

**ONEIDA SPECIAL SCHOOL DISTRICT**

**ANNUAL FINANCIAL REPORT**

**June 30, 2011**

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# INTRODUCTORY SECTION

**ONEIDA SPECIAL SCHOOL DISTRICT**

**ROSTER OF OFFICIALS**

**June 30, 2011**

**Elected Officials**

**Board of Education**

Chairman

Secretary/Treasurer

Vice Chairman

Member

Member

Nancy Williamson

Lori Phillips-Jones

Danny W. Cross

Dorothy Watson

Mark Matthews

**Appointed Officials**

Director of Schools

Instructional Supervisor

Elementary Principal

Middle School Principal

High School Principal

S. Henry Baggett

Jeanny Hatfield

Melinda Miller

Cheryl Butler

Kevin Byrd

# **FINANCIAL SECTION**

# Dennis E. Jeffers CPA, PC

Member of Tennessee Society of Certified Public Accounts

18707 Alberta Avenue  
Oneida, Tennessee 37841  
(423) 569-6969

## Independent Auditor's Report

Board of Education  
Oneida Special School District  
Oneida, Tennessee

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Oneida Special School District, Oneida, Tennessee, as of and for the year ended June 30, 2011, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Oneida Special School District, Oneida, Tennessee'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, each major governmental fund, and the aggregate remaining fund information of the Oneida Special School District, Oneida, Tennessee, as of June 30, 2011, and the respective changes in financial position and the respective budgetary comparison for the General Purpose School Fund, Debt Service Fund, Federal Projects Fund and the Capital Projects 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 October 25, 2011, on our consideration of the Oneida Special School District, Oneida, Tennessee's internal control over financial reporting and 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 4 through 12 and the Schedule of Funding Progress – Pension Plan on page 47, 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 the Oneida Special School District's financial statements as a whole. The introductory section and supplemental information 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 schedules 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 remaining supplemental information 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 it.

*Dennis E. Jeffers CPA PC*

Oneida, Tennessee  
October 25, 2011

**Oneida Special School District  
Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2011**

Our discussion and analysis of Oneida Special School Districts' financial performance provides an overview of the school system's financial activities for the fiscal year ended June 30, 2011. The intent of this discussion and analysis is to look at the school system's financial performance as a whole; readers should also review the notes to the financial statements to enhance their understanding of the school system's financial performance.

**Financial Highlights**

Key financial highlights for 2011 are as follows:

- The net assets of the school system increased by \$ 3,598,550. This represents a 41.65 percent increase from 2010.  
The fund balance of governmental activities increased by \$ 276,559 as cash and cash investments increased by \$ 601,995, receivables decreased by \$ 72,782 and capital assets increased by \$ 3,230,174 Unassigned net assets increased by \$112,614.
- General revenues accounted for \$ 9,469,881 or 69.21 percent of total revenue. Program specific revenues in the form of charges for services and operating grants and contributions accounted for \$ 4,213,409 or 30.79 percent of total revenues of \$ 13,683,290.
- The school district had \$ 10,084,740 in expenses. Of these expenses \$ 4,213,409 were offset by program specific charges for services, grants or contributions. General revenues (primarily taxes, state and federal funding) of \$ 9,469,881 were adequate to provide for these programs.
- Among major funds, the General Purpose School Fund had \$ 8,438,025 in revenues and \$ 8,024,934 in expenses. The fund balance for the General Purpose School Fund increased by \$ 72,810 from 2010.

**Using This Annual Report**

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Oneida Special School District as a financial whole. The statements then proceed to provide an increasingly detailed look at specific financial activities.

The Statement of Net Assets and Statement of Activities provide information about the activities of the school system, presenting both an aggregate view of the school systems financial and a longer-term view of those finances. Fund financial statements provide the

**Oneida Special School District  
Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2011**

next level of detail. For governmental activities, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the school system's most significant funds with all other non-major fund presented in one column. In the case of Oneida Special School District, the General Purpose School Fund is by far the most significant fund.

### **Reporting the School System as a Whole**

#### **The Statement of Net Assets and the Statement of Activities**

While this document contains the funds used by the school system to provide programs and activities, the view of the system as a whole looks at all financial transactions and asks the question, "How did we do financially during 2011?" The Statement of Net Assets and the Statement of Activities answer this question. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. This basis of accounting takes into accounts all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the school system's net assets and changes in those assets. This change in net assets is important because it tells the reader that, for the school system as a whole, the financial position of the system has improved or diminished. The cause of this change may be the result of many factors, some financial, and some not. Non-financial factors include the school system's tax base, facility condition, required educational programs and other factors.

In the Statement of Net Assets and the Statement of Activities, the school system reports governmental activities. Governmental activities are the activities where most of the school system's programs and services are reported, including, but not limited to, instruction, support services, operation and maintenance of plant, and pupil transportation. Oneida Special School District does not have any business-type activities.

### **Reporting the School System's Most Significant Funds**

#### **Fund Financial Statements**

Fund financial reports provide detailed information about the school system's major funds. The school system uses many funds to account for a multitude of financial transactions. However, these funds financial statements focus on the school system's

**Oneida Special School District  
Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2011**

most significant funds. The school system's major governmental fund is the General Purpose School Fund.

**Governmental Funds**

All of the school system's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year end that are available for spending in future periods. These funds are reported using a method called modified accrual accounting, which measures cash and all other financial assets that can be readily converted to cash. The governmental fund statements provide a detailed short-term view of the school system's general government operations and the basic services it provides. Governmental fund information helps you 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 is reconciled in the financial statements.

**The School System as a Whole**

The Statement of Net Assets provides the perspective of the school system as a whole. Table 1 provides a summary of the Oneida Special School District's net assets for 2011 compared to 2010.

**Table 1**

	2010	2011	Change
<b>Assets</b>			
Current and Other Assets	\$ 2,164,440	\$ 2,763,912	\$ 599,472
Capital Assets	<u>8,349,567</u>	<u>11,579,741</u>	<u>3,230,174</u>
Total Assets	<u><u>10,514,007</u></u>	<u><u>14,343,653</u></u>	<u><u>3,829,646</u></u>
<b>Liabilities</b>			
Long-Term Liabilities	840,359	750,433	(89,926)
Other Liabilities	<u>1,033,386</u>	<u>1,354,408</u>	<u>321,022</u>
	1,873,745	2,104,841	231,096
<b>Net Assets</b>			
Investment in Capital Assets , Net of Related Debt	7,509,208	10,829,308	3,320,100
Restricted	602,232	768,068	165,836
Unrestricted	<u>528,822</u>	<u>641,436</u>	<u>112,614</u>
	<u>8,640,262</u>	<u>12,231,812</u>	<u>3,598,550</u>
Total Liabilities and Net Assets	<u><u>\$ 10,514,007</u></u>	<u><u>\$ 14,343,653</u></u>	<u><u>3,829,646</u></u>

**Oneida Special School District  
Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2011**

Total assets of governmental activities increased by \$3,829,646, as cash and cash equivalents increased by \$ 601,995. Receivables decreased by \$ 72,782. Unassigned net assets, the part of net assets that can be used to finance day-to-day activities without constraints established by grant requirements or legal requirements increased b \$112,614.

Table 2 shows the changes in net assets for fiscal year 2010 and 2011.

Changes in Net Assets	2010	2011	Percentage Change
<b>Revenues</b>			
Property Taxes	\$ 1,149,629	\$ 1,129,082	-1.79%
Other Local Revenue	441,271	514,280	16.55%
Other Local Taxes	557,643	3,642,150	553.13%
State and Federal Through State	7,717,053	7,771,232	.70%
Other Revenues	34,005	31,356	-7.79%
Interest Earnings	30,514	23, 931	-21.57%
Food Services	563,290	571,259	1.41%
<b>Total Revenues</b>	<b>10,493,405</b>	<b>13,683,290</b>	<b>30.40%</b>
<b>Program Expenses</b>			
Regular Instruction Program	4,723,157	4,578,331	-3.07%
Special Education Instruction Program	967,485	880,651	-8.98%
Vocational /Alternative Instruction Program	203,390	284,863	40.06%
Support Services	1,020,589	1,097,779	7.56%
Administration	975,099	922,754	-5.37%
Community Services	33,300	33,300	0.00%
Student Transportation	180,750	182,347	-.88%
Operation and Maintenance of Plant	1,122,329	1,164,627	3.77%
Early Childhood Education	300,592	308,179	2.52%
Interest and Fiscal Charges	116,601	59,169	-49.26%
Food Service	535,801	572,740	6.89%
<b>Total Expenses</b>	<b>10,179,093</b>	<b>10,084,740</b>	<b>-0.59%</b>
<b>Increase (Decrease) in Net Assets</b>	<b>314,312</b>	<b>3,598,550</b>	<b>1044.90%</b>
<b>Beginning Net Assets</b>	<b>8,325,950</b>	<b>8,640,262</b>	<b>3.78%</b>
<b>Ending Net Assets</b>	<b>\$ 8,640,262</b>	<b>\$ 12,238,812</b>	<b>41.66%</b>

**Oneida Special School District  
Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2011**

**Governmental Activities**

State and federal aid through state revenues comprises 56.79 percent of revenues for governmental activities for the Oneida Special School District system for fiscal year 2011. Sales taxes make up 3.76 percent of revenues, with property taxes making up 8.25 percent.

Instruction total 56.96 percent of system expenses. Support services expenses comprise 10.89 percent of the expenses.

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows the total cost of services and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements.

**Table 3**

	<b>Total Cost of Services 2010</b>	<b>Net Cost of Services 2010</b>	<b>Total Cost of Services 2011</b>	<b>Net Cost of Services 2011</b>
Instruction	\$ 5,894,032	\$ 5,799,273	\$ 5,743,845	\$ 5,644,618
Support Services	1,020,589	1,020,589	1,097,779	1,097,779
Food Services	535,801	(27,489)	572,740	1,481
Administration	975,099	975,099	922,754	922,754
Other Education Costs	214,050	214,050	215,647	215,647
Operation and Maintenance	1,422,921	1,076,409	1,472,806	(2,070,117)
Interest and Fiscal Charges	116,601	116,601	59,169	59,169
Depreciation - Unallocated	-	-	-	-
	<u>\$ 10,179,093</u>	<u>\$ 9,174,532</u>	<u>\$ 10,084,740</u>	<u>\$ 5,871,331</u>

Instruction expenses include activities directly relating to teaching students and the interaction between teachers and students.

Support services include a broad range of activities that assist the educational process. These activities include assisting staff with the content and process of teaching pupils; conveyance of students to and from school and school activities; keeping school grounds and buildings in working order; administration and financial supervision of the system.

**Oneida Special School District  
Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2011**

Operations of non-instructional services include expenses relating to after-school programs for students and parental resource programs.

Food services involve the preparation and serving of breakfast and lunch meals to students and school staff.

Capital outlay and contributions includes costs for major additions, improvements or renovations to school buildings, school grounds or equipment.

Interest and fiscal charges involve the transactions associated with payment of interest and other related charges to debt of the school system.

Unallocated depreciation includes depreciation, which was not allocated to a specific governmental function because the expense or activity was shared by multiple functions.

The dependence upon tax revenue is apparent. Over 93 percent of instruction activities are supported through taxes and other general revenues. The community as a whole is the primary support for the Oneida Special School District.

### **The School System's Funds**

Information about the school system's major funds is detailed in the basic financial statement section of the financial statements. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$ 13,683,290 and expenditures of \$ 13,406,731.

As the school system completed the year, all governmental funds had a fund balance of \$1,423,566 this represents an increase of \$ 276,559 from 2010.

### **General Purpose School Fund Budgetary Highlights**

The school system's budget is prepared according to Tennessee law and is based on general accepted accounting principles. The most significant budgeted fund is the General Purpose School Fund.

The school system amended its budget at the end of the 2011 fiscal year. The items amended fell into three categories. The first category included all professional salaries and related benefits, which were increased in January by the State of Tennessee.

**Oneida Special School District  
Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2011**

The second category included increases in capital outlay caused by building projects at the schools. The third category included transfers made from line items to line items to prevent budget overruns. Overall appropriations decreased by \$ 1,419,540.

**Capital Assets**

At the end of fiscal year 2011, the school system had \$ 11,579,741 invested in land, buildings and improvements, machinery and equipment, and vehicles, net of depreciation.

Table 4 shows fiscal 2011 balances compared to 2010.

**Table 4  
Capital Assets (Net of Depreciation) at June 30**

	<b>2010</b>	<b>2011</b>
Land	\$ 547,786	\$ 547,786
Construction in Progress	278,034	3,656,313
Buildings and Improvements	7,248,367	7,130,995
Machinery and Equipment	275,380	244,647
	<b>\$ 8,349,567</b>	<b>\$ 11,579,741</b>

Depreciation expenses for the year were \$ 248,630.

**Oneida Special School District  
Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2011**

**Debt Administration**

At June 30, 2011, the school system had outstanding bonds and notes payable totaling \$ 750,433, with \$ 121,346 due within one year.

