



Audited Financial Statements

For the Fiscal Year Ended June 30, 2014

HAYDEN ROSS, PLLC
Certified Public Accountants
Moscow, Idaho

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

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Lewiston, Idaho

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INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees
Independent School District No.1
Lewiston, Idaho 83501

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Independent School District No. 1, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Summary of Opinions

<u>Opinion Unit</u>	<u>Type of Opinion</u>
Governmental Activities	Unmodified
General Fund	Unmodified
Capital Projects Fund	Unmodified
Aggregate Remaining Fund Information	Qualified

Basis for Qualified Opinion on the Aggregate Remaining Fund Information

The financial statements of Lewiston Independent Foundation for Education, Inc., a component unit of the District, have not been audited, and we were not engaged to audit the component unit as part of our audit of the District's basic financial statements. Lewiston Independent Foundation for Education, Inc. is presented as a fiduciary fund with total assets of \$680,642, total net position of \$665,997, and total revenue of \$167,776.

Qualified Opinion

In our opinion, except for the possible effect of the matter discussed in the "Basis for Qualified Opinion on the Aggregate Remaining Fund Information" paragraph, the financial statements referred to above present fairly, in all material respects, the financial position of the aggregate remaining fund information of Independent School District No. 1 as of June 30, 2014, and the changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Unmodified Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, and each major fund of Independent School District No. 1 as of June 30, 2014, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the respective budgetary comparison information on pages 5-11 and 38-39 be presented to supplement the basic financial statements. Such

information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Independent School District No. 1's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the 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 basic financial statements.

The combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the 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 basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, except for the effects on the supplementary information of the qualified opinion on the basic financial statements as explained in the "Basis for Qualified Opinion on the Aggregate Remaining Fund Information" paragraph, the combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the financial statements as a whole.

The introductory section has 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.

OTHER REPORTING REQUIRED BY GOVERNMENT AUDITING STANDARDS

In accordance with *Government Auditing Standards*, we have also issued our report dated September 8, 2014 on our consideration of the Independent School District No. 1'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 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* in considering Independent School District No. 1's internal control over financial reporting and compliance.

Hayden Ross, PLLC

Moscow, Idaho
September 8, 2014

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

Management's Discussion and Analysis
For the Year Ended June 30, 2014

Our discussion and analysis of the financial performance of Independent School District No. 1 provides an overview of the District's financial activities for the fiscal year ended June 30, 2014. Please read this analysis in conjunction with the financial statements which immediately follow this section.

Strategic Plan

The District's Board of Directors adopted a strategic plan in FY 2002 establishing our mission to "Strive...Achieve...Succeed...Go Beyond!"

This optimistic plan has been renewed with new emphasis on student performance that has been the cornerstone of the Federal "No Child Left Behind" requirements. During the 2012-2013 school year, seven strategies were further developed to provide clear direction for optimal implementation of results-based practices that lead to the continuous improvement of student learning. These strategies continue to be the pillars of the plan in its most recent update during the summer of 2014.

- | | |
|-------------|---|
| Strategy #1 | Design and implement a research-based, aligned, written, taught and assessed curriculum that is rich and rigorous. |
| Strategy #2 | Continuously improve organizational structures to result in improved student learning. |
| Strategy #3 | Focus professional development on research-based practices that lead to high student performance. |
| Strategy #4 | Define criteria that describe high performance of students and staff. Recognize when standards are not met or exceeded. |
| Strategy #5 | Invite, celebrate and honor adaptations that increase student achievement. |
| Strategy #6 | Utilize a data-driven continuous improvement model to focus ongoing work throughout the organization. |
| Strategy #7 | Integrate technology to maximize learning. |

The recently updated strategic plan may be viewed on the district website at www.lewistonschools.net/SuperintendentBoard.

Enrollments

Student enrollment over the past several years has been relatively stable ranging from 4948 students in October of 2008 to 4,853 in October of 2013.

Financial Highlights

- Property tax revenue received in FY2014 increased by \$266,251 or 2.13% above FY2013.
- State apportionment revenue totaled \$21,011,392 in FY2014, and included one-time funds totaling \$342,691 restricted to differential pay tied to student achievement.
- Total expenses in the general fund decreased by \$861,258 or 2.41% in 2014, largely as a result of the difference between the costs associated with Pay for Performance (the incentive program funded in 2013) and Differential Pay in 2014.
- A new Government Accounting Standards Board (GASB) reporting format presents \$12,944,724 in Unbilled Taxes Receivable and an equivalent amount in Deferred Inflows of Resources. These items represent 2014 Property Taxes that will be due and payable to the District in December 2014 and June 2015. The fund balance is not affected by the new presentation.

INDEPENDENT SCHOOL DISTRICT NO. 1

Lewiston, Idaho

Management's Discussion and Analysis For the Year Ended June 30, 2014

Overview of the Financial Statements

The annual financial report consists of three parts: 1) Management's Discussion and Analysis; 2) basic financial statements, including notes to financial statements; and 3) other required supplementary information.

The basic financial statements consist of two kinds of statements that present different views of the District's financial activities.

The statement of net position and statement of activities provide information on a district-wide basis. The statements present a total view of the District's finances. District-wide statements contain useful long-term information, as well as information for the just-completed fiscal year.

The remaining statements are fund financial statements that focus on individual parts of District operations. Fund statements generally report operations in greater detail than the district-wide statements.

The notes to the financial statements provide further detailed explanations of selected areas addressed in the statements. In addition, they provide disclosures that provide users with a complete picture of the financial position and financial activities of the organization.

Required supplementary information further explains and supports the financial statements by including a comparison of the District's budget data for the year.

District-wide Statements

The district-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The two district-wide statements report the District's net assets and how they have changed. Net position (the difference between assets and liabilities) are one way to measure the District's overall financial status.

To assess the overall financial condition of the District, non-financial factors, such as changes in the property tax base and the condition of school buildings and other facilities should also be considered.

In the district-wide financial statements, all district activities are classified as governmental activities. Governmental activities include all regular and special education, all educational support activities, administration, transportation, and food services. Most of these activities are supported by property taxes and formula aid from the State of Idaho. Internal service activities, specifically those of the Medical Insurance Risk Fund and the Print Shop, are also incorporated into the district-wide statements.

Fund Financial Statements

The fund financial statements provide more detailed information about the District's funds, focusing on the most significant or "major" funds and not on the entire District as a whole. Funds are accounting devices primarily used by government entities to track sources and uses of funding on particular programs and to demonstrate compliance with various regulatory requirements. Some funds are required by state law or administrative rule.

The District has established other funds to control and manage funds designated only for specific purposes such as capital project funds.

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

Management's Discussion and Analysis
For the Year Ended June 30, 2014

Three types of District Funds

Governmental funds. Most of the District's basic services and operations are included in governmental funds which focus on how money flows into and out of those funds and the balances remaining at year-end available for use in future periods. These funds are reported on the "modified accrual" basis of 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 District's general operations and basic services provided to constituents.

Proprietary funds. Also called internal service funds, these funds record transactions for print shop services and the medical insurance risk pool. Proprietary funds use the accrual basis of accounting, as business-type activities, and are consolidated with the governmental activities in the district-wide statements.

Fiduciary funds. Also called agency funds, the District serves as a trustee (or fiduciary) for student clubs and organizations. The District is responsible for ensuring that the assets reported in these funds are used only for the intended purposes and only by those to whom the assets belong. These activities are excluded from the district-wide financial statements because fiduciary assets are not available to the district for use in general operational activities. Expendable and endowed private purpose trust funds also reside in the fiduciary fund classification. These funds include contributions restricted by donors and interest earnings.

Financial Analysis of the District as a Whole. (from statements on pages 11 and 12)

Table 1 provides a summary of the School District' net position for 2014 compared to 2013.

Table 1	Net Position (In millions)		Total Percentage Change
	All Governmental Activities		
	2013	2014	
Current Assets	10.2	23.0	+123.78%
Capital Assets	8.4	8.1	-2.9%
Total Assets	18.6	31.1	+66.94%
Deferred Outflows	0.0	0.0	0.00%
Total Assets and Deferred Outflows	18.6	31.1	+66.94%
Total Liabilities	5.6	5.8	+2.84%
Deferred Inflows	0.0	12.9	NMN
Total Liabilities and Deferred Inflows	5.6	18.7	+233.29%
Net Position			
Capital Assets	8.4	8.1	-2.9%
Nonspendable	0.3	0.2	-12.01%
Capital Projects	1.5	1.5	-4.87%
Other Restricted	0.4	0.3	-21.39%
Unrestricted	2.4	2.3	-4.47%
Total Net Position	13.0	12.4	-4.72%
Total liabilities and deferred inflows net position	18.6	31.1	+66.94%

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

Management's Discussion and Analysis
For the Year Ended June 30, 2014

The large change in **total assets and deferred outflows** and also in **total liabilities and deferred inflows** shown in **Table 1** is the result of new GASB reporting requirements discussed in the Financial Highlights section of this report. \$12.9 million in Unbilled Taxes Receivable are displayed as assets and also as deferred inflows of resources in the new format. The addition of these items on the face of the financial statement does not affect the net position of the District (formerly called Fund Balance).

Table 2 shows the changes in net position for fiscal year 2014.

Changes in Net Position from Operating Results (in millions)			
	All Governmental Activities		Total Percentage Change
	2013	2014	
Revenues			
Program Revenues			
Charges for Services	1.5	1.5	-2.53%
Grants	6.7	6.6	-2.00%
General Revenues			
Property Taxes	12.5	12.8	+2.13%
Government Funding	19.4	18.0	-7.00%
Other	0.3	1.2	+421.78%
Total Revenues	40.4	40.1	-0.61%
Expenses			
Instructional	26.6	25.2	-5.05%
Other	15.5	15.6	0.64%
Total Expenses	42.1	40.8	-2.96%
Net Position			
Increase (Decrease) in Net Position	-1.7	-0.7	-59.18%
Increase in Unearned Revenue	-0.02	-0.1	+270.11%
Transfer-in from Medical Trust	0.23	0.15	-34.78%
Total Change in Net Position	-1.49	-0.65	55.34%

Governmental Activities

The statement of activities (page 12) reflects the cost of programs and services, and the fees, sales, grants, and contributions offsetting those services. Table 3, for governmental activities, indicates the total cost of services and the net cost of services. The net cost of services is the cost to the District from general revenue sources for each program. Specific revenue sources, such as fees for services or designated grants have been subtracted from the total cost to obtain the net cost. Table 3 identifies the cost of those services supported by tax revenues and unrestricted State entitlements.

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

Management's Discussion and Analysis
For the Year Ended June 30, 2014

Governmental Activities (In millions)

Table 3	Total cost		Percentage	Net cost		Percentage
	of services			of services		
	2013	2014		change	2013	
Instruction	26.6	25.3	-5.05%	21.4	20.5	-4.35%
Pupil, staff support	3.1	2.7	-11.13%	3.1	2.6	-13.37%
Administration, business	4.0	3.8	-3.52%	3.8	3.7	-4.30%
Maintenance, custodial	4.2	4.7	12.01%	4.2	4.5	9.16%
Transportation	1.4	1.6	16.74%	0.5	0.7	41.30%
Food Service	2.1	2.1	-2.11%	0.2	0.1	-25.24%
Other	0.7	0.6	-15.88%	0.7	0.6	-14.63%
Total	42.1	40.8	-2.96%	33.9	32.7	-3.17%

Proprietary Funds

The District has proprietary (or internal service) funds which account for the activities of the print shop and the medical risk fund. In fiscal year 2002, the Board established a medical risk fund to account for insurance premiums collected by the various funds of the District to recover the cost of claims paid. In previous years, the risk fund was used to manage the costs of a "mini-max" partial self-insurance plan. This plan was discontinued in fiscal year 2011, and final claims were paid in February 2011. The District intends to use the remaining funds to subsidize the cost of health insurance premiums, and to continue funding the cost of one full-time benefits coordinator position. A fund transfer in the amount of \$150,000 was made from the medical risk fund to the general fund to subsidize insurance premiums.

Component Unit

The basic financial statements include a statement of net position and statement of changes in net position for the Lewiston Independent Foundation for Education, Inc. (L.I.F.E.), a component unit of the District. These statements are included to meet requirements of GASB Statement 39. The Foundation is a separate organization whose resources are held for the direct benefit of the District and our students. The statements as presented are unaudited and are prepared by the Foundation's Treasurer, Doug Baune. Mr. Baune can be reached at 1132 Idaho Street, Lewiston, ID 83501 for more information.

General Fund Budgeting Highlights.

The School District's budget is prepared according to Idaho law and is developed on the same accounting basis as the fund statements. The most significant budgeted fund is the General Fund. The District amended its General Fund Budget in June of 2014 to more accurately reflect actual financial circumstances encountered during the course of the year.

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

Management's Discussion and Analysis
For the Year Ended June 30, 2014

Capital Assets

At the end of fiscal year 2014, the School District had \$8.1 million invested in net capital assets in governmental activities. Table 4 reflects fiscal year 2014 balances compared to fiscal year 2013.

Table 4
Capital Assets at June 30
(Net of depreciation, in thousands)

	All Governmental Activities		Total Dollar Change
	2013	2014	
Land and Site Improvements	2,379	2,243	-36
Buildings	4,829	4,675	-154
Equipment	509	487	-22
Vehicles and Buses	654	623	-31
Total Net Capital Assets	8,371	8,128	-243

Current Issues

During fiscal year 2014, the overall economy of the United States continued to make modest progress toward recovery from recession.

State apportionment funding was relatively flat compared to the previous year, with the exception of the one-time allocation for merit pay (P4P) in 2013 that was not received in 2014. Employment contracts remained at two (2) fewer days than pre-recession levels for most employees. For example, teachers were contracted for 188 days, as opposed to 190 days in 2010.

At the county level, the overall market value of property in the District rose by approximately 3.25% from December 2012 to December 2013, or approximately \$78.4 million. Many residential real estate values regained value lost in the two previous years, and there was an upward trend in commercial property values. The value of new construction added to rolls in 2013 the new construction roll was \$13,137,485 and in 2014 the new construction value is \$26,352,123.

Enrollments and attendance have remained steady over the past five years at approximately 4,800 students. The attendance rate District-wide is approximately 95% over the same time period. The District has identified and implemented particular strategies to monitor this data closely for reporting accuracy and address attendance issues promptly.

District administrators worked to reduce discretionary general fund spending during the fourth quarter of 2014 due to concerns about the adequacy of the fund balance, which has declined in four of the past five years. Conservative spending, as well as improved collections of tax revenues resulted in a small net increase in the general fund balance at June 30, 2014.

Older facilities continue to require a significant investment of resources to keep them safe and useable for today's students. Major capital projects were undertaken at Jenifer Junior High School in 2011 and 2012 and at Sacajawea Junior High School in 2013 and 2014.

