

BEDFORD PUBLIC SCHOOLS
Temperance, Michigan

ANNUAL FINANCIAL REPORT

June 30, 2009

BEDFORD PUBLIC SCHOOLS

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Independent Auditor's Report

Board of Education
Bedford Public Schools
Temperance, Michigan 48182

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Bedford Public Schools as of and for the year ended June 30, 2009, which collectively comprise the School District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Bedford Public Schools' management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our 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 the aggregate remaining fund information of Bedford Public Schools as of June 30, 2009, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 13, 2009, on our consideration of Bedford Public Schools' internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The management's discussion and analysis and budgetary comparison information on pages 7 through 13 and 38 through 44, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquires of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Board of Education
Bedford Public Schools

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Bedford Public Schools' basic financial statements. The accompanying other supplemental information and Schedule of Expenditures of Federal Awards, as identified in the table of contents, is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133 *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements of Bedford Public Schools. The combining and individual nonmajor fund financial statements and the Schedule of Expenditures of Federal Awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.


October 13, 2009



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Independent Auditor's Report on
Internal Control Over Financial Reporting and on Compliance and Other Matters
Based on an Audit of Financial Statements Performed in Accordance
with *Government Auditing Standards*

Board of Education
Bedford Public Schools
Temperance, Michigan 48182

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Bedford Public Schools', as of and for the year ended June 30, 2009, which collectively comprise the School District's basic financial statements and have issued our report thereon dated October 13, 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 Bedford Public Schools' internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Bedford Public Schools' internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Bedford Public School'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 Bedford Public Schools' ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of Bedford Public Schools' financial statements that is more than inconsequential will not be prevented or detected by Bedford Public Schools' 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 Bedford Public Schools' internal control.

Our consideration of internal control over financial reporting 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 over financial reporting that we consider to be material weaknesses, as defined above.

Board of Education
Bedford Public Schools

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Bedford Public Schools' 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 that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we have reported to management of Bedford Public Schools, in a separate letter dated October 13, 2009.

This report is intended solely for the information of management, 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.


October 13, 2009



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Independent Auditor's Report on Compliance with Requirements
Applicable to Each Major Program and on Internal Control
Over Compliance in Accordance with OMB Circular A-133

Board of Education
Bedford Public Schools
Temperance, Michigan 48182

Compliance

We have audited the compliance of Bedford Public Schools with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2009. Bedford Public Schools' major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Bedford Public Schools' management. Our responsibility is to express an opinion on Bedford Public Schools' compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Bedford Public Schools' compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Bedford Public Schools' compliance with those requirements.

In our opinion, Bedford Public Schools complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2009.

Internal Control Over Compliance

The management of Bedford Public Schools is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Bedford Public Schools' internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Bedford Public Schools' internal control over compliance.

Internal Control Over Compliance (Concluded)

A control deficiency in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of internal control over compliance 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 over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of management, the School Board, 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.


October 13, 2009

BEDFORD PUBLIC SCHOOLS

Management's Discussion and Analysis Year Ended June 30, 2009

The Management's Discussion and Analysis, a requirement of Governmental Accounting Standards Board (GASB) Statement 34, is intended to be the Bedford Public School Administration's discussion and analysis of the financial results for the year ended June 30, 2009. Generally accepted accounting principles (GAAP) according to GASB 34 requires the reporting of two types of financial statements: Government-wide Financial Statements and Fund Financial Statements.

Using this Annual Report

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Bedford Public Schools (the School) financially as a whole. The *Government-wide Financial Statements* provide information about the activities of the whole school district, presenting both an aggregate view of the School's finances and a longer-term view of those finances. The fund financial statements provide the next level of detail. For governmental activities, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements look at the School's operations in more detail than the government-wide financial statements by providing information about the School's most significant funds – the General Fund, the Technology Fund, and the Capital Maintenance Fund with all other funds presented in one column as nonmajor funds. The remaining statement, the Statement of Fiduciary Net Assets presents financial information about activities for which the School acts solely as an agent for the benefit of students and parents.

Management's Discussion & Analysis (MD&A) (Required Supplemental Information)

Basic Financial Statements

Government-wide Financial Statements

Fund Financial Statements

Notes to the Basic Financial Statements

*(Required Supplemental Information)
Budgetary Information for Major Funds*

Reporting the School as a Whole - Government-wide Financial Statements

One of the most important questions asked about the School is, "Is the School as a whole better off or worse off financially as a result of the year's activities?" The Statement of Net Assets and the Statement of Activities, which appear first in the School's financial statements, report information on the School as a whole and its activities in a way that helps you answer this question. We prepare these statements to include *all* assets and liabilities, using the *accrual basis of accounting*, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the School's *net assets* - the difference between assets and liabilities, as reported in the Statement of Net Assets - as one way to measure the School's financial health, or *financial position*. Over time, *increases or decreases* in the School's net assets - as reported in the Statement of Activities - are one indicator of whether its *financial health* is improving or deteriorating. The relationship between revenues and expenses is the School's *operating results*. However, the School's goal is to provide services to our students, not to generate profits as commercial entities do.

BEDFORD PUBLIC SCHOOLS

*Management's Discussion and Analysis
Year Ended June 30, 2009*

Reporting the School as a Whole - Government-wide Financial Statements – Concluded

One must consider many other nonfinancial factors, such as the quality of the education provided and the safety of the schools to assess the *overall health* of the School.

The Statement of Net Assets and Statement of Activities report the governmental activities for the School, which encompass all of the School's services, including instruction, support services, community services, food services, and athletics. Property taxes, foundation allowance revenue, and state and federal grants finance most of these activities.

Reporting the School's Most Significant Funds – Fund Financial Statements

The School's fund financial statements provide detailed information about the most *significant funds* - not the School as a whole. Some funds are required to be established by State law and by bond covenants. However, the School establishes many other funds to help it control and manage money for particular purposes (like the Senior Center Fund) or to show that it's meeting legal responsibilities for using certain taxes, grants, and other money (like property taxes the School receives from the township for debt service payments). The governmental funds of the School use the following accounting approach:

Governmental funds - All of the School's services are reported in governmental funds. Governmental fund reporting focuses on showing how money flows into and out of funds and the balances left at year-end that are available for spending. They are reported using an accounting method called *modified accrual* accounting, which measures cash and all other *financial* assets that can readily be converted to cash. The governmental fund statements provide a detailed *short-term view* of the operations of the School and the services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the School's programs. We describe the relationship (or differences) between governmental *activities* (reported in the Statement of Net Assets and the Statement of Activities) and governmental *funds* in a reconciliation.

The School as Trustee - Reporting the School's Fiduciary Responsibilities

The School is the trustee, or *fiduciary* for the student activity funds. All of the School's fiduciary activities are reported in a separate Statement of Fiduciary Net Assets. We exclude these activities from the School's other financial statements because the School cannot use these assets to finance operations. The School is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

BEDFORD PUBLIC SCHOOLS

Management's Discussion and Analysis *Year Ended June 30, 2009*

The School As A Whole

Recall that the Statement of Net Assets provides the perspective of the School as a whole. Table 1 provides a comparative analysis of the School's net assets as of June 30:

Table 1:

	Governmental Activities	
	2009	2008
Current and other assets	\$ 9.8	\$11.2
Capital assets	23.5	24.4
Total assets	33.3	35.6
Current and other liabilities	5.3	6.1
Long-term liabilities	9.9	11.5
Total liabilities	15.2	17.6
Net assets		
Invested in capital assets, net of related debt	14.5	13.7
Restricted	1.1	0.9
Unrestricted	2.5	3.4
Total net assets	<u>\$18.1</u>	<u>\$18.0</u>

Our analysis above focuses on the net assets (Table 1). The change in net assets (Table 2) of the School's governmental activities is discussed below. The School's net assets were \$18.0 million at June 30, 2009. Of this amount, \$1 million was restricted. Restricted net assets are reported separately to show legal constraints from debt covenants and enabling legislation that limit the School's ability to use those net assets for day-to-day operations. Capital assets, net of related debt totaling \$14.5 million compares the original cost, less depreciation of the School's capital assets to long-term debt, including accrued interest on capital appreciation bonds, used to finance the acquisition of those assets. Most of the debt will be repaid from voter-approved property taxes collected as the debt service comes due.

The \$2.5 million in unrestricted net assets of governmental activities represents the *accumulated* results of all past years' operations. It means that if we had to pay off all of our bills *today* including all of our noncapital liabilities (compensated absences for example), and were able to sell all of the School's assets and cease operations, we would have \$2.5 million left. We will need to closely monitor our expenditures in the future and adhere strictly to the budget to maintain this amount.

The results of this year's operations for the School as a whole are reported in the Changes in Net Assets (Table 2), which shows the changes in net assets for fiscal year 2009 and a comparative analysis with the previous year's activity.

BEDFORD PUBLIC SCHOOLS

*Management's Discussion and Analysis
Year Ended June 30, 2009*

Table 2:

**Changes in Net Assets
Year Ended June 30
(in millions)**

	Governmental Activities	
	2009	2008
Revenues		
Program revenues:		
Charges for services	\$ 2.2	\$ 2.3
Federal grants	3.1	1.2
State grants & local entitlements	4.7	4.8
General Revenues:		
Property taxes	6.4	6.6
State foundation allowance	31.6	33.7
Other general revenues	0.3	0.4
Total revenues	<u>48.3</u>	<u>49.0</u>
Functions/Program Expenses		
Instruction:		
Regular programs	22.3	22.6
Special education programs	3.1	3.0
Other instructional programs	2.0	2.0
Support services:		
Pupil support	2.0	1.9
Instructional staff support	1.9	2.4
General administration	0.7	0.6
School administration	2.6	2.4
Business Administration	0.6	0.6
Operations and maintenance	4.0	3.9
Pupil transportation	2.3	2.5
Central services	1.0	1.0
Community services	1.9	1.8
Athletics	0.8	0.7
Food service	1.5	1.5
Interest and fiscal charges	0.6	0.7
Depreciation	1.0	1.1
Total expenses	<u>48.3</u>	<u>48.7</u>
Increase (decrease) in net assets	<u>\$ -</u>	<u>\$ 0.3</u>

BEDFORD PUBLIC SCHOOLS

Management's Discussion and Analysis Year Ended June 30, 2009

As reported in the Statement of Activities, the cost of all of our *governmental* activities this year was \$48.3 million. However, the amount that our taxpayers ultimately financed for these activities through property taxes, state aid, and local revenues was only \$38.4 million because some of the cost was paid by those who benefited from the programs (\$2.2 million) or by other governments and organizations who subsidized certain programs with grants and contributions (\$7.7 million). We paid for the remaining "public benefit" portion of our governmental activities with \$6.4 million in taxes, \$31.6 million in State Foundation Allowance, and with our other revenues, like interest and general entitlements.

In the table below, we have presented the cost of each of the School's six largest functions - regular programs instruction, operation and maintenance, special instruction, pupil transportation services, instructional staff, and school administration, as well as each program's *net* cost (total cost less revenues generated by the activities). As discussed above, net cost shows the financial burden that was placed on the State and the School's taxpayers by each of these functions. Providing this information allows our citizens to consider the cost of each function in comparison to the benefits they believe are provided by that function.

Table 3:

	<u>Governmental Activities</u>		<u>Governmental Activities</u>	
	<u>Year ended June 30, 2009</u>		<u>Year ended June 30, 2008</u>	
	<i>Total Cost of Services</i>	<i>Net Cost of Services</i>	<i>Total Cost of Services</i>	<i>Net Cost of Services</i>
	(in millions)		(in millions)	
Basic instruction	\$ 22.3	\$ 20.3	\$ 22.6	\$ 22.4
Operation and maintenance	4.0	4.0	3.9	3.9
Special instruction	3.1	(0.1)	3.0	(0.4)
Pupil transportation	2.3	2.3	2.5	2.5
Instructional Staff	1.9	1.8	2.4	2.2
School Administration	2.6	2.6	2.4	2.4
All others	12.1	7.5	11.9	7.4
	<u>\$ 48.3</u>	<u>\$ 38.4</u>	<u>\$ 48.7</u>	<u>\$ 40.4</u>

As we noted earlier, the School uses funds to help it control and manage money for particular purposes. Looking at the funds helps you consider whether the School is being accountable for the resources taxpayers and others provide; also, it may give more insight into the School's overall financial health.

As the School completed this year; our governmental funds reported a combined unreserved fund balance of \$3.5 million, which is a decrease of \$1.1 million from last year. The primary reasons for these changes are:

- Our General Fund is our principal operating fund and the total fund balance decreased \$735,432. The undesignated, unreserved fund balance decreased by \$846,682, but with changes to the reservations and designations, it nets to the above total. The main entry was the School Board's decision to reserve a portion of fund balance remaining from the prior year to add back positions reduced in the 2009-2010 budget for school student support coordinators.
- Our Special Revenue Funds increased from the prior year \$301,289 mainly from operations and from remaining funds on behalf of the Technology Enhancement millage. Other significant activity is noted in the Food Service, Senior Center, Recreation, and Summer Latchkey Funds.
- The Capital Maintenance fund expended \$283,270 and fund balance decreased \$217,770. Projects included several roof repairs, the replacement of a truck and various other miscellaneous improvements and repairs.

BEDFORD PUBLIC SCHOOLS

Management's Discussion and Analysis Year Ended June 30, 2009

General Fund Budgetary Highlights

Over the course of the year, the School revises its budget as it attempts to deal with unexpected changes in revenues and expenditures. The final amendment to the budget was actually adopted just before year-end.

There were significant revisions made to the 2008-2009 General Fund original budget. Budgeted revenues were decreased \$.2 million due to carryover revenue from state and federal grants, changes in pupil count, taxable values, and the addition of the American Recovery and Reinvestment Act during the year.

Budgeted expenditures were amended, however, changes based on mid-year adjustments to operations, carryover revenue and negotiated settlements did not net do a significant variance in budgeted expenditures. See the Budgetary Comparison Schedule for original and final budget numbers. The amount of transfers to other funds established in the amended budget was \$0.6 million.

Capital Asset and Debt Administration

Capital Assets

At June 30, 2009, the School had \$43.8 million invested in a broad range of capital assets, including land, land improvements, buildings, equipment, and vehicles. This amount represents approximately \$0.9 million decrease (including additions, deductions and depreciation) from last year.

Capital Assets at Year-end

	June 30	
	2009	2008
Land and Land Improvements	\$ 1,197,168	\$ 1,197,168
Buildings and Building Improvements	37,152,756	37,088,334
Machinery and Equipment	1,165,866	1,180,901
Vehicles	4,264,221	4,333,626
Total Capital Assets	43,780,011	43,800,029
Less: Accumulated Depreciation	20,288,399	19,419,507
Net Capital Assets	<u>\$ 23,491,612</u>	<u>\$ 24,380,522</u>

This year's additions of \$102,747 included a partial roof replacement at Temperance Road Elementary, the replacement of a building and grounds truck and carpeting at Smith Road Elementary.

We anticipate capital additions for the 2009 – 2010 fiscal year will be increasing with the addition of the sinking fund millage to our operations. We present more detailed information about our capital assets in Note 6 to the financial statements.

