

CAMERON INDEPENDENT SCHOOL DISTRICT
ANNUAL FINANCIAL REPORT FOR THE
YEAR ENDED AUGUST 31, 2014

**CAMERON INDEPENDENT SCHOOL DISTRICT
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CERTIFICATE OF BOARD

Cameron Independent School District
Name of School District

Milam
County

166901
Co.-District Number

We, the undersigned, certify that the attached annual financial reports of the above-named school district were reviewed and (check one) _____ approved _____ disapproved for the year ended August 31, 2014 at a meeting of the Board of Trustees of such school district on the 10th day of November, 2014.

Signature of Board Secretary

Signature of Board President

If the Board of Trustees disapproved of the auditors' report, the reason(s) for disapproving it is(are):
(attach list as necessary)

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INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees
Cameron Independent School District
Cameron, TX

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Cameron Independent School District as of and for the year ended August 31, 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the District's activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Cameron Independent School District, as of August 31, 2014, and the respective changes in financial position 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 budgetary comparison information on pages 5-13 and 38 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

The accompanying schedules of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements, and in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The Texas Education Agency requires school districts to include certain information in the annual Financial Report in conformity with laws and regulations of the State of Texas. This information is in Exhibits identified in the Table of Contents as J-1 through J-5. These schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Kimmy Jackson & Associates, LLC

Temple, TX
November 10, 2014

**CAMERON INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
For The Year Ended August 31, 2014**

This discussion and analysis of the Cameron Independent School District's (the "District") financial performance provides an overview of the District's financial activities for the fiscal year ended August 31, 2014. It should be read in conjunction with the District's financial statements, which begin on page 15 of this report.

FINANCIAL HIGHLIGHTS

- The District's total combined net position at August 31, 2014 were \$ 9,323,425.
- For the fiscal year ended August 31, 2014, the District's total expenses were \$ 4,499,507 less than the \$15,952,198 generated from ad valorem tax collections, State foundation program entitlements and other grants and miscellaneous revenues.
- The General Fund reported a fund balance of \$ 4,410,305 at August 31, 2014.
- The Debt Service Fund reported a fund balance of \$ 470,767 at August 31, 2014.
- The District had no current year audit findings.

OVERVIEW OF THE FINANCIAL STATEMENTS

The annual report consists of three parts - *Management's Discussion and Analysis* (this section), the *Basic Financial Statements*, and *Required Supplemental Information*. The basic financial statements include two kinds of statements that present different views of the District.

- The first two statements are *government-wide financial statements* that provide both *long-term* and *short-term* information about the District's overall financial status.
- The remaining statements are *fund financial statements* that focus on *individual parts* of the government, reporting the District's operations in more detail than the government-wide statements.
- The *governmental funds* statements tell how *general government* services were financed in the *short term* as well as what remains for future spending.
- *Fiduciary fund* statements provide information about the financial relationships in which the District acts solely as a trustee or *agent* for the benefit of others, to whom the fiduciary resources belong. This fund includes student activity funds.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The notes to the financial statements are followed by a section entitled *Required Supplementary Information* that further explains and supports the information in the financial statements.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the government's assets and liabilities. All of the current period's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

**CAMERON INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
For the Year Ended August 31, 2014**

The two government-wide statements report the District's net position and how it has changed. Net position is the difference between the District's assets and liabilities and is one way to measure the District's financial health or *position*.

- Over time, increases or decreases in the District's net position are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the District, one needs to consider additional non-financial factors such as changes in the District's tax base, staffing patterns, enrollment and attendance.

The government-wide financial statements of the District include the *Governmental activities*. Most of the District's basic services such as instruction, extracurricular activities, curriculum and staff development, health services, general administration and plant operation and maintenance are included in *Governmental activities*. Locally assessed property taxes, together with State Foundation Program entitlements, which are based upon student enrollment and attendance, finance most of the government activities.

FUND FINANCIAL STATEMENTS

The fund financial statements provide more detailed information about the District's most significant *funds* - not the District as a whole. Funds are simply accounting devices that are used to keep track of specific sources of funding and spending for particular purposes.

- Some funds are required by State law and other funds are mandated by bond agreements or bond covenants.
- The Board of Trustees establishes other funds to control and manage money set aside for particular purposes or to show that the District is properly using certain taxes and grants.
- Other funds are used to account for assets held by the District in a custodial capacity - these assets do not belong to the District but the District is responsible to properly account for them.

The District has the following kinds of funds:

- *Governmental Funds* - Most of the District's basic services are included in governmental funds, which focus on (1) how *cash and other financial assets* that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental fund statements provide a detailed *short-term* view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information at the bottom of the governmental funds statement, or on the subsequent page, that explain the relationship (or differences) between them.
- *Fiduciary funds* - the District serves as the trustee, *or fiduciary*, for certain funds such as student activity funds. The District is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All of the District's fiduciary activities are reported in a separate statement of fiduciary net position and a statement of changes in fiduciary net position. We exclude these activities from the District's government-wide financial statements because the District cannot use these assets to finance its governmental operations.

**CAMERON INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
For the Year Ended August 31, 2014**

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

The District's combined net position was \$ 9,323,425 at August 31, 2014. *Table 1* focuses on the net position while *Table 2* shows the revenues and expenses that changed the net position balance during the fiscal year ended August 31, 2014.

**Table 1
Net Position**

Description	Governmental Activities		Total Percentage Change
	2014	2013	2013-2014
Current Assets	\$ 10,352,486	\$ 5,747,466	80.12%
Capital Assets	22,070,436	21,795,774	1.26%
Total Assets	32,422,922	27,543,240	17.72%
Current Liabilities	463,852	297,716	55.80%
Long-Term Liabilities	22,635,645	17,742,066	27.58%
Total Liabilities	23,099,497	18,039,782	28.05%
Net Position:			
Invested in Capital Assets	(565,209)	4,021,856	-114.05%
Restricted	5,545,408	691,496	701.94%
Unrestricted	4,343,226	4,790,106	-9.33%
Total Net Position	\$ 9,323,425	\$ 9,503,458	-1.89%

**CAMERON INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
For the Year Ended August 31, 2014**

**Table 2
Changes in Net Position**

Description	Governmental Activities		Total Percentage Change
	2014	2013	2013-2012
Program Revenues			
Charges for Service	\$ 267,350	\$ 279,834	-4.46%
Operating Grants and Contributions	2,467,134	2,296,231	7.44%
General Revenues -			
Property taxes	3,851,529	3,654,312	5.40%
State Foundation Program	9,249,724	8,864,268	4.35%
Investment Earnings	72,486	81,948	-11.55%
Other Revenues	6,919	161,480	-95.72%
Total Revenues	15,915,142	15,338,073	3.76%
Program Expenditures			
Instruction	8,484,116	8,089,157	4.88%
Instructional Resources and Media Services	208,532	208,299	0.11%
Curriculum and Staff Development	218,091	177,371	22.96%
School Leadership	853,515	800,444	6.63%
Guidance and Counseling	284,851	291,809	-2.38%
Health Services	128,143	130,760	-2.00%
Student Transportation	307,358	323,285	-4.93%
Food Services	1,014,269	1,055,183	-3.88%
Extracurricular Activities	1,206,811	1,150,570	4.89%
General Administration	664,218	622,746	6.66%
Plant Operating and Maintenance	1,174,984	932,619	25.99%
Security and Monitoring Services	11,933	13,074	-8.73%
Data Processing Services	233,057	242,659	-3.96%
Community Services	37,058	37,239	-0.49%
Interest on Debt	659,213	785,966	-16.13%
Bond Issuance Costs and Fees	140,563	4,800	0.00%
Payments Related to Shared Service Arrangements	468,462	411,067	13.96%
Total Expenses	16,095,175	15,277,048	5.36%
Increase(Decrease) in Net Position	\$ (180,033)	\$ 61,025	-395.02%

**CAMERON INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
For the Year Ended August 31, 2014**

GOVERNMENTAL ACTIVITIES

Revenues for the District increased by approximately \$ 577,071 or 3.67%, while expenses increased by approximately \$ 818,127 or 5.36%.

Significant factors affecting the decrease of \$ 180,033 in net assets included:

- The District's M & O tax rate and I & S tax rate decreased to \$1.04 and \$0.28, respectively per \$100 of assessed valuation for the 2014 fiscal year. The net result of a decrease in total taxes assessed of \$28,143,388 increased collections totaling \$74,322 over the prior year.
- Charges for services earnings decreased \$ 12,484 and state foundation program revenues increased \$385,456 while investments earnings decreased \$ 9,462 and operating grants and contributions increased \$ 170,903 for the fiscal year 2014 when compared to fiscal year 2013.
- For the fiscal year ended August 31, 2014, the District's instruction costs; instructional resources and media services; curriculum and staff development costs; school leadership costs; extracurricular activities costs; general administration costs; and plant operations and maintenance costs increased \$394,959, \$233, \$40,720, \$53,071, \$56,241, \$41,472 and \$ 242,365, respectively. The District also had decreased expenditures of \$6,958 for guidance and counseling costs; \$ 2,617 for health services; \$15,927 for student transportation services; \$40,914 for food services; \$1,141 for security and monitoring services; \$9,602 for data processing services; \$181 for community services; and \$126,753 for interest on debt expense.

COST OF DISTRICT'S FUNCTIONS

The District records its expenses in various cost centers or "functions" in accordance with the requirements of the Texas Education Agency. *Table 3* presents the cost of each of the functions with the largest expense totals with that function's net costs (total cost less fees and grants that are directly attributable to that function). The net cost of each function reflects what was funded primarily from state foundation program and tax revenues.