INDEPENDENT SCHOOL DISTRICT NO. 1

Lewiston, Idaho

Management's Discussion and Analysis For the Year Ended June 30, 2014

The Capital Projects Fund (School Plant Facilities Reserve or SPFR) net position declined again in fiscal year 2013-2014 due to maintenance and repair needs in excess of cash inflows. The SPFR fund has had very limited cash inflows in the past five years due to the redirection of lottery funds by the legislature to support general operating budgets, as well as historically low interest rates on investments. In the 2013 session, the Idaho legislature did restore one-third (1/3) of the lottery funds to facilities for the 2014 fiscal year, which translated to \$96,769 for the Lewiston School District. The legislature provided for the restoration of another one-third (1/3) of the facilities funding from the state lottery in the 2014 session, increasing the budgeted revenues from that source to \$193,538.

District Administration anticipates working closely with the Board of Directors and patrons to address the facility needs at Lewiston High School in the coming year. The District has no bonded indebtedness as of June 30, 2014.

Fiscal year 2014 is the final year of a five-year supplemental levy which was passed by voters in May, 2008. This levy provides a significant funding source for District programs. Patrons of the Lewiston School District passed the renewal of its five-year supplemental levy with an 85% yes vote on May 22, 2013. The market value of property upon which the tax is levied was affected by new legislation in 2013 exempting business personal property tax up to \$100,000 in value from taxation. Business personal property is described as the machinery and equipment used in a business operation, as opposed to the real property, described as land and buildings. The market value of business personal property in the Lewiston School District is significant due to several large manufacturing businesses located in Lewiston. The statute does provide for permanent replacement of lost revenues to taxing districts as a result of the exemption of business personal property tax. In 2014, the personal property tax replacement provided by the State of Idaho was \$211,604.

GASB 65

These statements are written to reflect the application of Government Accounting Standards Board (GASB) Statement No. 65, which expands the requirements of Statement No. 63 (implemented in 2013). The new requirements add the reporting of *Deferred Outflows and Deferred Inflows of Resources* to all governmental statements. The equity position continues to be labeled as *Fund Balance* in the governmental statements. The term *Net Position* is used in the proprietary and fiduciary statements as well as the district-wide statements. The Statement of Net Position was formerly known as Statement of Net Assets or Balance Sheet(s).

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District's finances and to reflect the School District's accountability for the monies it receives. Questions about this report or additional financial information needs should be directed to Katharine McPherson, CPA, Director of Business Services, Independent School District No.1, 3317 - 12th Street, Lewiston, ID 83501, or telephone number 208-748-3040.

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho
Statement of Net Position
June 30, 2014

ASSETS

Current Assets

Cash and cash equivalents	\$ 152,544
Investments	2,506,419
Taxes receivable (net)	5,583,993
Unbilled property taxes receivable	12,944,724
Interest receivable	400
Due from other governmental units	1,525,107
Inventory and Prepaid expenses	251,443
Total current assets	<u>22,964,630</u>

Noncurrent assets

Non depreciated capital assets	1,839,830
Depreciated capital assets	22,389,589
Less: Accumulated depreciation	<u>(16,101,427)</u>
Total noncurrent Assets	<u>8,127,992</u>
Total assets	<u>31,092,622</u>

DEFERRED OUTFLOWS OF RESOURCES

0

**TOTAL ASSETS AND DEFERRED OUTFLOWS
OF RESOURCES**

\$ 31,092,622

LIABILITIES

Current Liabilities

Accounts payable and other current Liabilities	4,310,955
Unearned revenue	129,615
Due to fiduciary funds	53,939
Total current liabilities	<u>4,494,509</u>

Noncurrent liabilities

Noncurrent portion of long-term obligations	<u>1,228,601</u>
Total liabilities	<u>5,723,110</u>

DEFERRED INFLOWS OF RESOURCES

12,944,724

**TOTAL LIABILITIES AND DEFERRED INFLOWS
OF RESOURCES**

18,667,834

NET POSITION

Net investment in capital assets	8,127,992
Restricted	
Nonspendable	242,231
Capital Projects	1,489,949
Other specific purposes	248,950
Unrestricted	<u>2,315,666</u>
Total net position	<u>12,424,788</u>

**TOTAL LIABILITIES AND DEFERRED
INFLOWS PLUS NET POSITION**

\$ 31,092,622

The accompanying Notes to Financial Statements are an integral part of this statement.

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

Statement of Activities
For the Year Ended June 30, 2014

FUNCTIONS/PROGRAMS	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants & Contributions	Governmental Activities
Governmental activities:					
Preschool - 12 Instruction	\$ 25,264,934	\$ 800,527	\$ 4,007,830		\$ (20,456,577)
Support Services:					
Pupil support	1,681,029		68,732		(1,612,297)
Staff Support	1,041,416				(1,041,416)
General Administration	884,532				(884,532)
School Administration	2,189,486				(2,189,486)
Business Services	420,152				(420,152)
Technology	334,256		163,511		(170,745)
Maintenance/Custodial	4,687,045	22,571		96,769	(4,567,705)
Transportation	1,625,897		946,496		(679,401)
Food Services	2,119,814	674,021	1,309,176		(136,617)
Depreciation, unallocated	588,059				(588,059)
Total School District	<u>\$ 40,836,622</u>	<u>\$ 1,497,119</u>	<u>\$ 6,495,745</u>	<u>\$ 96,769</u>	<u>\$ (32,746,989)</u>
General Revenues					
Taxes					
Property taxes levied for general purposes					12,726,116
Property taxes levied for liability insurance					41,721
Federal and State Aid not restricted to specific purposes					18,031,076
Other					1,247,596
Interest and investment earnings					12,033
Total General Revenues					<u>32,058,542</u>
Change in deferred revenues					(57,728)
Change in accrued vacation					(18,469)
Transfer-in from Medical Trust					150,000
Adjustment for equipment disposals					(751)
Change in net position					<u>(615,395)</u>
Net position - beginning					<u>13,040,183</u>
Net position - ending					<u>\$ 12,424,788</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

Balance Sheet
Governmental Funds
June 30, 2014

	<u>General</u>	<u>Capital Projects</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES				
ASSETS				
Cash	\$ 15,150	\$ 7,700	\$	\$ 22,850
Accounts receivable	719,550	25,888	779,650	1,525,088
2014 Property taxes receivable	12,944,724			12,944,724
Taxes receivable (net)	5,583,993			5,583,993
Interest receivable	259	141		400
Due from other funds		116,870	349,779	466,649
Investments	899,741	1,425,135		2,324,876
Prepaid supplies	174,032		68,197	242,229
Total assets	<u>20,337,449</u>	<u>1,575,734</u>	<u>1,197,626</u>	<u>23,110,809</u>
DEFERRED OUTFLOWS OF RESOURCES				
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u><u>\$ 20,337,449</u></u>	<u><u>\$ 1,575,734</u></u>	<u><u>\$ 1,197,626</u></u>	<u><u>\$ 23,110,809</u></u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities				
Accounts payable	370,986	85,785	58,752	515,523
Payroll and taxes payable	3,369,354		424,316	3,793,670
Unearned revenue			129,615	129,615
Due to other funds	252,794		267,794	520,588
Total liabilities	<u>3,993,134</u>	<u>85,785</u>	<u>880,477</u>	<u>4,959,396</u>
DEFERRED INFLOWS OF RESOURCES				
2014 Property taxes	12,944,724	-	-	12,944,724
Non-current property taxes	500,872	-	-	500,872
Total deferred inflows of resources	<u>13,445,596</u>	<u>-</u>	<u>-</u>	<u>13,445,596</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	<u>17,438,730</u>	<u>85,785</u>	<u>880,477</u>	<u>18,404,992</u>
Fund Balances				
Nonspendable	174,032		68,199	242,231
Restricted		1,489,949	248,950	1,738,899
Committed				-
Unassigned	2,724,687			2,724,687
Total Fund Balances	<u>2,898,719</u>	<u>1,489,949</u>	<u>317,149</u>	<u>4,705,817</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS PLUS FUND BALANCES	<u><u>\$ 20,337,449</u></u>	<u><u>\$ 1,575,734</u></u>	<u><u>\$ 1,197,626</u></u>	<u><u>\$ 23,110,809</u></u>

The accompanying Notes to Financial Statements are an integral part of this statement.

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

**Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
June 30, 2014**

Total fund balance - Governmental funds		\$ 4,705,817
Differences between Statement of Net Position and Fund Statements		
Capital assets used in governmental activities are not reported as assets in governmental funds		
Cost of Capital Assets:	24,135,244	
Accumulated Depreciation	<u>(16,042,032)</u>	8,093,212
Property taxes receivable, not expected to be paid within sixty days are deferred in the funds		500,872
Net position of internal service funds included in district-wide Statement of Net Position		353,488
Long term liabilities not recorded in funds		
Compensated Absences		(301,381)
Other Post Employment Benefits		<u>(927,220)</u>
Total net position - governmental activities		<u><u>\$ 12,424,788</u></u>

The accompanying Notes to Financial Statements are an integral part of this statement.

LEWISTON INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

**STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - GOVERNMENTAL FUNDS**

For the Year Ended June 30, 2014

	General	Capital Projects	Other Governmental Funds	Total Governmental Funds
REVENUES				
Property tax	\$ 12,767,837	\$	\$	\$ 12,767,837
State apportionment	21,011,392			21,011,392
Intergovernmental	0	96,769	3,515,429	3,612,198
Charges for services	12,371	10,200	674,021	696,592
Earnings on investments	6,310	5,062	661	12,033
Other	1,192,413	55,183	800,527	2,048,123
Total revenue	<u>34,990,323</u>	<u>167,214</u>	<u>4,990,638</u>	<u>40,148,175</u>
EXPENDITURES				
Instruction	22,098,653		2,994,418	25,093,071
Support:				
Pupil	1,668,170		9,601	1,677,771
Staff	1,115,697			1,115,697
General administration	882,818			882,818
School administration	2,185,243			2,185,243
Business service	419,338			419,338
Technology administration	333,608			333,608
Maintenance and operations	4,681,089			4,681,089
Transportation	1,487,937			1,487,937
Food service			2,119,814	2,119,814
Capital outlay		360,347		360,347
Total expenditures	<u>34,872,552</u>	<u>360,347</u>	<u>5,123,833</u>	<u>40,356,732</u>
Excess (deficiency) of revenues over/under expenditures	<u>117,771</u>	<u>(193,133)</u>	<u>(133,195)</u>	<u>(208,557)</u>
Other financing sources (uses);				
Operating transfers in	187,607	116,870	54,604	359,081
Operating transfers out	<u>(171,474)</u>		<u>(37,607)</u>	<u>(209,081)</u>
Total other financing sources (uses)	<u>16,133</u>	<u>116,870</u>	<u>16,997</u>	<u>150,000</u>
Net Change in Fund Balance	133,904	(76,262)	(116,198)	(58,556)
Fund Balance - Beginning of year	<u>2,764,815</u>	<u>1,566,211</u>	<u>433,347</u>	<u>4,764,373</u>
Fund Balance - End of year	<u>\$ 2,898,719</u>	<u>\$ 1,489,949</u>	<u>\$ 317,149</u>	<u>\$ 4,705,817</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

Reconciliation of the Governmental Funds
Statement of Revenues, Expenditures and Changes in Fund Balance
to the Statement of Activities

For the Year Ended June 30, 2014

Net change in fund balances - total governmental funds			\$	(58,556)
Differences between Statement of Activities and Fund Statements				
Capital outlays recorded in funds as expenditures				
Capital Outlays:	476,976			
Depreciation expense	<u>(730,730)</u>			(253,754)
Adjustment for equipment disposals				(751)
Expense for Other Post Employment Benefits not recorded in funds				(135,932)
Adjustment for change in deferred revenues				(57,728)
Change in compensated absences, not recorded in funds				(18,469)
Net change of internal service funds not reflected in governmental funds are included in Statement of Activities				<u>(90,204)</u>
Change in net position of governmental activities			\$	<u>(615,395)</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

Statement of Net Position
All Proprietary Funds
June 30, 2014

	Internal Service Funds		
	Medical Insurance		
	Risk Fund	Print shop	Total
ASSETS			
Current Assets			
Cash	\$ 74,282	\$ 55,412	\$ 129,694
Accounts receivable	19		19
Investments	181,543		181,543
Prepaid supplies		9,214	9,214
Due from other funds			
Total current assets	<u>255,844</u>	<u>64,626</u>	<u>320,470</u>
Noncurrent Assets			
Furniture and equipment (net)		34,780	34,780
TOTAL ASSETS	<u>255,844</u>	<u>99,406</u>	<u>355,250</u>
Deferred outflow of resources			
LIABILITIES			
Accounts payable		1,391	1,391
Payroll and taxes payable		371	371
TOTAL LIABILITIES		<u>1,762</u>	<u>1,762</u>
Deferred inflow of resources			
NET POSITION			
Net Investment in capital assets		34,780	34,780
Assigned for benefit payments	255,844		255,844
Unrestricted		62,864	62,864
TOTAL NET POSITION	<u>\$ 255,844</u>	<u>\$ 97,644</u>	<u>\$ 353,488</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

Statement of Revenues, Expenses and Changes in Net Position
All Proprietary Funds
For the Year Ended June 30, 2014

	Internal Service Funds		
	Medical Insurance Risk Fund	Print shop	Total
OPERATING REVENUES			
Other local revenue	128,264	98,996	227,260
Total Operating Revenues	128,264	98,996	227,260
 OPERATING EXPENSES			
Support services	54,509	115,642	170,151
Total Operating Expenses	54,509	115,642	170,151
 Operating Income (Loss)	73,755	(16,646)	57,109
 NON-OPERATING REVENUES (EXPENSES)			
Interest Income	2,687		2,687
 Other financing sources (uses)			
Transfers out	(150,000)		(150,000)
 Change in net position	(73,558)	(16,646)	(90,204)
 Total net position - beginning	329,402	114,290	443,692
 Total net position - ending	<u>\$ 255,844</u>	<u>\$ 97,644</u>	<u>\$ 353,488</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