BEDFORD PUBLIC SCHOOLS

Management's Discussion and Analysis Year Ended June 30, 2009

Debt Administration

At the end of this year, the School had \$8.0 million in bonds outstanding versus \$9.5 million last year - a decrease of 15.0%. Those bonds consisted of:

	June 30	
	2009	2008
General obligation bonds	<u>\$ 8,042,836</u>	<u>\$ 9,465,504</u>

The School's general obligation bond rating continues to be Aaa. The state limits the amount of general obligation debt that schools can issue to 15 percent of the assessed value of all taxable property within the School's boundaries. The School's outstanding general obligation debt of \$8.0 million is significantly below this \$160 million statutorily imposed limit.

The School had \$0.9 million in notes payable versus \$1.1 million last year. Other obligations include accrued vacation pay and sick leave. We present more detailed information about our long-term liabilities in Note 11 to the financial statements.

Economic Factors and Next Year's Budgets And Rates

Our elected officials and administration consider many factors when setting the School's 2009-2010 fiscal year (FY10) budget and tax rates. One of the most important factors affecting the budget is our student count. The state foundation revenue is determined by multiplying the blended student count by the foundation allowance per pupil. The FY10 budget was adopted in June 2009, based on an estimate of students that will be enrolled in September 2009. Nearly 80% of total revenue is from the foundation allowance. Our federal funding is tied to the number of federally connected students as well. Federal funding fluctuates around \$1 million per year, however, the American Recovery and Reinvestment Act (ARRA) funds that were used by the State to stabilize our 2008-2009 funding caused a significant increase in federal funding received. This funding offset a potential \$381 per pupil decrease in the State Aid Allowance. We have budgeted another estimate for FY10 to include the use of additional ARRA monies by the State to offset an anticipated reduction in per pupil funding. We have also budgeted a decrease of per pupil funding beyond the ARRA usage during FY10. We anticipate that the fall student count will decline again in FY10 and will require a budget amendment after the count is final.

We have projected a usage of \$2,758,292 from the fund balance for the 2009-2010 fiscal year. Since the School's revenue is heavily dependent on State funding and the health of the State's School Aid Fund, the actual revenue received depends on the State's ability to collect revenues to fund its appropriation to school districts. The legislature is not required to pass a School Aid Bill to establish the per pupil allowance until October, significantly after our July 1 start of the new year.

Contacting the School's Financial Management

This financial report is designed to provide the School's citizens, taxpayers, customers, investors, and creditors with a general overview of the School's finances and to demonstrate the School's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Business Office, 1623 West Sterns Road, Temperance, Michigan, 48182.

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

BEDFORD PUBLIC SCHOOLS

*Statement of Net Assets
June 30, 2009*

	Governmental Activities
Assets	
Cash and cash equivalents	\$3,369,058
Accounts/taxes receivable	99,648
Due from other governmental units	6,273,402
Prepaid expenses	9,300
Inventories	47,113
Depreciable capital assets, net	23,491,612
	<hr/>
Total Assets	33,290,133
	<hr/>
Liabilities	
Accounts payable	1,277,309
Accrued wages and benefits	3,608,516
Other payables	11,123
Accrued interest payable	83,861
Deferred revenue	319,520
Long-term liabilities:	
Due within one year	1,689,532
Due in more than one year	8,258,407
Plus:	
Unamortized premium on bonds	203,967
Less:	
Unamortized bond issuance costs	(50,190)
Unamortized advanced amount on refunding	(159,237)
	<hr/>
Total Liabilities	15,242,808
	<hr/>
Net Assets	
Invested in capital assets, net of related debt	14,462,443
Restricted for:	
Capital projects	95,428
Debt service	328,392
Technology millage	647,269
Unrestricted net assets	2,513,793
	<hr/>
Total Net Assets	\$18,047,325
	<hr/> <hr/>

See accompanying notes to the basic financial statements.

BEDFORD PUBLIC SCHOOLS

*Statement of Activities
Year Ended June 30, 2009*

Functions/Programs	Program Revenues			Governmental
	Expenses	Charges for Services	Operating Grants and Contributions	Net (Expense) Revenue and Changes in Net Assets
Primary government - Governmental activities:				
Instruction:				
Basic	\$22,329,246	\$1,960	\$1,986,827	(\$20,340,459)
Special	3,096,112	0	3,190,959	94,847
Compensatory	853,564	17,202	827,954	(8,408)
Vocational	1,101,508	1,438	122,530	(977,540)
Adult/Continuing	91,472	64,533	17,022	(9,917)
Other instruction	114,550	0	0	(114,550)
Support services:				
Pupils	1,977,802	0	15,064	(1,962,738)
Instructional staff	1,887,382	0	91,561	(1,795,821)
General administration	721,677	0	1,500	(720,177)
School administration	2,585,542	0	0	(2,585,542)
Business	589,709	0	0	(589,709)
Operation and maintenance	3,971,916	0	0	(3,971,916)
Pupil transportation	2,307,017	0	3,671	(2,303,346)
Central	955,709	0	70,890	(884,819)
Other support	8,124	0	6,580	(1,544)
Community services	1,864,943	939,156	812,291	(113,496)
Athletics	767,099	244,243	1,525	(521,331)
Food services	1,455,166	958,517	537,649	41,000
Debt interest	603,428	0	5,935	(597,493)
Interdistrict uses	4,958	0	4,958	0
Depreciation (Unallocated)	991,637	0	0	(991,637)
Total Governmental Activities	<u>\$48,278,561</u>	<u>\$2,227,049</u>	<u>\$7,696,916</u>	<u>(38,354,596)</u>
General Revenues:				
Taxes:				
Property taxes, levied for general operations				3,373,801
Property taxes, levied for debt service				1,731,619
Property taxes, levied for technology				1,348,647
Grants and entitlements not restricted to specific programs				31,582,784
State revenue for Durant Bond				22,668
Unrestricted contributions				40,732
Interest and investment earnings				201,269
Other				49,856
Total General Revenues				<u>38,351,376</u>
Change in Net Assets				(3,220)
Net Assets - Beginning of year				<u>18,050,545</u>
Net Assets - End of year				<u>\$18,047,325</u>

See accompanying notes to the basic financial statements.

FUND FINANCIAL STATEMENTS

BEDFORD PUBLIC SCHOOLS

*Governmental Funds
Balance Sheet
Year Ended June 30, 2009*

	<u>General</u>	<u>Technology Enhancement</u>
Assets		
Cash and cash equivalents	\$2,585,199	\$0
Receivables:		
Accounts	43,646	0
Due from other governmental units	6,240,813	0
Due from other funds	149,612	677,843
Prepaid expenses	8,575	0
Inventories	27,628	0
Total Assets	<u>\$9,055,473</u>	<u>\$677,843</u>
Liabilities and Fund Balances		
Liabilities		
Accounts payable	\$1,186,453	\$21,671
Accrued wages and benefits	3,511,944	8,903
Other payables	11,123	0
Due to other funds	987,119	0
Deferred revenue	319,520	0
Total Liabilities	<u>6,016,159</u>	<u>30,574</u>
Fund Balances		
Reserved for prepaid expenses	8,575	0
Reserved for inventory	27,628	0
Reserved for technology enhancement	0	647,269
Reserved for debt service	0	0
Unreserved:		
Designated:		
Capital projects	0	0
Student support coordinators	131,315	0
Textbooks	26,418	0
Undesignated, reported in:		
General Fund	2,845,378	0
Special Revenue Funds	0	0
Total Fund Balances	<u>3,039,314</u>	<u>647,269</u>
Total Liabilities and Fund Balances	<u>\$9,055,473</u>	<u>\$677,843</u>

See accompanying notes to the basic financial statements.

Capital Maintenance	Other Nonmajor Governmental Funds	Totals
\$0	\$783,859	\$3,369,058
1,500	54,502	99,648
0	32,589	6,273,402
93,928	266,768	1,188,151
0	725	9,300
0	19,485	47,113
<u>\$95,428</u>	<u>\$1,157,928</u>	<u>\$10,986,672</u>
\$0	\$69,185	\$1,277,309
0	87,669	3,608,516
0	0	11,123
0	201,032	1,188,151
0	0	319,520
<u>0</u>	<u>357,886</u>	<u>6,404,619</u>
0	725	9,300
0	19,485	47,113
0	0	647,269
0	328,392	328,392
95,428	0	95,428
0	0	131,315
0	0	26,418
0	0	2,845,378
0	451,440	451,440
<u>95,428</u>	<u>800,042</u>	<u>4,582,053</u>
<u>\$95,428</u>	<u>\$1,157,928</u>	<u>\$10,986,672</u>

BEDFORD PUBLIC SCHOOLS

*Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Assets
Year Ended June 30, 2009*

Total Fund Balances - Governmental Funds \$4,582,053

Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets used in governmental activities are not financial resources and are not reported in the funds:

Cost of the capital assets	\$43,780,011	
Accumulated depreciation	(20,288,399)	
	<u>23,491,612</u>	23,491,612

Long-term liabilities, including bonds payable and accrued interest payable, are not due and payable in the current period and therefore are not reported in the funds:

General obligation bonds	(8,042,836)	
Bus notes	(598,698)	
Other notes	(332,900)	
Compensated absences	(973,505)	
Accrued interest	(83,861)	
Premium amortized over the life of the bonds	(203,967)	
Issuance costs amortized over the life of the bonds	50,190	
Advanced amount on refunding amortized over the life of the bonds	159,237	
	<u>(10,026,340)</u>	(10,026,340)

Total Net Assets - Governmental Activities \$18,047,325

See accompanying notes to the basic financial statements.

BEDFORD PUBLIC SCHOOLS

*Governmental Funds
Statement of Revenues, Expenditures, and Changes in Fund Balances
Year Ended June 30, 2009*

	<u>General</u>	<u>Technology Enhancement</u>
Revenues		
Local sources	\$3,634,167	\$1,348,647
State sources	33,765,572	0
Federal sources	2,514,377	0
Interdistrict and other sources	1,650,996	0
Total Revenues	<u>41,565,112</u>	<u>1,348,647</u>
Expenditures		
Current:		
Instruction	27,596,772	0
Support services	13,792,922	958,345
Food service	0	0
Athletics	0	0
Community services	3,402	0
Interdistrict uses	4,958	0
Debt Service:		
Principal retirement	217,309	0
Interest and fiscal charges	142,380	0
Other	0	0
Total Expenditures	<u>41,757,743</u>	<u>958,345</u>
Excess (Deficiency) of Revenues Over Expenditures	(192,631)	390,302
Other Financing Sources (Uses)		
Notes issued	5,000,000	0
Payment of notes issued	(5,000,000)	0
Operating transfers in	20,000	0
Operating transfers out	(562,801)	0
Total Other Financing Sources (Uses)	<u>(542,801)</u>	<u>0</u>
Net Change in Fund Balances	(735,432)	390,302
Fund Balances - Beginning of year	3,774,746	256,967
Fund Balances - End of year	<u>\$3,039,314</u>	<u>\$647,269</u>

See accompanying notes to the basic financial statements.

Capital Maintenance	Other Nonmajor Governmental Funds	Totals
\$18,000	\$4,435,679	\$9,436,493
0	223,268	33,988,840
0	606,187	3,120,564
0	0	1,650,996
18,000	5,265,134	48,196,893
0	0	27,596,772
283,270	0	15,034,537
0	1,455,166	1,455,166
0	767,099	767,099
0	1,861,541	1,864,943
0	0	4,958
0	1,422,668	1,639,977
0	388,035	530,415
0	8,180	8,180
283,270	5,902,689	48,902,047
(265,270)	(637,555)	(705,154)
0	0	5,000,000
0	0	(5,000,000)
47,500	599,050	666,550
0	(103,749)	(666,550)
47,500	495,301	0
(217,770)	(142,254)	(705,154)
313,198	942,296	5,287,207
\$95,428	\$800,042	\$4,582,053

BEDFORD PUBLIC SCHOOLS

*Reconciliation of the Statement of Revenues, Expenditures
and Changes in Fund Balances of Governmental Funds to the Statement of Activities
Year Ended June 30, 2009*

Total Net Change in Fund Balances - Governmental Funds (705,154)

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, these costs are allocated over their estimated useful lives as depreciation:

Depreciation expense	(991,637)	
Capital outlay	102,727	
	<hr/>	(888,910)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. 1,639,977

Accrued interest is recorded in the statement of activities when incurred; it is not reported in the governmental funds until paid. 13,615

Increases in the liabilities for compensated absences are reported as an expenditure in the statement of activities, but not in the governmental funds. (62,748)

Change in Net Assets of Governmental Activities (\$3,220)

See accompanying notes to the basic financial statements.

BEDFORD PUBLIC SCHOOLS

Fiduciary Fund
Statement of Fiduciary Net Assets
June 30, 2009

	<u>Agency Fund</u> <u>Student Activities</u>
Assets	
Cash and cash equivalents	<u>\$471,271</u>
Liabilities	
Due to students	<u>\$471,271</u>

See accompanying notes to the basic financial statements.

BEDFORD PUBLIC SCHOOLS

*Notes to the Financial Statements
Year Ended June 30, 2009*

Note 1 - Description of the School District and Reporting Entity

Bedford Public Schools (the "School") is organized under Article I, Section 380.11 of Act 451 of the Revised School Code in the State of Michigan. The School operates under a locally-elected Board form of government consisting of seven members elected at-large for staggered four year terms. The School provides educational services as authorized by state statute and/or federal guidelines.

The School was established in 1946. The School serves an area of approximately thirty-nine square miles. It is located in Monroe County and includes all of Bedford Township, portions of Erie and Whiteford Townships. The School is the 71st largest in the State of Michigan (among 552 local educational agencies) in terms of enrollment. The School currently operates nine instructional/support buildings.

Reporting Entity

A reporting entity is comprised of the primary government, component units, and other organizations that are included to insure that the financial statements are not misleading. The primary government of the School consists of all funds, departments, boards, and agencies that are not legally separate from the School. For Bedford Public Schools, this includes general operations, food service, community services, and student-related activities of the School.

Component units are legally separate organizations for which the School is financially accountable. The School is financially accountable for an organization if the School appoints a voting majority of the organization's governing board and (1) the School is able to significantly influence the programs or services performed or provided by the organization; or (2) the School is legally entitled to or can otherwise access the organization's resources; the School is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the School is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the School in that the School approves the budget, the issuance of debt, or the levying of taxes. There are no component units of the Bedford Public Schools.

Note 2 - Summary of Significant Accounting Policies

The financial statements of Bedford Public Schools have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The School also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, to its governmental activities provided they do not conflict with or contradict GASB pronouncements. Following are the more significant of the School's accounting policies.

A. Basis of Presentation

The School's basic financial statements consist of government-wide statements, including a statement of net assets and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

BEDFORD PUBLIC SCHOOLS

*Notes to the Financial Statements
Year Ended June 30, 2009*

Note 2 - Summary of Significant Accounting Policies (continued)

Government-wide Financial Statements

The statement of net assets and the statement of activities display information about the School as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the School that are governmental and those that are considered business-type activities. There are no business-type activities at Bedford Public Schools.

