

# EXECUTIVE SUMMARY

Fiscal Year 2006-2007



Blaine County School District  
118 W Bullion St ✧ Hailey, ID 83333

**BLAINE COUNTY SCHOOL DISTRICT NO 61**  
**Hailey, Idaho**

**GOVERNING BOARD OF TRUSTEES**  
**June 30, 2007**

<u>Name</u>	<u>Zone</u>	<u>Title</u>	<u>Occupation</u>	<u>Term Expires</u>
Alexandra Sundali	5	Chairperson	Homemaker	July 2006
Kim Nilsen	2	Vice-Chair	Builder	July 2006
Daniel Parke	1	Trustee	Chiropractor	July 2007
Mari Beth Matthews	3	Trustee	Sole Proprietor	July 2007
Julie Dahlgren	4	Trustee	Retired Teacher	July 2008

**LIST OF PRINCIPAL OFFICIALS**  
**June 30, 2007**

Dr. James L. Lewis	Superintendent
Mary Gervase	Asst. Superintendent
Dr. Gerald Hutchins	Director-Technology
Mike Chatterton	Business Manager
Katie Palmer	Director-Human Resources
Blake Walsh	Director-Special Services
Cathy Zaccardi	Clerk of the Board
Gary St. George	Principal-Woodside Elementary School
Angela Martinez	Principal-Bellevue Elementary School
Tom Bailey	Principal-Hailey Elementary School
Don Haisley	Principal-Hemingway Elementary School
John Peck	Principal-Carey School
Fritz Peters	Principal-Wood River Middle School
Peter Jurovich	Vice Principal-Wood River Middle School
Graham Hume	Principal-Wood River High School
John Blackman	Vice Principal-Wood River High School
Ron Martinez	Vice Principal-Wood River High School
Howard Royal	Director-Buildings/Grounds
Duane Sorensen	Director-Food Services
Rex Squires	Director-Transportation
Valerie Seamons	Accounting Manager
Kate Heinecke	Public Relations

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

**BLAINE COUNTY SCHOOL DISTRICT NO. 61**

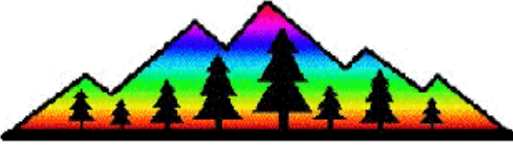
**For its Comprehensive Annual Financial Report (CAFR)**

For the Fiscal Year Ended June 30, 2006

Upon recommendation of the Association's Panel of Review which has judged that the Report substantially conforms to principles and standards of ASBO's Certificate of Excellence Program

President

Executive Director



## Blaine County School District #61

118 West Bullion Street – Hailey, Idaho 83333

[www.blaineschools.org](http://www.blaineschools.org)

Phone (208) 578-5000 – Fax (208) 578-5110

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September 24, 2007

Board of Trustees  
Blaine County School District No. 61  
118 West Bullion Street  
Hailey, ID 83333

The comprehensive annual financial report of the Blaine County School District for the fiscal year ended June 30, 2007, is hereby submitted. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the Blaine County School District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the general purpose financial statements, the combining and individual fund account group financial statements and schedules as well as the auditor's report on the financial statements and schedules. The statistical section includes selected financial and other information, generally presented on a multi-year basis.

The District's financial statements have been audited by Jones, Yost, Hatt, Erickson P.A. a certified public accounting firm. The goal of the independent audit is to provide reasonable assurance that the financial statements for the fiscal year ending June 30, 2007 are free of material misstatement. The independent audit involved examining through sampling evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. The independent auditor concluded that there was a reasonable basis for rendering an unqualified opinion that the Blaine County School District No. 61's financial statements for the fiscal year ending June 30, 2007 are fairly presented in conformity with generally accepted accounting principles. The independent auditors' opinion is presented as the first component of the financial section of this report.

The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and the U.S. Office of Management and Budget Circular A-133, Audits of State and Local Governments. Information related to this single audit, including the Schedule of Findings and Recommendations and auditor's report on the internal control structure and compliance with applicable laws and regulations, is included in the single audit section of this report and The Schedule of Expenditures of Federal Awards is included in the Other Financial Information Section.

Generally accepted accounting principles require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The Blaine County School District's MD&A can be found immediately following the report of the independent auditors.

## **PROFILE OF THE DISTRICT**

The Blaine County School District is located in the south-central part of the state. The economic condition and outlook has increased over the past several years compared to a slower growth pattern through the early-nineties. This was primarily due to the favorable conditions of interest rates and the improvements Sun Valley Company has accomplished. For the calendar year 2006, the county had a 2.4 percent unemployment rate as compared to a statewide average of 3.2 percent.

The District includes approximately 2,655 square miles and serves an estimated population of 21,501. The cities of Sun Valley, Hailey, Ketchum, Bellevue and Carey are major incorporated communities in the District.

The District operates four elementary schools, one middle school, one high school, a combined K-12 school and one alternative high school, special administrative and support facilities. There are currently approximately 16 students per FTE teacher, including classroom and special education teachers, but excluding counselors and librarians.

The Blaine County School District is an independent reporting entity with no component units, as defined by the Government Accounting Standards Board. The District is a primary government because it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. Furthermore, there are no component units combined with the District for financial statement presentation purposes, and the District is not included in any other governmental reporting entity. Consequently, the District's financial statements include the funds of those organizational entities for which its elected governing board is financially accountable. The District's major operations include education, pupil transportation, construction and maintenance of District facilities, and food services.

The annual budget serves as the foundation for the District's financial planning and control. The District's Strategic Plan of Improvement approved by the Board of Trustees provides the foundation for the annual budget. Idaho Code and District policies require a public hearing on the budget no later than four weeks prior to the Board's annual meeting each fiscal year. No later than 14 days after this public hearing, the Board of Trustees will adopt the final budget. The Board of Trustees requires the Business Manager to file the approved budget with the State Department of Education by July 15<sup>th</sup> of each year. From time to time, but at least 120 days prior to the end of the fiscal year, the Board of Trustees requires the Business Manager to review the existing budget and make recommendations for revision no later than the Board Hearing for next fiscal years budget. Expenditures may not legally exceed appropriations for each budget. Budget-to-actual comparisons are provided in this report as required supplementary information.

## **ECONOMIC CONDITION AND OUTLOOK**

During the calendar year of 2005, assessed valuation of housing and commercial property rose by 20.53 percent, and the ensuing calendar year of 2006, the assessed valuation rose another 13.8 percent. We are anticipating an increase in valuation again for the calendar year 2007, but much less than the past several years.

Based on historical projections, this trend is expected to moderate. While having a positive impact, this growth also presents challenges for the District. We have experienced a steady growth in student population over the last twenty (20) years. If the present level of expectations are to be maintained, the District, in the future, will need to obtain additional revenue. During the 1985-86 school year our student enrollment was 1,950, compared, to the 2006-2007 school year of 3,081 students. This represents a 58 percent increase in the number of students.

## **MAJOR INITIATIVES**

**For the Year.** The District contributes in excess of \$500,000 to expand its district-wide network in which all staff members could communicate as well as access the Internet. The District is beginning to install voice over IP for locations within the Hailey area with the idea of expanding to other cities in the future.

In the past several years, Woodside was completed and opened in August of 2006. In November of 2002, we sold \$23,020,000 in certificates of participation to be used to complete construction on Wood River High School, Carey High School and the new Woodside Elementary projects. Carey High School was completed and opened in December of 2004. Woodside Elementary began construction in the spring of 2005 with a completion date of August 2006. Hemingway Daycare facility was completed and opened in March of 2004. Wood River Middle School expansion began construction in May of 2003 and students occupied this project in August of 2004. The bus maintenance facility, which was scheduled for completion in 2003, was delayed with the approval process through the City of Hailey. Completion of the bus maintenance facility was October of 2004. Hailey Elementary will begin a site improvement plan in the spring of 2007 which will include: curbs, gutters, sidewalks, sprinkler systems and a reconfiguration of the entrance into the upper building. Bellevue Elementary will begin construction in 2008 of an addition to the gymnasium/cafeteria to increase its size by approximately forty percent as well as site improvements of curbs, cutters and sidewalks. In addition, the District purchased three new buses to be used in the Transportation Department. All were purchased to update the District owned fleet.

**For the Future.** With the enrollment anticipated this year, we are able to set in motion a plan for building projects for the next ten (10) years. On May 2, 2000 the District successfully passed a 10 year, \$4,000,000/year school plant facilities levy election. The following is a schedule of the projects as well as projected costs and completion dates as follows:

Project	Cost Est.	Year Open
New Bus Maintenance Facility	\$ 2,700,000	2004
Hemingway School Child Care & Facility	\$ 490,947	2004
New High School	\$24,500,000	2003
Bellevue Elementary School Site Improvements	\$ 500,000	2008
Carey School High School Wing	\$ 4,843,130	2004
Wood River Middle School Expansion	\$ 2,565,000	2004
Hailey Elementary School Site Improvements	\$ 300,000	2007
Woodside Elementary School	\$ 6,997,000	2006

## FINANCIAL INFORMATION

Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft or misuse, and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

Single Audit. As a recipient of Federal, State and Local financial assistance, the District is also responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management.

As a part of the District's single audit, tests are made to determine the adequacy of the internal control structure, including that portion related to Federal financial assistance programs, as well as to determine that District has complied with applicable laws and regulations. The results of the District's single audit for the fiscal year, which ended June 30, 2007, provided no instances for material weaknesses in the internal control structure or significant violations of applicable laws and regulations.

Budgeting Controls. In addition, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board of Trustees. Functions of revenue and expense of the general fund, special revenue funds, debt service fund and school plant facility funds are included in the annual appropriated budget. The level of budgetary control is established by function within an individual fund. The District also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts lapse at the fiscal year end.

As demonstrated by the statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

General District Functions. The following schedule presents a summary of general fund, special revenue funds, debt service fund and school plant facility funds revenue for the year, which ended

June 30, 2007, and the amount and percentage of increases and decreases in relation to prior year revenues.

<u>Revenues</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease) from 2006</u>	<u>Percent of Increase (Decrease)</u>
Local				
Taxes	\$ 32,543,295	60.79%	\$(1,080,471)	-3.21%
Interest	437,683	.82%	198,219	82.78 %
Other	1,805,651	3.37%	(91,471)	-4.82%
State Revenue	17,196,293	32.12%	4,315,034	33.50%
Federal Revenue	1,530,222	2.86%	23,329	1.55%
Other Revenue	<u>18,112</u>	0.03%	<u>490</u>	2.78%
Total	\$ 53,531,256		\$ 3,365,130	

The most significant increase in revenue sources was derived from state tax revenues. Revenues are a combination of two distinct sources: Property tax and State sources. State Revenue raised significantly due to new legislation passed during fiscal year 2006-07.

Interest revenue is discussed later in this transmittal letter.