**CAMERON INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
For the Year Ended August 31, 2014**

**Table 3
Total and Net Cost of Selected District Functions**

Description	Total Cost of Services		Net Cost of Services		
	2014	2013	2014	2013	% Change
Instruction	\$ 8,484,116	\$ 8,089,157	\$ 7,300,495	\$ 7,020,687	3.99%
Food Service	1,014,269	1,055,183	(194,170)	(131,964)	47.14%
Plant Main. And Operations	1,174,984	932,619	1,144,188	909,546	25.80%
Extracurricular Activities	1,206,811	1,150,570	1,075,606	1,026,551	4.78%
Interest on Long-Term Debt	659,213	785,966	659,213	785,966	-16.13%
School Leadership	853,515	800,444	805,378	766,581	5.06%

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

At the close of the fiscal year ending August 31, 2014, the District's combined governmental funds (as presented in the balance sheet, Exhibit C-1 on page 18 of this report) reported a combined fund balance of \$ 9,802,411. This compares to a combined fund balance of \$ 5,306,105 at August 31, 2013.

Budgetary Highlights

In accordance with State law and generally accepted accounting standards, the District prepares an annual budget for the General Fund, the Food Service Special Revenue Fund, and for the Debt Service Fund. Special Revenue Funds have budgets approved by the funding agency and are amended throughout the year as required.

During the period ended August 31, 2014, the District amended its budget as required by State law and to reflect current levels of revenue and anticipated expenses. There were material changes between the original budget and the final amended budget in functions 36 and 51. These changes were the result of the district football team going playing in the state championship and playing 16 games instead of the usual 10 game season and increased operations expenses that occurred during the year because the board approved replacing all the AC untis at the Jr. High and build a new DAEP classroom.

Actual revenues were greater than budgeted revenues by \$ 78,881 and actual expenditures were less than budgeted expenditures by \$ 805,344 for an overall positive budget variance of \$ 884,225.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

Capital assets are generally defined as those items that have useful lives of two years or more and have an initial cost or valued (if donated) of an amount determined by the Board. During the fiscal year ended August 31, 2014

**CAMERON INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
For the Year Ended August 31, 2014**

the District used a capitalization threshold of \$5,000, which means that all capital type assets, including library books, with a cost or initial value of less than \$5,000, were not included in the capital assets inventory.

At August 31, 2014, the District had a total of \$ 40,099,638 invested in capital assets such as land, buildings, vehicles and equipment (*see Table 4*). This total includes \$ 1,684,860 invested during the fiscal year ended August 31, 2014.

Table 4 shows the classifications of capital assets together with the District's accumulated cost and depreciation of those assets. More detailed information regarding the District's capital assets is presented on page 29 of the notes to the financial statements.

**Table 4
Capital Assets and Depreciation**

Asset Description	Governmental Activities		Total Percentage Change
	2014	2013	2014-2013
Land	\$ 734,376	\$ 734,376	0.00%
Buildings and Improvement	35,020,529	33,878,471	3.37%
Vehicles and Equipment	4,344,733	3,801,931	14.28%
 Total Historic Cost	 40,099,638	 38,414,778	 4.39%
 Accumulated Depreciation	 18,029,202	 16,619,004	 8.49%
 Net Capital Assets	 \$ 22,070,436	 \$ 21,795,774	 1.26%

Long-Term Debt

At August 31, 2014, the District had three bond issues outstanding of which the unpaid principal totaled \$16,780,000. The district issued a \$5,335,000 bond in August 2014 bringing the new total unpaid principal to \$22,115,000. In addition, the district's debt includes \$80,003 for the lease of copiers.

Table 5 summarizes the District's outstanding debt at August 31, 2014. More detailed information regarding the District's debt obligations is presented on page 30 of the notes to the financial statements.

**CAMERON INDEPENDENT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
For the Year Ended August 31, 2014**

**Table 5
Analysis of Debt**

Description of Debt Outstanding	Governmental Activities		Total Percentage Change
	2014	2013	2014-2013
Bonds Payable	\$ 22,115,000	\$ 17,570,000	25.87%
Maintenance Tax Note	-	\$ 75,000	-100.00%
Copier Note Payable	80,003	97,066	-
Total Debt Outstanding	<u>\$ 22,195,003</u>	<u>\$ 17,742,066</u>	<u>25.10%</u>

ECONOMIC FACTORS AND THE NEXT YEAR'S BUDGET

Economic Factors

The following factors were considered in establishing the District's budget for 2014-2015:

- Student population is expected to remain constant with a slight increase during 2014-2015 with the population increase being in the elementary grades. The overall population is expected to remain just over 1,660 total students.
- The certified tax appraisal rolls for 2014-2015 had a freeze adjusted taxable value of \$263,013,963, a decrease of \$ 28,143,388 from the appraisal values of the previous year. This represents an decrease of 11% from the previous year.
- The approved tax rates for M&O and I&S during the 2014-2015 tax year will be \$1.04 and \$.35 respectively. This is an increase to the overall tax rate of \$.07 bringing the total to \$ 1.39 for the 2014-2015 school year. The increase is a result of the May 2014 bond passage.
- New construction scheduled for the 2014-2015 school year include track renovation, tennis court construction, additional parking facilities, artificial turf installation, football stadium improvements and construction of a new baseball field.
- Interest earnings remain low causing a continued drop in earnings for local investments.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, students and creditors with a general fund overview of the District's finances and to demonstrate the District's commitment to accountability for the money it receives. If you have questions about this report or need additional information, contact Collin Clark, Superintendent at (254) 697-3512.

BASIC FINANCIAL STATEMENTS

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CAMERON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF NET POSITION
AUGUST 31, 2014

Data Control Codes	Governmental Activities
ASSETS	
1110 Cash and Cash Equivalents	\$ 9,969,775
1220 Property Taxes Receivable (Delinquent)	202,347
1230 Allowance for Uncollectible Taxes	(60,705)
1240 Due from Other Governments	241,069
Capital Assets:	
1510 Land	734,376
1520 Buildings, Net	19,613,662
1530 Furniture and Equipment, Net	1,722,398
1000 Total Assets	<u>32,422,922</u>
LIABILITIES	
2110 Accounts Payable	171,992
2140 Interest Payable	55,420
2150 Payroll Deductions & Withholdings	(1,086)
2160 Accrued Wages Payable	198,373
2190 Due to Student Groups	39,153
Noncurrent Liabilities	
2501 Due Within One Year	798,645
2502 Due in More Than One Year	21,837,000
2000 Total Liabilities	<u>23,099,497</u>
NET POSITION	
3200 Net Investment in Capital Assets	(565,209)
3820 Restricted for Federal and State Programs	238,821
3850 Restricted for Debt Service	798,646
3860 Restricted for Capital Projects	4,507,942
3900 Unrestricted	4,343,226
3000 Total Net Position	<u>\$ 9,323,425</u>

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

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CAMERON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED AUGUST 31, 2014

EXHIBIT B-1

Data Control Codes	Program Revenues			Net (Expense) Revenue and Changes in Net Position
	1	3	4	6
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities
Primary Government:				
GOVERNMENTAL ACTIVITIES:				
11 Instruction	\$ 8,484,116	\$ -	\$ 1,183,621	\$ (7,300,495)
12 Instructional Resources and Media Services	208,532	-	8,874	(199,658)
13 Curriculum and Staff Development	218,091	-	44,146	(173,945)
23 School Leadership	853,515	-	48,137	(805,378)
31 Guidance, Counseling and Evaluation Services	284,851	-	15,718	(269,133)
33 Health Services	128,143	-	8,153	(119,990)
34 Student (Pupil) Transportation	307,358	-	13,063	(294,295)
35 Food Services	1,014,269	155,613	1,052,826	194,170
36 Extracurricular Activities	1,206,811	111,737	19,468	(1,075,606)
41 General Administration	664,218	-	18,983	(645,235)
51 Facilities Maintenance and Operations	1,174,984	-	30,796	(1,144,188)
52 Security and Monitoring Services	11,933	-	-	(11,933)
53 Data Processing Services	233,057	-	7,718	(225,339)
61 Community Services	37,058	-	15,631	(21,427)
72 Debt Service - Interest on Long Term Debt	659,213	-	-	(659,213)
73 Debt Service - Bond Issuance Cost and Fees	140,563	-	-	(140,563)
93 Payments related to Shared Services Arrangements	468,462	-	-	(468,462)
[TP] TOTAL PRIMARY GOVERNMENT:	\$ 16,095,175	\$ 267,350	\$ 2,467,134	(13,360,691)

Data Control Codes	General Revenues:		
	Taxes:		
MT	Property Taxes, Levied for General Purposes		2,576,448
DT	Property Taxes, Levied for Debt Service		1,275,081
GC	Grants and Contributions not Restricted		9,249,724
IE	Investment Earnings		72,486
MI	Miscellaneous Local and Intermediate Revenue		6,919
TR	Total General Revenues		13,180,658
CN	Change in Net Position		(180,033)
NB	Net Position - Beginning		9,503,458
NE	Net Position--Ending		\$ 9,323,425

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

CAMERON INDEPENDENT SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
AUGUST 31, 2014

Data Control Codes	10 General Fund	60 Capital Projects	Other Funds	Total Governmental Funds
ASSETS				
1110 Cash and Cash Equivalents	\$ 4,484,792	\$ 4,507,942	\$ 977,041	\$ 9,969,775
1220 Property Taxes - Delinquent	159,712	-	42,635	202,347
1230 Allowance for Uncollectible Taxes (Credit)	(47,914)	-	(12,791)	(60,705)
1240 Receivables from Other Governments	179,229	-	61,840	241,069
1260 Due from Other Funds	115,563	-	(36)	115,527
1000 Total Assets	<u>\$ 4,891,382</u>	<u>\$ 4,507,942</u>	<u>\$ 1,068,689</u>	<u>\$ 10,468,013</u>
LIABILITIES				
2110 Accounts Payable	\$ 171,992	\$ -	\$ -	\$ 171,992
2150 Payroll Deductions and Withholdings Payable	(1,086)	-	-	(1,086)
2160 Accrued Wages Payable	198,373	-	-	198,373
2170 Due to Other Funds	-	-	115,527	115,527
2190 Due to Student Groups	-	-	39,153	39,153
2300 Unearned Revenues	111,798	-	29,845	141,643
2000 Total Liabilities	<u>481,077</u>	<u>-</u>	<u>184,525</u>	<u>665,602</u>
FUND BALANCES				
Restricted Fund Balance:				
3450 Federal or State Funds Grant Restriction	-	-	176,982	176,982
3480 Retirement of Long-Term Debt	-	-	470,767	470,767
3600 Unassigned Fund Balance	4,410,305	4,507,942	236,415	9,154,662
3000 Total Fund Balances	<u>4,410,305</u>	<u>4,507,942</u>	<u>884,164</u>	<u>9,802,411</u>
4000 Total Liabilities and Fund Balances	<u>\$ 4,891,382</u>	<u>\$ 4,507,942</u>	<u>\$ 1,068,689</u>	<u>\$ 10,468,013</u>

