

Campbell County  
School District No.1  
Gillette, Wyoming

---

C omprehensive  
A nnual  
F inancial  
R eport

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Fiscal Year Ended  
June 30, 2017



Prepared by the:

*Instructional Support Division,  
Accounting Department*

*Rhea J. Betts, MBA*  
Accounting Manager

**COMPREHENSIVE  
ANNUAL  
FINANCIAL REPORT  
OF  
CAMPBELL COUNTY SCHOOL DISTRICT NO. 1  
GILLETTE, WYOMING  
FOR THE FISCAL YEAR ENDED  
JUNE 30, 2017**



**BOYD BROWN, Ed.D., Superintendent**  
**ALES AYERS, Ed.D., Deputy Superintendent**  
**KIRBY EISNEHAUER, Associate Superintendent for Instructional Support**

Prepared By Instructional Support Division, Accounting Department

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***INTRODUCTORY  
SECTION***



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# CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

## TABLE OF CONTENTS

### INTRODUCTORY SECTION

LETTER OF TRANSMITTAL	iv-ix
PRINCIPAL OFFICIALS	x
ORGANIZATION CHART	xi
CERTIFICATE OF EXCELLENCE IN FINANCIAL REPORTING - FISCAL YEAR ENDED JUNE 30, 2016	xii

### FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT	1-3
Management Discussion and Analysis (required supplementary information)	4-13
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Net Position	14
Statement of Activities	15-16
Fund Financial Statements:	
Balance Sheet - Governmental Funds	17
Reconciliation of the Balance Sheet of Governmental Funds to the Government-Wide Statement of Net Position	18
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	19
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	20
Statement of Revenues, Expenditures and Change in Fund Balance - Budget (Non-GAAP) and Actual General Fund	21
Statement of Net Position, Proprietary Funds	22
Statement of Revenues, Expenses and Changes in Net Position, Proprietary Funds	23
Statement of Cash Flows, Proprietary Funds	24
Statement of Fiduciary Assets and Liabilities, Fiduciary Fund	25
Notes to the Basic Financial Statements	26-52

**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**  
**FINANCIAL SECTION (Continued)**

Required Supplementary Information:	
Schedule of Changes in Campbell County School District No. 1's Total OPEB Liability and Related Ratios	53
Schedule of Campbell County School District No. 1's Proportionate Share of the Net Pension Liability Public Employees' Pension Plan	53
Schedule of Campbell County School District No. 1's Contributions Public Employees' Pension Plan	53
Notes to Required Supplementary Information	54
Combining Statements and Individual Fund Schedules:	
Combining - Nonmajor Governmental Funds:	
Combining Balance Sheet, Nonmajor Governmental Funds	55
Combining Statement of Revenues, Expenditures and Changes in Fund Balances, Nonmajor Governmental Funds	56
Nonmajor Special Revenue Funds	57
Combining Balance Sheet - Nonmajor Special Revenue Funds	58-59
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - Nonmajor Special Revenue Funds	60-63
Debt Service Fund	64
Balance Sheet - Nonmajor Debt Service Fund	65
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Nonmajor Debt Service Fund	66
Nonmajor Capital Projects Funds	67
Combining Balance Sheet - Nonmajor Capital Project Funds	68
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - Nonmajor Capital Projects Funds	69
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Major Capital Projects Fund	70
Nonmajor Enterprise Funds	71
Combining Statement of Net Position - Nonmajor Enterprise Funds	72
Combining Statement of Revenues, Expenses and Changes in Fund Net Position - Nonmajor Enterprise Funds	73
Combining Statement of Cash Flows - Nonmajor Enterprise Funds	74
Agency Fund	75
Statement of Changes in Assets and Liabilities - Agency Fund	76



**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1  
STATISTICAL SECTION**

Table 1	Changes in Fund Balances for Total Governmental Funds	77-78
Table 2	Net Position by Component	79
Table 3	Changes in Net Position	80-81
Table 4	Fund Balances of Governmental Funds	82
Table 5	Property Tax Levies and Collections	83
Table 6	Assessed Value and Estimated Actual Value of Taxable Property	84
Table 7	Property Tax Rates - Direct and Overlapping Governments	85
Table 8	General Governmental Funds Revenues by Source	86
Table 9	Principal Taxpayers (Top 50%)	87
Table 10	Legal Debt Margin Information	88
Table 11	Ratios of Outstanding Debt by Type	89
Table 12	Computation of Direct and Overlapping Debt	90
Table 13	Demographic and Economic Statistics	91
Table 14	Principal Employers	92
Table 15	Operating Information for Campbell County School District No. 1	93-94
Table 16	School Building Information-Owned Buildings	95-97

**SINGLE AUDIT SECTION**

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	98-99
Independent Auditor's Report on Compliance For Each Major Federal Program and Report on Internal Control Over Compliance Required by the Uniform Guidance	100-101
Schedule of Expenditures of Federal Awards	102-103
Notes to the Schedule of Expenditures of Federal Awards	104
Schedule of Findings and Questioned Costs	105-106
Summary Schedule of Prior Audit Findings	107

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*"Teaching Effectively - Learning Successfully"*

Educational Services Center  
1000 West Eighth Street • PO Box 3033  
Gillette, Wyoming 82717-3033  
Receptionist (307) 682-5171  
Fax (307) 682-1750

November 14, 2017

Citizens of Campbell County and Members of the Board of Education  
Campbell County School District No. 1

It is our pleasure to furnish you with the 2017 Comprehensive Annual Financial Report (CAFR) of Campbell County School District No. 1, for the fiscal year ended June 30, 2017. Pursuant to Wyoming State Statute 16-4-121 and 16-4-122 an annual audit was performed by independent auditors in accordance with generally accepted auditing standards and using "Government Auditing Standards" audit procedures, with copies of this CAFR being submitted to the Wyoming State Department of Education before December 15, 2017 as required by Wyoming State Statute 16-4-122. The basic financial statements in this report provide a comprehensive overview of the financial position and the results of operations of Campbell County School District No.1 as a whole, while the detailed financial statements describe specific activities of each fund used in the accounting for the District's financial transactions. With the technical assistance of Bennett, Weber & Hermstad, LLP, Certified Public Accountants, this report was prepared by the District's Instructional Support Division, Accounting Department, in accordance with accounting principles generally accepted in the United States of America and reporting standards of the Governmental Accounting Standards Board. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with management.

We believe the data, as presented, is accurate in all material respects; that it is presented in a manner designed to set forth fairly the financial position and results of operations of Campbell County School District No.1 as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain an understanding of the District's financial activity have been included.

### **ORGANIZATION OF THE REPORT**

For the convenience of users we have divided this comprehensive annual financial report into four major sections, described as follows:

- The **introductory section** includes this transmittal letter, the list of principal officials, the organizational structure of Campbell County School District No. 1 and a copy of the Certificate of Excellence from fiscal year 2016.
- The **financial section** includes the government-wide financial statements; the fund financial statements; the notes to the basic financial statements; the required supplementary information; the combining statements and individual fund schedules; the independent auditor's report on the financial statements and schedules as well as the management's discussion and analysis letter.
- The **statistical section** is unaudited data which includes selected financial and demographic information, generally presented on a multi-year basis.
- The **single audit section** contains information relating to the District's single audit in conformity with the provisions of the Title 2 U.S. Code of Federal Regulations Part 200, "Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards" (Uniform Guidance) and the independent auditor's reports on compliance and internal control.

The report provides valuable management information. Copies will be made available to the Chamber of Commerce, major taxpayers, public libraries in our area, financial rating agencies as well as other interested parties.

## **THE REPORTING ENTITY**

The financial reporting entity includes all the funds of Campbell County School District No. 1 as well as that of its Discretely Presented Component Unit, the Board of Cooperative Higher Education Services (BOCHES) and the Blended Component Unit, Campbell County Community Public Recreation District (CCCPRD). The Board of Cooperative Higher Education Services (BOCHES) and the Campbell County Community Public Recreation District (CCCPRD) are fiscally dependent upon the District. Component units are legally separate entities for which the primary government is financially accountable. The blended component unit is reported as a Special Revenue Fund in the District's financial records. Financial activity of the Board of Cooperative Higher Education Services (BOCHES) is reported in a separate column in the basic financial statements to emphasize that it is legally separate from Campbell County School District No. 1 and to differentiate its financial position and results of operations from those of the District.

## **GOVERNMENTAL STRUCTURE, LOCAL ECONOMIC CONDITION AND OUTLOOK**

Campbell County, Wyoming encompasses 4,755 square miles; includes the towns of Gillette, Recluse, Rozet, and Wright; with a June 2017 estimated population of 48,250. Approximately 8,567 students are taught in one senior high school split into two campuses, one alternative high school, one junior/senior high school, two junior high schools and seventeen elementary schools (five of which are rural). There are no Charter schools in Campbell County, Wyoming.

Among the District's assets, are thirty-three essential buildings with an average age of 30 years. In addition to twenty-three school buildings, the District has ten main buildings: the Aquatic Center; support facility buildings which house offices and departments of Transportation, Buildings and Grounds-Maintenance, Central Warehouse, Lakeway Learning Center and the Educational Services Center; as well as a building housing the community support Kids Clinic, Virtual School service program and District offices for Title 1 and Student Support Services.

In the State of Wyoming, School District buildings are replaced with the approval and funding of the State of Wyoming's School Facilities Department. Recent replacement school buildings for Campbell County School District include the rural elementary school, Recluse in fiscal year 2007-2008, Hillcrest Elementary in fiscal year 2009-2010, the Prairie Wind Elementary in fiscal year 2010-2011, the new Buffalo Ridge Elementary school in the 2012-2013 fiscal year. Two replacement schools for Lakeview Elementary and the alternative high school, Westwood, both opened for the 2014-2015 fiscal year, and the new Stocktrail Elementary school in the 2016-2017 fiscal year.

School staff, including part time, totaled 1,657 in 2016-2017. Of the total, 874 were certified staff including teachers, specialists, and administrators. Non certified staff including clerical, custodial, food services, aides, maintenance, and bus drivers totaled 783. Staff totals do not include substitutes.

The educational program is the most comprehensive in the region with a broad spectrum of courses in the high schools ranging from basic to general to honors and advanced placement. Recent building renovations and construction projects have produced a pleasant and effective system of school buildings, library media centers, playgrounds, and athletic facilities. Elementary schools have been designed to enhance the neighborhood school concept in the interest of community involvement and effective instruction.

As an independent School District, the Board of Trustees for Campbell County School District No. 1 is composed of seven citizens each elected to a four-year term. Based upon legislative authority codified in the Wyoming Education Code, the trustees: (1) have the exclusive power to manage and govern the District; (2) can acquire and hold real and personal property, sue and be sued, and hold all rights and titles to the school property, (3) shall have the power to levy and collect taxes and to issue bonds, (4) can contract for appointed officers, teachers and other personnel as well as for goods and services, and (5) have the right to eminent domain to acquire real property necessary for the District.

The purpose and responsibility of Campbell County School District No. 1 is to provide an efficient educational system for the children enrolled in public schools within its boundaries, whereby each child has access to programs and services that are appropriate to his or her educational needs. In addition to the regular educational program, Campbell County School District No. 1 offers comprehensive programs in the areas of vocational education, special education, English as a second language and a full range of compensatory programs.

In the last several years the State of Wyoming's economy has fluctuated due to the volatility in the energy related industries. The major effect on Campbell County School District No.1 has been significant fluctuations in county property values. (See Table 6 Assessed Value and Estimated Actual Value of Taxable Property in the Statistical Section) At first glance the national recession was not all that apparent when looking at the District's financial statements. Over the past ten years the average daily membership (ADM) has risen 13.71% and Campbell County's assessed valuation rose 16.15% to \$5,288,502,849. However, during the past 24 to 30 months the area's energy related industries have reduced both production and employee numbers causing the Campbell County unemployment rate to be higher than both the state of Wyoming and national rates. July 2017 unemployment rates were 4.6% nationally, 3.8% for the State of Wyoming and 4.7% for Campbell County, Wyoming. (For more information see Table 13 in the Statistical Section, Demographic and Economic Statistics.) When comparing the percent of District students eligible for the Free/Reduced Federal Food Program, signs of the national recession are also seen. Over the past ten years the percent of the student population eligible for the Free/Reduced Federal Food Program went from 23.67% to 38.53%. (See Table 15 in the Statistical Section, Operating Information for Campbell County School District No 1.)

The employee reductions over the past 24 months throughout the Campbell County area can also be seen in the District's student average daily membership (ADM) decrease of 471 students from 2015-2016 to the 2016-2017 school year. The District uses the services of Middle Cities Education Association for student enrollment projections. The latest review by Middle Cities has projected student enrollment numbers increasing each year for the next five years, recovering an estimated 405 of the lost student numbers.