State Revenue increased by more funding by the district acting as fiscal agent for the Idaho Digital Learning Academy as well as increases in the new State funding formula.

The following schedule presents a summary of general fund, special revenue funds, debt service fund and school plant facilities fund expenditures for the fiscal year which ended June 30, 2007, and the percentage of increases and decreases in relation to prior year amounts.

<u>Expenditures</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease) from 2006</u>	<u>Percent of Increase (Decrease)</u>
Instructional	\$27,696,041	54.82%	\$ 2,114,969	8.27%
Support Services	\$14,332,503	28.37%	\$ 1,071,887	8.08%
Debt Service	\$ 5,674,142	11.23%	\$ 446,944	8.55%
Community Services	\$ 1,299,476	2.57%	\$ (417,755)	-24.33%
Capital Assets	<u>\$ 1,523,185</u>	3.01%	<u>\$ (5,373,652)</u>	-77.91%
Total	\$50,525,347		\$ (2,157,607)	

Increases were caused by the hiring of additional staff in order to keep our objective of low teacher/student ratios in our classrooms. Also the District successfully negotiated a settlement with our certified staff in the amount of four percent. The fringe benefit plan offered to employees increased due to additional employees and increases in Health Insurance costs.

General Fund Balance. The fund balance of the general fund increased by seventy one and one percent in 2007. The fund balance represents 10.52% of the budget amount and provides the District with a fund balance, which is the equivalent of forty one (41) working days of expenditures. This, combined with a lack of consistent revenue, increases the likelihood of the

District entering the short-term debt market to pay for current operating expenditures as demonstrated by the increases in the amount of tax and revenue anticipation notes.

Special Revenue Funds. The District's special revenue funds are comprised of several distinct activities: The Food Service Fund, Drivers Education Fund, dedicated Federal funds and various local funds including activities.

Debt Administration. On June 30, 2007, the District had three debt issues outstanding. The District has maintained its MIG1 rating from Moody's Investors Service on general obligation bond issues. Under current State statutes, the District's general obligation bonded debt issuances are subject to a legal limitation based on five percent of total assessed value of the District. As of June 30, 2007 the District's net general obligation bonded debt of \$20,730,000 was well below the legal limit of \$609,497,960.

Cash Management. Cash temporarily idle during the year was invested in demand deposits, certificates of deposit and repurchase agreements. The District earned interest revenue of \$437,683 on all investments for the year ended June 30, 2007.

The District's investment policy is to minimize credit and market risks while maintaining a competitive yield. Accordingly, deposits were invested in accordance with State law and Board policies. One Hundred percent of the investments held by the District at year end is classified in the category of lowest credit risk as defined by the Governmental Accounting Standards Board.

## **OTHER INFORMATION**

Independent Audit. Idaho Code requires an annual audit by independent certified public accountants. The accounting firm of Jones, Yost, Hatt and Erickson, CPA's, was selected by the District. In addition to meeting the requirements set forth in State statutes, the audit also was designed to meet the requirements of the Federal Single Audit Act of 1984 and related OMB Circular A-133. The auditor's report on the general purpose financial statements and combining and individual fund statements and schedules is included in the Financial Section of this report. The auditor's reports related specifically to the single audit are included in the Single Audit Section.

Awards. The Association of School Business Officials (ASBO) awards a Certificate of Excellence in Financial Reporting to Districts meeting comprehensive annual financial reporting standards in accordance with generally accepted accounting principles as outlined in the Codification of Governmental Accounting and Financial Reporting Standards, published by the Governmental Accounting Standards Board (GASB). In order to be awarded a Certificate, the District must publish an easily readable and efficiently organized comprehensive annual financial report. This report satisfies both generally accepted accounting principles and applicable legal requirements.

A Certificate of Excellence is valid for a period of one year only. The District submitted the Comprehensive Annual Financial Report for the fiscal year ending June 30, 2006 to ASBO International. ASBO International has awarded the Certificate of Excellence in Financial

Reporting to the District and expects to submit this Comprehensive Annual Financial Report for the peer review and award as well.

Acknowledgments. The preparation of the comprehensive annual financial report on a timely basis was made possible by the dedicated service of the entire staff of the Blaine County School District. Each member of the staff has our sincere appreciation for the contributions made in the preparation of this report.

Sincerely,



Dr. James L. Lewis  
Superintendent of Schools



Mike Chatterton  
Business Manager

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SCHOOL DISTRICT NO. 61  
BLAINE COUNTY, IDAHO

BALANCE SHEET - MODIFIED ACCRUAL  
GOVERNMENTAL FUNDS

AS OF JUNE 30, 2007

	General Fund	Land/Lottery Fund	School Plant Facility Fund	Non Major Funds	Totals (Memorandum Only)
<b>ASSETS:</b>					
Cash	\$ 8,227,165	\$ 2,828,359	\$ 2,453,910	\$ 3,193,068	\$ 16,702,503
Receivables:					
Property Taxes	\$ 11,251,370		\$ 29,712	\$ 13,945	\$ 11,295,027
Rural Electric Taxes					\$ -
Interest on Delinquent Taxes	\$ 29,255		\$ 1,737	\$ 810	\$ 31,802
State Educational Support				\$ 374,230	\$ 374,230
Accrued Interest on Investments				\$ -	\$ -
Due from Other Funds					\$ -
Other Receivables	\$ 3,343			\$ 33,526	\$ 36,868
Federal Assistance					\$ -
School Lunch Inventory				\$ -	\$ -
Prepaid Expenses	\$ -				\$ -
<b>Total Assets</b>	<b>\$ 19,511,133</b>	<b>\$ 2,828,359</b>	<b>\$ 2,485,360</b>	<b>\$ 3,615,578</b>	<b>\$ 28,440,430</b>
<b>LIABILITIES:</b>					
Accounts Payable	\$ 132,842			\$ 85,584	\$ 218,427
Salaries and Contracts Payable	\$ 3,304,462			\$ 125,954	\$ 3,430,417
Employee Benefits Payable	\$ 1,156,068			\$ 48,866	\$ 1,204,934
Deferred Revenue	\$ 1,137,663		\$ 22,149	\$ 28,209	\$ 1,188,021
Due to Other Funds				\$ 221,210	\$ 221,210
Bonds/Notes Payable	\$ 8,500,000				\$ 8,500,000
<b>Total Liabilities</b>	<b>\$ 14,231,036</b>	<b>\$ -</b>	<b>\$ 22,149</b>	<b>\$ 509,823</b>	<b>\$ 14,763,008</b>
<b>FUND BALANCE:</b>					<b>\$ 10,107,006</b>
Reserved for:					
Inventories					\$ -
Retirement of long-term debt					\$ -
Maintenance and additions to facilities			\$ 2,463,211	\$ -	\$ 2,463,211
Unreserved for:					\$ -
General Reserve					\$ -
Special Projects				\$ 528,474	\$ 528,474
Subsequent years' budget	\$ 5,280,097	\$ 2,828,359			\$ 8,108,456
Reserve for School Lunch Inventory				\$ -	\$ -
Restricted for Payments of Bond					
Principal and Interest				\$ 2,577,281	\$ 2,577,281
Unrestricted					\$ -
<b>Total Fund Balance</b>	<b>\$ 5,280,097</b>	<b>\$ 2,828,359</b>	<b>\$ 2,463,211</b>	<b>\$ 3,105,755</b>	<b>\$ 13,677,422</b>
<b>Total Liabilities and Fund Balance</b>	<b>\$ 19,511,133</b>	<b>\$ 2,828,359</b>	<b>\$ 2,485,360</b>	<b>\$ 3,615,578</b>	<b>\$ 28,440,430</b>

The accompanying notes are an integral part of these basic financial statements.

SCHOOL DISTRICT NO. 61  
BLAINE COUNTY, IDAHO

STATEMENT OF NET ASSETS - FULL ACCRUAL  
JUNE 30, 2007

	Governmental Activities	Business-Type Activities	Total
<b>ASSETS</b>			
Current Assets:			
Cash and Investments	\$ 14,125,222	\$ 15,896	\$ 14,141,119
Property Taxes Receivables	\$ 11,326,829		\$ 11,326,829
State and Federal Receivables (net)	\$ 374,230		\$ 374,230
Receivables (net)	\$ 36,868		\$ 36,868
Due from Other Funds	\$ -		\$ -
Investment in Housing Programs	\$ 151,076		\$ 151,076
Prepaid Expenses	\$ -		\$ -
Total Current Assets	<u>\$ 26,014,225</u>	<u>\$ 15,896</u>	<u>\$ 26,030,121</u>
Non-current Assets:			
Capital Assets	\$ 76,459,972	\$ 334,510	\$ 76,794,482
Less: Accumulated Depreciation	\$ 16,207,953	\$ -	\$ 16,207,953
Total Non-current Assets	<u>\$ 60,252,019</u>	<u>\$ 334,510</u>	<u>\$ 60,586,529</u>
Restricted Assets:			
Cash and Investments	\$ 2,577,281	\$ -	\$ 2,577,281
Total Restricted Assets	<u>\$ 2,577,281</u>	<u>\$ -</u>	<u>\$ 2,577,281</u>
Total Assets	<u>\$ 88,843,525</u>	<u>\$ 350,406</u>	<u>\$ 89,193,931</u>
<b>LIABILITIES</b>			
Current Liabilities			
Accounts Payable	\$ 218,427	\$ -	\$ 218,427
Salaries Payable	\$ 3,430,417		\$ 3,430,417
Fringe Benefits Payable	\$ 1,204,934		\$ 1,204,934
Due to Other Funds	\$ 221,210	\$ 123,848	\$ 345,057
Due within one year - Revenue Anticipation Note	\$ 8,500,000		\$ 8,500,000
Due within one year - Bonds	\$ 1,495,000		\$ 1,495,000
Due within one year - Other Liabilities	\$ 3,285,000		\$ 3,285,000
Accrued Interest Payable Capital Leases	\$ 263,229		\$ 263,229
Accrued Interest Payable Bonds	\$ 133,667		\$ 133,667
Accrued Interest on Revenue Anticipation Note	\$ 289,415		\$ 289,415
Total Current Liabilities	<u>\$ 19,041,298</u>	<u>\$ 123,848</u>	<u>\$ 19,165,146</u>
Long-term Liabilities:			
Premium on Certificate of Participations	\$ 476,483		\$ 476,483
Premium on Bonds	\$ 176,303		\$ 176,303
Due in more than one year - Bonds	\$ 5,220,000		\$ 5,220,000
Due in more than one year - Other Liabilities	\$ 10,730,000		\$ 10,730,000
Total Non-current Liabilities	<u>\$ 16,602,786</u>	<u>\$ -</u>	<u>\$ 16,602,786</u>
Total Liabilities	<u>\$ 35,644,084</u>	<u>\$ 123,848</u>	<u>\$ 35,767,932</u>
<b>NET ASSETS</b>			
Invested in Capital Assets, net of related debt	\$ 39,522,019	\$ 334,510	\$ 39,856,529
Restricted for:			
Capital Improvements	\$ 2,463,211	\$ (107,951)	\$ 2,355,259
Debt Service	\$ 2,577,281		\$ 2,577,281
Unrestricted	<u>\$ 8,636,930</u>		<u>\$ 8,636,930</u>
TOTAL NET ASSETS	<u>\$ 53,199,441</u>	<u>\$ 226,559</u>	<u>\$ 53,426,000</u>

The accompanying notes are an integral part of these basic financial statements.