Statement of Cash Flows - All Proprietary Funds
For the Year Ended June 30, 2014

	Internal Service Funds		
	Medical Insurance Risk Fund	Print shop	Total
Cash Flows From Operating Activities			
Cash received for services or programs	\$ 128,264	\$ 98,996	\$ 227,260
Cash payments to suppliers for goods and services	(3,450)	(48,334)	(51,784)
Cash payment to employees for services	(51,059)	(52,659)	(103,718)
Cash payments for insurance related expenses			0
Net cash provided by (used in) operating activities	<u>73,755</u>	<u>(1,997)</u>	<u>71,758</u>
Cash Flows From Investing Activities			
Interest on investments	2,971		2,971
Purchase of fixed assets		(25,457)	
Net cash provided by (used in) investing activities	<u>2,971</u>	<u>(25,457)</u>	<u>2,971</u>
Cash Flows from Financing Activities			
Transfer to general fund	(150,000)		(150,000)
Net cash provided by (used in) financing activities	<u>(150,000)</u>	<u></u>	<u>(150,000)</u>
Net increase (decrease) in cash and cash equivalents	<u>(73,274)</u>	<u>(27,454)</u>	<u>(75,271)</u>
Cash-beginning of year	329,099	82,866	411,965
Cash-end of year	<u>\$ 255,825</u>	<u>\$ 55,412</u>	<u>\$ 311,237</u>
Reconciliation of operating income to net cash provided (used in) by operating activities			
Operating Income (Loss)	\$ (73,558)	\$ (16,646)	\$ (90,204)
Adjustments to reconcile net income to net cash provided by (used in) operating activities:			
Depreciation expense		14,062	14,062
Interest income	(2,687)		(2,687)
Interfund transfer	150,000		150,000
Changes in assets and liabilities			
Due from other funds			
Accounts payable		(458)	(458)
Inventory		1,045	1,045
Salary and benefits payable			
Net Cash Provided by (used in) operating activities	<u>\$ 73,755</u>	<u>\$ (1,997)</u>	<u>\$ 71,758</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

Statement of Fiduciary Net Position-Fiduciary Funds and Component Unit
June 30, 2014

	Private Purpose Trusts	Agency Funds	Component Unit Lewiston Independent Foundation for Education, Inc.
ASSETS			
Current Assets			
Cash and cash equivalents	\$ 249,584	\$ 606,533	\$ 22,482
Short Term Investments			10,786
Accounts receivable			220
Due from other funds	53,939		
Total Current Assets	<u>303,523</u>	<u>606,533</u>	<u>33,488</u>
Long-Term Investments			647,154
Total Assets	<u>303,523</u>	<u>606,533</u>	<u>680,642</u>
DEFERRED OUTFLOWS OF RESOURCES			
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u>\$ 303,523</u>	<u>\$ 606,533</u>	<u>\$ 680,642</u>
LIABILITIES			
Accounts payable	\$	\$	\$ 14,645
Due to student groups		606,533	
Total Liabilities		<u>606,533</u>	<u>14,645</u>
DEFERRED INFLOWS OF RESOURCES			
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES		<u>606,533</u>	<u>14,645</u>
NET POSITION			
Unrestricted			147,616
Restricted			518,381
Reserved for endowments	303,523		
Total Net Position	<u>303,523</u>		<u>665,997</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS PLUS NET POSITION	<u>\$ 303,523</u>	<u>\$ 606,533</u>	<u>\$ 680,642</u>

The accompanying Notes to Financial Statements are an integral part of this Statement.

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

Statement of Changes in Fiduciary Net Position
Fiduciary Funds and Component Unit
For the Year Ended June 30, 2014

	Private Purpose Trusts	Component Unit Lewiston Independent Foundation for Education, Inc.
ADDITIONS		
Unrestricted donations	\$	\$ 77,387
Restricted donations		12,036
Fund raising revenues (net)		15,922
Net investment income		62,431
		<hr/>
Total additions		167,776
		<hr/>
DEDUCTIONS		
Secretary wages and benefits		14,645
Impact Grant Program		9,271
Insurance		1,229
Program supplies		60,998
Scholarships		16,477
Office supplies		1,528
Teacher of the Year		1,000
Restricted program expenses		1,000
		<hr/>
		106,148
		<hr/>
Change in Net Position		61,628
Net Position-beginning	303,523	604,369
	<hr/>	<hr/>
Net Position-ending	\$ 303,523	\$ 665,997
	<hr/>	<hr/>

The accompanying Notes to Financial Statements are an integral part of this statement.

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Independent School District No. 1 is organized under a charter granted by the Eleventh Territorial Legislature and adopted in 1880. The charter was last amended in 1971.

The financial statements of Independent School District No. 1 have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the significant policies:

A. REPORTING ENTITY

Independent School District No. 1 is the basic level of government which has financial accountability and control over all activities related to public school education within the District. The Board receives funding from local, state and federal government sources and must comply with the requirements of those entities. The District is not included in any other governmental "reporting entity" as defined by GASB pronouncements. Board members are elected by the public and have decision making authority, the authority to levy taxes, the power to designate management, the ability to significantly influence operations, and have primary financial accountability for fiscal matters. The unaudited financial statements of the Lewiston Independent Foundation for Education, a component unit, are presented discretely on the Statement of Fiduciary Net Position and Statement of Changes in Fiduciary Net Position.

B. BASIS OF PRESENTATION

Government-wide Statements: The statement of net position and the statement of activities display information about the financial activities of the overall district, except for fiduciary activities. Eliminations of all activity in the internal service funds have been made to minimize the double counting of internal activities. Only governmental-type activities are shown, since there are no "business-type activities" within the school district. Fiduciary fund types are omitted from the government-wide statements.

The statement of activities presents a comparison between direct expenses and program revenues for each different function of the District's governmental activities.

- Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Indirect expenses—expenses of the District related to the administration and support of the District's programs, such as personnel and accounting—are not allocated to programs.
- Program revenues include (a) fees paid by the recipients for goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes and state foundation aid, are presented as general revenues.

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. BASIS OF PRESENTATION (continued)

Fund Financial Statements: The fund financial statements provide information about the District's funds, including fiduciary funds. Separate statements for each fund category—governmental, proprietary and fiduciary—are presented. The emphasis of fund financial statements is on major governmental and internal service funds, each displayed in a separate column. All remaining governmental and internal service funds are aggregated and reported as non-major funds.

The District reports the following major governmental funds:

- General Fund. This is the District's primary operating fund. It accounts for all financial resources, except those which are accounted for in another fund.
- Capital Projects Fund. This fund is used to account for financial resources that are legally restricted for the acquisition, construction, or major repair of school property. It is commonly called the School Plant Facility Reserve (SPFR).

The District reports the following fund types:

- Proprietary funds (Internal service funds). The District has two internal service funds which are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. A Print Shop fund accounts for printing and binding services provided to all departments of the District. A Medical Insurance Risk fund was originally established to account for the activities related to partial self-insurance of medical benefits. The district has elected to minimize risk by offering employees a more traditional form of health insurance benefits, and the residual balances in the medical risk fund are used to subsidize premiums and pay plan expenses.
- Fiduciary funds. The District has two fiduciary funds:
 - Private-purpose trust fund. This fund reports a trust arrangement under which contributions to endowments are maintained to support programs identified specifically by the donors.
 - Agency funds. These funds account for assets held by the District as an agent for various student groups and clubs. The agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Component Unit:

- The District reports the net position and changes in net position of one component unit, the Lewiston Independent Foundation for Education (L.I.F.E.). The component unit financial statements are presented pursuant to GASB Statement 39 because the economic resources received by the Foundation are held for the direct benefit of the District and its students.
- The unaudited statements of L.I.F.E. are fiduciary in nature and are not included in the activity of the government wide financial statements.
- Separately issued financial statements are available from L.I.F.E. Treasurer, Doug Baune, 1132 Idaho St. Lewiston, ID 83501.

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

The accounting and financial reporting treatment is determined by the measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources (current assets less current liabilities) or economic resources (all assets and liabilities). The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

Government-Wide and Fiduciary Fund Statements – The government-wide and fiduciary fund financial statements are presented using the economic resources measurement focus. The government-wide financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the District gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements—Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District considers all revenues, other than grant funds, reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Grant funds are considered available when program expenses have been incurred and if collection is expected in the upcoming fiscal year. Property taxes, state foundation payments and interest are considered to be susceptible to accrual. Expenditures are recorded when the related fund liability is incurred except for compensated absences which are recognized as expenditures to the extent they have matured.

General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources, if applicable. As of June 30, 2014, the District has no general long-term debt or acquisitions under capital leases.

Proprietary Funds utilize the accrual basis of accounting. Under this basis of accounting, revenues are recognized when earned and expenses are recognized when incurred. The internal service funds distinguish operating revenues and expenses from non-operating items. Operating revenues are charges to customers for sales and services. Operating expenses include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenditures.

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. RESTRICTED RESOURCES

Under the terms of grant agreements, the District funds certain programs by a combination of specific cost reimbursement grants and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted components of net position available to finance the program. It is the District's policy to first apply restricted cost reimbursement grant resources and then unrestricted general revenues.

E. BUDGETARY DATA

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual budgets are adopted for general, special revenue, and capital projects funds, within which expenditures may not exceed budget at the fund level.

The Board of Directors follows these procedures in establishing the budgetary data reflected in the financial statements:

1. At least 14 days prior to the public hearing the District publishes a proposed budget for public review.
2. A public hearing is set to obtain taxpayer comments.
3. The final budget is adopted by resolution of the Board at the regular June meeting of the Board of Directors. The 2014-2015 budget was adopted at its regular board meeting held June 9, 2014.
4. Prior to July 15, the final budget is filed with the State Department of Education.
5. In June 2014, the District revised its annual budget to reflect more accurate revenue and expenditure projections. These amendments reflected updated market value information which was not available when the initial budget was set.

F. ENCUMBRANCES

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded, reserving that portion of the applicable appropriation, is employed as an extension of formal budgetary integration of the Governmental Funds. Encumbrances outstanding at year-end are recorded as reservations of net position in the funds, but do not constitute expenditures or liabilities.

G. CASH AND INVESTMENTS

The District's cash and investments consist of savings accounts and money market accounts held in local depositories, as well as deposits in the Idaho State Treasurer's local government investment pool. All investments are invested in FDIC and SLIC insured accounts or are securities held by the pool or its agent in the pool name. Deposits in the State pools are not insured or otherwise guaranteed by the State. Those investments held in local depositories which exceed the FDIC insured limits of \$250,000 are in fully collateralized public funds accounts. Interest income is defined as non-operating revenue.

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Deposits in State Treasurer's local government investment pool (LGIP) are stated at cost, which approximates market. Diversified bond fund investments were liquidated during the year ended June 30, 2014 and proceeds transferred to the LGIP in order to preserve the principal value in a volatile bond environment. The State Treasurer combines deposits from all governmental entities in the state participating in the pool, and purchases the following types of investments:

- a. Local Certificates of Deposit
- b. Repurchase Agreements
- c. U.S. Government Securities

The entities participating in the pool own a percentage of each investment held. The percentage is calculated by dividing the individual entity's deposits by the total deposits held in the pool. The purpose of this is to:

- a. Increase the overall rate of return.
- b. Reduce the risk of default.
- c. Place each entity under the FDIC and SLIC limits of \$250,000.

In previous years, a portion of the District's capital project fund and proprietary fund was invested in the State of Idaho Diversified Bond Fund, an external investment pool sponsored by the Idaho State Treasurer's Office. Due to market fluctuations and to minimize the associated risk, the Diversified Bond Fund accounts were closed and proceeds transferred to corresponding LGIP accounts.

The State Treasurer must operate and invest the funds in the investment pool for the benefit of the participants, in accordance with Idaho Code Sections 67-1201 through 67-1222. The pool is not registered with the Securities and Exchange Commission or any other regulatory body. A copy of the external investment pool's financial statements is available from: Office of State Controller, Bureau of Reporting and Review, PO Box 83720, Boise, Idaho 83720-0011, 208-334-3150 or at www.sco.idaho.gov/

Investments in time certificates of deposit and savings accounts are authorized by Board policy as permitted by Idaho Code § 67-1210.

H. SHORT-TERM INTERFUND RECEIVABLES/PAYABLES

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the statement of net position. Short-term inter-fund loans are classified as "inter-fund receivables/payables."

I. PREPAID SUPPLIES

Supplies are valued at the weighted average cost method of accounting. Expendable supplies are accounted for by the consumption method, which records the expenditure at the time the items are used. The reserve for prepaid supplies is equal to the supplies inventory to indicate that a portion of the net position is not expendable.

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

J. PROPERTY TAXES

The District's property tax is levied in September and is payable to Nez Perce County, Idaho, on December 20 and June 20 following the levy date. Taxes are remitted to the District by the County in the month following. Taxes are delinquent the day following the due dates.

Property taxes levied for the year ended June 30 are recorded as revenue of the period. Delinquent property taxes are reflected as "taxes receivable". An allowance of \$13,000 has been provided as of June 30, 2014. Current tax collections for the year were 96.55% of the tax levy as of August 31, 2014.

K. CAPITAL ASSETS

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed assets are reported at estimated fair value at the time received.

The Board has set a capitalization threshold of \$5,000. All purchases and improvements to facilities which are not considered repairs are capitalized and depreciated using the straight line method in the government-wide statements and proprietary funds. Lives for buildings and improvements range from 20 – 50 years. Estimated useful lives for site improvements range from 9 – 25 years. Lives for equipment range from 5 - 10 years. Infrastructure consisting of the fiber optic network has a 20 year life.

L. ESTIMATES

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

M. Fund Equity, GASB 54

The *nonspendable* fund balance category includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The *restricted* fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers (grants), or through enabling legislation. The *committed* fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the government's highest level of decision-making authority. Amounts in the *assigned* fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, *assigned* fund balance represents the remaining amount that is not restricted or committed. *Unassigned* fund balance is the residual classification for the government's general fund and includes all spendable amounts not contained in other classifications.

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

N. CASH EQUIVALENTS ON THE STATEMENT OF CASH FLOWS

The District considers all cash and investments with a maturity of less than 30 days to be cash or cash equivalents on the statement of cash flows.

O. ECONOMIC DEPENDENCE

The District's largest single source of tax revenue is generated from Clearwater Paper Corporation which comprises 13.31% of the District's net market value in 2014 (14.15% in 2013). The net market value is the District's total assessed market value less any exemptions.

P. SUBSEQUENT EVENTS

Subsequent events have been evaluated through September 8, 2014, the date the financial statements were available to be issued.

NOTE 2 - PROPERTY TAX

The market value for the District as of September, 2013, upon which the Fiscal Year 2013 levy was based, was \$2,416,604,013.

The District's actual levy was .005274 of market valuation for general education services and .000020819 for tort liability insurance and claims. The combined tax rate to finance educational services consisted of a permanent supplemental levy of .000884, and a five year supplemental levy (2008) of .00439. The total tax levy for the year ended June 30, 2014, was \$12,544,625 and a total of \$12,729,915 in payments was received for taxes, penalties, and interest owed from tax years 2007 through 2013.

In the Governmental Funds Statements, property taxes levied but not yet collected for fiscal year 2013 are recorded as receivables, and a deferred revenue amount is recorded to the extent of taxes not estimated to be collected within 60 days of the end of the accounting period.