**Table 5  
Outstanding Debt at June 30**

	2010	2011
1,280,000 School Refunding Bonds, Series 1998, Interest 4.5 to 5% Matures 12/1/10, annual payments of \$75,000 to \$125,000	125,000	0
First National Bank 1994 Issue for \$1,008,359.17 At 5%, monthly Payments of \$2,253.76 matures 9/27/09	607,674	560,567
Brewco LLC 2000 \$240,000 at 6% \$2025.59 Monthly, matures 8/15/15	107,685	89,340
Energy Efficient Schools Initiative 2011, Monthly Payments of \$8,308 At no interest for 110 months	0	100,526
	\$ 840,359	\$ 750,433

**Oneida Special School District  
Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2011**

**Current Financial Issues and Concerns**

Local economic factors present a less than favorable outlook for the Oneida Special School District. The decline in state revenues is a huge concern for the district. In addition, the school system's student population has increased by 3 percent each year, impacting the division of county tax revenue and increasing funding from the state.

A concern that remains in the forefront of the minds of the administration and Board of Education is the uncertain state financial situation. These scenarios require the school system to plan carefully and prudently to provide resources to meet student needs over the next several years.

In conclusion, the Oneida Special School District has committed itself to financial excellence for many years. In addition, the school system's system of budgeting and internal financial controls is well regarded. The school system plans to continue its sound financial management to meet the challenges of the future.

**Contacting the School System's Financial Management**

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the Oneida Special School District's finances and to show the school system's accountability for the money it receives. If you have questions about this report or need additional financial information contact S. Henry Baggett, Director of Schools at Oneida Special School District, 195 N. Bank Street, Oneida TN 37841, email at [hbaggett@OneidaSchools.org](mailto:hbaggett@OneidaSchools.org).

## **BASIC FINANCIAL STATEMENTS**

Oneida Special School District  
 Government-wide Statement of Net Assets  
 June 30, 2011

	<b>Governmental Activities</b>
<b>ASSETS</b>	
<b>Current Assets</b>	
Cash and cash equivalents	\$ 1,175,093
Investments	340,989
Receivables (net of allowance for uncollectible)	
Due from Other Governments	137,553
Property taxes	<u>1,097,550</u>
Total current assets	<u>2,751,185</u>
<b>Restricted assets:</b>	
Temporarily restricted:	
Investments	<u>12,727</u>
Total restricted assets	<u>12,727</u>
<b>Capital assets</b>	
Land	547,786
Buildings	11,198,428
Machinery and equipment	494,658
Construction in Progress	3,656,312
Less: Accumulated Depreciation	<u>(4,317,443)</u>
Total capital assets	<u>11,579,741</u>
<b>Total Assets</b>	<u><u>\$ 14,343,653</u></u>

*The notes to financial statements are an integral part of these financial statement.*

**Oneida Special School District  
Government-wide Statement of Net Assets  
June 30, 2011**

**Governmental  
Activities**

**LIABILITIES**

**Current liabilities**

Accounts payable and other current liabilities	\$ 85,617
Deferred Revenue	1,086,965
Retainage Payable	167,767
Notes Payable - Current	121,346
Current liabilities	<u>1,461,695</u>

Noncurrent liabilities:

Compensated Absences	14,059
Notes & Bonds Payable	629,087
Total Noncurrent liabilities	<u>643,146</u>
Total liabilities	<u>2,104,841</u>

**NET ASSETS**

Invested in capital assets, net of related debt	10,829,308
Restricted for:	
Cafeteria fund	71,763
Debt Service	431,827
Capital Projects	189,842
Building Fund	61,909
Scholarship	12,727
Unassigned	641,436
Total net assets	<u>12,238,812</u>

Total Liabilities and Net Assets	<u>\$ 14,343,653</u>
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*The notes to financial statements are an integral part of these financial statement.*

**Oneida Special School District  
Government-wide Statement of Activities  
For the Year Ended June 30, 2011**

	<u>Program Revenues</u>			
	<u>Expenses</u>	<u>Fees, Fines and Charges for Services</u>	<u>Operating Grants and Contributions</u>	
<b><u>Functions/Programs</u></b>				
<b>Primary government:</b>				
Government activities:				
Regular Instruction Program	\$ 4,578,331	\$ -	\$ 99,227	\$ (4,479,104)
Special Education Program	880,651	-	-	(880,651)
Vocational Education Program	203,988	-	-	(203,988)
Alternative Education Program	80,875	-	-	(80,875)
Support Services	1,097,779	-	-	(1,097,779)
Food Services	572,740	202,594	368,665	(1,481)
Administration	922,754	-	-	(922,754)
Community Services	33,300	-	-	(33,300)
Student Transportation	182,347	-	-	(182,347)
Operation and Maintenance of Plant	1,164,627	-	3,542,923	2,378,296
Early Childhood Education	308,179	-	-	(308,179)
Interest and fees on long-term debt	59,169	-	-	(59,169)
Total governmental activities	<u>\$ 10,084,740</u>	<u>\$ 202,594</u>	<u>\$ 4,010,815</u>	<u>(5,871,331)</u>
General revenues:				
Property taxes				1,129,082
Other Local revenue				514,280
State and Federal Through State				7,771,232
Other Revenues				31,356
Unrestricted Investment Earnings				23,931
Total general revenues				<u>9,469,881</u>
Change in net assets				3,598,550
Net assets - beginning of year				<u>8,640,262</u>
Net assets - ending				<u>\$ 12,238,812</u>

*The notes to financial statements are an integral part of these financial statement.*

Oneida Special School District  
Balance Sheet  
Governmental Funds  
June 30, 2011

	MAJOR FUNDS						TOTAL
	General Purpose School	Debt Service Fund	Federal Projects	Cafeteria Fund	Capital Projects Fund	Building Fund	Governmental Funds
<b>ASSETS</b>							
Cash and cash equivalents	\$ 585,567	\$ 150,266	\$ 9,230	\$ 71,763	\$ 357,610	\$ 657	\$ 1,175,093
Investments	-	279,737	-	-	-	61,252	340,989
Restricted Cash	12,727	-	-	-	-	-	12,727
Property Taxes Receivables (Net)	1,097,550	-	-	-	-	-	1,097,550
Due from other funds	-	-	-	-	-	-	-
Due from other Governments	134,667	1,824	1,062	-	-	-	137,553
Total assets	<u>1,830,511</u>	<u>431,827</u>	<u>10,292</u>	<u>71,763</u>	<u>357,610</u>	<u>61,909</u>	<u>2,763,912</u>
<b>LIABILITIES AND FUND BALANCES</b>							
Liabilities:							
Accounts Payable	75,322	-	10,292	-	-	-	85,614
Deferred Revenue	1,086,965	-	-	-	-	-	1,086,965
Retainage Payable	-	-	-	-	167,767	-	167,767
Total liabilities and credits	<u>1,162,287</u>	<u>-</u>	<u>10,292</u>	<u>-</u>	<u>167,767</u>	<u>-</u>	<u>1,340,346</u>
Fund balances:							
Restricted for:							
Building Program	-	-	-	-	-	61,909	61,909
Debt service	-	431,827	-	-	-	-	431,827
Capital Projects	-	-	-	-	189,843	-	189,843
Food Service	-	-	-	71,763	-	-	71,763
Scholarship	12,727	-	-	-	-	-	12,727
Unassigned							
General fund	655,497	-	-	-	-	-	655,497
Total fund balances	<u>668,224</u>	<u>431,827</u>	<u>-</u>	<u>71,763</u>	<u>189,843</u>	<u>61,909</u>	<u>1,423,566</u>
Total liabilities and fund balances	<u>\$ 1,830,511</u>	<u>\$ 431,827</u>	<u>\$ 10,292</u>	<u>\$ 71,763</u>	<u>\$ 357,610</u>	<u>\$ 61,909</u>	<u>\$ 2,763,912</u>

The notes to financial statements are an integral part of these financial statements.

**Oneida Special School District**  
**Reconciliation of Balance Sheet of Governmental Funds to**  
**the Statement of Net Assets**  
**June 30, 2011**

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

Total fund balance - total governmental funds (Page 16)		\$ 1,423,566	
1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds:			
Add: Land	547,786		
Buildings	11,198,428		
Machinery and equipment	494,658		
Construction in progress	3,656,312		
Less: Accumulated Depreciation	<u>(4,317,446)</u>		
			11,579,738
2) Long-term Liabilities are not due and payable in the current period and are therefore are not reported in the governmental funds.			
Less: Compensated Absences	(14,059)		
Notes and Bonds Payable	<u>(750,433)</u>		
			(764,492)
Net Assets (page 14)			<u><u>\$ 12,238,812</u></u>

*The notes to financial statements are an integral part of these financial statement.*

Oneida Special School District  
Statement of Revenues, Expenditures, and Changes in Fund Balance:  
Governmental Funds  
For the Year Ended June 30, 2011

	MAJOR FUNDS						TOTAL
	General Purpose School Fund	Debt Service Fund	Federal Projects Fund	Capital Projects Fund	Cafeteria Fund	School Bldg Fund	Governmental Funds
<b>REVENUES</b>							
Taxes:							
Property	\$ 1,129,082	-	\$ -	\$ -	\$ -	\$ -	\$ 1,129,082
Local option sales taxes	514,280	-	-	-	-	-	514,280
Cafeteria Charges	-	-	-	-	202,594	-	202,594
Other Revenues	20,318	-	-	-	-	-	20,318
Federal and State Revenues	6,645,717	-	1,125,515	-	368,665	-	8,139,897
Miscellaneous	11,038	-	-	-	-	-	11,038
Proceeds from Scott County Debt	-	-	-	3,542,923	-	-	3,542,923
Interest earnings	18,363	3,492	-	1,084	68	924	23,931
Contributions and donations	99,227	-	-	-	-	-	99,227
<b>Total revenues</b>	<b>8,438,025</b>	<b>3,492</b>	<b>1,125,515</b>	<b>3,544,007</b>	<b>571,327</b>	<b>924</b>	<b>13,683,290</b>
<b>EXPENDITURES</b>							
Regular Instruction Program	3,965,302	-	557,386	-	-	-	4,522,688
Special Education Program	566,118	-	314,533	-	-	-	880,651
Vocational Education Program	189,990	-	13,998	-	-	-	203,988
Alternative Education Program	67,060	-	13,815	-	-	-	80,875
Support Services -- Attendance	-	-	99,832	-	-	-	99,832
Support Services -- Health Services	162,600	-	92,728	-	-	-	255,328
Support Services -- Other Student Support	256,817	-	32,391	-	-	-	289,208
Support Services -- Regular Instruction	352,559	-	832	-	-	-	353,391
Support Services -- Special Education	100,020	-	-	-	-	-	100,020
Administration -- Board of Education	141,535	-	-	-	-	-	141,535
Administration -- Office of the Director of Schools	181,037	-	-	-	-	-	181,037
Administration -- Office of the Principals	478,734	-	-	-	-	-	478,734
Business Administration -- Fiscal Services	121,449	-	-	-	-	-	121,449
Community Services	33,300	-	-	-	-	-	33,300
Student Transportation	182,347	-	-	-	-	-	182,347
Operation of Plant	828,293	-	-	-	-	-	828,293
Maintenance of Plant	89,595	-	-	-	-	-	89,595
Early Childhood Education	308,179	-	-	-	-	-	308,179
School Food Service	-	-	-	-	572,740	-	572,740
Debt Service:							
Principal	-	190,452	-	-	-	-	190,452
Interest	-	57,669	-	-	-	-	57,669
Other Capital Outlay	-	1,500	-	3,478,804	-	-	3,480,304
<b>Total expenditures</b>	<b>8,024,934</b>	<b>249,621</b>	<b>1,125,515</b>	<b>3,478,804</b>	<b>572,740</b>	<b>-</b>	<b>13,451,614</b>
Excess (deficiency) of revenues over (under) expenditures	413,091	(246,129)	-	65,203	(1,413)	924	231,676
<b>OTHER FINANCING SOURCES (USES)</b>							
Proceeds of Notes Payable	-	-	-	100,526	-	-	100,526
Transfers in	-	284,638	-	-	-	-	284,638
Transfers out	(340,281)	-	-	-	-	-	(340,281)
<b>Total other financing sources and uses</b>	<b>(340,281)</b>	<b>284,638</b>	<b>-</b>	<b>100,526</b>	<b>-</b>	<b>-</b>	<b>44,883</b>
Net change in fund balances	72,810	38,509	-	165,729	(1,413)	924	276,559
Fund balances - beginning	595,414	393,318	-	24,113	73,176	60,985	1,147,006
Fund balances - ending	\$ 668,224	\$ 431,827	\$ -	\$ 189,842	\$ 71,763	\$ 61,909	\$ 1,423,565

The notes to financial statements are an integral part of these financial statement.

