	160
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	337,557
Acres	42.95	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	1,800
Average Daily Membership	1,582	1,391	1,482	1,399	1,433	1,413	1,298	1,349	1,429	1,446	1,446
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	214,398
Acres	50.00	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	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	3,229
Average Daily Membership	1,582	1,391	1,482	1,399	1,433	1,413	1,298	1,349	1,429	1,446	1,446



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SHUCK, BENNETT & WEBER, LLP

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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

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

We have audited the financial statements 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 and for the year ended June 30, 2010, which collectively comprise **Campbell County School District No. 1's** basic financial statements and have issued our report thereon dated November 23, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered **Campbell County School District No. 1's** internal control over financial reporting as a basis for designing our auditing procedures 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 over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the **District's** internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, as discussed above, we identified a certain deficiency in internal control over financial reporting, described in the accompanying schedule of findings and questioned costs that we consider to be a significant deficiency in internal control over financial reporting. We consider the deficiency described in the accompanying schedule of findings and

questioned costs as Finding IC 10-1 to be a significant deficiency in internal control over financial reporting. 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.

Compliance and Other Matters

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

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

This report is intended solely for the information and use of the Governing Board, management, the Wyoming Department of Audit, the oversight entity, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

SITUCK, BENNETT + WEBER, LLP

Gillette, Wyoming
November 23, 2010

SHUCK, BENNETT & WEBER, LLP

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

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

Compliance

We have audited **Campbell County School District No. 1's** compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2010. 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. Compliance with the requirements, referred to above, is the responsibility of the **District's** management. Our responsibility is to express an opinion on the **District's** compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program identified in the accompanying schedule of findings and questioned costs occurred. An audit includes examining, on a test basis, evidence about the **District's** compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the **District's** compliance with those requirements.

In our opinion, the **District** complied, in all material respects, with the compliance requirements referred to above that are applicable to each of its major federal programs identified in the accompanying schedule of findings and questioned costs for the year ended June 30, 2010.

Internal Control Over Compliance

Management of the **District** is responsible for establishing and maintaining effective internal control over compliance with the compliance requirements referred to above. In planning and performing our audit, we considered the **District's** internal control over compliance with the requirements that could have a direct and material effect on major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of the 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, detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be deficiencies, significant deficiencies, or material weaknesses in internal control over compliance. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies as described in the accompanying schedule of findings and questioned costs as items FA 10-01 and FA 10-2. 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.

The **District's** responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the **District's** responses and, accordingly, we express no opinion on them.

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

STUCK, BENNETT & WEBER, LLP

Gillette, Wyoming
November 23, 2010

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

Year Ended June 30, 2010

(Page 1 of 3)