	<u>General Fund</u>
Total taxes receivable at June 30, 2014	\$5,583,993
Less: Taxes estimated to be collected by the County Treasurer by August 31, 2014	<u>5,083,121</u>
Deferred revenue	<u>\$500,872</u>

NOTE 3 - ACCOUNTS RECEIVABLE

Details of accounts receivable in the Funds Statements for all governmental funds at June 30, 2014, are as follows:

State apportionment funds	\$ 641,535
Grant reimbursements	808,056
Interest receivable	400
Other	<u>103,503</u>
Total	\$1,553,494

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 4 - CASH AND INVESTMENTS

Cash

Custodial credit risk is the risk that in the event of a bank failure, the School District's deposits may not be returned. The District currently does not have a formal policy regarding custodial risk for deposits. At June 30, 2014, the carrying amount of the District's deposits (including student activity funds) was \$919,230. The bank balance total of \$1,560,802 is in local depository accounts insured by the FDIC up to the limit of \$250,000 per institution. Total deposits fully insured equal \$489,320, and the remaining \$1,071,481 is deposited in fully collateralized public funds accounts.

Investments

The District's investment policy was adopted by the Board of Directors and provides the Director of Business Services with the authority to invest in any of the securities identified as eligible investments as defined by State statute with primary emphasis on safety of principal and liquidity. The total carrying amount of investments at year end is \$2,414,614 (\$2,682,736 was the total at June 30, 2013).

Investments are classified into the following three categories of credit risk:

- (1) Insured or registered, or securities held by the District or its agent in the District's name.
- (2) Uninsured and unregistered, with securities held by the counterparty's trust department or agent in the District's name.
- (3) Uninsured and unregistered, with securities held by the counterparty or by the counterparty's trust department or agent, but not in the District's name.

The District's investment statement balances at June 30, 2014, are as follows:

	Category	General	Med Trust	SPFR	Total
Zions Bank	1	\$ 619		\$12,360	\$ 12,979
LGIP pool	1	899,122	181,544	1,320,969	2,401,635
Total		\$899,741	\$181,544	\$1,333,329	\$2,414,614

The District participates in the Idaho State Treasurer's Local Governmental Investment Pool (LGIP), which is under the administrative control of the Idaho State Treasurer's Office.

All LGIP investments meet the requirements of Idaho Code § 67-1210 et seq. as allowable investments for government agencies. As of June 30, 2014, the LGIP investment portfolio consisted of 75.77% U.S. Government Agency Notes, 9.06% in Repurchase Agreements, and the remainder in Corporate Bonds, Commercial Paper, and U.S. Treasuries. As of June 30, 2013, the weighted average maturity of the LGIP portfolio was 109 days, and the yield to maturity was 0.1698%

The District has previously participated in the Diversified Bond Fund (DBF), which is also administered by the Idaho State Treasurer's Office. During 2014, all DBF investments were liquidated and proceeds transferred to the LGIP due to increased volatility in the bond environment and lack of long-term time horizon for investment funds. The DBF is recommended for funds with a 3.5 year (or longer) time horizon, rather than funds needed for current cash flow.

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

NOTES TO FINANCIAL STATEMENTS
June 30, 2014

The following schedule represents the District's portion of investments in the external investment pool and a distribution of the pool's maturities at June 30, 2014:

External Investment Pool	<u>Investment Maturities</u>			
	<u>Book Value</u>	<u>Market Value</u>	<u>Less than 1 year</u>	<u>1-8 Years</u>
LGIP fund	\$2,401,635	\$2,401,635	\$2,401,635	

NOTE 5 - NON-CURRENT LIABILITIES

Compensated Absences

At June 30, 2014, the District is obligated to employees, other than instructors, for vacation time earned but not yet used in the amount of \$301,381 which will be paid from General Governmental Fund types when used. Compensated absences are generally liquidated by the General Fund. The current portion is estimated to be paid out of expendable available financial resources and is included as payroll and taxes payable in the Funds Statements. Employees are allowed to carry forward from year to year, a maximum number of days equal to one-half their annual number of days earned. Excess days not taken by one's anniversary date each year are lost. Generally speaking, unused vacation days are not paid in cash unless the employee terminates employment with the district.

During the year ended June 30, 2014, the following changes occurred to noncurrent liabilities:

<u>Non-Current Liability</u>	<u>7/1/2013</u>	<u>Additions</u>	<u>Reductions</u>	<u>6/30/2014</u>
Compensated absences	\$282,912	\$195,290	\$176,821	\$301,381

Other Post-Employment Benefits

Fiscal year 2014 is the sixth year of recognition of a non-current liability for Other Post-Employment Benefits (OPEB) pursuant to the requirements of GASB Statement 45.

The Lewiston Independent School District #1 Employee Group Benefits Plan is a single-employer plan that provides health insurance benefits to eligible retirees and their dependents from the time of retirement until the retiree reaches age 65, and becomes eligible for Medicare benefits. Retirees pay 100% of the premium cost for themselves and their dependents.

The annual required contribution (ARC) for the plan has been determined under the projected unit credit cost method as of June 30, 2014. Several assumptions were made by the consulting actuaries in determining the ARC, including use of a 45 percent participation rate, and a 4.25 percent discount rate for this valuation, which is considered reasonable for school districts. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal costs each year, and amortize any unfunded actuarial liabilities (or funding excess) over a period of twenty-five years. The District funds the benefits on a pay-as-you-go basis from the general assets.

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 5 - NON-CURRENT LIABILITIES (continued)

The following table shows the components of the District's recognition of the OPEB liability to provide access to district healthcare benefits for those retirees who have not yet reached age 65 and become eligible for benefits under Medicare. The Annual Required Contribution (ARC) is recorded as a non-current liability each year until the District's Unfunded Actuarial Accrued Liability (UAAL) is recorded in full..

Annual Required Contribution (ARC)

Normal Cost as of July 1, 2014	\$73,578
Actuarial Accrued Liability (AAL)	\$1,420,314
Actuarial Value of Assets	\$0
Unfunded Actuarial Accrued Liability (UAAL)	\$1,420,314
Annual Required Contribution for FY2009	\$153,088
Annual Required Contribution for FY2010	\$153,088
Annual Required Contribution for FY2011	\$172,573
Annual Required Contribution for FY2012	\$172,573
Annual Required Contribution for FY2013	\$139,966
Annual Required Contribution for FY2014	<u>\$135,932</u>
Total non-current liability	\$927,220

NOTE 6 - CONTINGENT LIABILITIES

Grant programs

The District participates in a number of state and federally assisted grant programs, mainly Title I, IDEA Part B grants, and the National Child Nutrition Program. These programs were subjected to financial and compliance audits as outlined in OMB Circular No. A-133 during the course of the annual audit of the District's records, and are subject to additional audits by the grantors. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time; although the District expects such amounts, if any, to be immaterial.

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 7 - CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2014 was as follows:

	Balance 7/1/2013	Additions	Deletions	Balance 6/30/2014
Capital Assets not being depreciated				
Land	1,839,830			1,839,830
				0
Total non depreciated assets	1,839,830	0	0	1,839,830
Capital Assets being depreciated				
Site improvements	1,700,187	18,891		1,719,078
Buildings	13,936,331	241,263		14,177,594
Infrastructure	453,827			453,827
Equipment	2,345,407	105,893	(26,076)	2,425,224
School buses	2,492,561	103,329		2,595,890
Vehicles	916,201	7,600		923,801
Printshop equipment	99,243	25,457	(30,525)	94,175
Total depreciated assets	21,943,757	502,433	(56,601)	22,389,589
Less: Accumulated Depreciation				
Site improvements	(1,160,584)	(55,201)		(1,215,785)
Buildings	(9,245,964)	(371,925)		(9,617,889)
Infrastructure	(315,459)	(22,692)		(338,151)
Equipment	(1,860,218)	(138,242)	25,325	(1,973,135)
School buses	(1,914,072)	(100,678)		(2,014,750)
Vehicles	(840,329)	(41,993)		(882,322)
Printshop equipment	(75,858)	(14,062)	30,525	(59,395)
Total accumulated depreciation	(15,412,484)	(744,793)	55,850	(16,101,427)

Depreciation expense of \$730,730 in governmental functions was charged as follows:

Transportation Services	\$ 142,671
Unallocated	\$ 588,059

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 8 - DEFINED BENEFIT PENSION PLAN

The Public Employee Retirement System of Idaho (PERSI). The PERSI Base Plan, a cost sharing multiple-employer public retirement system, was created by the Idaho State Legislature. It is a defined benefit plan requiring that both the member and the employer contribute. The plan provides benefits based on members' years of service, age and compensation. In addition, benefits are provided for disability, death, and survivors of eligible members or beneficiaries. The authority to establish and amend benefit provisions is established in Idaho Code. Designed as a mandatory system for eligible state and school district employees, the legislation provided for other political subdivisions to participate by contractual agreement with PERSI. After 5 years of credited service, members become fully vested in retirement benefits earned to date. Members are eligible for retirement benefits upon attainment of the ages specified for their employment classification. For each month of credited service, the annual service retirement allowance is 2.0% (2.3% police/firefighter) of the average monthly salary for the highest consecutive 42 months.

PERSI issues publicly available stand-alone financial reports that include audited financial statements and required supplementary information. Financial reports for the plan are available on the PERSI web site www.persi.idaho.gov or in print upon request to PERSI at PO Box 83720, Boise, ID 83720-0078.

The actuarially determined contribution requirements of the District and its employees are established and may be amended by the PERSI Board of Trustees. For the year ended June 30, 2014, the required rate as a percentage of covered payroll for general members was 6.79%. The employer rate as a percentage of covered payroll was 11.32% for general members, plus 1.26% for the unused sick leave benefit (as described in Section 33-1228 Idaho Code), for a total employer contribution of 12.58%. The Independent School District No. 1 employer and employee contributions required and paid were \$4,280,028, \$4,654,428 and \$4,583,162 for the three years ended June 30, 2012, 2013 and 2014 respectively.

NOTE 9- OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES

Generally accepted accounting principles require disclosure of certain information concerning individual funds including:

RESTRICTED ASSETS

In accordance with Idaho Code, payments distributed to School Districts by the State of Idaho as reimbursement for bus depreciation are deposited into the School Plant Facility Reserve (SPFR) Fund to be used exclusively for the purchase of school buses. Other deposits into the SPFR Fund are restricted by Idaho Code 33-1019(3) to be used exclusively for the maintenance and repair of school buildings. Further, the statute requires unexpended funds to be carried over from year to year, and to remain allocated for the purposes specified. At June 30, 2014, restricted SPFR assets totaled \$1,489,949. Restricted and non-spendable assets in **Other Governmental Funds** represent funds restricted by funding agencies for specific uses, and total \$317,149.

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 9- OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES (continued)

INTERFUND RECEIVABLES AND PAYABLES

Loans between funds represent temporary cash advances from various funds to finance operating cash deficits of other funds. Individual fund inter-fund receivable and payable balances at June 30, 2014, were:

Fund	Interfund Receivable	Interfund Payable
General fund cash	\$	\$ 252,794
Capital Projects SPFR	116,870	
Misc local projects	27,728	
Medicaid	38,063	
LIFE Combined expendable trust		10,371
State mini grants	80,966	
Title I		18,829
IDEA Part B		128,254
IDEA Part B - Preschool		8,950
Carl Perkins		42,782
Indian education grant	767	
Johnson O'Malley Indian Education	6,919	
Title II-A - Teacher quality		49,216
Misc federal projects		9,392
Child Nutrition	195,336	
Trust Funds	53,939	
Total	<u>\$ 520,588</u>	<u>\$ 520,588</u>

INTERFUND TRANSFERS

Transfers to support the operations of other funds are recorded as "Operating Transfers" and are classified with "Other financing sources or uses." Idaho Code and State Department of Education Regulations mandate transfers into the Capital Projects (SPFR) Fund of the school bus depreciation reimbursement, and a transfer into the Child Nutrition fund from the General Fund pursuant to Idaho Code 33-1015 for the payment of federal social security payroll taxes. At June 30, 2014, the transfer of \$81,870 from General Fund to SPFR for bus depreciation was in transit. A transfer was also pending from the General Fund to the Capital Projects fund to repay a portion of the cost of the wireless networks installed last year in the elementary schools in the amount of \$35,000. Transfers were made from the Child Nutrition Program and the TESLA Science Grant (special funds) to the General Fund to reimburse indirect costs, at the approved restricted indirect cost rate of 3.2% for FY2014, as well as a transfer to the General Fund from the Medical Risk Fund to support the cost of employee health insurance.

Schedule of Interfund Transfers

To Capital Projects from General Fund	\$116,870
To General Fund from Special Funds	37,607
To General Fund from Medical Risk Fund	150,000
To Child Nutrition Fund from General Fund	54,604

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 9- OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES (continued)

EXPENDITURES OVER BUDGET

The excess of actual expenditures over budget occurred in the following funds:

IDEA Part B Preschool	\$ 356
Johnson O'Malley	1,265

In Federal Grant Funds, the over-expenditures arose due to the availability of carry-over funds from prior years that were not quantifiable at budget time, and also from unexpected funding that became available after the budget process. To meet educational needs of our students, the Board of Directors approved the additional expenditures when additional funding became available. Idaho Code Section 33-701 allows the District to make budget adjustments to reflect additional revenue and expenditures.

TERMINATION BENEFITS

The District sponsors an Early Retirement Incentive Program. Under this program, long-term employees who elect for the program agree to retire prior to reaching age 65 in exchange for a lump sum payment made following retirement. At June 30, 2014, the District was obligated to make payments totaling \$136,688 on behalf of retiring employees. One payment will be made in September 2014. The State of Idaho's Early Retirement Incentive Program was discontinued by the legislature.

NOTE 10 - RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions and natural disasters for which the District carries commercial insurance. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the past three years.

NOTE 11 - LOSS CONTINGENCY

The District has evaluated its exposure to potential losses that could arise as a result of pending legal matters as of September 8, 2014 (the date the financial statements were available to be issued) and found none.

NOTE 12 - GOVERNMENT ACCOUNTING STANDARDS BOARD CHANGES

GASB Statement No. 65

GASB Statement 65, Items Previously Reported as Assets and Liabilities has been implemented in these financial statements. This statement expands the requirements of Statement 63 with regard to the reporting of Deferred Outflows of Resources, Deferred Inflows of Resources and Net Position. Deferred Outflows and Deferred Inflows are now reported in the governmental funds as well as the district-wide statements, fiduciary funds and proprietary funds. This standard also restricts the use of the term "deferred" to only the Deferred Outflow and Deferred Inflow items. Liabilities previously described as deferred are now expressed using different words, for example: Unearned Revenue.