SCHOOL DISTRICT NO. 61  
BLAINE COUNTY, IDAHO

RECONCILIATION OF THE GOVERNMENT FUNDS  
BALANCE SHEET TO THE STATEMENT OF NET ASSETS  
June 30, 2007

Total fund balances - governmental funds \$ 13,677,422

The cost of capital assets (land, buildings, furniture, equipment and construction in process) purchased or constructed is reported as an expenditure in governmental funds. The Statement of Net Assets includes those capital assets among the assets of the District as a whole. The cost of those capital assets is allocated over their estimated useful lives (as depreciation expense) to the various programs reported as governmental activities in the Statement of Activities. Because depreciation expense does not affect financial resources, it is not reported in government funds.

Costs of capital assets	\$	76,459,972	
Depreciation expense to date	\$	16,207,953	
			\$ 60,252,019

Premiums are recorded as revenues in the government wide statements and should be amortized over the life of the debt instruments.

Certificates of Participation	\$	(476,483)	
Bonds	\$	(176,303)	
			\$ (652,786)

Property taxes receivable, as recorded in the Statement of Net Assets, will be collected in the next fiscal year, but are not available soon enough to pay current expenditures and therefore are deferred in the Governmental Fund Statements. \$ 852,882

Interest Accumulation on the Revenue Anticipation Note was recorded as a deferred revenue on the balance sheet. \$ 317,333

Donations received from a Breakfast Scholarship Program was recorded as a deferred revenue on the Balance Sheet. \$ 17,805

Investment in Employee Housing Programs that will be reimbursed as the homes are built and sold. \$ 151,076

Balances at June 30, 2007 are:

Long-term liabilities			
Capital Leases Payable	\$	(14,015,000)	
Bonds Payable	\$	(6,715,000)	
			\$ (20,730,000)

The District has existing accrued interest for the bond refunding issue of 2002, Certificates of Participation and Revenue Anticipation Notes. \$ (686,311)

		\$ 53,199,441	
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The accompanying notes are an integral part of these basic financial statements.

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SCHOOL DISTRICT NO. 61  
BLAINE COUNTY, IDAHO

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
GOVERNMENTAL FUNDS - MODIFIED ACCRUAL

FOR THE YEAR ENDED JUNE 30, 2007

	General Fund	Land/Lottery Fund	School Plant Facility Fund	Non Major Funds	Totals (Memorandum Only)
<b>Revenues:</b>					
<b>Local Sources:</b>					
Property Taxes	\$ 32,410,905	\$ -	\$ 90,078	\$ 42,312	\$ 32,543,295
Earnings on Investments	\$ 154,712	\$ 113,636	\$ 53,761	\$ 115,573	\$ 437,683
Other Local Revenue	\$ 506,387	\$ -	\$ -	\$ 1,299,263	\$ 1,805,651
State Revenue	\$ 15,722,513	\$ -	\$ 14,287	\$ 1,459,492	\$ 17,196,293
Federal Revenue	\$ -	\$ -	\$ -	\$ 1,523,222	\$ 1,523,222
Other Revenue	\$ 100	\$ -	\$ -	\$ 18,012	\$ 18,112
<b>Total Revenue</b>	<b>\$ 48,794,618</b>	<b>\$ 113,636</b>	<b>\$ 158,126</b>	<b>\$ 4,457,875</b>	<b>\$ 53,524,255</b>
<b>Expenditures:</b>					
<b>Instructional:</b>					
Elementary School Program	\$ 10,591,480	\$ -	\$ -	\$ 133,514	\$ 10,724,994
Secondary School Program	\$ 9,917,608	\$ -	\$ -	\$ 1,572,026	\$ 11,489,634
Alternative School Program	\$ 360,365	\$ -	\$ -	\$ -	\$ 360,365
Exceptional Child Program	\$ 3,101,551	\$ -	\$ -	\$ 769,985	\$ 3,871,536
Exceptional Child Preschool Program	\$ 126,509	\$ -	\$ -	\$ -	\$ 126,509
Gifted and Talented Program	\$ 345,443	\$ -	\$ -	\$ -	\$ 345,443
Interscholastic Program	\$ 663,073	\$ -	\$ -	\$ -	\$ 663,073
Summer School Program	\$ 109,903	\$ -	\$ -	\$ -	\$ 109,903
<b>Total Instructional</b>	<b>\$ 25,215,932</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,475,525</b>	<b>\$ 27,691,457</b>
<b>Support Services</b>					
Attendance, Guidance and Health Program	\$ 646,611	\$ -	\$ -	\$ 13,891	\$ 660,502
Ancillary Services Program	\$ 1,115,042	\$ -	\$ -	\$ 89,541	\$ 1,204,583
Instructional Improvement Program	\$ 415,115	\$ -	\$ -	\$ 56,332	\$ 471,447
Educational Media Program	\$ 603,781	\$ -	\$ -	\$ 12,731	\$ 616,512
Board of Education Program	\$ 61,486	\$ -	\$ -	\$ 6,220	\$ 67,706
District Administration Program	\$ 711,730	\$ -	\$ -	\$ -	\$ 711,730
School Administration Program	\$ 1,818,966	\$ -	\$ -	\$ 527,241	\$ 2,346,208
Business Operations Program	\$ 822,252	\$ -	\$ -	\$ 205	\$ 822,457
Central Services Program	\$ 1,164,602	\$ -	\$ -	\$ 44,964	\$ 1,209,566
Buildings-Care and Upkeep Program	\$ 2,698,461	\$ -	\$ -	\$ 343,526	\$ 3,041,987
General M & O - Non Student Occupied	\$ 1,415	\$ -	\$ -	\$ 40,120	\$ 41,534
General M & O - Student Occupied	\$ 1,045,308	\$ -	\$ -	\$ 2,734	\$ 1,048,042
Maintenance-Grounds Program	\$ 322,067	\$ -	\$ -	\$ -	\$ 322,067
Security Program	\$ 59,080	\$ -	\$ -	\$ -	\$ 59,080
Transportation-Pupil To School Program	\$ 1,337,850	\$ -	\$ -	\$ 198,198	\$ 1,536,048
Transportation-General Program	\$ 173,036	\$ -	\$ -	\$ -	\$ 173,036
<b>Total Support Services</b>	<b>\$ 12,996,800</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,335,703</b>	<b>\$ 14,332,503</b>
<b>Debt Service Program</b>					
Principal	\$ -	\$ -	\$ 3,205,000	\$ 1,450,000	\$ 4,655,000
Interest	\$ -	\$ -	\$ 674,280	\$ 344,863	\$ 1,019,142
Community Services Program	\$ 41,002	\$ -	\$ -	\$ 1,258,474	\$ 1,299,476
Capital Assets Program	\$ 78,560	\$ 368,409	\$ 1,076,217	\$ -	\$ 1,523,185
<b>Total Expenditures</b>	<b>\$ 38,332,293</b>	<b>\$ 368,409</b>	<b>\$ 4,955,497</b>	<b>\$ 6,864,565</b>	<b>\$ 50,520,763</b>
Excess (deficiency) of revenue over (under) expenditures	\$ 10,462,325	\$ (254,772)	\$ (4,797,372)	\$ (2,406,690)	\$ 3,003,492
<b>Other financing sources (uses):</b>					
Proceeds from Bond/Certificate Sale	\$ -	\$ -	\$ -	\$ -	\$ -
Net transfer in (out)	\$ (8,267,454)	\$ -	\$ 5,590,000	\$ 2,677,454	\$ -
<b>Net Change in Fund Balance</b>	<b>\$ 2,194,871</b>	<b>\$ (254,772)</b>	<b>\$ 792,628</b>	<b>\$ 270,764</b>	<b>\$ 3,003,492</b>
Fund Balance - June 30, 2006	\$ 3,085,226	\$ 3,083,131	\$ 1,670,582	\$ 2,832,574	\$ 10,671,514
Fund Balance - June 30, 2007	\$ 5,280,097	\$ 2,828,359	\$ 2,463,211	\$ 3,103,338	\$ 13,675,005

The accompanying notes are an integral part of these basic financial statements.

SCHOOL DISTRICT NO. 61  
BLAINE COUNTY, IDAHO

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS  
FOR THE YEAR ENDED JUNE 30, 2007 - FULL ACCRUAL