Federal Grantor Pass Through Grantor Program Title	Federal CFDA Number	Pass- Through Grantor's Number	Expenditures
Department of Education			
Direct Awards:			
Impact Aid Section 8003(b)	84.041B	S041B-2010-5966	\$ 64,855
Safe Schools/Healthy Students FY10	84.184L	Q184L080013	1,286,713
Safe Schools/Healthy Students FY09	84.184L	Q184L080013	9,131
Total Direct Awards			\$ 1,360,699
Passed Through State of Wyoming Department of Education			
Advanced Placement Program	84.330B	-	\$ 560
Carl Perkins, Vocational Education, FY10	84.048A	080VEA2569	134,018
Carl Perkins, Vocational Education, FY09	84.048A	090VEA2569	2,281
Title I, Basic ARRA FY10	84.389A	100301TIA00	269,051
Title I School Lunch ARRA, FY10	84.389A	100301A1SW00	166,312
Title I, FY10	84.010A	100T1A256S	1,250,827
Title I, FY09	84.010A	090T1A256S	46,887
Title I Neglected and Delinquent ARRA, FY10	84.389A	10031AND200	29,466
Title I, Neglected and Delinquent, FY10	84.010A	10NDS2256V	76,388
Title I, Neglected and Delinquent, FY09	84.010A	09NDS2256V	13,649
Drug Free Schools, FY10	84.186A	10SDFS256H	72,979
Drug Free Schools, FY09	84.186A	09SDFS256H	54,845
Drug Free Schools, WHSSM Funding	84.186A	-	5,227
Title II D, Technology, FY10	84.318X	1011DCOMPT1	9,733
Title II D, FY10	84.318X	100T2D2566	24,178
Title II D, Technology, ARRA, FY10	84.386A	100301AT2DAO	108,462
Title II D, Technology, FY 09	84.318X	0911DCOMP1	7,470
Title II D, FY09	84.318X	090T2D2566	11,989
Title II A, FY09	84.367A	090T2A2569	100,428
Title II A, FY10	84.367A	100T2A2569	712,323
Title II B, FY 09	84.366B	090301T2BW	154,527
Part B, FY10	84.027A	10VIBA2566	1,364,338
Part B, FY09	84.027A	09VIBA2566	509,843
Part B, FY10	84.173A	10VIBP256ZM	2,317
Part B, FY09	84.173A	09VIBP256M	1,030
Part B, Flow Through ARRA, FY10	84.027A	100301AVIB00	646,200
Part B, 619 ARRA, FY10	84.173A	100301A1BP00	32,759
Title III, FY10	84.365A	10000T3256W	28,780
Title III, FY09	84.365A	0900T3256W	6,630
McKinney Homeless, FY10	84.196A	10HMLS00301	4,568
McKinney Homeless, FY09	84.196A	09HMLS00301	10,190
McKinney Homeless, FY08	84.196A	08HMLS00301	555
McKinney Homeless, ARRA Grant FY10	84.196A	100301AHOMW	333

(Continued)

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

Year Ended June 30, 2010

(Page 2 of 3)

Federal Grantor Pass Through Grantor Program Title	Federal CFDA Number	Pass- Through Grantor's Number	Expenditures
<u>Passed Through State of Wyoming Department of Education (Continued)</u>			
21 st Century CLC, FY10	84.287C	10T21C40301	\$ 70,086
21 st Century CLC, FY10	84.287C	10T21C50301	26,106
21 st Century CLC, FY10	84.287C	100301C6C00	610
21 st Century CLC, FY09	84.287C	0921C3C03A	33,605
21 st Century CLC, FY09	84.287C	0921C4C02A	135,114
21 st Century CLC, FY09	84.287C	09T21C30301	130,757
21 st Century CLC, FY08	84.287C	0821C4C02A	98
Total Passed Through State of Wyoming Department of Education			\$ 6,255,519
<u>Passed Through Wyoming Community College Commission</u>			
Title I, Even Start FY10	84.213	-	\$ 17,883
Total Passed Through Awards			\$ 6,273,402
Total U.S. Department of Education			\$ 7,634,101
<u>Department of Health and Human Services</u>			
Passed Through the State of Wyoming Department of Family Services			
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	-	\$ 2,892
<u>Corporation for National and Community Service</u>			
Passed Through State of Wyoming Department of Education			
Learn and Service America, School and Community Based Programs FY 10	94.004	100301LAS00	\$ 10,782
<u>Department of Agriculture</u>			
Passed Through the State of Wyoming Department of Education			
Food Distribution Program	10.550	-	\$ 112,339
National Breakfast Program	10.553	-	199,684
National School Lunch Program	10.555	-	914,272
Summer Food Service Program for Children	10.559	-	6,402
Child and Adult Care Food Program	10.558	-	5,377
Total U.S. Department of Agriculture			\$ 1,238,074
<u>Department of Interior</u>			
Passed Through Campbell County, Wyoming			
Treasurer's Office Taylor Grazing Act	15.227	-	\$ 100,066
<u>Department of Labor</u>			
Passed Through Wyoming Department of Workforce Services			
WIA Youth Activities - ARRA	17.259	-	\$ 24,882

(Continued)

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

Year Ended June 30, 2010

(Page 3 of 3)

Federal Grantor Pass Through Grantor Program Title	Federal CFDA Number	Pass- Through Grantor's Number	Expenditures
<u>National Aeronautics and Space Administration</u>			
Passed Through State of Wyoming Department of Aviation			
NASA Summer of Innovation	43. unknown	10030100	\$ 315
Total Expenditures of Federal Awards			\$ 9,011,112

Basis of Presentation: The accompanying schedule of expenditures of federal awards includes the federal grant activity of Campbell County School District No. 1 and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133 "Audits of State, Local Governments, and Non-Profit Organizations". Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the basic financial statements.

