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March 5, 2016

Waterbury-Duxbury Union School District #45
Att: Michelle Baker, Bus. Mgr.
340 Mad River Park, Ste. 7
Waitsfield, VT 05673

Dear Michelle :

I have electronically forwarded the final financial statements for Waterbury-Duxbury Union School District #45 as of and for the year ended June 30, 2015. In addition I will be mailing you 10 bound copies. We have also sent a pdf copy to the AOE on your behalf.

If you are thinking of putting our audit report into your Town Report, auditing standards provides you with three options:

- You may include the entire audit report from page one through the last page;
- You may include pages 1 through Schedule 1;
- You can put a statement in that you were audited and that the audit is available at _____ and omit our audit report completely.

If you have any questions or need assistance, please do not hesitate to call us.

Sincerely,

Angolano & Company

Angolano & Company

Enclosures

Waterbury -Duxbury Union School District #45
Financial Statements
For The Year Ended June 30, 2015

Waterbury -Duxbury Union School District #45
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For The Year Ended June 30, 2015

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INDEPENDENT AUDITOR'S REPORT

To the School Board
Waterbury-Duxbury Union School District #45, Vermont

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, and the aggregate remaining fund information of Waterbury-Duxbury Union School District #45, Vermont, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Union District #45's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the

entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, and the aggregate remaining fund information of the Waterbury-Duxbury Union School District #45, Vermont, as of June 30, 2015, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and pensions and post-employment benefit information be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Waterbury-Duxbury Union School District #45, Vermont's basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated February 22, 2016, on our consideration of the Waterbury-Duxbury Union School District #45, Vermont's internal control over financial reporting and on 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Waterbury-Duxbury Union School District #45, Vermont's internal control over financial reporting and compliance.

Angolano & Company

Angolano & Company
Shelburne, Vermont
Firm Registration Number 92-0000141

February 22, 2016

WATERBURY-DUXBURY UNION SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2015

Introduction

The discussion and analysis of The Waterbury-Duxbury Union School District's ("the District") financial performance provides a narrative introduction and overview of the school District's financial activities for the fiscal year ending June 30, 2015 (FY 15). The District is organized under the guidance of the Board of School Directors to provide public education to the member districts of Duxbury and Waterbury for Grades Pre-K through Grade 8 at Thatcher Brook Primary School and Crossett Brook Middle School.

Financial Highlights

- District-wide assets totaled \$12,564,959 and district-wide liabilities totaled \$4,232,490.
- Long-term debt totaled \$4,005,000 at year end.
- The District's general fund actual revenues were \$11,221,796, while the budgeted revenues were \$11,162,886, an increase of \$58,930 or 0.5%.
- The District's general fund actual expenditures were \$11,095,832 while the budgeted expenditures were \$11,253,408, under budget by \$157,576 or 1.4%.
- Special Revenue Funds totaling \$475,463 are held in the District's accounts for various Federal, State and Private Grants.
- The Enterprise Fund represents the food program and had an ending retained earnings balance of \$5,929.
- Agency Funds totaling \$41,009 are held in the District's accounts for various student activities and projects.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Waterbury-Duxbury Union School District's basic financial statements. The District's basic financial statements are comprised of three components: 1) district-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

District-Wide Financial Statements – The first two statements are district-wide financial statements that report information about the District as a whole using accrual accounting methods similar to those used by private sector companies.

The Statement of Net Position presents information on all of the District assets and liabilities with the difference between the two reported as net position. Over time increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The Statement of Activities presents information showing how the District net position changed during the fiscal year. All changes in net position are reported when the underlying event giving rise to the change occurs, regardless of the timing or related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

Both of the district-wide financial statements distinguish functions of the District that are principally supported by taxes and inter-governmental revenues (governmental activities) from functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the District include programs and services such as instruction, support services, and building operation and maintenance. The business-type activities of the District include the Food Service Program.

Fund Financial Statements – A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into three categories – governmental funds, proprietary funds and fiduciary funds.

Governmental Funds – Governmental funds are used to account for essentially the same functions reported as governmental activities in the district -wide financial statements. However, unlike government-wide financial statements, governmental fund financial statements focus on current sources and uses of spendable resources, as well as spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the district-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the district-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds combined balance sheet and governmental fund statements of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains four (4) governmental funds. Information is presented separately in the Governmental Fund Balance Sheet and in the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances for the General, Special Revenue, Capital Project and Debt Service. Individual fund data for the Proprietary and Fiduciary Funds is provided in the form of combining statements elsewhere in this report. The basic governmental funds financial statements can be found on pages 7-13.

Proprietary Funds – The District maintains proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide

financial statements. The District uses an enterprise fund to account for its Food Service Program (hot lunch and breakfast) operation. The basic proprietary fund financial statements can be found on pages 14-15 of this report.

Fiduciary Funds – Fiduciary Funds are those for which the District serves as a trustee for the benefit of others, such as scholarship and student activities funds. The District is responsible for ensuring that assets in these funds are used for their intended purposes and cannot use these assets to finance the general operations of the District.

Notes to the Financial Statements – The notes provide additional information that is essential to a full understanding of the data provided in the district-wide and fund financial statements. The notes to the financial statements can be found on pages 16-48.

Other Information – In addition to the basic financial statements and accompanying notes, this report also presents certain supplementary information including Budget to Actual Reports for the General Fund, Fiduciary, Agency and Trust Fund statement, and a Report on Compliance and Internal Control.

Government-Wide Financial Analysis

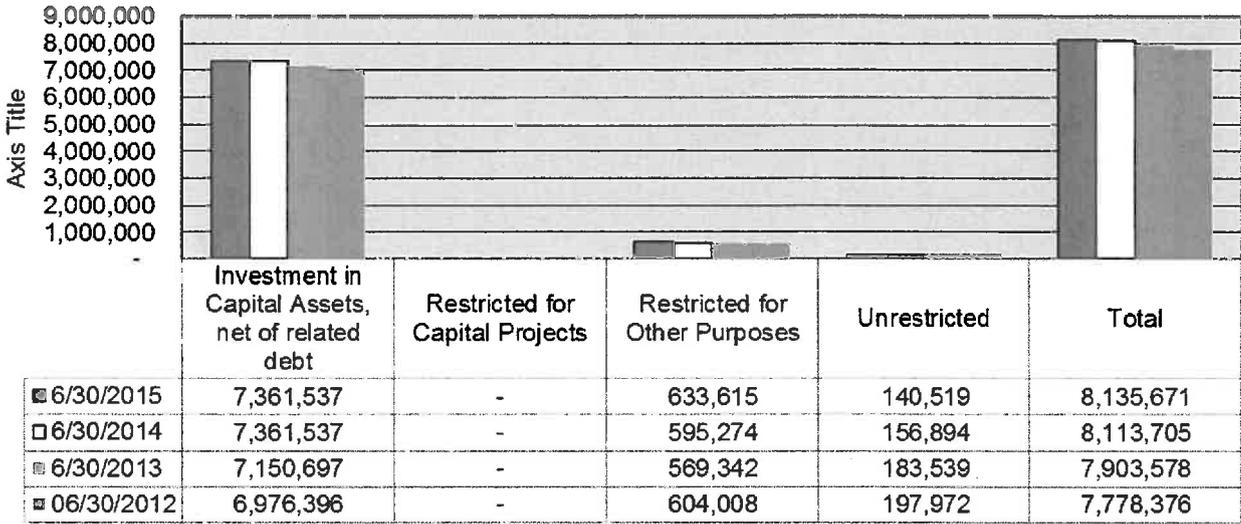
Our analysis of the District's major funds begins on Table 1. The fund financial statements provide detailed information about the most significant funds – not the District as a whole. Some funds are required to be established by State law and by bond covenants. However, the District's Board of Directors establish many other funds to help them control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain grants, and other money.

Amounts reported for governmental activities in this statement of net position differ from the summary of financial operations because: capital (non-current) assets used in governmental activities are not financial resources and therefore, are deferred in the funds; non-current liabilities – consisting of bonds payable – are not due and payable in the current period and therefore are not reported in the funds. Inter-fund receivables and payables are reported in the fund statements, but not included in the amounts reported for governmental activities.

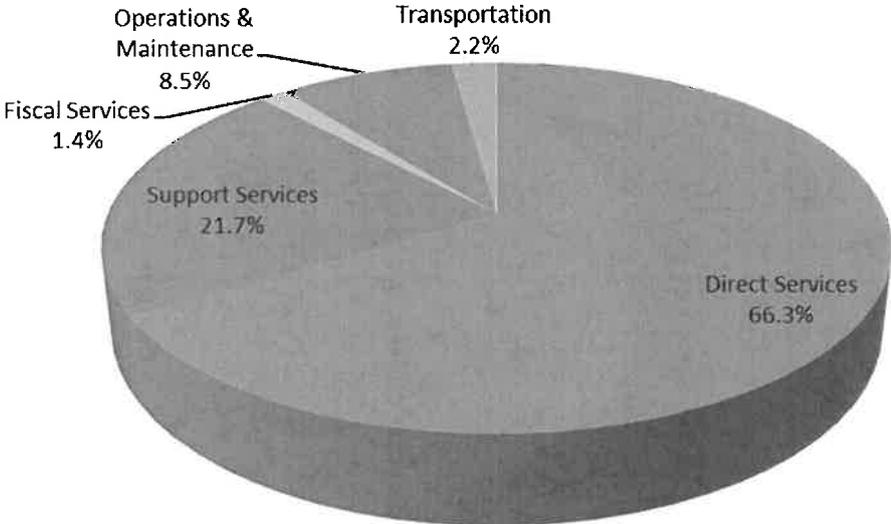
Waterbury-Duxbury Union School District
Reconciliation of the Balance Sheet to the Statement of Net Position
June 30, 2015

| | Combined Balance Sheet <u>Fund Based</u> | Governmental Activities <u>Distict-wide</u> | <u>Difference</u> |
|---|--|---|---------------------|
| ASSETS | | | |
| <u>Current Assets:</u> | | | |
| Cash | 761,227 | 761,227 | - |
| Prepaid Expenses | 16,448 | 16,448 | - |
| Due From Other Funds | 10,644 | 10,644 | - |
| <u>Accounts Receivable:</u> | | | |
| State | 43,441 | 43,441 | - |
| Supervisory Union | 142,734 | 142,734 | - |
| Other | 26,019 | 26,019 | - |
| Total Current Assets | <u>1,000,513</u> | <u>1,000,513</u> | <u>-</u> |
| <u>Non-current Assets:</u> | | | |
| <u>Capital Assets:</u> | | | |
| Building & Equipment, net of Accum. Depr. | - | 11,564,446 | (11,564,446) |
| Total Non-current Assets | <u>-</u> | <u>11,564,446</u> | <u>(11,564,446)</u> |
| TOTAL ASSETS | <u>1,000,513</u> | <u>12,564,959</u> | <u>(11,564,446)</u> |
| DEFERRED OUTFLOWS OF RESOURCES | | | |
| Vermont Municipal Pension - Payments after measurement date | | 61,001 | (61,001) |
| TOTAL DEFERRED OUTFLOWS OF RESOURCES | | <u>61,001</u> | <u>(61,001)</u> |
| LIABILITIES | | | |
| <u>Current Liabilities:</u> | | | |
| Accounts Payable-State | 2,356 | 2,356 | - |
| Accounts Payable-Supervisory Union | 254 | 254 | - |
| Accounts Payable-Other LEA's | 9,941 | 9,941 | - |
| Accounts Payable - Other | 122,771 | 122,771 | - |
| Accounts Payable-Agency Fund | 10,027 | 10,027 | - |
| Accrued Expenses | 7,590 | 7,590 | - |
| Net Pension Liability | - | 30,243 | (30,243) |
| Capital Leases Payable | - | 44,308 | (44,308) |
| Current Portion of Long-Term Obligations | - | 490,000 | (490,000) |
| Total Current Liabilities | <u>152,939</u> | <u>717,490</u> | <u>(564,551)</u> |
| <u>Non-current Liabilities:</u> | | | |
| Bonds Payable | - | 3,515,000 | (3,515,000) |
| Total Non-current Liabilities | <u>-</u> | <u>3,515,000</u> | <u>(3,515,000)</u> |
| TOTAL LIABILITIES | <u>152,939</u> | <u>4,232,490</u> | <u>(4,079,551)</u> |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Vermont Municipal Pension-Change in proportional share | | 104,198 | (104,198) |
| | | <u>104,198</u> | <u>(104,198)</u> |
| NET ASSETS | | | |
| Investment in Capital Assets, net of related Debt | - | 7,515,138 | (7,515,138) |
| Committed | 586,486 | - | 586,486 |
| Restricted for Other Purposes | 47,129 | 633,615 | (586,486) |
| Unrestricted | 213,959 | 140,519 | 73,440 |
| TOTAL NET ASSETS | <u>847,574</u> | <u>8,289,272</u> | <u>(7,441,698)</u> |

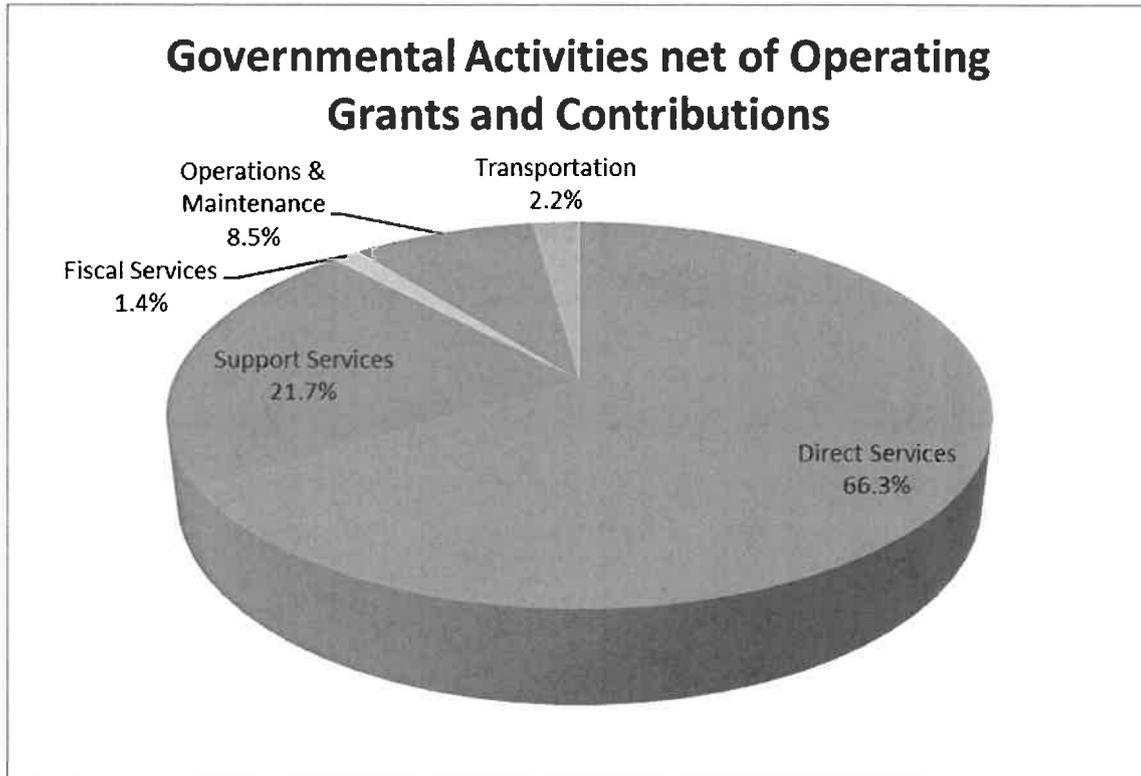
Districtwide Net Position



Governmental Activities net of Operating Grants and Contributions



| | Year ended 06/30/2015 |
|-------------------------------------|--------------------------|
| Government-Wide Revenues | |
| State (Includes Local Property Tax) | \$ 10,857,473 |
| Federal | \$ 73,295 |
| Private Revenues | \$ 68,670 |
| Tuition | \$ 965 |
| Investment Earnings | \$ 18,586 |
| Rentals | \$ 14,875 |
| Miscellaneous | \$ 6,697 |
| Transfers to Food Service Program | \$ (30,000) |
| Total | \$ 11,010,561 |



| | Year ended 06/30/2015 |
|--------------------------|--------------------------|
| Direct Services | \$ 7,128,827 |
| Support Services | \$ 2,329,728 |
| Fiscal Services | \$ 148,614 |
| Operations & Maintenance | \$ 912,012 |
| Transportation | \$ 237,375 |
| Other Support Services | \$ 268 |
| Total | \$ 10,756,824 |

Governmental Activities:

Governmental Activities revenues totaled \$11,010,561 and net expenses totaled \$10,756,824 resulting in an increase in net position of \$253,737.

Business Type Activities:

Business Type Activities (Food Service Program) realized a decrease in net position of \$666.

Fund Financial Analysis

Governmental Fund Types:

Fund balances in the Governmental Fund types increased from \$752,168 to \$847,574, an increase of \$95,406. This increase was reflected in the General Fund by an increase of \$31,672 and an increase of \$63,734 in the Special Revenue Funds.

Proprietary Fund Type:

Food service programs are offered to the students for hot lunch and breakfast. This program recognized a net loss of \$666 during the past year and had a retained earnings balance of \$5,929 as of June 30, 2015.

Fiduciary Fund Types:

Agency funds of \$41,009 were being held at the end of the year for student activities and projects.

Capital Assets

As required under GASB 34 the District is reporting its' capital assets as part of the financial statements. The District has researched and documented the historical costs of the various assets owned by the District and applied appropriate charges against the cost to record depreciation. Capital assets with a cost of \$5,000 or more are capitalized and depreciated.

Table VI summarizes the state of the District's capital assets.

| Waterbury-Duxbury Union School District | | | |
|--|----------------------|-------------------------------------|----------------------|
| Capital Assets | | | |
| June 30, 2015 | | | |
| | <u>Cost</u> | <u>Accumulated Depreciation</u> | <u>Net Value</u> |
| Governmental Activities: | | | |
| Construction in Progress | - | - | - |
| Land Improvements | 548,859 | 455,422 | 93,437 |
| Buildings | 6,673,380 | 2,599,360 | 4,074,020 |
| Building Improvements | \$ 8,324,552 | \$ 1,102,926 | \$ 7,221,626 |
| Furniture and Equipment | 536,704 | 361,341 | 175,363 |
| Other Capital Assets, Net | 16,083,495 | 4,519,049 | 11,564,446 |
| Business Type Activities | 124,100 | 123,700 | 400 |
| Total | \$ 16,207,595 | \$ 4,642,749 | \$ 11,564,846 |

Long-Term Debt

The District has one category of long-term debt, defined as debt due and payable beyond one year. At June 30, 2015, the District had \$4,005,000 in outstanding principal. Bond principal and interest are being paid from the General Fund.

Current Issues

- Act 153/156 requires transportation, special education, compensatory and remedial services to be provided by the Supervisory Union. Special education teachers will be employed by the Supervisory Union, not the Waterbury-Duxbury Union School District, in FY2017.
- WWSU has a merger study committee and the question of an Act 46 WWSU accelerated merger, including all WWSU school districts, is anticipated to be placed before the voters in May 2016.
- The Legislature is evaluating the current education funding formula and school governance. How any future legislation may affect the Waterbury-Duxbury Union School District is unknown at this time; however it appears change is on the horizon.

Contact for Further Information

This financial report is designed to provide citizens, taxpayers, and creditors with a general overview of the District's finances and to reflect the District's accountability for the monies it receives. Questions about this report or additional financial information needs should be directed to Michelle J. Baker, Business Manager, Washington West Supervisory Union, 340 Mad River Park – Suite 7, Waitsfield, Vermont 05673 or at (802) 496-2272 ext. 117.