### **INTERNAL AND BUDGETARY CONTROL**

In developing, evaluating, and improving the District's accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with generally accepted accounting principles. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived and the evaluation of costs and benefits requires estimates and judgments by management.

All internal control evaluations occur within the above framework. We believe the District's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

As a recipient of federal, state and local grants, Campbell County District No.1 has the responsibility for providing an adequate internal control structure to ensure compliance with applicable laws and regulations related to these grants. This internal control structure is subject to periodic review and revision by management.

#### *Relevant financial policies*

Campbell County District No.1 has adopted Board of Trustee policies that specify how state and district student performance standards affect planning for facilities and annual budget priorities beyond fixed costs. The administration monitors building operations to assure all legal requirements, whether federal, state, or local, are met in each school.

District programs provided have been determined to be sufficient for students to meet state and district content and performance standards. Each school has developed individual improvement plans based on examination data of student assessments and additional resources are provided where needed based on these plans.

The District’s Board of Trustees is required by Wyoming State Statute 16-4-109 to approve the initial budget for the fiscal year no later than the third Wednesday in July. Campbell County District No.1 utilizes a line item budget of proposed expenditures and the means of financing them. The emphasis of the budget process is to identify the activities requiring resources and to rank administratively those activities according to the needs of the entire District. Budgetary control is maintained by the Finance Department at the function level by organizational unit. Purchase commitments, personnel actions, or other obligations which would result in an overrun of appropriated funds are not released until additional appropriations are made available.

Detailed reports are available to building principals and supervisors showing the status of budgets for which they are responsible. These reports summarize the transactions and remaining budgeted funds allocated for goods and services among the programs so managed.

### MAJOR INITIATIVES

**During the year:** Campbell County School District No. 1 continues to be a leader in Wyoming as the state itself continues to be a national leader in public education.

#### Testing

During the year, Campbell County School District No. 1 participated in the Proficiency Assessment for Wyoming Students (PAWS). Tests in reading and math were administered to students in grades three through eight and grade eleven; science tests in grades four, eight, and eleven. The figure below indicates the percentage of students who scored proficient or better on PAWS. A comparison of the District versus statewide percentages is provided.

Figure One

Grade	Third		Fourth		Fifth		Sixth		Seventh		Eighth		Eleventh	
	CCSD	Wyoming	CCSD	Wyoming	CCSD	Wyoming	CCSD	Wyoming	CCSD	Wyoming	CCSD	Wyoming	CCSD	Wyoming
<b>Math</b>														
Below Basic	17.36 %	15.24 %	12.85 %	12.82 %	11.18 %	13.69 %	10.14 %	13.67 %	13.38 %	15.61 %	11.26 %	12.38 %	22.49 %	20.46 %
Basic	36.07 %	33.03 %	30.39 %	29.42 %	28.98 %	28.13 %	36.00 %	36.72 %	37.19 %	37.12 %	38.50 %	39.05 %	43.87 %	42.55 %
Proficient	37.95 %	37.45 %	40.75 %	37.13 %	49.76 %	42.99 %	43.57 %	40.09 %	38.17 %	35.09 %	33.44 %	35.93 %	26.95 %	26.83 %
Advanced	8.61 %	14.27 %	16.02 %	20.63 %	10.08 %	15.19 %	10.29 %	9.51 %	11.26 %	12.18 %	16.80 %	12.65 %	6.69 %	10.16 %
<b>Reading</b>														
Below Basic	20.59 %	17.80 %	12.86 %	13.57 %	14.53 %	13.01 %	14.20 %	16.91 %	21.04 %	17.83 %	22.06 %	20.69 %	36.87 %	32.45 %
Basic	23.15 %	23.55 %	25.73 %	22.77 %	24.96 %	25.16 %	27.26 %	24.99 %	28.22 %	25.78 %	25.65 %	25.46 %	35.38 %	33.21 %
Proficient	38.63 %	40.02 %	45.64 %	45.24 %	45.02 %	43.08 %	41.61 %	40.06 %	37.19 %	38.44 %	43.79 %	42.90 %	17.13 %	19.82 %
Advanced	17.63 %	18.63 %	15.77 %	18.42 %	15.48 %	18.75 %	16.93 %	18.04 %	13.54 %	17.95 %	8.50 %	10.95 %	10.61 %	14.53 %
<b>Science</b>														
Below Basic			14.01 %	13.92 %							18.43 %	18.72 %	35.20 %	31.17 %
Basic			30.65 %	31.14 %							37.19 %	35.96 %	42.09 %	39.07 %
Proficient			42.44 %	39.88 %							38.99 %	37.99 %	21.04 %	25.60 %
Advanced			12.90 %	15.06 %							5.38 %	7.32 %	1.68 %	4.16 %

The average American College Testing (ACT) composite score for Campbell County School District No.1 graduating class of 2017 was 19.3; 19.8 for the Campbell County High School, 19.0 for Wright Junior/Senior High School and 16.3 for Westwood High School. State and national averages were 20.2 and 21.0, respectively.

During 2016-2017 an average of 94.02% of Campbell County School District No.1 students attended class each day compared to 94.04% in 2015-2016, 93.48% in 2014-2015, 93.3% in 2013-2014, 93.59% in 2012-2013, and 94.18% in 2011-2012. Students absent for school-sponsored academic or athletic activities were not considered absent for attendance purposes.

The student graduation rate for Campbell County School District No.1 dipped to 74.6% for 2015-16 compared to 81.7% for 2014-2015, 81.7% in 2013-2014, and 85.19% in 2012-2013. The District's alternative high school, Westwood High School, has been very successful in recruiting students at high risk of becoming dropouts. Many students complete their education in this alternative setting who would not have succeeded or returned to our other high schools. Over the past ten years, 1,058 students have graduated with regular diplomas from this school.

***GASB 54 Fund Balance Reporting and Governmental Fund Type Definitions, GASB 68 Accounting and Financial Reporting for Pensions, GASB72 Fair Value Measurement and Application, GASB 75 Accounting and Financial Reporting for Postemployment Benefits Other than Pensions, GASB 76 The Hierarchy of Generally Accepted Accounting Principles (GAAP) for State and Local Governments, and GASB79 Certain External Investment Pools and Pool Participants.***

GASB Statement No. 54, issued March 2009, enhances how fund balance information is reported on the financial statements. It established newly defined fund balance categories of; ***non spendable***, for assets such as inventories; ***restricted***, for constitutional stipulated specific purposes, external resource providers, or enabling legislation; ***committed***, for money to be spent by formal District actions; ***assigned*** and ***unassigned*** based on the relative strength of the constraints of how they can be spent. June 14, 2011, Campbell County School District No.1 adopted Policy 3101 Spending Prioritization, committing to the new fund balance classifications.

In June 2012, GASB Statement No. 68, an amendment of GASB Statement No. 27, was issued. This Statement requires governments providing defined benefit pensions to recognize their long-term obligation for pension benefits as a liability in their financial reports and to more comprehensively and comparably measure the pension benefits annual cost. In December, 2013 GASB Statement No.71 amended Statement No. 68, effective for fiscal years beginning June 15, 2014, requiring the District to report its portion of the Wyoming Retirement System Public Employees Pension Plan unfunded liability.

Campbell County School District No.1 has implemented the required pension information for GASB Statement No. 68, Statement No. 71 starting with the fiscal year 2015 annual report; and Statement No. 82 starting with its fiscal year 2016 annual report. The required financial statement information and new note disclosures, as well as the required supplementary information (RSI) can be found in Note 4 B of the Notes to the Basic Financial Statements in the financial section of this report.

Additional financial reporting requirements for Investments under GASB Statement No. 72, Fair Value Measurements and Application, and GASB Statement No. 79, Certain External Investment Pools and Pool Participants, with adoption effective for fiscal years beginning June 15, 2016 have been implemented. For more information about GASB Statement No. 72 and GASB Statement No. 79 see Note 2 A in the Notes to the Basic Financial Statements in the financial section of this report.

Starting with the 2017 fiscal year annual report, the District's financial statements reflect the new accounting and financial reporting required by GASB Statement No.75, Accounting and Financial Reporting for Post-employment Benefits Other than Pensions, thus replacing the previous GASB Statement No. 45 OPEB reporting requirements.

As required with GASB Statement No. 76, the District's financial statements starting with its fiscal year 2016 annual report have been prepared within the new authoritative GAAP hierarchy.

## INDEPENDENT AUDIT

The financial statements of the District are audited annually by independent certified public accountants selected by the Board of Education. The independent auditor's report, by Bennett, Weber & Hermstad, LLP, Certified Public Accountants, for fiscal year 2016-2017 is located at the front of the financial section of this report.

## RECOGNITION FOR FINANCIAL REPORTING

The Association of School Business Officials International (ASBO) awarded Campbell County School District No.1 a Certificate of Excellence in Financial Reporting for its Comprehensive Annual Financial Report for fiscal year ended June 30, 2016. This was the twenty- fifth consecutive year that the District's Comprehensive Annual Financial Reports have achieved this prestigious award.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Excellence is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Excellence Program requirements, and we are submitting it to the Association of School Business Officials International.

## ACKNOWLEDGMENTS

The preparation of this report on a timely basis could not be accomplished without the diligent and dedicated services of Rhea Betts, the District's Accounting Manager, and we would like to express our appreciation for her contribution. Also, we would like to express our appreciation to other departments, schools, and individuals who assisted in its preparation. Moreover, we wish to thank and express appreciation to the administrators and other employees of Campbell County District No.1 for their interest and support in planning and conducting the financial affairs of the District in a responsible and progressive manner.

Respectfully submitted,



Kirby Eisenhauer  
Associate Superintendent for  
Instructional Support



Boyd Brown, Ed.D.  
Superintendent of Schools



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CAMPBELL COUNTY SCHOOL DISTRICT NO. 1  
FISCAL YEAR ENDED JUNE 30, 2017  
LIST OF PRINCIPAL OFFICIALS

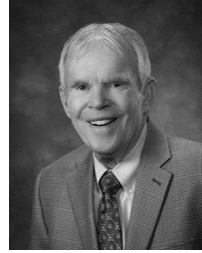
ELECTED OFFICIALS - BOARD OF TRUSTEES



Chairman  
Anne Ochs  
(2014-2018)



Vice-Chairman  
Lisa Durgin  
(2016-2020)



Treasurer  
David Foreman  
(2014-2018)



Clerk/Asst. Treasurer  
Andrea Hladky  
(2014-2018)



Trustee  
Toni Bell  
(2016-2020)



Trustee  
Ken Clouston  
(2016-2020)



Trustee  
Dr. Joseph Lawrence  
(2017-2018)

APPOINTED OFFICIALS



Deputy Superintendent for  
Instruction  
Alex Ayers, Ed.D.



Superintendent  
Boyd Brown, Ed.D.