	Program Revenues			Net (Expenses) Revenue and Changes in Net Assets		
	Expenses	Charges for Services	Operating Grants and Contributions	Government Activities	Business Type Activities	Total
<b>FUNCTIONS/PROGRAMS</b>						
<b>Governmental Activities:</b>						
<b>Instruction:</b>						
Elementary programs	\$ 10,724,994	\$ 4,859	\$ 72,886	\$ (10,647,249)		\$ (10,647,249)
Secondary/Alternative programs	\$ 11,499,436	\$ 389,908	\$ 1,634,852	\$ (9,474,675)		\$ (9,474,675)
Exceptional/preschool program	\$ 360,365		\$ 720,730	\$ 360,365		\$ 360,365
Other instructional programs	\$ 5,121,047	\$ 5,485		\$ (5,115,562)		\$ (5,115,562)
<b>Support services:</b>						
Attendance, guidance, health	\$ 660,502			\$ (660,502)		\$ (660,502)
Ancillary	\$ 1,204,583		\$ 89,541	\$ (1,115,042)		\$ (1,115,042)
Instructional Improvement	\$ 471,447		\$ 128,373	\$ (343,074)		\$ (343,074)
Educational Media	\$ 616,512		\$ 13,255	\$ (603,257)		\$ (603,257)
Administration	\$ 2,767,754		\$ 10,841	\$ (2,756,913)		\$ (2,756,913)
School administration	\$ 2,346,208			\$ (2,346,208)		\$ (2,346,208)
Maintenance and custodial	\$ 4,110,881			\$ (4,110,881)		\$ (4,110,881)
Grounds	\$ 322,067			\$ (322,067)		\$ (322,067)
Security	\$ 59,080			\$ (59,080)		\$ (59,080)
Pupil transportation services	\$ 1,363,016	\$ 8,364		\$ (1,354,652)		\$ (1,354,652)
General transportation services	\$ 157,768			\$ (157,768)		\$ (157,768)
<b>Non instructional</b>						
Community service programs	\$ 1,300,056	\$ 762,472	\$ 292,091	\$ (245,493)		\$ (245,493)
Capital Improvements	\$ 1,844,846	\$ 22,558		\$ (1,822,289)		\$ (1,822,289)
Interest and fees on long-term debt	\$ 1,922,653			\$ (1,922,653)		\$ (1,922,653)
<b>Total Governmental Activities</b>	<b>\$ 46,853,214</b>	<b>\$ 1,193,646</b>	<b>\$ 2,962,570</b>	<b>\$ (42,696,998)</b>		<b>\$ (42,696,998)</b>
<b>Business-type Activities:</b>						
Workforce Housing	\$ (123,848)				\$ 123,848	\$ 123,848
Residential Construction Academy	\$ (110,215)				\$ 110,215	\$ 110,215
<b>Total business-type activities</b>	<b>\$ (234,063)</b>	<b>\$ -</b>	<b>\$ -</b>		<b>\$ 234,063</b>	<b>\$ 234,063</b>
<b>Total School District</b>	<b>\$ 46,619,151</b>	<b>\$ 1,193,646</b>	<b>\$ 2,962,570</b>	<b>\$ (42,696,998)</b>	<b>\$ 234,063</b>	<b>\$ (42,462,936)</b>
<b>General revenues:</b>						
<b>Taxes:</b>						
Property taxes, levied for general purposes				\$ 33,231,234		\$ 33,231,234
Property taxes, levied for debt services				\$ 52,716		\$ 52,716
Property taxes, levied for plant facility				\$ 112,227		\$ 112,227
State revenue in lieu of taxes						\$ -
<b>Grants and contributions not restricted to specific programs:</b>						
State foundation program				\$ 15,798,016		\$ 15,798,016
Federal forest lands				\$ 26,532		\$ 26,532
Other				\$ 743,189		\$ 743,189
<b>Interest and investment earnings:</b>						
General fund				\$ 472,046		\$ 472,046
Other funds				\$ 282,970		\$ 282,970
<b>Total general revenues and special items</b>				<b>\$ 50,718,930</b>	<b>\$ -</b>	<b>\$ 50,718,930</b>
						<b>\$ 54,875,146</b>
				<b>\$ 8,021,932</b>	<b>\$ 234,063</b>	<b>\$ 8,255,995</b>
Net assets - beginning				\$ 45,177,509	\$ (7,504)	\$ 45,170,005
Net assets - ending				<b>\$ 53,199,441</b>	<b>\$ 226,559</b>	<b>\$ 53,426,000</b>

The accompanying notes are an integral part of these basic financial statements.

SCHOOL DISTRICT NO. 61  
BLAINE COUNTY, IDAHO  
RECONCILIATION OF GOVERNMENTAL FUNDS STATEMENT OF REVENUES,  
EXPENDITURES, AND CHANGES IN FUND BALANCES  
TO THE STATEMENT OF ACTIVITIES  
For the Year Ended June 30, 2007

Total net change in fund balances - governmental funds	\$	3,005,908
<p>Amounts reported for governmental activities in the Statement of Activities are different because:</p>		
<p>Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation exceeded capital outlays during the fiscal year:</p>		
Depreciation Expense	\$	(1,489,080)
Capital outlays	\$	1,458,598
	\$	<u>(30,482)</u>
Repayment of bond principal and capital leases is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets.	\$	4,655,000
Discount on Certificates of Participation are recorded in governmental funds as revenues. In the Statement of Activities, the discounts are amortized over the life of the Certificates of Participation.	\$	(158,569)
Discount on Bonds are recorded in governmental funds as revenues. In the Statement of Activities, these discounts are amortized over the life of the Bond.	\$	(58,631)
Because some property taxes will not be collected for several months after the District's fiscal year end they are not considered available revenues in the government funds, but are instead counted as deferred tax revenues. They are, however, recorded as revenues in the Statement of Activities.	\$	852,882
Investment in Employee Housing Programs expensed in prior years that should have been capitalized.	\$	102,202
Interest Accumulation on the Revenue Anticipation Note was recorded as a deferred revenue on the balance sheet.	\$	317,333
Donations received from a Breakfast Scholarship Program was recorded as a deferred revenue on the Balance Sheet.	\$	22,599
Interest on long-term debt in the Statement of Activities differs from the amount reported in the governmental funds because interest is recognized as an expenditure in the funds when it is due, thus requiring the use of current financial resources. In the Statement of Activities, however, interest expense is recognized as the interest accrues, regardless of when it is due.	\$	<u>(686,311)</u>
<b>CHANGE IN NET ASSETS</b>	<b>\$</b>	<b><u><u>8,021,932</u></u></b>

The accompanying notes are an integral part of these basic financial statements.

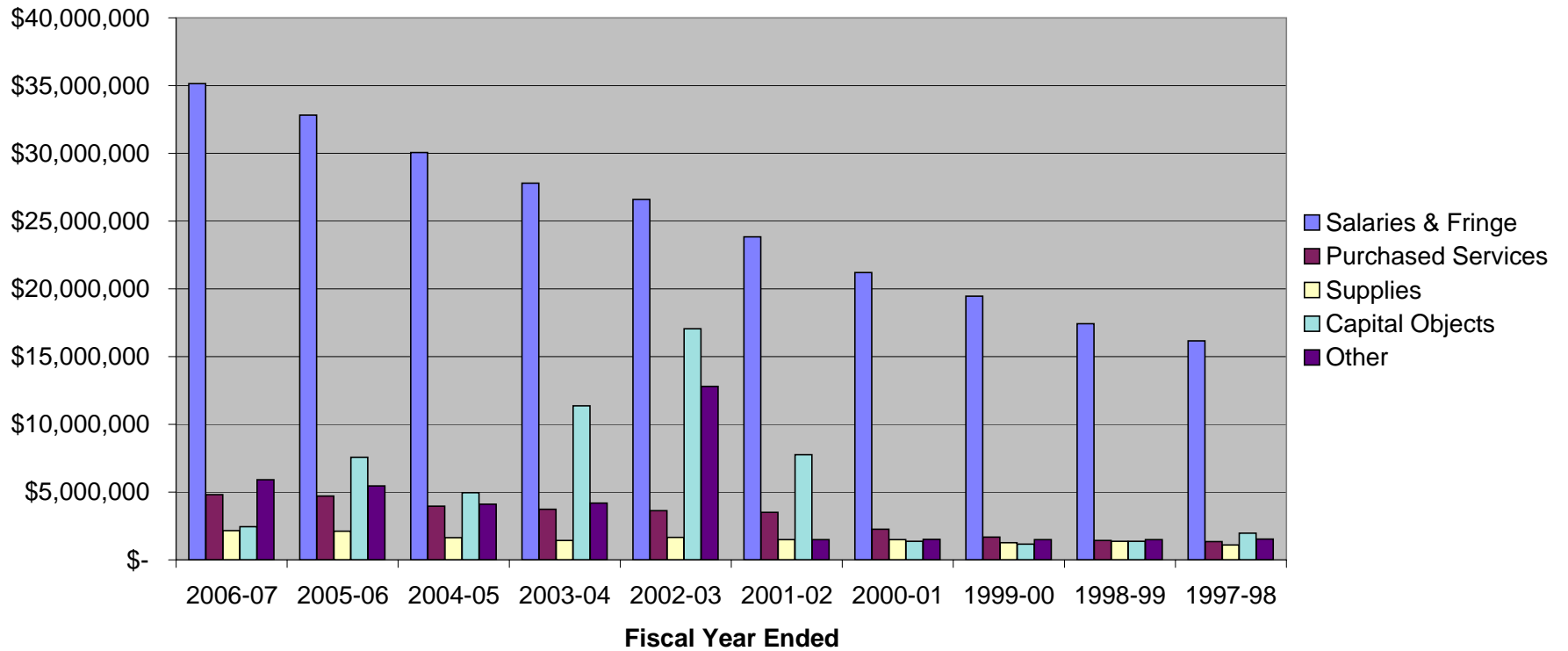
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**Blaine County School District No. 61  
Expenditures By Object - Fund Level  
Last Ten Fiscal Years**

<b>Fiscal Year</b>	<b>Salaries</b>	<b>% of Total</b>	<b>Fringe Benefits</b>	<b>% of Total</b>	<b>Purchased Services</b>	<b>% of Total</b>	<b>Supplies &amp; Materials</b>	<b>% of Total</b>	<b>Capital Objects</b>	<b>% of Total</b>	<b>Insurance</b>	<b>% of Total</b>	<b>Debt Service</b>	<b>% of Total</b>	<b>Total</b>
2006-07	\$ 26,058,493	51.62%	\$ 9,086,400	18.00%	\$ 4,820,310	9.55%	\$ 2,167,401	4.29%	\$ 2,444,239	4.84%	\$ 234,242	0.46%	\$ 5,674,142	11.24%	\$ 50,485,227
2005-06	\$ 24,229,303	45.99%	\$ 8,585,383	16.30%	\$ 4,711,462	8.94%	\$ 2,119,588	4.02%	\$ 7,582,527	14.39%	\$ 227,494	0.43%	\$ 5,227,198	9.92%	\$ 52,682,954
2004-05	\$ 22,173,843	49.57%	\$ 7,889,757	17.64%	\$ 3,964,965	8.86%	\$ 1,637,466	3.66%	\$ 4,958,656	11.08%	\$ 210,209	0.47%	\$ 3,899,225	8.72%	\$ 44,734,121
2003-04	\$ 20,656,882	42.55%	\$ 7,148,964	14.72%	\$ 3,740,522	7.70%	\$ 1,436,829	2.96%	\$ 11,374,574	23.43%	\$ 187,254	0.39%	\$ 4,005,771	8.25%	\$ 48,550,796
2002-03	\$ 19,988,508	32.39%	\$ 6,601,686	10.70%	\$ 3,625,136	5.87%	\$ 1,659,178	2.69%	\$ 17,047,807	27.62%	\$ 136,239	0.22%	\$ 12,657,082	20.51%	\$ 61,715,636
2001-02	\$ 17,974,836	47.18%	\$ 5,871,154	15.41%	\$ 3,499,814	9.19%	\$ 1,502,084	3.94%	\$ 7,760,203	20.37%	\$ 114,280	0.30%	\$ 1,375,198	3.61%	\$ 38,097,570
2000-01	\$ 16,065,153	57.75%	\$ 5,128,506	18.44%	\$ 2,266,520	8.15%	\$ 1,485,462	5.34%	\$ 1,366,214	4.91%	\$ 123,347	0.44%	\$ 1,381,480	4.97%	\$ 27,816,682
1999-00	\$ 14,779,700	58.94%	\$ 4,687,996	18.70%	\$ 1,681,169	6.70%	\$ 1,273,308	5.08%	\$ 1,157,178	4.61%	\$ 117,436	0.47%	\$ 1,379,371	5.50%	\$ 25,076,159
1998-99	\$ 13,284,831	57.53%	\$ 4,146,358	17.96%	\$ 1,435,978	6.22%	\$ 1,360,406	5.89%	\$ 1,375,077	5.96%	\$ 108,908	0.47%	\$ 1,379,091	5.97%	\$ 23,090,649
1997-98	\$ 12,240,326	55.40%	\$ 3,921,779	17.75%	\$ 1,338,681	6.06%	\$ 1,097,210	4.97%	\$ 1,965,486	8.90%	\$ 149,621	0.68%	\$ 1,380,715	6.25%	\$ 22,093,818

