

WILTON-LYNDEBOROUGH COOP SCHOOL DISTRICT

ANNUAL FINANCIAL REPORT

**AS OF AND FOR THE FISCAL YEAR ENDED
JUNE 30, 2015**

WILTON-LYNDEBOROUGH COOPERATIVE SCHOOL DISTRICT
ANNUAL FINANCIAL REPORT
AS OF AND FOR THE FISCAL YEAR ENDED
JUNE 30, 2015

	<u>PAGES</u>
INDEPENDENT AUDITOR'S REPORT	1 - 2

BASIC FINANCIAL STATEMENTS

Government-wide Financial Statements	
A Statement of Net Position	3
B Statement of Activities	4
Fund Financial Statements	
<i>Governmental Funds</i>	
C-1 Balance Sheet	5
C-2 Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position.....	6
C-3 Statement of Revenues, Expenditures, and Changes in Fund Balances.....	7
C-4 Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	8
<i>Budgetary Comparison Information</i>	
D-1 Statement of Revenues, Expenditures, and Change in Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis) – General Fund	9
D-2 Statement of Revenues, Expenditures, and Change in Fund Balance – Budget and Actual (GAAP Basis) – Food Service Fund	10
D-3 Statement of Revenues, Expenditures, and Change in Fund Balance – Budget and Actual (GAAP Basis) – Grants Fund	11
<i>Fiduciary Funds</i>	
E Statement of Net Position	12
NOTES TO THE BASIC FINANCIAL STATEMENTS	13 - 27

REQUIRED SUPPLEMENTARY INFORMATION

F Schedule of Funding Progress for Other Postemployment Benefit Plan	28
G Schedule of the School District's Proportionate Share of Net Pension Liability.....	29
H Schedule of School District Contributions	30
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION	31

COMBINING AND INDIVIDUAL FUND SCHEDULES

Governmental Funds	
<i>Major General Fund</i>	
1 Schedule of Estimated and Actual Revenues (Non-GAAP Budgetary Basis).....	32
2 Schedule of Appropriations, Expenditures, and Encumbrances (Non-GAAP Budgetary Basis).....	33
3 Schedule of Changes in Unassigned Fund Balance (Non-GAAP Budgetary Basis).....	34
Fiduciary Funds	
<i>Agency Funds</i>	
4 Student Activities Funds – Combining Schedule of Changes in Student Activities Funds.....	35



PLODZIK & SANDERSON

Professional Association/Accountants & Auditors

193 North Main Street • Concord • New Hampshire • 03301-5063 • 603-225-6996 • FAX- 603-224-1380

INDEPENDENT AUDITOR'S REPORT

To the Members of the School Board
Wilton-Lyndeborough Cooperative School District
Wilton, New Hampshire

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and aggregate remaining fund information of the Wilton-Lyndeborough Cooperative School District as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the School 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 of material misstatement.

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

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

Unmodified Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and aggregate remaining fund information of the Wilton-Lyndeborough Cooperative School District as of June 30, 2015, and the respective changes in financial position and the respective budgetary comparisons for the general, grants, and food service funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1-N to the financial statements, in 2015, the School District changed its method of accounting for pension reporting with the adoption of Governmental Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions* and as amended by GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*. Our opinions are not modified with respect to this matter.

*Wilton-Lyndeborough Cooperative School District
Independent Auditor's Report*

Other Matters

Management's Discussion and Analysis - Management has omitted a Management's Discussion and Analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing 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. Our opinion on the basic financial statements is not affected by the missing information.

Required Supplementary Information - Accounting principles generally accepted in the United States of America require that the Schedule of Funding Progress for Other Postemployment Benefit Plan (page 28), the Schedule of the School District's Proportionate Share of Net Pension Liability (page 29) and the Schedule of School District Contributions (page 30) 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 them 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 Wilton-Lyndeborough Cooperative School District's basic financial statements. The combining and individual fund schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund schedules 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 fund schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

February 5, 2016

*Plodzik & Sanderson
Professional Association*

BASIC FINANCIAL STATEMENTS

EXHIBIT A
WILTON-LYNDEBOROUGH COOPERATIVE SCHOOL DISTRICT
Statement of Net Position
June 30, 2015

	Governmental Activities
ASSETS	
Cash and cash equivalents	\$ 4,670,202
Accounts receivable	7,669
Intergovernmental receivable	536,351
Inventory	5,482
Prepaid items	2,728
Capital assets, not being depreciated	5,911,630
Capital assets, net of accumulated depreciation	4,676,604
Total assets	<u>15,810,666</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred amounts related to pensions	<u>1,077,930</u>
LIABILITIES	
Accounts payable	6,501
Accrued salaries and benefits	17,543
Intergovernmental payable	1,669
Contracts payable	660,200
Retainage payable	59,643
Accrued interest payable	155,120
Noncurrent obligations:	
Due within one year	355,032
Due in more than one year	9,729,258
Net pension liability	6,588,859
Total liabilities	<u>17,573,825</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred amounts related to pensions	<u>843,050</u>
NET POSITION	
Net investment in capital assets	742,600
Restricted for capital project	3,434,937
Unrestricted	<u>(5,705,816)</u>
Total net position	<u><u>\$ (1,528,279)</u></u>

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

EXHIBIT B
WILTON-LYNDEBOROUGH COOPERATIVE SCHOOL DISTRICT
Statement of Activities
For the Fiscal Year Ended June 30, 2015

		Program Revenues			Net (Expense)
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Change In Net Position
Instruction	\$ 6,421,525	\$ 6,675	\$ 228,030	\$ -	\$ (6,186,820)
Support services:					
Student	1,135,829	-	108,159	-	(1,027,670)
Instructional staff	333,279	-	81,808	-	(251,471)
General administration	21,250	-	-	-	(21,250)
Executive administration	408,341	-	-	-	(408,341)
School administration	677,460	-	-	-	(677,460)
Business	279,071	-	-	-	(279,071)
Operation and maintenance of plant	865,702	200	5,613	-	(859,889)
Student transportation	372,195	-	3,501	-	(368,694)
Other	251,854	-	9,332	-	(242,522)
Noninstructional services	233,136	100,212	90,987	-	(41,937)
Interest on long-term debt	371,738	-	9,151	130,000	(232,587)
Total governmental activities	<u>\$ 11,371,380</u>	<u>\$ 107,087</u>	<u>\$ 536,581</u>	<u>\$ 130,000</u>	<u>(10,597,712)</u>
General revenues:					
School district assessment					8,013,354
Grants and contributions not restricted to specific programs					2,743,273
Unrestricted investment income					7,010
Miscellaneous					32,960
Total general revenues					<u>10,796,597</u>
Change in net position					198,885
Net position, beginning, as restated (see Note 11)					(1,727,164)
Net position, ending					<u>\$ (1,528,279)</u>

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

EXHIBIT C-1
WILTON-LYNDEBOROUGH COOPERATIVE SCHOOL DISTRICT
Governmental Funds
Balance Sheet
June 30, 2015

	General	Food Service	Grants	Capital Project	Total Governmental Funds
ASSETS					
Cash and cash equivalents	\$ 460,542	\$ 19,613	\$ -	\$ 4,190,047	\$ 4,670,202
Receivables:					
Accounts	7,669	-	-	-	7,669
Intergovernmental	506,109	2,899	27,343	-	536,351
Interfund receivable	120,750	-	-	-	120,750
Inventory	-	5,482	-	-	5,482
Prepaid items	2,728	-	-	-	2,728
Total assets	<u>\$ 1,097,798</u>	<u>\$ 27,994</u>	<u>\$ 27,343</u>	<u>\$ 4,190,047</u>	<u>\$ 5,343,182</u>
LIABILITIES					
Accounts payable	\$ -	\$ 3,568	\$ 2,933	\$ -	\$ 6,501
Accrued salaries and benefits	17,543	-	-	-	17,543
Intergovernmental payable	1,669	-	-	-	1,669
Interfund payable	-	61,073	24,410	35,267	120,750
Contracts payable	-	-	-	660,200	660,200
Retainage payable	-	-	-	59,643	59,643
Total liabilities	<u>19,212</u>	<u>64,641</u>	<u>27,343</u>	<u>755,110</u>	<u>866,306</u>
FUND BALANCES (DEFICIT)					
Nonspendable	2,728	5,482	-	-	8,210
Restricted	-	-	-	3,434,937	3,434,937
Committed	472,823	-	-	-	472,823
Assigned	80,670	-	-	-	80,670
Unassigned (deficit)	522,365	(42,129)	-	-	480,236
Total fund balances (deficit)	<u>1,078,586</u>	<u>(36,647)</u>	<u>-</u>	<u>3,434,937</u>	<u>4,476,876</u>
Total liabilities and fund balances	<u>\$ 1,097,798</u>	<u>\$ 27,994</u>	<u>\$ 27,343</u>	<u>\$ 4,190,047</u>	<u>\$ 5,343,182</u>