**Oneida Special School District  
Reconciliation of the Statement of Revenues  
Expenditures, and Changes in Fund Balances of Governmental Funds  
To the Statement of Activities  
For the Year Ended June 30, 2011**

Amounts reported for governmental activities in the statement of activities (page 18) are different because:

Net change in fund balances--total governmental funds ( page 18)	\$	276,559
1) Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.		
Add: Capitalized Land and Building	3,478,804	
Less: Depreciation expense	<u>(248,630)</u>	
	3,230,174	3,230,174
2) The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.		
Less: Long Term Debt Proceeds	(100,526)	
Add: Principal payments on bonds	<u>190,452</u>	89,926
3) Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		
Compensated Absences Balance Prior	15,950	
Compensated Absences Current	<u>(14,059)</u>	
Less: Decrease in compensated absences		1,891
Change in net assets of governmental activities (page 15)	\$	<u><u>3,598,550</u></u>

*The notes to financial statements are an integral part of these financial statement.*

**Oneida Special School District**  
**Combining Statements of Assets and Liabilities - All Agency Funds**  
**June 30, 2011**

	<b>Elementary School Activity Fund</b>	<b>Middle School Activity Fund</b>	<b>High School Activity Fund</b>	<b>Totals</b>
<b>Assets</b>				
Cash	\$ 23,912	\$ 28,530	\$ 98,240	\$ 150,682
Investments	-	-	10,000	10,000
<b>Total Assets</b>	<b><u>23,912</u></b>	<b><u>28,530</u></b>	<b><u>108,240</u></b>	<b><u>160,682</u></b>
<b>Liabilities</b>				
<b>Activity Funds Due to Schools</b>	<b><u>\$ 23,912</u></b>	<b><u>\$ 28,530</u></b>	<b><u>\$ 108,240</u></b>	<b><u>\$ 160,682</u></b>

*The notes to financial statements are an integral part of these financial statement.*

**Oneida Special School District  
General Purpose School Fund  
Statement of Revenues, Expenditures, and Changes in Fund Balances - Actual  
(Budgetary Basis) and Budget  
For the Year Ended June 30, 2011**

REVENUES	<u>Budgeted Amounts</u>		<u>Actual Revenues/</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Expenditures</u> <u>(Budgetary</u> <u>Basis)</u>	<u>Final Budget -</u> <u>Positive</u> <u>(Negative)</u>
<b>Local Taxes</b>				
County Property Taxes - Current	\$ 660,000	\$ 626,546	\$ 626,587	\$ 41
County Property Taxes - Prior Years	54,000	57,549	50,705	(6,844)
County Property Taxes - Delinquent	22,000	24,393	28,195	3,802
Interest and Penalty on Delinquent County Taxes	8,000	9,511	9,322	(189)
Payment in Lieu of Taxes - TVA	15	10	10	0
Payment in Lieu of Taxes - Local Utilities	94,000	87,504	87,503	(1)
Local Option Sales Taxes	490,000	518,244	514,280	(3,964)
Interstate Telecommunications Tax	600	506	449	(57)
School District Property Taxes - Current	309,000	311,933	311,365	(568)
School District Property Taxes - Prior Years	31,000	23,584	24,727	1,143
School District in Lieu of Taxes	60,000	59,040	59,040	(0)
Interest and Penalty on Delinquent School District Taxes	2,200	4,655	4,913	258
Marriage Licenses	200	343	325	(18)
Receipts from Individual Schools	7,000	10,712	10,713	1
Investment Income	8,000	3,967	4,128	161
E-Rate Funding	22,000	27,284	27,284	(0)
Miscellaneous Refunds	-	5,334	5,260	(74)
Sale of Equipment	-	930	930	-
Contributions and Gifts	12,000	95,247	99,227	3,980
Other Local Revenues	221,000	231,602	14,128	(217,474)
<b>Total Local Revenues</b>	<u>2,001,015</u>	<u>2,098,893</u>	<u>1,879,091</u>	<u>(219,802)</u>
<b>State of Tennessee and Federal Revenues</b>				
Basic Education Program	5,344,567	5,350,060	5,350,060	-
Basic Education Program (ARRA)	630,433	630,433	630,433	-
Driver Education	4,500	5,515	5,515	0
Coordinated School Health (ARRA)	-	90,000	90,000	-
Early Childhood Education	-	-	308,779	308,779
Internet Connectivity (ARRA)	3,600	3,597	3,597	-
Career Ladder Program	44,000	53,322	53,322	0
Career Ladder Extended Contract (ARRA)	12,500	12,500	15,923	3,423
Other Direct Federal Revenue-Vocational	25,000	27,400	27,400	-
Other State and Local Funds	-	-	20,807	20,807
Family Resource (ARRA)	-	-	33,300	33,300
Statewide Student Management	3,200	1,381	241	(1,140)
Safe Schools (ARRA)	7,500	7,500	7,500	-
Other Federal Thru State	-	-	8,057	8,057
Family Resource	-	-	4,000	4,000
<b>Total State of Tennessee and Federal Revenues</b>	<u>6,075,300</u>	<u>6,181,708</u>	<u>6,558,934</u>	<u>377,226</u>
<b>Total Revenues</b>	<b>\$ 8,076,315</b>	<b>\$ 8,280,601</b>	<b>\$ 8,438,025</b>	<b>\$ 157,424</b>

*The notes to financial statements are an integral part of these financial statement.*

**Oneida Special School District**  
**General Purpose School Fund**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances - Actual**  
**(Budgetary Basis) and Budget**  
**For the Year Ended June 30, 2011**

	<u>Budgeted Amounts</u>		<u>Actual Revenues/</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Expenditures</u>	<u>Final Budget -</u>
			<u>Budgetary</u>	<u>Positive</u>
			<u>Basis</u>	<u>(Negative)</u>
<b>EXPENDITURES</b>				
<b>Regular Instruction Program:</b>				
Teacher Salaries	\$ 2,182,409	\$ 2,116,879	\$ 2,116,879	\$ -
Teachers (ARRA)	491,209	491,209	491,209	-
Career Ladder Program	35,000	32,375	32,375	-
Career Ladder Extended Contract	10,500	10,500	10,500	-
Homebound Teachers Salaries	7,000	8,466	8,466	-
Aides - Salaries	124,885	129,608	129,608	-
Other Salaries and Wages	30,000	33,434	33,434	-
Substitute Teachers - Salaries	15,000	5,495	5,495	-
Non-Certified Substitute Teachers - Salaries	52,502	49,394	49,067	327
Social Security	162,531	166,934	166,902	32
State Retirement	260,425	257,499	257,499	-
Life Insurance	2,000	3,493	3,493	-
Medical Insurance	430,000	406,226	406,063	163
Unemployment Compensation	8,000	10,591	10,591	-
Medicare	37,145	39,185	39,174	11
Other Contracted Services	8,570	8,713	8,713	-
Maintenance and Repair Services Equip.	500	-	-	-
Instructional Supplies	65,825	42,129	40,944	1,185
Textbooks	45,000	50,073	50,073	-
Other Materials and Supplies	64,057	63,884	59,160	4,724
Other Charges	4,328	3,385	3,385	-
Fee Waivers	7,000	5,558	5,558	-
Computers and Other Instructional Aids	35,000	36,714	36,714	-
<b>Total Regular Instruction</b>	<b>4,078,886</b>	<b>3,971,744</b>	<b>3,965,302</b>	<b>6,442</b>
<b>Special Education Program:</b>				
Teacher Salaries	254,900	263,203	263,203	-
Career Ladder Program	1,000	1,000	1,000	-
Aides - Salaries	37,825	44,042	44,042	-
Speech Pahologist	60,000	60,000	60,000	-
Substitute Teachers - Salaries	16,500	13,988	13,988	-
Social Security	22,954	22,613	22,613	-
State Retirement	33,589	34,727	34,727	-
Life Insurance	400	184	184	-
Medical Insurance	43,853	44,602	44,602	-
Unemployment Compensation	1,000	873	873	-
Medicare	5,368	5,291	5,291	-
Contracts with Public Agencies	18,000	13,275	13,275	-
Contracts with Private Agencies	38,000	7,200	7,200	-
Other Contracted Services	25,000	38,229	38,229	-
Instructional Supplies	2,500	12,232	12,232	-
Special Education Equipment	2,500	4,659	4,659	-
<b>Total Special Education</b>	<b>\$ 563,389</b>	<b>\$ 566,118</b>	<b>\$ 566,118</b>	<b>\$ -</b>

*The notes to financial statements are an integral part of these financial statement.*

Oneida Special School District  
General Purpose School Fund  
Statement of Revenues, Expenditures, and Changes in Fund Balances - Actual  
(Budgetary Basis) and Budget  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		<u>Actual Revenues/ Expenditures (Budgetary Basis</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>EXPENDITURES</b>				
<b>Vocational Education Program</b>				
Teacher Salaries	\$ 126,925	\$ 126,925	\$ 126,925	\$ -
Career Ladder Program	1,000	1,500	1,500	-
Other Salaries and Wages	18,200	18,334	18,334	-
Substitute Teachers - Salaries	3,000	3,115	3,115	-
Social Security	9,060	8,674	8,674	-
State Retirement	13,964	12,887	12,887	-
Life Insurance	126	90	90	-
Medical Insurance	8,902	10,081	10,081	-
Unemployment Compensation	126	239	239	-
Maintenance & Repair-Equipment	500	-	-	-
Medicare	2,120	2,037	2,037	-
Other Supplies and Materials	4,000	3,026	3,026	-
Other Materials	1,500	3,082	3,082	-
<b>Total Vocational Instruction</b>	<b>189,423</b>	<b>189,990</b>	<b>189,990</b>	<b>-</b>
<b>Alternative Instruction Program</b>				
Supervisor Director	50,124	49,707	49,707	-
Social Security	3,108	2,515	2,515	-
State Retirement	3,701	4,398	4,398	-
Life Insurance	42	-	-	-
Medical Insurance	10,400	9,780	9,780	-
Unemployment	100	72	72	-
Medicade	727	588	588	-
	<b>68,202</b>	<b>67,060</b>	<b>67,060</b>	<b>-</b>
<b>Support Services Attendance</b>				
Employer Medicare	727	-	-	-
<b>Total Support Services Attendance</b>	<b>727</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Support Services Health Services</b>				
Medical Personnel	92,725	97,608	97,608	-
Other Salaries & Wages	21,374	21,818	21,817	1
Social Security	7,075	6,981	6,981	-
State Retirement	10,837	10,774	10,774	-
Life Insurance	84	42	42	-
Medical Insurance	15,782	14,515	14,515	-
Unemployment Compensation	292	287	286	1
Medicare	1,656	1,633	1,633	-
Other Educational Services	500	500	500	-
Drugs and Medical Supplies	600	380	380	-
Other Supplies and Materials	5,843	3,918	3,918	-
Travel	3,500	3,146	3,146	-
Inservice Staff Development	1,000	1,000	1,000	-
Health Equipment	1,000	-	-	-
<b>Total Support Services Health Services</b>	<b>\$ 162,268</b>	<b>\$ 162,602</b>	<b>\$ 162,600</b>	<b>\$ 2</b>

The notes to financial statements are an integral part of these financial statement.

**Oneida Special School District**  
**General Purpose School Fund**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances - Actual**  
**(Budgetary Basis) and Budget**  
**For the Year Ended June 30, 2011**

	<u>Budgeted Amounts</u>		<u>Actual Revenues/ Expenditures (Budgetary Basis)</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>EXPENDITURES</b>				
<b>Support Services - Other Student Support</b>				
Career Ladder Program	\$ 2,000	\$ 2,000	\$ 2,000	\$ -
Guidance Personnel - Salaries	157,077	158,145	158,145	-
Clerical Personnel	18,565	18,345	18,345	-
Social Security	9,914	10,494	10,494	-
State Retirement	16,851	17,130	17,130	-
Life Insurance	220	172	172	-
Medical Insurance	26,947	26,977	26,977	-
Unemployment Compensation	400	288	288	-
Medicare	2,379	2,454	2,454	-
Evaluation and Testing	7,000	5,082	5,082	-
Other Contracted Services	18,000	15,730	15,730	-
Other Supplies and Materials	2,000	-	-	-
Other Equipment	1,000	-	-	-
<b>Total Support Services - Other Student Support</b>	<b>262,353</b>	<b>256,817</b>	<b>256,817</b>	<b>-</b>
<b>Support Services Regular Instruction Program</b>				
Career Ladder	-	1,500	1,500	-
Librarians	79,540	79,540	79,540	-
Other Wages and Salaries	148,540	150,540	150,540	-
In Service Training	-	57	57	-
Substitute Teachers	600	600	600	-
Social Security	13,178	13,451	13,451	-
State Retirement	24,193	24,163	24,163	-
Life Insurance	126	97	97	-
Medical Insurance	18,161	19,391	19,391	-
Unemployment Compensation	126	389	389	-
Medicare	2,589	3,148	3,148	-
Travel	5,800	4,932	4,048	884
Other Contracted Services	14,000	18,668	18,668	-
Library Books	12,000	14,156	14,156	-
Periodicals	3,000	2,113	2,113	-
Other Materials and Supplies	13,000	8,311	8,311	-
In-service Staff Development	8,046	4,045	958	3,087
Legal Services	9,000	10,409	10,409	-
Other Charges	1,528	1,528	1,020	508
<b>Total Support Services Regular Instruction</b>	<b>\$ 353,427</b>	<b>\$ 357,038</b>	<b>\$ 352,559</b>	<b>\$ 4,479</b>

*The notes to financial statements are an integral part of these financial statement.*

**Oneida Special School District  
General Purpose School Fund  
Statement of Revenues, Expenditures, and Changes in Fund Balances - Actual  
(Budgetary Basis) and Budget  
For the Year Ended June 30, 2011**

