

GUTHRIE COMMON SCHOOL DISTRICT

Exhibit J-2

**SCHEDULE OF EXPENDITURES FOR COMPUTATION OF INDIRECT COSTS FOR 2010-2011
GENERAL AND SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED AUGUST 31, 2009**

Function 41 and Related Function 53 - General Administration

Account Number	1 702 School Board	2 703 Tax Collection	3 701 Supt.'s Office	4 750 Indirect Cost	5 720 Direct Cost	6 Other Miscel- laneous	7 Total
611X - 6146	\$	\$	\$	\$	\$	\$	\$
6149							
6211							
6212							
6213							
621X							
6220							
6230							
6240							
6250							
6260							
6290							
6320							
6330							
63XX							
6410							
6420							
6430							
6490							
6500							
6600							
6000							
Total	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

The District does not intend to charge indirect costs to its federal programs for the 2010-2011 school year.

Total expenditures/expenses for the General and Special Revenue Funds (Schedule C-3)

\$

Less: Deduction of Unallowable Costs

<u>FISCAL YEAR</u>			
Capital Outlay (6600) (Only Funds 100-199/200-499)	(10)	\$	
Total Debt and Lease (6500) (Only Funds 100-199/200-499)	(11)	\$	
Plant Maintenance (Function 51, 6100-6400)	(12)	\$	
Food (Function 35, 6341 and 6499)	(13)	\$	
Stipends (6413)	(14)	\$	
Column 4 (above) - Total Indirect Cost		\$	
Subtotal			\$ 0
Net Allowed Direct Costs			\$ 0

<u>CUMULATIVE</u>			
Total Cost of Building before Depreciation (1520)	(15)	\$	
Historical Cost of Building over 50 years old	(16)	\$	
Amount of Federal Money in Building Cost (Net of Above)	(17)	\$	
Total Cost of Furniture and Equipment before Depreciation (1520 & 1540)	(18)	\$	
Historical Cost of Furniture and Equipment over 16 years old	(19)	\$	
Amount of Federal Money in Furniture and Equipment (Net of Above)	(20)	\$	

The accompanying notes are an integral part of this statement.

GUTHRIE COMMON SCHOOL DISTRICT

**FUND BALANCE AND CASH FLOW CALCULATION WORKSHEET
GENERAL FUND AS OF AUGUST 31, 2009
UNAUDITED**

Data Control Codes	Explanation	Amount
1	Total General Fund Balance 8/31/2009 (Exhibit C-1 object 3000 for the General Fund only)	\$ <u>6,753,635</u>
2	Total Reserved Fund Balance (Exhibit C-1 total of object 3400s for the General Fund only)	\$ _____
3	Total Designated Fund Balance (Exhibit C-1 total of object 3500s for the General Fund only)	\$ <u>4,440,600</u>
4	Estimated amount needed to cover fall cash flow deficits in the General Fund (Net of borrowed funds and funds representing deferred revenues)	\$ _____
5	Estimate of one month's average cash disbursements during the regular school session (9/1/2009 - 5/31/2010)	\$ <u>450,000</u>
6	Estimate of delayed payments from state sources (58XX) including August payment delays	\$ _____
7	Estimate (DPE) or District's calculated earned state aid amountEstimate of underpayment from state sources equal to variance between Legislative Payment Estimate (LPE) and District Planning	\$ _____
8	Estimate of delayed payments from federal sources (59XX)	\$ _____
9	Estimate of expenditures to be reimbursed to General Fund from Capital Projects Fund (uses of General Fund cash after bond referendum and prior to issuance of bonds)	\$ _____
10	Optimum Fund Balance and Cash Flow (2+3+4+5+6+7+8+9)	\$ <u>4,890,600</u>
11	Excess Unreserved, Undesignated General Fund Balance (1-10)	\$ <u>1,863,035</u>

Explanation of Net Undesignated, Unreserved General Fund Balance:

The District currently intends to maintain a Fund Balance level that will provide several months' operating expenditures particularly in light of the recent volatility in the appraised valuation of the District's mineral properties and the inevitable legislative efforts to further refine the financing of public education in Texas.