The statement of net assets presents the financial condition of the governmental activities of the School at year-end. The government-wide statement of activities presents a comparison between direct expenses and program revenues for each function program of the School's governmental activities. Direct expenses are those that are specifically associated with a service, program, or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the School, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the School.

Fund Financial Statements

During the year, the School segregates transactions related to certain School functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the School at this more detailed level. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column.

B. Fund Accounting

The School uses funds to maintain its financial records during the fiscal year. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to certain School functions or activities. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The various funds of governmental entities are grouped into the categories governmental, proprietary, and fiduciary. The School has the governmental and fiduciary categories for its funds.

Governmental Funds

Governmental funds focus on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The School has three major governmental funds:

General Fund - The General Fund is used to account for all financial resources, except those required to be accounted for in another fund. The General Fund is available to the School for any purpose provided it is expended or transferred according to the general laws of Michigan.

Technology Millage Fund - The Technology Millage Fund is used to account for the special county-wide tax millage specifically collected for technology expenditures.

BEDFORD PUBLIC SCHOOLS

*Notes to the Financial Statements
Year Ended June 30, 2009*

Note 2 - Summary of Significant Accounting Policies (continued)

Capital Maintenance Fund – The Capital Maintenance Fund is used for the tracking of maintenance expenditures on the School’s capital assets and smaller improvement projects.

The other governmental funds of the School account for athletics, food service, community services, and debt service.

C. Measurement Focus

Government-wide Financial Statements - The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the School are included on the Statement of Net Assets.

Fund Financial Statements - All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include reconciliations with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

D. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and modified accrual bases of accounting arise in the recognition of revenue, the recording of deferred revenue and in the presentation of expenses versus expenditures.

Revenues - Exchange and Non-exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. “Measurable” means the amount of the transaction can be determined, and “available” means collectible within the current fiscal year or soon enough thereafter to be used to pay liabilities of the current fiscal year. For the School, available means expected to be received within sixty days of fiscal year end.

Nonexchange transactions, in which the School receives value without directly giving equal value in return, include property taxes, grants, entitlements, and donations. Revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the School must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the School on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year end: unrestricted state aid, grants, investment earnings, tuition, and student fees.

BEDFORD PUBLIC SCHOOLS

*Notes to the Financial Statements
Year Ended June 30, 2009*

Note 2 - Summary of Significant Accounting Policies (continued)

D. Basis of Accounting (continued)

Deferred Revenue

Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

On governmental fund financial statements, receivables that will not be collected within the available period have also been reported as deferred revenue.

Expenditures/Expenses

On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported on the operating statement as an expense with a like amount reported as donated commodities revenue.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in governmental funds.

E. Cash and Investments

To improve cash management, cash received by the School is pooled. Monies for all funds are maintained in this pool. Interest in the pool is presented as "Cash and Cash Equivalents" on the financial statements.

During fiscal year 2009, investments were limited to repurchase agreements, commercial paper, CD's and money market savings. Repurchase agreements and money market savings are reported at cost.

As authorized by Michigan statutes, the Board of Education has specified the funds to receive an allocation of interest earnings. Interest revenue credited to the General Fund during fiscal year 2009 amounted to \$107,888, another \$14,933 was assigned to other School funds.

For presentation on the financial statements, investments of the cash management pool and investments with an original maturity of three months or less at the time they are purchased by the School are considered to be cash equivalents. Investments with an initial maturity of more than three months that are not purchased from the pool are reported as investments.

F. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2009, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of purchase and an expenditure/expense is reported in the year which services are consumed.

G. Inventory

Inventories are valued at cost, on a first-in, first-out basis. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased. United States Department of Agriculture Commodities inventory received by the Food Service Fund are recorded as expenditures when received.

BEDFORD PUBLIC SCHOOLS

*Notes to the Financial Statements
Year Ended June 30, 2009*

Note 2 - Summary of Significant Accounting Policies (continued)

H. Capital Assets

General capital assets are those assets related to the general activities and expenditures reported in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported on the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and reductions during the year. Donated capital assets are recorded at their fair market values as of the date received. The School maintains a capitalization threshold of five thousand dollars. The School does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized.

All reported capital assets, other than land, are depreciated. Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Land Improvement	20 years
Buildings and Buildings Improvements	50 years
Machinery and Equipment	5 – 20 years
Vehicles	8 years

I. Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "due to/due from." These amounts are eliminated in the governmental activities column of the statement of net assets.

J. Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the School will compensate the employees for the benefits through paid time off or some other means. The School records a liability for accumulated unused vacation time when earned for all employees with more than one year of service.

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those the School has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employees' wage rates at fiscal year end, taking into consideration any limits specified in the School's termination policy. The School records a liability for accumulated unused sick leave for all employees.

The entire compensated absence liability is reported on the government-wide financial statements.

For governmental fund financial statements, the current portion of unpaid compensated absences is the amount that is normally expected to be paid using expendable available financial resources. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated leave are paid. The noncurrent portion of the liability is not reported.

BEDFORD PUBLIC SCHOOLS

*Notes to the Financial Statements
Year Ended June 30, 2009*

Note 2 - Summary of Significant Accounting Policies (continued)

K. Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements.

In general, governmental fund payables and accrued liabilities that once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgments, compensated absences, special termination benefits and contractually required pension contributions that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year. Payments of long-term loans are recognized as an expenditure on the governmental fund financial statements when due.

L. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction, or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation or through external restrictions imposed by creditors, grantors or laws, or regulations of other governments.

The School applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

M. Interfund Transactions

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds. Repayments from funds responsible for particular expenditures to the funds that initially paid for them are not presented on the financial statements.

N. Fund Balance Reserves and Designations

The School reserves those portions of fund equity which are legally segregated for a specific future use or which do not represent available expendable resources and therefore are not available for appropriation or expenditure. Unreserved fund balance indicates that portion of fund equity which is available for appropriation in future periods.

O. Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported on the financial statements and accompanying notes. Actual results may differ from those estimates.

P. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the School and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during 2009.

BEDFORD PUBLIC SCHOOLS

*Notes to the Financial Statements
Year Ended June 30, 2009*

Note 2 - Summary of Significant Accounting Policies (continued)

Q. Budgetary Data

The budgetary process is prescribed by provisions of the State of Michigan Budget Act and entails the preparation of budgetary documents within an established timetable. The General Fund and all Special Revenue Funds are legally required to be budgeted and appropriated. The legal level of budgetary control has been established by the Board of Education at the function level. Any budgetary modifications may only be made by resolution of the Board of Education.

The School follows these procedures in establishing the budgets for the individual funds as reflected in the financial statements.

- 1) Prior to June 30, the Superintendent submits to the School Board a proposed operating budget for the fiscal year commencing on July 1.
- 2) A public hearing is conducted during June to obtain taxpayer comments.
- 3) Prior to June 30, the budget is legally enacted through passage of a resolution.
- 4) For purposes of meeting emergency needs of the School, transfer of appropriations may be made by the authorization of the Superintendent. Such transfers of appropriations must be approved by the Board of Education at its next regularly scheduled meeting.
- 5) The Superintendent is charged with general supervision of the budget and shall hold the department heads responsible for performance of their responsibilities.
- 6) During the year the budget is monitored, and amendments to the budget resolution are made when deemed necessary.

Lapsing of Appropriations – At the close of each year all unspent appropriations revert to the respective funds from which they were appropriated and become subject to future appropriation.

Note 3 – Stewardship, Accountability and Compliance

P.A. 621 of 1978, Section 18 (1), as amended provides that a local unit shall not incur expenditures in excess of the amount appropriated. Annual budgets are adopted on a basis that is consistent with generally accepted accounting principles and State Law for the General and Special Revenue Funds.

In the required supplemental information, the School's actual expenditures and budgeted expenditures for the budgetary funds have been shown on a functional basis, which is the adopted legal level of control.

During the year ended June 30, 2009, the School incurred expenditures in certain budgetary functions which were in excess of the amounts appropriated. There were no deficit fund balances for any of the School's funds required to be budgeted.

BEDFORD PUBLIC SCHOOLS

Notes to the Financial Statements
Year Ended June 30, 2009

Note 3 – Stewardship, Accountability and Compliance (continued)

For the year ended June 30, 2009, expenditures exceeded final budgeted amounts in the following funds:

	<u>Final Budget</u>	<u>Actual Expenditures</u>	<u>Variance</u>
Food Service Fund	\$1,438,350	\$1,455,166	\$(16,816)
Athletic Fund	767,015	767,099	(84)
Senior Center Fund	307,775	321,327	(13,552)
Health Van Fund	101,992	107,511	(5,519)
Recreation Fund	568,019	568,172	(153)
Child Care Fund	188,214	190,808	(2,594)
Latchkey Fund	204,344	208,535	(4,191)
Summer Latchkey Fund	64,074	73,032	(8,958)

Note 4 - Deposits and Investments

Interest rate risk. In accordance with its investment policy, the School will minimize interest rate risk, which is the risk that the market value of securities in the portfolio will fall due to changes in market interest rates, by; structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities in the open market; and, investing operating funds primarily in shorter-term securities, liquid asset funds, money market mutual funds, or similar investment pools and limiting the average maturity in accordance with the School's cash requirements.

Credit risk. State law limits investments in commercial paper and corporate bonds to a prime or better rating issued by nationally recognized statistical rating organizations (NRSROs). As of June 30, 2009, the School did not invest in instruments that require rating.

Concentration of credit risk. The School will minimize concentration of credit risk, which is the risk of loss attributed to the magnitude of the School's investment in a single issuer, by diversifying the investment portfolio so that the impact of potential losses from any one type of security or issuer will be minimized.

Custodial credit risk – deposits. In the case of deposits, this is the risk that in the event of a bank failure, the School's deposits may not be returned to the School District. The School District has \$4,589,203 invested in certificates of deposit, checking accounts, and money markets. The School District's deposits are insured by the FDIC in the amount of \$860,241. Additionally, financial institutions can elect to participate in the FDIC sponsored transaction account guarantee program that provides depositors with unlimited coverage for non-interest bearing transaction accounts and transaction accounts that earn interest at a rate of 0.5% or less. At June 30, 2009, the School District has an additional \$902,692 in deposits insured through this program. Uninsured deposits are \$2,826,270.

Custodial credit risk – investments. For an investment, this is the risk that, in the event of the failure of the counterparty, the School will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The School did not have outstanding investments of this nature at June 30, 2009.

The School will minimize custodial credit risk, which is the risk of loss due to the failure of the security issuer or backer, by; limiting investments to the types of securities allowed by law; and pre-qualifying the financial institutions, broker/dealers, intermediaries and advisors with which the School will do business.

Foreign currency risk. The School is not authorized to invest in investments which have this type of risk.

BEDFORD PUBLIC SCHOOLS

*Notes to the Financial Statements
Year Ended June 30, 2009*

Note 5 - Property Taxes

Property taxes are recorded as revenue when levied by the various governmental units that collect the School's taxes. The School's fiscal year 2009 property taxes were levied on December 1, 2008 on assessed valuations as of December 1, 2007. Taxable values are based on a percentage of the fair market value of the assessed property. The following is a summary of the 2008 property tax data:

	<u>Taxable Values</u>	<u>Mills Levied</u>	<u>Taxes Levied</u>
General Fund:			
Non-Primary Residence Exemption	\$ 179,953,280	18.000	\$3,239,154
Commercial Personal Property	15,518,427	6.0000	93,106
Debt Fund	1,081,709,790	1.5900	<u>1,719,851</u>
			<u><u>\$5,052,111</u></u>

Note 6 - Capital Assets

Capital asset activity for the fiscal year ended June 30, 2009, was as follows:

	<u>Balance at July 1, 2008</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance at June 30, 2009</u>
Governmental Activities				
Land and Land Improvements	\$ 1,197,168	\$ 0	\$ 0	\$ 1,197,168
Buildings and Building Improvements	37,088,334	64,422	0	37,152,756
Machinery and Equipment	1,180,901	0	(15,035)	1,165,866
Vehicles	<u>4,333,626</u>	<u>38,305</u>	<u>(107,710)</u>	<u>4,264,221</u>
Totals at Historical Cost	43,800,029	102,727	(122,745)	43,780,011
Less Accumulated Depreciation:				
Land Improvements	(1,094,258)	(22,006)	0	(1,116,264)
Buildings and Building Improvements	(14,044,944)	(693,058)	0	(14,738,002)
Machinery and Equipment	(903,049)	(73,897)	15,035	(961,911)
Vehicles	<u>(3,377,256)</u>	<u>(202,676)</u>	<u>107,710</u>	<u>(3,472,222)</u>
Total Accumulated Depreciation	<u>(19,419,507)</u>	<u>(991,637)</u>	<u>122,745</u>	<u>(20,288,399)</u>
Capital Assets, Net	<u>\$24,380,522</u>	<u>\$(888,910)</u>	<u>\$ 0</u>	<u>\$23,491,612</u>

Depreciation expense was charged to governmental functions as an unallocated expense.

BEDFORD PUBLIC SCHOOLS

*Notes to the Financial Statements
Year Ended June 30, 2009*

Note 7 - Interfund Assets, Liabilities and Transfers

As of June 30, 2009, interfund balances consisted of the following:

	DUE FROM					
	General	RSVP	Senior Center	Recreation	Debt	TOTAL
DUE TO General	\$ -	\$ 77,262	\$ 26,874	\$ 37,402	\$ 8,074	\$ 149,612
Technology Fund	677,843	-	-	-	-	677,843
Capital Maint.	93,928	-	-	-	-	93,928
Food Service	180,613	-	-	-	-	180,613
Athletics	3,247	-	-	-	-	3,247
Health Van	11,193	-	-	-	-	11,193
Recreation	-	-	51,420	-	-	51,420
Child Care	8,569	-	-	-	-	8,569
Latchkey	6,997	-	-	-	-	6,997
Summer Latchkey	4,729	-	-	-	-	4,729
TOTAL	\$ 987,119	\$ 77,262	\$ 78,294	\$ 37,402	\$ 8,074	\$ 1,188,151

These balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made

Interfund transfers for the year ended June 30, 2009 consisted of the following:

	TRANSFERS FROM						TOTAL
	General	Food Service	RSVP	Senior Center	Latchkey	Summer Latchkey	
TRANSFERS TO General	\$ -	\$ 20,000	\$ -	\$ -	\$ -	\$ -	\$ 20,000
Capital Maint	47,500	-	-	-	-	-	47,500
Athletics	515,301	-	-	-	-	-	515,301
Recreation	-	-	2,000	51,420	5,036	18,526	76,982
Child Care	-	-	-	-	6,767	-	6,767
TOTAL	\$ 562,801	\$ 20,000	\$ 2,000	\$ 51,420	\$ 11,803	\$ 18,526	\$ 666,550

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them, to the fund that statute or budget requires to expend them, and (2) to move monies collected in a program that is supported administratively by another program as a support fee.

BEDFORD PUBLIC SCHOOLS

*Notes to the Financial Statements
Year Ended June 30, 2009*

Note 8 - Risk Management and Insurance Pool

The School is exposed to various risks of loss related to property loss, torts, errors and omissions, and employee injuries (worker's compensation), as well as medical benefits provided to employees. The School has purchased commercial insurance for medical claims and participates in the SET-SEG risk pool for claims relating to worker's compensation, general liability, and property/casualty claims.