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

CAMERON INDEPENDENT SCHOOL DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE
STATEMENT OF NET POSITION
AUGUST 31, 2014

Total Fund Balances - Governmental Funds	\$	9,802,411
1 Capital assets used in governmental activities are not financial resources and therefore are not reported in governmental funds. At the beginning of the year, the cost of these assets was \$37,883,551 and the accumulated depreciation was \$15,243,779. In addition, long-term liabilities, including bonds payable, are not due and payable in the current period, and, therefore are not reported as liabilities in the funds. The net effect of including the beginning balances for capital assets (net of depreciation) and long-term debt in the governmental activities is to increase (decrease) net position.		4,021,856
2 Current year capital outlays and long-term debt principal payments are expenditures in the fund financial statements, but they should be shown as increases in capital assets and reductions in long-term debt in the government-wide financial statements. The net effect of including the 2014 capital outlays and debt principal payments is to increase (decrease) net position.		(3,232,286)
3 The 2014 depreciation expense increases accumulated depreciation. The net effect of the current year's depreciation is to decrease net position.		(1,410,198)
4 Various other reclassifications and eliminations are necessary to convert from the modified accrual basis of accounting to accrual basis of accounting. These include recognizing unavailable revenue from property taxes as revenue, eliminating interfund transactions, reclassifying the proceeds of bond sales as an increase in bonds payable, and recognizing the liabilities associated with maturing long-term debt and interest. The net effect of these reclassifications and recognitions is to increase (decrease) net position.		141,642
19 Net Position of Governmental Activities	\$	9,323,425

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

CAMERON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED AUGUST 31, 2014

Data Control Codes		10 General Fund	60 Capital Projects	Other Funds	Total Governmental Funds
REVENUES:					
5700	Total Local and Intermediate Sources	\$ 3,380,729	\$ -	\$ 1,030,022	\$ 4,410,751
5800	State Program Revenues	9,097,331	-	963,054	10,060,385
5900	Federal Program Revenues	-	-	1,481,062	1,481,062
5020	Total Revenues	12,478,060	-	3,474,138	15,952,198
EXPENDITURES:					
Current:					
0011	Instruction	6,995,481	-	810,618	7,806,099
0012	Instructional Resources and Media Services	156,698	-	-	156,698
0013	Curriculum and Instructional Staff Development	178,445	-	39,057	217,502
0023	School Leadership	819,326	-	8,000	827,326
0031	Guidance, Counseling and Evaluation Services	279,290	-	-	279,290
0033	Health Services	125,801	-	-	125,801
0034	Student (Pupil) Transportation	393,428	-	-	393,428
0035	Food Services	-	-	943,048	943,048
0036	Extracurricular Activities	912,010	-	-	912,010
0041	General Administration	664,218	-	-	664,218
0051	Facilities Maintenance and Operations	1,383,591	-	-	1,383,591
0052	Security and Monitoring Services	11,933	-	-	11,933
0053	Data Processing Services	201,539	-	-	201,539
0061	Community Services	14,891	-	22,167	37,058
Debt Service:					
0071	Principal on Long Term Debt	75,000	-	731,743	806,743
0072	Interest on Long Term Debt	1,688	-	719,324	721,012
0073	Bond Issuance Cost and Fees	-	140,563	4,875	145,438
Capital Outlay:					
0081	Facilities Acquisition and Construction	-	1,142,058	-	1,142,058
Intergovernmental:					
0093	Payments to Fiscal Agent/Member Districts of SSA	468,462	-	-	468,462
6030	Total Expenditures	12,681,801	1,282,621	3,278,832	17,243,254
1100	Excess (Deficiency) of Revenues Over (Under) Expenditures	(203,741)	(1,282,621)	195,306	(1,291,056)
OTHER FINANCING SOURCES (USES):					
7911	Capital Related Debt Issued (Regular Bonds)	-	5,790,563	-	5,790,563
1200	Net Change in Fund Balances	(203,741)	4,507,942	195,306	4,499,507
0100	Fund Balance - September 1 (Beginning)	4,614,046	-	688,858	5,302,904
3000	Fund Balance - August 31 (Ending)	\$ 4,410,305	\$ 4,507,942	\$ 884,164	\$ 9,802,411

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

CAMERON INDEPENDENT SCHOOL DISTRICT
 RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED AUGUST 31, 2014

Total Net Change in Fund Balances - Governmental Funds	\$	4,499,507
Current year capital outlays and long-term debt principal payments are expenditures in the fund financial statements, but they should be shown as increases in capital assets and reductions in long-term debt in the government-wide financial statements. The net effect of removing the 2014 capital outlays and debt principal payments is to increase (decrease) net position.		(3,232,286)
Depreciation is not recognized as an expense in governmental funds since it does not require the use of current financial resources. The net effect of the current year's depreciation is to decrease net position.		(1,410,198)
Various other reclassifications and eliminations are necessary to convert from the modified accrual basis of accounting to accrual basis of accounting. These include recognizing unavailable revenue from property taxes as revenue, adjusting current year revenue to show the revenue earned from the current year's tax levy, eliminating interfund transactions, reclassifying the proceeds of bond sales, and recognizing the liabilities associated with maturing long-term debt and interest. The net effect of these reclassifications and recognitions is to increase (decrease) net position.		(37,056)
Change in Net Position of Governmental Activities	\$	(180,033)

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

CAMERON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
AUGUST 31, 2014

	Agency Fund
<hr/>	
ASSETS	
Cash and Cash Equivalents	\$ 65,077
Total Assets	<u>\$ 65,077</u>
LIABILITIES	
Due to Student Groups	\$ 65,077
Total Liabilities	<u>\$ 65,077</u>

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

**CAMERON INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended August 31, 2014**

A. Summary of Significant Accounting Policies

The basic financial statements of Cameron Independent School District (the "District") have been prepared in conformity with accounting principles generally accepted in the United States of America ("GAAP") applicable to governmental units in conjunction with the Texas Education Agency's Financial Accountability System Resource Guide ("Resource Guide"). The Governmental Accounting Standards Board ("GASB") is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

1. Reporting Entity

The Board of School Trustees ("Board"), a seven-member group, has governance responsibilities over all activities related to public elementary and secondary education within the jurisdiction of the District. The Board is elected by the public and has the exclusive power and duty to govern and oversee the management of the public schools of the District. All powers and duties not specifically delegated by statute to the Texas Education Agency ("TEA") or to the State Board of Education are reserved for the Board, and the TEA may not substitute its judgment for the lawful exercise of those powers and duties by the Board. The District receives funding from local, state and federal government sources and must comply with the requirements of those funding entities. However, the District is not included in any other governmental "reporting entity" as defined by the GASB in its Statement No. 14, The Financial Reporting Entity, as revised by GASB Statement No. 39, and there are no component units included within the reporting entity.

2. Basis of Presentation, Basis of Accounting

a. Basis of Presentation

Government-wide Financial Statements: The statement of net position and the statement of activities include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions.

The statement of activities presents a comparison between direct expenses and program revenues for each 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. The District does not allocate indirect expenses in the statement of activities. Program revenues include (a) fees, fines, and charges paid by the recipients of 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, are presented as general revenues.

Fund Financial Statements: The fund financial statements provide information about the District's funds, with separate statements presented for each fund category. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental 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 of the District except those required to be accounted for in another fund.

**CAMERON INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended August 31, 2014**

In addition, the District reports the following fund types:

Special Revenue Funds: These funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

Debt Service Fund: This fund is used to account for tax revenues and for the payment of principal, interest and related costs on long-term debt for which a tax has been dedicated. This is budgeted fund and a separate bank account is maintained for this fund. Any unused sinking fund balances are transferred to the General Fund after all of the related debt obligations have been met.

Agency Funds: These funds are used to report student activity funds and other resources held in a purely custodial capacity (assets equal liabilities). Agency funds typically involve only the receipt, temporary investment, and remittance of fiduciary resources to individuals, private organizations, or other governments.

Fiduciary funds are reported in the fiduciary fund financial statements. However, because their assets are held in a trustee or agent capacity and are therefore not available to support District programs, these funds are not included in the government-wide statements.

b. **Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

Government-wide and Fiduciary Fund Financial Statements: These financial statements are reported using the economic resources measurement focus. They are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time 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 does not consider revenues collected after its year-end to be available in the current period. Revenues from local sources consist primarily of property taxes. Property tax revenues and revenues received from the State are recognized under the susceptible-to-accrual concept. Miscellaneous revenues are recorded as revenue when received in cash because they are generally not measurable until actually received. Investment earnings are recorded as earned, since they are both measurable and available. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and 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.

When the District incurs an expenditure or expense for which both restricted and unrestricted resources may be used, it is the District's policy to use restricted resources first, then unrestricted resources.

**CAMERON INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended August 31, 2014**

3. Financial Statement Amounts

a. Property Taxes

Property taxes are levied by October 1 on the assessed value listed as of the prior January 1 for all real and business personal property in conformity with Subtitle E, Texas Property Tax Code. Taxes are due on receipt of the tax bill and are delinquent if not paid before February 1 of the year following the year in which imposed. On January 1 of each year, a tax lien attaches to property to secure the payment of all taxes, penalties, and interest ultimately imposed. Property tax revenues are considered available when they become due or past due and receivable within the current period.