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE 12 - GOVERNMENT ACCOUNTING STANDARDS BOARD CHANGES (continued)

Pursuant to GASB 65, both the Government Funds and the District-wide Statements report Unbilled Taxes Receivable for the total estimated dollar amount of taxes that will be billed for Tax Year 2014 because such taxes have become legally enforceable. The first half of those unbilled taxes are due on December 20, 2014 and the second half are due on June 20, 2015. As such, the entire sum is also reported as Deferred Inflows of Resources. This reporting does not affect the fund balance in either Statement.

NOTE 13 - FEDERAL HEALTH CARE REFORM

The federal Patient Protection and Affordable Care Act (PPACA), commonly known as Health Care Reform, will likely affect the District to a greater degree financially beginning January 1, 2016. Based upon the information we have at the financial statement date, the District is a large employer and will be mandated to provide full health coverage to every employee working thirty (30) or more hours per week. It is our understanding that the mandate will include some intermittent employees, who currently are ineligible for benefits. District administrators are working with Helbling Employee Benefits Consulting, a regional firm having expertise specific to this topic, to develop processes to track employees and ensure the District maintains compliance with applicable law.

NOTE 14 - SUBSEQUENT EVENTS

The District has released a Request for Qualifications (RFQ) seeking proposals from qualified architectural and engineering firms that are due on September 12, 2014. The objective in this process is to select a firm to evaluate the Lewiston High School facilities and provide guidance to the Board of Directors as they move forward with addressing facility needs. This effort may result in a decision to either remodel the existing high school building(s) or construct new facilities. It is anticipated that either of these options would result in putting the question of a facilities bond issue to the voters. As of the date of these financial statements, no such decision has been made.

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

Statement of Revenues, Expenditures and Changes in Fund Balance -- Budget and Actual -- General Fund
For the Year Ended June 30, 2014

	Original Budget	Amended Budget	Actual	Variances--	
				Favorable (Unfavorable) Original to Actual	Amended to Actual
REVENUES					
Property tax	\$ 12,774,536	\$ 12,654,536	\$ 12,767,837	\$ (6,699)	\$ 113,301
State apportionment	20,959,678	20,959,678	21,011,392	51,714	51,714
Charges for services	30,000	15,000	12,371	(17,629)	(2,629)
Earnings on investments	25,000	7,000	6,310	(18,690)	(690)
Other	970,243	1,175,747	1,192,413	222,170	16,666
Total revenue	<u>34,759,457</u>	<u>34,811,961</u>	<u>34,990,323</u>	<u>230,866</u>	<u>178,362</u>
EXPENDITURES					
Instruction	22,142,731	21,842,168	22,098,653	(44,079)	256,485
Support:					
Pupil	1,689,235	1,689,235	1,668,170	21,065	21,065
Staff	1,343,590	1,316,655	1,115,697	227,893	200,958
General administration	910,023	944,023	882,818	27,205	61,205
School administration	2,296,478	2,296,478	2,185,243	111,235	111,235
Business services	480,425	459,125	419,338	61,087	39,787
Technology administration	431,180	431,180	333,608	97,572	97,572
Maintenance and operations	4,512,236	4,561,996	4,681,089	(168,853)	(119,093)
Transportation	1,446,483	1,569,045	1,487,937	(41,454)	81,108
Total expenditures	<u>35,252,381</u>	<u>35,109,905</u>	<u>34,872,552</u>	<u>379,829</u>	<u>237,353</u>
Contingency	<u>1,179,467</u>	<u>1,179,467</u>		<u>1,179,467</u>	<u>1,179,467</u>
Excess (deficiency) of revenues over/under expenditures	<u>(1,672,391)</u>	<u>(1,477,411)</u>	<u>117,771</u>	<u>1,790,162</u>	<u>1,595,182</u>
Other financing sources (uses):					
Operating transfers in	308,000	273,000	187,607	(120,393)	(85,393)
Operating transfers out	<u>(121,089)</u>	<u>(134,979)</u>	<u>(171,474)</u>	<u>(50,385)</u>	<u>(36,495)</u>
Total other financing sources (uses)	<u>186,911</u>	<u>138,021</u>	<u>16,133</u>	<u>(170,778)</u>	<u>(121,888)</u>
Net change in fund balance	<u>\$ (1,485,480)</u>	<u>\$ (1,339,390)</u>	<u>133,904</u>	<u>\$ 1,619,384</u>	<u>\$ 1,473,294</u>
Fund Balance - Beginning of year			<u>2,764,815</u>		
Fund Balance - End of year			<u>\$ 2,898,719</u>		

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

CAPITAL PROJECTS FUND
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
For the Year Ended June 30, 2014

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>	Variances-- Favorable (Unfavorable)	
				<u>Original to Actual</u>	<u>Amended to Actual</u>
REVENUES					
Earnings on investments	\$ 50,000	\$ 50,000	\$ 5,062	\$ (44,938)	\$ (44,938)
Other					
Rentals	20,000	20,000	10,200	(9,800)	(9,800)
Other state revenue	120,000	120,000	96,769	(23,231)	(23,231)
Other local	10,000	10,000	55,183	45,183	45,183
Total other revenue	150,000	150,000	162,152	12,152	12,152
Total revenue	200,000	200,000	167,214	(32,786)	(32,786)
EXPENDITURES					
Capital outlay	405,529	418,310	360,347	45,182	57,963
Excess (deficiency) of revenues over/under expenditures	(205,529)	(218,310)	(193,133)	12,396	25,177
Other financing sources (uses):					
Operating transfers in	69,089	81,870	116,870	47,781	35,000
Net change in fund balance	<u>\$ (136,440)</u>	<u>\$ (136,440)</u>	<u>(76,262)</u>	<u>\$ 60,178</u>	<u>\$ 60,178</u>
Fund Balance - Beginning of year			1,566,211		
Fund Balance - End of year			<u>\$ 1,489,949</u>		

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for the proceeds of specific funding sources or to finance specific activities as required by law or administrative regulations.

Title I-A Basic. Restricted federal revenue to be spent on programs to provide special instruction to economically disadvantaged students. In FY2014, the District facilitated the distribution of Title I-D Neglected Child funding to Northwest Children's Home, a special purpose school providing qualifying services to neglected children, by acting as the fiscal agent.

IDEA Part B. Restricted federal revenue to be spent on programs to provide for testing, physical therapy, certificated teachers, teaching assistants, equipment, materials and supplies for special education students.

IDEA Part B Preschool. Restricted federal funding to be spent on programs for preschool students with disabilities.

Carl D. Perkins VoEd Grant. Restricted federal funding to be spent to recruit and retain male student participation in vocational health occupations education, as well as an Advanced Learning Partnership with Lewis-Clark State College vocational programs.

Indian Education Grant. Restricted federal funding supporting efforts to strengthen elementary and secondary school programs serving American Indian students.

Johnson O'Malley Indian Education. Restricted federal funds to be spent on efforts to assure that American Indian students are functioning at grade level.

Title II- Teacher Quality. Restricted federal funding to be spent to provide professional development for instructional staff to improve quality of teaching and student achievement.

Teaching American History. Restricted federal funding to provide professional development to increase proficiency of instruction in the subject area and improve student learning. This project was completed in the summer of 2013.

Child Nutrition. School nutrition programs, including breakfast, lunch and healthy snacks during the academic year, as well as a Summer Food Program. Funding is provided by the U. S. Department of Agriculture and by sales of meals. Program is reported as a special revenue fund due to the large amount of federal financial assistance.

SPECIAL REVENUE FUNDS (continued)

Other Special Revenue Funds

Medicaid Fund. Revenues generated through billings to Medicaid for services provided to eligible special-needs students.

State Mini Grants. Small competitive grants awarded at the state level for specific programs.

Other Federal Projects. Small specific-purpose federal grants awarded on a competitive basis. The largest project in this fund is a Mathematics and Science Partnership Grant (TESLA) federally funded and distributed via the Idaho State Department of Education. In previous years, the District served as the fiscal agent for the TESLA project, but in FY2014, Lewis-Clark State College was the fiscal agent and the District was a sub-grantee.

Expendable Trust Funds. Interest earnings from endowments and contributions from the Lewiston Independent Foundation for Education (L.I.F.E.) to be spent on programs approved by the L.I.F.E. Board of Directors.

Other Local Grants. Small grants awarded by local organizations to fund specific projects.

PRIVATE PURPOSE TRUST FUNDS

The District has established three funds to account for restricted and non-expendable contributions made by donors:

- Academic Endowment Fund
- Activities Endowment Fund
- Restricted Endowment Fund

AGENCY FUNDS

Funds held in individual school accounts for assets held by the District as an agent for various student groups and clubs. These funds are restricted to use by the student organizations and are not available for general District operations.

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

Combining Balance Sheets
All Special Revenue Funds
June 30, 2014

	Title I-A Basic	IDEA Part B	IDEA Part B Preschool	Carl D. Perkins Voed	Indian Education	Johnson O'Malley Indian Education	Title II-A Teacher Quality	Teaching American History	Child Nutrition	Other Special Revenue Funds	Totals
ASSETS											
Accounts receivable	\$ 137,962	\$ 246,678	\$ 14,542	\$ 51,004	\$ 2,187	\$	\$ 76,884	\$	\$ 178,409	\$ 71,984	\$ 779,650
Prepaid expenses									68,197	0	68,197
Due from other funds					767	6,919	-		195,336	146,757	349,779
Total assets	<u>137,962</u>	<u>246,678</u>	<u>14,542</u>	<u>51,004</u>	<u>2,954</u>	<u>6,919</u>	<u>76,884</u>		<u>441,942</u>	<u>218,741</u>	<u>1,197,626</u>
DEFERRED OUTFLOWS OF RESOURCES											
ASSETS PLUS DEFERRED OUTFLOWS OF RESOURCES	<u>\$ 137,962</u>	<u>\$ 246,678</u>	<u>\$ 14,542</u>	<u>\$ 51,004</u>	<u>\$ 2,954</u>	<u>\$ 6,919</u>	<u>\$ 76,884</u>	<u>\$</u>	<u>\$ 441,942</u>	<u>\$ 218,741</u>	<u>\$ 1,197,626</u>
LIABILITIES											
Accounts payable	\$ 1,500	\$ 632	\$	\$	\$	\$	\$ 2,450	\$	\$ 19,368	\$ 34,802	\$ 58,752
Payroll & taxes payable	117,633	117,792	5,592	8,222	2,954		25,218		110,301	36,604	424,316
Due to other funds	18,829	128,254	8,950	42,782			49,216			19,763	267,794
Unearned revenue						6,919				122,696	129,615
Total liabilities	<u>137,962</u>	<u>246,678</u>	<u>14,542</u>	<u>51,004</u>	<u>2,954</u>	<u>6,919</u>	<u>76,884</u>		<u>129,669</u>	<u>213,865</u>	<u>880,477</u>
DEFERRED INFLOWS OF RESOURCES											
LIABILITIES PLUS DEFERRED INFLOWS OF RESOURCES	<u>137,962</u>	<u>246,678</u>	<u>14,542</u>	<u>51,004</u>	<u>2,954</u>	<u>6,919</u>	<u>76,884</u>		<u>129,669</u>	<u>213,865</u>	<u>880,477</u>
FUND BALANCE									312,273	4,876	317,149
Total Fund Balance									<u>312,273</u>	<u>4,876</u>	<u>317,149</u>
LIABILITIES PLUS DEFERRED INFLOWS OF RESOURCES PLUS FUND BALANCE	<u>\$ 137,962</u>	<u>\$ 246,678</u>	<u>\$ 14,542</u>	<u>\$ 51,004</u>	<u>\$ 2,954</u>	<u>\$ 6,919</u>	<u>\$ 76,884</u>	<u>\$</u>	<u>\$ 441,942</u>	<u>\$ 218,741</u>	<u>\$ 1,197,626</u>

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

Combined Statement of Revenues, Expenditures and Changes in Fund Balances
All Special Revenue Funds
For the Year Ended June 30, 2014

	Title I-A Basic	IDEA Part B	IDEA Part B Preschool	Carl D. Perkins Voed	Indian Education	Johnson O'Malley Indian Education	Title II-A Teacher Quality	Teaching American History	Child Nutrition	Other Special Revenue Funds	Total
REVENUE											
Intergovernmental	\$ 843,646	\$ 851,498	\$ 38,708	\$ 51,004	\$ 18,750	\$ 7,845	\$ 190,480	\$ 635	\$ 1,309,176	\$ 203,687	\$ 3,515,429
Earnings on investments									328	333	661
Charges for services									674,021		674,021
Other local										800,527	800,527
Total revenue	<u>843,646</u>	<u>851,498</u>	<u>38,708</u>	<u>51,004</u>	<u>18,750</u>	<u>7,845</u>	<u>190,480</u>	<u>635</u>	<u>1,983,525</u>	<u>1,004,547</u>	<u>4,990,638</u>
EXPENDITURES											
Instruction	843,646	841,897	38,708	51,004	18,750	7,845	190,480	635		1,001,453	2,994,418
Support		9,601									9,601
Food service									2,119,814		2,119,814
Total expenditures	<u>843,646</u>	<u>851,498</u>	<u>38,708</u>	<u>51,004</u>	<u>18,750</u>	<u>7,845</u>	<u>190,480</u>	<u>635</u>	<u>2,119,814</u>	<u>1,001,453</u>	<u>5,123,833</u>
Excess (deficiency) of revenues over/under expenditures									(136,289)	3,094	(133,195)
Other financing sources (uses):											
Operating transfers in									54,604		54,604
Operating transfers out									(35,346)	(2,261)	(37,607)
Total other financing sources (uses)									<u>19,258</u>	<u>(2,261)</u>	<u>16,997</u>
Change in fund balances									(117,031)	833	(116,198)
Fund Balance - Beginning of year									429,304	4,043	433,347
Fund Balance - End of year	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$ 312,273</u>	<u>\$ 4,876</u>	<u>\$ 317,149</u>

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

TITLE I-A Basic
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
For the Year Ended June 30, 2014

	Original Budget	Amended Budget	Actual	Variances-- Favorable (Unfavorable)	
				Original to Actual	Amended to Actual
REVENUES					
Intergovernmental	\$ 864,817	\$ 864,817	\$ 843,646	\$ (21,171)	\$ (21,171)
Total revenue	864,817	864,817	843,646	(21,171)	(21,171)
EXPENDITURES					
Instruction	864,817	864,817	843,646	21,171	21,171
Excess (deficiency) of revenues over/under expenditures					
Other financing sources (uses):					
Operating transfers out					
Total other financing sources (uses)					
Change in fund balance	<u>\$</u>	<u>\$</u>		<u>\$</u>	<u>\$</u>
Fund balance - beginning of year					
Fund balance - end of year			<u>\$</u>		

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

IDEA Part B
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
For the Year Ended June 30, 2014