Associate Superintendent for  
Instructional Support  
Kirby Eisenhauer

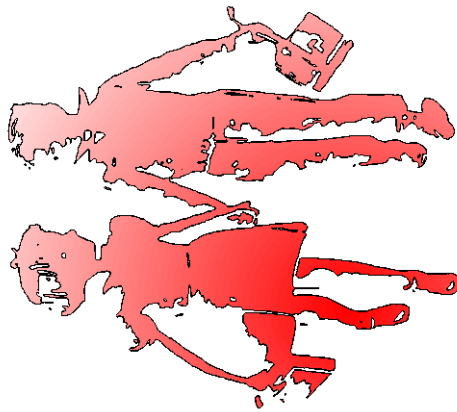
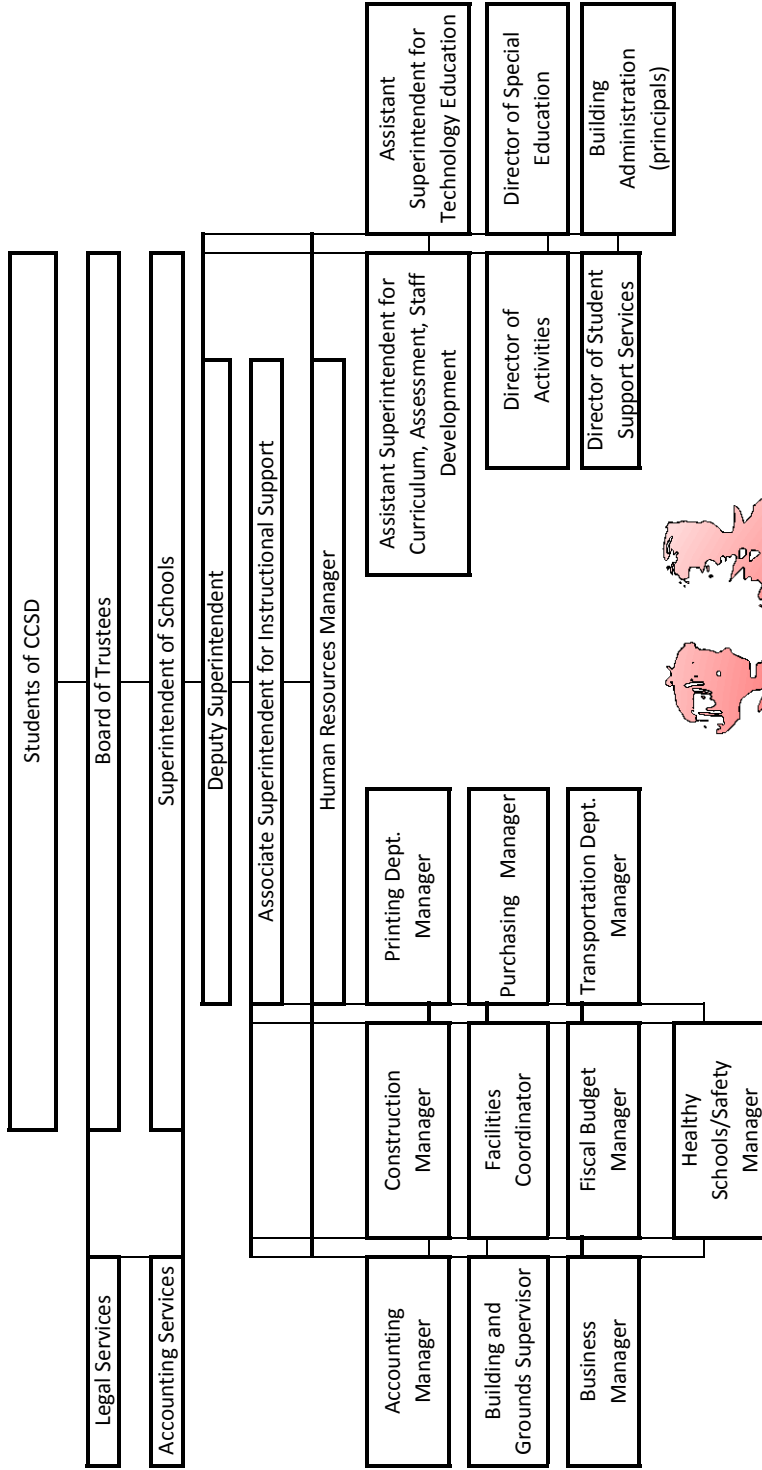


Assistant Superintendent for  
Curriculum, Assessment  
& Staff Development  
Kelly Homby



Assistant Superintendent for  
Technology Education  
Lyla Downey

# Campbell County School District No.1 Organizational Chart



**" Teaching Effectively - Learning Successfully "**



ASSOCIATION OF  
SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL

**The Certificate of Excellence in Financial Reporting  
is presented to**

## **Campbell County School District No. 1**

**for its Comprehensive Annual Financial Report (CAFR)  
for the Fiscal Year Ended June 30, 2016.**

The CAFR has been reviewed and met or exceeded  
ASBO International's Certificate of Excellence standards.



A handwritten signature in black ink, appearing to read 'Anthony N. Dragona', written over a horizontal line.

**Anthony N. Dragona, Ed.D., RSBA**  
President

A handwritten signature in black ink, appearing to read 'John D. Musso', written over a horizontal line.

**John D. Musso, CAE, RSBA**  
Executive Director

***FINANCIAL  
SECTION***



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# BENNETT, WEBER & HERMSTAD, LLP

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## INDEPENDENT AUDITOR'S REPORT

Governing Board  
**Campbell County School District No. 1**  
Gillette, Wyoming

### Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of **Campbell County School District No. 1 (District)** as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the **District's** basic financial statements as listed in the table of contents.

### *Management's Responsibility for the Financial Statements*

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

### *Auditor's Responsibility*

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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, the discretely presented component unit, each major fund, and the aggregate remaining fund information of **Campbell County School District No. 1**, as of June 30, 2017, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Change in Accounting Principle***

As described in Note 4 to the financial statements, in 2017, the **District** adopted new accounting guidance, *GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Our opinion is not modified with respect to this matter.

### ***Other Matters***

#### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 13 and the Schedule of Changes in Campbell County School District No. 1's Total OPEB Liability and Related Ratios, the Schedule of Campbell County School District No. 1's Proportionate Share of the Net Pension Liability - Public Employees' Pension Plan, and the Schedule of Campbell County School District No. 1's Contributions - Public Employees' Pension Plan and the Notes to the Requirement Supplementary Information on pages 53 and 54 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 **District's** basic financial statements. The introductory section, combining statements and individual fund schedules, and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and the Schedule of Expenditures of Federal Awards 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 and the Schedule of Expenditures of Federal Awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

## **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated November 2, 2017, on our consideration of **Campbell County School District No. 1'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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the **District's** 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 **Campbell County School District No. 1's** internal control over financial reporting and compliance.

*Bennett, Weber & Hermstad, LLP*

Gillette, Wyoming  
November 2, 2017

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## CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

### MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

(Unaudited)

This section of the annual financial report presents the management's discussion and analysis (MD&A) of the financial performance of Campbell County School District No.1 during the fiscal year ending June 30, 2017. This report should be read in conjunction with the letter of transmittal in the Introductory Section and the financial statements. The management's discussion and analysis report provides an overall financial performance review of the District as a whole. To enhance their understanding of the District's financial performance readers should also review the notes to the basic financial statements starting on page 26.

### Financial Highlights

Key financial highlights for fiscal year 2017 are as follows:

- The District's financial status improved. In total, net position increased \$18,510,149 which represents a 10.353 percent increase from fiscal year 2016.
- During the year the District had revenues from taxes and other revenues for the governmental and business-type programs of \$190,769,996 and expenditures totaling \$172,259,847 for the governmental and business-type programs.
- General Revenues accounted for \$176,070,946 in revenue or 92.295 percent of total revenues. Program specific revenues in the form of charges for services, and operating grants and contributions accounted for \$14,699,050 or 7.705 percent of total revenues of \$190,769,996.
- As shown in Note 3 G in the Notes to the Basic Financial Statements, the District's outstanding long-term debt increased by \$5,252,271 or 4.675 percent.
- The District had \$172,259,847 in expenses; only \$14,699,050 of these expenses were offset by program specific charges for services and operating grants and contributions revenues. General revenues of \$176,070,946 were adequate to provide for these programs.
- The District's General Fund had \$142,575,556 in revenues and \$139,703,962 in expenditures. After Other Financing Sources (Uses) of (\$855,328) the General Fund June 30, 2017 fund balance increased \$2,016,266 over fiscal year 2016.
- The net position of governmental activities increased by 10.230 percent or \$18,267,552. The net position of the business-type activities increased 104.927 percent or \$242,597.

### Overview of the Financial Statements

This annual report consists of a series of financial statements, notes to those financial statements, and is followed by a section of required supplementary information that further explain and support the financial statements with a comparison of the District's budget for the year. These financial statements are organized so the reader can understand Campbell County School District No.1 as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities. The two basic kinds of financial statements presented are the *government-wide financial statements* and the *fund financial statements*.

**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

**(Unaudited - Continued)**

***Reporting the District as a Whole***

***Government-wide financial statements***

The Statement of Net Position and the Statement of Activities are the two government-wide financial statements presented. The government-wide financial statements are separated into two categories, the Governmental activities and the Business-type activities, and provide both short-term and long-term information on the overall financial status of the District. These reports list the District's programs and services in defined function classifications, established by the State of Wyoming, and are presented to answer the reader's question, "How did Campbell County School District No.1 do financially during fiscal year 2017?" Business-type activities are where the District charges fees to help cover the costs of certain services it provides. In the District's case, there are two business-type activities, the Enterprise Fund-Food Service and the Enterprise Fund - CAT/Preschool. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting considers all the current year's revenues and expenses regardless of when cash is received or paid. These two statements also report the net position and changes in the net position. This change in net position is important because it tells the reader if the financial position of the District as a whole has improved or diminished.

***Reporting the District's Most Significant Funds***

***Fund financial statements***

The fund financial statements provide the next level of detail by focusing on the individual parts of the District and by reporting the operations in more detail than the government-wide statements. Fund financial statements focus on the most significant funds with all other non-major funds presented in total in one column. Campbell County School District No.1 uses many funds to account for a multitude of financial transactions. The General Fund and the Major Capital Projects Fund were the only major governmental funds for fiscal year 2016-2017.

***Fund Types***

Campbell County School District No.1 has three kinds of funds:

***Governmental funds statements***

Most of the District activities are reported in governmental funds, which generally focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the District's general governmental operations and the basic services it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds are reconciled in the financial statements.

***Proprietary funds statements***

Services for which the District charges a fee are generally reported in the proprietary funds and are reported in the same way as the government-wide statements which offer short and long-term financial information about the activities the District operates like a business. The District had two Enterprise Fund programs, the Food Service and the - CAT/Preschool. The other type of a proprietary fund is an Internal Service Fund. An Internal Service Fund may be used to report activities that provide supplies and services for other programs and activities. The District currently uses the Internal Service Fund to account for the financing and operations of its Health Insurance Fund.

**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

**(Unaudited - Continued)**

***Fiduciary funds statements***

Fiduciary funds are held by the District as the trustee, or fiduciary, for assets that belong to others. The District had one fund in this category; the Agency Funds of Student Activities. The District is responsible for ensuring the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. The District excludes these activities from the government-wide financial statements because it cannot use these assets to finance its own operations.

**Financial Analysis of the District as a Whole**

The Statement of Net Position provides the perspective of the District as whole. Figure A provides a summary of the District's net position for 2017 compared to 2016:

Figure A

Condensed Statement of Net Position							
	Governmental Activities		Business-type Activities		Total School District		Total Percentage Change
	2016	2017	2016	2017	2016	2017	2016-2017
Current and other assets	\$ 242,020,376	\$ 214,605,030	\$ 195,467	\$ 451,195	\$ 242,215,843	\$ 215,056,225	(11.213)%
Capital assets	212,198,968	233,300,263	110,245	90,705	212,309,213	233,390,968	9.930 %
<b>Total Assets</b>	<b>454,219,344</b>	<b>447,905,293</b>	<b>305,712</b>	<b>541,900</b>	<b>454,525,056</b>	<b>448,447,193</b>	<b>(1.337)%</b>
Total Deferred Outflows of resources - Relating to Pensions	30,024,209	26,091,008	0	0	30,024,209	26,091,008	(13.100)%
Long-Term Liabilities	111,360,156	117,275,092	0	0	111,360,156	117,275,092	5.312 %
Other Liabilities	22,818,261	20,827,832	74,506	68,097	22,892,767	20,895,929	(8.723)%
<b>Total Liabilities</b>	<b>134,178,417</b>	<b>138,102,924</b>	<b>74,506</b>	<b>68,097</b>	<b>134,252,923</b>	<b>138,171,021</b>	<b>2.918 %</b>
Total Deferred Inflows of Resources - Property Taxes Receivable & Relating to Pensions	171,499,009	139,059,698	0	0	171,499,009	139,059,698	(18.915)%
<b>Net Position</b>							
Net Investment in Capital Assets	209,683,810	225,612,026	110,245	90,705	209,794,055	225,702,731	7.583 %
Restricted	15,807,752	19,929,512	0	0	15,807,752	19,929,512	26.074 %
Unrestricted	(46,925,435)	(48,707,859)	120,961	383,098	(46,804,474)	(48,324,761)	3.248 %
<b>Total Net Position</b>	<b>\$ 178,566,127</b>	<b>\$ 196,833,679</b>	<b>\$ 231,206</b>	<b>\$ 473,803</b>	<b>\$ 178,797,333</b>	<b>\$ 197,307,482</b>	<b>10.353 %</b>

The District's combined net position was greater on June 30, 2017 than on June 30, 2016, increasing by 10.353 percent to \$197,307,482 (See Figure A). This overall increase in the District's financial position was the result of an increase in its governmental activities net position of \$18,267,552 and a net position increase of \$242,597 in its business-type activities.