Allowances for uncollectible tax receivables within the General and Debt Service Funds are based upon historical experience in collecting property taxes. Uncollectible personal property taxes are periodically reviewed and written off, but the District is prohibited from writing off real property taxes without specific statutory authority from the Texas Legislature.

b. Inventories and Prepaid Items

The District records purchases of supplies as expenditures, utilizing the purchase method of accounting for inventory in accordance with the Resource Guide.

c. Capital Assets

Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated fixed assets are recorded at their estimated fair value at the date of the donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. A capitalization threshold of \$5,000 is used.

Capital assets are being depreciated using the straight-line method over the following estimated useful lives:

Asset Class	Estimated Useful Lives
Buildings	25
Building Improvements	20
Vehicles	10
Equipment	3-15

d. Receivable and Payable Balances

The District believes that sufficient detail of receivable and payable balances is provided in the financial statements to avoid the obscuring of significant components by aggregation. Therefore, no disclosure is provided which disaggregates those balances.

There are no significant receivables which are not scheduled for collection within one year of year end.

**CAMERON INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended August 31, 2014**

e. Interfund Activity

Interfund activity results from loans, services provided, reimbursements or transfers between funds. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures or expenses. Reimbursements occur when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers In and Transfers Out are netted and presented as a single "Transfers" line on the government-wide statement of activities. Similarly, interfund receivables and payables are netted and presented as a single "Internal Balances" line of the government-wide statement of net assets.

f. Use of Estimates

The preparation of financial statements in conformity with GAAP requires the use of management's estimates.

g. Data Control Codes

Data Control Codes appear in the rows and above the columns of certain financial statements. The TEA requires the display of these codes in the financial statements filed with TEA in order to insure accuracy in building a statewide database for policy development and funding plans.

h. Fund Balance, the difference between assets and liabilities in the governmental fund balance sheet, shall be organized unto the following classifications:

1. Nonspendable – Not in a spendable form, such as inventory, or required to be maintained intact such as the principal of a permanent fund.
2. Restricted – Resources that are subject to constraints that are either imposed by law through constitutional provisions or enabling legislation, or externally imposed by creditors, grantors, contributors, or laws or regulations of other governments.
3. Committed – Amounts that can only be used for specific purposes determined by formal approval of the Board. These amounts shall not be used for any other purpose unless the Board removes or changes the specified use by taking the same type of action it used to commit the amounts.
4. Assigned – Amounts that the District intends to use for a specific purpose and are neither restricted nor committed. The intent to assign amounts for a specific purpose shall be expressed by either the Board or the Superintendent.
5. Unassigned – The residual classification for the general fund balance, including amounts that are not contained in the other classifications. Unassigned amounts are the portion of fund balance that is not obligated or specifically designated and is available for any purpose.

The Board authorizes the Superintendent to assign amounts to appropriate fund balance classifications.

The District's annual target for the general fund shall be an unassigned fund balance of not less than two months projected budgeted expenditures for the current year.

When the District incurs an expense for which it may use restricted, committed, assigned, or unassigned assets, the District shall reduce restricted, committed, and assigned assets first, in that order, unless assets would have to be returned because they were not used.

**CAMERON INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended August 31, 2014**

B. Deposits and Investments

The District's funds are required to be deposited and invested under the terms of a depository contract. The depository bank deposits for safekeeping and trust with the District's agent bank approved pledged securities in an amount sufficient to protect District funds on a day-to-day basis during the period of the contract. The pledge of approved securities is waived only to the extent of the depository bank's dollar amount of Federal Deposit Insurance Corporation ("FDIC") insurance.

1. Cash Deposits:

At August 31, 2014, the carrying amount of the District's deposits (cash, certificates of deposit, and interest-bearing savings accounts included in temporary investments) was \$9,969,776 and the bank balance was \$10,034,849. The District's cash deposits at August 31, 2014 and during the year ended August 31, 2014, were entirely covered by FDIC insurance or by pledged collateral held by the District's agent bank in the District's name.

2. Investments:

The District is required by Government Code Chapter 2256, The Public Funds Investment Act, to adopt, implement, and publicize an investment policy. That policy must address the following areas: (1) safety of principal and liquidity, (2) portfolio diversification, (3) allowable investments, (4) acceptable risk levels, (5) expected rates of return, (6) maximum allowable stated maturity of portfolio investments, (7) maximum average dollar-weighted maturity allowed based on the stated maturity date for the portfolio, (8) investment staff quality and capabilities, and (9) bid solicitation preferences for certificates of deposit.

The Public Funds Investment Act ("Act") requires an annual audit of investment practices. Audit procedures in this area conducted as a part of the audit of the basic financial statements disclosed that in the areas of investment practices, management reports and establishment of appropriate policies, the District adhered to the requirements of the Act. Additionally, investment practices of the District were in accordance with local policies.

The Act determines the types of investments which are allowable for the District. These include, with certain restrictions, 1) obligations of the U.S. Treasury, U.S. agencies, and the State of Texas, 2) certificates of deposit, 3) certain municipal securities, 4) securities lending program, 5) repurchase agreements, 6) bankers acceptances, 7) mutual funds, 8) investment pools, 9) guaranteed investment contracts, and 10) commercial paper.

The District had no investments that met these criteria at August 31, 2014.

3. Analysis of Specific Deposit and Investment Risks

GASB Statement No. 40 requires a determination as to whether the District was exposed to the following specific investment risks at year end and if so, the reporting of certain related disclosures:

a. Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The ratings of securities by nationally recognized rating agencies are designed to give an indication of credit risk. At year end, the District was not significantly exposed to credit risk.

**CAMERON INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended August 31, 2014**

b. Custodial Credit Risk

Deposits are exposed to custodial credit risk if they are not covered by depository insurance and the deposits are uncollateralized, collateralized with securities held by the pledging financial institution, or collateralized with securities held by the pledging financial institution's trust department or agent but not in the District's name.

Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the government, and are held by either the counterparty or the counterparty's trust department or agent but not in the District's name.

At year end, the District was not exposed to custodial credit risk.

c. Concentration of Credit Risk

This risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. At year end, the District was not exposed to concentration of credit risk.

d. Interest Rate Risk

This is the risk that changes in interest rates will adversely affect the fair value of an investment. At year end, the District was not exposed to interest rate risk.

e. Foreign Currency Risk

This is the risk that exchange rates will adversely affect the fair value of an investment. At year end, the District was not exposed to foreign currency risk.

Investment Accounting Policy

The District's general policy is to report money market investments and short-term participating interest-earning investment contracts at amortized cost and to report nonparticipating interest-earning investment contracts using a cost-based measure. However, if the fair value of an investment is significantly affected by the impairment of the credit standing of the issuer or by other factors, it is reported at fair value. All other investments are reported at fair value unless a legal contract exists which guarantees a higher value. The term "short-term" refers to investments which have a remaining term of one year or less at time of purchase. The term "nonparticipating" means that the investment's value does not vary with market interest rate changes. Nonnegotiable certificates of deposit are examples of nonparticipating interest-earning investment contracts.

**CAMERON INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended August 31, 2014**

C. Capital Assets

Capital asset activity for the year ended August 31, 2014, was as follows:

	Beginning Balances	Additions	Disposals	Ending Balances
Governmental activities:				
Land	\$ 734,376			\$ 734,376
Buildings and Improvements	33,878,471	1,142,058	-	35,020,529
Equipment & Vehicles	3,801,931	542,802	-	4,344,733
Totals at Historic Costs	38,414,778	1,684,860	-	40,099,638
Less Accumulated Depreciation for:				
Buildings and Improvements	(14,228,522)	(1,178,345)	-	(15,406,867)
Furniture and Equipment	(2,390,482)	(231,853)	-	(2,622,335)
Total Accumulated Depreciation	(16,619,004)	(1,410,198)	-	(18,029,202)
Governmental Activities Capital Assets, Net	\$ 21,795,774	\$ 274,662	\$ -	\$ 22,070,436

Depreciation expense was charged to governmental functions as follows:

Instruction	\$ 729,209
Instructional Resources and Media Services	51,834
Curriculum Development	589
School Leadership	26,189
Guidance, Counseling & Evaluation Services	5,561
Health Services	2,342
Student (Pupil) Transportation	98,688
Food Services	85,274
Cocurricular/Extracurricular Activities	294,801
General Administration	-
Facilities Maintenance and Operations	84,193
Data Processing Services	31,518
Total Depreciation Expense	\$ 1,410,198

**CAMERON INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended August 31, 2014**

D. Interfund Balances and Activities

1. There were no Interfund balances at August 31, 2014.

The purpose of interfund balances are mainly to account for temporary cash shortages and the amounts are anticipated to be repaid in the next fiscal year.

E. Long-Term Obligations

1. Long-Term Obligation Activity

Long-term obligations include debt and other long-term liabilities. Changes in long-term obligations for the year ended August 31, 2014, are as follows:

	Original Issue	Beginning Balance	Net Changes	Ending Balance	Amounts Due Within One Year
<u>Governmental Activities: Bonds</u>					
Building Bonds, Series 2002	\$ 15,000,000	\$ 320,000	\$ (320,000)	\$ -	\$ -
Refunding Bonds, Series 2006	7,095,000	4,885,000	(405,000)	4,480,000	365,000
Premium Capital Appreciation Bonds	895,000	468,197	(65,000)	411,194	415,000
Current Interest Bonds	12,200,000	11,885,000	-	11,885,000	-
Building Bonds, Series 2014		-	5,335,000	5,335,000	-
Maintenance Note, Series 2004	600,000	75,000	(75,000)	-	-
Copier Non-Capital Lease	-	97,066	(17,063)	80,003	18,645
Total Governmental Activities	<u>\$ 35,790,000</u>	<u>\$ 17,730,263</u>	<u>\$ 4,452,937</u>	<u>\$ 22,191,197</u>	<u>\$ 798,645</u>
Accretion of interest on CABs				3,806	
Totals				<u>22,195,003</u>	

Bonded indebtedness of the District reflected in the general long-term debt and current requirements for principal and interest expenditures are accounted for in the Debt Service Fund. These bonds were issued as school building bonds or refunding bonds and the interest rates on the bonds ranged from 3.50% to 5.00%. Interest expense was \$726,066 for the year ended August 31, 2014.