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For The Year Ended **June 30, 2010**

(Page 1 of 4)

Section I. Summary of Independent Auditor's Results

Financial Statements

Type of auditor's report issued: unqualified

Internal control over financial reporting:

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

Noncompliance material to financial statements noted? yes no

Federal Awards

Internal control over major programs:

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

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

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

Identification of major programs:

<i>CFDA Numbers</i>	<i>Name of Federal Program or Cluster</i>	<i>Amount Expended</i>
84.010	Title I	\$ 1,387,751
84.389	Title I ARRA	<u>464,829</u>
	Title I Cluster	<u>\$ 1,852,580</u>
84.318	Title II D	\$ 53,370
84.386	Title II D ARRA	<u>108,462</u>
	Total II D Cluster	<u>\$ 161,832</u>
84.027	Part B	\$ 1,874,181
84.027	Part B AARA	646,200
84.173	Part B	3,347
84.173	Part B AARA	<u>32,759</u>
	Part B Cluster	<u>\$ 2,556,487</u>

Dollar threshold used to distinguish between type A and type B programs: \$ 300,000

Auditee qualified as low-risk auditee? yes no

(Continued)

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For The Year Ended **June 30, 2010**

(Page 2 of 4)

Section II. Findings Relating to the Financial Statement Audit as Required to be Reported in Accordance With Government Auditing Standards Generally Accepted in the United States of America

A. Significant Deficiencies in Internal Control

IC 10-1 - Auditor Generates the Annual Financial Statements Including Footnotes

Criteria

The Auditing Standards Board (ASB) has issued guidance to auditors related to an entity's internal controls over financial reporting. Many small organizations rely on their auditor to generate the annual financial statements including footnotes. This guidance emphasizes that the auditor can not be part of your system of internal control over financial reporting.

Condition

In our judgement, the District's accounting personnel and those charged with governance, in the course of their assigned duties, lack the capable skills to prepare the financial statements and related footnotes in accordance with generally accepted accounting principles (GAAP).

Context

As part of the annual audit, the District requests that the auditor prepare the financial statements including footnotes.

Effect

A possibility exists that a material misstatement may be missed due to management not preparing the financial statements.

Cause

In our judgement, the District's accounting personnel and those charged with governance, in the course of their assigned duties, lack the capable skills to prepare the financial statements and related footnotes in accordance with generally accepted accounting principles (GAAP).

Recommendation

In our judgement, management and those charged with governance need to understand the importance of this communication. However, due to the lack of resources available to management to correct this significant deficiency in financial reporting, we recommend management mitigate this weakness by having a heightened awareness of all transactions being reported.

Views of Responsible Officials and Planned Corrective Actions

We believe certain individuals within the District's management have the appropriate skills and knowledge to understand the financial statements. Management reviews and approves the financial statements along with the journal entries proposed by the auditor as well as questions various journal entries and financial information, including the notes to the financial statements. We feel that management's knowledge and skills would be able to detect and correct a material misstatement.

B. Compliance Findings

There were no compliance findings.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For The Year Ended **June 30, 2010**

(Page 3 of 4)

Section III. Findings and Questioned Costs for Federal Awards

FA 10-1 - Auditor Generated the Schedule of Expenditures of Federal Awards including Footnotes

Criteria

The Auditing Standards Board (ASB) has issued guidance to auditors related to an entity's internal controls over financial reporting. Many small organizations rely on their auditor to generate the schedule of expenditures of federal awards including footnotes. SAS No. 115 emphasizes that the auditor cannot be a part of your system of internal control over financial reporting.

Condition

In our judgement, accounting personnel and those charged with governance, in the course of their assigned duties, lack all of the grant information available to prepare the Schedule of Federal Expenditures of Federal Awards and related footnotes in accordance with the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement and to detect and correct a material misstatement, if present.