Settled claims have not exceeded this commercial coverage in any of the past three years, and there has been no significant reduction in insurance coverage from last year.

The SET-SEG shared-risk pool program in which the School participates operates as a common risk-sharing management program for school districts in Michigan; member premiums are used to purchase commercial excess insurance coverage and to pay member claims in excess of deductible amounts.

Note 9 - Defined Benefit Pension Plans and Postemployment Benefits

A. Plan Description

The School participates in the Michigan Public School Employees' Retirement System (MPSERS), a statewide, cost-sharing, multiple-employer defined benefit public employee retirement system governed by the State of Michigan that covers substantially all employees of the School. The MPSERS provides retirement, survivor and disability benefits to plan members and their beneficiaries. The MPSERS issues a publicly available financial report that includes financial statements and required supplementary information for the MPSERS. That report may be obtained by writing to the MPSERS at P.O. Box 30171, Lansing, MI 48909-7671 or online at www.michigan.gov/documents/orsschools/CAFR.

B. Funding Policy

Employer contributions to the MPSERS result from the implementing effects of the School Finance Reform Act. Under these procedures, each school district is required to contribute the full actuarial funding contribution amount to fund pension benefits, plus an additional amount to fund retiree health care benefit amounts on a cash disbursement basis. The pension benefit rate totals 16.72 percent for the period July 1, 2008 through September 30, 2008 and 16.54 percent for the period October 1, 2008 through June 30, 2009 of the covered payroll to the plan. Basic plan members make no contributions, but member investment plan (MIP) members contribute at rates ranging from 3 percent to 4.3 percent of gross wages. The School's contributions to the MPSERS pension plan for the years ended June 30, 2009, 2008, and 2007 were \$5,445,299, \$4,962,969, and \$5,505,710, respectively.

C. Postemployment Benefits

Under the MPSERS Act, all retirees participating in the MPSERS pension plan have the option of continuing health, dental, and vision coverage. Retirees electing continuing coverage contribute a monthly portion of the premium based on various factors specified by the retirement system for the health, dental, and vision coverages. Required contributions for postemployment health care benefits are included as part of the School's total contribution to the MPSERS pension plan discussed above.

Note 10 - Employee Benefits

A. Compensated Absences

The criteria for determining vacation and sick leave components is derived from negotiated agreements and State laws. Classified employees earn twelve to twenty-four days of vacation per year, depending upon length of service. Accumulated unused vacation time is paid to classified employees upon termination of employment, in accordance with their contract. Teachers and certain classified employees do not earn vacation time.

BEDFORD PUBLIC SCHOOLS

*Notes to the Financial Statements
Year Ended June 30, 2009*

Note 10 - Employee Benefits (continued)

A. Compensated Absences (continued)

Teachers, administrators, and classified employees earn sick leave at various rates based on their negotiated agreements. Sick leave may be accumulated for all employee groups without limitation. Upon retirement, payment is made based on the negotiated agreement, which limits the total amount of payouts.

B. Health Care Benefits

The School provides medical, dental, vision, and life insurance benefits to most employees through various providers. The premium varies by employee group depending on the terms of the union contract.

Note 11 - Long-Term Debt and Other Obligations

Long-term debt and other long-term obligations of the School at June 30, 2009 were as follows:

	Balance at July 1, 2008	Additions	Payments	Balance at June 30, 2009	Amounts Due in One Year
Governmental Activities:					
Bonds Payable:					
2005 School Refunding Bonds	\$9,225,000	\$0	\$1,400,000	\$7,825,000	\$1,440,000
School Improvement Bond, Series 1998	240,504	0	22,668	217,836	23,746
	<u>9,465,504</u>	<u>0</u>	<u>1,422,668</u>	<u>8,042,836</u>	<u>1,463,746</u>
Notes Payable:					
Bus Note - 36331	35,015	0	17,190	17,825	17,825
Bus Note - 1574	580,532	0	86,755	493,777	90,529
Bus Note - 36445	171,085	0	83,989	87,096	87,096
Stadium Note - 525509777	266,709	0	17,301	249,408	17,389
Stadium Concession Note - 525509826	95,566	0	12,074	83,492	12,947
	<u>1,148,907</u>	<u>0</u>	<u>217,309</u>	<u>931,598</u>	<u>225,786</u>
Other Liabilities:					
Compensated Absences Payable	910,757	62,748	0	973,505	0
	<u>910,757</u>	<u>62,748</u>	<u>0</u>	<u>973,505</u>	<u>0</u>
Total Governmental Activities	<u>\$11,525,168</u>	<u>\$62,748</u>	<u>\$1,639,977</u>	<u>\$9,947,939</u>	<u>\$1,689,532</u>

In prior years, the School defeased certain general obligation and other bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the School's financial statements. On June 30, 2009, \$8,160,000 of bonds outstanding are considered defeased.

BEDFORD PUBLIC SCHOOLS

*Notes to the Financial Statements
Year Ended June 30, 2009*

Note 11 - Long-Term Debt and Other Obligations (continued)

Compensated absences payable represents vested benefits for unused vacation and sick pay under formulas and conditions specified in various employee contracts. The amount in the "Additions" column represents the net change during the year ended June 30, 2009.

Long-term debt is comprised of the following individual bond issues and notes:

	Balance <u>June 30, 2009</u>
Bonds Payable:	
\$9,225,000 – 2005 Refunding School Building and Site Bonds due in annual installments of \$1,400,000 to \$1,710,000 through May 1, 2014, beginning May 1, 2009, plus interest at 3.0% to 5.0%.	\$7,825,000
<u>School Improvement Bonds, Series 1998</u> – Interest Rate 4.8% - These bonds were issued as a settlement of the Durant issue between Bedford Public Schools and the State of Michigan. The bonds are a legal obligation of Bedford Public Schools. The liability created by these bonds will be reduced each year by an annual State of Michigan appropriation for debt service on the bonds, and this annual appropriation is the only revenue source for making the annual debt service payments on the bonds. If the State of Michigan fails to appropriate the funds, there is no obligation for the School to make the payment. If there is a failure to appropriate the funds for debt service in any year, the School will write off the debt service for that fiscal year only. During fiscal year 2007, the State of Michigan notified the School that the Improvement bonds payment schedule was revised. The revised schedule has payments anticipated in fiscal year 2009.	<u>217,836</u>
Total Bonds Payable	<u>\$8,042,836</u>
Notes Payable:	
Key Bank Bus Note: Term note, payable \$18,486 annually, beginning October 21, 2005, including interest at 3.7% due October 21, 2009, secured by a bus.	\$ 17,825
Bank of America Bus Note: Term note, payable \$112,008 annually, beginning September 14, 2007, including interest at 4.35% due September 14, 2013, secured by buses.	493,777
Key Bank Bus Note: Term note, payable \$90,319 annually, beginning December 21, 2005, including interest at 3.7% due December 21, 2009, secured by buses.	87,096
Monroe Bank & Trust Stadium Note: Term note, was refinanced January 6, 2006, four annual payments of \$30,000 and one annual payment of \$243,457, beginning January 6, 2007, payments include interest at 4.75% due January 6, 2011.	249,408
Monroe Bank & Trust Stadium Concession Stand Note: Term note, five annual payments of \$19,000 and one annual payment of \$60,767, beginning November 3, 2007, payments include interest at 7.25%, due November 3, 2011.	<u>83,492</u>
Total Notes Payable	<u>\$931,598</u>

BEDFORD PUBLIC SCHOOLS

*Notes to the Financial Statements
Year Ended June 30, 2009*

Note 11 - Long-Term Debt and Other Obligations (continued)

Principal and interest requirements to retire the 2005 Refunding School Bonds are as follows:

Year Ending June 30	Interest Requirements		Principal	Total Requirements
	November 1	May 1	Requirements May 1	
2010	\$170,050	\$170,050	\$1,440,000	\$1,780,100
2011	148,450	148,450	1,490,000	1,786,900
2012	122,375	122,375	1,555,000	1,799,750
2013	83,500	83,500	1,630,000	1,797,000
2014	42,750	42,750	1,710,000	1,795,500
Total	\$567,125	\$567,125	\$7,825,000	\$8,959,250

Principal and interest requirements to retire the Durant School Improvement Bond are as follows:

Year Ending June 30	Interest	Principal	Total Requirements
	Requirements May 15	Requirements May 15	
2010	\$4,856	\$23,746	\$28,602
2011	3,725	24,878	28,603
2012	50,267	141,911	192,178
2013	1,300	27,301	28,601
Total	\$60,148	\$217,836	\$277,984

Annual principal and interest requirements to maturity for the above bond and note payable obligations are as follows:

Year Ending June 30	Interest Requirements	Principal Requirements	Total Requirements
2010	\$388,984	\$1,689,532	\$2,078,516
2011	328,791	1,855,249	2,184,040
2012	312,557	1,852,148	2,164,705
2013	177,444	1,760,166	1,937,610
2014	90,169	1,817,339	1,907,508
Total	\$1,297,945	\$8,974,434	\$10,272,379

BEDFORD PUBLIC SCHOOLS

*Notes to the Financial Statements
Year Ended June 30, 2009*

Note 12 - Contingencies

A. Grants

The School received financial assistance from federal and state agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies.

Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the School at June 30, 2009.

B. Litigation

There are currently no matters in litigation with the School as defendant.

Note 13 – Short-Term Debt Activity

The School has various options for short-term financing including tax anticipation notes, state aid anticipation notes and lines of credit. The School entered into a short-term financing arrangement during the fiscal year ended June 30, 2009. This arrangement was for a state aid note, secured by the state aid fund allowance, in the amount of \$5,000,000 through the Michigan Municipal Bond Authority. The short-term financing was utilized for cash-flow purposes based on the timing of School revenues through state aid allowances. This state aid note was repaid by June 30, 2009.

Note 14 – Enhancement Millage for Technology

Voters of Monroe County passed an enhanced millage based on the taxable value of all property in the Monroe County Intermediate School District. The technology millage was renewed on May 2, 2006, at 0.9866 mill for an additional five years, 2007 to 2011. The Intermediate School District will distribute the tax collections to the local public school districts based on pupil membership count. The tax millage received by the local school districts is used for technology enhancements and related expenses.

Note 15 – Capital Project Fund

The Capital Maintenance Fund includes capital project activities funded with monies transferred from the General Fund. For these capital projects, the School has complied with the applicable provisions of MCL 388.1618.

Note 16 – Governmental Regulation

Substantially all of the School District's facilities are subject to federal, state, and local provisions regulating the discharge of material into the environment. Compliance with these provisions has not had, nor does the School District expect such compliance to have, any material effect upon the capital expenditures, net revenue in excess of expenditures or financial condition of the school district. Management believes that its current practices and procedures for the control and disposition of such wastes comply with applicable federal and state requirements.

Note 17 – Subsequent Events

The Schools District's management evaluated subsequent events from June 30, 2009 through October 13, 2009, the date the financial statements were available to be issued.

REQUIRED SUPPLEMENTAL INFORMATION

BEDFORD PUBLIC SCHOOLS

*General Fund
Budgetary Comparison Schedule
Year Ended June 30, 2009*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Local sources	\$3,707,990	\$3,655,760	\$3,634,167	(\$21,593)
State sources	35,979,690	34,071,092	33,765,572	(305,520)
Federal sources	767,953	2,656,904	2,514,377	(142,527)
Interdistrict and other sources	1,758,625	1,659,498	1,650,996	(8,502)
Total Revenues	42,214,258	42,043,254	41,565,112	(478,142)
Expenditures				
Current:				
Instruction	27,070,537	28,001,904	27,596,772	405,132
Support services	14,811,277	14,130,634	13,792,922	337,712
Community services	88,195	7,275	3,402	3,873
Interdistrict and other uses	15,561	16,958	4,958	12,000
Debt Service:				
Principal retirement	225,736	217,309	217,309	0
Interest and fiscal charges	256,526	142,380	142,380	0
Total Expenditures	42,467,832	42,516,460	41,757,743	758,717
Excess (Deficiency) of Revenues Over Expenditures	(253,574)	(473,206)	(192,631)	280,575
Other Financing Sources (Uses)				
Proceeds from notes issued	5,000,000	5,000,000	5,000,000	0
Payment of notes issued	(5,000,000)	(5,000,000)	(5,000,000)	0
Operating transfer in	43,000	33,000	20,000	(13,000)
Operating transfer out	(565,301)	(562,801)	(562,801)	0
Total Other Financing Sources (Uses)	(522,301)	(529,801)	(542,801)	(13,000)
Net Change in Fund Balances	(775,875)	(1,003,007)	(735,432)	267,575
Fund Balances - Beginning of year	3,479,514	3,774,746	3,774,746	0
Fund Balances - End of year	<u>\$2,703,639</u>	<u>\$2,771,739</u>	<u>\$3,039,314</u>	<u>\$267,575</u>

BEDFORD PUBLIC SCHOOLS

*General Fund
Schedule of Revenues-Budget and Actual
Year Ended June 30, 2009*

	Final Budget	Actual	Positive (Negative) Budget
Local Sources			
Property taxes	\$3,371,046	\$3,373,801	\$2,755
Local contributions	45,836	45,761	(75)
Rental income	5,000	5,000	0
Tuition	85,901	83,695	(2,206)
Earnings on investments	130,000	107,888	(22,112)
Other local revenue	17,977	18,022	45
Total Local Sources	<u>3,655,760</u>	<u>3,634,167</u>	<u>(21,593)</u>
State Sources			
Unrestricted grants:			
Proposal A obligation	20,520,889	20,514,106	(6,783)
Discretionary payment	11,011,252	11,011,236	(16)
Restricted grants:			
Adult education	17,022	17,022	0
No Worker Left Behind	58,947	0	(58,947)
Special education Headlee obligation	1,594,136	1,594,136	0
Durant settlement	0	486	486
School readiness	114,453	76,748	(37,705)
At risk	581,637	380,419	(201,218)
Vocational education	5,625	5,182	(443)
Declining enrollment	56,931	56,956	25
Transfer from intermediate school district:			
Professional development grant	200	0	(200)
Section 74 Bus Driver Safety	0	806	806
Vocational education added costs	110,000	108,475	(1,525)
Total State Sources	<u>34,071,092</u>	<u>33,765,572</u>	<u>(305,520)</u>
Federal Sources			
Title I	511,625	479,536	(32,089)
Education technology state grant	7,288	3,354	(3,934)
Title III - limited english proficient	4,416	4,416	0
Improving teacher quality	167,055	62,968	(104,087)
ARRA-Education Stabilization Funds	1,910,133	1,910,133	0
Transfer from intermediate school district:			
Drug free	4,958	4,958	0
Technical preparation	5,156	5,155	(1)
McKinney-Vento homeless students' assistance	2,416	0	(2,416)
Perkins	43,857	43,857	0
Total Federal Sources	<u>2,656,904</u>	<u>2,514,377</u>	<u>(142,527)</u>
Interdistrict and Other Sources			
Tuition	10,000	1,438	(8,562)
Universal service fund e-rate	48,930	48,930	0
Miscellaneous sources	3,805	3,805	0
Transfer from intermediate school district:			
County special education tax	1,596,763	1,596,823	60
Total Interdistrict and Other Sources	<u>1,659,498</u>	<u>1,650,996</u>	<u>(8,502)</u>
Total Revenues	42,043,254	41,565,112	(478,142)
Other Financing Sources			
Proceeds from notes issued	5,000,000	5,000,000	0
Transfer in from other funds	33,000	20,000	(13,000)
Total Other Financing Sources	<u>5,033,000</u>	<u>5,020,000</u>	<u>(13,000)</u>
Total Revenues and Other Financing Sources	<u>\$47,076,254</u>	<u>\$46,585,112</u>	<u>(\$491,142)</u>