	<u>Budgeted Amounts</u>		<u>Actual Revenues/</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Expenditures</u> <u>(Budgetary</u> <u>Basis</u>	<u>Final Budget -</u> <u>Positive</u> <u>(Negative)</u>
<b>EXPENDITURES</b>				
<b>Support Services - Alternative Education</b>				
Supervisor/ Director - Salaries	\$ 50,124	\$ 49,706	\$ 49,706	\$ -
Social Security	3,108	2,515	2,515	-
State Retirement	3,701	4,398	4,398	-
Life Insurance	42	-	-	-
Medical Insurance	10,400	9,780	9,780	-
Medicare	727	588	588	-
Unemployment Insurance	100	72	72	-
<b>Total Support Services - Special Education Program</b>	<b>68,202</b>	<b>67,059</b>	<b>67,059</b>	<b>-</b>
<b>Support Services - Special Education Program</b>				
Supervisor/ Director - Salaries	61,464	61,464	61,464	-
Career Ladder Program	1,000	1,000	1,000	-
Secretary	11,557	11,157	11,157	-
Social Security	4,589	4,359	4,359	-
State Retirement	5,468	6,993	6,993	-
Life Insurance	84	51	51	-
Medical Insurance	8,500	6,774	6,774	-
Medicare	1,073	1,019	1,019	-
Unemployment Insurance	150	85	85	-
Maintenance and Repair Services	800	176	176	-
Travel	5,000	3,361	3,361	-
Other Contracted Services	2,500	2,138	2,138	-
In-service	1,000	624	624	-
Other Charges	500	819	819	-
<b>Total Support Services - Special Education Program</b>	<b>103,685</b>	<b>100,020</b>	<b>100,020</b>	<b>-</b>
<b>Support Services - Vocational Education Instruction</b>				
Travel	500	-	-	-
<b>Total Support Services - Vocational Education Instruction</b>	<b>500</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Support Services - Board of Education</b>				
Other Fringe Benefits	120	110	110	-
Audit Services	10,200	9,750	9,750	-
Dues and Memberships	7,500	9,349	9,349	-
Travel	8,000	4,861	4,861	-
Other Contracted Services	30,000	31,000	31,000	-
Liability Insurance	12,022	12,322	12,322	-
Premiums on Corporate Surety Bonds	1,500	1,578	1,578	-
Trustee Commissions	30,000	29,088	29,655	(567)
Workers' Compensation Insurance	35,000	32,290	32,290	-
In-service Staff Development	1,500	3,216	3,216	-
Other Charges	5,000	7,404	7,404	-
<b>Total Support Services - Board of Education</b>	<b>\$ 140,842</b>	<b>\$ 140,968</b>	<b>\$ 141,535</b>	<b>\$ (567)</b>

*The notes to financial statements are an integral part of these financial statement.*

Oneida Special School District  
 General Purpose School Fund  
 Statement of Revenues, Expenditures, and Changes in Fund Balances - Actua  
 (Budgetary Basis) and Budget  
 For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		<u>Actual Revenues/ Expenditures (Budgetary Basis</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>EXPENDITURES</b>				
<b>Administration - Office of the Director of Schools</b>				
Administrative Officer/ Superintendent - Salary	\$ 81,630	\$ 84,660	\$ 84,660	\$ -
Career Ladder	1,000	1,000	1,000	-
Clerical Personnel	11,557	11,157	11,157	-
Social Security	5,850	5,619	5,619	-
State Retirement	9,010	8,769	8,769	-
Life Insurance	84	63	63	-
Medical Insurance	14,004	12,239	12,239	-
Unemployment Compensation	84	120	120	-
Medicare	1,330	1,314	1,314	-
Communication	20,600	22,536	22,536	-
Dues and Memberships	5,000	3,091	3,091	-
Postal Charges	4,000	5,389	5,389	-
Travel	5,000	5,993	5,993	-
Other Contracted Services	10,800	14,013	14,013	-
Office Supplies	500	2,588	2,588	-
Other Charges	3,000	2,486	2,486	-
<b>Total Office of the Superintendent</b>	<b>173,449</b>	<b>181,037</b>	<b>181,037</b>	<b>-</b>
<b>School Administration - Office of the Principals</b>				
Principals - Salaries	198,117	199,517	199,517	-
Career Ladder Program	4,600	6,100	6,100	-
Bookkeepers	63,140	63,140	63,140	-
Clerical Personnel	77,467	80,061	80,061	-
Social Security	19,500	20,176	20,176	-
State Retirement	37,000	37,254	37,254	-
Life Insurance	326	252	252	-
Medical Insurance	50,530	60,401	60,401	-
Unemployment Compensation	800	845	845	-
Medicare	4,975	4,719	4,719	-
Communication	4,000	3,215	3,215	-
Travel	2,500	956	956	-
Data Processing	1,800	1,800	1,800	-
In Service Staff Development	2,000	300	300	-
Other Materials and Supplies	1,000	-	-	-
<b>Total Office of the Principals</b>	<b>\$ 467,755</b>	<b>\$ 478,734</b>	<b>\$ 478,734</b>	<b>\$ -</b>

The notes to financial statements are an integral part of these financial statement.

**Oneida Special School District  
General Purpose School Fund  
Statement of Revenues, Expenditures, and Changes in Fund Balances - Actual  
(Budgetary Basis) and Budget  
For the Year Ended June 30, 2011**

EXPENDITURES	<u>Budgeted Amounts</u>		<u>Actual Revenues/ Expenditures (Budgetary Basis)</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Business Administration - Fiscal Services</b>				
Accountants/Bookkeepers	\$ 46,775	\$ 46,775	\$ 46,775	\$ -
Other Salaries and Wages	40,570	40,570	40,570	-
Social Security	5,310	5,781	5,781	-
State Retirement	11,548	12,657	12,657	-
Life Insurance	84	57	57	-
Medical Insurance	4,180	2,948	2,948	-
Unemployment Compensation	84	81	81	-
Medicare	1,266	1,352	1,352	-
Dues and Memberships	200	-	-	-
Advertising	2,000	3,694	3,694	-
Data Processing Services	4,505	4,855	4,855	-
Travel	2,500	747	747	-
Data Processing Supplies	1,000	725	725	-
Office Supplies	500	1,171	1,171	-
Other Charges	500	36	36	-
<b>Total Business Administration - Fiscal Services</b>	<u>121,022</u>	<u>121,449</u>	<u>121,449</u>	<u>-</u>
<b>Operation of Plant</b>				
Custodial Personnel	261,056	266,849	266,849	-
Guards	8,000	4,573	4,573	-
Social Security	15,181	16,037	16,037	-
State Retirement	32,000	32,080	32,080	-
Life Insurance	84	84	84	-
Medical Insurance	34,600	35,434	35,434	-
Unemployment Compensation	800	1,031	1,031	-
Medicare	3,700	3,751	3,751	-
Disposal Fee	200	-	-	-
Electricity	225,000	251,880	251,880	-
Natural Gas	45,000	44,412	44,412	-
Water and Sewer	23,000	27,936	27,936	-
Other Supplies and Materials	65,000	90,889	90,889	-
Boiler Insurance	1,877	1,877	1,877	-
Building and Contents Insurance	33,016	33,016	33,016	-
Plant Operation Equipment	4,000	-	-	-
Other Charges	20,000	18,444	18,444	-
<b>Total Operation of Plant</b>	<u>\$ 772,514</u>	<u>\$ 828,293</u>	<u>\$ 828,293</u>	<u>\$ -</u>

*The notes to financial statements are an integral part of these financial statement.*

**Oneida Special School District  
General Purpose School Fund  
Statement of Revenues, Expenditures, and Changes in Fund Balances - Actual  
(Budgetary Basis) and Budget  
For the Year Ended June 30, 2011**

	<u>Budgeted Amounts</u>		<u>Actual Revenues/ Expenditures (Budgetary Basis)</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>EXPENDITURES</b>				
<b>Maintenance of Plant</b>				
Maintenance and Repair Services - Buildings	\$ 35,000	\$ 36,041	\$ 36,041	\$ -
Maintenance and Repair Services - Equipment	35,000	8,223	8,223	-
Equipment and Machinery Parts	4,000	11,688	11,688	-
Other Charges	1,000	3,357	3,357	-
Other Materials and Supplies	24,000	26,590	26,590	-
Maintenance Equipment	10,403	3,696	3,696	-
<b>Total Maintenance of Plant</b>	<b>109,403</b>	<b>89,595</b>	<b>89,595</b>	<b>-</b>
<b>Student Transportation</b>				
Bus Drivers	55,905	85,798	85,331	467
Social Security	3,600	5,109	5,080	29
State Retirement	7,600	10,356	10,300	56
Life Insurance	126	42	42	-
Medical Insurance	9,990	13,228	13,228	-
Unemployment Compensation	210	360	360	-
Medicare	825	1,194	1,187	7
Maintenance and Repair Vehicles	12,000	9,460	9,460	-
Medical Services	-	1,565	1,565	-
Travel	1,200	-	-	-
Gasoline	21,000	26,834	26,834	-
Tires and Tubes	2,500	2,039	2,039	-
Vehicle Parts	5,000	10,366	10,366	-
Other Materials and Supplies	1,000	668	668	-
Vehicle Equipment Insurance	10,556	10,556	10,556	-
In-service Staff Development	700	895	895	-
Other Charges	500	4,436	4,436	-
<b>Total Student Transportation</b>	<b>132,712</b>	<b>182,906</b>	<b>182,347</b>	<b>559</b>
<b>Community Services</b>				
Clerical Personnel	3,500	3,500	3,500	-
Salaries and Wages	24,000	24,000	24,000	-
Social Security	1,705	1,705	1,705	-
State Retirement	3,635	3,635	3,635	-
Life Insurance	61	61	61	-
Medicare	399	399	399	-
<b>Total Community Services</b>	<b>\$ 33,300</b>	<b>\$ 33,300</b>	<b>\$ 33,300</b>	<b>\$ 559</b>

*The notes to financial statements are an integral part of these financial statement.*

**Oneida Special School District**  
**General Purpose School Fund**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances - Actual**  
**(Budgetary Basis) and Budget**  
**For the Year Ended June 30, 2011**

	<u>Budgeted Amounts</u>		<u>Actual Revenues/ Expenditures (Budgetary Basis)</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Early Childhood Education</b>				
Teachers	\$ 138,470	\$ 140,980	\$ 140,980	\$ -
Educational Assistants	56,960	56,960	56,960	-
Non-Certified Substitute Teachers	4,000	2,800	2,800	-
Social Security	12,365	12,365	12,365	-
Retirement	20,062	20,312	20,312	-
Life Insurance	294	294	294	-
Unemployment Compensation	420	420	420	-
Medical Insurance	33,500	33,860	33,860	-
Employer Medicare	2,892	2,892	2,892	-
Travel	1,200	2,478	2,478	-
Food Supplies	3,016	1,816	1,816	-
Instructional Supplies	12,000	12,000	12,000	-
Other Supplies and Materials	12,000	12,500	12,500	-
Inservice/Staff Development	-	1,587	1,587	-
Other Charges	7,000	5,478	5,478	-
Other Equipment	4,000	1,437	1,437	-
<b>Total Early Childhood Education</b>	<b>308,179</b>	<b>308,179</b>	<b>308,179</b>	<b>-</b>
<b>Total Expenditures</b>	<b>8,041,536</b>	<b>8,035,849</b>	<b>8,024,934</b>	<b>11,474</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>34,779</b>	<b>244,752</b>	<b>413,091</b>	<b>(168,339)</b>
<b>Other Financing Sources (Uses)</b>				
Transfer To Debt Service Fund	(282,100)	(287,381)	(287,381)	-
Transfer to Elementary School	(24,500)	(24,500)	(24,500)	-
Transfer to Middle School	(12,200)	(12,200)	(12,200)	-
Transfer to High School	(16,200)	(16,200)	(16,200)	-
<b>Total Other Financing Sources (Uses)</b>	<b>(335,000)</b>	<b>(340,281)</b>	<b>(340,281)</b>	<b>-</b>
<b>Excess (Deficiency) of Revenues and Other Sources Over (Under) Expenditures and Other Sources</b>	<b>\$ (300,221)</b>	<b>\$ (95,529)</b>	<b>\$ 72,810</b>	<b>\$ (168,339)</b>
<b>Fund Balance, July 1, 2010</b>			<b>595,414</b>	
<b>Fund Balance, June 30, 2011</b>			<b>\$ 668,224</b>	

Oneida Special School District  
Federal Projects Fund  
Statement of Revenues, Expenditures, and Changes in Fund Balances - Actual  
(Budgetary Basis) and Budget  
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		<u>Actual Revenues/ Expenditures (Budgetary Basis)</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Vocational Education Basic Grant	\$ 16,656	\$ 16,656	\$ 16,656	-
Title 1 Grants to Local Education Agencies	540,713	540,713	513,049	(27,664)
Special Education Grants	365,536	365,536	331,483	(34,053)
First To the Top	198,166	219,166	173,060	(46,106)
Rural Education	30,296	30,296	30,296	-
Special Education Preschool	11,440	11,440	11,440	-
Eisenhower Prof Development	48,244	48,244	48,244	-
Other Federal Thru State	1,287	1,287	1,287	-
Total revenues	<u>\$ 1,212,338</u>	<u>\$ 1,233,338</u>	<u>\$ 1,125,515</u>	<u>\$ (107,823)</u>
<b>EXPENDITURES</b>				
<b>Regular Instruction Program</b>				
Teachers	\$ 349,612	\$ 349,612	\$ 345,912	\$ 3,700
Other Salaries and Wages	44,000	47,434	46,861	573
Substitute Teachers	3,000	3,000	2,100	900
Non-Certified Teachers	4,000	4,000	2,050	1,950
Social Security	24,825	25,106	25,041	65
State Retirement	36,350	36,803	36,664	139
Life Insurance	402	360	360	-
Medical Insurance	59,886	53,145	53,145	-
Unemployment	84	42	42	-
Medicare	5,806	5,761	5,746	15
Instructional supplies	43,465	43,465	29,465	14,000
Other Contracted Services	10,000	10,000	10,000	-
Equipment	-	40,026	-	40,026
Regular Instruction Program	<u>581,430</u>	<u>618,754</u>	<u>557,386</u>	<u>61,368</u>
<b>Special Education Program</b>				
Teachers	114,680	114,680	112,612	2,068
Aides	98,205	98,205	98,205	-
Social Security	13,199	13,199	11,805	1,394
State Retirement	23,361	23,361	20,852	2,509
Medical Insurance	42,660	42,660	38,107	4,553
Life Insurance	42	42	-	42
Medicare	3,087	3,087	2,760	327
Unemployment	84	84	84	-
Contracts With Public Agencies	10,959	10,959	3,800	7,159
Contracts With Private Agencies	2,390	2,390	2,390	-
Instructional Supplies	28,471	28,471	18,918	9,553
Equipment	5,000	5,000	5,000	-
Special Education Program	<u>342,138</u>	<u>342,138</u>	<u>314,533</u>	<u>27,605</u>
<b>Vocational Education Program</b>				
Other Contracted Services	11,000	11,000	11,000	-
Instructional Supplies	2,998	2,998	2,998	-
Vocational Education Program	<u>13,998</u>	<u>13,998</u>	<u>13,998</u>	<u>-</u>
<b>Alternative Instruction Program</b>				
Educational Assistants	11,870	12,518	11,430	1,088
Social Security	736	776	709	67
State Retirement	1,513	1,655	1,511	144
Life Insurance	42	42	-	42
Unemployment	42	42	-	42
Employer Medicare	172	182	165	17
Other Student Support	<u>\$ 14,375</u>	<u>\$ 15,215</u>	<u>\$ 13,815</u>	<u>\$ 1,400</u>

The notes to financial statements are an integral part of these financial statement.