***Changes in net position***

The District's total revenues for fiscal year 2017 were \$190,769,996. (See Figure B)

**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017  
(Unaudited - Continued)**

Figure B

Changes in Net Position from Operating Results							
	Governmental Activities		Business-type Activities		Total School District		Total Percentage Change
	2016	2017	2016	2017	2016	2017	2016-2017
<b>Revenues</b>							
Program revenues:							
Charges for Services	\$ 705,012	\$ 637,364	\$ 2,079,752	\$ 1,865,951	\$ 2,784,764	\$ 2,503,315	(10.107)%
Operating Grants and Contributions	10,504,944	9,798,364	2,349,122	2,397,371	12,854,066	12,195,735	(5.122)%
General Revenues:							
Taxes: Property levied - specific	144,979,357	148,254,323	-	-	144,979,357	148,254,323	2.259 %
Grants and Contributions not restricted	37,545,192	27,271,085	-	-	37,545,192	27,271,085	(27.365)%
Interest	127,335	322,310	156	240	127,491	322,550	152.998 %
Miscellaneous	207,295	222,988	-	-	207,295	222,988	7.570 %
Gain (loss) on Sale of Capital Assets	161,194	-	-	-	161,194	-	(100.000)%
<b>Total Revenues</b>	<b>194,230,329</b>	<b>186,506,434</b>	<b>4,429,030</b>	<b>4,263,562</b>	<b>198,659,359</b>	<b>190,769,996</b>	<b>(3.971)%</b>
<b>Expenses</b>							
Governmental Activities							
Instruction	98,226,113	97,627,142	-	-	98,226,113	97,627,142	(.610)%
Pupil and Instructional Staff	26,759,574	26,756,140	-	-	26,759,574	26,756,140	(.013)%
General, School & Business Administration	12,467,332	12,421,516	-	-	12,467,332	12,421,516	(.367)%
Operation and Maintenance of Plant	14,937,936	13,683,239	-	-	14,937,936	13,683,239	(8.399)%
Pupil Transportation	10,130,171	10,453,618	-	-	10,130,171	10,453,618	3.193 %
Central	1,955,279	1,643,464	-	-	1,955,279	1,643,464	(15.947)%
Other Support Services	327,766	282,843	-	-	327,766	282,843	(13.706)%
Community Support - Non Instruct. Services	3,926,886	4,072,102	-	-	3,926,886	4,072,102	3.698 %
Debt Service	64,113	68,818	-	-	64,113	68,818	7.339 %
Other - Enterprise Funds	-	-	5,485,433	5,250,965	5,485,433	5,250,965	(4.274)%
<b>Total Expenses</b>	<b>168,795,170</b>	<b>167,008,882</b>	<b>5,485,433</b>	<b>5,250,965</b>	<b>174,280,603</b>	<b>172,259,847</b>	<b>(1.159)%</b>
Excess (deficiency) before transfers	25,435,159	19,497,552	(1,056,403)	(987,403)	24,378,756	18,510,149	(24.073)%
Transfers	(1,303,133)	(1,230,000)	1,303,133	1,230,000	-	-	-
<b>Increase (decrease) in Net Asset:</b>	<b>24,132,026</b>	<b>18,267,552</b>	<b>246,730</b>	<b>242,597</b>	<b>24,378,756</b>	<b>18,510,149</b>	<b>(24.073)%</b>
Net Position - Beginning July 1	156,159,359	178,566,127	(15,524)	231,206	156,143,835	178,797,333	14.508 %
Prior Period Adjustment	(1,725,258)	-	-	-	(1,725,258)	-	-
Net Position - Beginning July 1, as Restated	154,434,101	-	(15,524)	-	154,418,577	-	-
Net Position - Ending June 30	\$ 178,566,127	\$ 196,833,679	\$ 231,206	\$ 473,803	\$178,797,333	\$197,307,482	10.353 %

**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**

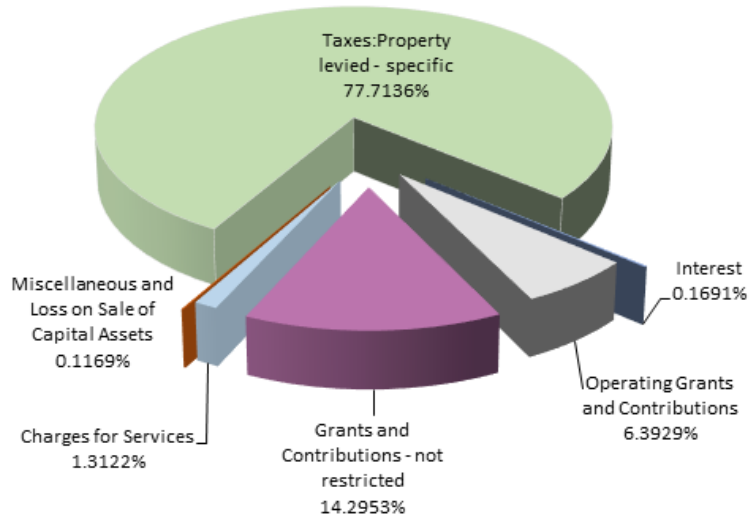
**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

**(Unaudited - Continued)**

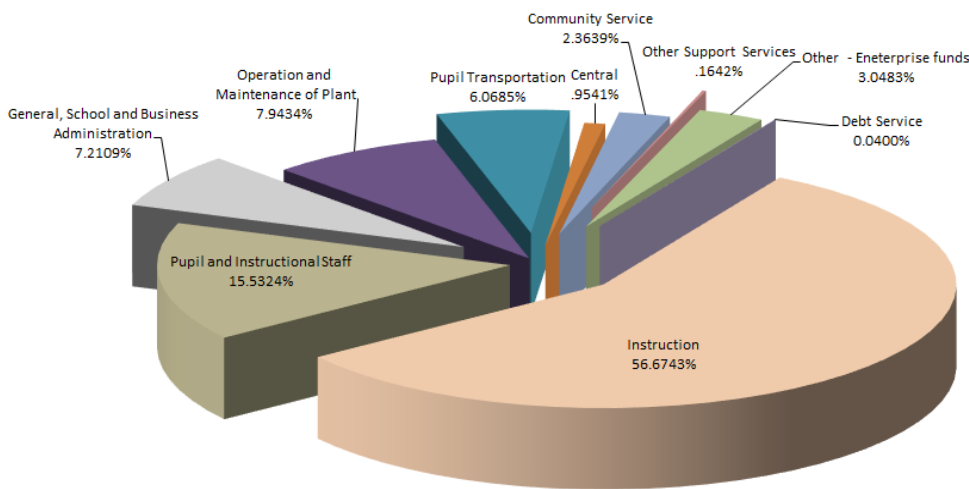
Of the \$190,769,996 total revenues, property taxes of \$148,254,323 accounted for most of the District's revenue, or 77.7136 percent. Local, state and federal aid for specific programs contributed \$12,195,735 or 6.3929 percent, with charges for services of \$2,503,315 or 1.3122 percent, grants and contributions not restricted of \$27,271,085 or 14.2953 percent. The remainder \$545,538 or .2860 percent, resulted from interest earnings, miscellaneous sources and the gain on the Sale of Capital Assets.

The cost of all programs and services totaled \$172,259,847. Of the District's expenses, \$124,383,282 or 72.2067 percent are directly related to the areas of instruction, and pupil and instructional staff. Pupil transportation with costs of \$10,453,618 represents 6.0685 percent, operation and maintenance of plant services costs totaled \$13,683,239 or 7.9434 percent of total expenses. The areas of administration: general, school and business, had expenses totaling \$12,421,516 or 7.2109 percent. Central, which is the office

**Revenue Sources for Fiscal Year 2017**  
Fund types presented: General, Special Revenue, Capital Projects, Debt Service and Proprietary - Enterprise funds



**Expenses for Fiscal Year 2017**  
Fund types presented: General, Special Revenue, Capital Projects, Debt Service and Proprietary - Enterprise funds



of human resources and the costs associated with the Health Insurance Fund, totaled \$1,643,464 or .9541 percent of total expenses, debt service expenses totaled \$68,818 or .0400 percent. Other support services and community services expenses totaling \$4,354,945 represent 2.5281 percent while the enterprise funds totaled \$5,250,965 or 3.0483 percent of total District expenses.

**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

**(Unaudited - Continued)**

Total District revenues for fiscal year 2017 surpassed expenses, increasing the District's net position by \$18,510,149. This year the governmental activities contributed \$18,267,552 to the School District's financial health while the business-type activities of the Enterprise Funds ended with an increase of \$242,597 to its net position.

***Governmental Activities***

***Revenues***

When reviewing Total Governmental specific revenue source changes for 2016-2017 compared to 2015-2016 the changes were:

- The District saw an overall decrease of \$739,653 in Local and County revenue sources in 2016-2017 over 2015-2016. Increased Local revenue areas; Interest of \$191,152 and Miscellaneous of \$15,693, were offset by revenue reductions in; Taxes of \$281,446, Tuition & Fees of \$11,025, Rentals of \$18,256, Charges for Services of \$38,367, Contributions and Donations of \$192,485 and \$404,919 in the County Taxes.
- Revenues from the State of Wyoming decreased \$10,527,434 in 2016-2017 compared to 2015-2016. Increases in the Non-Major Capital Projects Funds of \$1,853,951 and the Non-Major Special Revenue Funds of \$220,807 were offset by decreases of \$12,332,076 in the Major Capital Projects Fund and \$270,116 in the General Fund.
- Revenues from Federal Sources decreased \$260,768 in 2016-2017 compared to 2015-2016. Revenue decreases were seen in the General Fund of \$18,209 and \$242,559 in Non-Major Special Revenue Funds.

***Expenses***

Figure C presents the cost of nine major district activities: instruction, pupil and instructional staff, general, school and business administration, operation and maintenance of plant, pupil transportation, central, other support service, operation of non-instructional services-community support and debt service. The table also shows each activity's *net cost* (total cost less fees generated by the activities and intergovernmental aid provided for specific programs). The net cost shows the financial burden placed on the District's taxpayers by each of these functions.

Figure C

<b>Net Cost of Governmental Activities</b>						
	Total Cost of Services		Percentage Change	Net Cost of Services		Percentage Change
	2016	2017	2016-2017	2016	2017	2016-2017
Instruction	\$ 98,226,113	\$ 97,627,142	(.6098)%	\$ 91,648,784	\$ 91,555,287	(.1020)%
Pupil and Instructional Staff	26,759,574	26,756,140	(.0128)%	22,923,362	23,268,089	1.5038 %
General, School and Business Administration	12,467,332	12,421,516	(.3675)%	12,387,091	12,295,224	(.7416)%
Operation and Maintenance of Plant	14,937,936	13,683,239	(8.3994)%	14,870,248	13,683,239	(7.9824)%
Pupil Transportation	10,130,171	10,453,618	3.1929 %	9,785,589	10,035,855	2.5575 %
Central	1,955,279	1,643,464	(15.9473)%	1,955,279	1,643,464	(15.9473)%
Other Support Services	327,766	282,843	(13.7058)%	72,666	21,240	(70.7704)%
Operation on Non- Instructional Service - Community	3,926,886	4,072,102	3.6980 %	3,878,082	4,001,938	3.1937 %
Debt Service	64,113	68,818	7.3386 %	64,113	68,818	7.3386 %
<b>Total</b>	<b>\$ 168,795,170</b>	<b>\$ 167,008,882</b>	<b>(1.0583)%</b>	<b>\$ 157,585,214</b>	<b>\$ 156,573,154</b>	<b>(.6422)%</b>



## CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

### MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2017 (Unaudited - Continued)

#### ***Governmental Activities - Expenses (continued)***

Total cost of governmental activities for 2016-2017 totaled \$167,008,882. To achieve a net cost to the District for governmental activities, monies received from federal and state governments, which subsidized certain programs with grants and contributions, totaling \$9,798,364 and Charges for Services of \$637,364 are deducted, bringing the total net cost of services to \$156,573,154.

Specific fund expenditure changes before government-wide adjustments for 2016-2017 compared to 2015-2016 showed:

- Expenditures in the Non-Major Special Revenue Funds increased \$3,369,141 in total for 2016-2017 compared to 2015-2016. Of the Non-Major Special Revenue Funds the Campbell County Community Public Recreation District was the only one with a spending increase of \$3,778,052, which was off set by spending decreases of \$242,559 in award funding from federal and state grant sources and \$166,352 in Major Maintenance.
- General Fund expenditures in total increased by \$660,615 in 2016-2017 compared to 2015-2016. Spending in areas directly in contact with students had an overall decrease of \$995,463; a decrease of \$1,090,788 in Instruction areas was off set by a spending increases of \$95,325 in the Pupil and Instructional Staff areas. Additional areas with spending increases were; \$141,928 in School Administration, \$827,626 in Pupil Transportation, \$525,867 in Central, and \$1,591,653 in the Debt Service. These increases were off set by spending decreases of; \$79,114 in General Administration, \$141,316 in Business Administration, \$1,013,476 in Operation and Maintenance of Plant, \$135,479 in Other Support Services and \$61,611 in Community Services.
- The District had an overall decrease of \$5,860,216 in Capital Outlay spending. A decrease in spending of \$12,332,076 in the Major Capital Projects Fund was off set by increase spending of; \$3,571,449 in Non-Major Special Revenue Fund - Campbell County Community Public Recreation District, \$18,490 in Depreciation Reserve, \$1,027,970 in Debt Service and in the Non-Major Capital Projects Funds - Component Projects of \$1,853,951.

#### ***Business-Type Activities***

The District's business-type activities revenues decreased 3.7360 percent to \$4,263,562 and the expenses decreased 4.2744 percent to \$5,250,965. (refer to Figure B) Expenses exceeded revenues by \$987,403 before transfers. When including transfers, the net position of the business-type activities increased by \$242,597 or 4.9268 percent.