Waterbury-Duxbury Union School District #45
 District-Wide Statement of Net Position
 June 30, 2015

EXHIBIT I

| | Governmental Activities | Business-Type Activities | Total |
|---|----------------------------|-----------------------------|------------|
| ASSETS | | | |
| Cash and Cash Equivalents | \$ 761,227 | | \$ 761,227 |
| Due From Other Funds | 10,644 | \$ (10,644) | - |
| Accounts Receivable - State | 43,441 | | 43,441 |
| Accounts Receivable - Supervisory Union | 142,734 | | 142,734 |
| Accounts Receivable - Other LEAs | | 13,564 | 13,564 |
| Accounts Receivable - Other | 26,019 | | 26,019 |
| Prepaid Expenses | 16,448 | | 16,448 |
| Inventory | | 2,609 | 2,609 |
| Capital Assets, net | 11,564,446 | 400 | 11,564,846 |
| TOTAL ASSETS | 12,564,959 | 5,929 | 12,570,888 |
| DEFERRED OUTFLOWS OF RESOURCES | | | |
| Vermont Municipal Pension - Payments after measurement date | 61,001 | - | 61,001 |
| TOTAL DEFERRED OUTFLOWS OF RESOURCES | 61,001 | - | 61,001 |
| LIABILITIES | | | |
| Accounts Payable - State | 2,356 | | 2,356 |
| Accounts Payable - Supervisory Union | 254 | | 254 |
| Accounts Payable - Other LEAs | 9,941 | | 9,941 |
| Accounts Payable - Other | 122,771 | | 122,771 |
| Accounts Payable - Agency Fund | 10,027 | | 10,027 |
| Accrued Expenses | 7,590 | | 7,590 |
| Net Pension Liability | 30,243 | | 30,243 |
| Capital Leases Payable | 44,308 | | 44,308 |
| Long-Term Liabilities: | | | |
| Due Within 1 Year | 490,000 | | 490,000 |
| Due in More Than 1 Year | 3,515,000 | - | 3,515,000 |
| TOTAL LIABILITIES | 4,232,490 | - | 4,232,490 |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Vermont Municipal Pension - Change in proportional share | 104,198 | - | 104,198 |
| TOTAL DEFERRED INFLOWS OF RESOURCES | 104,198 | - | 104,198 |
| NET POSITION | | | |
| Net Investment in Capital Assets | 7,515,138 | 400 | 7,515,538 |
| Restricted For Other Purposes | 633,615 | | 633,615 |
| Unrestricted (Deficit) | 140,519 | 5,529 | 146,048 |
| TOTAL NET POSITION | 8,289,272 | 5,929 | 8,295,201 |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
 District-Wide Statement of Activities
 For The Year Ended June 30, 2015

EXHIBIT II

| Functions/Programs | Program Revenues | | | | Net (Expense) Revenue and Changes in Net Assets | | |
|--|-------------------|-------------------------|--|--|--|-----------------------------|---------------------|
| | Expenses | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Primary Government | | |
| | | | | | Governmental Activities | Business-Type Activities | Total |
| Governmental Activities: | | | | | | | |
| Direct Services | \$ 8,169,142 | | \$ 1,040,315 | | \$ (7,128,827) | | \$ (7,128,827) |
| Support Services: | | | | | | | |
| Student Services | 877,552 | | 62 | | (877,490) | | (877,490) |
| Instructional Staff Services | 516,797 | | | | (516,797) | | (516,797) |
| General Administrative Services | 300,842 | | | | (300,842) | | (300,842) |
| Area Administrative Services | 634,599 | | | | (634,599) | | (634,599) |
| Fiscal Services | 148,614 | | | | (148,614) | | (148,614) |
| Building Operations and Maintenance | 912,012 | | | | (912,012) | | (912,012) |
| Transportation | 371,204 | | 133,829 | | (237,375) | | (237,375) |
| Other Support Services | 2,417 | - | 2,149 | - | (268) | | (268) |
| Total Governmental Activities | <u>11,933,179</u> | <u>\$ -</u> | <u>1,176,355</u> | <u>\$ -</u> | <u>(10,756,824)</u> | | <u>(10,756,824)</u> |
| Business-Type Activities: | | | | | | | |
| Food Service | <u>327,744</u> | <u>297,078</u> | | | | <u>\$ (30,666)</u> | <u>(30,666)</u> |
| Total Business-Type Activities | <u>327,744</u> | <u>297,078</u> | <u>-</u> | <u>-</u> | | <u>(30,666)</u> | <u>(30,666)</u> |
| General Revenues: | | | | | | | |
| Tuition | | | | | 965 | | 965 |
| State Revenues not Restricted to Specific Programs | | | | | 10,857,473 | | 10,857,473 |
| Federal Revenues not Restricted to Specific Programs | | | | | 73,295 | | 73,295 |
| Private Revenues not Restricted to Specific Programs | | | | | 68,670 | | 68,670 |
| Investment Earnings | | | | | 18,586 | | 18,586 |
| Rentals | | | | | 14,875 | | 14,875 |
| Refunds and Reimbursements | | | | | 324 | | 324 |
| Miscellaneous | | | | | 6,373 | | 6,373 |
| Transfers | | | | | (30,000) | 30,000 | - |
| Total General Revenues | | | | | <u>11,010,561</u> | <u>30,000</u> | <u>11,040,561</u> |
| Change in Net Position | | | | | 253,737 | (666) | 253,071 |
| Net Position - Beginning of Year | | | | | 8,113,705 | 6,595 | 8,120,300 |
| Prior Period Adjustment | | | | | (78,170) | - | (78,170) |
| Net Position - Ending of Year | | | | | <u>\$ 8,289,272</u> | <u>\$ 5,929</u> | <u>\$ 8,295,201</u> |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
 Combined Balance Sheet
 All Fund Types - Fund Base
 June 30, 2015

EXHIBIT III

| | Governmental Fund Types | | Proprietary Fund Type | Fiduciary Fund Type | |
|--|-------------------------|----------------------------|--------------------------|------------------------|---------------------|
| | General Fund | Special Revenue Fund | Enterprise Fund | Agency Fund | Totals |
| ASSETS: | | | | | |
| Current Assets: | | | | | |
| Cash | \$ 386,822 | \$ 374,405 | | \$ 30,982 | \$ 792,209 |
| Due From Other Funds | | 95,993 | | 10,027 | 106,020 |
| Accounts Receivable - State | | 43,441 | | | 43,441 |
| Accounts Receivable - Supervisory Union | 142,734 | | \$ 13,564 | | 156,298 |
| Accounts Receivable - Other | | 351 | | | 26,019 |
| Prepaid Expenses | 16,448 | | | | 16,448 |
| Inventory | - | - | 2,609 | - | 2,609 |
| Total Current Assets | 571,672 | 514,190 | 16,173 | 41,009 | 1,143,044 |
| Other Assets: | | | | | |
| Fixed Assets - net | - | - | 400 | - | 400 |
| Total Other Assets | - | - | 400 | - | 400 |
| TOTAL ASSETS | \$ 571,672 | \$ 514,190 | \$ 16,573 | \$ 41,009 | \$ 1,143,444 |
| LIABILITIES AND FUND EQUITIES: | | | | | |
| Liabilities: | | | | | |
| Due to Other Funds | \$ 56,649 | \$ 38,727 | \$ 10,644 | | \$ 106,020 |
| Accounts Payable - State | 2,356 | | | | 2,356 |
| Accounts Payable - Supervisory Union | 254 | | | | 254 |
| Accounts Payable - Other LEAs | 9,941 | | | | 9,941 |
| Accounts Payable - Other | 122,771 | | | | 122,771 |
| Accrued Expenses | 7,590 | | | | 7,590 |
| Amount Held for Agency Funds | - | - | - | \$ 41,009 | 41,009 |
| Total Liabilities | 199,561 | 38,727 | 10,644 | 41,009 | 289,941 |
| Fund Equity: | | | | | |
| Fund Balances: | | | | | |
| Unassigned | 215,214 | (1,255) | | | 213,959 |
| Committed | 156,897 | 429,589 | | | 586,486 |
| Restricted | | 47,129 | | | 47,129 |
| Net Position | - | - | 5,929 | - | 5,929 |
| Total Fund Equities | 372,111 | 475,463 | 5,929 | - | 853,503 |
| TOTAL LIABILITIES AND FUND EQUITIES | \$ 571,672 | \$ 514,190 | \$ 16,573 | \$ 41,009 | \$ 1,143,444 |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
 Reconciliation of the Balance Sheet to the Statement of Net Position
 Governmental Funds
 June 30, 2015

Fund Balances – total governmental funds \$ 847,574

Amounts reported for governmental activities in the Statement of Net Positions are different because:

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

| | |
|-------------------------------|-------------|
| Governmental capital assets | 16,056,053 |
| Less accumulated depreciation | (4,491,607) |

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

| | |
|---------------------------|--------|
| Deferred Outflows – VMERS | 61,001 |
|---------------------------|--------|

Bonds payable and contractual obligations have not been included in the governmental fund financial statements.

| | |
|---------------------------|-------------|
| Bonds Payable | (4,005,000) |
| Capital Lease Obligations | (44,308) |

Accrued liabilities have not been reflected in the governmental Fund financial statements:

| | |
|--------------------------|------------------|
| Net Pension Liability | (30,243) |
| Deferred Inflows – VMERS | <u>(104,198)</u> |

Net Position of Governmental Activities \$ 8,289,272

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
 Combined Statement of Revenues, Expenditures and
 Changes in Fund Balances
 All Governmental Fund Types - Fund Base
 For The Year Ended June 30, 2015

EXHIBIT IV

| | General Fund | Special Revenue Fund | Totals |
|---|-------------------|----------------------------|-------------------|
| REVENUES: | | | |
| Tuition | \$ 965 | | \$ 965 |
| Investment Income | 18,064 | \$ 522 | 18,586 |
| Rental Income | 14,875 | | 14,875 |
| Fees | | 6,258 | 6,258 |
| Refunds and Reimbursement | 324 | | 324 |
| Miscellaneous | 115 | | 115 |
| Private/Local | 47,759 | 37,380 | 85,139 |
| State | 10,975,112 | 133,394 | 11,108,506 |
| Federal | <u>164,582</u> | <u>-</u> | <u>164,582</u> |
| TOTAL REVENUES | <u>11,221,796</u> | <u>177,554</u> | <u>11,399,350</u> |
| EXPENDITURES: | | | |
| Direct Services | 6,792,755 | 155,713 | 6,948,468 |
| Support Services: | | | |
| Students | 864,427 | 62 | 864,489 |
| Instructional Staff | 485,103 | | 485,103 |
| General Administration | 300,842 | | 300,842 |
| Area Administration | 635,521 | | 635,521 |
| Fiscal Services | 148,614 | | 148,614 |
| Operation & Maintenance of Building | 815,973 | 10,550 | 826,523 |
| Transportation | 361,834 | 9,370 | 371,204 |
| Food Services | | 238 | 238 |
| Debt Services | 690,763 | | 690,763 |
| Other Outlays | <u>-</u> | <u>2,179</u> | <u>2,179</u> |
| TOTAL EXPENDITURES | <u>11,095,832</u> | <u>178,112</u> | <u>11,273,944</u> |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | 125,964 | (558) | 125,406 |
| OTHER FINANCING SOURCES (USES): | | | |
| Transfers In | | 64,292 | 64,292 |
| Transfers Out | <u>(94,292)</u> | <u>-</u> | <u>(94,292)</u> |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
 Combined Statement of Revenues, Expenditures and
 Changes in Fund Balances
 All Governmental Fund Types - Fund Base
 For The Year Ended June 30, 2015

EXHIBIT IV

| | General Fund | Special Revenue Fund | Totals |
|---|-------------------|----------------------------|-------------------|
| EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES | \$ 31,672 | \$ 63,734 | \$ 95,406 |
| FUND BALANCE, JULY 1, 2014 | <u>340,439</u> | <u>411,729</u> | <u>752,168</u> |
| FUND BALANCE, JUNE 30, 2015 | <u>\$ 372,111</u> | <u>\$ 475,463</u> | <u>\$ 847,574</u> |

The accompanying notes are an integral part of these financial statements

Waterbury -Duxbury Union School District #45
 Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of
 Governmental Funds to the Statement of Activities
 For The Year Ended June 30, 2015

Net Changes in fund Balances – total governmental funds \$ 95,406

Amount reported for governmental activities in the Statement of
 Activities are different because:

Governmental funds report capital outlays as expenditures. However,
 in the Statement of Activities, the cost of those assets is
 depreciated over their estimated useful lives:

| | |
|---------------------------------|-----------|
| Expenditures for capital assets | 22,900 |
| Less current year depreciation | (355,712) |

Bond proceeds provide current financial resources to governmental
 funds, but issuing debt increases long-term liabilities in the
 statement of Net Position. Repayment of bond principal is an
 expenditure in the governmental funds, but the repayment
 reduces long-term liabilities in the Statement of Net Position.

| | |
|--|----------|
| Proceeds from capital lease obligation | (44,308) |
| Repayment of bonds | 490,000 |
| Repayment of capital lease obligations | 40,721 |

Expenses reported in the Statement of Activities does not require
 the use of current financial resources and is therefore not
 reported as expenditures in governmental funds:

| | |
|----------------------------------|------------------|
| Deferred Outflows – VMERS Change | 61,001 |
| Net Pension Liability Change | (30,243) |
| Deferred Inflows – VMERS Change | <u>(104,198)</u> |

Change in Net Position of Governmental Funds \$ 175,567

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
Statement of Revenues, Expenditures and
Changes in Net Position
Proprietary Fund Type - Enterprise Fund
Food Program
For The Year Ended June 30, 2015

EXHIBIT V

| | | |
|--|---------------|-----------------|
| Operating Revenues: | | |
| Sales | \$ 168,292 | |
| Miscellaneous | <u>4,977</u> | |
| Total Operating Revenues | | \$ 173,269 |
| Operating Expenses: | | |
| Salaries and Benefits | 183,549 | |
| Repairs and Maintenance | 3,547 | |
| Travel | 190 | |
| Supplies and Food | 117,010 | |
| Utilities | 2,047 | |
| Commodities | 19,279 | |
| Equipment | 1,722 | |
| Depreciation | <u>400</u> | |
| Total Operating Expenses | | <u>327,744</u> |
| Operating Income (Loss) | | (154,475) |
| Non-Operating Revenue: | | |
| State Sources: | | |
| State Match | 3,006 | |
| Child Nutrition Breakfast | 638 | |
| Child Nutrition Other | 1,068 | |
| Federal Sources: | | |
| Restricted Grants: | | |
| School Breakfast Program | 19,253 | |
| School Lunch Program | 80,954 | |
| Commodities | <u>18,890</u> | |
| Total Non-Operating Revenue | | <u>123,809</u> |
| Increase (Decrease) in Net Position Before Transfers | | (30,666) |
| Operating Transfers In (Out) | | <u>30,000</u> |
| Increase (Decrease) in Net Position | | (666) |
| Net Position, July 1, 2014 | | <u>6,595</u> |
| Net Position, June 30, 2015 | | <u>\$ 5,929</u> |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
Statement of Cash Flows
Proprietary Fund Type - Enterprise Fund
Food Program
For The Year Ended June 30, 2015

EXHIBIT VI

| | | |
|---|------------------|---------------------|
| Cash Flows From Operating Activities: | | |
| Received From Customers | \$ 173,269 | |
| Payments To Employees and Fringe Benefits | (183,549) | |
| Payments To Vendors and Supplies | <u>(143,882)</u> | |
| Net Cash Used By Operating Activities | | \$ (154,162) |
| Cash Flows From Noncapital Financing Activities: | | |
| State Aid Received | 124,921 | |
| Support From General Fund | <u>29,241</u> | |
| Net Cash Used By Noncapital Financing Activities | | 154,162 |
| Cash Flows From Capital and Related Financing Activities: | | |
| None | | - |
| Cash Flows From Investing Activities: | | |
| None | | <u>-</u> |
| Net Increase (Decrease) in Cash | | - |
| Cash, July 1, 2014 | | <u>-</u> |
| Cash, June 30, 2015 | | <u>\$ -</u> |
| Reconciliation of Operating Income (Loss) to Net Cash Used By Operating Activities: | | |
| Cash Provided From Operating Activities: | | |
| Operating Income (Loss) | | \$ (154,475) |
| Adjustments to Reconcile Net Income to Cash Provided (Used) By Operating Activities: | | |
| Depreciation | \$ 400 | |
| Increase (Decrease) in Accounts Payable - Other | <u>(87)</u> | |
| Total Adjustments | | <u>313</u> |
| Net Cash Provided (Used) By Operating Activities | | <u>\$ (154,162)</u> |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
Notes to Financial Statements
For The Year Ended June 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Waterbury -Duxbury Union School District #45 ("Union School District") is organized as a public educational district under the applicable laws and regulations of the State of Vermont. It is governed by a Board of School Directors elected by registered voters of the District to provide public education to the residents of the member districts. Except where noted, the accounting policies conform to generally accepted accounting principles, as applicable to governmental units.

The Union School District financial statements are prepared in accordance with generally accepted accounting principles in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant accounting policies established in GAAP and used by the Union School District are discussed below. Union School District also complies with the requirements of the Vermont Department of Education's Handbook for Financial Accounting of Vermont School Systems (The Handbook).

Reporting Entity:

The reporting entity for the Union School District is based upon criteria set forth by the Governmental Accounting Standards Board (GASB) Statement No. 14, The Financial Reporting Entity. The financial reporting entity consists of (1) organizations for which the standalone government is financially accountable and (2) the standalone government that is controlled by a separately elected governing body that is legally separate and is fiscally independent. All of the accounts of the Union School District comprise the standalone government.

The school board is elected by the public and it has the authority to make decisions, appoint administrators and managers, and significantly influence operations. It also has the primary accountability for fiscal matters. Therefore, Union School District is a financial reporting entity as defined by the Governmental Accounting Standards Board ("GASB") in its Statement No. 14. There are no component units included within the reporting entity.

Basic Financial Statements - District-wide:

The Union School District's basic financial statements include both District-wide (reporting Union School District as a whole) and fund financial statements (reporting Union School District's major funds). Both the District-wide and fund financial statements categorized primary activities as either governmental or business type.

The District-wide Statement of Net Position reports all of the non-fiduciary activities of Union School District. Both the governmental and business-type activities are presented on a

Waterbury-Duxbury Union School District #45
Notes to Financial Statements (continued)
For The Year Ended June 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

consolidated basis and are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations.

The District-wide Statement of Activity demonstrates the degree to which the direct expenses of a given function or segments are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include fees paid by recipients or goods or services provided by a function, and grants that are restricted to a particular function. General State Support and other revenues not identified with a function are presented as general revenues.

This District-wide focus is more on the sustainability of the Union School District as an entity and the change in the Union School District's net position resulting from the current year's activities.

Basic Financial Statements – Fund Financial Statements:

The financial transactions of the Union School District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, fund equity, revenues and expenditures/expenses.

The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. GASB No. 34 sets forth minimum criteria for the determination of major funds. Major individual governmental funds are reported as separate columns in the fund financial statements. The Union School District reports major governmental funds as follows:

Governmental Fund Types:

- General Fund – The general fund is the Union School District's primary operating fund and is always classified as a major fund which accounts for typical general government revenues and a wide variety of activities that benefit the Union School District's as a whole. It accounts for all financial resources except those required to be accounted for in another fund.
- Special Revenue Funds – The special revenue funds focus on revenues that are restricted or committed to expenditures for specific purposes (other than major capital projects or expendable trusts). The Union School District accounts for resources restricted to, or committed for, specific purposes by the Union School District or a grantor in a special revenue fund. Most federal, some State financial assistance and voter committed funds are accounted for in a Special Revenue

Waterbury-Duxbury Union School District #45
Notes to Financial Statements (continued)
For The Year Ended June 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund and sometimes unused balances must be returned to the grantor or the voters at the close of specified project periods.

Proprietary Fund Types:

Proprietary Fund – The Proprietary Funds consist of Enterprise Funds and Internal Service Funds. Revenues generally come from fees for services. They use the economic resources measurement focus and full accrual basis of accounting.

Fiduciary Funds, (Not included in District-wide Statements):

Fiduciary Funds are used to report resources held for individuals, private organizations or other governments. The Union School District reports the following fiduciary funds:

- Agency funds are custodial in nature and do not involve measurements of results of operations.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation:

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

Both District-wide and business-type activity statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when liabilities are incurred regardless of when related cash flows take place. Grant revenues are recognized when eligibility requirements are satisfied. Fees and charges and other exchange revenues are recognized when earned and expenses are recognized when incurred.

The governmental funds financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recorded when both measurable and available. “Available” means collectible within the current period or within 60 days after year end. Intergovernmental revenues and grants are recognized when all eligibility requirements are met and the revenues are available. Expenditures are recorded when a liability is incurred except for early retirement, and compensated absences, which are recognized to the extent they have matured. When both restricted and unrestricted resources are available for use, restricted resources are used first.

Waterbury -Duxbury Union School District #45
Notes to Financial Statements (continued)
For The Year Ended June 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Other Accounting Policies:

Cash and Cash Equivalents:

For purposes of the statement of cash flows for proprietary and similar fund-types, the Union School District considers highly liquid investments to be cash equivalents if they have a maturity of twelve months or less when purchased.

Interfund Receivables and Payables:

During the course of operations, transactions occur between individual funds that may result in amounts owed between funds. Activities between funds that are representative of lending or borrowing arrangements outstanding at the end of the fiscal year are referred to as “due to/from other funds”. All other outstanding balances between funds are also reported as “due to/from other funds”. As a general rule, the effect of interfund activity has been eliminated from the government wide financial statements.

Transfers:

Advances between funds that are not expected to be repaid are accounted for as transfers.

Deposits and Investments:

Resources from each fund are pooled for deposit and investment purposes. A separate accounting is maintained for each fund. Deposits and Investments are stated at fair value and are managed in accordance with any legal constraints.

Accounts Receivable:

All receivables are reported net of estimated uncollectible amounts. The accounts receivable balances at year end are from governmental entities, except in the proprietary funds which may have some receivables from individuals, and no allowance for doubtful accounts is considered necessary.

Inventory:

Inventories consist of expendable items held for consumption. They are valued at cost on a first-in, first-out method.

Prepaid Items:

Certain payments to vendors reflect costs applicable to future periods. In the fund based financial statements, the cost of prepaid items is recorded as expenditures when the payments are made. In the District-wide financial statements and the proprietary funds, these items are recorded as prepaid items.

Waterbury-Duxbury Union School District #45
Notes to Financial Statements (continued)
For The Year Ended June 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Deferred Inflows of Resources:

The Union School District recognizes differences between the receipt of funds and the recognition of revenues through the use of unearned revenue accounts. These unearned revenue accounts represent funds that will be recognized as revenues in some future period when the conditions have been met.

Capital Assets:

Capital assets, which include land, construction in progress, buildings, improvements, furniture, equipment, infrastructure, and vehicles, are reported in the applicable governmental activities column in the governmental wide financial statements. Capital assets are defined by the Union School District as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year (categories of assets are depreciated over the following lives; land improvements 10-40 years, buildings 25-50 years, building improvements 10-50 years, infrastructure 10-50 years, furniture & equipment 3-20 years, and vehicles 3-15 years). Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Capital assets, except for land and construction in progress are depreciated using the straight line method over the estimated useful lives with a full year of depreciation taken in the year acquired and none taken in the year of disposal. Land and construction in progress are not depreciated.

Long-term Obligations:

In the District-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of Net Position. The face amount of obligations issued is reported as other financing sources.

Pensions:

VSTR. For purposes of measuring the liability, deferred outflows of resources and deferred inflows of resources, and expense associated with the State's requirement to contribute to the Vermont Teachers Retirement System (VTRS), information about VTRS's fiduciary net position and additions to/deductions from VSTR's fiduciary net position have been determined on the same basis as they are reported by VSTR. For this purpose, benefit payments (including refunds of contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Waterbury-Duxbury Union School District #45
Notes to Financial Statements (continued)
For The Year Ended June 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

VMERS. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Municipal Employees' Retirement System (VMERS) and additions to/deductions from VMERS's fiduciary net position have been determined on the same basis as they are reported by VMERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Budgetary Data:

The Union School District is required by state law to adopt a budget for the General Fund. The budget is prepared on the modified accrual basis of accounting which is consistent with generally accepted accounting principles ("GAAP"). Annual appropriations lapse at the end of each fiscal year with the exception of restricted programs indicated as a fund balance restricted or committed. The following procedures are used to establish a budget:

The School Board with assistance from the Supervisory Union and the Union School District's Administration drafts a budget. The operating budget includes proposed expenditures by line item and the means of financing them.

The budget is adopted by the School Board for presentation to the voters as a warning or article in the annual report.

The voters vote on the total expense amount and not the individual line items at the Union School District's annual meeting or subsequent special meetings.

Encumbrances:

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration and project control in the General Fund, Special Revenue Funds, and Capital Projects Fund. Encumbrances are not liabilities and should be recorded as a reservation of fund balance at year end. For budgetary purposes, appropriations lapse at fiscal year-end. The Union School District has elected to treat its encumbrances as liabilities for budgetary control purposes.