BEDFORD PUBLIC SCHOOLS

*General Fund
Schedule of Expenditures - Budget and Actual
Year Ended June 30, 2009*

	<u>Salaries</u>	<u>Employee Benefits</u>	<u>Purchased Services</u>
Instruction			
Basic Programs:			
Elementary	\$7,694,056	\$3,805,675	\$268,865
Middle School	2,392,327	1,122,596	89,515
High School	4,147,139	2,045,653	149,915
Other basic programs	120,065	21,334	3,019
	<u>14,353,587</u>	<u>6,995,258</u>	<u>511,314</u>
Added Needs:			
Special education	2,092,078	925,759	55,928
Compensatory education	650,688	184,034	0
Vocational education	675,262	309,999	18,209
	<u>3,418,028</u>	<u>1,419,792</u>	<u>74,137</u>
Adult and Continuing Education:			
Secondary	0	0	0
Enrichment	35,564	9,359	42,227
	<u>35,564</u>	<u>9,359</u>	<u>42,227</u>
Other Instructional Services	<u>0</u>	<u>114,550</u>	<u>0</u>
Total Instruction	17,807,179	8,538,959	627,678
Support Services			
Pupil:			
Guidance	478,835	225,435	1,800
Health	194,177	67,709	4,731
Speech	461,334	225,401	0
Other pupil services	110,774	77,617	118,779
	<u>1,245,120</u>	<u>596,162</u>	<u>125,310</u>
Instructional Staff:			
Improvement of instruction	30,445	7,414	85,972
Education media services	416,987	236,321	0
Technology assisted instruction	0	0	0
Supervision direction	142	34	8,433
Other instructional staff services	290,518	87,620	1,925
	<u>738,092</u>	<u>331,389</u>	<u>96,330</u>
General Administration:			
Board of Education	3,000	0	285,311
Executive administration	211,160	203,338	3,329
	<u>214,160</u>	<u>203,338</u>	<u>288,640</u>
School Administration:			
Office of the principal	1,651,068	402,718	6,738
Other school administration	0	422,169	0
	<u>1,651,068</u>	<u>824,887</u>	<u>6,738</u>
Business Administration:			
Fiscal services	297,911	145,258	4,581
Other business administration	0	0	36,316
	<u>297,911</u>	<u>145,258</u>	<u>40,897</u>

Supplies and Materials	Capital Outlay	Other Expenses	Totals	Final Budget	Positive (Negative) Budget
\$226,648	\$1,358	\$0	\$11,996,602	\$12,021,237	\$24,635
84,864	0	99	3,689,401	3,696,865	7,464
96,528	0	59,835	6,499,070	6,562,855	63,785
10,075	0	0	154,493	172,417	17,924
<u>418,115</u>	<u>1,358</u>	<u>59,934</u>	<u>22,339,566</u>	<u>22,453,374</u>	<u>113,808</u>
22,315	0	32	3,096,112	3,100,732	4,620
18,842	0	0	853,564	1,085,435	231,871
98,038	0	0	1,101,508	1,130,933	29,425
<u>139,195</u>	<u>0</u>	<u>32</u>	<u>5,051,184</u>	<u>5,317,100</u>	<u>265,916</u>
32	0	0	32	40,480	40,448
2,510	0	1,780	91,440	85,731	(5,709)
<u>2,542</u>	<u>0</u>	<u>1,780</u>	<u>91,472</u>	<u>126,211</u>	<u>34,739</u>
0	0	0	114,550	105,219	(9,331)
<u>559,852</u>	<u>1,358</u>	<u>61,746</u>	<u>27,596,772</u>	<u>28,001,904</u>	<u>405,132</u>
0	0	0	706,070	737,089	31,019
5,536	0	0	272,153	277,058	4,905
0	0	0	686,735	691,404	4,669
0	0	5,674	312,844	323,344	10,500
<u>5,536</u>	<u>0</u>	<u>5,674</u>	<u>1,977,802</u>	<u>2,028,895</u>	<u>51,093</u>
9,087	0	151	133,069	226,852	93,783
41,896	0	0	695,204	699,029	3,825
0	0	0	0	2,200	2,200
0	0	11,215	19,824	30,451	10,627
1,981	0	674	382,718	383,210	492
<u>52,964</u>	<u>0</u>	<u>12,040</u>	<u>1,230,815</u>	<u>1,341,742</u>	<u>110,927</u>
0	0	11,550	299,861	272,063	(27,798)
1,335	0	2,654	421,816	416,265	(5,551)
<u>1,335</u>	<u>0</u>	<u>14,204</u>	<u>721,677</u>	<u>688,328</u>	<u>(33,349)</u>
16,098	0	10,980	2,087,602	2,104,201	16,599
0	0	2,703	424,872	433,364	8,492
<u>16,098</u>	<u>0</u>	<u>13,683</u>	<u>2,512,474</u>	<u>2,537,565</u>	<u>25,091</u>
5,381	0	100,262	553,393	585,890	32,497
0	0	0	36,316	36,595	279
<u>5,381</u>	<u>0</u>	<u>100,262</u>	<u>589,709</u>	<u>622,485</u>	<u>32,776</u>

BEDFORD PUBLIC SCHOOLS

*General Fund
Schedule of Expenditures - Budget and Actual
Year Ended June 30, 2009*

	<u>Salaries</u>	<u>Employee Benefits</u>	<u>Purchased Services</u>
(Concluded)			
Support Services			
Operation and maintenance	\$1,562,472	\$968,339	\$355,590
Pupil transportation	1,129,826	788,038	115,756
Central Services:			
Planning, research, development, and evaluation	7,586	1,852	80
Information services	0	0	70,681
Staff services	249,259	117,792	8,427
Support services technology	0	0	84,827
Other central services	0	0	118,915
	<u>256,845</u>	<u>119,644</u>	<u>282,930</u>
Other Support Services	<u>0</u>	<u>0</u>	<u>0</u>
Total Support Services	7,095,494	3,977,055	1,312,191
Community Services			
Non public school pupils	2,733	669	0
Interdistrict Uses			
Other	0	0	0
Debt Service			
Principal retirement	0	0	0
Interest and fiscal charges	0	0	0
Total Debt Service	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	24,905,406	12,516,683	1,939,869
Other Financing Uses			
Fund Modifications:			
Payment of notes issued	0	0	0
Transfer to other funds	0	0	0
Total Other Financing Uses	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures and Other Financing Uses	<u>\$24,905,406</u>	<u>\$12,516,683</u>	<u>\$1,939,869</u>

<u>Supplies and Materials</u>	<u>Capital Outlay</u>	<u>Other Expenses</u>	<u>Totals</u>	<u>Final Budget</u>	<u>Positive (Negative) Budget</u>
\$885,119	\$0	\$4,298	\$3,775,818	\$3,876,988	\$101,170
273,083	0	314	2,307,017	2,340,646	33,629
0	0	0	9,518	10,000	482
4,676	0	228	75,585	73,215	(2,370)
2,868	0	2,295	380,641	393,720	13,079
0	0	0	84,827	89,631	4,804
0	0	0	118,915	118,855	(60)
<u>7,544</u>	<u>0</u>	<u>2,523</u>	<u>669,486</u>	<u>685,421</u>	<u>15,935</u>
0	0	8,124	8,124	8,564	440
<u>1,247,060</u>	<u>0</u>	<u>161,122</u>	<u>13,792,922</u>	<u>14,130,634</u>	<u>337,712</u>
0	0	0	3,402	7,275	3,873
0	0	4,958	4,958	16,958	12,000
0	0	217,309	217,309	217,309	0
0	0	142,380	142,380	142,380	0
<u>0</u>	<u>0</u>	<u>359,689</u>	<u>359,689</u>	<u>359,689</u>	<u>0</u>
1,806,912	1,358	587,515	41,757,743	42,516,460	758,717
0	0	5,000,000	5,000,000	5,000,000	0
<u>0</u>	<u>0</u>	<u>562,801</u>	<u>562,801</u>	<u>562,801</u>	<u>0</u>
<u>0</u>	<u>0</u>	<u>5,562,801</u>	<u>5,562,801</u>	<u>5,562,801</u>	<u>0</u>
<u>\$1,806,912</u>	<u>\$1,358</u>	<u>\$6,150,316</u>	<u>\$47,320,544</u>	<u>\$48,079,261</u>	<u>\$758,717</u>

BEDFORD PUBLIC SCHOOLS

*Technology Enhancement Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Year Ended June 30, 2009*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Local Sources:				
Taxes	\$1,313,797	\$1,328,797	\$1,348,647	\$19,850
Total Revenues	1,313,797	1,328,797	1,348,647	19,850
Expenditures				
Current:				
Instruction	2,867	0	0	0
Support services	1,400,347	1,052,836	958,345	94,491
Total Expenditures	1,403,214	1,052,836	958,345	94,491
Net Change in Fund Balances	(89,417)	275,961	390,302	114,341
Fund Balance - Beginning of year	264,172	256,967	256,967	0
Fund Balance - End of year	\$174,755	\$532,928	\$647,269	\$114,341

OTHER SUPPLEMENTAL INFORMATION

BEDFORD PUBLIC SCHOOLS

*Capital Maintenance Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Year Ended June 30, 2009*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Local Sources:				
Other local revenues	18,000	18,000	18,000	\$0
Total Revenues	18,000	18,000	18,000	0
Expenditures				
Support services	236,000	327,000	283,270	43,730
Total Expenditures	236,000	327,000	283,270	43,730
Excess (Deficiency) of Revenue Over Expenditures	(218,000)	(309,000)	(265,270)	43,730
Other Financing Sources (Uses)				
Transfers in	50,000	47,500	47,500	0
Net Change in Fund Balances	(168,000)	(261,500)	(217,770)	43,730
Fund Balance - Beginning of year	261,846	313,198	313,198	0
Fund Balance - End of year	\$93,846	\$51,698	\$95,428	\$43,730

BEDFORD PUBLIC SCHOOLS

*Nonmajor Governmental Funds
Combining Balance Sheet
Year Ended June 30, 2009*

Special Revenue Funds

	<u>Food Service</u>	<u>Athletics</u>	<u>RSVP</u>	<u>Senior Center</u>	<u>Health Van</u>
Assets					
Cash and cash equivalents	\$0	\$2,000	\$149,117	\$295,305	\$414
Receivables:					
Accounts	18,319	387	11,781	512	564
Due from other governmental units	16,503	0	6,059	3,652	6,163
Due from other funds	180,613	3,247	0	0	11,193
Prepaid expenses	225	0	500	0	0
Inventories	19,485	0	0	0	0
 Total Assets	 <u>\$235,145</u>	 <u>\$5,634</u>	 <u>\$167,457</u>	 <u>\$299,469</u>	 <u>\$18,334</u>
 Liabilities					
Accounts payable	\$39,581	\$1,659	\$3,598	\$13,307	\$198
Accrued wages and benefits	9,217	3,975	12,564	8,609	6,125
Due to other funds	0	0	77,262	78,294	0
 Total Liabilities	 48,798	 5,634	 93,424	 100,210	 6,323
 Fund Balances					
Reserved for prepaid expenses	225	0	500	0	0
Reserved for inventory	19,485	0	0	0	0
Reserved for debt service	0	0	0	0	0
Unreserved :					
Undesignated, reported in:					
Special Revenue Funds	166,637	0	73,533	199,259	12,011
 Total Fund Balance	 <u>186,347</u>	 <u>0</u>	 <u>74,033</u>	 <u>199,259</u>	 <u>12,011</u>
 Total Liabilities and Fund Balances	 <u>\$235,145</u>	 <u>\$5,634</u>	 <u>\$167,457</u>	 <u>\$299,469</u>	 <u>\$18,334</u>

Debt Service Funds						Total Nonmajor Governmental Funds
Recreation	Child Care	Latchkey	Summer Latchkey	2005 Refunding School Bond	Durant	
\$537	\$0	\$0	\$0	\$336,486	\$0	\$783,859
10,622	1,502	0	10,815	0	0	54,502
0	212	0	0	0	0	32,589
51,420	8,569	6,997	4,729	0	0	266,768
0	0	0	0	0	0	725
0	0	0	0	0	0	19,485
<u>\$62,579</u>	<u>\$10,283</u>	<u>\$6,997</u>	<u>\$15,544</u>	<u>\$336,486</u>	<u>\$0</u>	<u>\$1,157,928</u>
\$5,469	\$211	\$3,169	\$1,973	\$20	\$0	\$69,185
19,708	10,072	3,828	13,571	0	0	87,669
37,402	0	0	0	8,074	0	201,032
62,579	10,283	6,997	15,544	8,094	0	357,886
0	0	0	0	0	0	725
0	0	0	0	0	0	19,485
0	0	0	0	328,392	0	328,392
0	0	0	0	0	0	451,440
0	0	0	0	328,392	0	800,042
<u>\$62,579</u>	<u>\$10,283</u>	<u>\$6,997</u>	<u>\$15,544</u>	<u>\$336,486</u>	<u>\$0</u>	<u>\$1,157,928</u>

BEDFORD PUBLIC SCHOOLS

*Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Year Ended June 30, 2009*

	Special Revenue Funds				
	Food Service	Athletics	RSVP	Senior Center	Health Van
Revenues					
Local sources	\$958,517	\$245,768	\$180,181	\$286,259	\$60,880
State sources	68,530	0	88,074	0	38,061
Federal sources	469,119	0	107,939	25,043	0
Total Revenues	1,496,166	245,768	376,194	311,302	98,941
Expenditures					
Current:					
Food service	1,455,166	0	0	0	0
Athletics	0	767,099	0	0	0
Community services	0	0	392,156	321,327	107,511
Debt Service:					
Principal retirement	0	0	0	0	0
Interest and fiscal charges	0	0	0	0	0
Other	0	0	0	0	0
Total Expenditures	1,455,166	767,099	392,156	321,327	107,511
Excess (Deficiency) of Revenues Over Expenditures	41,000	(521,331)	(15,962)	(10,025)	(8,570)
Other Financing Sources (Uses)					
Transfers in	0	515,301	0	0	0
Transfers out	(20,000)	0	(2,000)	(51,420)	0
Total Other Financing Sources (Uses)	(20,000)	515,301	(2,000)	(51,420)	0
Net Change in Fund Balances	21,000	(6,030)	(17,962)	(61,445)	(8,570)
Fund Balances - Beginning of year	165,347	6,030	91,995	260,704	20,581
Fund Balances - End of year	<u>\$186,347</u>	<u>\$0</u>	<u>\$74,033</u>	<u>\$199,259</u>	<u>\$12,011</u>