### **Financial Analysis of the District's Funds**

#### ***General Fund Budgetary Highlights***

Over the course of the year, the District revised the annual operating budget one time. The reasoning for this budget amendment is one of two categories; budget transfers between function classifications to properly record expenditures and appropriation increases to recognize actual funding received from state and federal sources and to prevent budget over runs.

Although the District's final budget for the General Fund had anticipated revenues and expenditures resulting with a surplus of \$1,829,482 actual results for the year show an increase of \$615,094. Actual revenues of \$140,319,056 were \$10,225,220 lower than expected. All area sources brought in less than budgeted; \$6,972,570 in Local and County sources, \$2,259,613 in State sources and \$993,037 in Federal sources.

The General Fund expenditures had no areas exceeding its budget appropriations for fiscal year 2016-2017. Actual General Fund expenditures were \$139,703,962, or \$9,010,832 below budget. When the unused budgeted contingency funding of

**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017  
(Unaudited - Continued)**

\$934,080 is deducted actual expenditures show a savings of \$8,076,752. General Fund budgeted expenditure savings by established function areas were: \$3,831,746 in Instruction, \$1,999,583 Pupil and Instructional Support, \$341,004 in General, \$113,894 in School and business Administration, \$533,161 in Operation and Maintenance of Plant, \$106,309 in Pupil Transportation, \$76,083 in Central and \$582,557 in Other Support Services, \$472,622 in Community Support and \$19,793 Debit Services.

**Capital Asset and Debt Administration**

**Capital Assets**

As of June 30, 2017 the District's governmental activities had invested \$372,525,620 before depreciation, in a broad range of Capital Assets, including land, school buildings, athletic facilities, computer and audio-visual equipment, vehicles and administrative offices. This represents an increase of \$32,111,710 or 9.4331 percent from fiscal year 2015-2016. Total depreciation expense for the year was \$11,755,762 which brings total accumulated depreciation to \$139,225,357 for fiscal year ending June 30, 2017. (See Figure D)

Governmental Activities Capital Assets had net increases in all areas totaling \$21,101,295; \$11,398,450 Construction in Progress, \$8,530,149 in Buildings and Building Improvements, \$752,917 in Improvements other than Buildings, and \$419,779 in the Equipment and Vehicles area.

At fiscal year end, the District had contractual purchase commitments approximately totaling \$54,618,000, which will be funded by the General Fund, the Major Capital Projects Fund, the Special Revenue Funds - Major Maintenance, Special Revenue Funds - Campbell County Community Public Recreation District, and the Non-Major Component Projects Fund. More detailed information about capital assets can be found in Note 3 C of the Notes to the Basic Financial Statements.

Figure D

<b>Capital Assets (net of depreciation)</b>							
	Governmental Activities		Business-type Activities		Total School District		Total Percentage Change
	2016	2017	2016	2017	2016	2017	2016-2017
Land	\$ 11,962,828	\$ 11,962,828			\$ 11,962,828	\$ 11,962,828	-
Buildings and Building Improvements	138,352,105	146,882,254			138,352,105	146,882,254	6.1655 %
Improvements other than Buildings	18,077,024	18,829,941			18,077,024	18,829,941	4.1651 %
Equipment and Vehicles	7,165,550	7,585,329	110,245	90,705	7,275,795	7,676,034	5.5010 %
Construction in Progress	36,641,461	48,039,911			36,641,461	48,039,911	31.1081 %
<b>Total</b>	<b>\$212,198,968</b>	<b>\$233,300,263</b>	<b>\$ 110,245</b>	<b>\$ 90,705</b>	<b>\$212,309,213</b>	<b>\$233,390,968</b>	<b>9.9297 %</b>

**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017  
(Unaudited - Continued)**

***Debt Administration / Long Term Debt***

On June 30, 2017 the District had \$117,605,259 in other long-term debt outstanding or an increase of 4.6748% from June 30, 2016 as shown in Figure E. (More detailed information about the District's long-term liabilities is presented in Note 3 G of the Notes to the Basic Financial Statements.) On June 30, 2017, the District's overall legal debt limit was \$528,850,285 leaving a legal debt margin of \$528,850,285 available.

Figure E

<b>Outstanding Long Term Debt</b>			
	Total School District		Total Percentage Change
	2016	2017	2016-2017
Other general obligation debt - Capital leases	2,515,158	1,354,728	(46.1375)%
Other general obligation debt - Sick Leave Payable (anticipated)	364,898	338,638	(7.1965)%
Total OPEB Liability	2,384,258	2,230,833	(6.4349)%
Total Pension Liability	107,088,674	113,681,060	6.1560 %
<b>Total</b>	stabilized\$ 112,352,988	\$117,605,259	4.6748 %

**Factors Bearing on the District's Future**

At the time these financial statements were prepared and audited, the District was aware of existing circumstances that could significantly affect its financial health in the future:

- The State of Wyoming's energy related industries experienced a downturn which began in 2015. With the reduced demand for their products, Campbell County has experienced numerous employee layoffs over the past 2 years. Starting in March 2016, local area coal mines eliminated more than 600 area jobs, or about 15 percent of their workforce. With these workforce layoffs the District realized student reduction numbers of 451 students from October 1, 2015 to October 1, 2016. As of October 1, 2017, the District's enrollment seems to have stabilized compared to the prior year, with 25 fewer students enrolled on that date.

Wyoming School Districts receive their funding from the State of Wyoming's school foundation program and the established Wyoming State funding model as defined by statute. The previous mentioned volatility in the State's energy related industries have caused a reduction of assessed property valuations across the state, resulting in drastic tax revenue reductions for the Wyoming school foundation program. With these reductions and future forecasted revenue short falls, the State initiated legislation to reduce district funding for the 2016-2017 Fiscal Year.

In their 2017-2018 biennium budget, the State of Wyoming cut all school districts external cost adjustment funding by one percent for Fiscal Year 2016-2017, approximately \$1,420,000 for Campbell County School District. Due to a combination of loss of enrollment and additional funding cuts, District funding declined an additional 2.3% for the current 2017-2018 fiscal year, approximately \$2,970,000 for Campbell County School District. Further reductions in district funding for the 2018-2019 fiscal year may result, but at this time no amount has been determined.

**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017  
(Unaudited - Continued)**

**Contacting the District's Financial Management**

This financial report is designed to provide the District's citizens, taxpayers, customers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If anyone has questions about this report or needs additional financial information, they may contact the Finance Office, Campbell County School District No.1, 1000 West Eighth Street, PO Box 3033, Gillette, WY 82717-3033 or visit the District's web site at [www.campbellcountyschools.net](http://www.campbellcountyschools.net).

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

STATEMENT OF NET POSITION

June 30, 2017

	Primary Government			Component
	Governmental Activities	Business- Type Activities	Total	Unit  BOCHES
<b>ASSETS</b>				
Cash	\$ 996,842	\$ 22,830	\$ 1,019,672	\$ 619,527
Cash, restricted	1,944,570	-	1,944,570	-
Investments	46,230,570	300,021	46,530,591	105,930
Taxes Receivable (net of allowance for uncollectibles)	145,933,491	-	145,933,491	2,820,528
Accounts Receivable	1,897,490	11,641	1,909,131	-
Internal Balances	(34,185)	34,185	-	-
State Foundation Receivable	9,075,200	-	9,075,200	-
Due From Other Governments	6,820,919	55,750	6,876,669	8,124
Prepaid Expenses	759,851	-	759,851	-
Inventories	980,282	26,768	1,007,050	-
Capital Assets:				
Non-depreciable Capital Assets	60,002,739	-	60,002,739	-
Depreciable Capital Assets, Net	173,297,524	90,705	173,388,229	-
<b>Total Assets</b>	<b>\$ 447,905,293</b>	<b>\$ 541,900</b>	<b>\$ 448,447,193</b>	<b>\$ 3,554,109</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Relating to Pensions	\$ 26,091,008	\$ -	\$ 26,091,008	\$ -
<b>LIABILITIES</b>				
Accounts Payable	\$ 610,520	\$ 56,058	\$ 666,578	\$ 12,005
Accrued Compensation	13,380,051	12,039	13,392,090	-
Advance Payments Received on Grants	43,285	-	43,285	-
Contracts and Retainage Payable	6,333,509	-	6,333,509	-
State Foundation Payable	93,300	-	93,300	-
Estimated Claims Payable	37,000	-	37,000	-
Noncurrent Liabilities:				
Due Within One Year	330,167	-	330,167	-
Due Within More Than One Year	117,275,092	-	117,275,092	-
<b>Total Liabilities</b>	<b>\$ 138,102,924</b>	<b>\$ 68,097</b>	<b>\$ 138,171,021</b>	<b>\$ 12,005</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Relating to Capital Lease	\$ 1,944,570	\$ -	\$ 1,944,570	\$ -
Taxes Levied for Subsequent Years	133,846,000	-	133,846,000	2,565,000
Relating to OPEB	204,156	-	204,156	-
Relating to Pensions	3,064,972	-	3,064,972	-
<b>Total Deferred Inflows of Resources</b>	<b>\$ 139,059,698</b>	<b>\$ -</b>	<b>\$ 139,059,698</b>	<b>\$ 2,565,000</b>
<b>NET POSITION</b>				
Net Investment in Capital Assets	\$ 225,612,026	\$ 90,705	\$ 225,702,731	\$ -
Restricted for:				
Capital Maintenance	8,959,150	-	8,959,150	-
Capital Projects	4,128,342	-	4,128,342	-
Public Recreation	6,842,020	-	6,842,020	-
Unrestricted	(48,707,859)	383,098	(48,324,761)	977,104
<b>Total Net Position</b>	<b>\$ 196,833,679</b>	<b>\$ 473,803</b>	<b>\$ 197,307,482</b>	<b>\$ 977,104</b>

See Notes to the Basic Financial Statements.

**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**

**STATEMENT OF ACTIVITIES**

Year Ended June 30, 2017

	Expenses	Program Revenues	
		Charges for Services	Operating Grants and Contributions
Primary Government			
Governmental Activities:			
Instruction:			
Regular	\$ 70,635,485	\$ 209,162	\$ 3,196,133
Special Education	24,008,647	-	2,652,560
Vocational	2,653,017	-	14,000
Other Instruction	329,993	-	-
Support Services:			
Pupil	15,345,660	-	196,813
Instructional Staff	11,410,480	10,439	3,280,799
General Administration	1,740,647	-	126,292
School Administration	7,134,189	-	-
Business	3,546,680	-	-
Operation and Maintenance of Plant	13,683,239	-	-
Pupil Transportation	10,453,618	417,763	-
Central	1,643,464	-	-
Other Support Services	282,843	-	261,603
Operation of Non-Instructional Services:			
Community Services	4,072,102	-	70,164
Debt Service:			
Interest on Long Term Debt	68,818	-	-
Total Governmental Activities	\$ 167,008,882	\$ 637,364	\$ 9,798,364
Business-type Activities:			
Food Service	\$ 5,224,081	\$ 1,842,792	\$ 2,397,371
Children After School Together	26,884	23,159	-
Total Business-type Activities	\$ 5,250,965	\$ 1,865,951	\$ 2,397,371
Total Primary Government	\$ 172,259,847	\$ 2,503,315	\$ 12,195,735
Component Unit:			
BOCHES	\$ 3,341,925	\$ -	\$ -
General Revenues:			
Taxes:			
Levied for general purposes			
Levied for debt service			
Levied for public recreation			
Grants and Contributions not restricted to specific programs			
Investment Income			
Miscellaneous			
Transfers			
Total General Revenues and Transfers			
Change in Net Position			
Net Position, Beginning July 1			
Prior Period Adjustment			
Net Position, Beginning July 1, As Restated			
Net Position, Ending June 30			

See Notes to the Basic Financial Statements.