Use of Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures or expenses during the reporting period. Actual results could differ from those estimates.

Waterbury-Duxbury Union School District #45
Notes to Financial Statements (continued)
For The Year Ended June 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Net Resources and Fund Balance:

District-wide Financial Statements:

When the Union School District incurs an expense for which it may use either restricted or unrestricted net position, it generally uses restricted net position first. Net position on the Statement of net position includes the following:

Net Investment in Capital Assets, net of Related Debt – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted For Other Purposes – It consist of assets that are restricted by the Union School District’s creditors, by the state enabling legislation, by grantors and by other contributors.

Restricted For Capital Projects – The component of net position that reports the amount of revenue from bond proceeds, grants, and special assessments in excess of expenditures. These funds are restricted for the construction or acquisition of capital assets.

Unrestricted – All other net positions that do not meet the definition of “Restricted For Other Purposes” or “Net Investment in Capital Assets, net of Related Debt”.

Fund Based Financial Statements:

In the fund financial statements, governmental funds report fund balances as unassigned, assigned, restricted, committed, spendable, or non-spendable fund balance.

Unassigned Fund Balance – That portion of the general fund, fund balance that contains all spendable amounts not contained in the other classifications. It is used in other funds only to report a deficit.

Assigned Fund Balance – Includes amounts intended to be used by the government for specific purposes, as determined by the Board, but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed.

Restricted Fund Balance – Includes amounts constrained to specific purposes stipulated by constitution, external resource providers (grantors and contributors), or through enabling legislation.

Waterbury-Duxbury Union School District #45
Notes to Financial Statements (continued)
For The Year Ended June 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Committed Fund Balance – Includes amounts constrained for the specific purposes determined by a formal action of the government’s highest level of decision-making authority, generally the voters.

Spendable Fund Balance – The portion of the permanent fund balance that is available to be spent on the designated purpose of the fund.

Non-spendable Fund Balance – The portion of the permanent fund balance that has to be maintained, and cannot be spent, or an asset such as inventory or prepaid that are not expected to be converted to cash.

Function and Object Codes:

Function and object codes refer to the account code structure prescribed by the Vermont Department of Education. The Vermont Department of Education requires Union School District to use these codes in order to insure accuracy in building and maintaining a statewide database for policy development and funding plans.

Memorandum Only Columns:

The total columns are captioned "memorandum only" because they do not represent consolidated financial information and are presented only to make financial analysis easier. Data in these columns do not present financial position, results of operations, or cash flows in accordance with GAAP. Interfund eliminations have not been made in the aggregation of this data.

NOTE 2 – CASH, CASH EQUIVALENTS, AND REPURCHASE AGREEMENTS

Cash and cash equivalent deposits with financial institutions at June 30th amounted to \$792,209. As major revenues are received during the year bank deposits may temporarily exceed insured limits.

Interest Rate Risk:

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of any investments. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates.

The Union School District’s investment policy does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Waterbury-Duxbury Union School District #45
Notes to Financial Statements (continued)
For The Year Ended June 30, 2015

**NOTE 2 – CASH, CASH EQUIVALENTS, AND REPURCHASE AGREEMENTS
(CONTINUED)**

Custodial Credit Risk:

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the Union School District would not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party.

FDIC insures all accounts held by the same financial institution up to a combined total of \$250,000. There are some special provisions which increase this limit.

Concentration of Credit Risk:

The policy of the Union School District contains no limitations on the amount that can be on deposit in any one financial institution.

The cash deposits held at financial institutions and cash on hand can be categorized according to four levels of risk.

These four levels of risk are as follows:

- Category 1 Repurchase Agreements - Deposits which are invested in government securities held by the Union School District or by its agent in the Union School District's name.
- Category 2 Collateralized Accounts - Deposits which are collateralized with securities held by the pledging financial institution's trust department or agent in the Bank's name.
- Category 3 Letter of Credit - Private commercial insurance protection or letter of credit issued by the financial institution to cover funds in excess of FDIC limits.
- Category 4 Deposits which are not collateralized or insured. (includes cash on hand)

The Union School District uses collateralization agreements and a letter of credit to protect deposits not otherwise insured by the FDIC and/or SIPC.

Balances held in each area are as follows:

| | Carrying Amount | Bank Balance |
|--------------------------------|--------------------|-----------------|
| - Insured (FDIC) and/or (SIPC) | \$530,983 | \$ 534,532 |
| - Category 1 | 0 | 0 |

Waterbury-Duxbury Union School District #45
Notes to Financial Statements (continued)
For The Year Ended June 30, 2015

**NOTE 2 – CASH, CASH EQUIVALENTS, AND REPURCHASE AGREEMENTS
(CONTINUED)**

| | Carrying Amount | Bank Balance |
|----------------|--------------------|--------------------|
| - Category 2 | \$136,821 | \$ 471,080 |
| - Category 3 | 124,405 | 124,405 |
| - Category 4 | <u>0</u> | <u>0</u> |
| Total deposits | <u>\$792,209</u> | <u>\$1,130,017</u> |

The difference between the book balance and bank balance is due to reconciling items such as deposits in transit and outstanding checks. Due to higher cash flows at certain times during the year, the amount of uninsured and not collateralized cash could have been much higher than at year end.

Collateralization agreements of \$471,080 are securities held by the bank's trust department or agent in the bank's name. Securities consist of municipal bonds, U.S. Government obligations and U.S. Government Agency Bonds.

The Union School District also holds a letter of credit to cover uninsured deposits of \$124,405. The letter of credit is drawn on the Federal Home Loan of Pittsburgh.

NOTE 3 - INTERFUND RECEIVABLES

In compliance with GASB 1300.109 Union School District does not maintain separate bank accounts for each fund, unless it is required by law, or grant agreement. The composition of amounts due to and from other funds as of June 30, 2015, is as follows:

| Fund Financial Statements: | | Amount |
|----------------------------|------------------|-----------------|
| Receivable Fund | Payable Fund | |
| | Enterprise Fund: | |
| General Fund | Food Program | <u>\$10,644</u> |
| Agency Fund: | | |
| Waterbury School District | General Fund | \$ 4,165 |
| Duxbury School District | General Fund | <u>5,862</u> |
| Total Agency Fund | | <u>\$10,027</u> |

Waterbury -Duxbury Union School District #45
Notes to Financial Statements (continued)
For The Year Ended June 30, 2015

NOTE 3 - INTERFUND RECEIVABLES (CONTINUED)

| Fund Financial Statements: | | |
|-------------------------------------|----------------------------|-----------------|
| Receivable Fund | Payable Fund | Amount |
| | Special Revenue Fund: | |
| General Fund | Care & Custody – Spec. Ed. | \$37,121 |
| General Fund | Student Assist. Program | 3 |
| General Fund | Tobacco Grant | 1,601 |
| General Fund | Club Cougar | <u>2</u> |
| | Total Special Revenue Fund | <u>\$38,727</u> |
| | | |
| Special Revenue Fund: | | |
| Water Damage | General Fund | \$12,312 |
| Lantern Parade | General Fund | 1,657 |
| CB – Construction | General Fund | 26,566 |
| E-reader Grant | General Fund | 17 |
| Safe Routes to Schools | General Fund | 406 |
| ELF – IBM Grant | General Fund | 1,000 |
| Mobil Grant | General Fund | 1,966 |
| Garden to Every School | General Fund | 3 |
| WMCA School Age | General Fund | 14,526 |
| Art/Music Enrichment | General Fund | 72 |
| Banners – Display | General Fund | 97 |
| Burnham Trust | General Fund | 755 |
| Taber Merchants Library | General Fund | 1,937 |
| Lego Robotics | General Fund | 9 |
| Ferry Beach Eco 5-6 Grade | General Fund | 28,618 |
| WACC | General Fund | 250 |
| Stars Program | General Fund | 1,550 |
| Dairy Grant | General Fund | 1,251 |
| Family Read | General Fund | 500 |
| Burnham Trust – TBPS | General Fund | 2,203 |
| Suicide Prevention | General Fund | 250 |
| Stem Grant | General Fund | <u>48</u> |
| | Total Special Revenue Fund | <u>\$95,993</u> |
| | | |
| District-wide Financial Statements: | | |
| Receivable Fund | Payable Fund | Amount |
| Governmental Type | Business Type | \$10,644 |

Waterbury-Duxbury Union School District #45
Notes to Financial Statements (continued)
For The Year Ended June 30, 2015

NOTE 3 - INTERFUND RECEIVABLES (CONTINUED)

| | | | |
|-------------------------------------|-----------------|-------------------|-----------------|
| District-wide Financial Statements: | | | |
| | Receivable Fund | Payable Fund | Amount |
| Agency Type | | Governmental Type | <u>\$10,027</u> |
| | Total (Net) | | <u>\$ 617</u> |

NOTE 4 – CAPITAL ASSETS

Capital activity for the Union School District for the year ended June 30, 2015, was as follows:

| | Primary Government | | | |
|---|----------------------|--------------------|-------------|---------------------|
| | Beginning Balance | Increases | Decreases | |
| Governmental activities: | | | | |
| Capital assets being depreciated: | | | | |
| Land Improvements | \$ 548,859 | \$ 0 | \$ 0 | \$ 548,859 |
| Buildings | 6,673,380 | 0 | 0 | 6,673,380 |
| Building Improvements | 8,324,552 | 0 | 0 | 8,324,552 |
| Furniture and Equipment | <u>513,804</u> | <u>22,900</u> | <u>0</u> | <u>536,704</u> |
| Total other capital assets at historical costs | <u>16,060,595</u> | <u>22,900</u> | <u>0</u> | <u>16,083,495</u> |
| Less accumulated depreciation: | | | | |
| Land Improvements | 427,976 | 27,446 | 0 | 455,422 |
| Buildings | 2,467,940 | 131,420 | 0 | 2,599,360 |
| Building Improvements | 942,444 | 160,482 | 0 | 1,102,926 |
| Furniture and Equipment | <u>324,977</u> | <u>36,364</u> | <u>0</u> | <u>361,341</u> |
| Total accum. Depr. | <u>4,163,337</u> | <u>355,712</u> | <u>0</u> | <u>4,519,049</u> |
| Governmental activities Capital Assets, Net | <u>\$11,897,258</u> | <u>\$(332,812)</u> | <u>\$ 0</u> | <u>\$11,564,446</u> |
| Business-type activities: | | | | |
| Furniture and Equipment | \$ 124,100 | \$ 0 | \$ 0 | \$ 124,100 |
| Less accum. Depr. | <u>123,300</u> | <u>400</u> | <u>0</u> | <u>123,700</u> |
| Business-type activities Capital Assets, Net | <u>\$ 800</u> | <u>\$(400)</u> | <u>\$ 0</u> | <u>\$ 400</u> |

Waterbury-Duxbury Union School District #45
Notes to Financial Statements (continued)
For The Year Ended June 30, 2015

NOTE 4 – CAPITAL ASSETS (CONTINUED)

Depreciation expense was charged to functions as follows:

| | | |
|--|--|------------------|
| Governmental activities: | | |
| Direct Services | | \$239,659 |
| Support Services: | | |
| Students | | 9,048 |
| Instructional Staff | | 49,542 |
| General Administration | | 0 |
| Area Administration | | 8,293 |
| Fiscal Services | | 0 |
| Operation and Maintenance of Plant | | 49,170 |
| Transportation | | 0 |
| Other Support Services | | <u>0</u> |
| Total governmental activities depreciation expense | | <u>\$355,712</u> |

NOTE 5 – SHORT-TERM DEBT

Short-term debt activity consisted of the following for the year ended June 30, 2015:

| | Balance July 1, 2014 | Borrowings | Retiremen ts | Balance June 30, 2015 |
|--|-------------------------|--------------------|--------------------|--------------------------|
| Tax Anticipation Note, Issued July 1, 2014, Interest at 1.24%, due June 30, 2015 | <u>\$ 0</u> | <u>\$1,000,000</u> | <u>\$1,000,000</u> | <u>\$ 0</u> |

NOTE 6 - SICK LEAVE

It is the Union School District's policy to permit employees to earn varying amounts of sick pay benefits. Such sick leave benefits do not vest under the Union School District's policy, accordingly benefits must be used during employment. Since the employees' accumulating rights to receive compensation for future absences are contingent upon the absences being caused by future illnesses and such amounts cannot be reasonably estimated, a liability for unused sick leave is not recorded in the financial statements.

Teaching staff shall earn 20 sick days per year, and may accumulate a maximum of 90 days. Full-year non-teaching staff shall earn 12 sick days per year, and may accumulate maximum of

Waterbury -Duxbury Union School District #45
Notes to Financial Statements (continued)
For The Year Ended June 30, 2015

NOTE 6 - SICK LEAVE (CONTINUED)

90 days. Partial-year non-teaching staff shall earn 10 sick days per year, and may accumulate a maximum of 90 days.

There currently no vesting or buying out of unused sick time at fiscal year-end.

NOTE 7 – OPEB AND TERMINATION BENEFITS

The Governmental Accounting Standards Board (GASB) issued Statement #45 requiring the entire liability for Other Post Employment Benefits (post-employment health care benefits) to be accrued. The Union School District does not offer any OPEB plans and has no liability under GASB #45.

Voluntary termination benefits are governed by GASB Statement #47 and are recognized to the extent they become payable in the current year. The Union School District offers:

Per the Master Teacher Agreement, from time to time, the Board may at its discretion offer an early retirement incentive to teachers. An incentive was offered in FY 2014-2015 to any teacher who had twenty (20) or more years of service in the Union School District. Fifteen (15) teachers qualified for this incentive; however notice of acceptance of this retirement incentive had to be given by the close of workday December 23, 2014. Any teacher choosing to retire would receive an additional payout benefit of \$12,000; \$6,000 paid by June 30, 2015, and the remaining \$6,000 paid by June 30, 2016. Only one (1) teacher elected to take this incentive. The future liability to the Union School District is as follows:

| | |
|-------------------------------------|---------|
| During the year ended June 30, 2016 | \$6,000 |
|-------------------------------------|---------|

NOTE 8 - LONG-TERM OBLIGATIONS

The Union School District issues general obligation bonds and notes to finance the acquisition and construction of major capital facilities, renovations, and equipment purchases. General obligation bonds are direct obligations and pledge the full faith and credit of the issuing entity. These bonds are generally issued as 5 to 20-year serial bonds with equal amounts of principal maturing each year.

Waterbury-Duxbury Union School District #45
Notes to Financial Statements (continued)
For The Year Ended June 30, 2015

NOTE 8 - LONG-TERM OBLIGATIONS (CONTINUED)

The following is a summary of general obligation bonds & notes:

| | Balance July 1, 2014 | Borrowings | Retirements | Balance June 30, 2015 |
|---|-------------------------|------------|----------------|--------------------------|
| <u>BONDS:</u> | | | | |
| Vermont Municipal Bond Bank, Bond Payable, interest at 5.672%, interest paid semi-annually, principal of \$205,000 due on December 1 st of each year until 2009, then \$200,000 due on December 1 st of each year until 2016; originally borrowed \$4,060,000 on July 11, 1998, for construction of building | \$ 600,000 | \$ 0 | \$200,000 | \$ 400,000 |
| Vermont Municipal Bond Bank, Bond Payable, interest at 4.01%, interest paid semi-annually, principal of \$15,000 due on December 1 st of each year until 2013, then \$10,000 due on December 1 st of 2015; originally borrowed \$150,000 on July 15, 2005, for roof improvements. After principal is paid off, there will be future interest income savings allocation from FY '17 through FY '26 | 10,000 | 0 | 10,000 | 0 |
| Vermont Municipal Bond Bank, Bond Payable, interest at 4.508%, interest paid semi-annually, principal of \$280,000 due on November 1 st of each year until 2020, then \$275,000 due on November 1 st of each year until 2027; originally borrowed \$5,565,000 on July 26, 2007, and later refinanced, for building renovations | <u>3,885,000</u> | <u>0</u> | <u>280,000</u> | <u>3,605,000</u> |

Waterbury-Duxbury Union School District #45
Notes to Financial Statements (continued)
For The Year Ended June 30, 2015

NOTE 8 - LONG-TERM OBLIGATIONS (CONTINUED)

The following is a summary of general obligation bonds & notes:

| | Balance July 1, 2014 | Borrowings | Retirements | Balance June 30, 2015 |
|-----------------------|-------------------------|-------------|------------------|--------------------------|
| TOTAL BONDS | <u>\$4,495,000</u> | <u>\$ 0</u> | <u>\$490,000</u> | <u>\$4,005,000</u> |
| Total Bonds and Notes | <u>\$4,495,000</u> | <u>\$ 0</u> | <u>\$490,000</u> | <u>\$4,005,000</u> |

The annual debt service requirement to maturity for general obligation bonds and notes including interest are as follows:

| | Principal | Interest | Total |
|-------------------------------------|--------------------|------------------|--------------------|
| During the year ended June 30, 2016 | \$ 480,000 | \$163,664 | \$ 643,664 |
| 2017 | 480,000 | 133,174 | 613,174 |
| 2018 | 280,000 | 127,078 | 407,078 |
| 2019 | 280,000 | 98,861 | 378,861 |
| 2020 | 280,000 | 87,596 | 367,596 |
| 2021-2025 | 1,380,000 | 251,481 | 1,631,481 |
| 2026-2030 | <u>825,000</u> | <u>20,359</u> | <u>845,359</u> |
| Totals | <u>\$4,005,000</u> | <u>\$882,214</u> | <u>\$4,887,213</u> |

The following is a summary of other long term obligation:

| | Balance July 1, 2014 | Increases | Retirements | Balance June 30, 2015 |
|-------------------------------------|-------------------------|-----------------|-----------------|--------------------------|
| OTHER LONG-TERM OBLIGATIONS: | | | | |
| Obligations Under Capital Lease | <u>\$40,721</u> | <u>\$44,308</u> | <u>\$40,721</u> | <u>\$44,308</u> |

NOTE 9 - CAPITAL LEASES

On August 12, 2014, the Waterbury-Duxbury Union School District #45 entered into a non-cancellable lease agreement with Apple, Inc. for the lease of Apple computers. This lease agreement qualifies as a capital lease, for accounting purposes and thus, has been recorded at the present value of the future minimum lease payments at the inception of the lease in the general long-term debt account group. The total amount due is \$29,955, to be paid in yearly installments of \$9,985 over three (3) years with a buyout at the end of \$1.

Waterbury-Duxbury Union School District #45
Notes to Financial Statements (continued)
For The Year Ended June 30, 2015

NOTE 9 - CAPITAL LEASES (CONTINUED)

The future minimum lease obligations and the net present value of these minimum lease payments are as follows:

| | |
|---|-----------------|
| During the year ended June 30, 2016 | \$ 9,985 |
| 2017 | 9,986 |
| Thereafter | <u>0</u> |
| Total minimum lease payments | 19,971 |
| Less amount representing interest | <u>1,944</u> |
| Present value of minimum lease payments | <u>\$18,027</u> |

Interest rate on the capitalized lease is approximately 6.91 percent.

On October 20, 2014, the Waterbury -Duxbury Union School District #45 entered into a non-cancellable lease agreement with Univest Capital, Inc. for the lease of a Ventrac Tractor. This lease agreement qualifies as a capital lease, for accounting purposes and thus, has been recorded at the present value of the future minimum lease payments at the inception of the lease in the general long-term debt account group. The total amount due is \$33,960, to be paid in monthly installments of \$566 over 5 years, with an annual purchase option price after 1 year, equal to the principal balance of the loan at the end of each year and then \$1 at the end of the term of the lease.

The future minimum lease obligations and the net present value of these minimum lease payments are as follows:

| | |
|---|-----------------|
| During the year ended June 30, 2016 | \$ 6,792 |
| 2017 | 6,792 |
| 2018 | 6,792 |
| 2019 | 6,792 |
| 2020 | <u>1,698</u> |
| Total minimum lease payments | 28,866 |
| Less amount representing interest | <u>2,585</u> |
| Present value of minimum lease payments | <u>\$26,281</u> |

Interest rate on the capitalized lease is approximately 4.404 percent.

Waterbury-Duxbury Union School District #45
Notes to Financial Statements (continued)
For The Year Ended June 30, 2015

NOTE 10 – RESTRICTED, COMMITTED AND ASSIGNED FUND BALANCES (Fund Financial Statements)

Restricted, committed and assigned fund balances represent amounts that must be used for specific purposes within that fund and cannot be spent otherwise without prior approval of funding source. A more detailed explanation is provided in Note 1. Reservations at year end are for the following:

General Fund:

| | |
|------------------------------|------------------|
| Fiscal Year 2015-2016 Budget | <u>\$156,897</u> |
|------------------------------|------------------|

Special Revenue Fund:

| | |
|---|------------------|
| Maintenance Reserve | \$374,405 |
| Water Damage | 12,312 |
| Crossett Brook Construction/Sidewalk Settlement | 26,566 |
| Stem Grant | 48 |
| ELF IBM Grant | 1,000 |
| Mobil Grant | 1,966 |
| Art/Music Enrichment | 72 |
| Banners | 97 |
| LEGO robotics | 9 |
| Safe Route to School | 406 |
| Tabor Merchants Library | 1,937 |
| Garden in Every School | 3 |
| E Read Grant | 17 |
| Ferry Beach Eco 5-6 Grade | 28,618 |
| Burnham Trust | 755 |
| Family Read | 500 |
| Lantern Parade | 1,657 |
| Care & Custody | 6,320 |
| Stars Program | 1,550 |
| Burnham Trust – TBPS | 2,203 |
| Dairy Grant | 1,251 |
| Suicide Prevention | 250 |
| WMCA – School Age Programming Ptrn. | 14,523 |
| WACC | <u>250</u> |
| Total | <u>\$476,718</u> |

Waterbury -Duxbury Union School District #45
Notes to Financial Statements (continued)
For The Year Ended June 30, 2015

NOTE 11 – NET RESOURCES RESTRICTED (District-wide Financial Statements)

Restricted net resource balances represent amounts that must be used for specific purposes and cannot be spent otherwise without prior approval of the funding source. Restrictions at year end are for the following:

Net Resources Restricted For Other Purposes:

| | |
|---|------------------|
| Fiscal Year 2015-2016 Budget | \$156,897 |
| Maintenance Reserve | 374,405 |
| Water Damage | 12,312 |
| Crossett Brook Construction/Sidewalk Settlement | 26,566 |
| Stem Grant | 48 |
| ELF IBM Grant | 1,000 |
| Mobil Grant | 1,966 |
| Art/Music Enrichment | 72 |
| Banners | 97 |
| LEGO robotics | 9 |
| Safe Route to School | 406 |
| Tabor Merchants Library | 1,937 |
| Garden in Every School | 3 |
| E Read Grant | 17 |
| Ferry Beach Eco 5-6 Grade | 28,618 |
| Burnham Trust | 755 |
| Family Read | 500 |
| Lantern Parade | 1,657 |
| Care & Custody | 6,320 |
| Stars Program | 1,550 |
| Burnham Trust – TBPS | 2,203 |
| Dairy Grant | 1,251 |
| Suicide Prevention | 250 |
| WMCA – School Age Programming Ptn. | 14,523 |
| WACC | <u>250</u> |
| Total | <u>\$633,615</u> |

NOTE 12 – TRANSFERS IN THE FUND BASED FINANCIAL STATEMENTS

The Union School District transfers funds to cover expenditures made in one fund for which the revenues are in another fund, or at the request of the voters. The following transfers were made during the year.