Debt Service Funds						Total Nonmajor Governmental Funds
Recreation	Child Care	Latchkey	Summer Latchkey	2005 Refunding School Bond	Durant	
\$488,594	\$179,955	\$218,157	\$80,329	\$1,737,039	\$0	\$4,435,679
0	0	0	0	0	28,603	223,268
0	4,086	0	0	0	0	606,187
488,594	184,041	218,157	80,329	1,737,039	28,603	5,265,134
0	0	0	0	0	0	1,455,166
0	0	0	0	0	0	767,099
568,172	190,808	208,535	73,032	0	0	1,861,541
0	0	0	0	1,400,000	22,668	1,422,668
0	0	0	0	382,100	5,935	388,035
0	0	0	0	8,180	0	8,180
568,172	190,808	208,535	73,032	1,790,280	28,603	5,902,689
(79,578)	(6,767)	9,622	7,297	(53,241)	0	(637,555)
76,982	6,767	0	0	0	0	599,050
0	0	(11,803)	(18,526)	0	0	(103,749)
76,982	6,767	(11,803)	(18,526)	0	0	495,301
(2,596)	0	(2,181)	(11,229)	(53,241)	0	(142,254)
2,596	0	2,181	11,229	381,633	0	942,296
\$0	\$0	\$0	\$0	\$328,392	\$0	\$800,042

BEDFORD PUBLIC SCHOOLS

*Food Service Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Year Ended June 30, 2009*

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Positive (Negative) Budget</u>
Revenues				
Local Sources:				
Service fees	\$1,032,325	\$968,682	\$958,517	(\$10,165)
State Sources:				
Durant school lunch	27,500	43,635	43,635	0
State reimbursement lunch	15,500	18,315	18,315	0
At Risk	0	7,020	6,580	(440)
	<u>43,000</u>	<u>68,970</u>	<u>68,530</u>	<u>(440)</u>
Federal Sources:				
School lunch program	375,298	376,698	381,070	4,372
Federal commodities	65,000	65,000	88,049	23,049
	<u>440,298</u>	<u>441,698</u>	<u>469,119</u>	<u>27,421</u>
Total Revenues	1,515,623	1,479,350	1,496,166	16,816
Expenditures				
Food Service:				
Salaries	381,560	421,455	417,173	4,282
Employee benefits	174,516	180,626	177,747	2,879
Purchased services	844,050	754,209	755,803	(1,594)
Supplies and materials	71,350	74,930	97,263	(22,333)
Capital outlay	0	2,206	2,206	0
Other	3,250	4,924	4,974	(50)
	<u>1,474,726</u>	<u>1,438,350</u>	<u>1,455,166</u>	<u>(16,816)</u>
Total Expenditures				
Excess (Deficiency) of Revenue Over Expenditures	40,897	41,000	41,000	0
Other Financing Sources (Uses)				
Transfers out	<u>(20,000)</u>	<u>(20,000)</u>	<u>(20,000)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>(20,000)</u>	<u>(20,000)</u>	<u>(20,000)</u>	<u>0</u>
Net Change in Fund Balances	20,897	21,000	21,000	0
Fund Balance - Beginning of year	<u>192,139</u>	<u>165,347</u>	<u>165,347</u>	<u>0</u>
Fund Balance - End of year	<u>\$213,036</u>	<u>\$186,347</u>	<u>\$186,347</u>	<u>\$0</u>

BEDFORD PUBLIC SCHOOLS

*Athletics Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Year Ended June 30, 2009*

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Positive (Negative) Budget
Revenues				
Local Sources:				
Admission and Fees	\$224,282	\$244,159	\$244,243	\$84
Contributions and Donations	1,525	1,525	1,525	0
Total Revenues	225,807	245,684	245,768	84
Expenditures				
Athletics:				
Salaries	447,713	438,500	438,464	36
Employee benefits	150,640	138,991	137,683	1,308
Purchased services	57,845	97,435	97,306	129
Supplies and materials	63,210	68,261	69,825	(1,564)
Other	21,700	23,828	23,821	7
Total Expenditures	741,108	767,015	767,099	(84)
Excess (Deficiency) of Revenue Over Expenditures	(515,301)	(521,331)	(521,331)	0
Other Financing Sources (Uses)				
Transfers in	515,301	515,301	515,301	0
Total Other Financing Sources (Uses)	515,301	515,301	515,301	0
Net Change in Fund Balances	0	(6,030)	(6,030)	0
Fund Balance - Beginning of year	8,893	6,030	6,030	0
Fund Balance - End of year	<u>\$8,893</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

BEDFORD PUBLIC SCHOOLS

*RSVP Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Year Ended June 30, 2009*

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Positive (Negative) Budget</u>
Revenues				
Local Sources:				
Local unit appropriations	\$126,551	\$126,711	\$108,421	(\$18,290)
Other local revenues	57,014	63,934	71,760	7,826
	<u>183,565</u>	<u>190,645</u>	<u>180,181</u>	<u>(10,464)</u>
State Sources:				
OSA	30,736	29,412	30,405	993
CASA	57,520	57,812	57,669	(143)
	<u>88,256</u>	<u>87,224</u>	<u>88,074</u>	<u>850</u>
Federal Sources:				
Retired and Senior Volunteer Program	107,939	107,939	107,939	0
	<u>107,939</u>	<u>107,939</u>	<u>107,939</u>	<u>0</u>
Total Revenues	379,760	385,808	376,194	(9,614)
Expenditures				
Community Services:				
Salaries	204,335	195,370	191,986	3,384
Employee benefits	95,957	97,959	95,726	2,233
Purchased services	79,470	82,236	82,310	(74)
Supplies and materials	3,550	2,698	2,600	98
Other	500	17,500	19,534	(2,034)
	<u>383,812</u>	<u>395,763</u>	<u>392,156</u>	<u>3,607</u>
Total Expenditures	383,812	395,763	392,156	3,607
Excess (Deficiency) of Revenue Over Expenditures	(4,052)	(9,955)	(15,962)	(6,007)
Other Financing Sources (Uses)				
Transfers out	(2,000)	(2,000)	(2,000)	0
	<u>(2,000)</u>	<u>(2,000)</u>	<u>(2,000)</u>	<u>0</u>
Total Other Financing Sources (Uses)	(2,000)	(2,000)	(2,000)	0
Net Change in Fund Balances	(6,052)	(11,955)	(17,962)	(6,007)
Fund Balance - Beginning of year	85,090	91,995	91,995	0
Fund Balance - End of year	<u>\$79,038</u>	<u>\$80,040</u>	<u>\$74,033</u>	<u>(\$6,007)</u>

BEDFORD PUBLIC SCHOOLS

*Senior Center Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Year Ended June 30, 2009*

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Positive (Negative) Budget</u>
Revenues				
Local Sources:				
Local unit appropriations	\$187,459	\$183,580	\$198,220	\$14,640
Contributions and donations	9,104	9,104	14,900	5,796
Meals	51,800	61,300	62,161	861
Other local revenues	16,296	19,291	10,978	(8,313)
	<u>264,659</u>	<u>273,275</u>	<u>286,259</u>	<u>12,984</u>
Federal Sources:				
Title III, Part C	30,000	34,500	25,043	(9,457)
Total Revenues	294,659	307,775	311,302	3,527
Expenditures				
Community Services:				
Salaries	130,202	132,676	133,056	(380)
Employee benefits	49,310	49,968	50,169	(201)
Purchased services	23,747	19,044	19,724	(680)
Supplies and materials	91,200	105,160	115,870	(10,710)
Other	200	927	2,508	(1,581)
Total Expenditures	<u>294,659</u>	<u>307,775</u>	<u>321,327</u>	<u>(13,552)</u>
Excess (Deficiency) of Revenue Over Expenditures	0	0	(10,025)	(10,025)
Other Financing Sources (Uses)				
Transfers out	0	0	(51,420)	(51,420)
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>(51,420)</u>	<u>(51,420)</u>
Net Change in Fund Balances	0	0	(61,445)	(61,445)
Fund Balance - Beginning of year	262,709	260,704	260,704	0
Fund Balance - End of year	<u>\$262,709</u>	<u>\$260,704</u>	<u>\$199,259</u>	<u>(\$61,445)</u>

BEDFORD PUBLIC SCHOOLS

*Health Van Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Year Ended June 30, 2009*

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Positive (Negative) Budget
Revenues				
Local Sources:				
Local unit appropriations	\$32,432	\$34,187	\$34,187	\$0
Service fees	27,000	27,000	24,305	(2,695)
Contributions and donations	4,332	1,332	2,388	1,056
	<u>63,764</u>	<u>62,519</u>	<u>60,880</u>	<u>(1,639)</u>
State Sources:				
Other state grants	34,005	37,005	38,061	1,056
	<u>34,005</u>	<u>37,005</u>	<u>38,061</u>	<u>1,056</u>
Total Revenues	97,769	99,524	98,941	(583)
Expenditures				
Community Services:				
Salaries	52,100	55,906	57,074	(1,168)
Employee benefits	22,619	23,076	23,486	(410)
Purchased services	3,198	2,768	2,613	155
Supplies and materials	19,831	19,831	24,055	(4,224)
Other	411	411	283	128
	<u>411</u>	<u>411</u>	<u>283</u>	<u>128</u>
Total Expenditures	98,159	101,992	107,511	(5,519)
Net Change in Fund Balances	(390)	(2,468)	(8,570)	(6,102)
Fund Balance - Beginning of year	16,700	20,581	20,581	0
Fund Balance - End of year	<u>\$16,310</u>	<u>\$18,113</u>	<u>\$12,011</u>	<u>(\$6,102)</u>

BEDFORD PUBLIC SCHOOLS

*Recreation Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Year Ended June 30, 2009*

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Positive (Negative) Budget</u>
Revenues				
Local Sources:				
Local unit appropriations	\$53,000	\$50,000	\$50,000	\$0
Service fees	481,000	488,576	436,409	(52,167)
Rentals	5,000	5,000	2,185	(2,815)
Total Revenues	<u>539,000</u>	<u>543,576</u>	<u>488,594</u>	<u>(54,982)</u>
Expenditures				
Community Services:				
Salaries	245,043	261,612	260,711	901
Employee benefits	122,636	125,046	125,140	(94)
Purchased services	137,021	124,916	124,984	(68)
Supplies and materials	56,700	49,238	52,276	(3,038)
Other	8,600	7,207	5,061	2,146
Total Expenditures	<u>570,000</u>	<u>568,019</u>	<u>568,172</u>	<u>(153)</u>
Excess (Deficiency) of Revenue Over Expenditures	(31,000)	(24,443)	(79,578)	(55,135)
Other Financing Sources (Uses)				
Transfers in	41,000	26,000	76,982	50,982
Transfers out	(10,000)	(4,153)	0	4,153
Total Other Financing Sources (Uses)	<u>31,000</u>	<u>21,847</u>	<u>76,982</u>	<u>55,135</u>
Net Change in Fund Balances	0	(2,596)	(2,596)	0
Fund Balance - Beginning of year	<u>2,737</u>	<u>2,596</u>	<u>2,596</u>	<u>0</u>
Fund Balance - End of year	<u><u>\$2,737</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

BEDFORD PUBLIC SCHOOLS

*Child Care Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Year Ended June 30, 2009*

	Original Budget	Final Budget	Actual	Positive (Negative) Budget
Revenues				
Local Sources:				
Tuition	\$212,101	\$163,707	\$168,778	\$5,071
Meals	11,500	11,500	11,177	(323)
	<u>223,601</u>	<u>175,207</u>	<u>179,955</u>	<u>4,748</u>
Federal Sources:				
Restricted grant	3,000	3,874	4,086	212
Total Revenues	226,601	179,081	184,041	4,960
Expenditures				
Community Services:				
Salaries	145,342	136,342	137,541	(1,199)
Employee benefits	37,225	33,177	34,350	(1,173)
Purchased services	14,534	12,895	13,080	(185)
Supplies and materials	17,000	5,800	5,837	(37)
Capital outlay	500	0	0	0
Total Expenditures	<u>214,601</u>	<u>188,214</u>	<u>190,808</u>	<u>(2,594)</u>
Excess (Deficiency) of Revenue Over Expenditures	12,000	(9,133)	(6,767)	2,366
Other Financing Sources (Uses)				
Transfers in	0	9,133	6,767	(2,366)
Transfers out	<u>(12,000)</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>(12,000)</u>	<u>9,133</u>	<u>6,767</u>	<u>(2,366)</u>
Net Change in Fund Balances	0	0	0	0
Fund Balance - Beginning of year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance - End of year	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

BEDFORD PUBLIC SCHOOLS

*Latchkey Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Year Ended June 30, 2009*

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Positive (Negative) Budget</u>
Revenues				
Local Sources:				
Tuition	<u>\$233,792</u>	<u>\$214,914</u>	<u>\$218,157</u>	<u>\$3,243</u>
Total Revenues	233,792	214,914	218,157	3,243
Expenditures				
Community Services:				
Salaries	138,705	136,328	138,429	(2,101)
Employee benefits	43,412	44,676	46,115	(1,439)
Purchased services	6,075	5,600	5,302	298
Supplies and materials	<u>13,600</u>	<u>17,740</u>	<u>18,689</u>	<u>(949)</u>
Total Expenditures	<u>201,792</u>	<u>204,344</u>	<u>208,535</u>	<u>(4,191)</u>
Excess (Deficiency) of Revenue Over Expenditures	32,000	10,570	9,622	(948)
Other Financing Sources (Uses)				
Transfers out	<u>(32,000)</u>	<u>(12,751)</u>	<u>(11,803)</u>	<u>948</u>
Total Other Financing Sources (Uses)	<u>(32,000)</u>	<u>(12,751)</u>	<u>(11,803)</u>	<u>948</u>
Net Change in Fund Balances	0	(2,181)	(2,181)	0
Fund Balance - Beginning of year	<u>0</u>	<u>2,181</u>	<u>2,181</u>	<u>0</u>
Fund Balance - End of year	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

BEDFORD PUBLIC SCHOOLS

*Summer Latchkey Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Year Ended June 30, 2009*

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Positive (Negative) Budget</u>
Revenues				
Local Sources:				
Tuition	<u>\$71,074</u>	<u>\$71,074</u>	<u>\$80,329</u>	<u>\$9,255</u>
Total Revenues	71,074	71,074	80,329	9,255
Expenditures				
Community Services:				
Salaries	40,250	40,250	45,805	(5,555)
Employee benefits	10,224	9,924	10,328	(404)
Purchased services	7,100	6,800	8,123	(1,323)
Supplies and materials	<u>6,500</u>	<u>7,100</u>	<u>8,776</u>	<u>(1,676)</u>
Total Expenditures	<u>64,074</u>	<u>64,074</u>	<u>73,032</u>	<u>(8,958)</u>
Excess (Deficiency) of Revenue Over Expenditures	7,000	7,000	7,297	297
Other Financing Sources (Uses)				
Transfers out	<u>(7,000)</u>	<u>(18,229)</u>	<u>(18,526)</u>	<u>(297)</u>
Total Other Financing Sources (Uses)	<u>(7,000)</u>	<u>(18,229)</u>	<u>(18,526)</u>	<u>(297)</u>
Net Change in Fund Balances	0	(11,229)	(11,229)	0
Fund Balance - Beginning of year	<u>303</u>	<u>11,229</u>	<u>11,229</u>	<u>0</u>
Fund Balance - End of year	<u><u>\$303</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

