

DISCRETELY PRESENTED COMPONENT UNIT – SCHOOL BOARD

Special Revenue Funds:

School – Accounts for the activities of primary and secondary education.

Textbook – Accounts for the distribution of textbooks to students.

Cafeteria – Accounts for the operations of school food services.

COUNTY OF HANOVER, VIRGINIA
Discretely Presented Component Unit School Board
Combining Balance Sheet
June 30, 2005

<u>Governmental and Special Revenue Funds</u>				
	<u>School</u>	<u>Textbook</u>	<u>Cafeteria</u>	<u>Totals</u>
ASSETS				
Cash, cash equivalents and investments	\$ 9,978,642	560,697	643,495	11,182,834
Accounts receivable	132,815	6,452	63	139,330
Due from other governmental units	3,846,928	-	55,783	3,902,711
Inventory	-	-	75,587	75,587
Total assets	<u>\$ 13,958,385</u>	<u>567,149</u>	<u>774,928</u>	<u>15,300,462</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 867,296	244,774	28,393	1,140,463
Accrued liabilities	11,526,977	3,681	371,955	11,902,613
Deferred revenue	83,463	-	-	83,463
Total liabilities	<u>12,477,736</u>	<u>248,455</u>	<u>400,348</u>	<u>13,126,539</u>
Fund balances:				
Reserved for:				
Encumbrances	1,075,917	163,298	-	1,239,215
Inventory	-	-	75,587	75,587
Unreserved:				
Undesignated	-	-	298,993	298,993
Designated for specific purposes	404,732	155,396	-	560,128
Total fund balances	<u>1,480,649</u>	<u>318,694</u>	<u>374,580</u>	<u>2,173,923</u>
Total liabilities and fund balances	<u>\$ 13,958,385</u>	<u>567,149</u>	<u>774,928</u>	
Amounts reported for governmental activities in the statement of net assets are different because:				
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds				\$ 85,019,214
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds				(7,652,479)
Net assets of School Component Unit activities				<u>\$ 79,540,658</u>

COUNTY OF HANOVER, VIRGINIA

Discretely Presented Component Unit - School Board

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

For the Year Ended June 30, 2005

	<u>Governmental and Special Revenue Funds</u>			
	<u>School</u>	<u>Textbook</u>	<u>Cafeteria</u>	<u>Totals</u>
REVENUES				
Revenue from use of money and property	\$ -	31,425	10,937	42,362
Charges for services - operating	489,934	-	5,195,555	5,685,489
Miscellaneous	722,721	-	24,423	747,144
Recovered costs	519,925	-	-	519,925
Transfers from primary government	73,267,356	656,479	-	73,923,835
Intergovernmental - operating	69,602,670	627,618	1,145,465	71,375,753
Total revenues	<u>\$ 144,602,606</u>	<u>1,315,522</u>	<u>6,376,380</u>	<u>152,294,508</u>
EXPENDITURES				
Education	\$ 130,100,237	1,436,629	6,540,446	138,077,312
Debt service:				
Principal retirement	8,873,194	-	-	8,873,194
Interest and fiscal charges	5,268,461	-	-	5,268,461
Total expenditures	<u>\$ 144,241,892</u>	<u>1,436,629</u>	<u>6,540,446</u>	<u>152,218,967</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 360,714</u>	<u>(121,107)</u>	<u>(164,066)</u>	<u>75,541</u>
Net change in fund balance	\$ 360,714	(121,107)	(164,066)	75,541
Fund balances beginning	1,119,935	439,801	534,750	2,094,486
Increase in reserve for inventory	-	-	3,896	3,896
Fund balances ending	<u>\$ 1,480,649</u>	<u>318,694</u>	<u>374,580</u>	<u>2,173,923</u>

COUNTY OF HANOVER, VIRGINIA

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances
of Discretely Presented School Component Unit to the Statement of Activities
For the Year Ended June 30, 2005

Net change in fund balances - total governmental funds	\$ 75,541
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.	3,933,510
School Component Unit General obligation debt guaranteed by County is reported in governmental activities in statement of net assets. Fund statements include \$8,873,194 transfer to School Component Unit for debt payments net of \$296,261 asset equity allocated to Schools. County has a tenancy-in-common for school assets with outstanding debt.	(8,576,933)
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. This amount is the net effect of these differences in the treatment of long-term debt and related items.	8,873,194
Some expenses reported in this statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	(107,438)
Changes in net assets of School Component Unit activities	<u>\$ 4,197,874</u>

COUNTY OF HANOVER, VIRGINIA

School Fund - School Board

Schedule of Revenues, Expenditures and Changes in Fund Balance- Budget and Actual
For the Year Ended June 30, 2005