Waterbury-Duxbury Union School District #45
Notes to Financial Statements (continued)
For The Year Ended June 30, 2015

**NOTE 12 – TRANSFERS IN THE FUND BASED FINANCIAL STATEMENTS
(CONTINUED)**

Funds of \$40,000 were transferred from the General Fund to the Special Revenue Fund – Maintenance Reserve as per article passed by the voters.

Funds of \$30,000 were transferred from the General Fund to the Enterprise Fund – Food Program for the purpose of subsidizing operations.

Funds of \$1,292 were transferred from the General Fund to the Special Revenue Fund – Club Cougar for the purpose of subsidizing operations.

Funds of \$23,000 were transferred from the General Fund to the Special Revenue Fund – Beach ferry Eco 5-6 Grade for the purpose of covering anticipated expenses.

NOTE 13 - PENSIONS

VERMONT TEACHERS' RETIREMENT SYSTEM

Plan Description. VSTR is a cost-sharing multiple-employer defined benefit pension plan with a special funding situation administered by the Vermont State Teachers Retirement System (VSTR) that provides benefits for teaching-certified employees of participating school districts. Title 16 of the Vermont State Statutes grants the authority to establish and amend the benefit terms to the VSTR Board of Trustee. VSTR issues a publicly available financial report that can be obtained at www.vermonttreasurer.gov/retirement/vstr-financial-reports.

Benefits provided. VSTR provides retirement, disability, and death benefits. Retirement benefits vary based on group classification (Group A or Group C), years of service, and age at retirement. Details of benefits are explained in Vermont Statutes Annotated Title 16 Section 1937. Five years of service is required for disability eligibility. Details of disability benefits are explained in Vermont Statutes Annotated Title 16 section 1938. Details of death benefits are explained in Vermont Statutes Annotated Title 16 section 1940.

Public school teachers employed within the State of Vermont prior to July 1, 1981 and elected to remain in Group A are eligible for group A benefits. Public school teachers employed within the State of Vermont on or after July 1, 1990 are automatically a Group C member. All employees hired before July 1, 1990 who were a Group B member are now a Group C member.

Waterbury-Duxbury Union School District #45
Notes to Financial Statements (continued)
For The Year Ended June 30, 2015

NOTE 13 – PENSIONS (CONTINUED)

VERMONT TEACHERS’ RETIREMENT SYSTEM (CONTINUED)

Contributions. Per Vermont Statutes Annotated Title 16 Section 1944, contribution requirements of the active employees and the participating school districts are established and may be amended by the VSTR Board. Title 16 also requires the State to contribute 100 percent of school districts’ contractually required contributions, which are actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Employees are required to contribute 5.5% for Group A, 6% for Group C with less than 5 years of employment and 5% for Group C with more than 5 years of employment of their annual pay. The school districts’ contractually required contribution rate for the year ended June 30, 2015 was 12.75 percent of annual school district payroll of which 0 percent of payroll was required from the school districts and 12.75 percent of payroll was required from the State. State contributions to the pension plan were \$575,454 for the year ended June 30, 2015.

Pension Liability, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pension

At June 30, 2014, the State reported a liability of \$6,870,497 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of the date. The State’s proportion of the net pension liability was based on a projection of the State’s long-term share of contributions to the pension plan relative to the total projected contributions of the state and all participating school districts, actuarially determined. At June 30, 2014, the State’s proportion was 100 percent.

As a result of its requirement to contribute to VSTR, the State recognized expense of \$817,566 for the year ended June 30, 2014. At June 30, 2014, the State reported deferred outflows of resources and deferred inflows of resources from the following sources as a result of its requirement to contribute to VSTR.

| | Deferred Outflows <u>Of Resources</u> | Deferred Inflows <u>Of Resources</u> |
|--|--|---|
| Differences between expected and actual experience | \$ 0 | \$ 0 |
| Changes in assumptions | 0 | 0 |
| Net difference between projected and actual earnings on pension plan investments | 0 | (671,414) |
| Change in proportional share | 462,679 | 0 |
| State contributions subsequent to the measurement date | <u>0</u> | <u>0</u> |
| Total | <u>\$462,679</u> | <u>\$(671,414)</u> |

Waterbury-Duxbury Union School District #45
Notes to Financial Statements (continued)
For The Year Ended June 30, 2015

NOTE 13 – PENSIONS (CONTINUED)

VERMONT TEACHERS’ RETIREMENT SYSTEM (CONTINUED)

\$(152,244) reported as deferred outflows/inflows of resources related to pensions resulting from State contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources as a result of the State’s requirement to contribute to VSTR will be recognized in expenses as follows:

| Year ended June 30: | |
|---------------------|-----------|
| 2016 | \$ 661 |
| 2017 | 661 |
| 2018 | (153,566) |
| 2019 | 0 |
| 2020 | 0 |
| Thereafter | 0 |

Actuarial assumptions. The total pension liability in the June 30, 2014, actuarial valuation was determined using the following actuarial assumptions applied to all periods included in the measurement:

| | |
|---------------------------|---|
| Inflation | 3-3.25 percent |
| Salary increases | 4.25 – 8.4 percent, average, including inflation |
| Investment rate of return | 13.83 percent, net of pension plan investment expense, Including inflation |

Mortality rates were based on the 12995 Buck Mortality Tables for Males or Females, as appropriate.

The actuarial assumptions used in the June 30, 2014, valuation were based on the results of an actuarial experience study for the five-year period ending June 30, 2010. Expectation of life after disability was based on RP 2000 Disabled Life Tables.

The long-term expected rate of return on System investments was determined using best estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation) developed for each major asset class using an econometric model that forecasts a variety of economic environments and then calculates asset class returns based on functional relationships between the economic variables and the asset classes. These best estimate ranges were combined to produce forecast of the short, intermediate, and longer term horizons by weighting the expected future nominal rates of return by the target asset allocation

Waterbury-Duxbury Union School District #45
Notes to Financial Statements (continued)
For The Year Ended June 30, 2015

NOTE 13 – PENSIONS (CONTINUED)

VERMONT TEACHERS’ RETIREMENT SYSTEM (CONTINUED)

percentage. The various time horizons in the forecast are intended to capture more recent economic and capital market conditions as well as other plausible environments that could develop in the future over economic cycles. To reflect this in the rate-of-return assumption, a Select and Ultimate assumption setting approach, which is cited in Section 3.6.4 of Actuarial Standard of Practice No. 27 as an alternative to a single assumed rate of return, is employed.

The target allocation and best estimates of arithmetic real rate of return for each major asset class are summarized in the following table:

| <u>Asset Class</u> | <u>Target Allocation</u> | <u>Long-term Expected Real Rate of Return</u> |
|--------------------|--------------------------|---|
| Fixed Income | 33.0% | 2.94% |
| Equity | 31.5 | 6.70 |
| Alternative | 15.5 | 6.26 |
| Multi-Strategy | 20.0 | 5.98 |

Discount rate. The discount rate used to measure the total pension liability was 8.15 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate, contributions from school districts will be made at contractually required rates (actuarially determined, and that contributions from the State will be made at current statutorily required rates. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the State’s proportionate share of the net pension liability to changes in the discount rate. The following presents the State’s proportionate share of the net pension liability calculated using the discount rate of 8.15 percent, as well as what the State’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (7.15 percentage) or 1-percentage-point higher (9.15 percentage) than the current rate:

Waterbury-Duxbury Union School District #45
Notes to Financial Statements (continued)
For The Year Ended June 30, 2015

NOTE 13 – PENSIONS (CONTINUED)

VERMONT TEACHERS’ RETIREMENT SYSTEM (CONTINUED)

| | 1% Decrease <u>(7.15%)</u> | Discount Rate <u>(8.15%)</u> | 1% Increase <u>(9.15%)</u> |
|---|----------------------------------|------------------------------------|----------------------------------|
| State’s proportionate share of The net pension liability | \$9,023,101 | \$6,870,497 | \$5,063,526 |

Pension plan fiduciary net position. Detailed information about the pension plan’s fiduciary net position is available in the separately issued VSTR financial report.

VERMONT MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM (Cost sharing pension plan)

Employees of the District are provided with pensions through the Vermont Municipal Employees’ Retirement System (VMERS) – a cost-sharing multiple employer defined benefit pension plan administered by a board of five trustees, known as the Retirement Board. Vermont Statutes Annotated title 24 Section 5062 grants the responsibility for the proper operation and effective provision of the Retirement System to the Retirement Board. VMERS issues a publicly available financial report that can be obtained at [www.vermonttreasurer.gov/retirement/muni - financial -reports .](http://www.vermonttreasurer.gov/retirement/muni-financial-reports)

Benefits provided. VMERS provides retirement, disability and death benefits. Details of benefits can be obtained at [www.vermonttreasurer.gov/retirement/muni -group-plans](http://www.vermonttreasurer.gov/retirement/muni-group-plans) and [www.vermonttreasurer.gov/retirement/muni -group-comparisons .](http://www.vermonttreasurer.gov/retirement/muni-group-comparisons)

Contributions. Per Title 24 Chapter 125 of the Vermont Statutes, contribution requirements of the active employees and the participating School District are established and may be amended by the Retirement Board. Employees and the School District’s contributions vary based on group classification (Group A, B, C, or D)

| | Group A | Group B | Group C | Group D |
|--|---------|---------|---------|---------|
| Employees' Contributions (% of gross wages) | 2.5% | 4.75% | 9.75% | 11.25% |
| The School District’s contributions (% of gross wages) | 4.0% | 5.375% | 7.0% | 9.75% |

Further information on contributions can be obtained at [www.vermonttreasurer.gov/retirement/muni -group-comparisons .](http://www.vermonttreasurer.gov/retirement/muni-group-comparisons)

Waterbury -Duxbury Union School District #45
Notes to Financial Statements (continued)
For The Year Ended June 30, 2015

NOTE 13 – PENSIONS (CONTINUED)

VERMONT MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM (Cost sharing pension plan) (CONTINUED)

The School District contractually required contribution rate for the year ended June 30, 2015, was the percentage of annual payroll from the above table, which is actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Contributions to the pension plan from the School District were \$53,903 for the year ended June 30, 2015.

Pension Liability, Pension Expense, and Deferred Outflow of Resources and Deferred Inflows of Resources Related to Pensions.

At June 30, 2015, the School District reported a liability of \$33,791 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The School District's proportion of the net pension liability was based on a projection of the School District's long-term share of contributions to the pension plan relative to the projected contributions of all participating School Districts, actuarially determined. At June 30, 2014, the School District's proportion was 0.3702 percent, which was an increase of 0.0243 from its proportion measured as of June 30, 2013.

For the year ended June 30, 2015, the School District recognized pension expense of \$52,721. At June 30, 2015, the School District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | Deferred Outflows <u>Of Resources</u> | Deferred Inflows <u>Of Resources</u> |
|--|--|---|
| Differences between expected and actual experience | \$ 0 | \$ 0 |
| Changes in assumptions | 0 | 0 |
| Net difference between projected and actual | | |
| Earnings on pension plan investments | 0 | (104,198) |
| Changes in proportion and differences between | | |
| School District contributions and | | |
| Proportionate share of contributions | 7,098 | 0 |
| School District contributions subsequent | | |
| To the measurement date | <u>0</u> | <u>0</u> |
| Total | <u>\$7,098</u> | <u>\$(104,198)</u> |

\$(67,683) reported as deferred outflows of resources related to pensions resulting from School District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred

Waterbury-Duxbury Union School District #45
Notes to Financial Statements (continued)
For The Year Ended June 30, 2015

NOTE 13 – PENSIONS (CONTINUED)

VERMONT MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM (Cost sharing pension plan) (CONTINUED)

outflows of resources and deferred inflows of resources related to pension will be recognized in pension expenses as follows:

| | |
|---------------------|------------|
| Year ended June 30: | |
| 2016 | \$(22,561) |
| 2017 | (22,561) |
| 2018 | (22,561) |
| 2019 | 0 |
| 2020 | 0 |
| Thereafter | 0 |

Actuarial assumptions. The total pension liability in the June 30, 2014, actuarial valuation was determined using the following actuarial assumptions applied to all periods included in the measurement:

| | |
|---------------------------|--|
| Inflation | 3-3.25 percent |
| Salary increases | 5 percent, average, including inflation |
| Investment rate of return | 6.25 percent, net of pension plan investment expense, Including inflation |

Mortality rates were based on the 12995 Buck Mortality Tables for Males or Females, as appropriate.

The actuarial assumptions used in the June 30, 2014, valuation were based on the results of an actuarial experience study for the five-year period ending June 30, 2010. Expectation of life after disability was based on RP 2000 Disabled Life Tables.

The long-term expected rate of return on System investments was determined using best estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation) developed for each major asset class using an econometric model that forecasts a variety of economic environments and then calculates asset class returns based on functional relationships between the economic variables and the asset classes. These best estimate ranges were combined to produce forecast of the short, intermediate, and longer term horizons by weighting the expected future nominal rates of return by the target asset allocation percentage. The various time horizons in the forecast are intended to capture more recent economic and capital market conditions as well as other plausible environments that could

Waterbury -Duxbury Union School District #45
Notes to Financial Statements (continued)
For The Year Ended June 30, 2015

NOTE 13 – PENSIONS (CONTINUED)

VERMONT MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM (Cost sharing pension plan) (CONTINUED)

develop in the future over economic cycles. To reflect this in the rate-of-return assumption, a Select and Ultimate assumption setting approach, which is cited in Section 3.6.4 of Actuarial Standard of Practice No. 27 as an alternative to a single assumed rate of return, is employed.

The target allocation and best estimates of arithmetic real rate of return for each major asset class are summarized in the following table:

| <u>Asset Class</u> | <u>Target Allocation</u> | <u>Long-term Expected Real Rate of Return</u> |
|--------------------|--------------------------|---|
| Fixed Income | 33.0% | 2.94% |
| Equity | 31.5 | 6.70 |
| Alternative | 15.5 | 6.26 |
| Multi-Strategy | 20.0 | 5.98 |

Discount rate. The discount rate used to measure the total pension liability was 8.23 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that contributions from the School District will be made at contractually required rates, actuarially determined. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the School District’s proportionate share of the net pension liability to changes in the discount rate. The following presents the School District’s proportionate share of the net pension liability calculated using the discount rate of 8.23 percent, as well as what the School District’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage -point lower (7.23 percentage) or 1-percentage -point higher (9.23 percentage) than the current rate:

Waterbury -Duxbury Union School District #45
Notes to Financial Statements (continued)
For The Year Ended June 30, 2015

NOTE 13 – PENSIONS (CONTINUED)

VERMONT MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM (Cost sharing pension plan) (CONTINUED)

| | 1% Decrease <u>(7.23%)</u> | Discount Rate <u>(8.23%)</u> | 1% Increase <u>(9.23%)</u> |
|---|----------------------------------|------------------------------------|----------------------------------|
| School District's proportionate share of The net pension liability | \$284,671 | \$33,791 | \$(176,689) |

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued VMERS financial report.

NOTE 14 - RISK MANAGEMENT

The Union School District is exposed to various risks of loss related to limited torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees, students and guests; as well as natural disasters. Union School District uses risk sharing pools and carries commercial insurance to cover these risks. There have been no significant reductions in coverage from the prior year. Management believes such coverage is sufficient to preclude any significant uninsured losses to the Union School District.

In addition, Waterbury -Duxbury Union School District #45 as a member of Vermont School Boards Association (Association), participates in that entity's public entity risk pools. The Association has set up two insurance trusts; Vermont School Board Insurance Trust, Inc. (VSBIT) for Workers Compensation, Multi-Line Intermunicipal School Program, and Unemployment Compensation Program, and the Vermont Education Health Initiative (VEHI) for Medical Benefits. VSBIT and VEHI are nonprofit corporations formed to provide insurance and risk management programs for Vermont school districts and are owned by the participating districts. The Trusts are not licensed insurance carriers and members are not protected by the Vermont Insurance Guaranty Association.

To provide insurance coverage, VEHI has established a self-funded fully insured program in conjunction with Blue Cross and Blue Shield (BCBS). A portion of member contributions is used to purchase reinsurance and to fund a reserve required by the reinsurance. Contributions in excess of claims requirements, reserve fund requirements, reinsurance and administrative costs are returned to participants. The pooling agreement does not permit the pool to make additional assessments to its members.

Waterbury-Duxbury Union School District #45
Notes to Financial Statements (continued)
For The Year Ended June 30, 2015

NOTE 14 - RISK MANAGEMENT (CONTINUED)

To provide unemployment coverage, VSBIT has established a separate trust of funds from member contributions to pay administrative costs, unemployment claims, and to provide excess reinsurance protection. Contributions are based on payroll expense and the previous two year unemployment compensation experience. In the event that total contributions assessed to and made by all members result in an actual or projected financial deficit and VSBIT is unable to meet its required obligations, the Program will be terminated with each members assessed their proportionate share of the deficit.

To provide worker's compensation coverage, VSBIT has established a separate trust of funds from member contributions to pay administrative costs and workers compensation coverage. Contributions are based upon formulas applied to payroll expense. At the end of the coverage period, the members will be assessed or refunded any difference between estimated contributions and actual expenses.

Multi-Line Intermunicipal School Program provides coverage for Property; Inland Marine and Boiler & Machinery; Crime; Commercial General Liability; Automobile/Garagekeepers; and Educators legal Liability. Annual contributions are based upon appropriate rates applicable to each Member; such rates are set based on recommendations of a qualified actuary, plus a proportionate share of all operational and administrative cost including excess reinsurance premiums incurred by the trust. In the event that total contributions assessed to and made by all members result in an actual or projected financial deficit and VSBIT is unable to meet its required obligations, the Program will be terminated with each members assessed their proportionate share of the deficit.

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of asset and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 15 - OPERATING LEASES

On July 24, 2012 Waterbury-Duxbury Union School District #45 entered into a lease agreement with Ricoh USA, Inc. for the lease of 2 copiers. The total amount due is \$62,803, to be paid in monthly installments of \$1,308 over four (4) years. The following is a schedule of future minimum lease payments under this lease.

Waterbury-Duxbury Union School District #45
Notes to Financial Statements (continued)
For The Year Ended June 30, 2015

NOTE 15 - OPERATING LEASES (CONTINUED)

During the year ended June 30, 2016 \$15,700

Total minimum lease payments made this year were \$15,701.

On August 18, 2013, Waterbury-Duxbury Union School District #45 entered into a solar energy services agreement with Green Lantern Capital, LLC for the lease of solar panels for Crossett Brook Middle School. The total amount due is \$725,280, to be paid to WWSU – Crossett Brook Solar, LLP, in monthly installments of \$3,022 over 20 years, unless terminated earlier in accordance with the terms and conditions of the agreement. On the annual anniversary of the agreement, Green Lantern Capital, LLC shall review actual annual system output, and actual net metering credits applied to the School Districts service account by the Utility. Green Lantern Capital, LLC shall annually issue a reimbursement to the School District if 90% of credits is less than the annual payment. A purchase option is available to the School District on the seven (7) year, fifteen (15) year, or twenty (20) year anniversary of the agreement at fair market value. The following is a schedule of future minimum lease payments under this lease, excluding the annual potential credit noted above:

| | |
|-------------------------------------|------------------|
| During the year ended June 30, 2016 | \$ 36,264 |
| 2017 | 36,264 |
| 2018 | 36,264 |
| 2019 | 36,264 |
| 2020 | 36,264 |
| 2021-2025 | 181,320 |
| 2026-2030 | 181,320 |
| 2031-2035 | <u>123,902</u> |
| Total | <u>\$667,862</u> |

Total lease payments made this year were \$25,061.

On May 14, 2014, the Waterbury-Duxbury Union School District #45 entered into a solar energy services agreement with Green Lantern Capital, LLC for the lease of solar panels for Thatcher Brook Primary School. The total amount due is \$612,480, to be paid to the Village of Waterbury Solar I LLC, in monthly installments of \$2,552 over 20 years, unless terminated earlier in accordance with the terms and conditions of the agreement. On the annual anniversary of the agreement, Green Lantern Capital, LLC shall review actual annual system output, and actual net metering credits applied to the School Districts service account by the Utility. Green Lantern Capital, LLC shall annually issue a reimbursement to the School District if 90% of credits is less than the annual payment. A purchase option is available to the School

Waterbury-Duxbury Union School District #45
Notes to Financial Statements (continued)
For The Year Ended June 30, 2015

NOTE 15 - OPERATING LEASES (CONTINUED)

District on the seven (7) year, fifteen (15) year, or twenty (20) year anniversary of the agreement at fair market value. The following is a schedule of future minimum lease payments under this lease, excluding the annual potential credit noted above:

| | |
|-------------------------------------|------------------|
| During the year ended June 30, 2016 | \$ 30,624 |
| 2017 | 30,624 |
| 2018 | 30,624 |
| 2019 | 30,624 |
| 2020 | 30,624 |
| 2021-2025 | 153,120 |
| 2026-2030 | 153,120 |
| 2031-2035 | <u>137,808</u> |
| Total | <u>\$597,168</u> |

Total lease payments made this year were \$15,397.

NOTE 16 - SUBSEQUENT EVENTS

On July 1, 2015, the Union School District took out a Revenue and Tax Anticipation Note from Peoples United Bank in the amount of \$1,000,000 with an interest rate of 1.19%. Any outstanding principal and interest are due @ maturity on June 30, 2016.