BEDFORD PUBLIC SCHOOLS

*2005 Refunding School Bond Debt Service Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Year Ended June 30, 2009*

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Positive (Negative) Budget
Revenues				
Local Sources:				
Taxes	\$1,722,196	\$1,732,160	\$1,731,619	(\$541)
Interest	<u>4,885</u>	<u>5,411</u>	<u>5,420</u>	<u>9</u>
Total Revenues	1,727,081	1,737,571	1,737,039	(532)
Expenditures				
Debt Service:				
Principal retirement	1,400,000	1,400,000	1,400,000	0
Interest and fiscal charges	382,100	382,100	382,100	0
Other	<u>500</u>	<u>10,271</u>	<u>8,180</u>	<u>2,091</u>
Total Expenditures	<u>1,782,600</u>	<u>1,792,371</u>	<u>1,790,280</u>	<u>2,091</u>
Net Change in Fund Balances	(55,519)	(54,800)	(53,241)	1,559
Fund Balance - Beginning of year	<u>389,885</u>	<u>381,633</u>	<u>381,633</u>	<u>0</u>
Fund Balance - End of year	<u><u>\$334,366</u></u>	<u><u>\$326,833</u></u>	<u><u>\$328,392</u></u>	<u><u>\$1,559</u></u>

BEDFORD PUBLIC SCHOOLS

*Durant Debt Service Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Year Ended June 30, 2009*

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Positive (Negative) Budget</u>
Revenues				
State Sources:				
Durant settlement	<u>\$28,603</u>	<u>\$28,603</u>	<u>\$28,603</u>	<u>\$0</u>
Total Revenues	28,603	28,603	28,603	0
Expenditures				
Debt Service:				
Principal retirement	22,668	22,668	22,668	0
Interest and fiscal charges	<u>5,935</u>	<u>5,935</u>	<u>5,935</u>	<u>0</u>
Total Expenditures	<u>28,603</u>	<u>28,603</u>	<u>28,603</u>	<u>0</u>
Net Change in Fund Balances	0	0	0	0
Fund Balance - Beginning of year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance - End of year	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

BEDFORD PUBLIC SCHOOLS

*Agency Funds
Statement of Changes in Assets and Liabilities
June 30, 2009*

	Student Activities Agency Fund			
	Balance			Balance
	June 30, 2008	Additions	Deductions	June 30, 2009
Assets				
Cash and cash equivalents	<u>\$500,844</u>	<u>\$1,085,558</u>	<u>\$1,115,131</u>	<u>\$471,271</u>
Liabilities				
Due to students	<u>\$500,844</u>	<u>\$1,085,558</u>	<u>\$1,115,131</u>	<u>\$471,271</u>

BEDFORD PUBLIC SCHOOLS

*Student Activities Agency Fund
Summary of Receipts and Disbursements
Year Ended June 30, 2009*

	Due to (From) School District July 1, 2008	Receipts	Disbursements	Due to (From) School District June 30, 2009
HIGH SCHOOL				
Adv. Speech & Theatre	\$61	\$0	\$0	\$61
AP Test	5,385	12,446	11,962	5,869
Art	249	7,769	7,936	82
Artists Guild	0	414	332	82
Athletic Club Coaches	825	6,650	6,000	1,475
Athletics	7,671	6,768	9,903	4,536
Auto Shop	529	1,462	1,489	502
Band	1,860	21,148	20,550	2,458
Baseball	72	6,662	5,444	1,290
Basketball (B)	7,477	20,454	20,715	7,216
Basketball (G)	1,021	6,383	7,113	291
Bedford Wrestling Room	12,596	4,494	15,004	2,086
Bedford Angels	299	0	0	299
Bedford Hockey	1,933	0	0	1,933
Billing Account	0	1,868	1,868	0
Bus. Prof. of America	2,720	10,686	12,859	547
C. Kwiatkowski Drama	945	300	300	945
Calculators	3,645	1,581	991	4,235
Cameras	1,446	0	1,446	0
Carpentry	3,341	0	2,511	830
Cheerleaders	6,173	36,055	39,029	3,199
Choral	2,851	46,791	47,761	1,881
Class of 1991	490	0	0	490
Class of 1994	1,313	0	800	513
Class of 1996	204	0	0	204
Class of 1997	41	0	0	41
Class of 1998	364	0	364	0
Class of 1999	460	0	0	460
Class of 2000	699	0	0	699
Class of 2001	424	0	0	424
Class of 2002	518	0	0	518
Class of 2003	1,203	0	0	1,203
Class of 2004	940	0	0	940
Class of 2005	3,483	0	0	3,483
Class of 2007	3,990	0	0	3,990
Class of 2009	5,341	2,155	4,745	2,751
Class of 2010	2,634	37,406	33,255	6,785
Class of 2011	783	1,240	1,881	142
Class of 2012	0	623	328	295
Crafts	213	1,086	1,181	118
Cross Country(G)	119	0	0	119
Cross Country(B)	307	345	511	141

BEDFORD PUBLIC SCHOOLS

*Student Activities Agency Fund
Summary of Receipts and Disbursements
Year Ended June 30, 2009*

	Due to (From) School District <u>July 1, 2008</u>	<u>Receipts</u>	<u>Disbursements</u>	Due to (From) School District <u>June 30, 2009</u>
HIGH SCHOOL(CONTINUED)				
DECA-L. Beard	\$0	\$10,261	\$9,387	\$874
Drama	14,508	39,777	46,217	8,068
Escript Account	1,995	3,918	4,470	1,443
FCCLA	311	1,516	1,605	222
FCS	100	1,082	1,172	10
Fee & Fines	2,131	20	150	2,001
Field Trip	566	1,088	1,654	0
Flag Corp	108	0	0	108
Football	8,120	32,560	30,971	9,709
Foreign Language	3	0	0	3
French	337	2,587	2,410	514
Gargas Service Project	185	0	0	185
General	1,384	10,015	6,806	4,593
German Club	38	1,643	1,371	310
Golf (B)	743	8,932	9,137	538
Golf (G)	101	0	101	0
Grapplettes	364	90	391	63
Guidance Office	233	69	0	302
Gym Lockers	0	23,886	23,803	83
Health	0	650	460	190
Hockey-R.Wolniewicz	79	360	0	439
Journalism	0	1,218	1,188	30
K of C - Special Education	250	750	811	189
Leppert	750	0	0	750
Macomb Vending	218	704	721	201
Media Center	2,378	678	2,777	279
Michigan Youth In Government	0	420	0	420
Mules for Hope	1,300	0	0	1,300
NHS-J.VanRens	451	1,762	1,777	436
NYC Trip	100	0	0	100
Orchestra	40	923	762	201
Oswald Scholarship	3,922	1,007	0	4,929
P. Maschke Scholarship	720	0	0	720
Parking Fees	1,519	3,875	4,655	739
Petty Cash	25	0	25	0
Phil Zuchowski Mem Scholarship	5,000	0	750	4,250
Photography Class	0	13,674	12,201	1,473
Plan	641	1,621	1,554	708
Player Club	53	0	53	0
Principal Adv. Comm.	236	298	385	149
PSAT	889	1,934	2,179	644
Psychology	361	209	277	293
R.Karazim-Memorial Scholarship	608	0	250	358

BEDFORD PUBLIC SCHOOLS

*Student Activities Agency Fund
Summary of Receipts and Disbursements
Year Ended June 30, 2009*

	Due to (From) School District July 1, 2008	Receipts	Disbursements	Due to (From) School District June 30, 2009
HIGH SCHOOL(CONTINUED)				
R. Wolniewicz Scholarship	\$9,852	\$90	\$1,000	\$8,942
Red Cross	1,781	0	0	1,781
Reimbursement	0	2,717	2,710	7
Robotics	8,564	23,255	31,224	595
Sauk Valley Clinic	1,116	1,490	1,666	940
S.P.A.T.	21	0	0	21
Scholarship	15,469	5,931	7,650	13,750
School Pictures.com	5,900	10,986	10,368	6,518
Science Dept.	530	23	318	235
Silverspoon-Foods	1,562	7,802	8,827	537
Soccer (B)	2,763	16,746	15,617	3,892
Soccer (G)	4,612	12,050	10,813	5,849
Softball	1,747	18,941	17,846	2,842
Soiree	1,786	11,697	11,173	2,310
Spanish Club	109	295	257	147
Senior Sendoff	5	0	0	5
Student Handbook	372	15	0	387
Student Council	7,158	22,780	22,365	7,573
Swim Team	3,098	4,443	4,433	3,108
Tennis (B)	308	1,797	1,825	280
Tennis (G)	7	1,308	980	335
Textbooks	3,747	2,098	806	5,039
Track	18	0	0	18
Vanessa Pirrone Scholarship	11,716	363	0	12,079
V.I.C.A.	1,513	1,192	978	1,727
Vending Machine	3,977	505	1,585	2,897
Vocal Scholarship Fund	95	0	95	0
Volleyball	10,455	21,101	19,734	11,822
Weight Room	784	3,388	3,896	276
Wood Shop	3,132	4,459	1,685	5,906
Work Study	14	0	0	14
Wrestling	458	1,015	787	686
Yearbook	3,896	23,799	17,062	10,633
	<u>241,957</u>	<u>602,599</u>	<u>622,448</u>	<u>222,108</u>
JUNIOR HIGH				
America's Culture	218	1,262	1,081	399
Art Club	269	0	0	269
Assignment Books	535	27	58	504
Band	3,657	12,347	12,564	3,440
Basketball-Boys	256	142	0	398
Basketball-Girls	374	178	151	401
BEA	0	4,042	3,585	457

BEDFORD PUBLIC SCHOOLS

*Student Activities Agency Fund
Summary of Receipts and Disbursements
Year Ended June 30, 2009*

	Due to (From) School District July 1, 2008	Receipts	Disbursements	Due to (From) School District June 30, 2009
JUNIOR HIGH(CONTINUED)				
Book Fines	\$1,975	\$671	\$1,295	\$1,351
Book Reimbursement	1,672	210	1,119	763
CD Savings Account	2,627	0	0	2,627
Cheerleaders - 7th Grade	974	2,178	57	3,095
Cheerleaders - 8th Grade	268	1,344	0	1,612
Chess Club	50	0	0	50
Choir	0	5,343	4,881	462
Computer Club	129	36	0	165
Donations	1	1,309	1,310	0
Drama Club	47	1,075	451	671
Field Trips	558	913	857	614
Football	2,541	1,034	2,821	754
Fundraiser	573	39,512	39,862	223
Game Club	0	119	0	119
General Fund	4,700	15,517	18,814	1,403
Grapplerettes	391	142	0	533
Journalism	1,459	15,803	11,000	6,262
Juggling	17	24	0	41
Library	849	220	781	288
Math Club	106	74	88	92
N.J.H.S.	7,614	2,240	6,556	3,298
Physical Education	507	3,080	3,096	491
Prusakiewicz Memorial	200	0	0	200
Quest Training	2,000	0	0	2,000
Reimbursement	0	7,742	7,742	0
Robotics - 2975	0	2,500	2,500	0
Robotics - Dana Brocobytes	0	6,256	5,318	938
Robotics - Edison's Light	38	0	38	0
Robotics - Nanites	1,206	0	1,206	0
Robotics - Atom Smashers	29	0	29	0
Robotics - Future Techs	103	0	103	0
Running Club	940	6,155	6,681	414
School Store	326	104	374	56
Sign Board	6,922	5,747	1,000	11,669
Special Education	0	375	375	0
Strings	0	1,388	1,162	226
Student Council	1,360	3,981	3,615	1,726
Students Interact	2,183	0	1,235	948
Technology Education	1,540	1,403	1,508	1,435
Track - Boys	159	546	228	477
Track- Girls	695	6,617	2,604	4,708

BEDFORD PUBLIC SCHOOLS

*Student Activities Agency Fund
Summary of Receipts and Disbursements
Year Ended June 30, 2009*

	Due to (From) Student Groups July 1, 2008	Receipts	Disbursements	Due to (From) Student Groups June 30, 2009
JUNIOR HIGH (CONTINUED)				
Troy Winkleman Donation	\$0	\$6,186	\$6,041	\$145
Vending	237	3,863	4,100	0
Vocabulary	426	144	0	570
Volleyball	169	1,160	1,021	308
Wrestling	2,291	3,320	2,961	2,650
	<u>53,191</u>	<u>166,329</u>	<u>160,268</u>	<u>59,252</u>
DOUGLAS				
Auction	1,877	0	382	1,495
Camp	14,277	13,272	23,071	4,478
Craft Show	(1)	1	0	0
Entertainment Books	1,025	5,510	6,535	0
Field Trips	43	8,243	8,286	0
General Account	1,896	22,808	18,613	6,091
Grants	365	700	595	470
Heart of Hope	88	0	0	88
Kindergarten Snacks	1,320	1,980	2,262	1,038
Magazine Sale	6,696	5,458	6,997	5,157
Market Day	2,693	2,164	2,693	2,164
Media Center	642	1,549	1,197	994
Mud Hens	497	0	180	317
Photos	911	0	21	890
Playground Equipment	800	0	0	800
Relay for Life	0	285	285	0
Robotics	572	405	848	129
Social Committee	265	617	756	126
Staff Classroom	1,211	819	1,252	778
Student Council	688	3,923	3,996	615
Yearbook	0	3,510	2,830	680
Savings-MB&T	11,097	183	0	11,280
	<u>46,962</u>	<u>71,427</u>	<u>80,799</u>	<u>37,590</u>
JACKMAN				
Band	260	1,499	1,276	483
Camp	1,827	18,793	17,558	3,062
Developmental Kindergarten	28	1,318	1,287	59
Fund Raisers	100	4,232	4,239	93
General	17,495	15,858	21,273	12,080
General Savings	3,568	9	3,577	0
Landscaping Grant	472	481	268	685
Library	5,047	5,092	7,271	2,868
Lounge	1,178	0	408	770
O.M.	7,376	3,338	3,198	7,516
Richardson Scholarship	9,849	60	0	9,909
Robotics	51	1,901	952	1,000
Robotics II	0	1,276	1,214	62

BEDFORD PUBLIC SCHOOLS

*Student Activities Agency Fund
Summary of Receipts and Disbursements
Year Ended June 30, 2009*