Context

In the course of auditing federal awards, it was noted that the Schedule of Federal Expenditures of Federal Awards prepared by the District did not account for the reversal of prior year receivables and payables or for the booking of current year receivables and payables. The District provided journal entries for the auditor to post in order to get the federal grant accounts to the proper amounts.

Effect

The Schedule of Federal Expenditures of Federal Awards must be prepared by the auditor in order for it to be properly stated in accordance with generally accepted accounting principles.

Cause

The District grant administrator prepared the Schedule of Federal Expenditures of Federal Awards on the cash basis of accounting.

Recommendation

It is recommended that the District grant administrator take into consideration accrual basis entries in the preparation of the Schedule of Expenditures of Federal Awards.

Views of Responsible Officials and Planned Corrective Actions

The Administrative Assistant for Grants and Federal Programs will work with the Accounting Manager to create the Schedule of Expenditures reflecting an accrual basis rather than cash basis.

FA 10-2 - WIA Youth Activities - ARRA CFDA #17.259, Department of Labor

Passed through the Wyoming Department of Workforce Services

Criteria

Federal regulations regarding presentation of federal monies require that federal funding, including ARRA funding, be tracked separately and presented on the Schedule of Expenditures of Federal Awards.

Condition

The District was not aware that funding received from the Wyoming Department of Workforce Services was federal funding; accordingly, the District recorded the monies received in a local funding revenue account and did not include the funding on their Schedule of Expenditures of Federal Awards.

(Continued)

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For The Year Ended **June 30, 2010**

(Page 4 of 4)

Section III. Findings and Questioned Costs for Federal Awards

Questioned Costs

The amount received through CFDA #17.259 was \$24,882.

Context

In the course of auditing state funding, the auditor received confirmation from the funding source that the monies received were federal ARRA funds passed through their office.

Effect

The District did not track the federal funding or expenditures of ARRA monies in the proper accounts and did not include it on their Schedule of Expenditures of Federal Awards.

Cause

In our opinion, this condition came about due to a lack of understanding and communication within District personnel.

Recommendation

It is our recommendation that any time special funding is applied for or received by anyone in the District that they communicate with the District grants administrator. The grants administrator should then follow up on the source and requirements of that outside funding.

Views of Responsible Officials and Planned Corrective Actions

Administration and the Administrative Assistant for Grants and Federal Programs will communicate with District personnel the need to notify the Administrative Assistant for Grants and Federal Programs of any and all grant applications and awards, as well as any other programs that receive outside funding.

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Year Ended June 30, 2010

1) Prior Year Findings:

Segregation of Duties in the Data Processing Department

Criteria

For all major programs computer programmers perform both operating and programming functions in data processing. Computer programmers should not perform both operating and programming functions as this does not provide an adequate segregation of duties.

Condition

In our judgement, the District's data processing staff is not large enough to permit adequate segregation of duties as reported above. This lack of segregation of duties does not allow management to detect and correct a material misstatement if present. Due to the size of the District's staff it is anticipated that this will be an ongoing finding.

Recommendation

In our judgement, management and those charged with governance need to understand the importance of this communication. However, due to the lack of resources available to management to correct this weakness of segregation of duties, we recommend management mitigate this weakness with possible compensating controls such as close supervision and monitoring by management and by the governing board.

Views of Responsible Officials and Planned Corrective Actions

Although the Data Processing staff is too small to provide for adequate segregation of duties, there are effective compensating controls in place. Physical control of documents and control of check signature authority are two examples of measures used to compensate for the segregation issue. Purchase orders all require management approval, as well as invoices processed for payment. The Board of Trustees approves all warrants. On a monthly basis, expenditures are reviewed by the Board, Administrators, and Department Heads and bank statements are reconciled and reviewed. These controls provide adequate and effective safeguards to compensate for the lack of segregation of responsibilities in the data processing department.

This finding was corrected during the fiscal year ended June 30, 2010.

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

Thank You

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Campbell County Treasurer

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Campbell County Assessor

Troy Clements & Staff