Funds included are General, Debt Service, Capital Projects and Special Revenue.  
Source-Blaine County School District No. 61 financial records

### Expenditures by Object

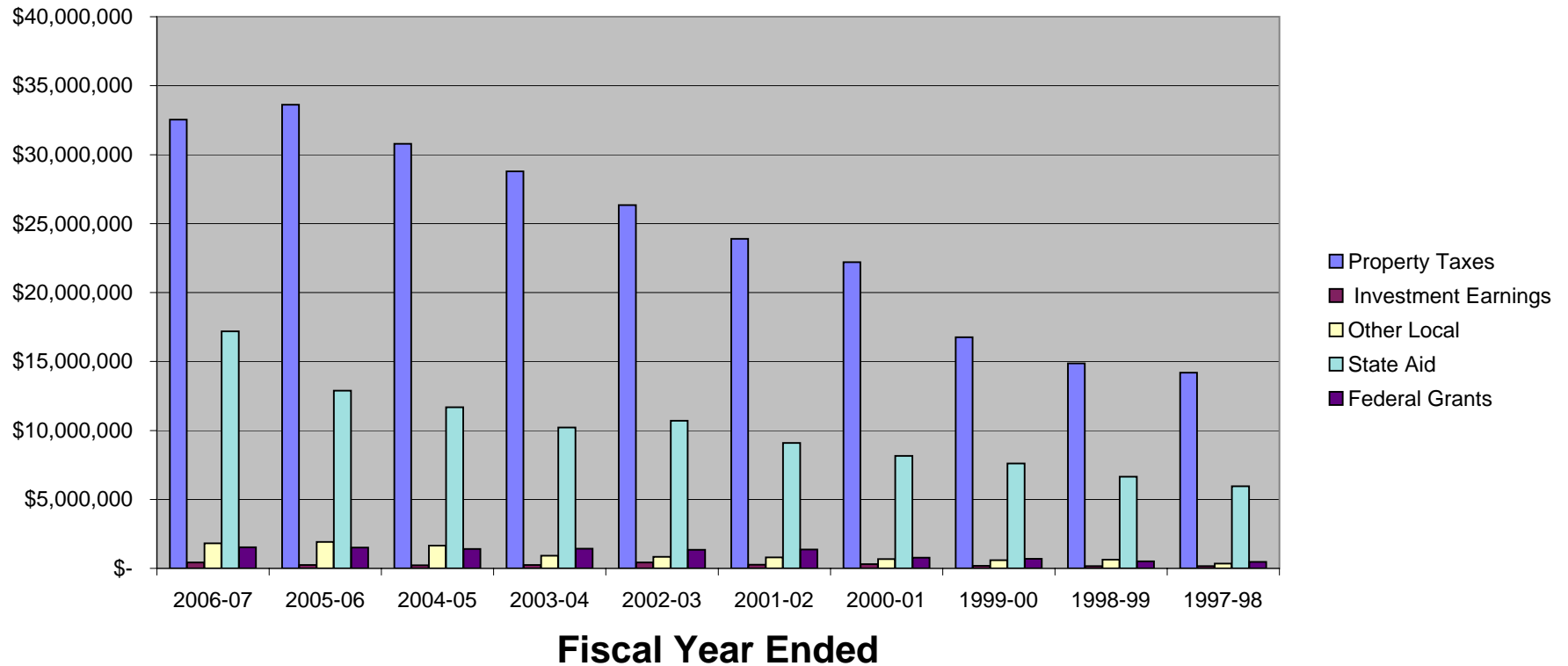


**Blaine County School District No. 61  
Revenues By Source - Fund Level  
Last Ten Fiscal Years**

<b>Fiscal Year</b>	<b>Property Taxes</b>	<b>% of Total</b>	<b>Investment Earnings</b>	<b>% of Total</b>	<b>Other Local</b>	<b>% of Total</b>	<b>State Aid</b>	<b>% of Total</b>	<b>Federal Grants</b>	<b>% of Total</b>	<b>Total</b>
<b>2006-07</b>	\$ 32,543,295	60.79%	\$ 437,683	0.82%	\$ 1,823,763	3.41%	\$ 17,196,293	32.12%	\$ 1,530,222	2.86%	\$ 53,531,255
<b>2005-06</b>	\$ 33,623,766	67.02%	\$ 239,464	0.48%	\$ 1,914,744	3.82%	\$ 12,881,259	25.68%	\$ 1,506,894	3.00%	\$ 50,166,126
<b>2004-05</b>	\$ 30,792,150	67.29%	\$ 226,284	0.49%	\$ 1,648,197	3.60%	\$ 11,685,021	25.54%	\$ 1,408,980	3.08%	\$ 45,760,633
<b>2003-04</b>	\$ 28,788,995	69.20%	\$ 249,527	0.60%	\$ 916,736	2.20%	\$ 10,217,031	24.56%	\$ 1,429,714	3.44%	\$ 41,602,003
<b>2002-03</b>	\$ 26,331,090	66.45%	\$ 418,477	1.06%	\$ 829,040	2.09%	\$ 10,696,421	26.99%	\$ 1,348,860	3.40%	\$ 39,623,888
<b>2001-02</b>	\$ 23,885,278	67.50%	\$ 254,887	0.72%	\$ 787,579	2.23%	\$ 9,093,597	25.70%	\$ 1,364,386	3.86%	\$ 35,385,728
<b>2000-01</b>	\$ 22,209,461	69.17%	\$ 302,814	0.94%	\$ 667,670	2.08%	\$ 8,151,034	25.39%	\$ 777,843	2.42%	\$ 32,108,823
<b>1999-00</b>	\$ 16,753,742	64.91%	\$ 178,407	0.69%	\$ 586,981	2.27%	\$ 7,596,311	29.43%	\$ 696,368	2.70%	\$ 25,811,810
<b>1998-99</b>	\$ 14,872,315	65.15%	\$ 159,170	0.70%	\$ 624,462	2.74%	\$ 6,654,774	29.15%	\$ 518,537	2.27%	\$ 22,829,258
<b>1997-98</b>	\$ 14,198,673	67.24%	\$ 157,555	0.75%	\$ 344,786	1.63%	\$ 5,948,414	28.17%	\$ 468,282	2.22%	\$ 21,117,711

Funds included are General, Debt Service, Capital Projects and Special Revenue.  
Source-Blaine County School District No. 61 financial records

## Revenues by Source



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Table 4

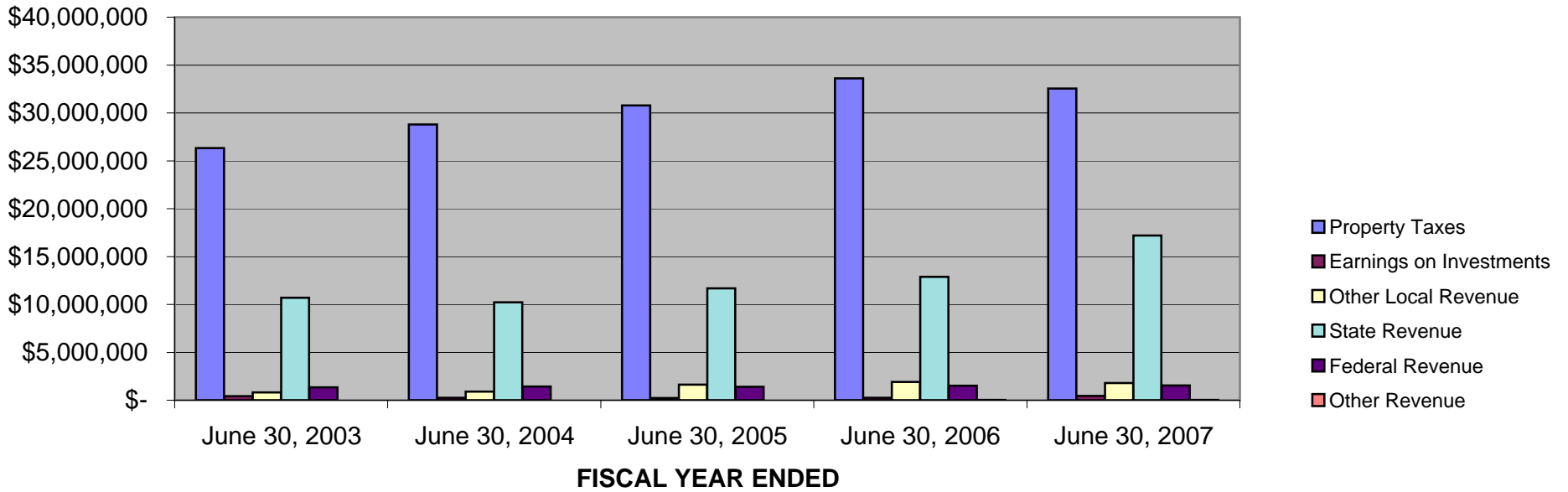
**Blaine County School District No. 61**  
**Changes in Fund Balances, Governmental Funds**  
**Last Five Fiscal Years**  
*(modified accrual basis of accounting)*