NOTE 17 - COMMITMENTS

On June 25, 2015, the Union School District entered into a contract with Gillespie Fuels & Propane Inc., to pre-buy \$111,150 worth of fuel for the 2015-2016 fiscal school-year. With a \$25,380 credit owed to the Union School District from the previous year, the amount the Union School District will pay in fiscal year 2015-2016 is \$85,770. Any unused account balance at June 30, 2016, will be refunded to the Union School District.

The Union School District participates in various state and federal grant programs, which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the Union School District has not complied with the rules and regulations governing the grants, refunds of any money recovered may be required and the collectibility of any related receivable at June 30, 2015, may be impaired. It is the opinion of the Union School

Waterbury -Duxbury Union School District #45
Notes to Financial Statements (continued)
For The Year Ended June 30, 2015

NOTE 17 – COMMITMENTS (CONTINUED)

District, that there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying combined financial statements for such contingencies.

The Union School District is responsible for the withholding and paying over of certain payroll taxes and related items. At June 30, 2015, Union School District showed a liability for any taxes due and unpaid. These taxes are subject to audit by the State and federal government. It is the opinion of the Union School District, that there are no significant contingent liabilities relating to compliance with the rules and regulations governing these or other taxes.

NOTE 18 - RELATED PARTY

As defined by GASB No. 14, paragraph 71, the Union School District is a participant in and has an ongoing financial responsibility to the Washington West Supervisory Union. The Union School District's board is responsible for appointing one member to the board of the Washington West Supervisory Union. The Washington West Supervisory Union assesses the Union School District annually for a share of the net projected expenses in excess of revenues, plus a share of other budgetary provisions. The Washington West Supervisory Union also provides the busing for the District, the cost of which is billed by the busing company directly to the School District based on an agreement with the Washington West Supervisory Union. The Washington West Supervisory Union collects the food program reimbursement from the State and passes it through to the Union School District. Separate financial statements on the Washington West Supervisory Union are available from the Washington West Supervisory Union.

The Waterbury -Duxbury Union School District #45 provides services to the following school and School Districts:

Duxbury School District
Waterbury School District

Each District has an ongoing financial responsibility to the Union School District as defined in GASB No. 14 paragraph 71.

Waterbury-Duxbury Union School District #45
Notes to Financial Statements (continued)
For The Year Ended June 30, 2015

NOTE 19 - CONTINGENCY

Annually, before November 1st, the Secretary of the Vermont Agency of Education notifies each school of its net cost per elementary and/or secondary pupil for the previous school year. If the School District received tuition students from other Vermont School Districts it must determine whether it overcharged the sending District. If it did, it must provide the overcharged District with a credit against current tuition or refund the overcharged amount.

The Union School District received State construction aid in the past for various projects. In the event that the school building was to be sold, this construction aid might have to be repaid out of the proceeds. The amount of State construction aid received since July 1970 is not available but can be calculated by the State of Vermont in the event that a repayment is sought.

NOTE 20 – PRIOR PERIOD ADJUSTMENT

The District wide beginning net position has been decreased by \$121,154 to reflect the implementation of GASB 68.

Waterbury-Duxbury Union School District #45
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For The Year Ended June 30, 2015

Schedule 1

| | Object | Original & Final Budget | Actual | Variance |
|---------------------------------|--------|-------------------------------|-------------------|---------------|
| REVENUES: | | | | |
| Tuition | | \$ - | \$ 965 | \$ 965 |
| Investment Income | | 20,000 | 18,064 | (1,936) |
| Building Use | | 2,500 | 14,875 | 12,375 |
| E-Rate Reimbursement | | - | 324 | 324 |
| Miscellaneous | | - | 115 | 115 |
| Private/Local: | | | | |
| Medicaid IEP | | 54,000 | 47,759 | (6,241) |
| State: | | | | |
| Education Spending Grant | | 9,725,666 | 9,725,666 | - |
| Transportation Aid | | 124,678 | 124,459 | (219) |
| Mainstream Block Grant | | 219,950 | 233,837 | 13,887 |
| SPED Expenditure Reimbursement | | 757,190 | 787,136 | 29,946 |
| Extraordinary Reimbursement | | - | 30,856 | 30,856 |
| Early Essential Education | | 70,492 | 73,158 | 2,666 |
| Federal: | | | | |
| School Wide Program | | 75,000 | 93,550 | 18,550 |
| IDEA-B | | 108,890 | 68,047 | (40,843) |
| IDEA-B Preschool | | 4,500 | 2,985 | (1,515) |
| TOTAL REVENUES | | <u>11,162,866</u> | <u>11,221,796</u> | <u>58,930</u> |
| EXPENDITURES: | | | | |
| Elementary School: | | | | |
| Regular Instruction 1100: | | | | |
| Salaries | 110 | 1,182,398 | 1,172,536 | 9,862 |
| Mentoring Salaries | 110 | 1,500 | 1,500 | - |
| Tutor Salaries | 110 | - | 120 | (120) |
| Summer School Salaries | 112 | - | 2,719 | (2,719) |
| Literacy Curriculum Salaries | 113 | - | 918 | (918) |
| Aides Salaries | 115 | 17,261 | 14,394 | 2,867 |
| Substitute Salaries | 120 | 40,000 | 25,543 | 14,457 |
| Substitute Coordinator Salaries | 120 | 1,500 | 1,500 | - |
| Long-Term Substitute Salaries | 121 | - | 13,958 | (13,958) |
| Personal Day Reimbursement | 125 | 2,434 | 1,989 | 445 |
| Teacher Additional Compensation | 151 | - | 900 | (900) |
| Health Insurance | 210 | 277,661 | 298,591 | (20,930) |
| Section 125 Plan | 211 | 500 | 411 | 89 |
| Insurance Compensation | 212 | 700 | - | 700 |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For The Year Ended June 30, 2015

Schedule 1

| | Object | Original & Final Budget | Actual | Variance |
|---|--------|-------------------------------|------------------|-----------------|
| Social Security | 220 | \$ 91,206 | \$ 90,883 | \$ 323 |
| Life Insurance | 230 | 6,362 | 8,184 | (1,822) |
| Retirement | 240 | 863 | 820 | 43 |
| Workers Compensation | 250 | 10,317 | 8,956 | 1,361 |
| Unemployment Compensation | 260 | 586 | 700 | (114) |
| Professional Development | 270 | 40,383 | 41,913 | (1,530) |
| Dental Insurance | 280 | 15,422 | 16,512 | (1,090) |
| Professional Services | 330 | - | 701 | (701) |
| Testing Services | 332 | 500 | 1,413 | (913) |
| Copier | 410 | 9,200 | 8,628 | 572 |
| Repairs and Maintenance | 430 | - | 129 | (129) |
| Travel | 580 | 525 | 393 | 132 |
| Supplies | 610 | 30,000 | 25,666 | 4,334 |
| Summer School Supplies | 611 | - | 18 | (18) |
| Books and Periodicals | 640 | 20,000 | 19,705 | 295 |
| Software | 650 | 250 | 2,385 | (2,135) |
| Equipment | 730 | 2,500 | 329 | 2,171 |
| Dues and Fees | 810 | 100 | 2,500 | (2,400) |
| Subtotal | | <u>1,752,168</u> | <u>1,764,914</u> | <u>(12,746)</u> |
| Regular Education - Early Education 1100: | | | | |
| Salaries | 110 | 73,448 | 74,148 | (700) |
| Per Diem Extra Salaries | 110 | - | 1,209 | (1,209) |
| Personal Day Reimbursement | 125 | 176 | 159 | 17 |
| Health Insurance | 210 | 11,950 | 10,478 | 1,472 |
| Insurance Compensation | 212 | - | 560 | (560) |
| Social Security | 220 | 5,632 | 5,336 | 296 |
| Life Insurance | 230 | 452 | 334 | 118 |
| Retirement | 240 | - | 1 | (1) |
| Workers Compensation | 250 | 631 | 491 | 140 |
| Unemployment Compensation | 260 | 53 | 43 | 10 |
| Professional Development | 270 | 3,077 | 3,535 | (458) |
| Dental Insurance | 280 | 713 | 653 | 60 |
| Contract Services | 330 | 332,867 | 345,957 | (13,090) |
| Purchased Services | 332 | 1,550 | - | 1,550 |
| Supplies | 610 | 2,200 | 2,697 | (497) |
| Books and Periodicals | 640 | 200 | 16 | 184 |
| Subtotal | | <u>432,949</u> | <u>445,617</u> | <u>(12,668)</u> |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For The Year Ended June 30, 2015

Schedule 1

| | Object | Original & Final Budget | Actual | Variance |
|----------------------------|--------|-------------------------------|----------------|---------------|
| Early Intervention 1100: | | | | |
| Salaries | 110 | \$ 131,358 | \$ 87,366 | \$ 43,992 |
| Personal Day Reimbursement | 125 | 226 | - | 226 |
| Health Insurance | 210 | 31,249 | 19,285 | 11,964 |
| Social Security | 220 | 10,049 | 6,454 | 3,595 |
| Life Insurance | 230 | 756 | 372 | 384 |
| Workers Compensation | 250 | 1,130 | 877 | 253 |
| Unemployment Compensation | 260 | 79 | 39 | 40 |
| Professional Development | 270 | 3,942 | - | 3,942 |
| Dental Insurance | 280 | 1,634 | 884 | 750 |
| Supplies | 610 | 200 | - | 200 |
| Subtotal | | <u>180,623</u> | <u>115,277</u> | <u>65,346</u> |
| Art 1102: | | | | |
| Salaries | 110 | 68,762 | 68,762 | - |
| Personal Day Reimbursement | 125 | 110 | - | 110 |
| Health Insurance | 210 | 18,363 | 17,559 | 804 |
| Social Security | 220 | 5,269 | 5,045 | 224 |
| Life Insurance | 230 | 344 | 192 | 152 |
| Workers Compensation | 250 | 591 | 459 | 132 |
| Unemployment Compensation | 260 | 26 | 39 | (13) |
| Professional Development | 270 | 1,923 | 3,656 | (1,733) |
| Dental Insurance | 280 | 1,342 | 1,223 | 119 |
| Supplies | 610 | 7,000 | 6,803 | 197 |
| Books and Periodicals | 640 | 100 | 50 | 50 |
| Equipment | 730 | - | 165 | (165) |
| Subtotal | | <u>103,830</u> | <u>103,953</u> | <u>(123)</u> |
| ESL 1106: | | | | |
| Salaries | 110 | 36,570 | 31,296 | 5,274 |
| Personal Day Reimbursement | 125 | 112 | 140 | (28) |
| Health Insurance | 210 | 5,575 | 3,473 | 2,102 |
| Social Security | 220 | 2,568 | 2,349 | 219 |
| Life Insurance | 230 | 225 | 75 | 150 |
| Workers Compensation | 250 | 315 | 244 | 71 |
| Unemployment Compensation | 260 | 26 | 21 | 5 |
| Professional Development | 270 | 1,538 | 2,893 | (1,355) |
| Dental Insurance | 280 | 379 | 311 | 68 |
| Contract Services | 330 | 300 | 331 | (31) |
| Travel | 580 | - | 120 | (120) |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For The Year Ended June 30, 2015

Schedule 1

| | Object | Original & Final Budget | Actual | Variance |
|----------------------------|--------|-------------------------------|----------------|--------------|
| Supplies | 610 | \$ 300 | \$ 337 | \$ (37) |
| Books and Periodicals | 640 | 300 | 153 | 147 |
| Subtotal | | <u>48,208</u> | <u>41,743</u> | <u>6,465</u> |
| Physical Education 1108: | | | | |
| Salaries | 110 | 80,440 | 80,399 | 41 |
| Personal Day Reimbursement | 125 | 149 | 92 | 57 |
| Health Insurance | 210 | 18,608 | 17,559 | 1,049 |
| Insurance Compensation | 212 | - | 244 | (244) |
| Social Security | 220 | 6,154 | 5,963 | 191 |
| Life Insurance | 230 | 478 | 343 | 135 |
| Workers Compensation | 250 | 690 | 537 | 153 |
| Unemployment Compensation | 260 | 53 | 46 | 7 |
| Professional Development | 270 | 2,404 | 100 | 2,304 |
| Dental Insurance | 280 | 473 | 431 | 42 |
| Supplies | 610 | 1,000 | 920 | 80 |
| Subtotal | | <u>110,449</u> | <u>106,634</u> | <u>3,815</u> |
| Music 1112: | | | | |
| Salaries | 110 | 68,762 | 68,762 | - |
| Personal Day Reimbursement | 125 | 110 | 129 | (19) |
| Insurance Compensation | 212 | 700 | - | 700 |
| Social Security | 220 | 5,260 | 5,270 | (10) |
| Life Insurance | 230 | 345 | 186 | 159 |
| Workers Compensation | 250 | 591 | 459 | 132 |
| Unemployment Compensation | 260 | 26 | 39 | (13) |
| Professional Development | 270 | 1,923 | - | 1,923 |
| Supplies | 610 | 500 | 395 | 105 |
| Books and Periodicals | 640 | 500 | 200 | 300 |
| Equipment | 730 | 1,500 | 1,321 | 179 |
| Subtotal | | <u>80,217</u> | <u>76,761</u> | <u>3,456</u> |
| Special Education 1200: | | | | |
| Salaries | 110 | 233,560 | 189,702 | 43,858 |
| Tutor Salaries | 112 | 30,500 | 28,354 | 2,146 |
| Aide Salaries | 115 | 213,232 | 160,368 | 52,864 |
| Temporary | 120 | 15,000 | 9,123 | 5,877 |
| Personal Day Reimbursement | 125 | 1,808 | 902 | 906 |
| Health Insurance | 210 | 124,612 | 77,774 | 46,838 |
| Insurance | 212 | - | 5,551 | (5,551) |
| Social Security | 220 | 37,799 | 29,112 | 8,687 |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For The Year Ended June 30, 2015

Schedule 1

| | Object | Original & Final Budget | Actual | Variance |
|---------------------------------|--------|-------------------------------|----------------|-----------------|
| Life Insurance | 230 | \$ 2,299 | \$ 1,372 | \$ 927 |
| Retirement | 240 | 10,662 | 8,986 | 1,676 |
| Workers Compensation | 250 | 3,842 | 3,288 | 554 |
| Unemployment Compensation | 260 | 501 | 203 | 298 |
| Professional Development | 270 | 10,937 | 18,939 | (8,002) |
| Dental Insurance | 280 | 2,895 | 2,649 | 246 |
| Contract Services | 337 | - | 895 | (895) |
| Tuition | 560 | - | 65,358 | (65,358) |
| Tuition - In-State | 561 | - | 112,711 | (112,711) |
| Travel | 580 | 500 | - | 500 |
| Supplies | 610 | 3,300 | 2,811 | 489 |
| Books and Periodicals | 640 | - | 492 | (492) |
| Software | 650 | 900 | 748 | 152 |
| Equipment | 730 | 4,771 | 1,981 | 2,790 |
| Subtotal | | <u>697,118</u> | <u>721,319</u> | <u>(24,201)</u> |
| Essential Early Education 1200: | | | | |
| Salaries | 110 | 26,736 | 26,736 | - |
| Tutor | 112 | 3,631 | - | 3,631 |
| Aide | 115 | 28,718 | 8,376 | 20,342 |
| Personal Day Reimbursement | 125 | 44 | - | 44 |
| Health Insurance | 210 | 25,127 | 8,222 | 16,905 |
| Social Security | 220 | 4,523 | 2,589 | 1,934 |
| Life Insurance | 230 | 318 | 147 | 171 |
| Retirement | 240 | 1,436 | 450 | 986 |
| Workers Compensation | 250 | 480 | 395 | 85 |
| Unemployment Compensation | 260 | 79 | 18 | 61 |
| Professional Development | 270 | 769 | 598 | 171 |
| Dental Insurance | 280 | 356 | 457 | (101) |
| Travel | 580 | - | 463 | (463) |
| Supplies | 610 | 600 | 391 | 209 |
| Equipment | 730 | 1,000 | 1,151 | (151) |
| Subtotal | | <u>93,817</u> | <u>49,993</u> | <u>43,824</u> |
| Compensatory Education 1250: | | | | |
| Salaries | 110 | 58,390 | 52,870 | 5,520 |
| Aide Salaries | 115 | 16,288 | 11,511 | 4,777 |
| Personal Day Reimbursement | 125 | 143 | 210 | (67) |
| Health Insurance | 210 | 23,975 | 16,119 | 7,856 |
| Social Security | 220 | 5,724 | 4,708 | 1,016 |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For The Year Ended June 30, 2015

Schedule 1

| | Object | Original & Final Budget | Actual | Variance |
|----------------------------|--------|-------------------------------|---------------|-----------------|
| Life Insurance | 230 | \$ 716 | \$ 230 | \$ 486 |
| Retirement | 240 | 814 | 613 | 201 |
| Workers Compensation | 250 | 642 | 498 | 144 |
| Unemployment Compensation | 260 | 186 | 42 | 144 |
| Professional Development | 270 | 2,770 | - | 2,770 |
| Dental Insurance | 280 | 724 | 1,123 | (399) |
| Supplies | 610 | 500 | 205 | 295 |
| Books and Periodicals | 640 | 750 | - | 750 |
| Software | 650 | 1,600 | - | 1,600 |
| Subtotal | | <u>113,222</u> | <u>88,129</u> | <u>25,093</u> |
| School Wide Program 1270: | | | | |
| Salaries | 110 | 30,943 | 65,007 | (34,064) |
| Personal Day Reimbursement | 125 | 50 | 52 | (2) |
| Health Insurance | 210 | 6,407 | 11,751 | (5,344) |
| Insurance Compensation | 212 | - | 560 | (560) |
| Social Security | 220 | 2,367 | 4,868 | (2,501) |
| Life Insurance | 230 | 204 | 247 | (43) |
| Workers Compensation | 250 | 267 | 207 | 60 |
| Unemployment Compensation | 260 | 26 | 36 | (10) |
| Professional Development | 270 | 865 | 150 | 715 |
| Dental Insurance | 280 | 401 | 1,022 | (621) |
| Supplies | 610 | - | 919 | (919) |
| Equipment | 730 | - | 468 | (468) |
| Subtotal | | <u>41,530</u> | <u>85,287</u> | <u>(43,757)</u> |
| Literacy Coach 1280: | | | | |
| Salaries | 110 | 27,505 | 27,505 | - |
| Personal Day Reimbursement | 125 | 44 | 68 | (24) |
| Insurance Compensation | 212 | 280 | - | 280 |
| Social Security | 220 | 2,104 | 2,109 | (5) |
| Life Insurance | 230 | 192 | - | 192 |
| Workers Compensation | 250 | 237 | 184 | 53 |
| Unemployment Compensation | 260 | 26 | 16 | 10 |
| Professional Development | 270 | 769 | 423 | 346 |
| Supplies | 610 | 150 | - | 150 |
| Books and Periodicals | 640 | - | 181 | (181) |
| Subtotal | | <u>31,307</u> | <u>30,486</u> | <u>821</u> |
| Math Coach 1290: | | | | |
| Salaries | 110 | 23,663 | 23,663 | - |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For The Year Ended June 30, 2015

Schedule 1

| | Object | Original & Final Budget | Actual | Variance |
|--|--------|-------------------------------|----------------|----------------|
| Personal Day Reimbursement | 125 | \$ 44 | \$ 3 | \$ 41 |
| Insurance Compensation | 212 | 280 | - | 280 |
| Social Security | 220 | 1,810 | 1,806 | 4 |
| Life Insurance | 230 | 178 | 102 | 76 |
| Workers Compensation | 250 | 204 | 158 | 46 |
| Unemployment Compensation | 260 | 26 | 13 | 13 |
| Professional Development | 270 | 769 | - | 769 |
| Dental Insurance | 280 | 189 | 174 | 15 |
| Supplies | 610 | <u>150</u> | <u>274</u> | <u>(124)</u> |
| Subtotal | | <u>27,313</u> | <u>26,193</u> | <u>1,120</u> |
| Co-Curricular 1400: | | | | |
| Summer School Salaries | 112 | 28,500 | 17,948 | 10,552 |
| Adventure Camp Salaries | 112 | - | 4,506 | (4,506) |
| Social Security | 220 | 2,180 | 1,718 | 462 |
| Retirement | 240 | - | 177 | (177) |
| Workers Compensation | 250 | - | 190 | (190) |
| Unemployment Compensation | 260 | - | 4 | (4) |
| Contract Services | 310 | - | 3,986 | (3,986) |
| Transportation | 519 | 1,100 | - | 1,100 |
| Supplies | 610 | <u>200</u> | <u>175</u> | <u>25</u> |
| Subtotal | | <u>31,980</u> | <u>28,704</u> | <u>3,276</u> |
| Home School Coordinator/Family Support 2113: | | | | |
| Student Support Specialist Salaries | 115 | 48,963 | 44,720 | 4,243 |
| Substitute Salaries | 120 | - | 2,678 | (2,678) |
| Personal Day Reimbursement | 125 | 110 | 140 | (30) |
| Health Insurance | 210 | 21,379 | 26,366 | (4,987) |
| Social Security | 220 | 3,746 | 3,400 | 346 |
| Life Insurance | 230 | 127 | 142 | (15) |
| Retirement | 240 | 2,448 | 2,411 | 37 |
| Workers Compensation | 250 | 421 | 327 | 94 |
| Unemployment Compensation | 260 | 26 | 24 | 2 |
| Professional Development | 270 | - | 271 | (271) |
| Home School Coordinator | 330 | 31,143 | 30,251 | 892 |
| Software | 650 | <u>500</u> | <u>400</u> | <u>100</u> |
| Subtotal | | <u>108,863</u> | <u>111,130</u> | <u>(2,267)</u> |
| Guidance 2120: | | | | |
| Salaries | 110 | 51,475 | 51,475 | - |
| Personal Day Reimbursement | 125 | 110 | - | 110 |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For The Year Ended June 30, 2015