**Oneida Special School District  
Federal Projects Fund  
Statement of Revenues, Expenditures, and Changes in Fund Balances - Actual  
(Budgetary Basis) and Budget  
For the Year Ended June 30, 2011**

	<u>Budgeted Amounts</u>		<u>Actual Revenues/ Expenditures (Budgetary Basis</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Other Student Support				
Assesment Personnel	\$ 54,250	\$ 54,250	\$ 54,250	\$ -
Bus Drivers	167	167	167	-
Other Salaries and Wages	17,480	17,480	17,480	-
Social Security	4,458	4,180	4,180	-
State Retirement	6,536	6,414	6,414	-
Life Insurance	60	18	18	-
Medical Insurance	13,935	13,771	13,771	-
Unemployment	60	-	-	-
Employer Medicare	1,041	961	961	-
Travel	1,630	1,630	1,630	-
Other Charges	2,048	2,048	961	1,087
Other Stiuident Support	<u>101,665</u>	<u>100,919</u>	<u>99,832</u>	<u>1,087</u>
Support Services Regular Instruction				
Supervisor	14,160	14,160	14,160	-
In Service Training	19,640	19,640	19,640	-
Social Security	2,034	2,034	2,034	-
State Retirement	1,902	1,902	1,902	-
Medicare	477	477	476	1
Travel	20,313	20,313	13,696	6,617
Other Contracted Services	11,000	5,690	5,384	306
Other Materials and Supplies	2,500	500	360	140
Inservice Staff Development	45,615	36,507	34,380	2,127
Other Charges	1,000	1,000	696	304
Support Services Regular instruction program	<u>118,641</u>	<u>102,223</u>	<u>92,728</u>	<u>9,495</u>
Support Services Special Education				
Inservice training	9,000	9,000	9,000	-
Social Security	310	310	310	-
State retirement	455	455	419	36
Medicare	73	73	73	-
Travel	12,000	12,000	8,549	3,451
Staff Development	17,000	17,000	14,040	2,960
Support Services Special Education program	<u>38,838</u>	<u>38,838</u>	<u>32,391</u>	<u>6,447</u>
Support Services Vocational Education program				
Other Supplies and Materials	432	432	432	-
Inservice Staff Development	400	400	400	-
Support Services Vocational Education program	<u>832</u>	<u>832</u>	<u>832</u>	<u>-</u>
Total expenditures	<u>1,211,917.00</u>	<u>1,232,917.00</u>	<u>1,125,515.00</u>	<u>107,402.00</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 421</u>	<u>\$ 421</u>	<u>\$ -</u>	<u>\$ 421</u>
Fund Balances - Beginning			-	
Fund Balances - Ending			<u>\$ -</u>	

*The notes to financial statements are an integral part of these financial statement.*

**Oneida Special School District**  
**Statement of Revenues and Expenditures, and Change in Fund Balances**  
**Food Service Fund**  
**For the Year Ended June 30, 2011**

	<b>Food Service Fund</b>		
	<b>Elementary School</b>	<b>Middle/High School</b>	<b>Total</b>
<b>REVENUES</b>			
Lunch Adult	\$ 2,281	\$ 2,592	\$ 4,873
Lunch Child	22,756	45,300	68,056
Breakfast	34,283	38,325	72,608
Milk	69	694	763
Ice Cream	23,574	3,969	27,543
A-la-Carte	1,718	25,175	26,893
Other	946	912	1,858
Interest	34	34	68
Federal Thru State	166,025	196,766	362,791
State Match	2,937	2,937	5,874
	<u>254,623</u>	<u>316,704</u>	<u>571,327</u>
Total revenues			
<b>EXPENDITURES</b>			
Salaries	110,524	109,130	219,654
Social Security	6,852	6,877	13,729
Retirement	11,191	13,562	24,753
Food	77,980	105,179	183,159
Milk	22,328	22,001	44,329
Non-food	8,421	7,779	16,200
Ice Cream	7,074	1,348	8,422
Other	2,192	1,196	3,388
Unemployment	214	214	428
Employee Life and Health	25,163	33,515	58,678
	<u>271,939</u>	<u>300,801</u>	<u>572,740</u>
Total expenditures			
Excess (deficiency) of revenues over (under) expenditures	(17,316)	15,903	(1,413)
Fund balances - beginning	<u>38,002</u>	<u>35,174</u>	<u>73,176</u>
Fund balances - ending	<u>\$ 20,686</u>	<u>\$ 51,077</u>	<u>\$ 71,763</u>

*The notes to financial statements are an integral part of these financial statement.*

**Oneida Special School District**  
**Building Fund**  
**Statement of Revenues, Expenditures, and Change in Fund Balance**  
**For the Year Ended June 30, 2011**

	<u>Building Fund</u>
<b>REVENUES</b>	
Interest	\$ 924
Total revenues	<u>924</u>
<b>EXPENDITURES</b>	
Excess (deficiency) of revenues over (under) expenditures	<u>924</u>
Net change in fund balances	924
Fund balances - beginning	<u>60,985</u>
Fund balances - ending	<u><u>\$ 61,909</u></u>

*The notes to financial statements are an integral part of these financial statement.*

**ONEIDA SPECIAL SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2011**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Reporting Entity**

The financial statements of the Oneida Special School District, are prepared in conformity with generally accepted accounting principles as set forth in the pronouncements of the Governmental Accounting Standards Board and include all funds of the district that are considered a part of the reporting unit. The Oneida Special School District is a public municipal corporation governed by an elected five member board. As required by generally accepted accounting principles, these financial statements present the government and its component units, entities for which the government is considered to be financially accountable.

The blended component units, are legally separate entities, and are part of the government's operations, so data from these units is combined with the data of the primary government. Oneida Special School District had a blended component unit; the Building Fund reported as a special revenue fund and no discretely presented component units as of June 30, 2011. The Building Fund does not issue separate financial statements from those of the District. Therefore, basic financial statements of the Building Fund are included in this report as listed in the table of content. The Building Fund is a legal separate entity. The Building Fund is not governed by the Oneida Special School District and it appoints its own board, however the nature and significance of their relation with the Oneida Special School District are such that exclusion would cause the financial statements to be misleading or incomplete.

**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 non-fiduciary activities of the primary government and its blended component unit. For the most part, the effect of inter-fund activities 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 on 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 not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for all governmental funds. Oneida Special School District has no proprietary funds as of June 30, 2011. Major individual governmental funds are reported as separate columns in the financial statements.

**C. Measurement Focus, Basis of Accounting and Basis of Presentation**

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

Fund financial statements of the District are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, liabilities, fund equity, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories. The District has no proprietary or internal services funds to report.

Separate financial statements are provided for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

Governmental funds 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. 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 compensated absences and claims and judgment, are recorded only when payment is due.

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

The government reports the following major governmental funds:

The *General Purpose School 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 *Debt Service Fund* accounts for the resources accumulated and payments made for principal and interest on long term general obligation debt of governmental funds.

The *Capital Projects Fund* accounts for financial resources to be used in the acquisition or construction of major capital projects.

The *Federal Projects Fund* is used to account for restricted federal revenues, which must be expended on specific education programs.

The *Food Service Fund* is used to account for cafeteria operations in each of the schools.

The *Building Fund* is used to account for funds donated for the building.

The *All Agency Fund* is used to account for funds for the Elementary, Middle and High School Activity funds.

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

## **D. Assets, Liabilities and Net Assets or Equity**

### **1. Deposits and Investments**

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

State statutes authorize the government and the department to invest in obligations of the U.S. Treasury, commercial paper, corporate bonds, repurchase agreements, and the State's investment pool.

### **2. Receivable and Payables**

Transactions between funds that are representative of lending/ borrowing arrangements outstanding at the end of the fiscal year are referred to as either "inter-fund receivable/payables" (i.e., the current portion of inner fund loans) or "advances to/from other funds" (i.e., the non-current portion of inner fund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate they are not available for appropriation and are not expendable available financial resources.

All trade and property taxes receivables are shown net of an allowance for uncollectible amounts. Trade accounts receivable in excess of 180 days comprise the trade accounts receivable allowance for uncollectible amounts.

Property taxes receivable are recognized as of the date an enforceable legal claim to the taxable property arises. This date is January 1 and is referred to as the lien date. However, revenues from property taxes are recognized in the period for which the taxes are levied, which is the ensuing fiscal year. Since the receivable is recognized before the period of revenue recognition the entire amount of the receivable is reported as deferred revenue as of June 30.

Property taxes receivable are also reported as of June 30 for the taxes that are levied, collected, and reported as revenue during the current fiscal year. These property taxes receivable are presented on the balance sheet with offsetting deferred revenue to reflect amounts not available as of June 30.

The Oneida Special School District does not have taxing authority. Consequently it relies on a share of reality and personal property tax collected by the county. The county tax levy is \$2.21 per \$ 100 inside the school district. The county collects and distributes \$.85 to the schools on an average daily attendance basis to the Scott County Schools and the Oneida Special School District. The Oneida Special School District's share was 30.9% in 2009, 29.83% in 2010, and 29.69% for 2011. Additionally the county collects \$.65 per \$100 and distributes this revenue as collected to the district \$.27 is used for the district and \$.38 is for School Debt Service.

Property taxes are levied as of the first Monday in October. Taxes become delinquent and begin accumulating interest and penalty the following March 1. Suit must be filed in Chancery Court between the following February 1 to April 1 for any remaining unpaid taxes. Additional costs attach to delinquent taxes after a court suit has been filed.

### 3. *Capital Assets*

Governmental funds do not capitalize the cost of capital outlays; these funds report capital outlays as expenditures upon acquisition.

Capital assets; which include property, land, equipment and construction in progress are reported in the applicable governmental columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$ 5,000 (amount not rounded) and an estimated life in excess of two years. Such assets are recorded at historical costs or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The cost of normal maintenance and repairs that does not add to the value of the asset or materially extend assets' lives are not capitalized.

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

Property, plant, and equipment are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	40
Vehicles	5
Office Equipment	10
Computer Equipment	10

### 4. *Compensated Absences*

After five years of vested service in the Tennessee Consolidated Retirement System (TCRS), all unused sick leave must be applied to retirement credit. If employed less than five years, the employee may use any accumulated days or the employee may be paid for unused days not to exceed a total of fifty (50) days, with the approval of the director of schools.

## **5. Long-term Obligations**

In the government-wide financial statements, in the fund financial statements, long – term debt and other long – term obligations are reported as liabilities in the applicable governmental activities statement of net assets. Bond premiums and discounts, as well as insurance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bond issue costs are reported as deferred charges and amortized over the term of the related debt.

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

## **6. Fund Equity**

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

## **7. Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

# **II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

## **A. Explanation of certain differences between governmental fund balance sheet and the government-wide statement of net assets**

Page 17 includes explanations of the nature of individual elements of items required to reconcile fund balances – total governmental funds and net assets – governmental activities as reported in the government-wide statement of net assets.

## **B. Explanation of certain differences between the governmental fund statements of revenue, expenditures, and changes in fund balances and the government-wide statement of activities**

Page 19 includes explanation of the nature of individual elements of items required to reconcile net changes in fund balances – governmental funds and changes in net assets of governmental activities reported in the government-wide statement of activities.

# **III. Stewardship, Compliance and Accountability**

## **Budgetary Information**

Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) for all governmental funds.

The government is required by state statute to adopt annual budgets, with the exception of the Food Service and Building Fund. Annual budgets are prepared on a basis in which current available funds must be sufficient to meet current expenditures. Expenditures and encumbrances may not legally exceed appropriations authorized by the Board of Education and any authorized revisions. Unencumbered appropriations lapse at the end of each fiscal year.

The budgetary level of control is at the major category level established by the approved chart of accounts approved by the Comptroller of the treasury of the State of Tennessee. Major categories: Regular Instruction, Special Education, Vocational Education, Support Services etc.). Management may make revisions within these categories, but only the board of education may transfer appropriations between major categories. During the year supplementary appropriations were made.