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

EXHIBIT C-2
WILTON-LYNDEBOROUGH COOPERATIVE SCHOOL DISTRICT
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position
June 30, 2015

Total fund balances of governmental funds (Exhibit C-1)		\$ 4,476,876
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not financial resources, therefore, are not reported in the funds.		
Cost	\$ 12,639,513	
Less accumulated depreciation	<u>(2,051,279)</u>	
		10,588,234
Certain assets are not current financial resources in the governmental funds, but instead are reported in the Statement of Net Position.		
Deferred outflows of resources related to pensions		1,077,930
Interfund receivables and payables between governmental funds are eliminated on the Statement of Net Position.		
Receivables	\$ 120,750	
Payables	<u>(120,750)</u>	
		-
Interest on long-term debt is not accrued in governmental funds.		
Accrued interest payable		(155,120)
Long-term liabilities are not due and payable in the current period, therefore, are not reported in the funds.		
Bonds	\$ 9,245,000	
Premium on bonds	600,634	
Compensated absences	102,213	
Other postemployment benefits	136,443	
Deferred inflows of resources related to pensions	843,050	
Net pension liability	<u>6,588,859</u>	
		<u>(17,516,199)</u>
Net position of governmental activities (Exhibit A)		<u><u>\$ (1,528,279)</u></u>

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

EXHIBIT C-3
WILTON-LYNDEBOROUGH COOPERATIVE SCHOOL DISTRICT
Governmental Funds
Statement of Revenues, Expenditures, and Changes in Fund Balances
For the Fiscal Year Ended June 30, 2015

	General	Food Service	Grants	Capital Project	Total Governmental Funds
REVENUES					
School district assessment	\$ 8,013,354	\$ -	\$ -	\$ -	\$ 8,013,354
Other local	46,846	100,212	1,518	9,151	157,727
State	2,876,774	2,802	2,700	-	2,882,276
Federal	96,752	88,184	331,972	-	516,908
Total revenues	<u>11,033,726</u>	<u>191,198</u>	<u>336,190</u>	<u>9,151</u>	<u>11,570,265</u>
EXPENDITURES					
Current:					
Instruction	6,259,534	-	131,278	-	6,390,812
Support services:					
Student	1,023,374	-	108,159	-	1,131,533
Instructional staff	251,905	-	81,808	-	333,713
General administration	22,013	-	-	-	22,013
Executive administration	413,160	-	-	-	413,160
School administration	682,062	-	-	-	682,062
Business	284,364	-	-	-	284,364
Operation and maintenance of plant	867,664	-	5,613	-	873,277
Student transportation	372,195	-	-	-	372,195
Other	242,755	-	9,332	-	252,087
Noninstructional services	-	233,136	-	-	233,136
Debt service:					
Principal	325,000	-	-	-	325,000
Interest	284,437	-	-	-	284,437
Facilities acquisition and construction	-	-	-	4,741,228	4,741,228
Total expenditures	<u>11,028,463</u>	<u>233,136</u>	<u>336,190</u>	<u>4,741,228</u>	<u>16,339,017</u>
Excess (deficiency) of revenues over (under) expenditures	<u>5,263</u>	<u>(41,938)</u>	<u>-</u>	<u>(4,732,077)</u>	<u>(4,768,752)</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	39,802	-	-	39,802
Transfers out	(39,802)	-	-	-	(39,802)
Bonds and notes issued	-	-	-	7,640,000	7,640,000
Premiums on issuance	-	-	-	630,666	630,666
Total other financing sources (uses)	<u>(39,802)</u>	<u>39,802</u>	<u>-</u>	<u>8,270,666</u>	<u>8,270,666</u>
Net change in fund balances	(34,539)	(2,136)	-	3,538,589	3,501,914
Fund balances (deficit), beginning	1,113,125	(34,511)	-	(103,652)	974,962
Fund balances (deficit), ending	<u>\$ 1,078,586</u>	<u>\$ (36,647)</u>	<u>\$ -</u>	<u>\$ 3,434,937</u>	<u>\$ 4,476,876</u>

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

EXHIBIT C-4
WILTON-LYNDEBOROUGH COOPERATIVE SCHOOL DISTRICT
Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the Statement of Activities
For the Fiscal Year Ended June 30, 2015

Net change in fund balances of total governmental funds (Exhibit C-3)		\$ 3,501,914
Amounts reported for governmental activities in the Statement of Activities are different because:		
Governmental funds report capital outlays as expenditures. In the Statement of Activities the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capitalized capital outlay exceeded depreciation expense in the current period.		
Capitalized capital outlay	\$ 4,803,078	
Depreciation expense	<u>(66,821)</u>	
		4,736,257
Transfers in and out between governmental funds are eliminated on the Statement of Activities.		
Transfers in	\$ (39,802)	
Transfers out	<u>39,802</u>	
		-
Governmental funds report pension contributions as expenditures. However, in the Statement of Activities, the cost of pension benefits earned net of employee contributions are reported as pension expenses.		
Contributions subsequent to measurement date	\$ 573,488	
Net pension expense	<u>(556,216)</u>	
		17,272
The issuance of long-term debt 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 position.		
Issuance of bonds	\$ 7,640,000	
Inception of bond premium	630,666	
Amortization of bond premium	(30,032)	
Principal repayment of bond	<u>(325,000)</u>	
		(7,915,634)
Some expenses reported in the Statement of Activities do not require the use of current financial resources, therefore, are not reported as expenditures in governmental funds.		
Increase in accrued interest expense	\$ (117,333)	
Increase in compensated absences payable	(6,156)	
Increase in other postemployment benefits	<u>(17,435)</u>	
		(140,924)
Change in net position of governmental activities (Exhibit B)		<u><u>\$ 198,885</u></u>

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

EXHIBIT D-1
WILTON-LYNDEBOROUGH COOPERATIVE SCHOOL DISTRICT
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
General Fund
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance
	Original	Final		Positive (Negative)
REVENUES				
School district assessment	\$ 8,013,354	\$ 8,013,354	\$ 8,013,354	\$ -
Other local	7,000	7,000	45,528	38,528
State	2,863,504	2,863,504	2,876,774	13,270
Federal	30,000	30,000	96,752	66,752
Total revenues	<u>10,913,858</u>	<u>10,913,858</u>	<u>11,032,408</u>	<u>118,550</u>
EXPENDITURES				
Current:				
Instruction	6,347,787	6,347,787	6,269,983	77,804
Support services:				
Student	1,072,339	1,072,339	1,019,888	52,451
Instructional staff	274,023	274,023	250,831	23,192
General administration	48,994	48,994	21,173	27,821
Executive administration	417,280	417,280	413,028	4,252
School administration	676,670	676,670	682,831	(6,161)
Business	298,081	298,081	284,272	13,809
Operation and maintenance of plant	920,427	920,427	884,451	35,976
Student transportation	396,188	396,188	374,730	21,458
Other	245,545	267,045	242,790	24,255
Debt service:				
Principal	325,000	325,000	325,000	-
Interest	284,438	284,438	284,437	1
Total expenditures	<u>11,306,772</u>	<u>11,328,272</u>	<u>11,053,414</u>	<u>274,858</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(392,914)</u>	<u>(414,414)</u>	<u>(21,006)</u>	<u>393,408</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	21,500	21,500	-
Transfers out	(40,000)	(40,000)	(39,802)	198
Total other financing sources (uses)	<u>(40,000)</u>	<u>(18,500)</u>	<u>(18,302)</u>	<u>198</u>
Net change in fund balance	<u>\$ (432,914)</u>	<u>\$ (432,914)</u>	<u>(39,308)</u>	<u>\$ 393,606</u>
Increase in nonspendable fund balance			(2,728)	
Unassigned fund balance, beginning			571,901	
Unassigned fund balance, ending			<u>\$ 522,365</u>	