Schedule 1

| | Object | Original & Final Budget | Actual | Variance |
|----------------------------|--------|-------------------------------|---------------|--------------|
| Health Insurance | 210 | \$ 18,363 | \$ 17,559 | \$ 804 |
| Social Security | 220 | 3,938 | 3,665 | 273 |
| Life Insurance | 230 | 280 | 220 | 60 |
| Workers Compensation | 250 | 443 | 342 | 101 |
| Unemployment Compensation | 260 | 26 | 29 | (3) |
| Professional Development | 270 | 1,923 | 122 | 1,801 |
| Dental Insurance | 280 | 1,342 | 1,223 | 119 |
| Travel | 580 | 100 | - | 100 |
| Supplies | 610 | 100 | 67 | 33 |
| Books and Periodicals | 640 | 100 | 94 | 6 |
| Subtotal | | <u>78,200</u> | <u>74,796</u> | <u>3,404</u> |
| Health Services 2130: | | | | |
| Salaries | 110 | 42,256 | 42,918 | (662) |
| Nurse Screening Salaries | 110 | 500 | 348 | 152 |
| Substitute Salaries | 120 | - | 1,094 | (1,094) |
| Personal Day Reimbursement | 125 | 110 | - | 110 |
| Health Insurance | 210 | 18,363 | 17,559 | 804 |
| Social Security | 220 | 3,279 | 3,178 | 101 |
| Life Insurance | 230 | 247 | 211 | 36 |
| Workers Compensation | 250 | 363 | 96 | 267 |
| Unemployment Compensation | 260 | 26 | 22 | 4 |
| Professional Development | 270 | 1,923 | 610 | 1,313 |
| Dental Insurance | 280 | 1,342 | 1,223 | 119 |
| Contract Services | 330 | - | 222 | (222) |
| Repairs and Maintenance | 430 | 200 | - | 200 |
| Travel | 580 | 100 | - | 100 |
| Supplies | 610 | 1,100 | 755 | 345 |
| Subtotal | | <u>69,809</u> | <u>68,236</u> | <u>1,573</u> |
| Health Education 2135: | | | | |
| Salaries | 110 | 13,829 | 13,870 | (41) |
| Personal Day Reimbursement | 125 | 28 | - | 28 |
| Insurance Compensation | 212 | 175 | 176 | (1) |
| Social Security | 220 | 970 | 1,075 | (105) |
| Life Insurance | 230 | 141 | (34) | 175 |
| Workers Compensation | 250 | 119 | - | 119 |
| Unemployment Compensation | 260 | 26 | 7 | 19 |
| Professional Development | 270 | 481 | 571 | (90) |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For The Year Ended June 30, 2015

Schedule 1

| | Object | Original & Final Budget | Actual | Variance |
|---|--------|-------------------------------|----------------|---------------|
| Supplies | 610 | \$ 500 | \$ 7 | \$ 493 |
| Subtotal | | <u>16,269</u> | <u>15,672</u> | <u>597</u> |
| Psychological Services 2140: | | | | |
| Contract Services | 330 | 39,630 | 27,892 | 11,738 |
| Equipment | 739 | - | (5) | 5 |
| Subtotal | | <u>39,630</u> | <u>27,887</u> | <u>11,743</u> |
| EEE Psychological Services 2140: | | | | |
| Contract Services | 330 | 13,125 | 3,190 | 9,935 |
| Subtotal | | <u>13,125</u> | <u>3,190</u> | <u>9,935</u> |
| Speech Language Pathologist 2150: | | | | |
| Salaries | 110 | 162,263 | 160,342 | 1,921 |
| Summer Services Salaries | 112 | - | 522 | (522) |
| Personal Day Reimbursement | 125 | 286 | 145 | 141 |
| Health Insurance | 210 | 45,267 | 42,976 | 2,291 |
| Social Security | 220 | 12,435 | 11,773 | 662 |
| Life Insurance | 230 | 870 | 665 | 205 |
| Workers Compensation | 250 | 1,396 | 1,084 | 312 |
| Unemployment Compensation | 260 | 79 | 91 | (12) |
| Professional Development | 270 | 5,000 | 1,721 | 3,279 |
| Dental Insurance | 280 | 2,767 | 3,103 | (336) |
| Contract Services | 333 | - | 1,375 | (1,375) |
| Supplies | 610 | 1,350 | 518 | 832 |
| Books and Periodicals | 640 | - | 424 | (424) |
| Dues and Fees | 810 | - | 675 | (675) |
| Subtotal | | <u>231,713</u> | <u>225,414</u> | <u>6,299</u> |
| Occupational Therapy 2160: | | | | |
| Contract Services | 330 | 23,970 | 11,294 | 12,676 |
| Subtotal | | <u>23,970</u> | <u>11,294</u> | <u>12,676</u> |
| EEE Occupational/Physical Therapy 2160: | | | | |
| Contract Services | 330 | 5,950 | 3,770 | 2,180 |
| Subtotal | | <u>5,950</u> | <u>3,770</u> | <u>2,180</u> |
| Physical Therapy 2190: | | | | |
| Contract Services | 330 | 6,375 | 4,765 | 1,610 |
| Subtotal | | <u>6,375</u> | <u>4,765</u> | <u>1,610</u> |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For The Year Ended June 30, 2015

Schedule 1

| | Object | Original & Final Budget | Actual | Variance |
|----------------------------|--------|-------------------------------|----------------|--------------|
| EEE Physical Therapy 2190: | | | | |
| Contract Services | 330 | \$ 3,750 | \$ 3,413 | \$ 337 |
| Subtotal | | <u>3,750</u> | <u>3,413</u> | <u>337</u> |
| Media Center 2220: | | | | |
| Salaries | 110 | 63,000 | 63,000 | - |
| Per Diem Extra Salaries | 110 | - | 321 | (321) |
| Aide Salaries | 115 | 8,254 | 8,313 | (59) |
| Personal Day Reimbursement | 125 | 110 | 90 | 20 |
| Per Diem Extra Salaries | 151 | - | 214 | (214) |
| Health Insurance | 210 | 18,363 | 17,559 | 804 |
| Insurance Compensation | 212 | - | 350 | (350) |
| Social Security | 220 | 5,451 | 5,316 | 135 |
| Life Insurance | 230 | 353 | 300 | 53 |
| Retirement | 240 | 413 | - | 413 |
| Workers Compensation | 250 | 612 | 476 | 136 |
| Unemployment Compensation | 260 | 53 | 41 | 12 |
| Professional Development | 270 | 1,923 | 937 | 986 |
| Dental Insurance | 280 | 1,342 | 1,223 | 119 |
| Travel | 580 | 100 | - | 100 |
| Supplies | 610 | 1,500 | 1,245 | 255 |
| Audio Visual Materials | 611 | 3,500 | 5,365 | (1,865) |
| Books and Periodicals | 640 | 11,000 | 10,938 | 62 |
| Software | 650 | - | 995 | (995) |
| Equipment | 730 | 600 | 466 | 134 |
| Dues and Fees | 810 | 250 | 475 | (225) |
| Subtotal | | <u>116,824</u> | <u>117,624</u> | <u>(800)</u> |
| Technology 2229: | | | | |
| Network Manager Salaries | 112 | - | 24,840 | (24,840) |
| Coordinator Salaries | 114 | 29,459 | 29,459 | - |
| Assistant Salaries | 115 | 8,509 | 10,419 | (1,910) |
| Personal Day Reimbursement | 125 | 110 | 141 | (31) |
| Health Insurance | 210 | 14,207 | 13,723 | 484 |
| Social Security | 220 | 4,805 | 5,912 | (1,107) |
| Life Insurance | 230 | 312 | 300 | 12 |
| Retirement | 240 | 3,140 | 3,413 | (273) |
| Workers Compensation | 250 | 540 | 254 | 286 |
| Unemployment Compensation | 260 | 79 | 30 | 49 |
| Professional Development | 270 | 1,000 | 261 | 739 |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For The Year Ended June 30, 2015

Schedule 1

| | Object | Original & Final Budget | Actual | Variance |
|----------------------------|--------|-------------------------------|----------------|-----------------|
| Dental Insurance | 280 | \$ 710 | \$ 994 | \$ (284) |
| Repairs and Maintenance | 430 | 1,000 | 3,748 | (2,748) |
| Telecommunications | 530 | 1,740 | 40 | 1,700 |
| Supplies | 610 | 200 | 129 | 71 |
| Software | 650 | 5,000 | 8,120 | (3,120) |
| Equipment | 730 | <u>17,341</u> | <u>21,024</u> | <u>(3,683)</u> |
| Subtotal | | <u>88,152</u> | <u>122,807</u> | <u>(34,655)</u> |
| Board of Education 2310: | | | | |
| Secretary Salaries | 115 | 400 | 190 | 210 |
| Treasurer Salaries | 116 | - | 300 | (300) |
| Social Security | 220 | 186 | 148 | 38 |
| Unemployment Compensation | 260 | - | 2 | (2) |
| Board Reimbursement | 310 | 2,029 | 1,450 | 579 |
| Professional Services | 330 | - | 157 | (157) |
| Legal Services | 360 | 7,500 | 1,070 | 6,430 |
| Audit Services | 370 | 3,400 | 2,650 | 750 |
| Insurance | 523 | 6,500 | 6,449 | 51 |
| Advertising | 540 | 2,000 | 389 | 1,611 |
| Miscellaneous | 590 | 2,000 | 1,050 | 950 |
| VSBA Dues | 810 | <u>1,200</u> | <u>-</u> | <u>1,200</u> |
| Subtotal | | <u>25,215</u> | <u>13,855</u> | <u>11,360</u> |
| Supervisory Union 2321: | | | | |
| Assessment | 331 | <u>136,598</u> | <u>136,596</u> | <u>2</u> |
| Subtotal | | <u>136,598</u> | <u>136,596</u> | <u>2</u> |
| Administration 2400: | | | | |
| Salaries | 110 | 174,384 | 173,869 | 515 |
| Support Staff Salaries | 111 | 63,457 | 63,862 | (405) |
| Temporary Salaries | 120 | 700 | 2,050 | (1,350) |
| Personal Day Reimbursement | 125 | 250 | 41 | 209 |
| Health Insurance | 210 | 54,372 | 48,867 | 5,505 |
| Social Security | 220 | 18,195 | 17,358 | 837 |
| Life Insurance | 230 | 1,348 | 1,153 | 195 |
| Retirement | 240 | 1,056 | 2,249 | (1,193) |
| VMERS Retirement | 245 | 2,116 | 1,080 | 1,036 |
| Workers Compensation | 250 | 2,045 | 1,593 | 452 |
| Unemployment Compensation | 260 | 106 | 115 | (9) |
| Professional Development | 270 | 3,000 | 4,921 | (1,921) |
| Dental Insurance | 280 | 2,350 | 1,957 | 393 |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For The Year Ended June 30, 2015

Schedule 1

| | Object | Original & Final Budget | Actual | Variance |
|-------------------------------------|--------|-------------------------------|----------------|--------------|
| Postage | 531 | \$ 3,200 | \$ 2,611 | \$ 589 |
| Travel | 580 | 300 | 1,069 | (769) |
| Supplies | 610 | 4,200 | 3,434 | 766 |
| Software | 650 | 200 | - | 200 |
| Equipment | 730 | 2,133 | 645 | 1,488 |
| Miscellaneous | 810 | <u>1,500</u> | <u>1,371</u> | <u>129</u> |
| Subtotal | | <u>334,912</u> | <u>328,245</u> | <u>6,667</u> |
| Fiscal Services 2520: | | | | |
| Business Manager Assessments | 331 | 22,834 | 22,834 | - |
| Accounting Services Assessment | 331 | 51,334 | 51,333 | 1 |
| Bank Analysis Fees | 890 | <u>-</u> | <u>140</u> | <u>(140)</u> |
| Subtotal | | <u>74,168</u> | <u>74,307</u> | <u>(139)</u> |
| Buildings/Grounds Maintenance 2600: | | | | |
| Salaries | 115 | 126,581 | 120,965 | 5,616 |
| Summer Services Salaries | 116 | 3,500 | 1,991 | 1,509 |
| Temporary Salaries | 120 | - | 3,460 | (3,460) |
| Personal Day Reimbursement | 125 | 280 | 196 | 84 |
| Overtime | 130 | 1,000 | 264 | 736 |
| Health Insurance | 210 | 47,336 | 50,643 | (3,307) |
| Social Security | 220 | 9,683 | 9,191 | 492 |
| Life Insurance | 230 | 612 | 509 | 103 |
| Retirement | 240 | 6,329 | 5,858 | 471 |
| Workers Compensation | 250 | 6,459 | 836 | 5,623 |
| Unemployment Compensation | 260 | 106 | 60 | 46 |
| Professional Development | 270 | 400 | 236 | 164 |
| Dental Insurance | 280 | 986 | 1,218 | (232) |
| Sewer and Water | 411 | 16,500 | 16,807 | (307) |
| Trash Removal | 421 | 4,500 | 4,461 | 39 |
| Snow Removal | 422 | 7,000 | 8,183 | (1,183) |
| Repairs and Maintenance | 430 | 26,000 | 27,936 | (1,936) |
| Short-Term Maintenance | 450 | 29,112 | 25,764 | 3,348 |
| Property Insurance | 521 | 20,500 | 14,878 | 5,622 |
| Telephone | 530 | 2,400 | 3,863 | (1,463) |
| Supplies | 610 | 20,000 | 14,340 | 5,660 |
| Maintenance Supplies | 611 | 2,500 | 956 | 1,544 |
| Playground Maintenance | 612 | 2,500 | 3,789 | (1,289) |
| Electricity | 622 | 41,517 | 30,520 | 10,997 |
| Gas | 623 | 600 | 335 | 265 |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For The Year Ended June 30, 2015

Schedule 1

| | Object | Original & Final Budget | Actual | Variance |
|--|--------|-------------------------------|----------------------|--------------------|
| Oil | 624 | \$ 84,375 | \$ 49,540 | \$ 34,835 |
| Equipment | 730 | <u>7,000</u> | <u>20,878</u> | <u>(13,878)</u> |
| Subtotal | | <u>467,776</u> | <u>417,677</u> | <u>50,099</u> |
| Special Education Transportation 2700: | | | | |
| Contract Services | 519 | <u>-</u> | <u>16,118</u> | <u>(16,118)</u> |
| Subtotal | | <u>-</u> | <u>16,118</u> | <u>(16,118)</u> |
| Pupil Transportation 2710: | | | | |
| Contract Services | 519 | <u>157,114</u> | <u>151,998</u> | <u>5,116</u> |
| Subtotal | | <u>157,114</u> | <u>151,998</u> | <u>5,116</u> |
| Field Trips 2720: | | | | |
| Contract Services | 519 | <u>5,000</u> | <u>5,096</u> | <u>(96)</u> |
| Subtotal | | <u>5,000</u> | <u>5,096</u> | <u>(96)</u> |
| Debt Services 5100: | | | | |
| Interest Charges | 830 | 186,317 | 178,185 | 8,132 |
| Principal Retirement | 910 | <u>312,000</u> | <u>312,000</u> | <u>-</u> |
| Subtotal | | <u>498,317</u> | <u>490,185</u> | <u>8,132</u> |
| Total Elementary School | | <u>6,246,461</u> | <u>6,109,085</u> | <u>137,376</u> |
| Middle School: | | | | |
| Regular Instruction 1100: | | | | |
| Salaries | 110 | 827,401 | 777,213 | 50,188 |
| Mentoring Salaries | 110 | 3,000 | 4,500 | (1,500) |
| Per Diem Extra Salaries | 110 | - | 593 | (593) |
| Substitute Salaries | 120 | 25,000 | 26,114 | (1,114) |
| Substitute Coordinator Salaries | 120 | 1,250 | 1,250 | - |
| Long-Term Substitute Salaries | 121 | - | 22,038 | (22,038) |
| Personal Day Reimbursement | 125 | 1,674 | 1,207 | 467 |
| MGI Per Diem Salaries | 170 | - | 2,000 | (2,000) |
| PLP Coordinator Salaries | 175 | - | 500 | (500) |
| Health Insurance | 210 | 175,375 | 216,756 | (41,381) |
| Section 125 Plan | 211 | 500 | 238 | 262 |
| Insurance Compensation | 212 | 2,745 | 1,400 | 1,345 |
| Social Security | 220 | 65,662 | 61,343 | 4,319 |
| Life Insurance | 230 | 4,591 | 2,961 | 1,630 |
| Retirement | 240 | - | 102 | (102) |
| Workers Compensation | 250 | 7,116 | 6,258 | 858 |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For The Year Ended June 30, 2015

Schedule 1

| | Object | Original & Final Budget | Actual | Variance |
|----------------------------|--------|-------------------------------|------------------|-----------------|
| Unemployment Compensation | 260 | \$ 449 | \$ 478 | \$ (29) |
| Professional Development | 270 | 29,268 | 43,306 | (14,038) |
| Dental Insurance | 280 | 9,904 | 10,701 | (797) |
| Professional Services | 330 | 2,800 | 4,234 | (1,434) |
| 504 Services | 331 | 500 | 323 | 177 |
| Testing Services | 332 | 1,000 | - | 1,000 |
| Copier | 410 | 8,800 | 7,734 | 1,066 |
| Field Trips | 510 | - | 709 | (709) |
| Supplies | 610 | 19,000 | 15,985 | 3,015 |
| Books and Periodicals | 640 | 20,000 | 9,151 | 10,849 |
| Software | 650 | 250 | 1,227 | (977) |
| Equipment | 730 | 4,001 | 9,865 | (5,864) |
| Subtotal | | <u>1,210,286</u> | <u>1,228,186</u> | <u>(17,900)</u> |
| ESL 1101: | | | | |
| Salaries | 110 | 9,143 | 14,417 | (5,274) |
| Personal Day Reimbursement | 125 | 22 | - | 22 |
| Health Insurance | 210 | 1,394 | 3,191 | (1,797) |
| Social Security | 220 | 699 | 1,077 | (378) |
| Life Insurance | 230 | 124 | 47 | 77 |
| Workers Compensation | 250 | 78 | 61 | 17 |
| Unemployment Compensation | 260 | 26 | 5 | 21 |
| Professional Development | 270 | 385 | - | 385 |
| Dental Insurance | 280 | 95 | 121 | (26) |
| Supplies | 610 | 500 | - | 500 |
| Subtotal | | <u>12,466</u> | <u>18,919</u> | <u>(6,453)</u> |
| Art 1102: | | | | |
| Salaries | 110 | 63,000 | 65,110 | (2,110) |
| Personal Day Reimbursement | 125 | 110 | - | 110 |
| Health Insurance | 210 | 13,698 | 13,098 | 600 |
| Social Security | 220 | 4,828 | 4,820 | 8 |
| Life Insurance | 230 | 323 | 267 | 56 |
| Workers Compensation | 250 | 542 | 421 | 121 |
| Unemployment Compensation | 260 | 26 | 37 | (11) |
| Professional Development | 270 | 1,923 | 3,442 | (1,519) |
| Dental Insurance | 280 | 891 | 1,144 | (253) |
| Supplies | 610 | 3,300 | 4,169 | (869) |
| Books and Periodicals | 640 | 200 | - | 200 |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For The Year Ended June 30, 2015

Schedule 1

| | Object | Original & Final Budget | Actual | Variance |
|----------------------------|--------|-------------------------------|----------------|----------------|
| Equipment | 730 | \$ 1,500 | \$ (15) | \$ 1,515 |
| Subtotal | | <u>90,341</u> | <u>92,493</u> | <u>(2,152)</u> |
| Foreign Language 1106: | | | | |
| Salaries | 110 | 55,317 | 55,317 | - |
| Personal Day Reimbursement | 125 | 110 | 126 | (16) |
| Per Diem Extra Salaries | 151 | - | 467 | (467) |
| Health Insurance | 210 | 6,969 | 8,940 | (1,971) |
| Social Security | 220 | 4,240 | 4,170 | 70 |
| Life Insurance | 230 | 295 | 234 | 61 |
| Workers Compensation | 250 | 476 | 370 | 106 |
| Unemployment Compensation | 260 | 26 | 33 | (7) |
| Professional Development | 270 | 1,923 | 2,186 | (263) |
| Dental Insurance | 280 | 473 | 431 | 42 |
| Supplies | 610 | <u>1,700</u> | <u>951</u> | <u>749</u> |
| Subtotal | | <u>71,529</u> | <u>73,225</u> | <u>(1,696)</u> |
| Physical Education 1108: | | | | |
| Salaries | 110 | 78,653 | 78,653 | - |
| Personal Day Reimbursement | 125 | 165 | 140 | 25 |
| Health Insurance | 210 | 14,297 | 26,338 | (12,041) |
| Social Security | 220 | 6,030 | 5,549 | 481 |
| Life Insurance | 230 | 471 | 336 | 135 |
| Workers Compensation | 250 | 676 | 525 | 151 |
| Unemployment Compensation | 260 | 53 | 45 | 8 |
| Professional Development | 270 | 2,885 | 1,968 | 917 |
| Dental Insurance | 280 | 668 | 924 | (256) |
| Contracted Services | 330 | - | 75 | (75) |
| Supplies | 610 | 600 | 396 | 204 |
| Equipment | 730 | <u>4,000</u> | <u>2,482</u> | <u>1,518</u> |
| Subtotal | | <u>108,498</u> | <u>117,431</u> | <u>(8,933)</u> |
| Technology 1110: | | | | |
| Salaries | 110 | 68,762 | 68,762 | - |
| Personal Day Reimbursement | 125 | 110 | - | 110 |
| Health Insurance | 210 | 6,969 | 13,098 | (6,129) |
| Social Security | 220 | 5,269 | 5,100 | 169 |
| Life Insurance | 230 | 344 | 285 | 59 |
| Workers Compensation | 250 | 592 | 459 | 133 |
| Unemployment Compensation | 260 | 26 | 39 | (13) |
| Professional Development | 270 | 1,923 | 465 | 1,458 |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For The Year Ended June 30, 2015