Maintenance Tax Note of the District reflected in the general long-term debt and current requirements for principal and interest expenditures is accounted for in the General Fund. The District approved the maintenance note at a rate of 4.50% for the repair and renovation of school buildings. Interest expense was \$1,688 for the year ended August 31, 2014.

Also included in the table presented above, the district also has a note payable to Wells Fargo for the lease of the district copying machines original issue amount of \$97,066. This note payable is accounted for in the General Fund. The interest rate for the note is 4.6% which equates to \$4,875 for the year ended August 31, 2014. The principal due within one year on this note will be \$18,645.

**CAMERON INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended August 31, 2014**

2. Debt Service Requirements

Debt service requirements on long-term debt at August 31, 2014, are as follows:

<u>Year Ending August 31,</u>	Governmental Activities		Total
	Principal	Interest	
2015	\$ 780,000	\$ 845,984	\$ 1,625,984
2016	970,000	807,588	\$ 1,777,588
2017	1,000,000	776,150	\$ 1,776,150
2018-2022	5,590,000	3,293,925	\$ 8,883,925
2023-2027	6,350,000	2,121,500	\$ 8,471,500
2028-2032	7,425,000	766,100	\$ 8,191,100
Totals	<u>\$ 22,115,000</u>	<u>\$ 8,611,247</u>	<u>\$ 30,726,247</u>

The above principal amount does not include accrued interest on debt.

3. Advance Refunding of Debt

GASB Statement No. 7, "Advance Refundings Resulting in Defeasance of Debt," provides that refunded debt and assets placed in escrow for the payment of related debt service be excluded from the financial statements. As of August 31, 2014, there are no outstanding balances of bond issues that have been refunded and defeased in-substance.

F. Commitments Under Non-capitalized Leases

The District had no future commitments under operating (noncapitalized) lease agreements for facilities and equipment as of August 31, 2014.

<u>Year Ending August 31,</u>	Notes Payable		Total
	Principal	Interest	
2015	\$ 18,645	\$ 3,290	\$ 21,935
2016	19,521	2,414	21,935
2017	20,438	1,497	21,935
2018	21,398	537	21,935
Totals	<u>\$ 80,003</u>	<u>\$ 7,738</u>	<u>\$ 87,740</u>

**CAMERON INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended August 31, 2014**

G. Risk Management

The District is exposed to various risks of loss related to torts, theft, damage or destruction of assets, errors and omissions, injuries to employees, and natural disasters. During fiscal year 2014, the District purchased commercial insurance to cover general liabilities. There were no significant reductions in coverage in the past fiscal year and there were no settlements exceeding insurance coverage for each of the past three fiscal years.

H. Pension Plan

1. Plan Description

The District contributes to the Teacher Retirement System of Texas (TRS), a cost-sharing multiple employer defined benefit pension plan. TRS administers retirement and disability annuities, and death and survivor benefits to employees and beneficiaries of employees of the public school systems of Texas. It operates primarily under the provisions of the Texas Constitution, Article XVI, Sec. 67, and Texas Government Code, Title 8, Chapters 803 and 805, respectively. The Texas state legislature has the authority to establish and amend benefit provisions of the pension plan and may, under certain circumstances, grant special authority to the TRS Board of Trustees. TRS issues a publicly available financial report that includes financial statements and required supplementary information for the defined benefit pension plan. That report may be obtained by downloading the report from the TRS website, www.trs.state.tx.us, under the TRS Publications heading, by calling the TRS Communications Department at 1-800-223-8778, or by writing the Teacher Communications Department, 1000 Red River Street, Austin, TX 78701.

2. Funding Policy

Contribution requirements are not actuarially determined but are established and amended pursuant to the following state funding policy: (1) The state constitution requires the legislature to establish a member contribution rate of not less than 6.0% of the member's annual compensation and a state contribution rate of not less than 6.0% and not more than 10% of the aggregate annual compensation of all members of the system during the fiscal years. (2) State statute prohibits benefit improvements if, as a result of a particular action, the time required to amortize TRS unfunded actuarial liabilities would be increased to a period that exceeds 31 years, or, if the amortization period already exceeds 31 years, the period would be increased by such action. Contribution rates and contributions for fiscal years 2014-2012 are shown in the table below. These rates are set by the General Appropriations Act. In certain instances, the reporting district is required to make all or a portion of the employees' salaries that exceeded the statutory minimum.

Contribution Rates and Contribution Amounts					
Year	Member		State		Statutory Minimum
	Rate	Amount	Rate	Amount	Amount
2014	6.40%	67,461	6.80%	551,014	89,870
2013	6.40%	74,879	6.40%	553,128	518,558
2012	6.40%	202,174	6.000%	472,385	472,385

**CAMERON INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended August 31, 2014**

I. Retiree Health Care Plan

1. Plan Description

The District contributes to the Texas Public School Retired Employees Group Insurance Program (TRS-Care), a cost-sharing multiple-employer defined benefit postemployment health care plan administered by the Teacher Retirement System of Texas (TRS). TRS-Care Retired Plan provides health care coverage for certain persons (and their dependents) who retired under the Teacher Retirement System of Texas. The statutory authority for the program is Texas Insurance Code, Chapter 1575. Section 1575.052 grants the TRS Board of Trustees the authority to establish and amend basic and optional group insurance coverage for participants. The TRS issues a publicly available financial report that includes financial statements and required supplementary information for TRS-Care. That report may be obtained by visiting the TRS web site at www.trs.state.tx.us under the TRS Publications heading, by calling the TRS Communications Department at 1-800-223-8778, or by writing to the Communications Department of the Teacher Retirement System of Texas at 1000 Red River Street, Austin, Texas 78701.

2. Funding Policy

Contribution requirements are not actuarially determined but are legally established each biennium by the Texas Legislature. Texas Insurance Code, Sections 1575.202, 203, and 204 establish state, active employee, and public school contributions, respectively. Funding for free basic coverage is provided by the program based upon public school district payroll. Per Texas Insurance Code, Chapter 1575, the public school contribution may not be less than 0.25% or greater than 0.75% of the salary of each active employee of the public school. Funding for optional coverage is provided by those participants selecting the optional coverage. Contribution rates and amounts are shown in the table below for fiscal years 2014-2012.

Year	Contribution Rates					
	<u>Member</u>		<u>State</u>		<u>School District</u>	
	Rate	Amount	Rate	Amount	Rate	Amount
2014	0.65%	55,957	1.00%	86,088	0.55%	47,349
2013	0.65%	58,456	1.00%	89,931	0.55%	49,463
2012	0.65%	59,597	1.00%	91,688	0.55%	50,428

The Medicare Prescription Drug, Improvement, and Modernization Act of 2003, which was effective January 1, 2006, established prescription drug coverage for Medicare beneficiaries known as Medicare Part D. One of the provisions of Medicare Part D allows for the Texas Public School Retired Employee Group Insurance Program (TRS-Care) to receive retiree drug subsidy payments from the federal government to offset certain prescription drug expenditures for eligible TRS-Care participants. For the fiscal years ended August 31, 2014, 2013, and 2012, the subsidy payments received by TRS-Care on behalf of the District were \$47,352, \$45,583, and \$47,349, respectively.

J. Employee Health Care Coverage

During the year ended August 31, 2014, employees of the District were covered by a health insurance plan (the Plan). The District paid premiums of \$225 per month per employee to the Plan. Employees, at their option, authorized payroll withholdings to pay premiums for dependents. All premiums were paid to a licensed insurer. The Plan was authorized by Section 21.922, Texas Education Code and was documented by contractual agreement.

The contract between the District and the licensed insurer is renewable September 1, 2014, and terms of coverage and premium costs are included in the contractual provisions.

**CAMERON INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended August 31, 2014**

K. Commitments and Contingencies

1. Contingencies

The District participates in grant programs which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable may be impaired. In the opinion of the District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying basic financial statements for such contingencies.

2. Litigation

No reportable litigation was pending against the District at August 31, 2014.

L. Shared Services Arrangements

Shared Services Arrangement - Fiscal Agent

Cameron ISD is not a fiscal agent for any shared service arrangements.

Shared Services Arrangement - Membership

The District participates in the Burleson-Milam Special Services Cooperative which is a shared services arrangement (SSA) for resource education services. This SSA includes nine participating independent school districts with the Rockdale ISD acting as fiscal agent for the SSA. Financial transactions of the SSA are accounted for in accordance with Model 3 of the SSA section of the Texas Education Agency *Financial Account System Resource Guide*. This SSA is funded partially through State and Local Funds and partially through Federal Programs.

Program	CFDA Number	District Value
Local	---	\$ 117,063
State - SSVI*	---	-
IDEA-B, Formula	84.027A	352,856
IDEA-B, Preschool	84.173A	-
	Total	<u>\$ 469,919</u>

* SSVI- Visually Impaired Funds

The expenditures under the above programs were classified as follows:

Classifications	Amount
6100 - Payroll Costs	\$ 322,051
6200 - Contracted Services	109,220
6300 - Supplies and Materials	24,130
6400 - Other operating Costs	14,518
6500 - Debt Service	-
6600 - Capital Outlay	-
	<u>\$ 469,919</u>

**CAMERON INDEPENDENT SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended August 31, 2014**

The District participates in a shared services arrangement for the improvement of the education of limited English proficient children funded under ESEA, Title III, Part A English Language Acquisition and Language Enhancement. The District neither has a joint ownership interest on fixed assets purchased by the fiscal agent, Education Service Center – Region VI, nor does the District have net equity interest in the fiscal agent. The fiscal agent is neither accumulating significant financial resources nor fiscal exigencies that would give rise to a future additional benefit or burden to the District. The fiscal agent manager is responsible for part of the financial activities of the shared services arrangement.