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

EXHIBIT D-2
WILTON-LYNDEBOROUGH COOPERATIVE SCHOOL DISTRICT
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual (GAAP Basis)
Food Service Fund
For the Fiscal Year Ended June 30, 2015

	Original and Final Budget	Actual	Variance Positive (Negative)
REVENUES			
Local:			
Sales	\$ 136,639	\$ 100,212	\$ (36,427)
State:			
Lunch reimbursement	10,000	2,802	(7,198)
Federal:			
Lunch reimbursement	52,997	77,222	77,222
USDA commodities	-	10,962	10,962
Total revenues	<u>199,636</u>	<u>191,198</u>	<u>44,559</u>
EXPENDITURES			
Current:			
Noninstructional services	<u>239,636</u>	<u>233,136</u>	<u>(6,500)</u>
Deficiency of revenues under expenditures	<u>(40,000)</u>	<u>(41,938)</u>	<u>(1,938)</u>
OTHER FINANCING SOURCES			
Transfers in	<u>40,000</u>	<u>39,802</u>	<u>(198)</u>
Net change in fund balance	<u>\$ -</u>	<u>(2,136)</u>	<u>\$ (2,136)</u>
Fund balance (deficit), beginning		<u>(34,511)</u>	
Fund balance (deficit), ending		<u><u>\$ (36,647)</u></u>	

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

EXHIBIT D-3
WILTON-LYNDEBOROUGH COOPERATIVE SCHOOL DISTRICT
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual (GAAP Basis)
Grants Fund
For the Fiscal Year Ended June 30, 2015

	Original and Final Budget	Actual	Variance Positive (Negative)
REVENUES			
Local	\$ -	\$ 1,518	\$ 1,518
State	-	2,700	2,700
Federal	300,501	331,972	31,471
Total revenues	300,501	336,190	35,689
EXPENDITURES			
Current:			
Instruction	108,143	131,278	(23,135)
Support services:			
Student	96,536	108,159	(11,623)
Instructional staff	81,314	81,808	(494)
Operation and maintenance of plant	2,700	5,613	(2,913)
Other	11,808	9,332	2,476
Total expenditures	300,501	336,190	(35,689)
Net change in fund balance	\$ -	-	\$ -
Fund balance, beginning		-	
Fund balance, ending		\$ -	

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

EXHIBIT E
WILTON-LYNDEBOROUGH COOPERATIVE SCHOOL DISTRICT
Fiduciary Funds
Statement of Net Position
June 30, 2015

	<u>Agency</u>
ASSETS	
Cash and cash equivalents	\$ 70,197
LIABILITIES	
Due to student groups	<u>70,197</u>
NET POSITION	<u><u>\$ -</u></u>

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

WILTON-LYNDEBOROUGH COOPERATIVE SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

AS OF AND FOR THE FISCAL YEAR ENDED

JUNE 30, 2015

	<u>NOTE</u>
Summary of Significant Accounting Policies	1
Reporting Entity	1-A
Basis of Accounting, Measurement Focus, and Financial Statement Presentation.....	1-B
Cash and Cash Equivalents	1-C
Receivables	1-D
Interfund Balances	1-E
Inventory	1-F
Capital Assets	1-G
Deferred Outflows/Inflows of Resources.....	1-H
Compensated Absences	1-I
Long-term Obligations.....	1-J
Claims and Judgments	1-K
Net Position/Fund Balances.....	1-L
Interfund Activities	1-M
Defined Benefit Pension Plan	1-N
 Stewardship, Compliance, and Accountability.....	 2
Budgetary Information.....	2-A
Budgetary Reconciliation to GAAP Basis	2-B
Deficit Fund Balance	2-C
Excess of Expenditures Over Appropriations	2-D
Change in Accounting Principle	2-E

DETAILED NOTES ON ALL FUNDS

Cash and Cash Equivalents	3
Receivables.....	4
Capital Assets.....	5
Interfund Balances and Transfers	6
Long-term Liabilities	7
Encumbrances	8
Governmental Activities Net Position.....	9
Governmental Fund Balances	10
Prior Period Adjustments.....	11
Defined Benefit Pension Plan	12
Other Postemployment Benefits (OPEB)	13
Risk Management.....	14
Contingent Liabilities.....	15
USDA Food Commodities.....	16
Subsequent Events.....	17

WILTON-LYNDEBOROUGH COOPERATIVE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE FISCAL YEAR ENDED
JUNE 30, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1-A Reporting Entity

In New Hampshire, each town constitutes a school district except school districts organized under special acts of the State legislature. Wilton-Lyndeborough Coop School District serves the communities of Lyndeborough and Wilton, New Hampshire and provides public as well as vocational education services for students in kindergarten through grade twelve.

The Wilton-Lyndeborough Coop School District, in Wilton, New Hampshire (the School District) is a municipal corporation governed by an elected 9-member School Board. The accounting policies of the School District conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principals in the United States.

The following is a summary of the more significant accounting policies:

1-B Basis of Accounting, Measurement Focus, and Financial Statement Presentation

The accounts of the School District are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues, and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

Government-wide Financial Statements – The School District’s government-wide financial statements include a Statement of Net Position and a Statement of Activities. These statements present summaries of governmental activities for the School District. Fiduciary activities of the School District are not included in these statements.

These statements are presented on an “economic resources” measurement focus and the accrual basis of accounting. Accordingly, all of the School District’s assets, deferred outflows of resources, liabilities, and deferred inflows of resources, including capital assets and long-term liabilities, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred, regardless of the timing of related cash flows. The types of transactions reported as program revenues for the School District are reported in three categories: 1) charges for services, 2) operating grants and contributions, and 3) capital grants and contributions.

Certain eliminations have been made to interfund activities, payables, and receivables. All internal balances in the Statement of Net Position have been eliminated.

Governmental Fund Financial Statements – Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds, and nonmajor funds aggregated. An accompanying schedule is presented to reconcile and explain the differences in fund balances and changes in fund balances as presented in these statements to the net position and changes in net position presented in the government-wide financial statements. The School District has presented all major funds that met those qualifications.

All governmental funds are accounted for on a spending or “current financial resources” measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the balance sheets. The Statement of Revenues, Expenditures, and Changes in Fund Balances present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measureable and available to finance expenditures of the current period. Accordingly, revenues are recorded when received in cash, except that revenues subject to accrual (generally 60 days after year-end) are recognized when due. The primary revenue sources, which have been treated as susceptible to accrual by the School District, are district assessments, intergovernmental revenues, and other local sources. Expenditures are recorded in the accounting period in which the related fund liability is incurred.

WILTON-LYNDEBOROUGH COOPERATIVE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE FISCAL YEAR ENDED
JUNE 30, 2015

Fiduciary Fund Financial Statements – Fiduciary fund financial statements include a Statement of Net Position. The School District's fiduciary funds are agency funds, which are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The agency funds are accounted for on a spending or "economic resources" measurement focus and the accrual basis of accounting.

Major Funds – The School District reports the following major governmental funds:

General Fund – all general revenues and other receipts that are not allocated by law or contracted agreement to another fund are accounted for in this fund. This fund accounts for general operating expenditures, fixed charges, and the capital improvement costs that are not reported in other funds.

Food Service Fund – accounts for the operation of the School District's food service program.

Grants Fund – accounts for the resources received from various federal, state, and local agencies. The resources are restricted to accomplishing the various objectives of the grantor agencies.

Capital Project Fund – the capital project fund accounts for the activity pertaining to the renovation of the Florence Rideout Elementary School.

The School District recognizes assets of nonexchange transactions in the period when the underlying transaction occurs, when an enforceable legal claim has arisen, or when all eligibility requirements are met. Revenues are recognized, on the modified accrual basis, when they are measurable and available. Nonexchange transactions occur when one government provides (or receives) value to (from) another party without receiving (or giving) equal or nearly equal value in return. Various intergovernmental revenues, the district assessment, and most donations are examples of nonexchange transactions.