The accompanying notes are an integral part of this statement.

GUTHRIE COMMON SCHOOL DISTRICT

Exhibit J-4

BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND
FOR THE YEAR ENDED AUGUST 31, 2009

Data Control Codes		Budgeted Amounts		Actual	Variance With Final Budget Favorable (Unfavorable)
		Original	Amended		
Revenues:					
5700	Local and Intermediate Sources	\$ 500,000	\$ 500,000	\$ 590,571	\$ 90,571
5700	State Program Revenues				0
5900	Federal Program Revenues				0
Total Revenues		\$ 500,000	\$ 500,000	\$ 590,571	\$ 90,571
Expenditures:					
0071	Principal on Long-Term Debt	\$ 572,246	\$ 375,000	\$ 375,000	\$ 0
0072	Interest on Long-Term Debt		197,246	197,061	185
6030	Total Expenditures	\$ 572,246	\$ 572,246	\$ 572,061	\$ 185
1100	Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (72,246)	\$ (72,246)	\$ 18,510	\$ 90,756
Other Financing Sources:					
7915	Transfers In	\$	\$	\$	\$ 0
7080	Total Other Financing Sources	\$ 0	\$ 0	\$ 0	\$ 0
1200	Net Change in Fund Balance	\$ (72,246)	\$ (72,246)	\$ 18,510	\$ 90,756
0100	September 1 - Fund Balance	780	780	780	0
3000	August 31 - Fund Balance	\$ (71,466)	\$ (71,466)	\$ 19,290	\$ 90,756

The accompanying notes are an integral part of this statement.

OVERALL COMPLIANCE AND INTERNAL CONTROL SECTION

BOLINGER, SEGARS, GILBERT & MOSS, L.L.P.

CERTIFIED PUBLIC ACCOUNTANTS

PHONE: (806) 747-3806

FAX: (806) 747-3815

8215 NASHVILLE AVENUE

LUBBOCK, TEXAS 79423-1954

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

Board of School Trustees
Guthrie Common School District
Guthrie, Texas

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Guthrie Common School District as of and for the year ended August 31, 2009, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 8, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Guthrie Common School District's internal control over financial reporting (internal control) as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the District's ability to initiate, authorize, record, process, or report financial data reliably in accordance with accounting principles generally accepted in the United States of America such that there is more than a remote likelihood that a misstatement of the District's financial statements that is more than inconsequential will not be prevented or detected by the District's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the District's internal control.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

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

This communication is intended for the information of the Board of School Trustees, management, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

Bolinger, Segars, Gilbert & Mann LLP

Certified Public Accountants

December 8, 2009

GUTHRIE COMMON SCHOOL DISTRICT

**SCHEDULE OF STATE FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED AUGUST 31, 2009**

Current Year Findings –

N/A

Corrective Action Plan –

N/A

Status of Prior Year Findings –

All prior year findings were corrected.

GUTHRIE COMMON SCHOOL DISTRICT

Exhibit L-1

**SCHOOLS FIRST QUESTIONNAIRE
FOR THE YEAR ENDED AUGUST 31, 2009**

SF2	Were there any disclosures in the Annual Financial Report and/or other sources of information concerning default on bonded indebtedness obligations?	No
SF4	Did the District receive a clean audit? - Was there an unqualified opinion in the Annual Financial Report?	Yes
SF5	Did the Annual Financial Report disclose any instances of material weaknesses in internal controls?	No
SF9	Were there any disclosures in the Annual Financial Report of material noncompliance?	No
SF10	Total accumulated accretion on capital appreciation bonds included in government-wide financial statements at fiscal year end.	0

The accompanying notes are an integral part of this statement.