M. Worker's Compensation

During the year ended August 31, 2014, the Cameron Independent School District participated in a self funded worker compensation program. Contributions were paid to a third party administrator, acting on behalf of the self funded pool. The contract between the Cameron Independent School District and the third party administrator is renewable September 1, 2014, and terms of coverage and contribution costs are included in the contractual provisions.

In accordance with state statutes, the District was protected against unanticipated catastrophic individual or aggregate loss by reinsurance coverage carried through Midwest Employees. Reinsurance coverage was in effect for individual claims exceeding \$500,000 and for aggregate claims with a statutory limit of \$5,000,000. Claims Administrative Services, Inc. reported that the District had no unpaid claims at August 31, 2014.

N. Unemployment Compensation

During the year ended August 31, 2014, Cameron ISD provided unemployment compensation coverage to its employees through participation in the TASB Risk Management Fund (the Fund). The Fund was created under the provisions of the Interlocal Cooperation Act, Chapter 791 of the Texas Governmental Code. The Fund--Unemployment Compensation Program is authorized by Section 22.005 of the Texas Education Code and Chapter 172 of the Texas Local Governmental Code. All members participating in the Fund execute Interlocal Agreements that define the responsibilities of the parties.

The Fund meets its quarterly obligations to the Texas Workforce Commission. Expenses are accrued monthly until the quarterly payment has been made. Expenses can be reasonably estimated; therefore, there is no need for specific or aggregate stop loss coverage for the Unemployment Compensation pool.

The Fund engages the services of an independent auditor to conduct a financial audit after the close of each plan year on August 31. The audit is approved by the Fund's Board of Trustees in February of the following year. The Fund's audited financial statements as of August 31, 2014, are available at the TASB offices and have been filed with the Texas State Board of Insurance in Austin.

O. Evaluation of Subsequent Events

The District has evaluated subsequent events through November 4, 2014, the date which the financial statements were available to be issued.

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CAMERON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED AUGUST 31, 2014

Data Control Codes	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)	
	Original	Final			
REVENUES:					
5700	Total Local and Intermediate Sources	\$ 3,230,920	\$ 3,230,920	\$ 3,380,729	\$ 149,809
5800	State Program Revenues	9,168,259	9,168,259	9,097,331	(70,928)
5020	Total Revenues	12,399,179	12,399,179	12,478,060	78,881
EXPENDITURES:					
Current:					
0011	Instruction	7,129,500	7,238,500	6,995,481	243,019
0012	Instructional Resources and Media Services	167,150	167,150	156,698	10,452
0013	Curriculum and Instructional Staff Development	197,325	197,325	178,445	18,880
0023	School Leadership	831,280	831,280	819,326	11,954
0031	Guidance, Counseling and Evaluation Services	304,750	304,750	279,290	25,460
0033	Health Services	137,000	137,000	125,801	11,199
0034	Student (Pupil) Transportation	405,150	497,150	393,428	103,722
0036	Extracurricular Activities	806,640	916,190	912,010	4,180
0041	General Administration	629,700	689,700	664,218	25,482
0051	Facilities Maintenance and Operations	959,900	1,672,900	1,383,591	289,309
0052	Security and Monitoring Services	14,300	14,300	11,933	2,367
0053	Data Processing Services	198,700	207,700	201,539	6,161
0061	Community Services	16,200	16,200	14,891	1,309
Debt Service:					
0071	Principal on Long Term Debt	79,000	75,000	75,000	-
0072	Interest on Long Term Debt	-	4,000	1,688	2,312
Intergovernmental:					
0093	Payments to Fiscal Agent/Member Districts of	518,000	518,000	468,462	49,538
6030	Total Expenditures	12,394,595	13,487,145	12,681,801	805,344
1200	Net Change in Fund Balances	4,584	(1,087,966)	(203,741)	884,225
0100	Fund Balance - September 1 (Beginning)	4,614,046	4,614,046	4,614,046	-
3000	Fund Balance - August 31 (Ending)	\$ 4,618,630	\$ 3,526,080	\$ 4,410,305	\$ 884,225

CAMERON INDEPENDENT SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

AUGUST 31, 2014

Budgetary Information

The Board of Trustees adopts an “appropriated budget” for the General Fund, Debt Service Fund, and the National School Breakfast and Lunch Fund which is included in the Special Revenue Funds. The District is required to present the adopted and final amended budgeted revenue and expenditures. The District presented the General Fund budgetary comparison schedule as required supplementary information, while the National School Breakfast and Lunch and Debt Service Funds budgetary comparison schedules are presented as required TEA schedules.

The following procedures are followed in establishing the budgetary data reflected in the financial statements:

1. Prior to August 20, the District prepares a budget for the next succeeding fiscal year beginning September 1. The operating budget includes proposed expenditures and the means of financing them.
2. A meeting of the Board is then called for the purpose of adopting the proposed budget. At least 10 days’ public notice of the meeting must be given.
3. Prior to September 1, the budget is legally enacted through passage of a resolution by the Board. Once a budget is approved, it can only be amended at the function and fund level by approval of a majority of the members of the Board. Amendments are presented to the Board at its regular meetings. Each amendment must have Board approval. As required by law, such amendments, made before the fact, are reflected in the official minutes of the Board, and are not made after fiscal year-end. Because the District has a policy of careful budgetary control, amendments were necessary during the year.
4. Each budget is controlled by the budget coordinator at the revenue and expenditure function/object level. Budgeted amounts are as amended by the Board. All budget appropriations lapse at year-end.

COMBINING SCHEDULES

CAMERON INDEPENDENT SCHOOL DISTRICT
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 AUGUST 31, 2014

Data Control Codes	211 ESEA I, A Improving Basic Program	240 National Breakfast and Lunch Program	242 Summer Feeding Program	244 Career and Technical - Basic Grant	
ASSETS					
1110	Cash and Cash Equivalents	\$ 36	\$ 390,271	\$ 15,223	\$ 1,881
1220	Property Taxes - Delinquent	-	-	-	-
1230	Allowance for Uncollectible Taxes (Credit)	-	-	-	-
1240	Receivables from Other Governments	-	-	-	-
1260	Due from Other Funds	(36)	-	-	-
1000	Total Assets	<u>\$ -</u>	<u>\$ 390,271</u>	<u>\$ 15,223</u>	<u>\$ 1,881</u>
LIABILITIES					
2170	Due to Other Funds	-	-	-	\$ 1,881
2190	Due to Student Groups	-	-	-	-
2300	Unearned Revenues	-	-	-	-
2000	Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,881</u>
FUND BALANCES					
Restricted Fund Balance:					
3450	Federal or State Funds Grant Restriction	-	161,284	15,698	-
3480	Retirement of Long-Term Debt	-	-	-	-
3600	Unassigned Fund Balance	-	228,987	(475)	-
3000	Total Fund Balances	<u>-</u>	<u>390,271</u>	<u>15,223</u>	<u>-</u>
4000	Total Liabilities and Fund Balances	<u>\$ -</u>	<u>\$ 390,271</u>	<u>\$ 15,223</u>	<u>\$ 1,881</u>

255 ESEA II,A Training and Recruiting	263 Title III, A English Lang. Acquisition	270 ESEA VI, Pt B Rural & Low Income	409 High School Completion and Success	410 State Textbook Fund	429 Ready to Read Grant	461 Campus Activity Funds	482 PAC Foundation Grant
\$ -	\$ -	\$ -	\$ -	\$ 51,806	\$ -	\$ 39,153	\$ 7,507
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	3,664	-	-	58,176	-	-	-
-	-	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ 3,664</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 109,982</u>	<u>\$ -</u>	<u>\$ 39,153</u>	<u>\$ 7,507</u>
\$ -	\$ 3,664	\$ -	\$ -	\$ 109,982	\$ -	\$ -	\$ -
-	-	-	-	-	-	39,153	-
-	-	-	-	-	-	-	-
-	3,664	-	-	109,982	-	39,153	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	7,507
-	-	-	-	-	-	-	7,507
<u>\$ -</u>	<u>\$ 3,664</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 109,982</u>	<u>\$ -</u>	<u>\$ 39,153</u>	<u>\$ 7,507</u>

CAMERON INDEPENDENT SCHOOL DISTRICT
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 AUGUST 31, 2014

Data Control Codes	483 Cameron Educator Grant	484 Centex Workforce Grant	486 Austin Food Bank Grant	Total Nonmajor Special Revenue Funds	
ASSETS					
1110	Cash and Cash Equivalents	\$ 396	\$ -	\$ -	\$ 506,273
1220	Property Taxes - Delinquent	-	-	-	-
1230	Allowance for Uncollectible Taxes (Credit)	-	-	-	-
1240	Receivables from Other Governments	-	-	-	61,840
1260	Due from Other Funds	-	-	-	(36)
1000	Total Assets	<u>\$ 396</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 568,077</u>
LIABILITIES					
2170	Due to Other Funds	\$ -	\$ -	\$ -	\$ 115,527
2190	Due to Student Groups	-	-	-	39,153
2300	Unearned Revenues	-	-	-	-
2000	Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>154,680</u>
FUND BALANCES					
Restricted Fund Balance:					
3450	Federal or State Funds Grant Restriction	-	-	-	176,982
3480	Retirement of Long-Term Debt	-	-	-	-
3600	Unassigned Fund Balance	396	-	-	236,415
3000	Total Fund Balances	<u>396</u>	<u>-</u>	<u>-</u>	<u>413,397</u>
4000	Total Liabilities and Fund Balances	<u>\$ 396</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 568,077</u>