	Due to (From) Student Groups July 1, 2008	Receipts	Disbursements	Due to (From) Student Groups June 30, 2009
JACKMAN (CONTINUED)				
Shoe	\$0	\$770	\$770	\$0
Sixth Grade	157	0	0	157
Song Flute	65	402	311	156
SOS	373	10,000	10,347	26
Special Education	164	325	472	17
Student Council	578	462	144	896
Tri-Fold	302	0	302	0
	<u>48,890</u>	<u>65,816</u>	<u>74,867</u>	<u>39,839</u>
MONROE				
Boberg 4th Grade	174	0	69	105
Camp Fund	1,588	14,974	15,786	776
Candy Fund	0	2,750	2,750	0
Chrysochoos 5th Grade	2	100	102	0
Doyle 2nd Grade	231	50	92	189
Enrichment Fund	1,199	200	0	1,399
Etts 4th Grade	86	80	159	7
Field Trip	424	2,085	1,191	1,318
General	21,104	20,561	16,998	24,667
Office Supplies	204	11	0	215
Gorniak 3rd Grade	53	107	159	1
Harasta 6th Grade	0	115	115	0
Heart of Hope	452	0	0	452
Hiemstra 1st Grade	108	0	95	13
Hulsebus 3rd Grade	79	81	160	0
Jewell 2nd Grade	138	60	67	131
Kelly 6th Grade	16	0	0	16
Kiss 3rd Grade	99	94	36	157
Kubitz 4th grade	40	75	47	68
Lykowski 5th Grade	101	55	155	1
Macke 5th Grade	0	179	179	0
Mazza Lockwood Memorial	1,605	520	300	1,825
Mazza Reading Fund	956	1,982	2,213	725
Media Center	711	404	683	432
Moore 4th Grade	124	90	80	134
Music-Newmeyer	177	1,408	1,479	106
Neuendorff 5th Grade	80	10	0	90
Nicholes 3rd Grade	100	37	69	68
Outdoor Educ. Tree Fund	191	772	425	538
Perry 2nd Grade	425	40	0	465
PTA School Reimbursement	0	1,848	1,848	0
Reading Enrichment	25	0	0	25
Relay for Life	992	2,515	3,356	151
Robotics	0	208	208	0

BEDFORD PUBLIC SCHOOLS

*Student Activities Agency Fund
Summary of Receipts and Disbursements
Year Ended June 30, 2009*

	Due to (From) Student Groups July 1, 2008	Receipts	Disbursements	Due to (From) Student Groups June 30, 2009
MONROE (CONTINUED)				
Snack Fund:				
Bules	\$136	\$0	\$20	\$116
Herr	0	941	941	0
Hiemstra/Turley	594	1,610	1,641	563
Rogaliner	262	1,600	1,358	504
Snyder/Boberg	0	1,385	943	442
Snyder 1st Grade	134	0	78	56
Stanley 5th Grade	0	124	124	0
Student Council	100	5,520	3,390	2,230
Sunshine Fund	0	1,393	649	744
Turley 1st Grade	1	37	37	1
VanBrandt 6th Grade	44	0	38	6
Werth 4th Grade	98	0	0	98
	32,853	64,021	58,040	38,834
SMITH				
6th Grade	414	11,050	11,464	0
Adams Pod	1	0	1	0
Anderson	1,166	525	1,026	665
Angel Fund	2,667	0	0	2,667
Art	125	0	112	13
Bedford Wizards	418	0	418	0
Book Buddies & Book Worms	43	0	0	43
Drown	2,023	289	2,033	279
General Fund	17,707	17,484	16,465	18,726
Johnston	269	874	1,143	0
Jordan	1,093	1,789	2,882	0
Kids Reach Out	623	984	373	1,234
Kinney	2,121	383	1,870	634
McIntosh	2,307	387	2,002	692
Media Center	675	11,887	10,592	1,970
Memorial Fund	77	0	0	77
Music	0	1,047	1,047	0
Newcombe Pod	(1)	1	0	0
Nieman	854	318	977	195
Physical Education	100	0	0	100
Professional Development	4,059	1,016	1,165	3,910
Relay for Life	1,515	964	2,479	0
Resource Room-Albring	2	0	0	2
Resource Room-Stacy	11	0	0	11
Robotics	0	680	680	0
Scrip Program-Korean	2,723	0	0	2,723
Shepher	318	241	464	95
Shinaver Pod	262	556	773	45
Social	0	1,158	974	184
	68			

BEDFORD PUBLIC SCHOOLS

*Student Activities Agency Fund
Summary of Receipts and Disbursements
Year Ended June 30, 2009*

	Due to (From) Student Groups July 1, 2008	Receipts	Disbursements	Due to (From) Student Groups June 30, 2009
SMITH (CONTINUED)				
Special Education	\$6	\$150	\$0	\$156
Steele	0	720	720	0
Student Council	3,630	3,109	1,296	5,443
Taweel	1,852	660	2,367	145
Wheeler	0	1,000	1,000	0
Wiens	232	381	552	61
Willey	0	547	547	0
Wuwert	2,878	464	2,369	973
	<u>50,170</u>	<u>58,664</u>	<u>67,791</u>	<u>41,043</u>
TEMPERANCE				
Camp Fund (5th)	4,535	17,321	17,860	3,996
General	8,819	7,128	8,630	7,317
Media Center	4,853	7,573	6,546	5,880
Party & Snack	808	3,314	2,434	1,688
Pop	180	3,838	0	4,018
Social	0	1,868	1,459	409
Special Events	5,888	12,633	10,905	7,616
Student Council	1,738	3,027	3,084	1,681
	<u>26,821</u>	<u>56,702</u>	<u>50,918</u>	<u>32,605</u>
TOTAL	<u><u>\$500,844</u></u>	<u><u>\$1,085,558</u></u>	<u><u>\$1,115,131</u></u>	<u><u>\$471,271</u></u>

FEDERAL FINANCIAL ASSISTANCE PROGRAMS

BEDFORD PUBLIC SCHOOLS

*Schedule of Expenditures of Federal Awards
Year Ended June 30, 2009*

Federal Grantor Pass Through Grantor Program Title Grant Number	Federal CFDA Number	Grant Number	Approved Grant Award Amount	Accrued (Deferred) Revenue July 1, 2008
U.S. DEPARTMENT OF EDUCATION:				
Passed Through State Dept. of Education:				
Title I	84.010	091530-0809	\$474,245	\$0
Title I	84.010	081530-0708	468,764	41,048
			<u>943,009</u>	<u>41,048</u>
Improving Teacher Quality	84.367	090520-0809	162,247	0
Improving Teacher Quality	84.367	080520-0708	174,857	95,049
			<u>337,104</u>	<u>95,049</u>
ARRA-State Stabilization Funds	84.394	092525-0809	1,910,133	0
Education Technology State Grant	84.318	094290-0809	7,288	0
Education Technology State Grant	84.318	084290-0708	3,965	14
			<u>11,253</u>	<u>14</u>
Total State Department of Education			3,201,499	136,111
Passed Through Intermediate School Districts:				
McKinney-Vento Homeless Students' Assistance	84.196A	092320-0809	2,416	0
McKinney-Vento Homeless Students' Assistance	84.196A	082320-0708	1,597	95
			<u>4,013</u>	<u>95</u>
Safe and Drug Free Schools	84.186	092860-0809	4,958	0
Safe and Drug Free Schools	84.186	082860-0708	4,650	4,650
			<u>9,608</u>	<u>4,650</u>
Perkins II				
Vocational Education	84.048A	093520-3552	43,857	0
Vocational Education	84.048A	083520-3552	43,739	23,646
			<u>87,596</u>	<u>23,646</u>
Technology Preparation Education	84.243A	093540-8014-25	5,156	0
Total Intermediate School Districts			<u>106,373</u>	<u>28,391</u>
Passed Through Monroe Public Schools:				
Title III - Limited English Proficient	84.365A	090580	4,416	0
Title III - Limited English Proficient	84.365A	080580	4,473	4,473
Title III - Limited English Proficient	84.365A	070580	4,309	4,309
			<u>13,198</u>	<u>8,782</u>
Total U.S. Department of Education			3,321,070	<u><u>\$173,284</u></u>

(See accompanying notes to this schedule)

Prior Year Expenditures (Memo Only)	Current Year Expenditures	Current Year Receipts (Cash Basis)	Accrued (Deferred) Revenue June 30, 2009
\$0	\$442,156	\$397,500	\$44,656
401,048	37,380	78,428	0
<u>401,048</u>	<u>479,536</u>	<u>475,928</u>	<u>44,656</u>
0	58,160	55,200	2,960
170,049	4,808	99,857	0
<u>170,049</u>	<u>62,968</u>	<u>155,057</u>	<u>2,960</u>
0	1,910,133	0	1,910,133
0	3,354	3,308	46
509	0	14	0
<u>509</u>	<u>3,354</u>	<u>3,322</u>	<u>46</u>
571,606	2,455,991	634,307	1,957,795
0	0	0	0
95	0	95	0
<u>95</u>	<u>0</u>	<u>95</u>	<u>0</u>
0	4,958	0	4,958
4,650	0	4,650	0
<u>4,650</u>	<u>4,958</u>	<u>4,650</u>	<u>4,958</u>
0	43,857	20,308	23,549
43,738	0	23,646	0
<u>43,738</u>	<u>43,857</u>	<u>43,954</u>	<u>23,549</u>
0	5,155	2,511	2,644
<u>48,483</u>	<u>53,970</u>	<u>51,210</u>	<u>31,151</u>
0	4,416	0	4,416
4,473	0	4,473	0
4,309	0	4,309	0
<u>8,782</u>	<u>4,416</u>	<u>8,782</u>	<u>4,416</u>
<u>\$628,871</u>	<u>2,514,377</u>	<u>\$694,299</u>	<u>\$1,993,362</u>

BEDFORD PUBLIC SCHOOLS

*Schedule of Expenditures of Federal Awards
Year Ended June 30, 2009*

Federal Grantor Pass Through Grantor Program Title Grant Number	Federal CFDA Number	Grant Number	Approved Grant Award Amount	Accrued (Deferred) Revenue July 1, 2008
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:				
Passed Through Monroe County:				
Title III - C, Nutrition Services	93.045	2008-09	\$25,043	\$0
Title III - C, Nutrition Services	93.045	2007-08	18,873	3,393
Total U.S. Department of Health and Human Services			43,916	\$3,393
U.S. DEPARTMENT OF AGRICULTURE:				
Passed Through State Dept. of Education:				
National School Lunch Program Cluster				
All Lunches	10.555	091950	74,765	\$0
All Lunches	10.555	081950	84,329	0
Free & Reduced	10.555	091960	228,910	0
Free & Reduced	10.555	081960	241,283	0
USDA Commodity Recall	10.555	081965	784	0
			630,071	0
School Breakfast Program	10.553	091970	34,524	0
School Breakfast Program	10.553	081970	36,507	0
			71,031	0
CCFP Meals Reimbursement	10.558	091920	1,750	0
CCFP Cash in Lieu of Commodities	10.558	092010	621	0
CCFP Meals Reimbursement	10.558	081920	2,323	0
CCFP Cash in Lieu of Commodities	10.558	082010	973	0
			5,667	0
U.S.D.A. Donated Commodities				
Entitlements	10.555		72,683	0
Bonus	10.555		15,366	0
			88,049	0
Total U.S. Department of Agriculture			794,818	\$0

(See accompanying notes to this schedule)

<u>Prior Year Expenditures (Memo Only)</u>	<u>Current Year Expenditures</u>	<u>Current Year Receipts (Cash Basis)</u>	<u>Accrued (Deferred) Revenue June 30, 2009</u>
\$0	\$25,043	\$21,390	\$3,653
18,873	0	3,393	0
<u>\$18,873</u>	<u>25,043</u>	<u>\$24,783</u>	<u>\$3,653</u>
\$0	74,765	\$73,299	\$1,466
74,262	10,067	10,067	0
0	228,910	222,060	6,850
211,885	29,398	29,398	0
0	784	784	0
<u>286,147</u>	<u>343,924</u>	<u>335,608</u>	<u>8,316</u>
0	34,524	33,222	1,302
33,101	3,406	4,156	(750)
<u>33,101</u>	<u>37,930</u>	<u>37,378</u>	<u>552</u>
0	1,750	1,588	162
0	621	571	50
1,639	684	684	0
726	247	247	0
<u>2,365</u>	<u>3,302</u>	<u>3,090</u>	<u>212</u>
0	72,683	72,683	0
0	15,366	15,366	0
<u>0</u>	<u>88,049</u>	<u>88,049</u>	<u>0</u>
<u>\$321,613</u>	<u>473,205</u>	<u>\$464,125</u>	<u>\$9,080</u>

BEDFORD PUBLIC SCHOOLS

*Schedule of Expenditures of Federal Awards
Year Ended June 30, 2009*

Federal Grantor Pass Through Grantor Program Title Grant Number	Federal CFDA Number	Grant Number	Approved Grant Award Amount	Accrued (Deferred) Revenue July 1, 2008
U.S. CORPORATION FOR NATIONAL SERVICE				
Retired and Senior Volunteer Program	94.002	05SRNMI009	\$107,939	\$0
Total U.S. Corporation for National Service			107,939	\$0
TOTAL - FEDERAL ASSISTANCE			\$4,267,743	

(See accompanying notes to this schedule)

<u>Prior Year Expenditures (Memo Only)</u>	<u>Current Year Expenditures</u>	<u>Current Year Receipts (Cash Basis)</u>	<u>Accrued (Deferred) Revenue June 30, 2009</u>
<u>\$0</u>	<u>\$107,939</u>	<u>\$107,939</u>	<u>\$0</u>
<u>\$0</u>	<u>107,939</u>	<u>\$107,939</u>	<u>\$0</u>
	<u>\$3,120,564</u>		

BEDFORD PUBLIC SCHOOLS

*Notes to the Schedule of Expenditures of Federal Awards
Year Ended June 30, 2009*

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) summarizes activity of the School's federal award programs. The schedule has been prepared on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE B – RECONCILIATION

The amounts reported on R7120 and the Grant Auditors Report reconcile with this schedule.

NOTE C - MATCHING REQUIREMENTS

Certain Federal programs require that the School contribute non-Federal funds (matching funds) to support the Federally-funded programs. The School has complied with the matching requirements. The expenditure of non-Federal matching funds is not included on the Schedule.

BEDFORD PUBLIC SCHOOLS

*Schedule of Findings and Questioned Costs
Year Ended June 30, 2009*

SUMMARY OF AUDIT RESULTS:

1. The auditors report expresses an unqualified opinion on the financial statements of Bedford Public Schools.
2. No significant deficiencies or significant deficiencies considered material weaknesses relating to the audit of the financial statements are reported in the Independent Auditor's Report.
3. No instances of noncompliance material to the financial statements of Bedford Public Schools were disclosed during the audit.
4. No significant deficiencies relating to the audit of the major federal award programs are reported in the Independent Auditor's Report on Compliance with Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133.
5. The auditor's report on compliance for the ARRA State Fiscal Stabilization Fund and Title I.
6. There were no audit findings relative to the major federal award programs for Bedford Public Schools.
7. The programs tested as major programs include the ARRA State Fiscal Stabilization Fund (CFDA #84.394) and Title I (CFDA #84.010).
8. Type A programs are programs with \$300,000 or more of federal expenditures. Type B programs are programs with federal expenditures between \$100,000 and \$300,000.
9. Bedford Public Schools was determined to be a low-risk auditee.

FINDINGS - FINANCIAL STATEMENTS AUDIT:

None

FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAMS AUDIT:

None