Under the terms of grant agreements, the School District funds certain programs by specific grants, resources, and/or general revenues. Thus when program expenses are incurred, there are both restricted and unrestricted net assets available to finance the program. It is the School District's policy to first apply grant resources to such programs and then general revenues.

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect reported amounts of assets, deferred inflows/outflows, and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Prioritization and Use of Available Resources – When both restricted and unrestricted resources are available for use, it is the School District's policy to use restricted resources first, then unrestricted resources (committed, assigned, and unassigned) as they are needed. When unrestricted resources are available for use in the general fund, it is the School District's policy to use unassigned resources first, then assigned, and then committed as needed. When unrestricted resources are available for use in any other governmental fund, it is the School District's policy to use committed resources first, then assigned, and then unassigned as needed.

1-C Cash and Cash Equivalents

The School District considers all highly liquid investments with an original maturity of three months or less to be cash equivalents. Deposits with financial institutions consist primarily of demand deposits. A cash pool is maintained that is available for use by all funds. Each fund's portion of this pool is reflected on the combined financial statements under the caption "cash and cash equivalents."

New Hampshire statutes require that the School District treasurer have custody of all money belonging to the School District and pay out the same only upon orders of the School Board. The treasurer shall deposit all such monies in participation units in the public deposit investment pool established pursuant to NH RSA 383:22 or in solvent banks in the state. Funds may be deposited in banks outside the state if such banks pledge and deliver to a third party custodial bank or the Federal Reserve Bank, collateral security for such deposits, United States government or government agency obligations or obligations of the State of New Hampshire in value at least equal to the amount of the deposit in each case.

WILTON-LYNDEBOROUGH COOPERATIVE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE FISCAL YEAR ENDED
JUNE 30, 2015

1-D Receivables

Receivables in the government-wide and governmental fund financial statements represent amounts due to the School District at June 30, recorded as revenue, which will be collected in the future and consist primarily of accounts and intergovernmental receivables.

1-E Interfund Balances

During the course of operations, numerous transactions occur between individual funds that may result in amounts owed between funds. Short-term interfund loans are reported as "interfund receivables and payables." Interfund receivables and payables between funds are eliminated in the Statement of Net Position.

1-F Inventory

The inventories of the School District are valued at cost (first-in, first-out), which approximates market. The inventories of the School District's food service fund consist of food items held for subsequent use. The cost of these inventories is expended when consumed rather than when purchased.

1-G Capital Assets

General capital assets are those assets of a capital nature which the School District owns. All capital assets are capitalized at cost (or estimated at historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The School District maintains a capitalization threshold of \$10,000 and more than 5 years of estimated useful life. Improvements to capital assets are capitalized; the costs of normal maintenance and repairs that do not add to the value of an asset or materially extend the asset's life are expensed.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. All reported capital assets are depreciated over their estimated useful lives. Depreciation is computed using the straight-line method over the following useful lives:

	<u>Years</u>
Buildings and building improvements	50 - 100
Vehicles	7

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets are not capitalized and related depreciation is not reported in the fund financial statements.

1-H Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expenses) until then.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

1-I Compensated Absences

The School District's policy allows certain employees to earn varying amounts of sick pay based on the employee's length of employment. Upon retirement or termination of employment, employees are paid in full for any accrued leave earned as set forth by personnel policy.

An expense and a liability for sick pay and salary-related payments are accrued as the leave is earned in the government-wide financial statements. The compensated absences liability is liquidated using funds to which the liability accrued as the accumulated leave is used.

WILTON-LYNDEBOROUGH COOPERATIVE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE FISCAL YEAR ENDED
JUNE 30, 2015

1-J Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities Statement of Net Position. Bond premiums are deferred and amortized over the life of the bond using the straight line method. Bonds payable are reported net of the applicable bond premium.

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

1-K Claims and Judgments

Claims and judgments are recorded as liabilities if all the conditions of Governmental Accounting Standards Board pronouncements are met. Claims and judgments that would normally be liquidated with expendable available financial resources are recorded during the year as expenditures in the governmental funds. Claims and judgments are recorded in the government-wide financial statements as expense when the related liabilities are incurred. There were no significant claims or judgements at year-end.

1-L Net Position/Fund Balances

Net position in government-wide financial statements is classified as follows:

Net Investment in Capital Assets – This classification includes the School District’s capital assets, net of accumulated depreciation, reduced by the outstanding balances of bonds, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted Net Position – This classification includes assets that have third-party (statutory, bond covenant, or granting agency) limitation on their use. The School District typically uses restricted assets first, as appropriate opportunities arise, but reserves the right to selectively defer the use until a future project.

Unrestricted Net Position – This classification typically includes unrestricted liquid assets.

In the governmental fund financial statements, fund balance is composed of five classifications designed to disclose the hierarchy of constraint placed on how fund balance can be spent.

The governmental fund types classify fund balances as follows:

Nonspendable – This classification includes amounts that cannot be spent because they are either (a) not in spendable form; or (b) are legally or contractually required to be maintained intact.

Restricted – This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the legislative body (School District Meeting). These amounts cannot be used for any other purpose unless the legislative body removes or changes the specified use by taking the same type of action that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements.

Assigned – This classification includes amounts that are constrained by the School District’s intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the School Board or through the Board delegating this responsibility to the Superintendent or Business Administrator through the budgetary process.

Unassigned – This classification is the portion of fund balance that has not been restricted, committed, or assigned for a specific purpose. The unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of assigned fund balance amounts.

WILTON-LYNDEBOROUGH COOPERATIVE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE FISCAL YEAR ENDED
JUNE 30, 2015

1-M Interfund Activities

Interfund activities are reported as follows:

Interfund Receivables and Payables – Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as “due to/from other funds” (i.e. the current portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds.” Interfund receivables and payables between funds are eliminated in the Statement of Net Position.

Interfund Transfers – Interfund transfers represent flows of assets without equivalent flows of assets in return and without a requirement for repayment. In governmental funds, transfers are reported as other financing uses in the funds making the transfers and other financing sources in the funds receiving the transfers. In the government-wide financial statements, all interfund transfers between individual governmental funds have been eliminated.

1-N Defined Benefit Pension Plan

GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, and as amended by GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date* requires participating employers to recognize their proportionate share of collective net pension liability, deferred outflows of resources, deferred inflows of resources, and pension expense, and schedules have been prepared to provide employers with their calculated proportionate share of these amounts. The collective amounts have been allocated based on employer contributions during the respective fiscal years. Contributions from employers are recognized when legally due, based on statutory requirements.

The schedules prepared by New Hampshire Retirement System, and audited by the plan’s independent auditors, require management to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature and uncertainty of these estimates, actual results could differ, and the differences may be material.

NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

2-A Budgetary Information

General governmental revenues and expenditures accounted for in budgetary funds are controlled by a formal integrated budgetary accounting system in accordance with various legal requirements which govern the School District’s operations. At its annual meeting, the School District adopts a budget for the current year for the general, food service, and grants funds. Except as reconciled below, the budget was adopted on a basis consistent with United States generally accepted accounting principles.

Management may transfer appropriations between operating categories as deemed necessary, but expenditures may not legally exceed budgeted appropriations in total. All annual appropriations lapse at year-end unless encumbered.

Encumbrance accounting, under which purchase orders, contracts, and continuing appropriations (certain projects and specific items not fully expended at year-end) are recognized, is employed in the governmental funds. Encumbrances are not the equivalent of expenditures, and are therefore, reported as part of the assigned fund balance at year-end, and are carried forward to supplement appropriations of the subsequent year.

State statutes require balanced budgets, but provide for the use of beginning unassigned fund balance to achieve that end. In the fiscal year 2015, \$432,914 of the beginning general fund unassigned fund balance was applied for this purpose.

2-B Budgetary Reconciliation to GAAP Basis

The School District employs certain accounting principles for budgetary reporting purposes that differ from a GAAP basis. The Statement of Revenues, Expenditures, and Changes in Fund Balance – Budgetary Basis presents the actual results to provide a comparison with the budget. The major difference between the budgetary basis and GAAP basis is as follows:

Encumbrances outstanding at year-end do not represent GAAP expenditures or liabilities, but represent budgetary accounting controls. Governmental fund budgets are maintained on the modified accrual basis of accounting except that budgetary basis expenditures include purchase orders and commitments (encumbrances) for goods or services not received at year-end. Encumbrances are recorded to reserve a portion of fund balance in the governmental fund types for commitments for which no liability exists.