599 Debt Service	Total Nonmajor Governmental Funds
\$ 470,768	\$ 977,041
42,635	42,635
(12,791)	(12,791)
-	61,840
-	(36)
<u>\$ 500,612</u>	<u>\$ 1,068,689</u>
\$ -	\$ 115,527
-	39,153
29,845	29,845
<u>29,845</u>	<u>184,525</u>
-	176,982
470,767	470,767
-	236,415
<u>470,767</u>	<u>884,164</u>
<u>\$ 500,612</u>	<u>\$ 1,068,689</u>

CAMERON INDEPENDENT SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED AUGUST 31, 2014

Data Control Codes	211 ESEA I, A Improving Basic Program	240 National Breakfast and Lunch Program	242 Summer Feeding Program	244 Career and Technical - Basic Grant
REVENUES:				
5700 Total Local and Intermediate Sources	\$ -	\$ 165,122	\$ 139	\$ -
5800 State Program Revenues	-	5,146	-	-
5900 Federal Program Revenues	427,590	856,781	7,285	21,273
5020 Total Revenues	<u>427,590</u>	<u>1,027,049</u>	<u>7,424</u>	<u>21,273</u>
EXPENDITURES:				
Current:				
0011 Instruction	407,390	-	-	19,325
0013 Curriculum and Instructional Staff Development	7,650	-	-	1,948
0023 School Leadership	8,000	-	-	-
0035 Food Services	-	916,571	8,124	-
0061 Community Services	4,550	-	-	-
Debt Service:				
0071 Principal on Long Term Debt	-	-	-	-
0072 Interest on Long Term Debt	-	-	-	-
0073 Bond Issuance Cost and Fees	-	-	-	-
6030 Total Expenditures	<u>427,590</u>	<u>916,571</u>	<u>8,124</u>	<u>21,273</u>
1200 Net Change in Fund Balance	-	110,478	(700)	-
0100 Fund Balance - September 1 (Beginning)	<u>-</u>	<u>279,793</u>	<u>15,923</u>	<u>-</u>
3000 Fund Balance - August 31 (Ending)	<u>\$ -</u>	<u>\$ 390,271</u>	<u>\$ 15,223</u>	<u>\$ -</u>

255 ESEA II, A Training and Recruiting	263 Title III, A English Lang. Acquisition	270 ESEA VI, Pt B Rural & Low Income	409 High School Completion and Success	410 State Textbook Fund	429 Ready to Read Grant	461 Campus Activity Funds	482 PAC Foundation Grant
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,151
-	-	-	51,429	188,574	226	-	-
129,544	8,961	29,628	-	-	-	-	-
<u>129,544</u>	<u>8,961</u>	<u>29,628</u>	<u>51,429</u>	<u>188,574</u>	<u>226</u>	<u>-</u>	<u>10,151</u>
103,762	5,284	29,628	51,429	188,574	226	-	-
25,782	3,677	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	17,617
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>129,544</u>	<u>8,961</u>	<u>29,628</u>	<u>51,429</u>	<u>188,574</u>	<u>226</u>	<u>-</u>	<u>17,617</u>
-	-	-	-	-	-	-	(7,466)
-	-	-	-	-	-	-	14,973
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,507</u>

CAMERON INDEPENDENT SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED AUGUST 31, 2014

Data Control Codes	483 Cameron Educator Grant	484 Centex Workforce Grant	486 Austin Food Bank Grant	Total Nonmajor Special Revenue Funds
REVENUES:				
5700 Total Local and Intermediate Sources	\$ -	\$ -	\$ -	\$ 175,412
5800 State Program Revenues	-	5,000	18,353	268,728
5900 Federal Program Revenues	-	-	-	1,481,062
5020 Total Revenues	<u>-</u>	<u>5,000</u>	<u>18,353</u>	<u>1,925,202</u>
EXPENDITURES:				
Current:				
0011 Instruction	-	5,000	-	810,618
0013 Curriculum and Instructional Staff Development	-	-	-	39,057
0023 School Leadership	-	-	-	8,000
0035 Food Services	-	-	18,353	943,048
0061 Community Services	-	-	-	22,167
Debt Service:				
0071 Principal on Long Term Debt	-	-	-	-
0072 Interest on Long Term Debt	-	-	-	-
0073 Bond Issuance Cost and Fees	-	-	-	-
6030 Total Expenditures	<u>-</u>	<u>5,000</u>	<u>18,353</u>	<u>1,822,890</u>
1200 Net Change in Fund Balance	-	-	-	102,312
0100 Fund Balance - September 1 (Beginning)	<u>396</u>	<u>-</u>	<u>-</u>	<u>311,085</u>
3000 Fund Balance - August 31 (Ending)	<u>\$ 396</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 413,397</u>

599 Debt Service	Total Nonmajor Governmental Funds
\$ 854,610	\$ 1,030,022
694,326	963,054
-	1,481,062
<u>1,548,936</u>	<u>3,474,138</u>
-	810,618
-	39,057
-	8,000
-	943,048
-	22,167
731,743	731,743
719,324	719,324
4,875	4,875
<u>1,455,942</u>	<u>3,278,832</u>
92,994	195,306
<u>377,773</u>	<u>688,858</u>
<u>\$ 470,767</u>	<u>\$ 884,164</u>

CAMERON INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF DELINQUENT TAXES RECEIVABLE
FISCAL YEAR ENDED AUGUST 31, 2014

Last 10 Years Ended August 31	(1)	(2)	(3)
	Tax Rates		Assessed/Appraised Value for School Tax Purposes
	Maintenance	Debt Service	
2005 and prior years	Various	Various	\$ 436,051,648
2006	1.410000	0.290000	240,742,592
2007	1.290000	0.290000	258,487,658
2008	1.040000	0.300000	257,466,601
2009	1.040000	0.300000	270,473,196
2010	1.040000	0.270000	276,174,127
2011	1.040000	0.300000	249,705,919
2012	1.040000	0.300000	254,853,505
2013	1.040000	0.300000	294,157,324
2014 (School year under audit)	1.040000	0.280000	266,013,936
1000 TOTALS			

(10) Beginning Balance 9/1/2013	(20) Current Year's Total Levy	(31) Maintenance Collections	(32) Debt Service Collections	(40) Entire Year's Adjustments	(50) Ending Balance 8/31/2014
\$ 31,744	\$ -	\$ 8,101	\$ 3,989	\$ 3,399	\$ 23,053
8,413	-	932	459	(356)	6,666
15,298	-	15,576	7,671	15,298	7,349
14,028	-	5,564	2,741	1,401	7,124
15,788	-	15,348	7,560	15,788	8,668
19,782	-	9,905	4,879	5,387	10,385
22,414	-	20,857	10,273	22,414	13,698
34,441	-	3,573	1,760	(9,686)	19,422
88,802	-	27,175	13,385	(20,206)	28,036
-	3,825,862	2,498,320	1,230,516	(19,080)	77,946
<u>\$ 250,710</u>	<u>\$ 3,825,862</u>	<u>\$ 2,605,351</u>	<u>\$ 1,283,233</u>	<u>\$ 14,359</u>	<u>\$ 202,347</u>

CAMERON INDEPENDENT SCHOOL DISTRICT
 SCHEDULE OF EXPENDITURES FOR COMPUTATIONS OF INDIRECT COST FOR 2015-2016
 GENERAL AND SPECIAL REVENUE FUNDS
 AUGUST 31, 2014

FUNCTION 41 AND RELATED FUNCTION 53 - GENERAL ADMINISTRATION, 99 - APPRAISAL DISTRICT COST

Account Number	Account Name	1	2	3	4	5	6	7
		(702) School Board	(703) Tax Collections	(701) Supt's Office	(750) Indirect Cost	(720) Direct Cost	(other) Miscellaneous	Total
611X-6146	PAYROLL COSTS	\$ -	\$ -	\$ 197,619	\$ 209,280	\$ -	\$ -	\$ 406,899
6149	Leave for Separating Employees in Fn 41 & 53	-	-	-	-	-	-	-
6149	Leave - Separating Employees not in 41 & 53	-	-	-	-	-	-	-
6211	Legal Services	-	-	31,310	-	-	-	31,310
6212	Audit Services	-	-	-	19,100	-	-	19,100
6213	Tax Appraisal/Collection - Appraisal in Fn 99	-	105,258	-	-	-	-	105,258
6214	Lobbying	-	-	-	-	-	-	-
621X	Other Professional Services	-	-	-	15,117	-	-	15,117
6220	Tuition and Transfer Payments	-	-	-	-	-	-	-
6230	Education Service Centers	-	-	-	36,941	-	-	36,941
6240	Contr. Maint. and Repair	-	-	-	-	-	-	-
6250	Utilities	-	-	-	-	-	-	-
6260	Rentals	-	-	-	10,091	-	-	10,091
6290	Miscellaneous Contr.	-	-	-	2,966	-	-	2,966
6320	Textbooks and Reading	-	-	35	-	-	-	35
6330	Testing Materials	-	-	-	-	-	-	-
63XX	Other Supplies Materials	4,856	-	3,432	11,238	-	-	19,526
6410	Travel, Subsistence, Stipends	11,665	-	6,442	2,049	-	-	20,156
6420	Ins. and Bonding Costs	-	-	-	5,097	-	-	5,097
6430	Election Costs	4,364	-	-	-	-	-	4,364
6490	Miscellaneous Operating	3,766	-	8,518	11,447	-	-	23,731
6500	Debt Service	-	-	-	-	-	-	-
6600	Capital Outlay	-	-	-	-	-	-	-
6000	TOTAL	\$ 24,651	\$ 105,258	\$ 247,356	\$ 323,326	\$ -	\$ -	\$ 700,591

Total expenditures/expenses for General and Special Revenue Funds: (9) \$ 14,504,691

LESS: Deductions of Unallowable Costs
 FISCAL YEAR

Total Capital Outlay (6600)	(10)	\$ 568,962
Total Debt & Lease(6500)	(11)	76,688
Plant Maintenance (Function 51, 6100-6400)	(12)	1,064,631
Food (Function 35, 6341 and 6499)	(13)	400,431
Stipends (6413)	(14)	-
Column 4 (above) - Total Indirect Cost		323,326

SubTotal:

2,434,039

Net Allowed Direct Cost

\$ 12,070,652

CUMULATIVE

Total Cost of Buildings before Depreciation (1520)	(15)	\$ 35,020,529
Historical Cost of Building over 50 years old	(16)	\$ 525,501
Amount of Federal Money in Building Cost (Net of #16)	(17)	\$ 137,297
Total Cost of Furniture & Equipment before Depreciation (1530 & 1540)	(18)	\$ 4,334,733
Historical Cost of Furniture & Equipment over 16 years old	(19)	\$ 591,660
Amount of Federal Money in Furniture & Equipment (Net of #19)	(20)	\$ 126,644

(8) NOTE A: \$36,373 in Function 53 expenditures are included in this report on administrative costs.
 No Function 99 expenditures for appraisal district costs are included in this report on administrative costs.