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>	<u>Variances--</u> <u>Favorable (Unfavorable)</u>	
				<u>Original to Actual</u>	<u>Amended to Actual</u>
REVENUES					
Intergovernmental	\$ 925,749	\$ 925,749	\$ 851,498	\$ (74,251)	\$ (74,251)
Total revenue	<u>925,749</u>	<u>925,749</u>	<u>851,498</u>	<u>(74,251)</u>	<u>(74,251)</u>
EXPENDITURES					
Instruction	914,776	914,776	841,897	72,879	72,879
Support	<u>10,973</u>	<u>10,973</u>	<u>9,601</u>	<u>1,372</u>	<u>1,372</u>
Total expenditures	<u>925,749</u>	<u>925,749</u>	<u>851,498</u>	<u>74,251</u>	<u>74,251</u>
Change in fund balance	<u>\$</u>	<u>\$</u>		<u>\$</u>	<u>\$</u>
Fund balance - beginning of year					
Fund balance - end of year			<u>\$</u>		

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

IDEA Part B Preschool
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
For the Year Ended June 30, 2014

	Original Budget	Amended Budget	Actual	Variances-- Favorable (Unfavorable)	
				Original to Actual	Amended to Actual
REVENUES					
Intergovernmental	\$ 38,352	\$ 38,352	\$ 38,708	\$ 356	\$ 356
Total revenue	<u>38,352</u>	<u>38,352</u>	<u>38,708</u>	<u>356</u>	<u>356</u>
EXPENDITURES					
Instruction	<u>38,352</u>	<u>38,352</u>	<u>38,708</u>	<u>(356)</u>	<u>(356)</u>
Total expenditures	<u>38,352</u>	<u>38,352</u>	<u>38,708</u>	<u>(356)</u>	<u>(356)</u>
Change in net position	<u>\$</u>	<u>\$</u>		<u>\$</u>	<u>\$</u>
Net position - beginning of year					
Net position - end of year			<u>\$</u>		

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

CARL D. PERKINS
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
For the Year Ended June 30, 2014

	Variances-- Favorable (Unfavorable)				
	Original Budget	Amended Budget	Actual	Original to Actual	Amended to Actual
REVENUES					
Intergovernmental	\$ 57,640	\$ 57,640	\$ 51,004	\$ (6,636)	\$ (6,636)
Total revenue	57,640	57,640	51,004	(6,636)	(6,636)
EXPENDITURES					
Instruction	57,640	57,640	51,004	6,636	6,636
Change in net position	<u>\$</u>	<u>\$</u>		<u>\$</u>	<u>\$</u>
Net position - beginning of year					
Net position - end of year			<u>\$</u>		

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

INDIAN EDUCATION FUND
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
For the Year Ended June 30, 2014

	Original Budget	Amended Budget	Actual	Variances-- Favorable (Unfavorable)	
				Original to Actual	Amended to Actual
REVENUES					
Intergovernmental	\$ 18,758	\$ 18,758	\$ 18,750	\$ (8)	\$ (8)
Total revenue	18,758	18,758	18,750	(8)	(8)
EXPENDITURES					
Instruction	18,758	18,758	18,750	8	8
Change in net position	<u>\$</u>	<u>\$</u>		<u>\$</u>	<u>\$</u>
Net position - beginning of year					
Net position - end of year			<u>\$</u>		

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

JOHNSON O'MALLEY
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
For the Year Ended June 30, 2014

	Original Budget	Amended Budget	Actual	Variances--	
				Favorable (Unfavorable) Original to Actual	Amended to Actual
REVENUES					
Intergovernmental	\$ 6,580	\$ 6,580	\$ 7,845	\$ 1,265	\$ 1,265
Total revenue	6,580	6,580	7,845	1,265	1,265
EXPENDITURES					
Instruction	6,580	6,580	7,845	(1,265)	(1,265)
Change in net position	<u>\$</u>	<u>\$</u>		<u>\$</u>	<u>\$</u>
Net position - beginning of year					
Net position - end of year			<u>\$</u>		

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

TITLE II-A - Teacher Quality
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
For the Year Ended June 30, 2014

	Original Budget	Amended Budget	Actual	Variances-- Favorable (Unfavorable)	
				Original to Actual	Amended to Actual
REVENUES					
Intergovernmental	\$ 225,010	\$ 225,010	\$ 190,480	\$ (34,530)	\$ (34,530)
Total revenue	225,010	225,010	190,480	(34,530)	(34,530)
EXPENDITURES					
Instruction	225,010	225,010	190,480	34,530	34,530
Change in net position	<u>\$</u>	<u>\$</u>		<u>\$</u>	<u>\$</u>
Net position - beginning of year					
Net position - end of year			<u>\$</u>		

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

Teaching American History
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
For the Year Ended June 30, 2014

	Variances--				
	Favorable (Unfavorable)				
	Original Budget	Amended Budget	Actual	Original to Actual	Amended to Actual
REVENUES					
Intergovernmental	\$ 72,000	\$ 635	\$ 635	\$ (71,365)	\$
Total revenue	72,000	635	635	(71,365)	
EXPENDITURES					
Instruction	72,000	635	635	71,365	
Excess (deficiency) of revenues over/under expenditures					
Other financing sources (uses):					
Operating transfers out	(2,500)			2,500	
Total other financing sources (uses)	(2,500)			2,500	
Change in net position	<u>\$</u>	<u>\$</u>		<u>\$</u>	<u>\$</u>
Net position - beginning of year					
Net position - end of year			<u>\$</u>		

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

CHILD NUTRITION
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
For the Year Ended June 30, 2014

	Original Budget	Amended Budget	Actual	Variances--	
				Favorable (Unfavorable) Original to Actual	Amended to Actual
REVENUES					
Intergovernmental	\$ 1,256,000	\$ 1,406,000	\$ 1,309,176	\$ 53,176	\$ (96,824)
Earnings on investments	2,000	2,000	328	(1,672)	(1,672)
Charges for services	820,050	820,050	674,021	(146,029)	(146,029)
Total revenue	<u>2,078,050</u>	<u>2,228,050</u>	<u>1,983,525</u>	<u>(94,525)</u>	<u>(244,525)</u>
EXPENDITURES					
Food services	<u>2,379,584</u>	<u>2,216,584</u>	<u>2,119,814</u>	<u>259,770</u>	<u>96,770</u>
Excess (deficiency) of revenues over/under expenditures	(301,534)	11,466	(136,289)	165,245	(147,755)
Other financing sources (uses):					
Operating transfers in	52,000	52,000	54,604	2,604	2,604
Operating transfers out	<u>(38,000)</u>	<u>(38,000)</u>	<u>(35,346)</u>	<u>2,654</u>	<u>2,654</u>
Total other financing sources (uses)	14,000	14,000	19,258	5,258	5,258
Change in fund balance	<u>\$ (287,534)</u>	<u>\$ 25,466</u>	<u>(117,031)</u>	<u>\$ 170,503</u>	<u>\$ (142,497)</u>
Fund balance - beginning of year			<u>429,304</u>		
Fund balance - end of year			<u>\$ 312,273</u>		

**INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho**

**OTHER SPECIAL REVENUE FUNDS
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
For the Year Ended June 30, 2014**

	Original Budget	Amended Budget	Actual	Variances-- Favorable (Unfavorable)	
				Original to Actual	Amended to Actual
REVENUES					
Intergovernmental	\$ 171,442	\$ 171,442	\$ 171,467	\$ 25	\$ 25
Earnings on Investments	30,000	30,000	333	(29,667)	(29,667)
Other local	617,786	617,786	832,747	214,961	214,961
Total revenues	<u>819,228</u>	<u>819,228</u>	<u>1,004,547</u>	<u>185,319</u>	<u>185,319</u>
EXPENDITURES					
Instruction	819,228	819,228	1,001,453	(182,225)	(182,225)
Support					
Total expenditures	<u>819,228</u>	<u>819,228</u>	<u>1,001,453</u>	<u>(182,225)</u>	<u>(182,225)</u>
Excess (deficiency) of revenues over/under expenditures			<u>3,094</u>	<u>3,094</u>	<u>3,094</u>
Other financing sources (uses):					
Operating transfers out			(2,261)	2,500	2,500
Total other financing sources (uses)			<u>(2,261)</u>	<u>2,500</u>	<u>2,500</u>
Net change in fund balance	<u>\$</u>	<u>\$</u>	<u>833</u>	<u>\$ 5,594</u>	<u>\$ 5,594</u>
Fund balance - Beginning of year			<u>4,043</u>		
Fund balance - End of year			<u>\$ 4,876</u>		

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

Supplemental Schedule - Other Special Revenue Funds
Budget and Actual
For the Year Ended June 30, 2014

		Amended Budgeted Revenue	Actual Revenue	Amended Budgeted Expenditures	Actual Expenditures	Operating Transfers In (Out)	Beginning Fund Balance	Ending Fund Balance
	Fund							
Other Local Grants	232	\$ 40,018	\$ 17,918	\$ 40,018	\$ 17,918	\$	\$ 1,273	\$ 1,273
Medicaid Fund	233	577,768	800,527	577,768	800,527			
Expendable Trust Funds	236	30,000	14,635	30,000	13,802		2,770	3,603
State Mini Grants	241	97,464	98,538	97,464	98,538			
Other Federal Projects	274	73,978	72,929	73,978	70,668	(2,261)		
		<u>\$ 819,228</u>	<u>\$ 1,004,547</u>	<u>\$ 819,228</u>	<u>\$ 1,001,453</u>	<u>\$ (2,261)</u>	<u>\$ 4,043</u>	<u>\$ 4,876</u>

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

Combining Statement of Fiduciary Net Position
Private Purpose Trust Funds
June 30, 2014

	Academic Endowment Fund	Activities Endowment Fund	Restricted Endowment Fund	Total
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES				
ASSETS				
Cash	\$ 127,250	\$ 76,884	\$ 45,450	\$ 249,584
Due from Other Funds	53,939			\$ 53,939
Total Assets	<u>181,189</u>	<u>76,884</u>	<u>45,450</u>	<u>303,523</u>
DEFERRED OUTFLOWS OF RESOURCES				
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u><u>\$ 181,189</u></u>	<u><u>\$ 76,884</u></u>	<u><u>\$ 45,450</u></u>	<u><u>\$ 303,523</u></u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE				
LIABILITIES				
Total Liabilities	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
DEFERRED INFLOWS OF RESOURCES				
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES				
NET POSITION				
Reserved for endowments	<u>181,189</u>	<u>76,884</u>	<u>45,450</u>	<u>303,523</u>
Net Position	<u>181,189</u>	<u>76,884</u>	<u>45,450</u>	<u>303,523</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS PLUS NET POSITION	<u><u>\$ 181,189</u></u>	<u><u>\$ 76,884</u></u>	<u><u>\$ 45,450</u></u>	<u><u>\$ 303,523</u></u>

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

Combining Statement of Fiduciary Net Position
Agency Funds
June 30, 2014

	Lewiston High School	Jenifer Junior High School	Sacajawea Junior High School	Elementary Schools	Tammany Alternative Center	Total
ASSETS						
Cash	\$ 184,546	\$ 139,600	\$ 165,305	\$ 112,055	\$ 5,027	\$ 606,533
Total assets	<u>184,546</u>	<u>139,600</u>	<u>165,305</u>	<u>112,055</u>	<u>5,027</u>	<u>606,533</u>
DEFERRED OUTFLOWS OF RESOURCES						
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u>\$ 184,546</u>	<u>\$ 139,600</u>	<u>\$ 165,305</u>	<u>\$ 112,055</u>	<u>\$ 5,027</u>	<u>\$ 606,533</u>
LIABILITIES						
Liabilities:						
Due to student groups	\$ 184,546	\$ 139,600	\$ 165,305	\$ 112,055	\$ 5,027	\$ 606,533
Total liabilities	<u>184,546</u>	<u>139,600</u>	<u>165,305</u>	<u>112,055</u>	<u>5,027</u>	<u>606,533</u>
DEFERRED INFLOWS OF RESOURCES						
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	<u>184,546</u>	<u>139,600</u>	<u>165,305</u>	<u>112,055</u>	<u>5,027</u>	<u>606,533</u>
NET POSITION						
TOTAL LIABILITIES AND DEFERRED INFLOWS PLUS NET POSITION	<u>\$ 184,546</u>	<u>\$ 139,600</u>	<u>\$ 165,305</u>	<u>\$ 112,055</u>	<u>\$ 5,027</u>	<u>\$ 606,533</u>

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

Combining Statement of Changes in Fiduciary Net Position
All Private Purpose Trust Funds
For the Year Ended June 30, 2014

	Academic Endowment Fund	Extra- curricular Activities Fund	Restricted Endowment Fund	Total
REVENUES				
Private Donations	\$	\$	\$	\$
EXPENDITURES				
Excess of revenues over expenses				
Net Position - Beginning of year	181,189	76,884	45,450	303,523
Net Position - End of year	\$ 181,189	\$ 76,884	\$ 45,450	\$ 303,523

**INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho**

**SCHOOL DISTRICT ACTIVITY FUNDS
Supplemental Schedule
Statement of Receipts, Disbursements, and Transfers - Agency Funds
For the Year Ended June 30, 2014**

	<u>Balance 7/1/2013</u>	<u>Cash Receipts & Transfers In</u>	<u>Cash Disbursements & Transfers Out</u>	<u>Balance 6/30/2014</u>
SCHOOL DISTRICT ACTIVITY FUNDS				
Lewiston High School	\$ 160,329	\$ 750,390	\$ 726,173	\$ 184,546
Jenifer Jr. High School	161,312	183,930	205,642	139,600
Sacajawea Jr. High School	149,422	120,929	105,046	165,305
Camelot Elementary School	18,629	26,788	23,709	21,708
Centennial Elementary School	36,417	31,720	29,220	38,917
McGhee Elementary School	9,509	12,989	10,797	11,701
McSorley Elementary School	12,295	27,541	27,068	12,768
Orchards Elementary School	5,834	13,757	13,320	6,271
Webster Elementary School	14,623	18,843	17,555	15,911
Whitman Elementary School	9,791	18,713	23,725	4,779
Tammany Alternative Center	4,223	6,045	5,241	5,027
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Activity Funds	<u><u>\$ 582,384</u></u>	<u><u>\$ 1,211,645</u></u>	<u><u>\$ 1,187,496</u></u>	<u><u>\$ 606,533</u></u>

SINGLE AUDIT SECTION

**Independent School District No. 1
Lewiston, Idaho
Schedule of Expenditures of Federal Awards
For The Year Ended June 30, 2014**

	<u>Federal CFDA Number</u>	<u>Expenditures</u>
Department of Agriculture		
Pass-through program from State Superintendent of Public Instruction		
School lunch program	10.555	\$ 861,844
Food Distribution (non-cash)	10.555	168,451
School Breakfast	10.553	159,122
Special Milk	10.556	7,648
Summer Food	10.559	111,127
Child Nutrition Discretionary Grant	10.582	984
Total Department of Agriculture		<u>1,309,176</u>
Department of Education		
Pass-through program from State Superintendent of Public Instruction:		
Title I-A Basic	84.010	843,646
IDEA Part B	84.027	851,498
Carl Perkins Vocational Education	84.048	51,004
IDEA Part B Preschool	84.173	38,708
Title II-A Teacher Quality	84.367	190,480
Title II-B Science	84.366	2,990
College Access Challenge Grant Program	84.378	1,400
Subtotal		<u>1,979,726</u>
Direct programs:		
Indian Education: Grants to LEAs	84.060A	18,750
Johnson O'Malley Indian Education	15.130	7,845
Teaching American History	84.215X	635
		<u>27,230</u>
Total Department of Education		<u>2,006,956</u>
Health and Welfare		
Temporary Assistance to Needy Families	93.558	<u>69,822</u>
Title II-B Science		
Pass-through from Lewis-Clark State College	84.366	<u>69,939</u>
Total expenditures of federal awards		<u><u>\$ 3,455,893</u></u>

See accompanying notes to schedule of expenditures of federal awards.