WILTON-LYNDEBOROUGH COOPERATIVE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE FISCAL YEAR ENDED
JUNE 30, 2015

The following reconciles the general fund budgetary basis to the GAAP basis:

Revenues and other financing sources:	
Per Exhibit D-1 (budgetary basis)	\$ 11,053,908
Adjustments:	
Basis difference:	
GASB Statement No. 54:	
Miscellaneous revenue of blended funds	1,318
To eliminate transfers between blended funds	(21,500)
Per Exhibit C-3 (GAAP basis)	<u>\$ 11,033,726</u>
Expenditures and other financing uses:	
Per Exhibit D-1 (budgetary basis)	\$ 11,093,216
Adjustments:	
Basis difference:	
Encumbrances, beginning	55,719
Encumbrances, ending	(80,670)
Per Exhibit C-3 (GAAP basis)	<u>\$ 11,068,265</u>

2-C Deficit Fund Balance

The food service fund had a deficit fund balance of \$36,647 at June 30, 2015. The School District plans to transfer funds from the general fund to cover this deficit in 2015-16; further the School District is focusing on creating more meal participation by discovering new healthy menu offerings.

2-D Excess of Expenditures over Appropriations

The grants fund had an excess of expenditures over appropriations for the year ended June 30, 2015 in the amount of \$35,689. Overexpenditure was due to the unanticipated receipt and expenditure of additional grant funding received.

2-E Change in Accounting Principle

Effective July 1, 2014, the School District implemented GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*. The requirements of this Statement change the way the School District calculates and reports the costs and obligations associated with pensions. As a result of implementing GASB Statement No. 68 the School District has restated the beginning net position in the government-wide Statement of Net Position, effectively decreasing net position as of July 1, 2014 by \$6,371,251 (see Note 11). The reduction accounts for the associated net pension liability, deferred inflows of resources, and deferred outflows of resources related to pensions.

Also, the School District adopted GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment to GASB Statement No. 68*. This Statement addresses an issue in GASB Statement No. 68 concerning transition provisions related to certain pension contributions made to defined benefit pension plans prior to implementation of that Statement by employers and nonemployer contributing entities.

DETAILED NOTES ON ALL FUNDS

NOTE 3 – CASH AND CASH EQUIVALENTS

The School District's deposits are entirely covered by federal depository insurance (FDIC) or by collateral held by the School District's agent in the School District's name. The FDIC currently insures the first \$250,000 of the School District's deposits at each financial institution, per case custodian. Deposit balances over \$250,000 are insured by the collateral. As of year-end, the carrying amount of the School District's deposits was \$4,740,399 and the bank balances totaled \$4,969,017.

Cash and cash equivalents reconciliation:

Cash per Statement of Net Position (Exhibit A)	\$ 4,670,202
Cash per Statement of Net Position - Fiduciary Funds (Exhibit E)	70,197
Total cash and cash equivalents	<u>\$ 4,740,399</u>

WILTON-LYNDEBOROUGH COOPERATIVE SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

AS OF AND FOR THE FISCAL YEAR ENDED

JUNE 30, 2015

NOTE 4 – RECEIVABLES

Receivables at June 30, 2015, consisted of accounts and intergovernmental amounts arising from grants, school lunch program, restricted grants, and funds held in the custody of the Town of Wilton Trustees of Trust Funds. Receivables are recorded on the School District's financial statements to the extent that the amounts are determined to be material and substantiated not only by supporting documentation, but also by a reasonable, systematic method of determining their existence, completeness, valuation, and collectability.

NOTE 5 – CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2015 consisted of the following:

	Balance, beginning (as restated)	Additions	Balance, ending
At cost:			
Not being depreciated:			
Land	\$ 1,004,900	\$ -	\$ 1,004,900
Construction in progress	103,652	4,803,078	4,906,730
Total capital assets not being depreciated	<u>1,108,552</u>	<u>4,803,078</u>	<u>5,911,630</u>
Being depreciated:			
Buildings and building improvements	6,710,349	-	6,710,349
Vehicles	17,534	-	17,534
Total capital assets being depreciated	<u>6,727,883</u>	<u>-</u>	<u>6,727,883</u>
Total capital assets	<u>7,836,435</u>	<u>4,803,078</u>	<u>12,639,513</u>
Less accumulated depreciation:			
Buildings and building improvements	(1,981,051)	(65,118)	(2,046,169)
Vehicles	(3,407)	(1,703)	(5,110)
Total accumulated depreciation	<u>(1,984,458)</u>	<u>(66,821)</u>	<u>(2,051,279)</u>
Net book value, capital assets being depreciated	<u>4,743,425</u>	<u>(66,821)</u>	<u>4,676,604</u>
Net book value, all capital assets	<u>\$ 5,851,977</u>	<u>\$ 4,736,257</u>	<u>\$ 10,588,234</u>

Depreciation expense of \$66,821 was charged to the instruction function of the School District.

NOTE 6 – INTERFUND BALANCES AND TRANSFERS

Interfund receivable and payable balances consisting of overdrafts in pooled cash and budgetary transfers at June 30, 2015, are as follows:

Receivable Fund	Payable Fund	Amount
General	Food service	\$ 61,073
	Grants	24,410
	Capital project	35,267
		<u>\$ 120,750</u>

The interfund transfer in the amount of \$39,802 during the year ended June 30, 2015 was made from the general fund to the food service fund to cover operating costs.

WILTON-LYNDEBOROUGH COOPERATIVE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE FISCAL YEAR ENDED
JUNE 30, 2015

NOTE 7 – LONG-TERM LIABILITIES

Changes in the School District's long-term liabilities consisted of the following for the year ended June 30, 2015:

	Balance July 1, 2014	Additions	Reductions	Balance June 30, 2015	Due Within One Year
Bonds payable:					
General obligation bonds	\$ 1,930,000	\$ 7,640,000	\$ (325,000)	\$ 9,245,000	\$ 325,000
Premium	-	630,666	(30,032)	600,634	30,032
Total bonds payable	1,930,000	8,270,666	(355,032)	9,845,634	355,032
Compensated absences	96,057	6,156	-	102,213	-
Net other postemployment benefits	119,008	17,435	-	136,443	-
Total long-term liabilities	<u>\$ 2,145,065</u>	<u>\$ 8,294,257</u>	<u>\$ (355,032)</u>	<u>\$ 10,084,290</u>	<u>\$ 355,032</u>

Long-term bonds are comprised of the following:

	Original Amount	Issue Date	Maturity Date	Interest Rate	Outstanding at June 30, 2015
General obligation bonds payable:					
Middle/High school renovation	\$ 6,476,775	1999	2020	4.5-5.25%	\$ 1,605,000
Florence Rideout Elementary renovation	7,640,000	2014	2035	3.40%	7,640,000
					<u>\$ 9,245,000</u>

The annual requirements to amortize all general obligation bonds outstanding as of June 30, 2015, including interest payments, are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2016	\$ 325,000	\$ 407,421	\$ 732,421
2017	320,000	390,490	710,490
2018	600,000	366,550	966,550
2019	615,000	335,088	950,088
2020	630,000	302,860	932,860
2021-2025	1,805,000	1,212,327	3,017,327
2026-2030	2,230,000	784,210	3,014,210
2031-2035	2,720,000	288,025	3,008,025
Totals	<u>\$ 9,245,000</u>	<u>\$ 4,086,971</u>	<u>\$ 13,331,971</u>

NOTE 8 – ENCUMBRANCES

Encumbrances outstanding in the general fund at June 30, 2015 are as follows:

Current:

Instruction:

Regular programs	\$ 17,214
Special programs	2,190
Vocational programs	1,337
Other	64
Total instruction	<u>20,805</u>

(Continued)

WILTON-LYNDEBOROUGH COOPERATIVE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE FISCAL YEAR ENDED
JUNE 30, 2015

Encumbrances continued:

Support services:	
Student	701
Instructional staff	939
Executive administration	1,394
School administration	769
Operation and maintenance of plant	52,704
Student transportation	3,175
Other	183
Total support services	<u>59,865</u>
Total encumbrances	<u><u>\$ 80,670</u></u>

NOTE 9 – GOVERNMENTAL ACTIVITIES NET POSITION

The governmental activities net position at June 30, 2015 consisted of the following:

Net investment in capital assets:	
Net property, buildings, and equipment	\$ 10,588,234
Less:	
General obligation bonds payable	(9,245,000)
Unamortized bond premium	<u>(600,634)</u>
Total net investment in capital assets	742,600
Restricted for capital project	3,434,937
Unrestricted	<u>(5,705,816)</u>
Total net position	<u><u>\$ (1,528,279)</u></u>

As of July 1, 2014, the School District implemented GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, and as amended by GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date* which requires the School District to report their proportionate share of the New Hampshire Retirement System's net pension liability based upon their plan contributions for the year as shown above.