Net (Expense) Revenue and Changes in Net Position				
Primary Government			Component Unit	
Governmental Activities	Business-type Activities	Totals	BOCHES	
\$ (67,230,190)	\$ -	\$ (67,230,190)	\$ -	-
(21,356,087)	-	(21,356,087)	-	-
(2,639,017)	-	(2,639,017)	-	-
(329,993)	-	(329,993)	-	-
(15,148,847)	-	(15,148,847)	-	-
(8,119,242)	-	(8,119,242)	-	-
(1,614,355)	-	(1,614,355)	-	-
(7,134,189)	-	(7,134,189)	-	-
(3,546,680)	-	(3,546,680)	-	-
(13,683,239)	-	(13,683,239)	-	-
(10,035,855)	-	(10,035,855)	-	-
(1,643,464)	-	(1,643,464)	-	-
(21,240)	-	(21,240)	-	-
(4,001,938)	-	(4,001,938)	-	-
(68,818)	-	(68,818)	-	-
\$ (156,573,154)	\$ -	\$ (156,573,154)	\$ -	-
\$ -	\$ (983,918)	\$ (983,918)	\$ -	-
-	(3,725)	(3,725)	-	-
\$ -	\$ (987,643)	\$ (987,643)	\$ -	-
\$ (156,573,154)	\$ (987,643)	\$ (157,560,797)	\$ -	-
\$ -	\$ -	\$ -	\$ (3,341,925)	-
\$ 142,818,527	\$ -	\$ 142,818,527	\$ 3,401,730	-
3,578	-	3,578	-	-
5,432,218	-	5,432,218	-	-
27,271,085	-	27,271,085	-	-
322,310	240	322,550	832	-
222,988	-	222,988	-	-
(1,230,000)	1,230,000	-	-	-
\$ 174,840,706	\$ 1,230,240	\$ 176,070,946	\$ 3,402,562	-
\$ 18,267,552	\$ 242,597	\$ 18,510,149	\$ 60,637	-
\$ 180,291,385	\$ 231,206	\$ 180,522,591	\$ 916,467	-
(1,725,258)	-	(1,725,258)	-	-
\$ 178,566,127	\$ 231,206	\$ 178,797,333	\$ 916,467	-
\$ 196,833,679	\$ 473,803	\$ 197,307,482	\$ 977,104	-

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
 June 30, 2017

	General Fund	Major Capital Projects Fund	Non-Major Governmental Funds	Total Governmental Funds
<b>ASSETS</b>				
Cash	\$ 412,167	\$ -	\$ 545,478	\$ 957,645
Cash, restricted	1,944,570	-	-	1,944,570
Investments	21,311,156	-	21,258,637	42,569,793
Taxes Receivable (net of allowance for uncollectibles)	141,372,701	-	4,560,790	145,933,491
Accounts Receivable	132,335	-	-	132,335
Due From Other Funds	2,542,785	-	417,480	2,960,265
State Foundation Receivable	9,075,200	-	-	9,075,200
Due From Other Governments	369,253	4,804,544	1,647,122	6,820,919
Prepaid Expenses	759,851	-	-	759,851
Inventories	980,282	-	-	980,282
<b>Total Assets</b>	<b>\$178,900,300</b>	<b>\$ 4,804,544</b>	<b>\$ 28,429,507</b>	<b>\$212,134,351</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
<b>LIABILITIES</b>				
Accounts Payable	\$ 322,885	\$ -	\$ 25,436	\$ 348,321
Accrued Compensation	13,160,242	-	219,809	13,380,051
Advance Payments Received on Grants	43,285	-	-	43,285
Contracts and Retainage Payable	-	3,068,433	3,265,076	6,333,509
State Foundation Payable	93,300	-	-	93,300
Due To Other Funds	451,665	1,736,111	806,674	2,994,450
<b>Total Liabilities</b>	<b>\$ 14,071,377</b>	<b>\$ 4,804,544</b>	<b>\$ 4,316,995</b>	<b>\$ 23,192,916</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Relating to Capital Lease	\$ 1,944,570	\$ -	\$ -	\$ 1,944,570
Unavailable Taxes	141,039,977	-	4,550,057	145,590,034
<b>Total Deferred Inflows of Resources</b>	<b>\$142,984,547</b>	<b>\$ -</b>	<b>\$ 4,550,057</b>	<b>\$147,534,604</b>
<b>FUND BALANCES</b>				
Nonspendable	\$ 1,740,133	\$ -	\$ -	\$ 1,740,133
Restricted	-	-	19,562,455	19,562,455
Committed	517,535	-	-	517,535
Unassigned	19,586,708	-	-	19,586,708
<b>Total Fund Balances</b>	<b>\$ 21,844,376</b>	<b>\$ -</b>	<b>\$ 19,562,455</b>	<b>\$ 41,406,831</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$178,900,300</b>	<b>\$ 4,804,544</b>	<b>\$ 28,429,507</b>	<b>\$212,134,351</b>

See Notes to the Basic Financial Statements.



**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**

**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE  
GOVERNMENT-WIDE STATEMENT OF NET POSITION**

June 30, 2017

Total Governmental Fund Balances	<b>\$ 41,406,831</b>
Amounts reported for governmental activities in the statement of net position are different because:	
Property and production taxes are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	<b>11,744,034</b>
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	
Non-depreciable capital assets	<b>60,002,739</b>
Depreciable assets	<b>312,522,881</b>
Less: accumulated depreciation	<u><b>(139,225,357)</b></u>
	<b>233,300,263</b>
An Internal Service Fund is used by Campbell County School District No. 1 to charge the cost of the District's health insurance to individual funds. The assets and liabilities of the internal service fund are included in the governmental activities in the statement of net position. Internal Service Fund net position is:	<b>5,165,930</b>
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Capital Leases Payable	<b>1,354,728</b>
Sick Leave Payable	<b>338,638</b>
Total OPEB Liability	<b>2,230,833</b>
Net Pension Liability	<u><b>113,681,060</b></u>
	<b>(117,605,259)</b>
Deferred outflows and inflows of resources related to pensions and OPEB are applicable to future periods and, therefore, are not reported in the funds.	
Deferred outflows of resources related to pensions	<b>26,091,008</b>
Deferred inflows of resources related to pensions	<b>(3,064,972)</b>
Deferred inflows of resources related to OPEB	<u><b>(204,156)</b></u>
	<b>22,821,880</b>
<b>Net Position of Governmental Activities</b>	<b>\$ 196,833,679</b>

See Notes to the Basic Financial Statements.

**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**

**GOVERNMENTAL FUNDS**

Year Ended June 30, 2017

	General Fund	Major Capital Projects Fund	Non-Major Governmental Funds	Total Governmental Funds
<b>REVENUES</b>				
Local Sources:				
Taxes	\$ 109,084,882	\$ -	\$ 5,222,469	\$ 114,307,351
Investment Income	200,277	-	115,352	315,629
Rentals	22,436	-	-	22,436
Charges for Services	614,928	-	-	614,928
Contributions and Donations	209,629	-	-	209,629
Miscellaneous	222,988	-	-	222,988
<b>Total Local Sources</b>	<b>\$ 110,355,140</b>	<b>\$ -</b>	<b>\$ 5,337,821</b>	<b>\$ 115,692,961</b>
County Sources:				
Taxes	\$ 27,360,729	\$ -	\$ -	\$ 27,360,729
State Sources:				
Intergovernmental	\$ 4,705,729	\$ 19,592,263	\$ 7,526,112	\$ 31,824,104
Federal Sources:				
Intergovernmental	\$ 153,958	\$ -	\$ 4,881,758	\$ 5,035,716
<b>Total Revenues</b>	<b>\$ 142,575,556</b>	<b>\$ 19,592,263</b>	<b>\$ 17,745,691</b>	<b>\$ 179,913,510</b>
<b>EXPENDITURES</b>				
Current:				
Instruction:				
Regular	\$ 52,509,344	\$ -	\$ 1,707,401	\$ 54,216,745
Special Education	20,583,703	-	1,681,976	22,265,679
Vocational Education	2,639,017	-	14,000	2,653,017
Other Instruction	309,837	-	-	309,837
Support Services:				
Pupil	14,051,986	-	150,636	14,202,622
Instructional Staff	9,558,363	-	1,010,033	10,568,396
General Administration	1,540,883	-	47,871	1,588,754
School Administration	7,125,390	-	-	7,125,390
Business	2,686,152	-	-	2,686,152
Operation and Maintenance of Plant	12,066,423	-	988,947	13,055,370
Pupil Transportation	11,504,102	-	-	11,504,102
Central	2,086,830	-	1,311,428	3,398,258
Other Support	60,874	-	186,679	247,553
Operation of Non-Instructional Service:				
Community Services	71,888	-	3,989,633	4,061,521
Capital Outlay	-	19,592,263	9,217,170	28,809,433
Debt service:				
Principal	2,840,352	-	-	2,840,352
Interest	68,818	-	-	68,818
<b>Total Expenditures</b>	<b>\$ 139,703,962</b>	<b>\$ 19,592,263</b>	<b>\$ 20,305,774</b>	<b>\$ 179,601,999</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 2,871,594	\$ -	\$ (2,560,083)	\$ 311,511
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	\$ -	\$ -	\$ 250,000	\$ 250,000
Transfers (Out)	(2,536,241)	-	-	(2,536,241)
Sale of General Capital Assets	991	-	-	991
Capital Lease	1,679,922	-	-	1,679,922
<b>Total Other Financing Sources (Uses)</b>	<b>\$ (855,328)</b>	<b>\$ -</b>	<b>\$ 250,000</b>	<b>\$ (605,328)</b>
Net Changes in Fund Balances	\$ 2,016,266	\$ -	\$ (2,310,083)	\$ (293,817)
FUND BALANCES, BEGINNING JULY 1	19,828,110	-	21,872,538	41,700,648
FUND BALANCES, ENDING JUNE 30	\$ 21,844,376	\$ -	\$ 19,562,455	\$ 41,406,831

See Notes to the Basic Financial Statements.

**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES**

Year Ended June 30, 2017

Net Changes in Fund Balances - Total Governmental Funds		<b>\$ (293,817)</b>
Amounts reported for governmental activities in the Statement of Activities are different because:		
Timing differences for the recognition of property and production tax revenues between revenues reported in the funds and revenues reported in the Statement of Activities.		<b>6,586,243</b>
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.		
Capital Outlays	<b>32,862,539</b>	
Depreciation	<b>(11,755,762)</b>	
		<b>21,106,777</b>
Governmental funds recognize gain on sale of capital assets as the sales proceeds received. However, in the Statement of Activities, this amount is reduced by the remaining net book value of the disposed assets. This is the amount of the net book value of the disposed assets.		<b>(5,482)</b>
Capital lease proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position.		<b>(1,679,922)</b>
An Internal Service Fund is used by Campbell County School District No. 1 to charge the cost of the District's health insurance to individual funds. The net income of the internal service fund is reported with governmental activities.		<b>1,062,922</b>
Repayment of capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.		<b>2,840,352</b>
Decrease in long-term sick leave payable is not reflected in the governmental funds, but decreases long-term liabilities in the Statement of Net Position.		<b>26,260</b>
Governmental funds report District OPEB payments as expenditures. However, in the Statement of Activities, the cost of OPEB benefits earned net of Retiree payments is reported as OPEB expense.		
Retiree payments	<b>292,299</b>	
Cost of benefits earned	<b>(343,030)</b>	
		<b>(50,731)</b>
Governmental funds report District pension contributions as expenditures. However, in the Statement of Activities, the cost of pension benefits earned net of employee contributions is reported as pension expense.		
District pension contributions	<b>7,123,638</b>	
Cost of benefits earned net of employee contributions	<b>(18,448,688)</b>	
		<b>(11,325,050)</b>
<b>Change in Net Position of Governmental Activities</b>		<b>\$ 18,267,552</b>

See Notes to the Basic Financial Statements.

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

STATEMENT OF REVENUES, EXPENDITURES AND CHANGE  
IN FUND BALANCE - BUDGET (NON-GAAP) AND ACTUAL  
GENERAL FUND

Year Ended June 30, 2017

	Budgeted Amounts		
	Original and Final	Actual *	Variance With Final Budget
<b>REVENUES</b>			
Local Sources:			
Taxes	\$ 111,826,709	\$ 107,587,982	\$ (4,238,727)
Investment Income	170,500	200,277	29,777
Rentals	35,150	22,436	(12,714)
Charges for Services	750,244	614,928	(135,316)
Contributions and Donations	592,487	209,629	(382,858)
Miscellaneous	325,000	222,988	(102,012)
<b>Total Local Revenues</b>	<b>\$ 113,700,090</b>	<b>\$ 108,858,240</b>	<b>\$ (4,841,850)</b>
County Sources:			
Taxes	\$ 28,742,149	\$ 26,611,429	\$ (2,130,720)
State Sources:			
Intergovernmental	\$ 6,965,342	\$ 4,705,729	\$ (2,259,613)
Federal Sources:			
Intergovernmental	\$ 1,136,695	\$ 143,658	\$ (993,037)
<b>Total Revenues</b>	<b>\$ 150,544,276</b>	<b>\$ 140,319,056</b>	<b>\$ (10,225,220)</b>
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular	\$ 55,449,116	\$ 52,509,344	\$ 2,939,772
Special Education	22,190,351	20,583,703	1,606,648
Vocational Education	2,657,328	2,639,017	18,311
Other Instruction	312,880	309,837	3,043
Support Services:			
Pupil	15,849,356	14,051,986	1,797,370
Instructional Staff	9,925,197	9,558,363	366,834
General Administration	1,881,887	1,540,883	341,004
School Administration	7,149,816	7,125,390	24,426
Business	2,775,620	2,686,152	89,468
Operation and Maintenance of Plant	12,618,518	12,066,423	552,095
Pupil Transportation	11,610,411	11,504,102	106,309
Central	2,162,913	2,086,830	76,083
Other Support	644,491	60,874	583,617
Operation of Non-Instructional Services:			
Community Services	557,947	71,888	486,059
Debt service:			
Principal	2,860,145	2,840,352	19,793
Interest	68,818	68,818	-
<b>Total Expenditures</b>	<b>\$ 148,714,794</b>	<b>\$ 139,703,962</b>	<b>\$ 9,010,832</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>\$ 1,829,482</b>	<b>\$ 615,094</b>	<b>\$ (1,214,388)</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers (Out)	\$ (2,480,000)	\$ (2,536,241)	\$ (56,241)
Sale of General Capital Assets	-	991	991
Capital Lease	1,679,922	1,679,922	-
<b>Total Other Financing (Uses)</b>	<b>\$ (800,078)</b>	<b>\$ (855,328)</b>	<b>\$ (55,250)</b>
<b>Net Change in Fund Balance</b>	<b>\$ 1,029,404</b>	<b>\$ (240,234)</b>	<b>\$ (1,269,638)</b>
<b>FUND BALANCE, BEGINNING JULY 1</b>	<b>22,177,910</b>	<b>22,177,910</b>	<b>-</b>
<b>FUND BALANCE, ENDING JUNE 30</b>	<b>\$ 23,207,314</b>	<b>\$ 21,937,676</b>	<b>\$ (1,269,638)</b>

See Notes to the Basic Financial Statements.