	<b>Fiscal Year Ended</b>				
	<b>June 30, 2003</b>	<b>June 30, 2004</b>	<b>June 30, 2005</b>	<b>June 30, 2006</b>	<b>June 30, 2007</b>
<b>Revenues:</b>					
Property Taxes	\$ 26,331,090	\$ 28,788,995	\$ 30,792,150	\$ 33,623,766	\$ 32,543,295
Earnings on Investments	\$ 418,477	\$ 249,527	\$ 226,284	\$ 239,464	\$ 437,683
Other Local Revenue	\$ 824,020	\$ 903,286	\$ 1,635,897	\$ 1,897,122	\$ 1,805,651
State Revenue	\$ 10,696,422	\$ 10,217,031	\$ 11,685,022	\$ 12,881,259	\$ 17,196,293
Federal Revenue	\$ 1,348,860	\$ 1,429,714	\$ 1,408,980	\$ 1,506,894	\$ 1,530,222
Other Revenue	\$ 5,020	\$ 13,450	\$ 12,300	\$ 17,621	\$ 18,111
<b>Total Revenues</b>	<b>\$ 39,623,889</b>	<b>\$ 41,602,003</b>	<b>\$ 45,760,633</b>	<b>\$ 50,166,126</b>	<b>\$ 53,531,255</b>
<b>Expenditures:</b>					
Instruction	\$ 21,253,119	\$ 22,040,909	\$ 23,510,910	\$ 25,581,072	\$ 27,696,040
Support Services - Students and Staff	\$ 2,172,405	\$ 1,967,599	\$ 2,236,832	\$ 2,517,998	\$ 2,953,044
Support Services - Administration	\$ 3,599,038	\$ 3,801,059	\$ 4,254,724	\$ 5,110,123	\$ 5,157,666
Operations and Maintenance of plant Services	\$ 2,733,571	\$ 3,040,002	\$ 3,742,294	\$ 3,951,074	\$ 4,512,710
Student Transportation Services	\$ 1,394,762	\$ 1,484,837	\$ 1,556,105	\$ 1,681,421	\$ 1,709,084
Operation of Non-Instructional Programs	\$ 865,057	\$ 1,219,647	\$ 1,316,584	\$ 1,717,231	\$ 1,299,476
Capital Outlay	\$ 17,040,602	\$ 10,917,108	\$ 4,217,447	\$ 6,896,837	\$ 1,523,185
Debt Service:					
Principal	\$ 11,840,000	\$ 2,705,000	\$ 2,675,000	\$ 4,110,000	\$ 4,655,000
Interest	\$ 1,181,499	\$ 1,300,771	\$ 1,224,225	\$ 1,117,198	\$ 1,019,142
<b>Total Expenditures:</b>	<b>\$ 62,080,053</b>	<b>\$ 48,476,932</b>	<b>\$ 44,734,121</b>	<b>\$ 52,682,954</b>	<b>\$ 50,525,347</b>
<b>Net Change in Fund Balances</b>	<b>\$ (22,456,164)</b>	<b>\$ (6,874,929)</b>	<b>\$ 1,026,512</b>	<b>\$ (2,516,828)</b>	<b>\$ 3,005,908</b>
<b>Debt Service as a Percentage of non capital expenditures</b>	26.54%	9.01%	9.55%	11.01%	12.65%

The provisions of the Government Accounting Standards Board (GASB) Statement No. 34 were adopted in Fiscal Year 2003, Therefore only five years are shown.

Source - Blaine County School District financial records

## REVENUES



## EXPENDITURES

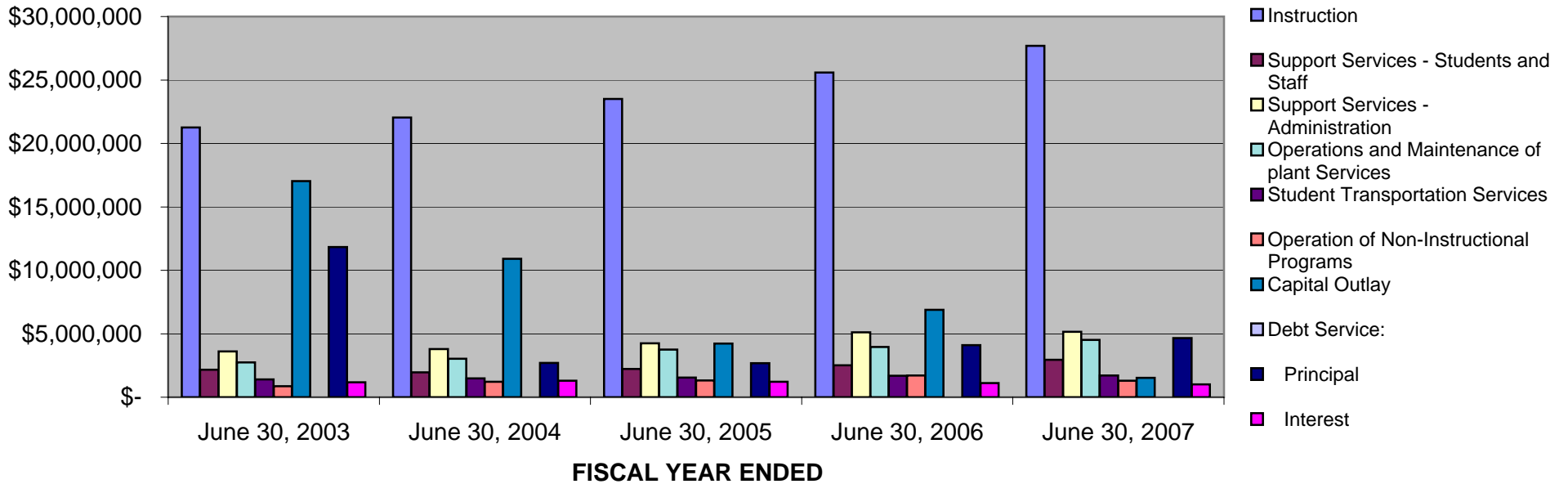


Table 5

**Blaine County School District No. 61**  
**State Foundation Formula**  
**Last five fiscal years**

Description	Fiscal Year Ended				
	June 30, 2003	June 30, 2004	June 30, 2005	June 30, 2006	June 30, 2007
<b>Support Units</b>	151.4	159.2	158.1	161.4	159.4
<b>Funding per Support Unit</b>	\$ 77,971	\$ 78,816	\$ 79,460	\$ 78,712	\$ 54,529
<b>Students Enrolled</b>	3,112	3,172	3,197	3,164	3,081
<b>Average Daily Attendance</b>	2,874.53	3,023.36	3,038.73	3,100.66	3,050.69
<b>Total Entitlement Funds</b>	\$ -	\$ -	\$ -	\$ -	\$ 4,054,498
<b>Total Salary Apportionment Funds</b>	\$ -	\$ -	\$ -	\$ -	\$ 8,691,848
<b>Total Benefit Apportionment Funds</b>	\$ 1,336,488	\$ 1,406,217	\$ 1,468,598	\$ 1,480,321	\$ 1,568,009
<b>Total Exceptional Child Funds</b>	\$ 9,274	\$ 29,014	\$ 34,626	\$ 25,353	\$ 15,191
<b>Total Transportation Support Funds</b>	\$ 848,409	\$ 861,229	\$ 933,151	\$ 913,907	\$ 980,230
<b>Total Flooring Support</b>	\$ 444,355	\$ 372,965	\$ 341,998	\$ 179,901	
<b>Total Basic Foundation Support Calculations</b>	<u>\$ 2,638,526</u>	<u>\$ 2,669,425</u>	<u>\$ 2,778,373</u>	<u>\$ 2,599,481</u>	<u>\$ 15,309,776</u>
<b>Total State Support Funds per enrolled Students</b>	\$ 3,042	\$ 3,046	\$ 3,482	\$ 3,665	\$ 5,149
<b>Other State Support</b>					
Replacement Tax	\$ 6,345,009	\$ 6,489,890	\$ 7,794,683	\$ 8,539,950	\$ -
State Technology Grants	\$ 89,395	\$ 90,507	\$ 92,986	\$ 40,892	\$ 101,492
Bond Levy Equalization Support Program	\$ -	\$ -	\$ -	\$ -	\$ -
School Facilities Maintenance Match	\$ -	\$ -	\$ -	\$ -	\$ -
Limited English Proficiency	\$ 87,371	\$ 107,041	\$ 122,555	\$ 118,197	\$ 114,916
Early Retirement Incentive	\$ 62,414	\$ 38,802	\$ 87,220	\$ 82,453	\$ 28,875
Agriculture Replacement	\$ -	\$ -	\$ -	\$ -	\$ 26,046
Idaho Reading Initiative	\$ 56,141	\$ 47,063	\$ 50,058	\$ 5,946	\$ 36,239
Unemployment Insurance	\$ 15,671	\$ 7,035	\$ 11,566	\$ 8,956	\$ 13,530
Gifted/Talented - Teacher Training	\$ 8,636	\$ 8,760	\$ 6,965	\$ 6,298	\$ 7,752
Teacher Incentive - National Certification	\$ 11,742	\$ 11,742	\$ 11,804	\$ 11,804	\$ 4,722
Lottery	\$ -	\$ 102,966	\$ 113,811	\$ 112,495	\$ 143,014
Driver' Education	\$ 18,975	\$ 14,080	\$ 12,538	\$ 19,625	\$ 21,125
Safe and Drug Free Schools	\$ -	\$ 48,295	\$ 50,058	\$ 51,524	\$ 55,735
Achievement Standards Implementation	\$ 47,948	\$ 12,406	\$ -	\$ -	\$ -
Least Restrictive Environment - Teacher Training	\$ 12,992	\$ 12,512	\$ -	\$ -	\$ -
Teacher Supplies	\$ 24,290	\$ -	\$ -	\$ -	\$ -
Annual Teacher Support Program	\$ 47,367	\$ -	\$ -	\$ -	\$ -
<b>Total</b>	<u>\$ 9,466,476</u>	<u>\$ 9,660,523</u>	<u>\$ 11,132,616</u>	<u>\$ 11,597,622</u>	<u>\$ 15,863,221</u>

The provisions of the Government Accounting Standards Board (GASB) Statement No. 34 were adopted in Fiscal Year 2003, Therefore only five years are shown.