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2014

NOTE A – BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Independent School District No. 1 under programs of the federal government for the year ended June 30, 2014. The information in this Schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Because the Schedule presents only a selected portion of the operations of Independent School District No. 1, it is not intended to and does not present the financial position, changes in net position, or cash flows of Independent School District No. 1.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

- (1) Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in OMB Circular A-122, Cost Principles for Non-profit Organizations, wherein certain types of expenditures are not allowable or are limited as to reimbursement.
- (2) Pass-through entity identifying numbers are presented where available.

NOTE C – SUBRECIPIENTS

Of the federal expenditures presented in the Schedule, Independent School District No. 1 provided federal awards to one (1) sub recipient as follows:

<u>CFDA Number</u>	<u>Program Name</u>	<u>Amount Provided to Sub Recipient</u>
84.010	Title I (Neglected)	\$47,322 to Northwest Children's Home

Independent School District No. 1 did expend federal funds as a sub recipient as follows:

84.366	Title II-B Science	\$69,939 from Lewis-Clark State College
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NOTE D – FOOD DISTRIBUTION

Nonmonetary assistance is reported in the Schedule at the fair market value of the commodities received and disbursed. At June 30, 2014, the organization had no food commodities in inventory.



**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB
CIRCULAR A-133**

To the Board of Trustees
Independent School District No. 1
Lewiston, Idaho 83501

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM

We have audited Independent School District No. 1's compliance 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 Independent School District No. 1's major federal programs for the year ended June 30, 2014. Independent School District No. 1's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Independent School District No. 1's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Governmental 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 Independent School District No. 1's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination on Independent School District No. 1's compliance.

Opinion on Each Major Federal Program

In our opinion, Independent School District No. 1 complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2014.

REPORT ON INTERNAL CONTROL OVER COMPLAINE

Management of Independent School District No. 1 is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Independent School District No. 1's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with 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 Independent School District No. 1's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Hayden Ross, PLLC

Moscow, Idaho
September 8, 2014



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

To the Board of Trustees
Independent School District No. 1
Lewiston, Idaho 83501

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of governmental activities, each major fund, and the aggregate remaining fund information of Independent School District No. 1, as of and for the year ended June 30, 2014 and the related notes to the financial statements, which collectively comprise Independent School District No. 1's basic financial statements, and have issued our report thereon dated September 8, 2014.

Internal Control over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during

our audit, we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

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

Purpose of this Report

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

Hayden Ross, PLLC

Moscow, Idaho
September 8, 2014

INDEPENDENT SCHOOL DISTRICT NO. 1
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2014

Financial Statements

Type of auditor's report issued – Unmodified on all opinion units except for the qualified opinion on the Aggregate Remaining Fund Information

Internal control over financial reporting:

- Material weakness(es) identified? ☐ yes ☒ no
- Significant deficiency(ies) identified? ☐ yes ☒ none reported

Noncompliance material to financial statements noted?

☐ yes ☒ no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? ☐ yes ☒ no
- Significant deficiency(ies) identified? ☐ yes ☒ none reported

Type of auditor's report issued on compliance
For major programs – Unmodified

Any audit finding disclosed that are required
to be reported in accordance with Section
510(a) of OMB Circular A-133?

☐ yes ☒ no

Identification of major program:
Reporting Requirements and Communication Considerations

CFDA Number(s)	Name of Federal Program or Cluster
84.027, 84.173	Special Education Cluster (IDEA)
84.010	Title I Grants to Local Education Agencies

Dollar threshold used to distinguish between
Type A and type B programs:

\$300,000

Auditee qualified as low-risk auditee?

☒ yes ☐ no

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

LEWISTON HIGH SCHOOL
Statement of Fiduciary Net Position
June 30, 2014

ASSETS	
Cash and cash equivalents	<u>\$ 184,546</u>
Total assets	<u>184,546</u>
DEFERRED OUTFLOW OF RESOURCES	
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	
	<u><u>\$ 184,546</u></u>
LIABILITIES	
Due to student groups	<u>\$ 184,546</u>
Total liabilities	<u>184,546</u>
DEFERRED INFLOW OF RESOURCES	
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	
	<u>184,546</u>
NET POSITION	
TOTAL LIABILITIES AND DEFERRED INFLOWS PLUS NET POSITION	
	<u><u>\$ 184,546</u></u>

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, ID

LEWISTON HIGH SCHOOL
Statement of Receipts, Disbursements, and Transfers
For the Year Ended June 30, 2014

Activity Fund	Balance 7/1/2013	Cash Receipts	Cash Disbursements	Transfers In	Transfers Out	Balance 6/30/2014
Annual	\$ 14,213	\$ 50,121	\$ 47,522	\$ -	\$ 1,353	\$ 15,459
Art Honor Society	130	-	-	-	-	130
Athletic Director/Century Club	-	11,194	2,000	-	9,194	0
Athletics	(10,000)	81,046	87,384	16,338	-	-
Athletic/Special	-	771	2,570	1,799	-	-
Auto Mechanics	4,152	5,093	4,434	-	67	4,744
Band	2,113	11,203	1,846	-	5,993	5,477
Baseball	-	2,727	11,601	8,874	-	-
Basketball Boys	-	4,358	1,939	-	2,419	-
Basketball Girls	-	5,648	4,624	-	1,024	-
Bengal Lair	684	-	-	-	-	684
Bengal's Purr	457	6,064	12,626	6,630	-	525
BPA	30	12,405	13,626	2,290	-	1,099
Cheerleaders	2,792	18,831	22,924	3,143	-	1,842
Class of 2010	-	-	-	-	-	-
Class of 2011	-	-	-	-	-	-
Class of 2012	-	-	-	-	-	-
Class of 2013	-	-	43	43	-	-
Class of 2014	2,964	3,016	6,591	611	-	-
Class of 2015	693	3,628	1,799	-	-	2,522
Class of 2016	-	641	-	-	-	641
Concessions	2,147	22,365	13,075	-	9,209	2,228
Crochet Club	-	2,300	1,300	-	900	100
Cross Country	-	502	2,742	2,240	-	-
Debate Club	425	-	184	-	-	241
DECA Nationals	-	50,696	50,696	-	-	-
DECA Store	1,602	36,359	37,721	-	-	240
DECA A	1,380	19,982	20,652	-	294	416
DECA B	2,010	-	-	-	-	2,010
District II Music	7,718	7,884	6,374	189	-	9,417
Drama	2,767	5,367	4,714	-	-	3,420
Drill Team	-	-	-	-	-	-
Due to Student Body	-	-	-	-	-	-
Faculty Fund	463	3,124	3,129	-	-	458
FCCLA	6,425	663	1,652	-	-	5,436
Football	-	17,645	10,291	-	7,354	-
French Club	140	225	150	-	-	215
Fundraising-Baseball	3,903	3,629	5,009	-	-	2,523
Fundraising B-Basketball	1,816	8,574	10,579	920	-	731
Fundraising G-Basketball	-	21,329	19,501	-	580	1,248
Fundraising Cross Country	537	1,110	1,027	-	114	506
Fundraising Football	2,831	19,394	20,962	1,274	-	2,537
Fundraising B-Golf	1,932	8,930	9,079	-	1,220	563
Fundraising G-Golf	662	988	2,031	580	-	199
Fundraising B-Soccer	2,086	-	963	-	-	1,123
Fundraising G-Soccer	1,551	462	472	-	-	1,541
Fundraising Softball	4,109	-	167	-	-	3,942
Fundraising Tennis	1,027	2,977	3,315	-	-	689
Fundraising Track	4,234	1,623	21	-	-	5,836
Fundraising Volleyball	5,827	7,490	6,530	-	100	6,687
Fundraising Wrestling	6,320	15,370	2,753	-	11,596	7,341
German Club	255	440	270	-	-	425
Gold Voices	4,982	253	1,143	-	-	4,092
Golden Guard	-	-	-	-	-	-
Golf	-	680	6,504	5,824	-	-
Homecoming	3,677	4,514	4,399	-	-	3,792
HOSA	-	1,232	1,189	-	-	43
ICA	909	3,834	3,989	-	-	754

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, ID

LEWISTON HIGH SCHOOL
Statement of Receipts, Disbursements, and Transfers
For the Year Ended June 30, 2014

Activity Fund	Balance 7/1/2013	Cash Receipts	Cash Disbursements	Transfers In	Transfers Out	Balance 6/30/2014
Industrial Club	857	-	-	-	-	857
Interest Earned/CD	-	-	-	-	-	-
Investment Holding	17,839	11	-	10,200	-	28,050
Jazz Band	2,532	638	619	-	-	2,551
Junior Achievement	3,321	148	-	-	-	3,469
Junior Statesman	-	-	-	-	-	-
Key Club	-	1,333	1,048	-	-	285
KLHS	-	-	-	-	-	-
L Club	-	-	-	-	-	-
LHS/Pantry	959	-	117	-	-	842
Library	502	735	743	-	-	494
Literary Club	65	-	-	-	-	65
Lost Books	1,902	3,378	3,809	-	-	1,471
Loyalty/Guardian Angels	-	-	-	-	-	-
Machinists Club	9,861	5,448	2,577	-	400	12,332
National Honor Society	729	134	224	-	-	639
Natural Helpers	-	-	-	-	-	-
Other Activities	799	28,068	26,916	-	-	1,951
Other Income	4,907	1,200	561	-	-	5,546
Photography	1,870	1,665	2,520	-	-	1,015
Pictures	2,170	310	-	-	-	2,480
Press Club	-	-	-	-	-	-
Purple & Gold	4,567	-	292	-	-	4,275
Rodeo Club	208	329	18	-	-	519
Sales Tax	353	16,125	16,096	-	-	382
S.A.V.E.	264	250	49	-	-	465
Scholarships	4,613	5,145	3,622	-	811	5,325
Science Club	216	-	-	-	-	216
Senior Girls Club	-	-	-	-	-	-
Small Engines	-	754	541	-	-	213
T.S.A.	3,539	24,794	27,748	467	-	1,052
Smart Club	2	-	-	-	-	2
Soccer Boys	-	2,268	4,603	2,335	-	-
Soccer Girls	-	2,462	712	-	1,750	-
Softball	-	-	286	286	-	-
Spanish Club	556	90	-	-	-	646
Special Accounts	3,499	4,063	6,745	100	-	917
Student Activities	1,565	44,394	19,774	-	24,453	1,732
Student Insurance	-	-	-	-	-	-
Tennis	-	-	4,854	4,854	-	-
Track	-	6,370	7,543	1,173	-	-
Unclaimed Property	-	-	-	-	-	-
Video Production	1,958	1,214	1,766	-	-	1,406
Vocal Music	713	17,161	15,500	1,099	-	3,473
Volleyball	-	5,366	6,032	666	-	-
Wrestling	-	11,019	17,915	6,896	-	-
TOTALS	\$ 160,329	\$ 671,559	\$ 647,342	\$ 78,831	\$ 78,831	\$ 184,546

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

JENIFER JUNIOR HIGH SCHOOL
Statement of Fiduciary Net Position
June 30, 2014

ASSETS	
Cash and cash equivalents	<u>\$ 139,600</u>
Total assets	<u>139,600</u>
DEFERRED OUTFLOW OF RESOURCES	
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	
	<u><u>\$ 139,600</u></u>
LIABILITIES	
Due to student groups	<u>\$ 139,600</u>
Total liabilities	<u>139,600</u>
DEFERRED INFLOW OF RESOURCES	
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	
	<u>139,600</u>
NET POSITION	
TOTAL LIABILITIES AND DEFERRED INFLOWS PLUS NET POSITION	
	<u><u>\$ 139,600</u></u>

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, ID

JENIFER JUNIOR HIGH SCHOOL
Statement of Receipts, Disbursements, and Transfers
For the Year Ended June 30, 2014