#### IV. DETAILED NOTES ON ALL FUNDS

##### A. Deposits and Investment

All deposits with financial institutions must be secured by one of two methods. One method involves financial institutions that participate in the bank collateral pool administered by the state treasurer. Participating banks determine the aggregate balance of their public fund accounts for the State of Tennessee and its political subdivisions. The amount of collateral required to secure the debt of these public deposits must equal at least 105 percent of the average daily balance of public deposits held. Collateral securities required to be pledged by the participating banks to protect these accounts that are pledged in the aggregate rather than against than against each account. The members of the pool may be required by agreement to pay an assessment to cover any deficiency. Under this additional assessment agreement, public fund accounts covered by the are considered to be insured for the purpose of credit risk disclosure.

For deposits with financial institutions that do not participate in the bank collateral pool, the state statutes require that all deposits be collateralized with collateral whose market value is equal to 105 percent of the uninsured amount of the deposits. The collateral must be placed by the depository bank in an escrow account in a second bank for the benefit of the entity. The Oneida Special School District has an agreement with the bank that any funds above the FDIC limits will be covered by a third party in the banks name.

The carrying value of the School's deposits were \$ 1,528,809, and the bank balance was \$ 2,330,353.

The School has invested in several Certificate of Deposits with maturities of nine to thirteen months. Currently the interest rate ranges from 1 to 1.5 percent. To minimize the interest rate risk these Certificate of Deposits mature at various times of the year.

##### B. Receivables

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

	General Fund	Debt Service	Federal Project	Capital Project	Total
Receivables:					
Property taxes	\$ 1,097,550	\$ -	\$ -	\$ -	\$ 1,097,550
Due from other governments	134,667	1,824	1,062	-	137,553
Gross receivables	<u>1,232,217</u>	<u>1,824</u>	<u>1,062</u>	<u>-</u>	<u>1,235,103</u>
Less: allowance for uncollectible	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net total receivables	<u><u>\$ 1,232,217</u></u>	<u><u>\$ 1,824</u></u>	<u><u>\$ 1,062</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,235,103</u></u>

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. Governmental funds also defer revenue recognition in connection with resources that have been received but not yet earned. At end of the current fiscal year, the various components of deferred revenue reported in the governmental funds were as follows:

	<u>Unavailable</u>	<u>Unearned</u>
Deferred Revenue		
Current Year Property Tax	\$ 1,097,550	-
Delinquent Property Tax	-	-
Total deferred revenue for governmental funds	<u>\$ 1,097,550</u>	<u>\$ -</u>

### C. Capital Assets

Capital activity for the year ended June 30, 2011 are as follows:

#### Primary Government

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
<b>Governmental activities</b>				
Capital assets not being depreciated				
Land	\$ 547,786	\$ -	\$ -	\$ 547,786
Construction in Progress	278,034	3,378,278	-	3,656,312
Total capital assets, not being depreciated	<u>825,820</u>	<u>3,378,278</u>	<u>-</u>	<u>4,204,098</u>
Capital assets, being depreciated				
Buildings	11,097,902	100,526	-	11,198,428
Machinery and equipment	494,658	-	-	494,658
Total capital assets being depreciated	<u>11,592,560</u>	<u>100,526</u>	<u>-</u>	<u>11,693,086</u>
Total capital assets	12,418,380	3,478,804	-	15,897,184
<b>Less accumulated depreciation for:</b>				
Buildings	(3,678,255)	(222,558)	-	(3,900,813)
Machinery and equipment	(390,558)	(26,072)	-	(416,630)
Total accumulated depreciation	<u>(4,068,813)</u>	<u>(248,630)</u>	<u>-</u>	<u>(4,317,443)</u>
<b>Governmental activities capital assets, net</b>	<u>\$ 8,349,567</u>	<u>\$ 3,230,174</u>	<u>\$ -</u>	<u>\$ 11,579,741</u>

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

Governmental activities

Operations and Maintenance

\$ 248,630

Total depreciation expense - governmental activities

\$ 248,630

**D. Interfund receivables, payables, and transfers**

<u>Transfers out</u>	<u>Transfers in</u>	<u>Amount</u>
General Purpose School	Debt Service	\$ 287,381
General Purpose School	Elementary School	24,500
General Purpose School	Middle School	12,200
General Purpose School	High School	16,200
Total		<u>\$ 340,281</u>

The General Purpose School transfers money into the debt service fund when notes and interest are due on long term debt. These amounts are reported in the general purpose school and transferred as needed to the Debt Service Fund.

The General Purpose School transfers amounts to the school activity fund for teacher supply accounts and other projects funded by the school district through the school activity funds

**E. Long-term Debt**

**General obligation bonds**

The government issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both governmental and business-type activities. The original amount of general obligation bonds issued in prior years was \$ 1,000,000.

General obligation bonds are direct obligations and pledge the full faith and credit of the government. These bonds generally are issued as 20-year serial bonds with equal amounts of principal maturing each year. These bonds were completely paid during this fiscal year.

**Changes in long-term liabilities**

Long-term liability activity for the year ended June 30, 2011, was as follows:

	<u>Beginning Balance</u>	<u>Adjustments</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due within One Year</u>
<b>Governmental activities:</b>						
Long-Term Liabilities:						
General obligation bonds	\$ 125,000	\$ -	\$ -	\$ 125,000	\$ -	\$ -
Notes Payable	715,359	-	100,526	65,452	750,433	121,346
Compensated absences	<u>15,950</u>	<u>-</u>	<u>-</u>	<u>1,891</u>	<u>14,059</u>	<u>-</u>
Governmental activity Long-term liabilities	<u>\$ 856,309</u>	<u>\$ -</u>	<u>\$ 100,526</u>	<u>\$ 192,343</u>	<u>\$ 764,492</u>	<u>\$ 121,346</u>

Annual debt service requirements to maturity for Notes and Bonds Payable are as follows:

Year ending <u>June 30,</u>	Governmental Activities	
	<u>Principal</u>	<u>Interest</u>
2012	\$ 121,346	\$ 48,498
2013	126,750	43,924
2014	87,333	32,663
2015	94,777	25,218
2016	81,783	17,861
2017	84,244	11,444
2018	92,092	3,596
2019	62,108	1,681
	<u>\$ 750,433</u>	<u>\$ 184,885</u>

## V. OTHER INFORMATION

### A. Risk Management

The Oneida Special School District joined the Tennessee School Board Risk Management Trust (TSB-RMT), which is a public entity risk pool established by Tennessee School Board Association, an association of member school departments. The School Department pays an annual premium to the TSB-RMT for its general liability, property, casualty, and workers' compensation coverage. The creation of the TSB-RMT provides for it to be self-sustaining through members' premiums.

### B. Contingent Liabilities

Amounts received or receivable from granting agencies are subject to audit and adjustments by granting agencies, principally the state and federal governments. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the government expects such amounts, if any, to be immaterial.

### C. Compensated Absences

All employees are entitled to be compensated for any vacation or holiday leave they have accrued at the date of their termination. The amount of vested or accumulated vacation and sick leave that is expected to be liquidated with expendable available financial resources is reported as expenditure and a fund liability of the general fund. Vested or accumulated vacation or sick leave of the governmental funds are recorded as an expense and liability of that fund as the benefits accrue to employees. The liability for compensated absences, as June 30, 2011 was \$14,059 for the General Purpose School Fund. The policy regarding compensated absences changed. After five years of vested service in Tennessee Consolidated Retirement System (TCRS), all unused sick leave will be applied to retirement credit. If employed less than five years, employees may use any accumulated days or the employee may be paid for unused days not to exceed a total of fifty (50), with the approval of the Director of Schools.

### D. Subsequent Events

The District has plans to expand the school facilities including four elementary classrooms, four science labs, cafeteria expansion, and a multipurpose room (auditorium and practice gymnasium and other uses) at the cost of about \$ 4,900,000.

This expansion will be funded by Scott County with a bond sale that has been approved by the Scott County Commissioners and is set for closing on December 15, 2009. The Scott County Government will be responsible for repayment of the debt totaling \$ 13,940,000. The bond proceeds less costs (\$ 13,940,000 less \$ 100,000 or \$ 13,840,000) will be advanced as needed, not to exceed the current *average daily attendance* percentage of the district to the county as a whole. This percentage will be approximately 30.9% with the district's portion \$ 4,158,302. Additionally the District issued General Obligation bonds in the amount of \$ 2,425,000 for construction and repayment of debt to First National Bank and Brewco LLC and an Energy Efficient Schools Initiative loan for \$ 996,980 to upgrade and replace heaters and air conditioners at district schools. Of these amounts only \$ 100,526 had been received in the current year.

### E. Employee Retirement Plan

#### Certified employees - Plan Description

The ONEIDA SPECIAL SCHOOLS contribute to the State Employees, Teachers, and Higher Education Employees Pension Plan (SETHEEPP), a cost-sharing multiple employer defined benefit pension plan administered by the Tennessee Consolidated Retirement System (TCRS). TCRS provides retirement benefits as well as death and disability benefits to plan members and their beneficiaries. Benefits are determined by a formula using the member's high five-year average salary and years of service. Members become eligible to retire at the age of 60 with five years of service or at any age with 30 years of service. A reduced retirement benefit is available to vested members who are at least 55 years of age or have 25 years of service. Disability benefits are available to active members with five years of service who become disabled and cannot engage in gainful employment. Disability benefits are available to active members with five years of service who become disabled and cannot engage in gainful employment. There is no service requirement for disability that is the result of an accident or injury occurring while the member was in the performance of duty. Members joining the plan on or after July 1, 1979 are vested after five years of service. Members joining prior to July 1, 1979 are vested after four years of service. Benefit provisions are established in state statute found in Title 8, Chapters 34-37 of the Tennessee Code Annotated (TCA). State statutes are amended by the Tennessee General Assembly. Cost of living adjustment (COLA) are

provided to retirees each July based on the percentage change in the Consumer Price Index (CPI) during the previous calendar year. No COLA is granted if the CPI increases less than one-half percent. The annual COLA is capped at three percent.

The TCRS issues a publicly available financial report that includes financial statements and required supplementary information for the SETHEPP. That report may be obtained by writing to the Tennessee Treasury Department, Consolidated Retirement System, 10th Floor Andrew Jackson Building, Nashville, TN 37243-0230 or can be accessed at [www.tn.gov/treasury/tcrs/Schools](http://www.tn.gov/treasury/tcrs/Schools).

### **Funding Policy**

Most teachers are required by state statute to contribute 5.0% of salary to the plan. The employer contribution rate for ONEIDA SPECIAL SCHOOLS is established at an actuarially determined rate. The employer rate for the fiscal year ending June 30, 2011 was 9.05% of annual covered payroll. The employer contribution requirement for ONEIDA SPECIAL SCHOOLS is established and may be amended by the TCRS Board of Trustees. The employer's contributions to TCRS for the years ending June 30, 2011, 2010, and 2009 were \$ 410,938, \$ 289,400, and \$ 305,317 respectively, equal to the required contributions for each year.

### **Non-Certified**

**Plan Description** - Employees of ONEIDA SPECIAL SCHOOLS are members of the Political Subdivision Pension Plan (PSPP), an agent multiple-employer defined benefit pension plan administered by the Tennessee Consolidated Retirement System (TCRS). TCRS provides retirement benefits as well as death and disability benefits. Benefits are determined by a formula using the member's high five-year average salary and years of service. Members become eligible to retire at the age of 60 with five years of service or at any age with 30 years of service. A reduced retirement benefit is available to vested members at the age of 55. Disability benefits are available to active members with five years of service who became disabled and cannot engage in gainful employment. There is no service requirement for disability that is the result of an accident or injury occurring while the member was in the performance of duty. Members joining the system after July 1, 1979 become vested after five years of service and members joining prior to July 1, 1979 were vested after four years of service. Benefit provisions are established in state statute found in Title 8, Chapter 34-37 of the Tennessee Code Annotated (TCA). State statutes are amended by the Tennessee General Assembly. Political subdivisions such as ONEIDA SPECIAL SCHOOLS participate in the TCRS as individual entities and are liable for all costs associated with the operation and administration of their plan. Benefit improvements are not applicable to a political subdivision unless approved by the chief governing body.

The TCRS issues a publicly available financial report that includes financial statements and required supplementary information for the PSPP. That report may be obtained by writing to Tennessee Treasury Department, Consolidated Retirement System, 10th floor Andrew Jackson Building, Nashville, TN 37243-0230 or can be accessed at <http://www.tn.gov/treasury/tcrs/PS/>.

### **Funding Policy**

Oneida Special Schools requires employees to contribute 5.0 percent of earnable compensation.

ONEIDA SPECIAL SCHOOLS is required to contribute at an actuarially determined rate; the rate for the fiscal year ending June 30, 2011 was 13.22 % of annual covered payroll. The contribution requirement of plan members is set by state statute. The contribution requirement for Oneida Special Schools is established and may be amended by the TCRS Board of Trustees.