CAMERON INDEPENDENT SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL - CHILD NUTRITION PROGRAM
 FOR THE YEAR ENDED AUGUST 31, 2014

Data Control Codes	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
	Original	Final		
REVENUES:				
5700 Total Local and Intermediate Sources	\$ 189,000	\$ 189,000	\$ 165,122	\$ (23,878)
5800 State Program Revenues	5,000	5,000	5,146	146
5900 Federal Program Revenues	820,000	808,905	856,781	47,876
5020 Total Revenues	1,014,000	1,002,905	1,027,049	24,144
EXPENDITURES:				
0035 Food Services	1,011,605	978,805	916,571	62,234
6030 Total Expenditures	1,011,605	978,805	916,571	62,234
1200 Net Change in Fund Balances	2,395	24,100	110,478	86,378
0100 Fund Balance - September 1 (Beginning)	279,793	279,793	279,793	-
3000 Fund Balance - August 31 (Ending)	\$ 282,188	\$ 303,893	\$ 390,271	\$ 86,378

CAMERON INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - DEBT SERVICE FUND
FOR THE YEAR ENDED AUGUST 31, 2014

Data Control Codes	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)	
	Original	Final			
REVENUES:					
5700	Total Local and Intermediate Sources	\$ 809,751	\$ 809,751	\$ 854,610	\$ 44,859
5800	State Program Revenues	672,000	672,000	694,326	22,326
5020	Total Revenues	1,481,751	1,481,751	1,548,936	67,185
EXPENDITURES:					
Debt Service:					
0071	Principal on Long Term Debt	1,457,000	732,000	731,743	257
0072	Interest on Long Term Debt	-	720,000	719,324	676
0073	Bond Issuance Cost and Fees	-	5,000	4,875	125
6030	Total Expenditures	1,457,000	1,457,000	1,455,942	1,058
1200	Net Change in Fund Balances	24,751	24,751	92,994	68,243
0100	Fund Balance - September 1 (Beginning)	3,773,773	377,773	377,773	-
3000	Fund Balance - August 31 (Ending)	\$ 3,798,524	\$ 402,524	\$ 470,767	\$ 68,243



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
Cameron Independent School District
Cameron, Texas

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 Standard* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Cameron Independent School District as of and for the year ended August 31, 2014, and the related notes to the financial statements, which collectively comprise Cameron Independent School District's basic financial statements, and have issued our report thereon dated November 10, 2014.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District'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 Cameron Independent School District's internal control. Accordingly, we do not express an opinion on the effectiveness of Cameron Independent School District's internal control.

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Cameron Independent School District'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 entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Kimmy Jackson & Associates, LLC

Temple, TX
November 10, 2014



**KIMMY JACKSON
& ASSOCIATES, L.L.C.**
CERTIFIED PUBLIC ACCOUNTANTS

**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
Cameron Independent School District
Cameron, Texas

Report on Compliance for Each Major Federal Program

We have audited Cameron Independent School District'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 Cameron ISD's major federal programs for the year ended August 31, 2014. Cameron ISD'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 Cameron ISD's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and 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 Cameron ISD's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

In our opinion, Cameron Independent School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended August 31, 2014.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as items. Our opinion on each major federal program is not modified with respect to these matters.

Cameron ISD's response to the noncompliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs, if applicable. Cameron ISD's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

Management of Cameron Independent School District, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Cameron ISD'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 Cameron ISD'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.

Kimmy Jackson & Associates, LLC

Temple, TX
November 10, 2014

**CAMERON INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED AUGUST 31, 2014**

I. Summary of Auditors' Results

A. Financial Statements

Type of auditor's report issued: Unqualified

Internal Control over financial reporting:

- Material weakness(es) identified? Yes No
- Significant deficiency(ies) identified that are
Not considered to be material weaknesses? Yes No None reported
- Noncompliance material to financial statements
noted? Yes No

B. Federal Awards

Internal control over major programs:

- Material weakness(es) identified? Yes No
- Significant deficiency(ies) that are not
Considered to be material weakness(es)? Yes No None reported

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

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

Identification of Major Programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
84.010A	Title I, Part A Improving Basic Programs
84.048A	Carl D. Perkins Basic Formula Grant
84.358B	TTL VI, B, SP 2, Rural & Low-income School
84.367A	Title II, Part A Teacher & Principal Training and Rec

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

Auditee qualified as low risk auditee? Yes No

II. Financial Statement Findings

NONE

**CAMERON INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF PRIOR AUDIT FINDINGS
AND CORRECTIVE ACTION PLAN
FOR THE YEAR ENDED AUGUST 31, 2013**

III. Federal Award Findings and Questioned Costs

<u>Program</u>	<u>Finding/ Noncompliance</u>	<u>Questioned Costs</u>
	NONE	

Prior Year Findings:

There were no prior year findings.

Corrective Action Taken:

No corrective action plan was required for the current year.

CAMERON INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED AUGUST 31, 2014

(1)	(2)	(3)	(4)
FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM or CLUSTER TITLE	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. DEPARTMENT OF EDUCATION			
<u>Passed Through State Department of Education</u>			
*ESEA, Title I, Part A - Improving Basic Programs Career and Technical - Basic Grant	84.010A 84.048	S010A130043 V048A130043	\$ 427,590 21,273
ESEA, Title VI, Part B - Rural & Low Income Prog. Title III, Part A - English Language Acquisition	84.358B 84.365A	S358B130043 14671001236950	29,628 8,961
ESEA, Title II, Part A, Teacher/Principal Training	84.367A	S367A130041	129,544
Total Passed Through State Department of Education			\$ 616,996
TOTAL DEPARTMENT OF EDUCATION			\$ 616,996
U.S. DEPARTMENT OF AGRICULTURE			
<u>Passed Through the State Department of Agriculture</u>			
*School Breakfast Program	10.553		\$ 282,610
*National School Lunch Program - Cash Assistance	10.555		522,056
*National School Lunch Prog. - Non-Cash Assistance	10.555		52,116
Total CPDA Number 10.555			574,172
Total Child Nutrition Cluster			856,782
Total Passed Through the State Department of Agriculture			\$ 856,782
TOTAL DEPARTMENT OF AGRICULTURE			\$ 856,782
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ 1,473,778

*Clustered Programs

**CAMERON INDEPENDENT SCHOOL DISTRICT
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED AUGUST 31, 2014**

1. For all Federal programs, the District uses the fund types specified in Texas Education Agency's *Financial Accountability System Resource Guide*. Special Revenue Funds are used to account for resources restricted to, or designated for, specific purposes by a grantor. Federal and state financial assistance generally is accounted for in a Special Revenue Fund.
2. The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The Governmental Fund types are accounted for using a current financial resources measurement focus. All Federal grant funds were accounted for in a Special Revenue Fund which is a Governmental Fund type. With this measurement focus, only current assets and current liabilities and the fund balance are included on the balance sheet. Operating statements of these funds present increases and decreases in net current assets.

The modified accrual basis of accounting is used for the Governmental Fund types and Agency Funds. This basis of accounting recognizes revenues in the accounting period in which they become susceptible to accrual, i.e. both measurable and available, and expenditures in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on General Long-Term Debt, which is recognized when due, and certain compensated absences and claims and judgments, which are recognized when the obligations are expected to be liquidated with expendable available financial resources. Federal grant funds are considered to be earned to the extent of expenditures made under the provisions of the grant, and, accordingly, when such funds are received, they are recorded as deferred revenues until earned.

3. The period of availability for federal grant funds for the purpose of liquidation of outstanding obligations made on or before the ending date of the federal project period extended 30 days beyond the federal project period ending date, in accordance with provisions in Section H, Period of Availability of Federal Funds, Part 3, OMB Circular A-133 Compliance Supplement.
4. CFDA number 10.550 pertained to food commodities distributed by USDA under the following categorical programs (as applicable): the National School Lunch Program (CFDA 10.555), the Child and Adult Care Food Program (CFDA 10.558), the Summer Food Service Program (CFDA 10.559), the Commodity Supplemental Food Program (CFDA 10.565). USDA deleted this number (10.550) from the CFDA on May 6, 2008. The audit covering Cameron ISD will therefore identify commodity assistance by the CFDA numbers of the programs under which the USDA donated the commodities.

SCHOOLS FIRST QUESTIONNAIRE

Cameron Independent School District

Fiscal Year 2014

SF2	Were there any disclosures in the Annual Financial Report and/or other sources of information concerning default on bonded indebtedness obligations?	No
SF4	Did the district receive a clean audit? - Was there an unqualified opinion in the Annual Financial Report?	Yes
SF5	Did the Annual Financial Report disclose any instances of material weaknesses in internal controls?	No
SF9	Was there any disclosure in the Annual Financial Report of material noncompliance?	No
SF10	Total accumulated accretion on capital appreciation bonds included in government-wide financial statements at fiscal year end.	36689