Activity Fund		Balance 7/1/2013	Cash Receipts	Cash Disbursements	Transfers In	Tranfers Out	Balance 6/30/2014
Activities		\$ 56,516	\$ 18,924	\$ 16,585	\$ 6,000	\$ 25,111	\$ 39,744
Annual		\$ -	\$ 9,130	\$ 11,100	\$ 1,970	\$ -	\$ -
Art Club		\$ 243	\$ -	\$ -	\$ -	\$ -	\$ 243
Band Fundraiser		\$ 1,049	\$ 6,472	\$ 9,068	\$ 3,481	\$ -	\$ 1,934
Books, Equipment Damage		\$ -	\$ 866	\$ 866	\$ -	\$ -	\$ -
Box Tops-Schulz		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Boys BB		\$ 17,006	\$ 7,270	\$ 6,140	\$ -	\$ 3,123	\$ 15,013
Brick Fund		\$ 1,019	\$ -	\$ -	\$ -	\$ -	\$ 1,019
Cheer Fundraiser		\$ 2,598	\$ 18,477	\$ 20,246	\$ -	\$ -	\$ 829
Cheerleaders		\$ -	\$ 970	\$ 1,275	\$ 305	\$ -	\$ -
Chorus		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Chorus Fundraiser		\$ 219	\$ 1,345	\$ 1,345	\$ -	\$ -	\$ 219
Class Accounts							\$ -
	2016	\$ -	\$ 380	\$ 250	\$ -	\$ -	\$ 130
	2017	\$ 1,884	\$ 1,161	\$ 1,721	\$ -	\$ 1,324	\$ -
	2018	\$ 209	\$ 428	\$ -	\$ 740	\$ -	\$ 1,377
Concessions		\$ -	\$ 11,059	\$ 10,280	\$ -	\$ -	\$ 779
Drama		\$ 294	\$ 1,120	\$ 488	\$ -	\$ -	\$ 926
Drill Team		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
E Team Account		\$ -	\$ -	\$ 187	\$ 187	\$ -	\$ -
Explor-Elect Act		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Extend. Learning		\$ 71	\$ 546	\$ 490	\$ -	\$ -	\$ 127
Faculty		\$ 658	\$ 3,275	\$ 3,163	\$ -	\$ -	\$ 770
Football		\$ -	\$ 9,421	\$ 29,034	\$ 19,613	\$ -	\$ -
Fundraiser		\$ 19,591	\$ 12,600	\$ 9,864	\$ -	\$ 3,481	\$ 18,846
Girls BB		\$ 17,783	\$ 5,872	\$ 5,637	\$ -	\$ 3,123	\$ 14,895
Honor Flight		\$ 605	\$ 6,366	\$ 6,971	\$ -	\$ -	\$ -
Idaho Sales Tax		\$ -	\$ 5,082	\$ 5,082	\$ -	\$ -	\$ -
Interest CD		\$ 12,226	\$ 8	\$ -	\$ -	\$ -	\$ 12,234
Jazz Band		\$ 14	\$ 601	\$ 645	\$ 30	\$ -	\$ -
Jazz Choir		\$ 34	\$ -	\$ -	\$ -	\$ -	\$ 34
STARS		\$ 1,254	\$ 697	\$ 298	\$ -	\$ -	\$ 1,653
K Mart Program		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Library		\$ 584	\$ 124	\$ 61	\$ -	\$ -	\$ 647
Locks		\$ -	\$ 60	\$ 60	\$ -	\$ -	\$ -
Music		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
N Team Activity		\$ 614	\$ 1,657	\$ 1,985	\$ -	\$ -	\$ 286
Ninth Team Account		\$ -	\$ -	\$ 583	\$ 583	\$ -	\$ -
Noon Activity		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
North Team Store		\$ 617	\$ 69	\$ 380	\$ -	\$ -	\$ 306
NSF Checks		\$ -	\$ 1,066	\$ 1,093	\$ 27	\$ -	\$ -
Over & Short		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Pep Club		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Burro Pride		\$ 1,827	\$ -	\$ -	\$ -	\$ -	\$ 1,827
Recycle		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Red Wave		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
S Team Account		\$ -	\$ 1,547	\$ 1,724	\$ 177	\$ -	\$ -
Sales		\$ -	\$ 9	\$ 9	\$ -	\$ -	\$ -
Schweitzer Donation		\$ -	\$ 700	\$ -	\$ -	\$ -	\$ 700
Science Dept.		\$ 2,627	\$ 939	\$ -	\$ -	\$ -	\$ 3,566
Seventh Advisory		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Smart Lab		\$ -	\$ 30	\$ -	\$ -	\$ -	\$ 30
Social Studies Dept		\$ -	\$ 200	\$ -	\$ -	\$ -	\$ 200
SODA		\$ -	\$ 62	\$ 846	\$ 1,000	\$ -	\$ 216
Special Fund		\$ -	\$ -	\$ 78	\$ 78	\$ -	\$ -
Sports		\$ -	\$ 1,232	\$ 2,640	\$ 1,408	\$ -	\$ -
Student Council		\$ -	\$ -	\$ 742	\$ 742	\$ -	\$ -
Student Recognition		\$ -	\$ -	\$ 754	\$ 754	\$ -	\$ -
Teacher of the Year-Burr		\$ 31	\$ -	\$ -	\$ -	\$ -	\$ 31

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, ID

JENIFER JUNIOR HIGH SCHOOL
Statement of Receipts, Disbursements, and Transfers
For the Year Ended June 30, 2014

Activity Fund	Balance 7/1/2013	Cash Receipts	Cash Disbursements	Transfers In	Tranfers Out	Balance 6/30/2014
Teacher of the Year-Caldwell	\$ 6	\$ -	\$ -	\$ -	\$ -	\$ 6
Teacher of the Year-Falkenstein	\$ 6	\$ -	\$ -	\$ -	\$ -	\$ 6
Teacher of the Year-Gratz	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Teacher of the Year-Beckman	\$ 2	\$ -	\$ -	\$ -	\$ -	\$ 2
Track	\$ -	\$ 3,509	\$ 5,215	\$ 1,961	\$ -	\$ 255
Vending Machines	\$ 2,833	\$ -	\$ 69	\$ -	\$ -	\$ 2,764
Volleyball	\$ 16,429	\$ 7,186	\$ 4,769	\$ -	\$ 3,123	\$ 15,723
West Team Account	\$ -	\$ -	\$ 229	\$ 229	\$ -	\$ -
West Team Recognition	\$ 321	\$ 1,503	\$ 1,546	\$ -	\$ -	\$ 278
Wrestling	\$ 2,142	\$ 2,682	\$ 2,839	\$ -	\$ -	\$ 1,985
	<u>\$ 161,312</u>	<u>\$ 144,645</u>	<u>\$ 166,357</u>	<u>\$ 39,285</u>	<u>\$ 39,285</u>	<u>\$ 139,600</u>

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

SACAJAWEA JUNIOR HIGH SCHOOL
Statement of Fiduciary Net Position
June 30, 2014

ASSETS	
Cash and cash equivalents	<u>\$ 165,305</u>
Total assets	<u>165,305</u>
DEFERRED OUTFLOW OF RESOURCES	
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u><u>\$ 165,305</u></u>
LIABILITIES	
Due to student groups	<u>\$ 165,305</u>
Total liabilities	<u>165,305</u>
DEFERRED INFLOW OF RESOURCES	
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	<u>165,305</u>
NET POSITION	
TOTAL LIABILITIES AND DEFERRED INFLOWS PLUS NET POSITION	<u><u>\$ 165,305</u></u>

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, ID

SACAJAWEA JUNIOR HIGH SCHOOL
Statement of Receipts, Disbursements, and Transfers
For the Year Ended June 30, 2014

Activity Fund	Balance 7/1/2013	Cash Receipts	Cash Disbursements	Transfers In	Transfers Out	Balance 6/30/2014
Activities	\$ 137,025	\$ 14,898	\$ 12,394	\$ 14,713	\$ 4,335	\$ 149,907
Annual	1,093	9,457	9,421	-	-	1,129
Art	-	-	-	-	-	-
Assignment Book	-	4,504	4,365	-	139	-
Basketball-Boys	-	4,911	1,833	-	3,078	-
Basketball-Girls	-	3,803	1,674	-	2,129	-
Box Tops	1,039	587	382	-	-	1,244
Cheerleading	1,093	12,661	12,172	-	-	1,582
Choir	-	-	-	-	-	-
Class Accounts						
2019	-	385	2	-	-	383
2017	858	418	654	-	622	-
2018	374	390	-	-	-	764
Concessions	-	11,683	6,786	-	4,897	-
Damage Deposits	-	754	754	-	-	-
Dance Team	-	-	-	-	-	-
Drama	1,035	1,079	1,810	-	-	304
Faculty	126 *	1,916	1,513	-	-	529
Football	-	4,410	6,475	2,065	-	-
Interest-CD	-	92	-	-	92	-
Interest	6	75	-	-	75	6
Jazz Band	628	-	-	-	-	628
Library	846	680	480	-	-	1,046
Locks (Sac)	-	-	-	-	-	-
Music	360	4,861	2,520	-	-	2,701
NSF Checks	-	171	268	97	-	-
Other Activity	(175)	66	-	-	-	(109)
Over and Short	-	-	88	88	-	-
Pay to Participate	860	13,610	13,630	-	-	840
Pictures	-	-	-	-	-	-
Principal's Fund	41	-	-	-	-	41
PTSA	-	-	-	-	-	-
Rentals	-	-	-	-	-	-
Sales	-	-	-	-	-	-
School Store	108	-	-	-	-	108
Science-Brandt	1,927	-	-	-	-	1,927
Season Passes	-	1,000	-	-	1,000	-
Student Council	326	623	583	-	-	366
Student Recognition	-	-	-	-	-	-
Tax-Idaho Sales	-	4,568	4,568	-	-	-
Teacher of the Year-Ferr	59	-	-	-	-	59
Teen and Young Living	1,793	349	292	-	-	1,850
Track	-	217	2,301	2,084	-	-
Volleyball	-	3,370	698	-	2,672	-
Wrestling	-	344	336	-	8	-
	<u>\$ 149,422</u>	<u>\$ 101,882</u>	<u>\$ 85,999</u>	<u>\$ 19,047</u>	<u>\$ 19,047</u>	<u>\$ 165,305</u>

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

ELEMENTARY SCHOOLS
Statement of Fiduciary Net Position
June 30, 2014

ASSETS

Cash and cash equivalents	
Camelot Elementary School	\$ 21,708
Centennial Elementary School	38,917
McGhee Elementary School	11,701
McSorley Elementary School	12,768
Orchards Elementary School	6,271
Webster Elementary School	15,911
Whitman Elementary School	4,779
	<hr/>
Total assets	112,055

DEFERRED OUTFLOW OF RESOURCES

**TOTAL ASSETS AND DEFERRED OUTFLOWS
OF RESOURCES**

\$ 112,055

LIABILITIES

Due to student groups	
Camelot Elementary School	\$ 21,708
Centennial Elementary School	38,917
McGhee Elementary School	11,701
McSorley Elementary School	12,768
Orchards Elementary School	6,271
Webster Elementary School	15,911
Whitman Elementary School	4,779
	<hr/>
Total liabilities	112,055

DEFERRED INFLOW OF RESOURCES

**TOTAL LIABILITIES AND DEFERRED
INFLOWS OF RESOURCES**

112,055

NET POSITION

**TOTAL LIABILITIES AND DEFERRED INFLOWS
PLUS NET POSITION**

\$ 112,055

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, ID

ELEMENTARY SCHOOLS
Statement of Receipts, Disbursements, and Transfers
For the Year Ended June 30, 2014

SCHOOL	Balance 07/01/13	Cash Receipts & Transfers In	Cash Disbursements & Transfers Out	Balance 06/30/14
CAMELOT				
Activity Account	\$ 10,778	\$ 4,780	\$ 3,677	\$ 11,881
Library Account	809	6,522	5,695	1,636
Pop Account	1,444	389	221	1,612
Knowledge Bowl	-	-	-	-
Grade 4	2,417	12,480	12,570	2,327
Grade 6	631	-	-	631
Student Council	2,550	2,617	1,546	3,621
TOTAL	\$ 18,629	\$ 26,788	\$ 23,709	\$ 21,708
CENTENNIAL				
Activity Account	\$ 24,982	\$ 5,693	\$ 6,484	\$ 24,191
Library Account	777	181	176	782
Hell's Canyon	4,964	19,247	15,375	8,836
6th Grade	3,980	3,643	4,048	3,575
Camp Whitman	187	-	114	73
Pop Account	34	-	22	12
Yearbook	1,493	2,956	3,001	1,448
TOTAL	\$ 36,417	\$ 31,720	\$ 29,220	\$ 38,917
MCGHEE				
Activity Account	\$ 5,935	\$ 4,345	\$ 3,225	\$ 7,055
Pop Account	764	65	54	775
Library Account	257	568	344	481
4th Grade	2,058	6,017	5,536	2,539
Water Account	-	103	-	103
6th Grade	100	778	607	271
Choir	54	296	224	126
Fong - T-Shirts	341	817	807	351
TOTAL	\$ 9,509	\$ 12,989	\$ 10,797	\$ 11,701
MCSORLEY				
Activity	\$ 330	\$ 8	\$ 186	\$ 152
Classroom	11,791	27,497	26,882	12,406
Pop Account	174	36	-	210
ISD	-	-	-	-
TOTAL	\$ 12,295	\$ 27,541	\$ 27,068	\$ 12,768

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, ID

ELEMENTARY SCHOOLS
Statement of Receipts, Disbursements, and Transfers
For the Year Ended June 30, 2014

SCHOOL	Balance 07/01/13	Cash Receipts & Transfers In	Cash Disbursements & Transfers Out	Balance 06/30/14
ORCHARDS				
Activity Account	\$ 2,045	\$ 3,754	\$ 4,180	\$ 1,619
Pop Account	198	52	120	130
Taxes	473	563	847	189
Library Account	344	79	21	402
Camp Wittman	1,456	1,531	1,301	1,686
Student Council	415	2,025	2,224	216
4th River Trip	903	5,403	4,532	1,774
Curriculum	-	350	95	255
TOTAL	\$ 5,834	\$ 13,757	\$ 13,320	\$ 6,271
WEBSTER				
Activity Account	\$ 6,618	\$ 2,815	\$ 2,576	\$ 6,857
Camp	1,345	590	1,935	-
Computer Account	4,550	1,815	1,130	5,235
Library Account	7	23	-	30
Camp Martin/KR	805	2,832	1,705	1,932
River Trip	1,298	10,768	10,209	1,857
TOTAL	\$ 14,623	\$ 18,843	\$ 17,555	\$ 15,911
WHITMAN				
Activity Account	\$ 7,127	\$ 9,979	\$ 14,930	\$ 2,176
Pop Account	58	233	148	143
Hell's Canyon	1,880	5,430	5,784	1,526
Student Council	726	3,071	2,863	934
TOTAL	\$ 9,791	\$ 18,713	\$ 23,725	\$ 4,779
GRAND TOTAL	\$ 107,098	\$ 150,351	\$ 145,394	\$ 112,055

INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, Idaho

TAMMANY ALTERNATIVE CENTER
Statement of Fiduciary Net Position
June 30, 2014

ASSETS	
Cash and cash equivalents	<u>\$ 5,027</u>
Total assets	<u>5,027</u>
DEFERRED OUTFLOW OF RESOURCES	
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	
	<u><u>\$ 5,027</u></u>
LIABILITIES	
Due to student groups	<u>\$ 5,027</u>
Total liabilities	<u>5,027</u>
DEFERRED INFLOW OF RESOURCES	
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	
	<u>5,027</u>
NET POSITION	
TOTAL LIABILITIES AND DEFERRED INFLOWS PLUS NET POSITION	
	<u><u>\$ 5,027</u></u>

**INDEPENDENT SCHOOL DISTRICT NO. 1
Lewiston, ID**

**ELEMENTARY SCHOOLS
Statement of Receipts, Disbursements, and Transfers
For the Year Ended June 30, 2014**

<u>Activity Fund</u>	<u>Balance 07/01/13</u>	<u>Cash Receipts & Transfers In</u>	<u>Cash Disbursements & Transfers Out</u>	<u>Balance 06/30/14</u>
Activity Account	\$ 3,483	\$ 5,114	\$ 4,653	\$ 3,944
FCCLA	269	643	476	436
Construction	<u>471</u>	<u>288</u>	<u>112</u>	<u>647</u>
	<u>\$ 4,223</u>	<u>\$ 6,045</u>	<u>\$ 5,241</u>	<u>\$ 5,027</u>