Source - Blaine County School District financial records

# STATE FOUNDATION FORMULA

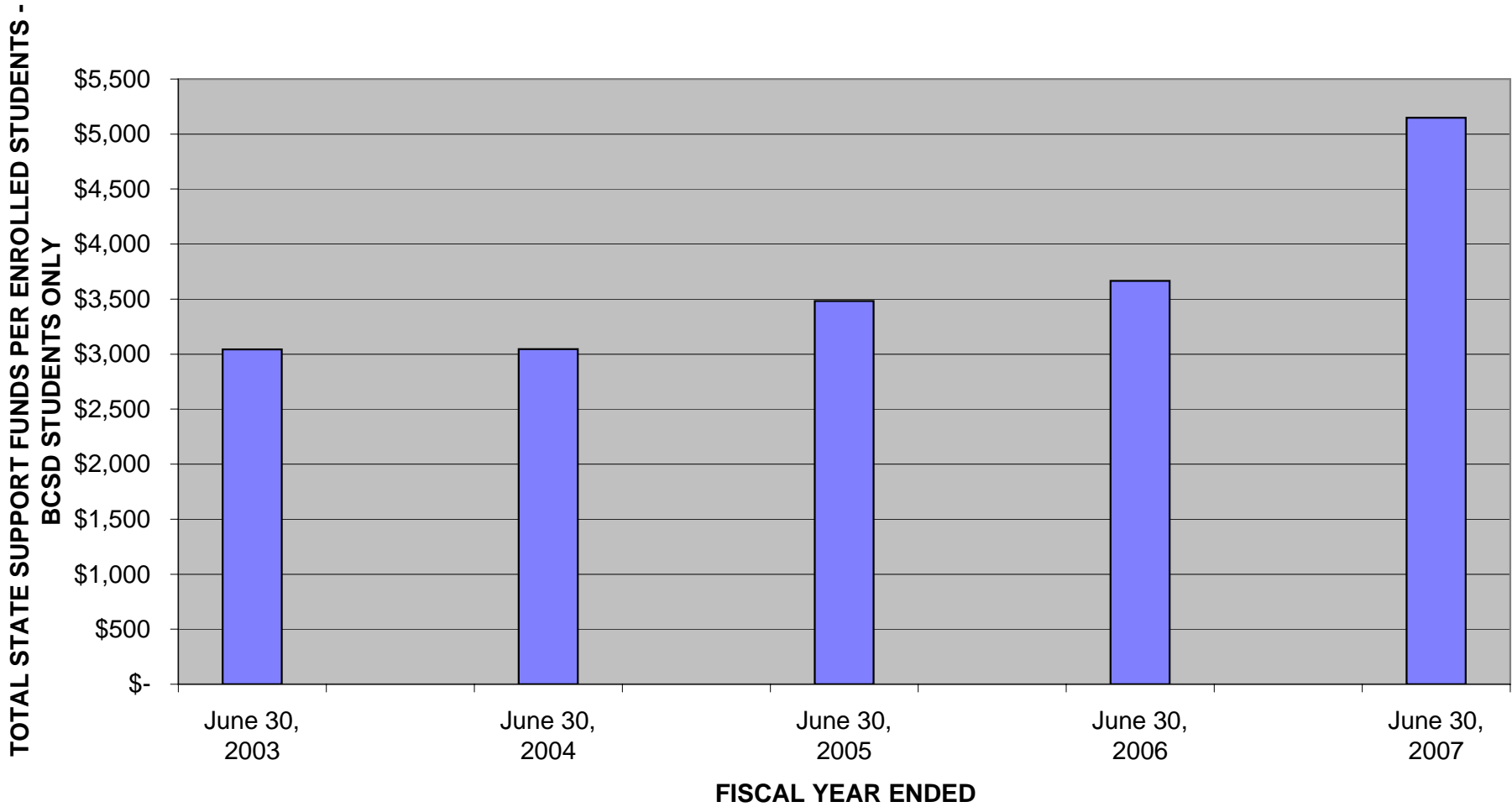


Table 11

**Blaine County School District No. 61  
Summary Of Property Tax Valuations  
Last Six Fiscal Years**

<u>Year Ended June 30,</u>	<u>Full Market Value</u>	<u>Percent Incr/(Decr)</u>	<u>Homeowner's Exemption</u>	<u>Speculative Land</u>	<u>Taxable Market Value</u>	<u>Percent Incr/(Decr)</u>
2001-02	\$ 5,794,440,559		\$ 217,971,413		\$ 5,576,469,146	
2002-03	\$ 6,713,507,835	15.86%	\$ 226,519,096		\$ 6,486,988,739	16.33%
2003-04	\$ 8,358,576,312	24.50%	\$ 229,852,527		\$ 8,128,723,785	25.31%
2004-05	\$ 10,025,423,519	19.94%	\$ 238,383,009		\$ 9,787,040,510	20.40%
2005-06	\$ 12,020,826,014	19.90%	\$ 244,002,777		\$ 11,776,823,237	20.33%
2006-07	\$ 13,682,750,905	13.83%	\$ 455,914,155	\$ 954,036,159	\$ 12,272,800,591	4.21%

(1) Debt Service Fund expenditures represent payment of principal and interest on General Bonded Debt.

(2) Includes expenditures for all Governmental Fund Types.

Source: Idaho State Tax Commission

**District Property Values**

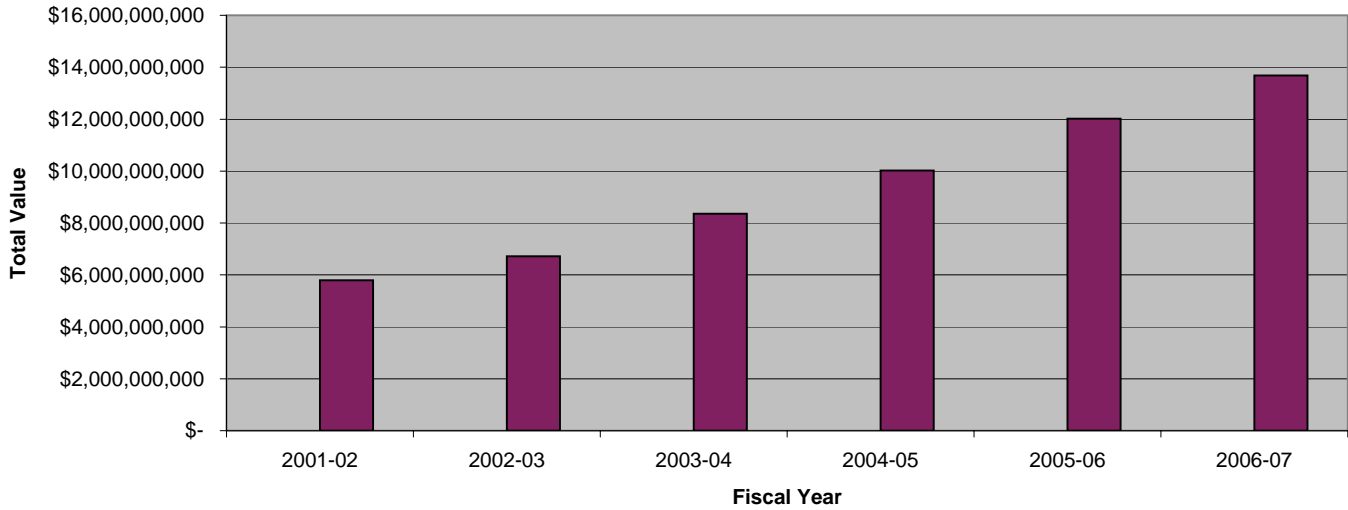


Table 14

**Blaine County School District No. 61  
Area Major Employers  
Current Year and Six Years Ago**

Employer	Location	Product/Service	Fiscal Year Ended					
			June 30, 2007			June 30, 2002		
			No. of Employees	Percent of Workforce	Rank	No. of Employees	Rank	Percent of Workforce
Sun Valley Company	Hospitality - Resort	Hospitality - Resort	1,300	8.82%	1	800	1	6.54%
Blaine County School District	Hailey	Education	568	3.85%	2	466	2	3.81%
St. Luke's Wood River Medical Center	Ketchum	Hospital	265	1.80%	3	240	3	1.96%
Atkinson's Market & 'The Drug Store	Ketchum/Hailey/Bellevue	Retail Grocery & Pharmacy	250	1.70%	4	170	5	1.39%
Power Engineers	Hailey	Engineering	190	1.29%	5	215	4	1.76%
Webb Nursery and Landscaping	Ketchum	Landscaping	175	1.19%	6	142	6	1.16%
Blaine County Administration	Hailey	Government	145	0.98%	7	125	7	1.02%
Elkhorn Resort	Sun Valley	Hospitality - Resort				108	8	0.88%
Marketron	Hailey	Computer Software				87	9	0.71%
Sun Valley Garden Center	Bellevue	Landscaping				70	10	0.57%
All Seasons Landscaping Inc.	Bellevue	Lawn and Garden Services	120	0.81%	8			
Clearwater Landscaping Inc.	Bellevue	Landscaping	87	0.59%	9			
Rocky Mountain Hardware Inc.	Hailey	Hardware Manufacturing	86	0.58%	10			
City of Hailey	Hailey	Government	65	0.44%	11	61	11	0.50%
Blaine County (Seasonally Adjusted)			14,740			12,240		

Source-Human Resource Departments of individual employers

Table 20

**Blaine County School District No. 61  
Physical Plant Inventory**

<b>Building</b>	<b>Location</b>	<b>Yr Built</b>	<b>Sq. Feet</b>	<b>Capacity</b>	<b>Enrollment</b>
<b>Bellevue Elementary</b>				<b>459</b>	<b>303</b>
	Main Building	1970	36,906		
	Multi-Purpose Building	1996	7,780		
	Single Modular	1981	1,848		
	Single Modular	1981	1,848		
	Single Modular	1981	1,960		
	Single Modular	1982	1,960		
<b>Carey School</b>				<b>769</b>	<b>255</b>
	Main Building	1965	35,200		
	Addition/Remodel	1988			
	Vocational Building	1975	4,634		
	Gymnasium	1995	15,968		
	Single Modular	1999	1,960		
	High School	2004	42,173		
<b>Hailey Elementary</b>				<b>578</b>	<b>399</b>
	Main Building	1965	35,200		
	Main Building	1972	51,195		
	Addition	1985			
	Single Modular	1985	1,960		
	Single Modular	1989	1,960		
	Connecting Hallway	1996			
<b>Hemingway Elementary</b>				<b>527</b>	<b>388</b>
	Main Building	1965	51,720		
	Addition	1989	5,074		
	Daycare Facility	2004	2,484		
<b>Woodside Elementary</b>				<b>510</b>	<b>311</b>
	Main Building	2006	58,375		
<b>Wood River Middle School</b>				<b>884</b>	<b>669</b>
	Main Building	1995	107,535		
	Addition	2004	46,444		
<b>Wood River High School</b>				<b>1275</b>	<b>709</b>
	Main Building	2003	181,373		
	Football Stadium Building	2003			
<b>Silver Creek Alternative School</b>				<b>51</b>	<b>26</b>
	Main Building	1997	5,600		
<b>District Buildings</b>					
	District Office Building	1996	6,767		
	Community Campus Building	1978	110,055		
	District Support Services Building	1995	18,500		
	Bus Maintenance Facility Building	2004	8,174		

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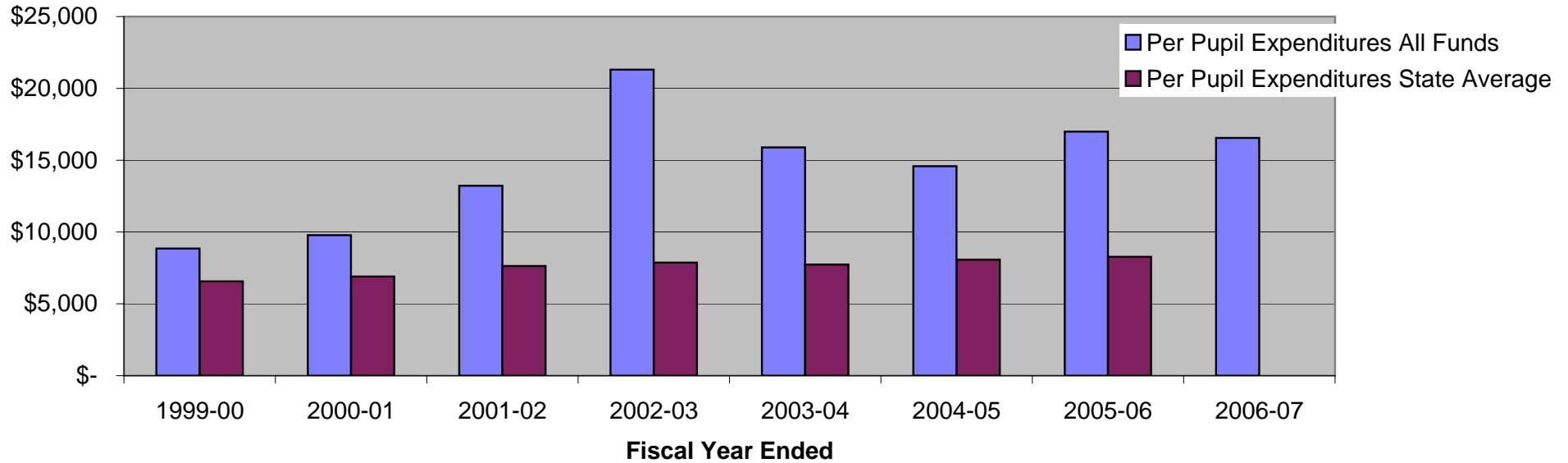
Source-Blaine County School District Records