\* The actual revenues and expenditures reflected in this statement have been adjusted to the method of accounting used for budgetary purposes.

**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**

**STATEMENT OF NET POSITION  
PROPRIETARY FUNDS**

June 30, 2017

	Business-Type Activities <u>Enterprise Funds</u>	Nonmajor Internal Service Fund <u>Health Insurance</u>
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash	\$ 22,830	\$ 39,197
Investments	300,021	3,660,777
Accounts Receivable	11,641	1,765,155
Due From Other Funds	34,185	-
Due From Other Governments	55,750	-
Inventories	26,768	-
<b>Total Current Assets</b>	<b>\$ 451,195</b>	<b>\$ 5,465,129</b>
Capital Assets, Net	\$ 90,705	\$ -
<b>Total Assets</b>	<b>\$ 541,900</b>	<b>\$ 5,465,129</b>
<b>LIABILITIES</b>		
<b>CURRENT LIABILITIES</b>		
Accounts Payable	\$ 56,058	\$ 262,199
Accrued Compensation	12,039	-
Estimated Claims Payable	-	37,000
<b>Total Liabilities</b>	<b>\$ 68,097</b>	<b>\$ 299,199</b>
<b>NET POSITION</b>		
Net Investment in Capital Assets	\$ 90,705	\$ -
Unrestricted	383,098	5,165,930
<b>Total Net Position</b>	<b>\$ 473,803</b>	<b>\$ 5,165,930</b>

See Notes to the Basic Financial Statements.

**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION  
PROPRIETARY FUNDS**

Year Ended June 30, 2017

	Business-Type Activities Enterprise Funds	Nonmajor Internal Service Fund Health Insurance
<b>OPERATING REVENUES</b>		
Charges for Services	\$ 1,865,951	\$ 20,519,193
<b>OPERATING EXPENSES</b>		
Salaries	\$ 1,506,829	\$ 40,522
Fringe Benefits	1,040,094	33,017
Claims and Contractual Services	-	20,445,654
Purchased Services	11,204	-
Materials and Supplies	305,810	-
Direct Food Costs	2,354,966	-
Depreciation	19,540	-
Other	12,522	-
Total Operating Expenses	\$ 5,250,965	\$ 20,519,193
Operating (Loss)	\$ (3,385,014)	\$ -
<b>NONOPERATING REVENUES</b>		
Donated Commodities	\$ 298,690	\$ -
Intergovernmental Grants	2,098,681	-
Investment Income	240	6,681
Total Nonoperating Revenues	\$ 2,397,611	\$ 6,681
Income (Loss) Before Transfers	\$ (987,403)	\$ 6,681
<b>TRANSFERS</b>		
Transfers In	\$ 1,230,000	\$ 1,056,241
Changes in Net Position	\$ 242,597	\$ 1,062,922
NET POSITION, BEGINNING JULY 1	231,206	4,103,008
NET POSITION, ENDING JUNE 30	\$ 473,803	\$ 5,165,930

See Notes to the Basic Financial Statements.

**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**

**STATEMENT OF CASH FLOWS**

**PROPRIETARY FUNDS**

Year Ended June 30, 2017

	Business-Type Activities <u>Enterprise Funds</u>	Nonmajor Internal Service Fund <u>Health Insurance</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Cash Received from Customers	\$ 1,867,900	\$ -
Cash Payments from Interfund Services Provided	-	20,524,808
Cash Payments to Employees for Services	(1,502,957)	(40,522)
Cash Payments for Employee Benefits	(1,040,094)	(33,017)
Cash Payments for Goods and Services	(2,415,215)	(20,453,967)
Net Cash (Used In) Operating Activities	\$ (3,090,366)	\$ (2,698)
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>		
Intergovernmental Grants Received	\$ 2,093,240	\$ -
Transfers In From Other Funds	1,230,000	1,056,241
Net Cash Provided By Noncapital Financing Activities	\$ 3,323,240	\$ 1,056,241
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Investment Income	\$ 240	\$ 6,681
Proceeds from Maturities of Investments	930,099	20,402,698
Purchase of Investments	(1,230,086)	(21,633,084)
Decrease in Cash Pooled in General Fund	3,725	-
Net Cash (Used In) Investing Activities	\$ (296,022)	\$ (1,223,705)
Net (Decrease) in Cash	\$ (63,148)	\$ (170,162)
Cash, Beginning July 1	85,978	209,359
Cash, Ending June 30	\$ 22,830	\$ 39,197
<b>Reconciliation of Operating (Loss) to Net Cash (Used in) Operating Activities</b>		
Operating (Loss)	\$ (3,385,014)	\$ -
Adjustments:		
Depreciation	19,540	-
Donated Commodities Used During Year	298,690	-
(Increase) Decrease in Assets:		
Accounts Receivable	1,949	5,615
Inventories	(19,122)	-
Increase (Decrease) in Liabilities:		
Accounts Payable	(10,281)	(7,313)
Estimated Claims Payable	-	(1,000)
Accrued Compensation	3,872	-
Net Cash (Used in) Operating Activities	\$ (3,090,366)	\$ (2,698)
<b>NONCASH NONCAPITAL FINANCING ACTIVITIES</b>		
Donated Food Commodities	\$ (298,690)	\$ -

See Notes to the Basic Financial Statements.

**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**

**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES  
FIDUCIARY FUND**

June 30, 2017

	Agency Fund
<b>ASSETS</b>	
Cash	\$ 96,819
Investments	583,993
Total Assets	\$ 680,812
<b>LIABILITIES</b>	
Due to Student Groups	\$ 680,812

See Notes to the Basic Financial Statements.



**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1  
NOTES TO THE BASIC FINANCIAL STATEMENTS**

**Note 1. Summary of Significant Accounting Policies**

**A. Reporting Entity**

Campbell County School District No. 1 (the District), is a political subdivision of the State of Wyoming and provides a broad range of educational services to the youth of Campbell County, Wyoming. It is governed by an elected board of seven trustees. As required by accounting principles generally accepted in the United States of America, these financial statements present the District and its component units, for which the District is considered to be financially accountable. The blended component unit, although a legally separate unit, is in substance part of the District's operations. The discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government. The component units also have a June 30 year end.

Blended Component Unit - The Campbell County Community Public Recreation District (CCCPRD) provides funding to the Campbell County community for recreation projects, which may include facilities, construction, programs and equipment. The Campbell County School District No. 1 Board of Trustees appoints all five members of the CCCPRD's Governing Board. CCCPRD is fiscally dependent on the District because the District's Board of Trustees must approve annually a 1 mill levy which provides the CCCPRD's funding. CCCPRD is reported as a special revenue fund.

Discretely Presented Component Unit - The Board of Cooperative Higher Educational Services (BOCHES) provides a broad range of educational services for adults. The District's Board of Trustees appoints three of the seven members of BOCHES' Governing Board. The Board is fiscally dependent on the District because the District's Board of Trustees must approve annually a .5 mill levy, which provides the majority of the Board's funding.

Complete financial information for these component units may be obtained at Board of Cooperative Higher Educational Services and Campbell County Community Public Recreation District administrative offices located at 1000 W. Eighth Street, Gillette, Wyoming.

**B. Government-Wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items properly not included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and the fiduciary fund, even though the latter is excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

## NOTES TO THE BASIC FINANCIAL STATEMENTS

### Note 1. Summary of Significant Accounting Policies (Continued)

#### C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property and production taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to claims and judgments, are recorded only when payment is due.

Property and production taxes, interest and charges for services associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The government reports the following major governmental funds:

The *general fund* is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The *major capital projects fund* was established in accordance with Wyoming Statutes and accounts for money received from the Wyoming School Facilities Department, which is used to construct new schools.

The other governmental funds of the District account for grants and other resources whose use is restricted to a particular purpose.

#### Nonmajor Special Revenue Funds

The Special Revenue Funds are used to account for the proceeds of specific revenue sources that are restricted to expenditure for specified purposes.

*Major Maintenance* - This fund was established by the District in accordance with Wyoming Statutes. This fund accounts for the revenues and expenditures for capital maintenance allocations determined by the Wyoming Department of Education. This fund is being funded by the State.

*Campbell County Community Public Recreation District (CCCPRD)* - This fund provides funding to the Campbell County community for recreation projects, which may include facilities, construction, programs and equipment.

*Title I Basic/Neglected and Delinquent* - This fund accounts for federal revenues used to assist the District in meeting the special needs of educationally deprived children who reside in areas with high concentrations of children from low-income families, including providing drop-out prevention, coordination of health and social services, and programs to meet the unique educational needs of youth at educational risk, including pregnant and parenting teens, youth who have come in contact with the juvenile justice system, youth at least one year behind their expected grade level, migrant youth, students with limited English proficiency, and gang members.

*Title IIIA* - This fund accounts for federal revenues used to support sustained and intensive high-quality professional development for educators in the core academic subjects.

## NOTES TO THE BASIC FINANCIAL STATEMENTS

### Note 1. Summary of Significant Accounting Policies (Continued)

*Carl Perkins* - This fund accounts for federal revenues used to develop the technical, vocational, and academic skills of secondary and post-secondary students.

*Part B* - This fund accounts for federal revenues used to assist schools in the identification of handicapped children, development of procedural safeguards, implementation of least restrictive environments, and provision of full educational opportunities to handicapped children at the preschool, elementary, and secondary levels.

*Mathematics & Science Partnerships* - This fund accounts for federal revenues used to improve the academic achievement in mathematics and science by encouraging schools to participate in programs that improve and upgrade the status and stature of mathematics and science teaching.

*Title III* - This fund accounts for federal revenues used to ensure that Limited English Proficient (LEP) students, including immigrant children, develop English proficiency and meet the same academic content and achievement standards as other students are expected to meet.

*McKinney Homeless* - This fund accounts for federal revenues used to provide homeless children and youth with an appropriate education and the supplies and other physical needs required to attain the education. These funds are also used to raise the awareness of professional educators to better identify homeless children and youth and to understand their special needs.

Nonmajor Debt Service Fund - This fund accounts for financial resources which was originally to be used for principal and interest payments on general obligation long-term debt. The debt has since been retired; the funds are now restricted for capital projects at the Campbell County High School South Campus, which was the facility the general obligation long-term debt originally funded.

#### Nonmajor Capital Projects Funds

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities. Following are descriptions of the nonmajor capital projects funds:

*Depreciation Reserve Fund* - This fund was established in accordance with Wyoming Statutes. The statutes allow the District to establish reserves for the purpose of purchasing or replacing specified equipment or a depreciation reserve for equipment and school building repair. This fund is funded by transfers from the General Fund.

*Component Projects Fund* - This fund was established in accordance with Wyoming Statutes. It was created for the purpose of accounting for the replacement, repair and upgrades of single building components as determined by the Wyoming School Facilities Department. This fund is being funded by the Wyoming School Facilities Department.

## NOTES TO THE BASIC FINANCIAL STATEMENTS

### Note 1. Summary of Significant Accounting Policies (Continued)

Additionally, the government reports the following fund types:

**Proprietary Funds** - Proprietary funds focus on the determination of the changes in net position, financial position and cash flows. The District's proprietary funds consist of two enterprise funds and an internal service fund. Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The District's enterprise funds are the Food Service Fund, which accounts for the financial transactions related to the food service operations of the District, and the CAT/Preschool Fund, which accounts for before and after school child care services. The internal service fund accounts for operations that provide services to other funds of Campbell County School District No. 1 on a cost-reimbursement basis. The District uses the internal service fund to account for the financing and operations of the District's self-insurance dental plan and for payments of insurance premiums for the third party multiple employer welfare arrangement which provides medical benefits.