Schedule 1

| | Object | Original & Final Budget | Actual | Variance |
|----------------------------|--------|-------------------------------|----------------|-----------------|
| Dental Insurance | 280 | \$ 473 | \$ 1,144 | \$ (671) |
| Supplies | 610 | <u>4,200</u> | <u>2,374</u> | <u>1,826</u> |
| Subtotal | | <u>88,668</u> | <u>91,726</u> | <u>(3,058)</u> |
| Music 1112: | | | | |
| Salaries | 110 | 99,493 | 99,493 | - |
| Personal Day Reimbursement | 125 | 220 | - | 220 |
| Health Insurance | 210 | 21,206 | 35,117 | (13,911) |
| Insurance Compensation | 212 | - | 700 | (700) |
| Social Security | 220 | 7,628 | 7,277 | 351 |
| Life Insurance | 230 | 548 | 525 | 23 |
| Workers Compensation | 250 | 855 | 665 | 190 |
| Unemployment Compensation | 260 | 53 | 56 | (3) |
| Professional Development | 270 | 3,846 | 6,115 | (2,269) |
| Dental Insurance | 280 | 1,364 | 2,287 | (923) |
| Repairs and Maintenance | 430 | 600 | 29 | 571 |
| Supplies | 610 | 3,000 | 3,971 | (971) |
| Instrumental Music | 611 | 3,200 | 2,500 | 700 |
| Books and Periodicals | 640 | 200 | 29 | 171 |
| Software | 650 | 350 | - | 350 |
| Equipment | 730 | - | <u>375</u> | <u>(375)</u> |
| Subtotal | | <u>142,563</u> | <u>159,139</u> | <u>(16,576)</u> |
| Sustainability 1113: | | | | |
| Salaries | 110 | 53,396 | 53,396 | - |
| Personal Day Reimbursement | 125 | 110 | - | 110 |
| Health Insurance | 210 | 18,363 | 17,559 | 804 |
| Social Security | 220 | 4,085 | 3,872 | 213 |
| Life Insurance | 230 | 288 | 226 | 62 |
| Workers Compensation | 250 | 458 | 357 | 101 |
| Unemployment Compensation | 260 | 26 | 30 | (4) |
| Professional Development | 270 | 1,923 | - | 1,923 |
| Dental Insurance | 280 | 1,342 | 1,223 | 119 |
| Supplies | 610 | <u>2,000</u> | <u>632</u> | <u>1,368</u> |
| Subtotal | | <u>81,991</u> | <u>77,295</u> | <u>4,696</u> |
| Special Education 1200: | | | | |
| Salaries | 110 | 208,014 | 217,165 | (9,151) |
| Tutor | 112 | 13,000 | 13,462 | (462) |
| Aide | 115 | 277,243 | 277,253 | (10) |
| Temporary | 120 | 8,000 | 15,981 | (7,981) |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For The Year Ended June 30, 2015

Schedule 1

| | Object | Original & Final Budget | Actual | Variance |
|--------------------------------|--------|-------------------------------|----------------|-----------------|
| Personal Day Reimbursement | 125 | \$ 2,145 | \$ 1,770 | \$ 375 |
| Retirement Salaries | 151 | - | 6,000 | (6,000) |
| Health Insurance | 210 | 172,358 | 144,130 | 28,228 |
| Insurance | 212 | - | 4,112 | (4,112) |
| Social Security | 220 | 38,893 | 38,004 | 889 |
| Life Insurance | 230 | 2,422 | 1,845 | 577 |
| Retirement | 240 | 13,862 | 15,440 | (1,578) |
| Workers Compensation | 250 | 3,913 | 3,382 | 531 |
| Unemployment Compensation | 260 | 502 | 300 | 202 |
| Professional Development | 270 | 6,731 | 3,231 | 3,500 |
| Dental Insurance | 280 | 3,055 | 3,167 | (112) |
| Tuition | 560 | 63,940 | 97,750 | (33,810) |
| Tuition - State | 561 | 50,000 | 51,187 | (1,187) |
| Tuition - Private | 563 | 62,000 | 69,890 | (7,890) |
| Travel | 580 | - | 283 | (283) |
| Supplies | 610 | 2,000 | 1,279 | 721 |
| Books and Periodicals | 640 | 400 | 475 | (75) |
| Software | 650 | 1,100 | 150 | 950 |
| Equipment | 730 | 4,790 | 1,515 | 3,275 |
| Subtotal | | <u>934,368</u> | <u>967,771</u> | <u>(33,403)</u> |
| IDEA-B Special Education 1230: | | | | |
| Tuition | 563 | - | 6,000 | (6,000) |
| Subtotal | | <u>-</u> | <u>6,000</u> | <u>(6,000)</u> |
| Compensatory Education 1250: | | | | |
| Salaries | 110 | 106,079 | 100,665 | 5,414 |
| Personal Day Reimbursement | 125 | 110 | 210 | (100) |
| Per Diem Extra Salaries | 151 | - | 603 | (603) |
| Health Insurance | 210 | 25,871 | 17,326 | 8,545 |
| Social Security | 220 | 8,123 | 7,542 | 581 |
| Life Insurance | 230 | 842 | 399 | 443 |
| Workers Compensation | 250 | 914 | 709 | 205 |
| Unemployment Compensation | 260 | 132 | 60 | 72 |
| Professional Development | 270 | 1,923 | - | 1,923 |
| Dental Insurance | 280 | 1,268 | 1,400 | (132) |
| Subtotal | | <u>145,262</u> | <u>128,914</u> | <u>16,348</u> |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For The Year Ended June 30, 2015

Schedule 1

| | Object | Original & Final Budget | Actual | Variance |
|--------------------------------|--------|-------------------------------|---------------|----------------|
| School Wide Program 1270: | | | | |
| Professional Development | 270 | \$ - | \$ 6,000 | \$ (6,000) |
| Subtotal | | <u>-</u> | <u>6,000</u> | <u>(6,000)</u> |
| Math Coach 1290: | | | | |
| Salaries | 110 | 23,663 | 23,663 | - |
| Personal Day Reimbursement | 125 | 44 | - | 44 |
| Insurance Compensation | 212 | 280 | - | 280 |
| Social Security | 220 | 1,814 | 1,806 | 8 |
| Life Insurance | 230 | 178 | 102 | 76 |
| Workers Compensation | 250 | 204 | 158 | 46 |
| Unemployment Compensation | 260 | 26 | 11 | 15 |
| Professional Development | 270 | 769 | - | 769 |
| Dental Insurance | 280 | <u>189</u> | <u>174</u> | <u>15</u> |
| Subtotal | | <u>27,167</u> | <u>25,914</u> | <u>1,253</u> |
| Co-Curricular 1400: | | | | |
| Salaries | 110 | 21,000 | 20,457 | 543 |
| Coordinator Salaries | 114 | 1,500 | - | 1,500 |
| Aide Salaries | 115 | 12,000 | - | 12,000 |
| Health Insurance | 210 | - | 185 | (185) |
| Social Security | 220 | 2,700 | 1,578 | 1,122 |
| Life Insurance | 230 | - | 2 | (2) |
| Retirement | 240 | - | 282 | (282) |
| Workers Compensation | 250 | 153 | 140 | 13 |
| Unemployment Compensation | 260 | 116 | 11 | 105 |
| Club Activities | 275 | 800 | 3,551 | (2,751) |
| Dental Insurance | 280 | - | 1 | (1) |
| Purchased Services | 320 | 11,500 | 9,941 | 1,559 |
| Transportation | 519 | 6,000 | 3,063 | 2,937 |
| Supplies | 610 | 1,000 | 1,288 | (288) |
| Graduation | 670 | 500 | - | 500 |
| Equipment | 730 | 1,500 | 939 | 561 |
| Activities | 932 | <u>5,000</u> | <u>3,700</u> | <u>1,300</u> |
| Subtotal | | <u>63,769</u> | <u>45,138</u> | <u>18,631</u> |
| Planning Learning Center 1400: | | | | |
| Aide Salaries | 115 | 40,631 | 45,852 | (5,221) |
| Personal Day Reimbursement | 125 | - | 185 | (185) |
| Health Insurance | 210 | 14,418 | 16,534 | (2,116) |
| Insurance Compensation | 212 | - | 700 | (700) |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For The Year Ended June 30, 2015

Schedule 1

| | Object | Original & Final Budget | Actual | Variance |
|----------------------------|--------|-------------------------------|---------------|----------------|
| Social Security | 220 | \$ 3,108 | \$ 3,408 | \$ (300) |
| Life Insurance | 230 | 186 | 144 | 42 |
| Retirement | 240 | 2,032 | 2,475 | (443) |
| Workers Compensation | 250 | 349 | 271 | 78 |
| Unemployment Compensation | 260 | 53 | 25 | 28 |
| Professional Development | 270 | 200 | - | 200 |
| Subtotal | | <u>60,977</u> | <u>69,594</u> | <u>(8,617)</u> |
| Home School 2113: | | | | |
| Coordinator | 320 | <u>31,143</u> | <u>30,251</u> | <u>892</u> |
| Subtotal | | <u>31,143</u> | <u>30,251</u> | <u>892</u> |
| Guidance 2120: | | | | |
| Salaries | 110 | 49,554 | 49,554 | - |
| Summer Salaries | 112 | 1,355 | - | 1,355 |
| Personal Day Reimbursement | 125 | 110 | - | 110 |
| Health Insurance | 210 | 18,363 | 17,559 | 804 |
| Social Security | 220 | 3,903 | 3,074 | 829 |
| Life Insurance | 230 | 273 | 213 | 60 |
| Workers Compensation | 250 | 426 | 340 | 86 |
| Unemployment Compensation | 260 | 26 | 28 | (2) |
| Professional Development | 270 | 1,923 | 101 | 1,822 |
| Dental Insurance | 280 | 473 | 1,089 | (616) |
| Contracted Services | 330 | - | 292 | (292) |
| Supplies | 610 | 400 | 203 | 197 |
| Subtotal | | <u>76,806</u> | <u>72,453</u> | <u>4,353</u> |
| Health Services 2130: | | | | |
| Salaries | 110 | 87,297 | 87,297 | - |
| Substitute Salaries | 120 | - | 964 | (964) |
| Personal Day Reimbursement | 125 | 165 | 210 | (45) |
| Health Insurance | 210 | 16,150 | 15,094 | 1,056 |
| Social Security | 220 | 6,691 | 6,527 | 164 |
| Life Insurance | 230 | 593 | 369 | 224 |
| Workers Compensation | 250 | 749 | 583 | 166 |
| Unemployment Compensation | 260 | 79 | 50 | 29 |
| Professional Development | 270 | 2,885 | 20 | 2,865 |
| Dental Insurance | 280 | 809 | 716 | 93 |
| Contract Services | 330 | 600 | - | 600 |
| Supplies | 610 | 1,000 | 550 | 450 |
| Books and Periodicals | 640 | 500 | 266 | 234 |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For The Year Ended June 30, 2015

Schedule 1

| | Object | Original & Final Budget | Actual | Variance |
|-------------------------------------|--------|-------------------------------|----------------|----------------|
| Equipment | 730 | \$ 400 | \$ 1,536 | \$ (1,136) |
| Subtotal | | <u>117,918</u> | <u>114,182</u> | <u>3,736</u> |
| Psychological Services 2140: | | | | |
| Contracted Services | 330 | <u>38,310</u> | <u>29,475</u> | <u>8,835</u> |
| Subtotal | | <u>38,310</u> | <u>29,475</u> | <u>8,835</u> |
| Speech Language Pathologist 2150: | | | | |
| Salaries | 110 | 51,475 | 50,880 | 595 |
| Summer Service Salaries | 112 | - | 979 | (979) |
| Personal Day Reimbursement | 125 | 110 | 181 | (71) |
| Insurance Compensation | 212 | 700 | 1,400 | (700) |
| Social Security | 220 | 3,946 | 4,088 | (142) |
| Life Insurance | 230 | 280 | 217 | 63 |
| Workers Compensation | 250 | 444 | 344 | 100 |
| Unemployment Compensation | 260 | 26 | 29 | (3) |
| Professional Development | 270 | 1,923 | 250 | 1,673 |
| Contracted Services | 333 | - | 976 | (976) |
| Supplies | 610 | 500 | 194 | 306 |
| Books and Periodicals | 640 | <u>500</u> | <u>-</u> | <u>500</u> |
| Subtotal | | <u>59,904</u> | <u>59,538</u> | <u>366</u> |
| Occupational Therapy Services 2160: | | | | |
| Contracted Services | 330 | <u>6,885</u> | <u>3,061</u> | <u>3,824</u> |
| Subtotal | | <u>6,885</u> | <u>3,061</u> | <u>3,824</u> |
| Physical Therapy Services 2190: | | | | |
| Contracted Services | 330 | <u>113</u> | <u>5,900</u> | <u>(5,787)</u> |
| Subtotal | | <u>113</u> | <u>5,900</u> | <u>(5,787)</u> |
| Media Center 2220: | | | | |
| Salaries | 110 | 47,634 | 47,634 | - |
| Personal Day Reimbursement | 125 | 110 | 32 | 78 |
| Health Insurance | 210 | 18,363 | 17,543 | 820 |
| Social Security | 220 | 3,652 | 3,431 | 221 |
| Life Insurance | 230 | 266 | 206 | 60 |
| Workers Compensation | 250 | 410 | 318 | 92 |
| Unemployment Compensation | 260 | 26 | 27 | (1) |
| Professional Development | 270 | 1,923 | 433 | 1,490 |
| Dental Insurance | 280 | 1,342 | 1,223 | 119 |
| Contract Services | 330 | 875 | 445 | 430 |
| Repairs and Maintenance | 430 | 100 | 18 | 82 |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For The Year Ended June 30, 2015

Schedule 1

| | Object | Original & Final Budget | Actual | Variance |
|----------------------------|--------|-------------------------------|----------------|----------------|
| Travel | 580 | \$ 1,000 | \$ - | \$ 1,000 |
| Supplies | 610 | - | 699 | (699) |
| Audio Visual Materials | 611 | 4,000 | 4,959 | (959) |
| Books and Periodicals | 640 | 8,800 | 8,762 | 38 |
| Software | 650 | 2,800 | 2,797 | 3 |
| Equipment | 730 | 610 | 608 | 2 |
| Subtotal | | <u>91,911</u> | <u>89,135</u> | <u>2,776</u> |
| Technology 2229: | | | | |
| Network Manager Salaries | 112 | 24,840 | 24,840 | - |
| Coordinator Salaries | 114 | 29,459 | 29,459 | - |
| Assistant Salaries | 115 | 8,509 | 10,415 | (1,906) |
| Personal Day Reimbursement | 125 | 110 | 351 | (241) |
| Health Insurance | 210 | 14,207 | 13,723 | 484 |
| Social Security | 220 | 4,813 | 3,719 | 1,094 |
| Life Insurance | 230 | 296 | 300 | (4) |
| Retirement | 240 | 3,140 | 3,423 | (283) |
| Workers Compensation | 250 | 540 | 420 | 120 |
| Unemployment Compensation | 260 | 79 | 32 | 47 |
| Professional Development | 270 | 1,000 | 1,301 | (301) |
| Dental Insurance | 280 | 710 | 994 | (284) |
| Consult Services | 300 | 1,000 | - | 1,000 |
| iPad Pilot Program | 310 | - | 2,773 | (2,773) |
| Repairs and Maintenance | 430 | 2,500 | 2,845 | (345) |
| Telecommunications | 530 | 200 | 239 | (39) |
| Travel | 580 | 300 | 343 | (43) |
| Supplies | 610 | 750 | 934 | (184) |
| Software | 650 | 6,100 | 8,283 | (2,183) |
| Equipment | 730 | 55,843 | 51,143 | 4,700 |
| Subtotal | | <u>154,396</u> | <u>155,537</u> | <u>(1,141)</u> |
| Board of Education 2310: | | | | |
| Secretary Salaries | 115 | 400 | 450 | (50) |
| Treasurer Salaries | 116 | - | 300 | (300) |
| Social Security | 220 | 178 | 168 | 10 |
| Unemployment Compensation | 260 | - | 6 | (6) |
| Reimbursements | 310 | 1,931 | 1,450 | 481 |
| Professional Services | 330 | - | 157 | (157) |
| Legal Services | 360 | 7,500 | 70 | 7,430 |
| Audit Services | 370 | 3,400 | 3,400 | - |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For The Year Ended June 30, 2015

Schedule 1

| | Object | Original & Final Budget | Actual | Variance |
|-------------------------------------|--------|-------------------------------|----------------|---------------|
| Insurance | 523 | \$ 6,500 | \$ 6,449 | \$ 51 |
| Advertising | 540 | 2,000 | 465 | 1,535 |
| Elections | 590 | - | 880 | (880) |
| VSBA Dues | 810 | 1,100 | - | 1,100 |
| Subtotal | | <u>23,009</u> | <u>13,795</u> | <u>9,214</u> |
| Supervisory Union 2321: | | | | |
| Assessment | 331 | 136,598 | 136,596 | 2 |
| Subtotal | | <u>136,598</u> | <u>136,596</u> | <u>2</u> |
| Administration 2400: | | | | |
| Salaries | 110 | 175,466 | 169,488 | 5,978 |
| Support Staff | 111 | 60,560 | 60,302 | 258 |
| Temporary Salaries | 120 | 500 | 820 | (320) |
| Personal Day Reimbursement | 125 | 440 | 313 | 127 |
| Health Insurance | 210 | 58,104 | 40,827 | 17,277 |
| Social Security | 220 | 18,128 | 17,205 | 923 |
| Life Insurance | 230 | 1,087 | 1,044 | 43 |
| Retirement | 240 | 3,002 | 3,212 | (210) |
| Workers Compensation | 250 | 2,026 | 1,580 | 446 |
| Unemployment Compensation | 260 | 106 | 112 | (6) |
| Professional Development | 270 | 3,000 | 190 | 2,810 |
| Dental Insurance | 280 | 3,669 | 1,743 | 1,926 |
| Repairs and Maintenance | 430 | 200 | - | 200 |
| Postage | 531 | 1,000 | 755 | 245 |
| Travel | 580 | 800 | 592 | 208 |
| Supplies | 610 | 3,500 | 2,277 | 1,223 |
| Equipment | 730 | 1,133 | 295 | 838 |
| Miscellaneous | 810 | 3,000 | 6,521 | (3,521) |
| Subtotal | | <u>335,721</u> | <u>307,276</u> | <u>28,445</u> |
| Fiscal Services 2520: | | | | |
| Business Manager | 331 | 22,834 | 22,834 | - |
| Accounting Services Assessment | 331 | 51,334 | 51,333 | 1 |
| Bank Analysis Fee | 890 | - | 140 | (140) |
| Subtotal | | <u>74,168</u> | <u>74,307</u> | <u>(139)</u> |
| Buildings/Grounds Maintenance 2600: | | | | |
| Aide Salaries | 115 | 125,498 | 127,963 | (2,465) |
| Summer Services | 116 | 750 | 818 | (68) |
| Temporary Salaries | 120 | 1,000 | - | 1,000 |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For The Year Ended June 30, 2015

Schedule 1

| | Object | Original & Final Budget | Actual | Variance |
|--|--------|-------------------------------|----------------|-----------------|
| Personal Day Reimbursement | 125 | \$ 420 | \$ 718 | \$ (298) |
| Overtime Salaries | 130 | - | 243 | (243) |
| Health Insurance | 210 | 21,379 | 15,569 | 5,810 |
| Insurance | 212 | - | 1,400 | (1,400) |
| Social Security | 220 | 9,767 | 9,933 | (166) |
| Life Insurance | 230 | 536 | 576 | (40) |
| Retirement | 240 | 6,275 | 6,941 | (666) |
| Workers Compensation | 250 | 1,078 | 836 | 242 |
| Unemployment Compensation | 260 | 106 | 65 | 41 |
| Professional Development | 270 | 400 | - | 400 |
| Dental Insurance | 280 | 986 | 468 | 518 |
| Water and Sewer | 411 | 24,000 | 19,411 | 4,589 |
| Trash Removal | 421 | 6,300 | 6,242 | 58 |
| Snow Removal | 422 | 7,000 | 6,713 | 287 |
| Repairs and Maintenance | 430 | 20,000 | 15,951 | 4,049 |
| Short-Term Maintenance | 450 | 29,112 | 20,553 | 8,559 |
| Property Insurance | 521 | 20,185 | 14,878 | 5,307 |
| Telephone | 530 | 2,400 | 2,262 | 138 |
| Supplies | 610 | 17,000 | 20,543 | (3,543) |
| Maintenance Supplies | 611 | 6,000 | 4,475 | 1,525 |
| Electricity | 622 | 56,000 | 20,677 | 35,323 |
| Fuel | 623 | - | 25,732 | (25,732) |
| Oil | 624 | 84,375 | 48,959 | 35,416 |
| Equipment | 730 | <u>3,800</u> | <u>26,370</u> | <u>(22,570)</u> |
| Subtotal | | <u>444,367</u> | <u>398,296</u> | <u>46,071</u> |
| Special Education Transportation 2700: | | | | |
| Retirement | 240 | - | 10 | (10) |
| Contract Services | 519 | <u>3,717</u> | <u>35,017</u> | <u>(31,300)</u> |
| Subtotal | | <u>3,717</u> | <u>35,027</u> | <u>(31,310)</u> |
| Student Transportation 2710: | | | | |
| Contract Services | 519 | <u>156,062</u> | <u>153,595</u> | <u>2,467</u> |
| Subtotal | | <u>156,062</u> | <u>153,595</u> | <u>2,467</u> |
| Debt Services 5100: | | | | |
| Interest Charges | 830 | 40,034 | 22,578 | 17,456 |
| Principal Retirement | 910 | <u>178,000</u> | <u>178,000</u> | <u>-</u> |
| Subtotal | | <u>218,034</u> | <u>200,578</u> | <u>17,456</u> |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
General Fund
For The Year Ended June 30, 2015

Schedule 1

| | Object | Original & Final Budget | Actual | Variance |
|---|--------|-------------------------------|---------------------|-------------------|
| Total Middle School | | <u>\$ 5,006,947</u> | <u>\$ 4,986,747</u> | <u>\$ 20,200</u> |
| TOTAL EXPENDITURES | | <u>11,253,408</u> | <u>11,095,832</u> | <u>157,576</u> |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | | (90,542) | 125,964 | 216,506 |
| OTHER FINANCING SOURCES (USES): | | | | |
| Transfer To Special Revenue Fund | | (63,000) | (64,292) | (1,292) |
| Transfer To Enterprise Fund | | <u>(30,000)</u> | <u>(30,000)</u> | <u>-</u> |
| EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES | | (183,542) | 31,672 | 215,214 |
| FUND BALANCE, JULY 1, 2014 | | <u>-</u> | <u>340,439</u> | <u>340,439</u> |
| FUND BALANCE, JUNE 30, 2015 | | <u>\$ (183,542)</u> | <u>\$ 372,111</u> | <u>\$ 555,653</u> |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
Combining Balance Sheet
Special Revenue Fund Components
June 30, 2015