NOTE 10 – GOVERNMENTAL FUND BALANCES

Governmental fund balances at June 30, 2015 consist of the following:

	General Fund	Food Service Fund	Capital Project Fund	Total Governmental Funds
Nonspendable:				
Prepaid items	\$ 2,728	\$ -	\$ -	\$ 2,728
Inventory	-	5,482	-	5,482
Total nonspendable fund balance	<u>2,728</u>	<u>5,482</u>	<u>-</u>	<u>8,210</u>
Restricted:				
Capital project	-	-	3,434,937	3,434,937
Committed:				
Expendable trust	465,323	-	-	465,323
March 2015 annual meeting	7,500	-	-	7,500
Total committed fund balance	<u>472,823</u>	<u>-</u>	<u>-</u>	<u>472,823</u>
Assigned:				
Encumbrances	80,670	-	-	80,670
Unassigned (deficit)	<u>522,365</u>	<u>(42,129)</u>	<u>-</u>	<u>480,236</u>
Total governmental fund balances (deficit)	<u><u>\$ 1,078,586</u></u>	<u><u>\$ (36,647)</u></u>	<u><u>\$ 3,434,937</u></u>	<u><u>\$ 4,476,876</u></u>

WILTON-LYNDEBOROUGH COOPERATIVE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE FISCAL YEAR ENDED
JUNE 30, 2015

NOTE 11 – PRIOR PERIOD ADJUSTMENTS

Net position balance at July 1, 2014 was restated for the following:

	Government-wide Statements
To record the deferred outflows or resources for implementation of GASB Statements No. 68 and No. 71	\$ 569,476
To record the net pension liability for implementation of GASB Statements No. 68 and No. 71	(6,940,727)
To adjust for capital assets and related accumulated depreciation not recorded in the prior year	5,851,977
Net position, as previously reported	(1,207,890)
Net position, as restated	<u>\$ (1,727,164)</u>

NOTE 12 – DEFINED BENEFIT PENSION PLAN

Plan Description: The New Hampshire Retirement System (NHRS or the System) is a public employee retirement system that administers one cost-sharing multiple-employer defined benefit pension plan (Pension Plan), a component unit of the State of New Hampshire, as defined in Governmental Accounting Standards Board (GASB) Statement No. 67, Financial Reporting for Pension Plans – an amendment of GASB Statement No. 25. The Pension Plan was established in 1967 by RSA 100-A:2 and is qualified as a tax exempt organization under Sections 401(a) and 501(a) of the Internal Revenue Code. The Pension Plan is a contributory, defined benefit plan providing service, disability, death and vested retirement benefits to members and their beneficiaries. Substantially all full-time state employees, public school teachers and administrators, permanent firefighters and permanent police officers with in the State are eligible and required to participate in the Pension Plan. The System issues a publically available financial report that may be obtained by writing the New Hampshire Retirement System, 54 Regional Drive, Concord, NH 03301.

Benefits Provided: The Pension Plan is divided into two membership groups. State and local employees and teachers belong to Group I. Police and firefighters belong to Group II. All assets are held in a single trust and available to pay retirement benefits to all members.

Group I members at age 60 or 65 (for members who commence service after July 1, 2011) qualify for a normal service retirement allowance based on years of creditable service and average final salary for the highest of either three or five years, depending on when their service commenced. The yearly pension amount is 1/60 or 1.667% of average final compensation (AFC) multiplied by years of creditable service.

Group II members who are age 60, or members who are at least age 45 with at least 20 years of creditable service, can receive a retirement allowance at a rate of 2.5% of AFC for each year of creditable service, not to exceed 40 years. Members commencing service on or after July 1, 2011 or members who have nonvested status as of January 1, 2012 can receive a retirement allowance at age 52.5 with 25 years of service or age 60. The benefit shall be equal to 2% of AFC times creditable service up to 42.5 years. However, a member who commenced service on or after July 1, 2011 shall not receive a retirement allowance until attaining the age of 52.5, but may receive a reduced allowance after age 50 if the member has at least 25 years of creditable service where the allowance shall be reduced, for each month by which the member attains 52.5 years of age by ¼ of 1% or age 60.

Members of both groups may qualify for vested deferred allowances, disability allowances and death benefit allowances, subject to meeting various eligibility requirements. Benefits are based on AFC or earnable compensation and/or service.

Contributions: The System is financed by contributions from both the employees and the School District. Member contribution rates are established and may be amended by the State legislature while employer contribution rates are set by the System trustees based on an actuarial valuation. All employees are required to contribute 7% of earnable compensation. For fiscal year 2015, the School District contributed 14.16% for teachers and 10.77% for other employees. The contribution requirements for the fiscal years 2013, 2014, and 2015 were \$485,587, \$655,211, and \$659,768, respectively, which were paid in full in each year.

WILTON-LYNDEBOROUGH COOPERATIVE SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

AS OF AND FOR THE FISCAL YEAR ENDED

JUNE 30, 2015

Pension Liabilities, Pension Expense, and Deferred Outflows or Resources and Deferred Inflows of Resources Related to Pensions: At June 30, 2015 the School District reported a liability of \$6,588,859 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The School District's proportion of the net pension liability was based on a projection of the School District's long-term share of contributions to the pension plan relative to the projected contributions of all participating towns and school districts, actuarially determined. At June 30, 2014, the School District's proportion was 0.17553504% which was an increase of 0.01426473% from its proportion measured as of June 30, 2013. For the year ended June 30, 2015, the School District recognized pension expense of \$556,216. At June 30, 2015 the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in proportion	\$ 504,442	\$ -
Net difference between projected and actual investment earnings on pension plan investments	-	843,050
Contributions subsequent to the measurement date	573,488	-
Total	<u>\$ 1,077,930</u>	<u>\$ 843,050</u>

The \$573,488 reported as deferred outflows of resources related to pensions results from the School District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2015. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year Ending June 30,	
2016	\$ (101,282)
2017	(101,282)
2018	(101,282)
2019	66,518
Totals	<u>\$ (237,328)</u>

Actuarial Assumptions: The collective total pension liability was determined by a roll forward of the actuarial valuation as of June 30, 2013, using the following actuarial assumptions which, accordingly apply to both 2014 and 2013 measurements:

Inflation:	3.0%
Salary increases:	3.75- 5.8% average, including inflation
Investment rate of return:	7.75% net of pension plan investment expense, including inflation

Mortality rates were based on the RP-2000 mortality table, projected to 2020 with Scale AA. The table includes a margin of 15% for men and 17% for women for mortality improvements.

The actuarial assumptions used in the June 30, 2013 valuation were based on the results of the most recent actuarial experience study, which was for the period July 1, 2005 – June 30, 2010.

Long-term Rates of Return: The long-term expected rate of return on pension plan investment was selected from a best estimate range determined using the building block approach. Under this method, an expected future real return range is calculated separately for each asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rate of return net of investment expenses by the target asset allocation percentage and by adding expected inflation.