Table 21

**Blaine County School District No. 61  
Operating Statistics  
Last Eight Fiscal Years**

Fiscal Year	Expenses	Enrollment	Cost per Pupil	Percentage Increase (decrease)	Teaching Staff	Pupil Teacher Ratio	Student Attendance Percentage	ADA	ADA
								Per Pupil Expenditures All Funds	Per Pupil Expenditures State Average
1999-00	\$ 25,076,160	3,024	\$ 8,292	0.00%	204.6	14.78	93.73%	\$ 8,847	\$ 6,569
2000-01	\$ 27,816,684	3,012	\$ 9,235	11.37%	207.0	14.55	94.38%	\$ 9,785	\$ 6,906
2001-02	\$ 38,097,568	3,053	\$ 12,479	35.12%	217.7	14.02	94.38%	\$ 13,222	\$ 7,636
2002-03	\$ 62,080,053	3,103	\$ 20,006	60.32%	226.9	13.68	93.92%	\$ 21,302	\$ 7,872
2003-04	\$ 48,476,932	3,155	\$ 15,365	-23.20%	224.0	14.08	96.67%	\$ 15,894	\$ 7,733
2004-05	\$ 44,734,121	3,188	\$ 14,032	-8.68%	233.4	13.66	96.21%	\$ 14,584	\$ 8,071
2005-06	\$ 52,682,954	3,243	\$ 16,245	15.77%	237.1	13.68	95.61%	\$ 16,991	\$ 8,279
2006-07	\$ 50,485,227	3,175	\$ 15,901	-2.12%	244.1	13.01	96.08%	\$ 16,549	N/A

**Operating Statistics**



Cost per pupil is on an enrollment basis. Enrollment are beginning of the year, Student attendance is the average daily attendance for the entire year.

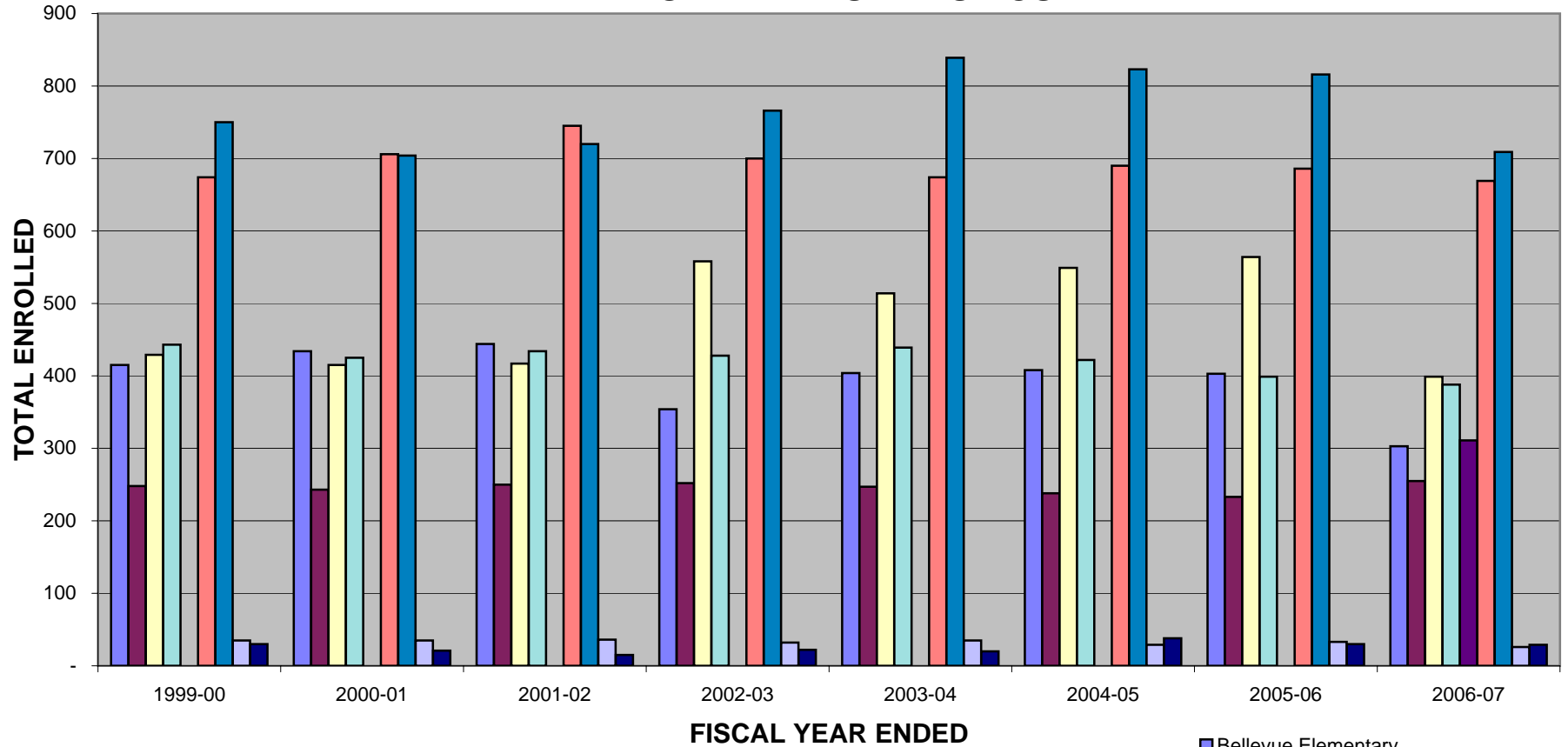
Source-Blaine County School District Financial Records

Per Pupil expenditures include all funds including debt repayment, new buildings, land purchase, federal grants and local grants.

**Blaine County School District No. 61**  
**Enrollment Statistics**  
**Last Eight Years**

	<u>1999-00</u>	<u>2000-01</u>	<u>2001-02</u>	<u>2002-03</u>	<u>2003-04</u>	<u>2004-05</u>	<u>2005-06</u>	<u>2006-07</u>
<b><u>Bellevue Elementary</u></b>								
Pre-K	-	-	-	-	-	-	-	20
K	136	147	142	125	155	160	128	73
1	152	143	148	137	148	122	107	79
2	127	144	154	92	101	89	94	33
3	-	-	-	-	-	37	42	30
4	-	-	-	-	-	-	32	36
5	-	-	-	-	-	-	-	32
Total	<u>415</u>	<u>434</u>	<u>444</u>	<u>354</u>	<u>404</u>	<u>408</u>	<u>403</u>	<u>303</u>
<b><u>Carey School</u></b>								
Pre-K	-	-	-	-	-	-	-	17
K	20	18	14	26	17	19	18	20
1	15	22	21	16	22	16	17	19
2	20	16	22	21	14	19	17	16
3	15	21	19	21	20	13	17	19
4	20	16	18	21	21	19	13	15
5	16	22	22	19	20	20	19	12
6	20	17	22	21	21	16	20	22
7	15	20	16	23	22	21	19	19
8	18	16	20	15	23	22	18	20
9	23	17	16	17	17	21	20	24
10	23	22	18	18	18	20	21	18
11	17	19	22	15	15	19	15	19
12	26	17	20	19	17	13	19	15
Total	<u>248</u>	<u>243</u>	<u>250</u>	<u>252</u>	<u>247</u>	<u>238</u>	<u>233</u>	<u>255</u>
<b><u>Hailey Elementary</u></b>								
K	-	-	-	-	-	-	38	51
1	-	-	-	-	-	45	66	45
2	-	-	-	59	41	64	64	110
3	129	135	149	158	162	115	108	93
4	150	131	143	148	159	164	123	49
5	150	149	125	193	152	161	165	51
Total	<u>429</u>	<u>415</u>	<u>417</u>	<u>558</u>	<u>514</u>	<u>549</u>	<u>564</u>	<u>399</u>
<b><u>Hemingway Elementary</u></b>								
K	50	50	54	49	63	58	58	53
1	76	72	62	66	76	71	62	59
2	73	79	70	67	61	83	67	63
3	73	73	83	69	75	66	77	64
4	81	75	83	87	71	73	67	76
5	90	76	82	90	93	71	68	73
Total	<u>443</u>	<u>425</u>	<u>434</u>	<u>428</u>	<u>439</u>	<u>422</u>	<u>399</u>	<u>388</u>
<b><u>Woodside Elementary</u></b>								
K	-	-	-	-	-	-	-	47
1	-	-	-	-	-	-	-	49
2	-	-	-	-	-	-	-	40
3	-	-	-	-	-	-	-	37
4	-	-	-	-	-	-	-	64
5	-	-	-	-	-	-	-	74
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>311</u>
<b><u>Wood River Middle School</u></b>								
6	230	252	229	217	223	239	227	219
7	205	252	256	237	221	229	229	223
8	239	202	260	246	230	222	230	227
Total	<u>674</u>	<u>706</u>	<u>745</u>	<u>700</u>	<u>674</u>	<u>690</u>	<u>686</u>	<u>669</u>
<b><u>Wood River High School</u></b>								
9	220	233	207	244	237	235	222	191
10	195	158	205	180	242	209	206	180
11	181	153	148	194	164	230	177	178
12	154	160	160	148	196	149	211	160
Total	<u>750</u>	<u>704</u>	<u>720</u>	<u>766</u>	<u>839</u>	<u>823</u>	<u>816</u>	<u>709</u>
<b><u>Silver Creek Alternative High School</u></b>								
9-12	35	35	36	32	35	29	33	26
<b><u>Developmental Preschool</u></b>								
Pre K	30	21	15	22	20	38	30	29
Total Enrollment	<u>3,024</u>	<u>2,983</u>	<u>3,061</u>	<u>3,112</u>	<u>3,172</u>	<u>3,197</u>	<u>3,164</u>	<u>3,089</u>

# ENROLLMENT STATISTICS



- Bellevue Elementary
- Carey School
- Hailey Elementary
- Hemingway Elementary
- Woodside Elementary
- Wood River Middle School
- Wood River High School
- Silver Creek Alternative High School
- Developmental Preschool