## Annual Pension Costs

For the year ending June 30, 2011, ONEIDA SPECIAL SCHOOLS annual pension cost of \$174,412 to TCRS was equal to ONEIDA SPECIAL SCHOOLS required and actual contributions. The required contribution was determined as part of the July 1, 2009 actuarial valuation using the frozen entry age actuarial cost method. Significant actuarial assumptions used in the valuation include (a) rate of return on investment of present and future assets of 7.5 percent a year compounded annually, (b) projected salary increases of 4.75 percent (graded) annual rate (no explicit assumption is made regarding the portion attributable to the effects of inflation on salaries), (c) projected 3.5 percent annual increase in the Social Security wage base, and (d) projected post retirement increases of 2.5 percent annually. The actuarial value of assets was determined using techniques that smooth the effect of short-term volatility in the market value of total investments over a five-year period. ONEIDA SPECIAL SCHOOLS unfunded actuarial accrued liability is being amortized as a level dollar amount on a closed basis. The remaining amortization period at July 1, 2009 was 6 years. An actuarial valuation was performed as of July 1, 2009, which established contribution rates effective July 1, 2010.

Fiscal Year Ending	Trend Information			Net Pension Obligation
	Annual Pension Cost	Percentage Of APC Contributed		
June 30, 2011	\$174,412	100.00%		\$0.00
June 30, 2010	175,509	100.00%		\$0.00
June 30, 2009	178,457	100.00%		\$0.00

## Funded Status and Funding Progress

As of July 1, 2009, the most recent actuarial valuation date, the plan was 76.64% percent funded. The actuarial accrued liability for benefits was \$4.3 million, and the actuarial value of assets was \$3.3 million, resulting in an unfunded actuarial accrued liability (UAAL) of \$1.0 million. The covered payroll (annual payroll of active employees covered by the plan) was \$1.4 million, and the ratio of the UAAL to the covered payroll was 70.97% percent.

The schedules of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, present multiyear trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the AALs for benefits.

The annual required contribution (ARC) was calculated using the aggregate actuarial cost method. Since the aggregate actuarial cost method does not identify or separately amortize unfunded actuarial liabilities, information about funded status and funding progress has been prepared using the entry age actuarial cost method for that purpose, and this information is intended to serve as a surrogate for the funded status and funding progress of the plan.

(Dollar amounts in thousands)

Actuarial Valuation Date	Actuarial Value of Plan Assets (a)	Actuarial Accrued Liability (AAL) -Entry Age (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, 2009	\$ 3,311	\$ 4,320	\$ 1,009	76.64%	\$ 1,422	70.97%
July 1, 2007	\$3,105	\$3,963	\$858	78.35%	\$ 1,276	67.24%

## **F. Other Post Employment Benefits**

The State of Tennessee pays health insurance premiums for retired teacher's on-behalf of the Oneida Special School District. These payments are made by the state to the Local Education Group Insurance Plan and the Medicare Supplement Plan. Both of these plans are administered by the State of Tennessee and reported in the state's Comprehensive Annual Financial Report. Payments by the state to the Local Education Group Insurance Plan and the Medicare Supplement Plan for the year ended June 30, 2011, were not known. The School Department has not recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

## **G. The Board of Education**

The Board of Education of the Oneida Special School District is elected every four years.

## **H. Purchasing Policies**

Authorization to purchase shall be provided by the Board. The director of schools shall serve as purchasing agent for the system-wide purchasing. Principals shall serve as purchasing agents for individual schools.

The director of schools must approve the following purchases:

1. A single piece of equipment costing more than ten thousand dollars (\$10,000.00);
2. One that is to be attached to or one that requires alteration of the building; or
3. One that will become a permanent fixture.

## **I. Related Party Transactions**

Some of the teachers at the Oneida Special School District has the option to defer a portion of their wages for retirement. This account is with Ameriprise Financial Services, Inc. Board Member, Lori Phillips-Jones, is married to Phillip Jones, a broker at Ameriprise Financial Services, Inc.

## **REQUIRED SUPPLEMENTARY INFORMATION**

**ONEIDA SPECIAL SCHOOL DISTRICT  
 REQUIRED SUPPLEMENTARY INFORMATION  
 June 30, 2011**

**I. SCHEDULE OF FUNDING PROGRESS – PENSION PLAN**

(Dollar amount in thousands)

Actuarial Valuation Date	Actuarial Value of Plan Assets (a)	Actuarial Accrued Liability (AAL) -Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
July 1, 2009	\$3,311	\$4,320	\$1,009	76.64%	\$1,422	70.97
July 1, 2007	\$3,105	\$3,963	\$858	78.35%	\$1,276	67.24%

The Governmental Accounting Standards Board (GASB) requires the plan to prepare the Schedule of Funding Progress using the entry age actuarial cost method. The requirement to present the Schedule of Funding Progress using the Entry Age actuarial cost method went into effect during the year 2007 actuarial valuation, therefore only the two most recent valuations are presented.

## **SUPPLEMENTAL INFORMATION**

**Oneida Special School District  
Debt Service Fund  
Statement of Revenues, Expenditures, and Changes in Fund Balances - Actual  
(Budgetary Basis) and Budget  
For the Year Ended June 30, 2011**

	<u>Budgeted Amounts</u>		<u>Actual Revenues/</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Expenditures</u>	<u>Final Budget -</u>
			<u>(Budgetary</u>	<u>Positive</u>
			<u>Basis</u>	<u>(Negative)</u>
<b>REVENUES</b>				
Other Revenue	\$ -	\$ -	\$ -	\$ -
Interest Earnings	8,298	5,445	3,492	(1,953)
Total revenues	<u>8,298</u>	<u>5,445</u>	<u>3,492</u>	<u>(1,953)</u>
<b>EXPENDITURES</b>				
Principal	220,622	190,452	190,452	-
Interest	33,776	57,669	57,669	-
Other Debt Service	1,900	1,500	1,500	-
Total expenditures	<u>256,298</u>	<u>249,621</u>	<u>249,621</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	(248,000)	(244,176)	(246,129)	(1,953)
Other financing sources and (uses)				
Operating Transfers	250,000	284,638	284,638	-
Operating Transfers	-	-	-	-
Total other financing sources and (uses)	<u>250,000</u>	<u>284,638</u>	<u>284,638</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ 2,000</u>	<u>\$ 40,462</u>	<u>38,509</u>	<u>\$ (1,953)</u>
Fund Balances - Beginning			<u>393,318</u>	
Fund Balances - Ending			<u>\$ 431,827</u>	

*The notes to financial statements are an integral part of these financial statement.*

**Oneida Special School District  
Capital Projects Fund  
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual  
For the Year Ended June 30, 2011**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<b>Variance with Final Budget - Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Investment Earnings	\$ -	\$ 1,084	\$ 1,084	\$ -
Proceeds from Energy Savings loan	996,980	100,526	100,526	-
Proceeds from Scott County Bonds ADA	4,000,000	3,542,923	3,542,923	-
Total revenues	<u>4,996,980</u>	<u>3,644,533</u>	<u>3,644,533</u>	<u>-</u>
<b>EXPENDITURES</b>				
Capital Projects				
Architects	90,000	90,000	-	90,000
Building Construction	3,900,000	3,363,905	3,363,905	-
Building Improvements	996,980	95,500	95,500	-
Other Capital Projects	10,000	19,399	19,399	-
Total Expenditures	<u>4,996,980</u>	<u>3,568,804</u>	<u>3,478,804</u>	<u>90,000</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>75,729</u>	<u>165,729</u>	<u>90,000</u>
Net Change in Fund Balance	<u>-</u>	<u>75,729</u>	<u>165,729</u>	<u>90,000</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ 75,729</u>	<u>165,729</u>	<u>\$ 90,000</u>
Fund Balances - Beginning			<u>24,114</u>	
Fund Balances - Ending			<u>\$ 189,843</u>	

*The notes to financial statements are an integral part of these financial statement.*

**Oneida Special School District**  
**Combining Statement of Changes in Assets and Liabilities - All Agency Funds**  
**Year ended June 30, 2011**

	Elementary School Activity Fund	Middle School Activity Fund	High School Activity Fund	Totals
<b>Fund balance, July 1, 2010</b>	<b>\$ 25,778</b>	<b>\$ 30,873</b>	<b>\$ 121,444</b>	<b>\$ 178,095</b>
Revenues	74,092	180,953	255,414	510,459
Expenditures	75,958	183,296	268,618	527,872
Excess of revenues over (under) expenditures	(1,866)	(2,343)	(13,204)	(17,413)
<b>Fund balance, June 30, 2011</b>	<b>\$ 23,912</b>	<b>\$ 28,530</b>	<b>\$ 108,240</b>	<b>\$ 160,682</b>

*The notes to financial statements are an integral part of these financial statements.*

## **MISCELLANEOUS SCHEDULES**

**Oneida Special School District**  
**Changes in Net Assets - Last Eight Fiscal Years**  
 June 30, 2011

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Governmental Activities								
Regular Instruction Program	\$ 4,002,749	\$ 4,720,885	\$ 4,940,672	\$ 4,817,857	\$ 4,930,206	\$ 4,951,666	\$ 4,723,157	\$ 4,578,331
Special Education Program	622,172	625,965	686,238	840,545	796,208	785,681	967,485	880,651
Vocational Education Program	178,304	194,933	206,018	180,754	185,819	196,939	203,390	203,988
Alternative Education Program	-	-	-	-	-	-	-	80,875
Support Services	744,836	709,744	714,341	725,561	874,782	954,957	1,020,589	1,097,779
Food Services	461,933	491,410	542,295	519,348	577,139	556,004	535,801	572,740
Administration	745,482	793,159	832,824	858,172	948,227	999,622	975,099	922,754
Community Services	106,063	140,418	63,300	33,300	33,300	33,300	33,300	33,300
Student Transportation	128,544	156,605	150,197	148,761	170,849	181,816	180,750	182,347
Operation and Maintenance	940,380	961,309	960,623	904,902	960,788	1,225,742	1,122,329	1,164,627
Early Childhood Education	-	-	-	186,680	287,801	299,766	300,592	308,179
Interest on Debt	108,434	99,268	67,635	70,433	64,615	53,715	116,601	59,169
Total Governmental Activities	8,038,897	8,893,696	9,164,143	9,286,313	9,829,734	10,239,208	10,179,093	10,084,740
Program Revenues								
Food Service Federal and State	213,127	234,707	229,304	201,620	227,944	209,361	207,598	368,665
Other Food Services	453,098	435,062	536,892	326,056	306,163	317,723	355,692	202,594
General Revenues	666,225	669,769	766,196	527,676	534,107	527,084	563,290	571,259
Property Taxes	1,292,702	1,202,616	1,213,265	1,065,177	1,121,917	1,147,499	1,149,629	1,129,082
Other local revenue	671,829	773,772	767,825	947,721	485,533	475,562	557,643	514,280
State and Federal Through State	5,294,567	6,070,741	6,057,606	6,103,062	7,440,479	7,385,980	7,717,053	7,771,232
Other Revenue	3,990	458,475	3,785	652,308	226,891	372,858	475,276	3,673,506
Interest Earnings	28,567	20,986	22,725	59,921	54,553	28,919	30,514	23,931
Total General Revenue and Transfers	7,291,655	8,526,590	8,065,206	8,828,189	9,329,373	9,410,818	9,930,115	13,112,031
Change in Net Assets	(81,017)	302,663	(330,741)	69,552	33,746	(301,306)	314,312	3,598,550
Net Assets - Beginning	8,699,139	8,618,122	8,920,785	8,590,044	8,659,596	8,693,342	8,640,262	8,640,262
Net Assets - Ending	\$ 8,618,122	\$ 8,920,785	\$ 8,590,044	\$ 8,659,596	\$ 8,693,342	\$ 8,392,036	\$ 8,954,574	\$ 12,238,812

Oneida Special School District  
 Debt Capacity Information - Last Ten Years  
 June 30, 2011

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Debt Outstanding										
Bonds	\$ 965,000	\$ 875,000	\$ 780,000	\$ 680,000	\$ 580,000	\$ 470,000	\$ 360,000	\$ 245,000	\$ 125,000	\$ -
Notes	1,214,021	1,156,251	1,331,130	1,230,553	1,110,073	1,010,750	880,916	750,883	715,359	750,433
Total Bonds, Notes and Leases	2,201,796	2,302,247	2,111,130	1,910,553	1,690,073	1,480,750	\$ 1,240,916	\$ 995,883	\$ 840,359	\$ 750,433
Debt Limit	4,500,000	4,500,000	4,500,000	4,500,000	4,500,000	4,500,000	4,500,000	4,500,000	4,500,000	4,500,000
Bonded Debt Capacity	\$ 2,298,204	\$ 2,197,753	\$ 2,388,870	\$ 2,589,447	\$ 2,809,927	\$ 3,019,250	\$ 3,259,084	\$ 3,504,117	\$ 3,659,641	\$ 3,749,567