WILTON-LYNDEBOROUGH COOPERATIVE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE FISCAL YEAR ENDED
JUNE 30, 2015

Following is a table presenting target allocations and long-term rates of return for 2014 and 2013:

Asset Class	Target Allocation	Weighted average long-term expected real rate of return	
		2014	2013
Large Cap Equities	22.50%	3.25%	3.75%
Small/Mid Cap Equities	7.50%	3.25%	4.00%
Total domestic equity	30.00%		
Int'l Equities (unhedged)	13.00%	4.25%	4.75%
Emerging Int'l Equities	7.00%	6.50%	6.75%
Total international equity	20.00%		
Core Bonds	18.00%	(0.47%)	(0.96%)
High-Yield Bonds	1.50%	1.50%	2.00%
Global Bonds (unhedged)	5.00%	(1.75%)	(2.25%)
Emerging Market Debt (external)	0.50%	2.00%	1.00%
Total fixed income	25.00%		
Private equity	5.00%	5.75%	6.00%
Private debt	5.00%	5.00%	5.50%
Real estate	10.00%	3.25%	3.00%
Opportunistic	5.00%	2.50%	2.63%
Total alternative investments	25.00%		
Total	100.00%		

Discount Rate: The discount rate used to measure the collective total pension liability was 7.75%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. For purposes of the projection, member contributions and employer service cost contributions are projected based on the expected payroll of current members only. Employer contributions are determined based on the Pension Plan's actuarial funding policy as required by RSA 100-A:16. Based on those assumptions, the Pension Plan's fiduciary net position was projected to be available to make all projected future benefit payments to current plan members. Therefore, the long-term expected rate of return on Pension Plan investment was applied to all periods of projected benefit payments to determine the collective total pension liability.

Sensitivity of the School District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate: The following table presents the School District's proportionate share of the net pension liability calculated using the discount rate of 7.75% as well as what the School District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (6.75%) or 1-percentage point higher (8.75%) than the current rate:

Actuarial Valuation Date	1% Decrease 6.75%	Current Single Rate Assumption	
		7.75%	1% Increase 8.75%
June 30, 2013	\$ 8,898,157	\$ 6,940,727	\$ 5,295,322
June 30, 2014	\$ 8,678,598	\$ 6,588,858	\$ 4,825,850

Pension Plan Fiduciary Net Position: Detailed information about the pension plan's fiduciary net position is available in the separated issued New Hampshire Retirement System Cost-Sharing Multiple Employer Defined Benefit Pension Plan financial report.

WILTON-LYNDEBOROUGH COOPERATIVE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE FISCAL YEAR ENDED
JUNE 30, 2015

NOTE 13 – OTHER POSTEMPLOYMENT BENEFITS (OPEB)

Plan Description and Annual OPEB Cost - The School District provides postemployment benefit options for health care to eligible retirees, terminated employees, and their dependents in accordance with the provision of various employment contracts. The benefit levels, employee contributions, and employer contributions are governed by the School District's contractual agreements.

The Governmental Accounting Standards Board (GASB) issued Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. GASB Statement No. 45 requires that the long-term cost of retirement health care and obligations for other postemployment benefits (OPEB) be determined on an actuarial basis and reported similar to pension plans. GASB Statement No. 45 does not mandate the pre-funding of postemployment benefit liabilities. However, any pre-funding of these benefits will help minimize or eliminate the postemployment benefit obligation that will be required to be reported on the financial statements.

The School District has only partially funded (on a pay-as-you-go basis) the annual required contribution (ARC), an actuarially determined rate in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed 30 years. The following table presents the OPEB cost for the year, the amount contributed and changes in the OPEB plan for fiscal year 2015:

Annual required contribution/OPEB cost	\$ 200,340
Interest on net OPEB obligation	2,380
Adjustment to annual required contribution	<u>(3,907)</u>
Annual OPEB cost (expense)	198,813
Contributions made	<u>(181,378)</u>
Increase in net OPEB obligation	17,435
Net OPEB obligation - beginning of year	119,008
Net OPEB obligation - end of year	<u><u>\$ 136,443</u></u>

The School District's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for fiscal year 2015 and the two preceding years were as follows:

Fiscal Year Ended	Annual OPEB Contribution Cost	Actual Contributions (pay-as-you-go)	Percentage Contributed	Net OPEB Obligation
June 30, 2013	\$ 196,219	\$ 123,584	63.00%	\$ 72,635
June 30, 2014	\$ 199,408	\$ 153,034	76.70%	\$ 119,008
June 30, 2015	\$ 200,340	\$ 181,378	90.54%	\$ 136,443

As of July 1, 2013, the date of the most recent actuarial valuation, the actuarial accrued liability (AAL) for benefits was \$1,641,872, with no actuarial value of assets, resulting in an unfunded actuarial accrued liability (UAAL) of \$1,641,872. The covered payroll (annual payroll of active employees covered by the plan) was \$5,178,090 during fiscal year 2015, and the ratio of the UAAL to the covered payroll was 31.71%.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Actuarially determined amounts are subject to continual revisions as actual results are compared with past expectations and new estimates are made about the future. The Schedule of Funding Progress for Other Postemployment Benefits Plan, presented as required supplementary information following the notes to the financial statements, is designed to present multiyear trend information about whether the actuarial value of the plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The projection of benefits for financial reporting

WILTON-LYNDEBOROUGH COOPERATIVE SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS

AS OF AND FOR THE FISCAL YEAR ENDED

JUNE 30, 2015

purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the employer and plan members in the future. The actuarial methods and assumptions used include techniques that are designed to reduce the effect of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the July 1, 2014 actuarial valuation, the actuarial cost method was used. The actuarial assumptions included a 2.0% investment rate of return per annum. The projected annual healthcare cost trend is 8% initially, reduced by decrements to an ultimate rate of 5.2% for years 2018 and later. The UAAL is being amortized as a level dollar amount over an open basis. The remaining amortization period at June 30, 2015 was 28 years.

NOTE 14 – RISK MANAGEMENT

The School District is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors or omissions; injuries to employees; or natural disasters. During fiscal year 2015, the School District was a member of New Hampshire Public Risk Management Exchange (Primex³) Workers' Compensation and Property/Liability Programs. This entity is considered a public entity risk pool, currently operating as common risk management and insurance program for member School Districts and cities.

The New Hampshire Public Risk Management Exchange (Primex³) Workers' Compensation and Property/Liability Programs are pooled risk management programs under RSAs 5-B and 281-A. Coverage was provided from July 1 to June 30, 2015 by Primex³, which retained \$1,000,000 of each workers' compensation loss, \$500,000 of each liability loss, and \$200,000 of each property loss. The Board has decided to self-insure the aggregate exposure and has allocated funds based on actuarial analysis for that purpose. The estimated net contribution from the Wilton-Lyndeborough Cooperative School District billed and paid for the year ended June 30, 2015 was \$21,628 (reduced by a \$18,026 premium holiday) for workers' compensation and \$36,478 for property/liability. The workers' compensation section of the self-insurance membership agreement permits Primex³ to make additional assessments to members should there be a deficiency in contributions for any member year, not to exceed the member's annual contribution. GASB Statement No. 10 requires members of a pool with a sharing risk to disclose if such an assessment is probable, and a reasonable estimate of the amount, if any. At this time, Primex³ foresees no likelihood of any additional assessment for this or any prior year.

NOTE 15 – CONTINGENT LIABILITIES

The School District has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies or their designee. These audits could result in a request for reimbursement from the grantor agency for costs disallowed under terms of the grant. Based on prior experience, the School District believes such disallowances, if any, will be immaterial.

NOTE 16 – USDA FOOD COMMODITIES

The food service program received \$10,962 in nonmonetary assistance for the 2014-2015 fiscal year from the Department of Agriculture. This is reported at fair market value on the date received and has been reported as both a revenue and expenditure in the food service fund.

NOTE 17 – SUBSEQUENT EVENTS

Subsequent events are events or transactions that occur after the balance sheet date, but before the financial statements are issued. Recognized subsequent events are events or transactions that provided additional evidence about conditions that existed at the balance sheet date, including the estimates inherent in the process of preparing the financial statements. Nonrecognized subsequent events are events that provide evidence about conditions that did not exist at the balance sheet date, but arose after the date. Management has evaluated subsequent events through February 5, 2016, the date the June 30, 2015 financial statements were available to be issued, and no events occurred that require recognition or disclosure.