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES				
Charges for services:				
Tuition and other charges for services	\$ 617,529	481,681	489,934	8,253
Total charges for services	617,529	481,681	489,934	8,253
Miscellaneous:				
Sale of assets	5,000	5,000	11,308	6,308
Miscellaneous	306,593	709,227	711,413	2,186
Total miscellaneous revenue	311,593	714,227	722,721	8,494
Recovered costs:				
Recovered costs	398,600	481,933	519,925	37,992
Total recovered costs	398,600	481,933	519,925	37,992
Transfers from primary government:				
General Fund	76,607,619	75,069,675	73,267,356	(1,802,319)
Total transfers from primary government	76,607,619	75,069,675	73,267,356	(1,802,319)
Total revenue from local sources	77,935,341	76,747,516	74,999,936	(1,747,580)
Revenue from the Commonwealth:				
Non-categorical aid:				
Lottery proceeds and basic school aid	48,872,747	50,813,145	50,200,608	(612,537)
Total non-categorical aid	48,872,747	50,813,145	50,200,608	(612,537)
Categorical aid:				
Categorical aid programs	12,421,769	13,973,389	14,289,039	315,650
Total categorical aid	12,421,769	13,973,389	14,289,039	315,650
Total revenue from the Commonwealth	61,294,516	64,786,534	64,489,647	(296,887)
Revenue from the Federal government:				
Categorical aid:				
Department of Education	5,078,925	5,791,636	5,113,023	(678,613)
Total revenue from the Federal government	5,078,925	5,791,636	5,113,023	(678,613)
Total intergovernmental revenue	66,373,441	70,578,170	69,602,670	(975,500)
Total revenues	144,308,782	147,325,686	144,602,606	(2,723,080)
EXPENDITURES				
Education:				
General support	\$ 7,397,012	7,469,169	7,280,597	188,572
Pupil transportation	6,267,266	6,294,420	6,099,929	194,491
Operations and maintenance	9,864,438	9,929,320	9,604,490	324,830
Instruction	104,993,233	108,670,555	105,463,610	3,206,945
Facilities	1,645,078	1,940,127	1,651,611	288,516
Total education	130,167,027	134,303,591	130,100,237	4,203,354
Debt service:				
Principal retirement	8,873,294	8,873,294	8,873,194	100
Interest and fiscal charges	5,268,461	5,268,461	5,268,461	-
Total debt service	14,141,755	14,141,755	14,141,655	100
Total expenditures	144,308,782	148,445,346	144,241,892	4,203,454
Excess (deficiency) of revenues over (under) expenditures:	-	(1,119,660)	360,714	1,480,374
Net change in fund balance	-	(1,119,660)	360,714	1,480,374
Fund balance beginning	-	1,119,660	1,119,935	(275)
Fund balance ending	\$ -	-	1,480,649	1,480,649

COUNTY OF HANOVER, VIRGINIA

Textbook Fund - School Board

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Year Ended June 30, 2005

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES				
Revenue from local sources:				
Revenue from use of property	\$ -	-	31,425	31,425
Total revenue from use of property	-	-	31,425	31,425
Operating transfers from primary government:				
General Fund	656,479	656,479	656,479	-
Total transfers from primary government	656,479	656,479	656,479	-
Total revenue from local sources	656,479	656,479	687,904	31,425
Intergovernmental revenue:				
Revenue from the Commonwealth:				
Categorical aid:				
Textbook	641,139	641,139	627,618	(13,521)
Total intergovernmental revenue	641,139	641,139	627,618	(13,521)
Total revenues	1,297,618	1,297,618	1,315,522	17,904
EXPENDITURES				
Education:				
Textbook	1,297,618	1,601,446	1,436,629	164,817
Total education	1,297,618	1,601,446	1,436,629	164,817
Total expenditures	1,297,618	1,601,446	1,436,629	164,817
Excess (deficiency) of revenue over (under) expenditures	-	(303,828)	(121,107)	182,721
Net change in fund balance	-	(303,828)	(121,107)	182,721
Fund balance beginning	-	439,801	439,801	-
Fund balance ending	\$ -	135,973	318,694	182,721

COUNTY OF HANOVER, VIRGINIA

Cafeteria Fund - School Board

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

For the Year Ended June 30, 2005

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES				
Revenue from local sources:				
Revenue from use of money and property	\$ 8,000	8,000	10,937	2,937
Charges for services	5,235,332	5,235,332	5,195,555	(39,777)
Miscellaneous Revenue	17,000	17,000	24,423	7,423
Total revenue from local sources	<u>5,260,332</u>	<u>5,260,332</u>	<u>5,230,915</u>	<u>(29,417)</u>
Intergovernmental revenue:				
Revenue from the Commonwealth:				
Categorical aid:				
School food programs	64,000	64,000	63,870	(130)
Total revenue from the Commonwealth	<u>64,000</u>	<u>64,000</u>	<u>63,870</u>	<u>(130)</u>
Revenue from the Federal government:				
Categorical aid:				
USDA donated commodities	195,000	195,000	228,054	33,054
School food programs	636,077	636,077	718,894	82,817
Breakfast reimbursement	111,700	111,700	134,647	22,947
Total revenue from the Federal government	<u>942,777</u>	<u>942,777</u>	<u>1,081,595</u>	<u>138,818</u>
Total intergovernmental revenue	<u>1,006,777</u>	<u>1,006,777</u>	<u>1,145,465</u>	<u>138,688</u>
Total revenues	<u>6,267,109</u>	<u>6,267,109</u>	<u>6,376,380</u>	<u>109,271</u>
EXPENDITURES				
Education:				
Cafeteria	6,553,388	6,553,388	6,540,446	12,942
Total education	<u>6,553,388</u>	<u>6,553,388</u>	<u>6,540,446</u>	<u>12,942</u>
Total expenditures	<u>6,553,388</u>	<u>6,553,388</u>	<u>6,540,446</u>	<u>12,942</u>
Net change in fund balance	(286,279)	(286,279)	(164,066)	122,213
Fund balance beginning	286,279	534,750	534,750	-
Increase in reserve for inventory	-	-	3,896	3,896
Fund balance ending	<u>\$ -</u>	<u>248,471</u>	<u>374,580</u>	<u>126,109</u>