Schedule 2
(page 1 of 3)

| | Care and Custody | Capital Reserve | Thatcher Brook Water Damage | Student Assistance Program | Lantern Parade | Crossett Brook Construction Settlement | Ereader Grant | Tobacco Grant | Safe Routes to School | ELF-IBM | Subtotals |
|--|---------------------|--------------------|--------------------------------------|----------------------------------|-------------------|---|------------------|------------------|-----------------------------|-----------------|-------------------|
| ASSETS: | | | | | | | | | | | |
| Current Assets: | | | | | | | | | | | |
| Cash | | \$ 374,405 | | | | | | | | | \$ 374,405 |
| Due From Other Funds | | | \$ 12,312 | | \$ 1,657 | \$ 26,566 | \$ 17 | | \$ 406 | \$ 1,000 | 41,958 |
| Accounts Receivable - State | \$ 43,441 | | | | | | | | | | 43,441 |
| Accounts Receivable - Other | - | - | - | - | - | - | - | \$ 351 | - | - | 351 |
| Total Current Assets | <u>43,441</u> | <u>374,405</u> | <u>12,312</u> | <u>\$ -</u> | <u>1,657</u> | <u>26,566</u> | <u>17</u> | <u>351</u> | <u>406</u> | <u>1,000</u> | <u>460,155</u> |
| TOTAL ASSETS | \$ 43,441 | \$ 374,405 | \$ 12,312 | \$ - | \$ 1,657 | \$ 26,566 | \$ 17 | \$ 351 | \$ 406 | \$ 1,000 | \$ 460,155 |
| LIABILITIES AND FUND BALANCES: | | | | | | | | | | | |
| Liabilities: | | | | | | | | | | | |
| Due To Other Funds | \$ 37,121 | - | - | \$ 3 | - | - | - | \$ 1,601 | - | - | \$ 38,725 |
| Total Liabilities | <u>37,121</u> | <u>\$ -</u> | <u>\$ -</u> | <u>3</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>1,601</u> | <u>\$ -</u> | <u>\$ -</u> | <u>38,725</u> |
| Fund Balances: | | | | | | | | | | | |
| Unassigned | | | | (3) | | | | (1,250) | | | (1,253) |
| Committed | | 374,405 | | | | 26,566 | | | | | 400,971 |
| Restricted | 6,320 | - | 12,312 | - | 1,657 | - | 17 | - | 406 | 1,000 | 21,712 |
| Total Fund Balances | <u>6,320</u> | <u>374,405</u> | <u>12,312</u> | <u>(3)</u> | <u>1,657</u> | <u>26,566</u> | <u>17</u> | <u>(1,250)</u> | <u>406</u> | <u>1,000</u> | <u>421,430</u> |
| TOTAL LIABILITIES & FUND BALANCES | \$ 43,441 | \$ 374,405 | \$ 12,312 | \$ - | \$ 1,657 | \$ 26,566 | \$ 17 | \$ 351 | \$ 406 | \$ 1,000 | \$ 460,155 |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
 Combining Balance Sheet
 Special Revenue Fund Components
 June 30, 2015

Schedule 2
 (page 2 of 3)

| | Mobil Grant | Garden in Every School | Club Cougar | School Age Programming Partnership | Art/Music Enrichment | Banners | Burnham Trust | Taber Merchant Library | Lego Robotics | Ferry Beach Eco 5-6 Grad | Subtotals |
|--|-----------------|------------------------------|----------------|--|-------------------------|--------------|------------------|------------------------------|------------------|--------------------------------|------------------|
| ASSETS: | | | | | | | | | | | |
| Current Assets: | | | | | | | | | | | |
| Cash | | | | | | | | | | | \$ - |
| Due From Other Funds | \$ 1,966 | \$ 3 | | \$ 14,526 | \$ 72 | \$ 97 | \$ 755 | \$ 1,937 | \$ 9 | \$ 28,618 | 47,983 |
| Accounts Receivable - State | - | - | - | - | - | - | - | - | - | - | - |
| Accounts Receivable - Other | - | - | - | - | - | - | - | - | - | - | - |
| Total Current Assets | <u>1,966</u> | <u>3</u> | <u>-</u> | <u>14,526</u> | <u>72</u> | <u>97</u> | <u>755</u> | <u>1,937</u> | <u>9</u> | <u>28,618</u> | <u>47,983</u> |
| TOTAL ASSETS | \$ 1,966 | \$ 3 | \$ - | \$ 14,526 | \$ 72 | \$ 97 | \$ 755 | \$ 1,937 | \$ 9 | \$ 28,618 | \$ 47,983 |
| LIABILITIES AND FUND BALANCES: | | | | | | | | | | | |
| Liabilities: | | | | | | | | | | | |
| Due To Other Funds | - | - | \$ 2 | - | - | - | - | - | - | - | \$ 2 |
| Total Liabilities | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 2</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 2</u> |
| Fund Balances: | | | | | | | | | | | |
| Unassigned | | | (2) | | | | | | | | (2) |
| Committed | | | | | | | | | | 28,618 | 28,618 |
| Restricted | <u>1,966</u> | <u>3</u> | <u>-</u> | <u>14,526</u> | <u>72</u> | <u>97</u> | <u>755</u> | <u>1,937</u> | <u>9</u> | <u>-</u> | <u>19,365</u> |
| Total Fund Balances | <u>1,966</u> | <u>3</u> | <u>(2)</u> | <u>14,526</u> | <u>72</u> | <u>97</u> | <u>755</u> | <u>1,937</u> | <u>9</u> | <u>28,618</u> | <u>47,981</u> |
| TOTAL LIABILITIES & FUND BALANCES | \$ 1,966 | \$ 3 | \$ - | \$ 14,526 | \$ 72 | \$ 97 | \$ 755 | \$ 1,937 | \$ 9 | \$ 28,618 | \$ 47,983 |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
 Combining Balance Sheet
 Special Revenue Fund Components
 June 30, 2015

Schedule 2
 (page 3 of 3)

| | WACC | STARS Program | Dairy Grant | Family Read | Burnham Trust - TBPS | Suicide Prevention Grant | Stem Grant | Subtotals | Totals |
|--|---------------|------------------|-----------------|----------------|----------------------------|--------------------------------|---------------|-----------------|-------------------|
| ASSETS: | | | | | | | | | |
| Current Assets: | | | | | | | | | |
| Cash | | | | | | | | \$ - | \$ 374,405 |
| Due From Other Funds | \$ 250 | \$ 1,550 | \$ 1,251 | \$ 500 | \$ 2,203 | \$ 250 | \$ 48 | 6,052 | 95,993 |
| Accounts Receivable - State | | | | | | | | - | 43,441 |
| Accounts Receivable - Other | - | - | - | - | - | - | - | - | 351 |
| Total Current Assets | <u>250</u> | <u>1,550</u> | <u>1,251</u> | <u>500</u> | <u>2,203</u> | <u>250</u> | <u>48</u> | <u>6,052</u> | <u>514,190</u> |
| TOTAL ASSETS | <u>\$ 250</u> | <u>\$ 1,550</u> | <u>\$ 1,251</u> | <u>\$ 500</u> | <u>\$ 2,203</u> | <u>\$ 250</u> | <u>\$ 48</u> | <u>\$ 6,052</u> | <u>\$ 514,190</u> |
| LIABILITIES AND FUND BALANCES: | | | | | | | | | |
| Liabilities: | | | | | | | | | |
| Due To Other Funds | - | - | - | - | - | - | - | \$ - | \$ 38,727 |
| Total Liabilities | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>-</u> | <u>38,727</u> |
| Fund Balances: | | | | | | | | | |
| Unassigned | | | | | | | | - | (1,255) |
| Committed | | | | | | | | - | 429,589 |
| Restricted | <u>250</u> | <u>1,550</u> | <u>1,251</u> | <u>500</u> | <u>2,203</u> | <u>250</u> | <u>48</u> | <u>6,052</u> | <u>47,129</u> |
| Total Fund Balances | <u>250</u> | <u>1,550</u> | <u>1,251</u> | <u>500</u> | <u>2,203</u> | <u>250</u> | <u>48</u> | <u>6,052</u> | <u>475,463</u> |
| TOTAL LIABILITIES & FUND BALANCES | <u>\$ 250</u> | <u>\$ 1,550</u> | <u>\$ 1,251</u> | <u>\$ 500</u> | <u>\$ 2,203</u> | <u>\$ 250</u> | <u>\$ 48</u> | <u>\$ 6,052</u> | <u>\$ 514,190</u> |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Special Revenue Fund Components
For The Year Ended June 30, 2015

Schedule 3
(page 1 of 4)

| | Care and Custody | Capital Reserve | Thatcher Brook Water Damage | Student Assistance Programs | Lantern Parade | Crossett Brook Construction Settlement | Ereader Grant | Tobacco Grant | Subtotals |
|---|---------------------|--------------------|--------------------------------------|-----------------------------------|-------------------|---|------------------|------------------|----------------|
| REVENUES: | | | | | | | | | |
| Investment Income | | \$ 522 | | | | | | | \$ 522 |
| Fees | | | | | | | | | - |
| Private/Local | | | | | \$ 9,670 | | | | 9,670 |
| State | \$ 131,844 | - | - | - | - | - | - | - | 131,844 |
| TOTAL REVENUES | 131,844 | 522 | \$ - | \$ - | 9,670 | \$ - | \$ - | \$ - | 142,036 |
| EXPENDITURES: | | | | | | | | | |
| Direct Services | 117,142 | | | | 11,618 | | | 5,700 | 134,460 |
| Support Services: | | | | | | | | | |
| Students | 62 | | | | | | | | 62 |
| Operation and Maintenance of Building | | | 2,050 | | | | | | 2,050 |
| Transportation | 9,370 | | | | | | | | 9,370 |
| Food Services | | | | | | | | | - |
| Other Outlays | - | - | - | - | - | - | - | - | - |
| TOTAL EXPENDITURES | 126,574 | - | 2,050 | - | 11,618 | - | - | 5,700 | 145,942 |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | 5,270 | 522 | (2,050) | - | (1,948) | - | - | (5,700) | (3,906) |
| OTHER FINANCING SOURCES (USES): | | | | | | | | | |
| Transfers In | - | 40,000 | - | - | - | - | - | - | 40,000 |
| EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES | 5,270 | 40,522 | (2,050) | - | (1,948) | - | - | (5,700) | 36,094 |
| FUND BALANCES, JULY 1, 2014 | 1,050 | 333,883 | 14,362 | (3) | 3,605 | 26,566 | 17 | 4,450 | 383,930 |
| FUND BALANCES, JUNE 30, 2015 | \$ 6,320 | \$ 374,405 | \$ 12,312 | \$ (3) | \$ 1,657 | \$ 26,566 | \$ 17 | \$ (1,250) | \$ 420,024 |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Special Revenue Fund Components
For The Year Ended June 30, 2015

Schedule 3
(page 2 of 4)

| | Safe Routes to School | ELF-IBM | Mobil Grant | Garden in Every School | Club Cougar | School Age Programming Partnership | Art/Music Enrichment | Banners | Subtotals |
|---|-----------------------------|-----------------|-----------------|------------------------------|---------------|--|-------------------------|--------------|------------------|
| REVENUES: | | | | | | | | | |
| Investment Income | | | | | | | | | \$ - |
| Fees | | | | | \$ 6,258 | | | | 6,258 |
| Private/Local | | | | | | \$ 15,000 | | | 15,000 |
| State | - | - | - | - | - | - | - | - | - |
| TOTAL REVENUES | \$ - | \$ - | \$ - | \$ - | 6,258 | 15,000 | \$ - | \$ - | 21,258 |
| EXPENDITURES: | | | | | | | | | |
| Direct Services | | | | | 10,104 | 474 | 424 | | 11,002 |
| Support Services: | | | | | | | | | |
| Students | | | | | | | | | - |
| Operation and Maintenance of Building | | | | | | | | | - |
| Transportation | | | | | | | | | - |
| Food Services | | | | 238 | | | | | 238 |
| Other Outlays | | | | | | | | | - |
| TOTAL EXPENDITURES | - | - | - | 238 | 10,104 | 474 | 424 | - | 11,240 |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | - | - | - | (238) | (3,846) | 14,526 | (424) | - | 10,018 |
| OTHER FINANCING SOURCES (USES): | | | | | | | | | |
| Transfers In | | | | | 1,292 | | | | 1,292 |
| EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES | - | - | - | (238) | (2,554) | 14,526 | (424) | - | 11,310 |
| FUND BALANCES, JULY 1, 2014 | 406 | 1,000 | 1,966 | 241 | 2,552 | - | 496 | 97 | 6,758 |
| FUND BALANCES, JUNE 30, 2015 | \$ 406 | \$ 1,000 | \$ 1,966 | \$ 3 | \$ (2) | \$ 14,526 | \$ 72 | \$ 97 | \$ 18,068 |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Special Revenue Fund Components
For The Year Ended June 30, 2015

Schedule 3
(page 3 of 4)

| | Burnham Trust | Taber Merchant Library | Lego Robotics | Ferry Beach Eco 5-6 Grad | WACC | STARS Program | Dairy Grant | Family Read | Subtotals |
|---|------------------|------------------------------|------------------|--------------------------------|-------------|------------------|----------------|----------------|--------------|
| REVENUES: | | | | | | | | | |
| Investment Income | | | | | | | | | \$ - |
| Fees | | | | | | | | | - |
| Private/Local | \$ 4,176 | | | | | | \$ 3,400 | | 7,576 |
| State | - | - | - | - | - | \$ 1,550 | - | - | 1,550 |
| TOTAL REVENUES | 4,176 | \$ - | \$ - | \$ - | \$ - | 1,550 | 3,400 | \$ - | 9,126 |
| EXPENDITURES: | | | | | | | | | |
| Direct Services | 5,040 | 500 | | 500 | | | | | 6,040 |
| Support Services: | | | | | | | | | |
| Students | | | | | | | | | - |
| Operation and Maintenance of Building | | | | | | | | | - |
| Transportation | | | | | | | | | - |
| Food Services | | | | | | | | | - |
| Other Outlays | - | - | - | - | - | - | 2,149 | - | 2,149 |
| TOTAL EXPENDITURES | 5,040 | 500 | - | 500 | - | - | 2,149 | - | 8,189 |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | (864) | (500) | - | (500) | - | 1,550 | 1,251 | - | 937 |
| OTHER FINANCING SOURCES (USES): | | | | | | | | | |
| Transfers In | - | - | - | 23,000 | - | - | - | - | 23,000 |
| EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES | (864) | (500) | - | 22,500 | - | 1,550 | 1,251 | - | 23,937 |
| FUND BALANCES, JULY 1, 2014 | 1,619 | 2,437 | 9 | 6,118 | 250 | - | - | 500 | 10,933 |
| FUND BALANCES, JUNE 30, 2015 | \$ 755 | \$ 1,937 | \$ 9 | \$ 28,618 | \$ 250 | \$ 1,550 | \$ 1,251 | \$ 500 | \$ 34,870 |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Special Revenue Fund Components
For The Year Ended June 30, 2015

Schedule 3
(page 4 of 4)

| | Burnham Trust - TBPS | Safety Grant | Suicide Prevention Grant | Stem Grant | Subtotals | Totals |
|---|----------------------------|-----------------|--------------------------------|---------------|-----------|------------|
| REVENUES: | | | | | | |
| Investment Income | | | | | \$ - | \$ 522 |
| Fees | | | | | - | 6,258 |
| Private/Local | \$ 4,175 | | | \$ 959 | 5,134 | 37,380 |
| State | - | - | - | - | - | 133,394 |
| | 4,175 | - | - | 959 | 5,134 | 177,554 |
| TOTAL REVENUES | | | | | | |
| EXPENDITURES: | | | | | | |
| Direct Services | 3,300 | | | 911 | 4,211 | 155,713 |
| Support Services: | | | | | | |
| Students | | | | | - | 62 |
| Operation and Maintenance of Building | | 8,500 | | | 8,500 | 10,550 |
| Transportation | | | | | - | 9,370 |
| Food Services | | | | | - | 238 |
| Other Outlays | 30 | - | - | - | 30 | 2,179 |
| | 3,330 | 8,500 | - | 911 | 12,741 | 178,112 |
| TOTAL EXPENDITURES | | | | | | |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | 845 | (8,500) | - | 48 | (7,607) | (558) |
| OTHER FINANCING SOURCES (USES): | | | | | | |
| Transfers In | - | - | - | - | - | 64,292 |
| | - | - | - | - | - | 64,292 |
| EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES | 845 | (8,500) | - | 48 | (7,607) | 63,734 |
| FUND BALANCES, JULY 1, 2014 | 1,358 | 8,500 | 250 | - | 10,108 | 411,729 |
| | 1,358 | 8,500 | 250 | - | 10,108 | 411,729 |
| FUND BALANCES, JUNE 30, 2015 | \$ 2,203 | \$ - | \$ 250 | \$ 48 | \$ 2,501 | \$ 475,463 |
| | \$ 2,203 | \$ - | \$ 250 | \$ 48 | \$ 2,501 | \$ 475,463 |

The accompanying notes are an integral part of these financial statements

Waterbury-Duxbury Union School District #45
Statement of Changes in Assets and Liabilities
Fiduciary Fund Types - Agency Fund
For The Year Ended June 30, 2015

Schedule 4

| | Balance July 1, 2014 | Receipts | Disbursements | Transfers | Balance June 30, 2015 |
|----------------------------------|-------------------------|--------------------------|--------------------------|--------------------|--------------------------|
| Assets: | | | | | |
| Cash - Crossett Brook | \$ 26,658 | \$ 53,113 | \$ 59,147 | \$ - | \$ 20,624 |
| Cash - Thatcher Brook | 9,074 | 40,650 | 39,366 | - | 10,358 |
| Due From Other Funds - Waterbury | 4,165 | - | - | - | 4,165 |
| Due From Other Funds - Duxbury | <u>6,313</u> | <u>23,583</u> | <u>24,034</u> | <u>-</u> | <u>5,862</u> |
| Total Assets | <u>\$ 46,210</u> | <u>\$ 117,346</u> | <u>\$ 122,547</u> | <u>\$ -</u> | <u>\$ 41,009</u> |
| Liabilities: | | | | | |
| Amount Held for Agency Funds | <u>\$ 46,210</u> | <u>\$ 117,346</u> | <u>\$ 122,547</u> | <u>\$ -</u> | <u>\$ 41,009</u> |
| Total Liabilities | <u>\$ 46,210</u> | <u>\$ 117,346</u> | <u>\$ 122,547</u> | <u>\$ -</u> | <u>\$ 41,009</u> |

The accompanying notes are an integral part of these financial statements



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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**

To the School Board
Waterbury-Duxbury Union School District #45, Vermont

We have audited, in accordance with the 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, the financial statements of the governmental activities, the business-type activities, and the aggregate remaining fund information of Waterbury-Duxbury Union School District #45, Vermont, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise Waterbury-Duxbury Union School District #45, Vermont's basic financial statements and have issued our report thereon dated February 22, 2016.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Waterbury-Duxbury Union School District #45, Vermont's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Waterbury-Duxbury Union School District #45, Vermont's internal control. Accordingly, we do not express an opinion on the effectiveness of Waterbury-Duxbury Union School District #45, Vermont's internal control.

A deficiency in internal control 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 and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Waterbury-Duxbury Union School District #45, Vermont's financial statements are free from 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 of other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Angolano & Company

Angolano & Company
Shelburne, Vermont
Firm Registration Number 92-0000141

February 22, 2016



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To the School Board
Waterbury-Duxbury Union School District #45, Vermont

In planning and performing our audit of the financial statements of Waterbury-Duxbury Union School District #45, Vermont as of and for the year ended June 30, 2015, in accordance with auditing standards generally accepted in the United States of America, we considered Waterbury-Duxbury Union School District #45, Vermont's internal control over financial reporting (internal control) as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Waterbury-Duxbury Union School District #45, Vermont's internal control. Accordingly, we do not express an opinion on the effectiveness of Waterbury-Duxbury Union School District #45, Vermont's internal control.

A deficiency in internal control 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 and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

In addition, during our audit we became aware of several matters that are opportunities for strengthening internal controls and operating efficiency. Our comments and suggestions regarding those matters are summarized below.

Deficiencies:

Cash:

- While testing the cash accounts on the General Fund Balance Sheet, it was noted that there is a checking account @ the Peoples United Bank with a June 30, 2015, balance of \$4,410 that is not listed on the balance sheet. This account represents a holding account for employee summer payroll. Since the account is in the name and federal identification

number of the Union School District, it must be listed on the District's books. We strongly suggest this account and a reconciled balance be placed on the balance sheet as soon as possible.

Noncompliance with Laws and Regulations:

Cash:

- When testing bank reconciliations we came across old outstanding checks-(s). Banks are not supposed to honor checks over 6 months old. For any checks over 6 months old, the following procedures should be followed and documented:
 - a) Search back into the records to identify who the check was written to.
 - b) Contact the payee to see why the check was not cashed. If the payee feels they are not owed the money, void the check. If they are due the money, void the old check and issue a new one.
 - c) For accounts payable checks over 2 years old and payroll checks over 1 year old, the following procedures should be followed and documented:
 - If the payee cannot be located, complete the "abandoned" property forms for the State Treasurer, void the old check, and send the payment to the State Treasurer.

We will review the status of these comments during our next audit engagement. We have already discussed many of these comments and suggestions with various personnel within Waterbury-Duxbury Union School District #45, Vermont, and we will be pleased to discuss them in further detail at your convenience, to perform any additional study of these matters, or to assist you in implementing the recommendations.

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

Angolano & Company

Angolano & Company
Shelburne, Vermont
Firm Registration Number 92-0000141

February 22, 2016



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August 21, 2015

To the School Board
Waterbury-Duxbury Union School District

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of **Waterbury - Duxbury Union School District** for the year ended June 30, 2015. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards (and, if applicable, Government Auditing Standards and OMB Circular A-133), as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated May 19, 2015. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Waterbury-Duxbury Union School District are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during June 30, 2015. We noted no transactions entered into by the governmental unit during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the financial statements were:

Management's estimate of the lives of property, plant, and equipment is based on expected usefulness. We evaluated the key factors and assumptions used to develop the lives of property, plant, and equipment in determining that it is reasonable in relation to the financial statements taken as a whole.

Management estimates the final receivable or payable with the State of Vermont Department of Education for special education expense reimbursement.

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. The most sensitive disclosure affecting the financial statements was:

The disclosure of Fund Balances and Net Resources in Notes 10 and 11 to the financial statements as to how any surplus is to be used in future fiscal years.

The disclosure of Other Post-Employment Benefits (OPEB) and Termination Benefits in Note 7 to the financial statements as to how it is being offered and any contingent and real liabilities that exist.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to each opinion unit's financial statements taken as a whole.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the governmental unit's financial statements or a determination of the type of auditor's opinion that may be expressed on those

statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the governmental unit's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

This information is intended solely for the use of School Board and management of Waterbury-Duxbury Union School District and is not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,

Angolano & Company

Angolano & Company,
Shelburne, Vermont
Firm Registration Number 92-0000141