REQUIRED SUPPLEMENTARY INFORMATION

EXHIBIT F
WILTON-LYNDEBOROUGH COOPERATIVE SCHOOL DISTRICT
Schedule of Funding Progress for Other Postemployment Benefit Plan
For the Fiscal Year Ended June 30, 2015

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ([b-a]/c)
June 30, 2013	\$ -	\$ 1,641,872	\$ 1,641,872	0.00%	\$ 4,485,528	36.60%
June 30, 2014	\$ -	\$ 1,641,872	\$ 1,641,872	0.00%	\$ 5,211,157	31.51%
June 30, 2015	\$ -	\$ 1,641,872	\$ 1,641,872	0.00%	\$ 5,178,090	31.71%

The notes to the required supplementary information is an integral part of this schedule.

EXHIBIT G
WILTON-LYNDEDOROUGH COOPERATIVE SCHOOL DISTRICT
Schedule of the School District's Proportionate Share of Net Pension Liability
New Hampshire Retirement System Cost Sharing Multiple Employer Defined Benefit Plan
For the Fiscal Year Ended June 30, 2015

Fiscal Year	Valuation Date	District's Proportion of Net Pension Liability	Proportionate Share of Net Pension Liability	Covered Payroll	District Proportionate Share of Net Pension Liability as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
June 30, 2014	July 1, 2013	0.16127031%	\$ 6,940,727	\$ 4,490,767	154.56%	66.32%
June 30, 2015	July 1, 2014	0.17553504%	\$ 6,588,858	\$ 4,907,574	134.26%	59.81%

The notes to the required supplementary information is an integral part of this schedule.

EXHIBIT H
WILTON-LYNDEDOROUGH COOPERATIVE SCHOOL DISTRICT
Schedule of School District Contributions
New Hampshire Retirement System Cost Sharing Multiple Employer Defined Benefit Plan
For the Fiscal Year Ended June 30, 2015

Fiscal Year	Valuation Date	Contractually Required Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
June 30, 2014	July 1, 2013	\$ 401,004	\$ 401,004	\$ -	\$ 4,490,767	8.93%
June 30, 2015	July 1, 2014	\$ 569,476	\$ 569,476	\$ -	\$ 4,907,574	11.60%

The notes to the required supplementary information is an integral part of this schedule.

WILTON-LYNDEBOROUGH COOP SCHOOL DISTRICT
NOTE TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED
JUNE 30, 2015

Schedule of Funding Progress for Other Postemployment Benefits (OPEB)

As required by GASB Statement No. 45, as amended in December 2009 by GASB Statement No. 57, Exhibit F represents the actuarial determined costs associated with the School District's other postemployment benefits at June 30, 2015, and the two preceding years.

Schedule of the School District's Proportionate Share of Net Pension Liability & Schedule of School District Contributions

As required by GASB Statement No. 68, and as amended by GASB Statement No. 71, Exhibits G and H represent the actuarial determined costs associated with the School District's pension plan at June 30, 2015.

Methods and Assumptions Used to Determine Contribution Rates for Fiscal Year 2014:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage-of-Payroll, Closed
Remaining Amortization Period	25 years beginning July 1, 2014
Asset Valuation Method	5-year smooth market for funding purposes
Price Inflation	3.0% per year
Wage Inflation	3.75% per year
Salary Increases	5.8% Average, including inflation
Municipal Bond Rate	4.29% per year
Investment Rate of Return	7.75% per year
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2011 valuation pursuant to an experience study of the period 2005-2010.
Mortality	RP-2000 mortality table, projected to 2020 with Scale AA. The table includes a margin of 15% for men and 17% for women for mortality improvements.

Other Information:

Notes	Contribution rates for Fiscal Year 2014 were determined based on the benefit changes adopted under House Bill No. 2 as amended by 011-2513-CofC.
-------	--

COMBINING AND INDIVIDUAL FUND SCHEDULES

SCHEDULE 1
WILTON-LYNDEBOROUGH COOPERATIVE SCHOOL DISTRICT
Major General Fund
Schedule of Estimated and Actual Revenues (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2015

	Estimated	Actual	Variance Positive (Negative)
School district assessment:			
Current appropriation	\$ 8,013,354	\$ 8,013,354	\$ -
Other local sources:			
Tuition	5,000	6,675	1,675
Investment income	2,000	7,010	5,010
Rentals	-	200	200
Miscellaneous	-	31,643	31,643
Total from other local sources	7,000	45,528	38,528
State sources:			
Adequacy aid (grant)	1,397,862	1,397,862	-
Adequacy aid (tax)	1,209,642	1,209,642	-
School building aid	130,000	130,000	-
Catastrophic aid	125,000	135,769	10,769
Vocational aid	1,000	3,501	2,501
Total from state sources	2,863,504	2,876,774	13,270
Federal sources:			
Medicaid	30,000	96,752	66,752
Other financing sources:			
Transfers in	21,500	21,500	-
Total revenues and other financing sources	10,935,358	\$ 11,053,908	\$ 118,550
Fund balance used to reduce school district assessment	432,914		
Total revenues, other financing sources, and use of fund balance	\$ 11,368,272		

SCHEDULE 2
WILTON-LYNDEBOROUGH COOPERATIVE SCHOOL DISTRICT
Major General Fund
Schedule of Appropriations, Expenditures, and Encumbrances (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2015

	Encumbered from Prior Year	Appropriations	Expenditures	Encumbered to Subsequent Year	Variance Positive (Negative)
Current:					
Instruction:					
Regular programs	\$ 3,174	\$ 4,792,845	\$ 4,767,767	\$ 17,214	\$ 11,038
Special programs	7,082	1,371,828	1,350,151	2,190	26,569
Vocational programs	-	20,900	(1,640)	1,337	21,203
Other	100	162,214	143,256	64	18,994
Total instruction	<u>10,356</u>	<u>6,347,787</u>	<u>6,259,534</u>	<u>20,805</u>	<u>77,804</u>
Support services:					
Student	4,187	1,072,339	1,023,374	701	52,451
Instructional staff	2,013	274,023	251,905	939	23,192
General administration	840	48,994	22,013	-	27,821
Executive administration	1,526	417,280	413,160	1,394	4,252
School administration	-	676,670	682,062	769	(6,161)
Business	92	298,081	284,364	-	13,809
Operation and maintenance of plant	35,917	920,427	867,664	52,704	35,976
Student transportation	640	396,188	372,195	3,175	21,458
Other	148	267,045	242,755	183	24,255
Total support services	<u>45,363</u>	<u>4,371,047</u>	<u>4,159,492</u>	<u>59,865</u>	<u>197,053</u>
Debt service:					
Principal of long-term debt	-	325,000	325,000	-	-
Interest on long-term debt	-	284,438	284,437	-	1
Total debt service	<u>-</u>	<u>609,438</u>	<u>609,437</u>	<u>-</u>	<u>1</u>
Other financing uses:					
Transfers out	-	40,000	39,802	-	198
Total appropriations, expenditures, other financing uses, and encumbrances	<u>\$ 55,719</u>	<u>\$ 11,368,272</u>	<u>\$ 11,068,265</u>	<u>\$ 80,670</u>	<u>\$ 275,056</u>

SCHEDULE 3
WILTON-LYNDEBOROUGH COOPERATIVE SCHOOL DISTRICT
Major General Fund
Schedule of Changes in Unassigned Fund Balance (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2015

Unassigned fund balance, beginning		\$ 571,901
Changes:		
Fund balance used to reduce school district assessment		(432,914)
2014-2015 Budget summary:		
Revenue surplus (Schedule 1)	\$ 118,550	
Unexpended balance of appropriations (Schedule 2)	<u>275,056</u>	
2014-2015 Budget surplus		393,606
Increase in nonspendable fund balance		(2,728)
Increase in committed fund balance		<u>(7,500)</u>
Unassigned fund balance, ending		<u><u>\$ 522,365</u></u>

SCHEDULE 4
WILTON-LYNDEBOROUGH COOPERATIVE SCHOOL DISTRICT
Student Activity Funds
Combining Schedule of Changes in Student Activities Fund
For the Fiscal Year Ended June 30, 2015

	Balance, beginning	Additions	Deductions	Balance, ending
Schools:				
Middle School/High School	\$ 50,518	\$ 90,218	\$ 79,869	\$ 60,867
Lyndeborough Central	302	2,122	2,141	283
Florence Rideout	8,714	8,338	8,005	9,047
Totals	<u>\$ 59,534</u>	<u>\$ 100,678</u>	<u>\$ 90,015</u>	<u>\$ 70,197</u>