Oneida Special School District  
Schedule of Salary Supplements  
June 30, 2011

<u>Employee</u>	<u>Title</u>	<u>Amount</u>	<u>Board Approved</u>	<u>Proper Withholding</u>
Sandy Martin	Basketball High School Girls	5,040	Yes	Yes
Phil Newport	Basketball High School Girls	4,500	Yes	Yes
Rusty Yaden	Basketball High School Boys	4,500	Yes	Yes
Robert Wright	Basketball High School Boys	4,500	Yes	Yes
Amanda Jackson	Basketball Middle School Girls	2,318	Yes	Yes
Jodie Green	Basketball Middle School Girls	1,254	Yes	Yes
Shawn West	Basketball Middle School Boys	2,432	Yes	Yes
Chris West	Basketball Middle School Boys	1,140	Yes	Yes
John Brewster	Football High School	3,420	Yes	Yes
Jim Burchfield	Football High School	3,900	Yes	Yes
Himmy May	Football High School	3,450	Yes	Yes
Caleb Collier	Football High School	2,500	Yes	Yes
Terry Stephens	Football High School	1,750	Yes	Yes
Zach Smith	Football High School	1,750	Yes	Yes
Jason Pike	Football High School	1,750	Yes	Yes
Heath Sexton	Football Middle School	6,004	Yes	Yes
Dustin Lay	Football Middle School	2,850	Yes	Yes
Shane Phillips	Football Middle School	2,850	Yes	Yes
Kelsey Slaven	Football Middle School	2,850	Yes	Yes
Shawn West	Baseball High School	2,242	Yes	Yes
Todd Lay	Baseball High School	1,045	Yes	Yes
Phil Newport	Softball High School	3,800	Yes	Yes
Sandi Martin	Softball High School	1,786	Yes	Yes
Rick Harper	Baseball Middle School	2,078	Yes	Yes
Tony Williams	Baseball Middle School	926	Yes	Yes
Mark Bowling	Baseball Middle School	926	Yes	Yes
Shane Phillips	Baseball Middle School	926	Yes	Yes
Jody Lay	Softball Middle School	2,168	Yes	Yes
Kelly Reed	Softball Middle School	1,178	Yes	Yes
Shawn West	Golf	640	Yes	Yes
Scott Terry	Soccer High School Girls	2,090	Yes	Yes
James Lovett	Soccer High School Girls	1,045	Yes	Yes
Jordan Swain	Soccer High School Boys	2,090	Yes	Yes
Zach Smith	Soccer High School Boys	523	Yes	Yes
Phil Newport	Soccer Middle School Girls	3,230	Yes	Yes
Cathy Huff	Soccer Middle School Boys	1,140	Yes	Yes
Kathy Obrusanszlo	Soccer Middle School Boys	2,470	Yes	Yes
Cathy Huff	Soccer Middle School Boys	1,235	Yes	Yes
Lisa O'Neal	Cross Country	1,740	Yes	Yes
Rusty Yaden	Weight Lifting-Fall	413	Yes	Yes
Heath Sexton	Weight Lifting Girls-Summer	1,537	Yes	Yes
Heath Sexton	Weight Lifting-Summer	1,537	Yes	Yes
Jim Burchfield	Weight Lifting-Summer	2,067	Yes	Yes
Caleb Collier	Weight Lifting	1,325	Yes	Yes
John Brewster	Weight Lifting	1,511	Yes	Yes
Robert Wright	Weight Lifting	1,829	Yes	Yes
Jimmy May	Weight Lifting	1,825	Yes	Yes
Andrew Bernard	High School Band	3,300	Yes	Yes
Laurel Ward	High School Band	1,900	Yes	Yes
Jenna Smith	High School Cheerleading-Football	1,800	Yes	Yes
Jenna Smith	High School Cheerleading-Basketball	2,100	Yes	Yes
Jordan Simms	Middle School Cheerleading-Football	1,320	Yes	Yes
Jordan Simms	Tri Tones	1,220	Yes	Yes
Richard Joiner	High School Student Council	440	Yes	Yes
Treby Hicks	Middle School Student Council	568	Yes	Yes
Miranda Lowe	High School Scholars Bowl	2,090	Yes	Yes
Jennifer Butler	Middle School Scholars Bowl	1,100	Yes	Yes
Cheryl Butler	Middle School Beta Club	1,215	Yes	Yes
Evie Thomas	High School Beta Club	960	Yes	Yes
Rhonda Laxton	Best Buddies	500	Yes	Yes
Michelle Bridges	Best Buddies	500	Yes	Yes
Jeni Smith	High School Honors Society	900	Yes	Yes
Melanie Duncan	Annual	2,850	Yes	Yes
Melanie Duncan	Newspaper	2,850	Yes	Yes
Dani Strunk	Accelerated Reader	750	Yes	Yes
Susan Overton	Service Learning	2,000	Yes	Yes
Jeanny Hatfield	Early Childhood Coordinator	1,000	Yes	Yes

133,443

**Oneida Special School District  
Oneida, Tennessee  
Schedule of Surety Bond Coverage**

**June 30, 2011**

Coverage: \$ 284,000 Lori Phillips-Jones, Treasurer  
Western Surety Company Honesty Blanket Position Bond Coverage

Tennessee Risk Management Trust

Coverage: \$150,000 per Employee Positions

Covered positions - All Employee Positions Excluding Treasurer

**INTERNAL CONTROL & COMPLIANCE  
SECTION**

**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Board of Education  
Oneida Special School District  
Oneida, Tennessee

We have audited the financial statements of the governmental activities, the major governmental fund, and the aggregate remaining fund information of Oneida Special School District, Oneida, Tennessee as of and for the year ended June 30, 2011, which collectively comprise the Oneida Special School District, Oneida, Tennessee's basic financial statements and have issued our report thereon dated October 25, 2011. 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 Standard* issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Oneida Special School District, Oneida, Tennessee'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 Oneida Special School District, Oneida, Tennessee's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Oneida Special School District, Oneida, Tennessee'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.

Compliance and Other Matters

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

This report is intended solely for the information and use of management, others within the organization, the board of education 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.

*Dennis E. Jeffers CPA, PC*

October 25, 2011

# Dennis E. Jeffers CPA, PC

Certified Public Accountant

A Member of the American Institute of Certified Public Accountants

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Oneida, Tennessee 37841

(423) 569-6969

## REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH *OMB CIRCULAR A-133*

Board of Education  
Oneida Special School District  
Oneida, Tennessee

### Compliance

We have audited Oneida Special School District, Oneida, Tennessee's compliance of the with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Oneida Special School District, Oneida, Tennessee's major federal programs for the year ended June 30, 2011. Oneida Special School 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 requirement of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the Oneida Special School District's management. Our responsibility is to express an opinion on the Oneida Special School 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 occurred. An audit includes examining, on a test basis, evidence about Oneida Special School 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 on Oneida Special School District's compliance with those requirements.

In our opinion, Oneida Special School District, complied, in all material respects, with the requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2011.

### Internal Control Over Compliance

Management of Oneida Special School District, is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Oneida Special School District's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Oneida Special School District's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, detected or 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 over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of management, others within the organization, the Board of Education 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.

*Dennis E. Jeffers CPA, PC*

October 25, 2011

Oneida Special School District  
 Schedule of Expenditures of Federal and State Awards  
 June 30, 2011

Program Title	CFDA #	Grant #	June 30, 2010	Receipts	Expenditures	June 30, 2011
<b>Federal Assistance</b>						
<b>Food Service Fund</b>						
U.S. Department of Agriculture:						
Federal Funds passed through the						
Tennessee Department of Education:						
Breakfast Program	10.553	N/A	\$ -	\$ 102,702	\$ 102,702	\$ -
National School Lunch Program	10.555	N/A	-	260,090	260,090	-
American Recovery and Reinvestment Act:						
Equipment Grant		N/A		5,874	5,874	
<b>Total U.S. Department of Agriculture</b>				<b>\$ 368,666</b>	<b>368,666</b>	
<b>U.S. Department of Education</b>						
<b>General Purpose School Fund</b>						
Federal Funds passed through the						
Tennessee Department of Education:						
American Recovery and Reinvestment Act:						
Stabilization Funds-Better Education Program	84.397 A	N/A	-	630,433	630,433	-
Stabilization Funds-Family Resource Grant	84.397 A	N/A	-	33,300	33,300	-
Stabilization Funds-Safe School Grant	84.397 A	N/A	-	7,500	7,500	-
Stabilization Funds-Drivers Education	84.397	N/A	-	8,149	8,149	-
Stabilization Funds-Other State Funds	84.397	N/A	-	12,658	12,658	-
Stabilization Funds-Early Childhood Education	84.397		-	308,779	308,779	-
Stabilization Funds-Coordinated Health Systems	84.397		-	90,000	90,000	-
Stabilization Funds-SSMS	84.397		1,141	2,522	1,381	-
Stabilization Funds-Extended Contract	84.397		7,453	19,953	12,500	-
Stabilization Funds-Internet Connectivity	84.397		-	3,597	3,597	-
Stabilization Funds-Other Federal Third State	84.397		-	8,057	8,057	-
Stabilization Funds-Service Learning	94.004		7,532	15,681	8,149	-
			16,126	1,140,629	1,124,503	-
<b>U.S. Department of Education</b>						
<b>Federal Projects Fund</b>						
Federal Funds passed through the						
Tennessee Department of Education:						
American Recovery and Reinvestment Act:						
Stabilization Funds-Improving America's Schools Act Title I	84.010	N/A	17,668	154,826	137,158	-
Stabilization Funds-First to the Top	84.389 A	N/A	-	171,998	173,060	1,062
Stabilization Funds-IDEA Part B	84.391A	N/A	10,048	118,058	108,010	-
Stabilization Funds-Improving America's Schools Act Title I	84.010	N/A	-	375,891	375,891	-
IDEA Part B	84.027	Z-03-012964-00	9,936	238,460	228,524	-
IDEA Part B Preschool	84.027	N/A	-	6,390	6,390	-
Title II, Part A, Class Size Reduction	84.367A	N/A	-	48,244	48,244	-
Title II Part B Ed through Technology	84.318X	N/A	-	1,287	1,287	-
Title VI, Part B, Rural and Low Income	84.358	N/A	-	30,296	30,296	-
Vocational Education Program Carl Perkins	84.048A	N/A	-	16,656	16,656	-
Total accounted for in Federal Projects Fund			37,652	1,162,106	1,125,516	1,062
Total American Recovery and Reinvestment Act			53,778	2,302,735	2,250,019	1,062
<b>Total Federal Assistance</b>			<b>53,778</b>	<b>2,671,401</b>	<b>2,618,685</b>	<b>1,062</b>

\* CFDA--Catalog of Federal Domestic Assistance; (I) No Grant number assigned.  
 ( ) Indicates unexpended balances at year end and a reserved fund balance in net assets.

**Oneida Special School District  
Schedule of Expenditures of Federal and State Awards (Continued)  
June 30, 2011**

<b>Program Title</b>	<b>CFDA #</b>	<b>Grant #</b>	<b>June 30, 2010</b>	<b>Receipts</b>	<b>Expenditures</b>	<b>June 30, 2011</b>
<b>State of Tennessee Assistance</b>						
Basic Education Program	N/A	N/A	\$ -	\$ 5,350,060	\$ 5,350,060	\$ -
Career Ladder Program	N/A	N/A	-	53,322	53,322	-
JCT Grant	N/A	N/A	2,500	29,900	27,400	-
<b>Total State of Tennessee Assistance</b>			<b>2,500</b>	<b>5,433,282</b>	<b>5,430,782</b>	<b>-</b>
<b>Oneida Special School District  Schedule of Non-Cash Assistance  June 30, 2011</b>						
<b>State of Tennessee</b>						
<b>Department of Agriculture</b>						
USDA: Commodity Supplemental Feeding - Commodities Distributed	10.55	Z-2468	\$ 11,708	\$ 32,394	\$ 30,067	\$ 14,035

**Oneida Special School District  
Notes to Schedule of Expenditures of Federal Awards  
June 30, 2011**

**NOTE A- BASIS OF PRESENTATION**

The accompanying schedule of expenditures of Federal and State Awards of the Oneida Special School District is presented on the accrual basis of accounting. The information in the schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in the schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

**ONEIDA SPECIAL SCHOOL DISTRICT  
COMBINED STATEMENT OF FINDINGS AND QUESTIONED COSTS  
June 30, 2011**

**Summary of Auditor's Results**

- (1) The report issued on the financial statements for the Oneida Special School District was unqualified.
- (2) No significant deficiencies in internal control were disclosed.
- (3) No instances of noncompliance, which were material to the financial statements of the Oneida Special School District were disclosed.
- (4) The report issued on compliance for major programs and with provisions of OMB cost principals was an unqualified report.
- (5) The report issued on compliance for each major program was an unqualified opinion.
- (6) The audit did not disclose any findings relating to major programs.
- (7) Programs identified as major programs are as follows:

a. Cluster: Child Nutrition  
CFDA# 10553  
CFDA# 10555

b. Cluster: Department of Education  
CFDA# 84.010, Title 1, Part A, Basic Education Program  
CFDA# 84.027, Special Education Grants to States (IDEA Part B)  
CFDA# 84.048, Career and Technical Education (Perkins)  
CFDA# 84.173, (IDEA Preschool)  
CFDA# 84.318, Education Technology State Grants  
CFDA# 84.367, Improving Teacher Quality State Grants  
CFDA# 84.389, American Recovery and Reinvestment Act, Grants to (LEAs)  
CFDA# 84.391, American Recovery and Reinvestment Act, Grants (IDEA Part B)  
CFDA# 84.392, American Recovery and Reinvestment Act, (IDEA Preschool)  
CFDA# 84.395, American Recovery and Reinvestment Act, Race to the Top  
CFDA# 84.397, American Recovery and Reinvestment Act, Stabilization Funds

- (8) The Threshold for distinguishing Types A and B Programs was \$ 300,000.
- (9) The Oneida Special School District was determined not to be a low-risk auditee.

**FINDINGS – FINANCIAL STATEMENT AUDIT**

(None)

**FINDINGS AND QUESTIONED COSTS—MAJOR FEDERAL AWARD PROGRAM AUDIT**

(No findings or questioned costs)

**ONEIDA SPECIAL SCHOOL DISTRICT  
SUMMARY SCHEDULE OF AUDIT FINDINGS  
June 30, 2011**

**None**