**Fiduciary Fund** - The District's fiduciary fund is an agency fund. Agency funds are custodial in nature (assets plus deferred outflows of resources equal liabilities plus deferred inflows of resources) and do not involve measurement of results of operations.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the food service enterprise fund are charges for food sales. Operating expenses for the food service enterprise fund include direct food costs, salaries and related benefits, depreciation on capital assets and other administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. The principal operating revenues of the CAT/Preschool enterprise fund are charges for child care. Operating expenses for the CAT/Preschool enterprise fund include salaries and related benefits and other administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

#### D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position or Fund Balance

##### 1. Cash and Investments

The District's cash and cash equivalents are considered to be cash on hand and demand deposit accounts.

Investments (all of which have maturities of less than one year) for the District, as well as for its component units, are reported at fair value in accordance with GASB Statement No. 72, *Fair Value Measurement and Application*. Accordingly, the change in fair value of investments is recognized as an increase or decrease to investment assets and investment income.

The District's restricted cash consists of proceeds from a capital lease which were placed into an interest bearing account, the proceeds of which were restricted by the lending institution and could only be released to the leasing company. Subsequent to year end these funds were released to the leasing company and the District received the related capital assets.

##### 2. Prepaid Expenses

Payments made to vendors for services that will benefit periods beyond the date of this report are recorded as prepaid expenses and are accounted for on the consumption method.

## NOTES TO THE BASIC FINANCIAL STATEMENTS

### Note 1. Summary of Significant Accounting Policies (Continued)

#### 3. Inventory

On government-wide and fund financial statements, governmental inventories are presented at average cost which is not in excess of market. Inventory in the General Fund consists of expendable supplies held for consumption and are accounted for using the "consumption" method, whereby the costs are recorded as an expenditure at the time the individual inventory items are used.

On government-wide and fund financial statements, proprietary food service inventories are presented at cost. Inventory in the Food Service Fund consists of donated food and purchased food and is expensed when purchased and then adjusted to the end-of-year actual physical inventory count.

#### 4. Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "Due From Other Funds/Due To Other Funds". These amounts are eliminated in the governmental and business-type activities columns of the statement of net position, except for the net residual amounts due between governmental and business-type activities.

#### 5. Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net position and in the respective fund.

All capital assets are capitalized at cost and updated for additions and retirements during the year. Buildings and building improvements with an individual cost of less than \$100,000, improvements other than buildings less than \$50,000, and equipment and vehicles with an individual cost less than \$5,000 are not capitalized. Donated capital assets are recorded at their acquisition value at date of receipt. Donated capital assets acquired prior to July 1, 2015 are stated at fair value as of the date of donation. The District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

All reported capital assets except land and construction in progress are depreciated. Depreciation is computed using the straight-line method over the following useful lives:

Description	Governmental Activities Estimated Lives	Business- Type Activities Estimated Lives
Buildings and building improvements	7 - 50 years	N/A
Improvements other than buildings	15 - 20 years	N/A
Equipment and vehicles	5 - 20 years	5 - 20 years

#### 6. Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the District will compensate the employees for the benefits through paid time off or some other means, such as payment for unused accumulated vacation leave upon termination of services. The District records a liability for accumulated unused vacation time when earned for all eligible employees. The amount due for unused vacation leave is included in accrued compensation in the government-wide statements. The District anticipates that this amount will be liquidated using currently available resources. Therefore, the entire amount is included in accrued compensation in the governmental fund financial statements.

## NOTES TO THE BASIC FINANCIAL STATEMENTS

### Note 1. Summary of Significant Accounting Policies (Continued)

The District's sick leave reimbursement policy allows an employee who leaves the District to be reimbursed for unused accumulated sick leave. The amount that is actually due at year-end is recorded as a payable in the General Fund. Due means the employee has applied for the leave but has not received payment at year end. Amounts not due at year end are recorded as long-term debt in the government-wide statement of net position.

#### 7. Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements.

In general, payables and accrued liabilities that will be paid from governmental funds are reported on the governmental fund financial statements regardless of whether they will be liquidated with current resources. However, claims and judgments that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they will be paid with current, expendable, available financial resources. In general, liabilities that mature or come due for payment during the fiscal year are considered to have been made with current available financial resources. Long-term capital leases, the long-term portion of sick leave payable, the total OPEB (other than pension postemployment benefits) liability that has accrued but not yet been applied for that will be paid from governmental funds, and the District's proportionate share of the long-term net pension liability of the Wyoming Retirement System's Public Employees' pension plan are recognized as liabilities in the government-wide financial statements.

#### 8. Defined Benefit Obligations

For purposes of measuring the total OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, benefit payments are recognized when due and payable in accordance with the benefit terms.

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 Wyoming Retirement System Public Employees' Pension Plan (Plan), and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by the Plan. 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.

#### 9. Fund Balance

The District reports fund balance in its governmental funds based on hierarchy of classifications that are primarily based on the extent to which the District is bound to honor constraints on the specific purpose for which amounts can be spent. The fund balance classifications used by the District's governmental funds are as follows:

*Nonspendable fund balances* - Those balances representing amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to remain intact. The not in spendable form criteria includes items that are not expected to be converted to cash. The amounts reported as nonspendable fund balances are determined before classifying the amounts as restricted, committed, or assigned.

*Restricted fund balances* - Those balances representing amounts that are externally restricted by creditors, grantors, contributors, or laws or regulations of other governments. Restrictions can also be imposed through law, constitutional provisions, or enabling legislation. Restricted fund balances are reported by the District's governmental funds.

## NOTES TO THE BASIC FINANCIAL STATEMENTS

### Note 1. Summary of Significant Accounting Policies (Continued)

*Committed fund balances* - Those balances representing amounts that can only be used for specified purposes as imposed by formal actions of the District's highest level of decision making authority, the Board of Trustees. Those committed amounts cannot be used for any other purpose unless the District removes or changes the specified use through the same formal action.

*Assigned fund balances* - Those balances representing amounts that are constrained by the District to be used for a specified purpose. These amounts are neither restricted nor committed. The authority for making or changing an assignment of fund balance resides with the Assistant Superintendent for Instructional Support. Assigned fund balances represent all remaining amounts reported in all the governmental funds except for the General Fund. Assigned fund balances are not classified as nonspendable and are neither restricted nor committed.

*Unassigned fund balances* - Those fund balances representing the remaining classification for the General Fund. This balance represents the fund balance of the General Fund that has not been assigned to other funds and has not been restricted, committed, or assigned to specific purposes in the General Fund. If expenditures incurred for specified purposes exceed the amounts restricted, committed, or assigned for those purposes, a negative unassigned fund balance may be reported.

Sometimes the District will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the District's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

#### 10. Net Position

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on its use through enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

Sometimes the District will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted-net position and unrestricted-net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which resources are considered to be applied. It is the District's policy to consider restricted-net position to have been depleted before unrestricted-net position is applied.

#### 11. Property and Production Tax Revenues

Property and production tax revenues represent property and production taxes for 2016 and prior years which were collected during the year ended June 30, 2017. Property is annually valued and assessed January 1. Property and production taxes are levied by the first Monday of August and payable in two installments on September 1 and March 1. These installments become delinquent and thus payable, on November 10 and May 10. The taxpayer may elect, without penalty, to pay the entire balance by December 31. If not paid, property and production taxes attach as an enforceable lien on property as of May 11. Property and production tax revenues are recognized when levied to the extent that they result in current receivables, which means when collected within the current period or expected to be collected within 60 days of the fiscal year end to be used to pay liabilities of the current period on the financial statements. Property and production taxes which are not current receivables are offset by deferred inflows of resources. Property and production taxes are collected by the County Treasurer and remitted to the District in the month following that of collection.

## NOTES TO THE BASIC FINANCIAL STATEMENTS

### Note 1. Summary of Significant Accounting Policies (Continued)

#### 12. Estimates

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

### Note 2. Stewardship, Compliance and Accountability

#### A. Budgetary Data

Budgets for the Special Revenue, Debt Service and Capital Projects Funds are prepared on the same basis and using the same accounting practices as are used to prepare the financial reports. The budget for the General Fund is prepared on the same basis used to prepare the financial report with the exception that payments to the State Foundation Program are budgeted on the cash basis of accounting.

On or before the last Thursday of March each year, all agencies and departments of the District submit requests for appropriations to the finance department so that a budget may be prepared. The budget is prepared by fund, function and activity, and includes information on the past year, current year estimates and requested appropriations for the next fiscal year.

Before May 15, the proposed budget is presented to the District's Board of Trustees for review. The District's Board of Trustees holds public hearings and may add to, subtract from or change appropriations, but may not change the form of the budget. Any changes in the budget must be within the revenues and reserves estimated as available by the finance department, or, the revenue estimates must be changed by an affirmative vote of the majority of the District's Board of Trustees.

Unexpended budgeted amounts lapse at the end of the budget year. Budgetary control is established at the department level (instruction: regular, special education, vocational, other instruction; support services: pupil, instructional staff, general administration, school administration, business, operation and maintenance of plant, pupil transportation, central, other support services; operation of non-instructional services: community services; capital outlay; debt service: principal and interest) for the General Fund and at the fund level for the Special Revenue Funds, Debt Service Fund and Capital Projects Funds. Management control is exercised at the budgetary line item level. The District may amend its budget after it is approved using the same procedures necessary to approve the original budget. Over the course of the year, the District revised the annual budget once. This amendment did not affect the general fund budget. These budget amendments fall into two categories: budget transfers between function classifications to properly record expenditures and increases in appropriations to recognize actual funding received from state and federal sources and to prevent budget over runs. The amounts reported as the original and final budgeted amounts in the budgetary statements reflect appropriation in the first complete appropriated budget as well as the final appropriation amounts, including all supplemental appropriations.

#### B. Budget/GAAP Reconciliation

Budgetary comparisons in the financial statements are presented on a budgetary basis. Adjustments necessary to reconcile the General Fund revenues at the end of the year on the budgetary basis to actual are as follows:

	Revenues
Budgetary basis	\$ 140,319,056
Adjustment for State Foundation Program payable at June 30, 2016	2,349,800
Adjustment for State Foundation Program payable at June 30, 2017	(93,300)
Generally accepted accounting principles basis	\$ 142,575,556



## NOTES TO THE BASIC FINANCIAL STATEMENTS

### Note 3. Detailed Notes on All Funds

#### A. Deposits and Investments

Deposits - Custodial credit risk for deposits is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District's policy requires all acceptable securities pledged as collateral must have a fair market value equal to or exceeding 105 percent of total deposits, including any accrued interest, less the amount of Federal Deposit Corporation Insurance (FDIC), unless an exception is specifically granted by the Board of Trustees or an authorized representative of the Board.

Deposits of the District were covered in their entirety by federal depository insurance and collateral held by the District's agent under a joint custody receipt in the District's name at June 30, 2017.

Investments - The District is authorized by its governing board to invest in obligations of the U.S. Treasury, notes and bonds, agencies of all the U.S. Government that are backed by the full faith and credit of the United States Government, and Government National Mortgage Association mortgage-backed pass-through certificates which are authorized by State Statutes.

Investments of the District are reported at fair value. The Wyoming Government Investment Fund (WGIF) operates in accordance with applicable laws and regulations. The WGIF investment portfolio administers the short-term cash deposits made with the State by local entities. The investments are administered to provide liquid cash reserves, placing the majority portion in a cash portfolio and the rest in an extended cash portfolio. WGIF is sponsored by the Wyoming Association of Municipalities and the Wyoming School Board Association and is governed by a board elected by the depositors.

Fair Value of Investments - The District measures and records its investments using fair value measurement guidelines established by generally accepted accounting principles. These guidelines recognize a three-tiered fair value hierarchy as follows:

Level 1: Quoted prices in active markets for identical assets or liabilities.

Level 2: Observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data, for substantially the full term of the assets or liabilities.

Level 3: Unobservable inputs that are supported by little or no market activity and that are significant to the fair values of the assets or liabilities.

The District has the following recurring fair value measurements as of June 30, 2017:

° \$47,220,514 held in WGIF Liquid Asset Series, a local government investment pool, is not assigned to a fair market value level, as it is measured at net asset value. Investments valued using the net asset value (NAV) per share (or its equivalent) are assets being reported according to GASB No. 79 requirements following amortized cost by the Wyoming Government Investment Fund. The District is eligible to redeem these funds at any time, with no redemption notice period required.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Investments held for longer periods are subject to increased risk of adverse interest rate changes. The District does not address interest rate risk in its investing policy except to invest in investments which secure a maximum yield of interest revenues to supplement other revenues and support the educational programs of the District. Currently there are no restrictions on when the District can withdraw or contribute money to its current investments. The Wyoming Government Investment Fund invests in a wide variety of investments which are all allowed under State Statutes. The weighted average maturity of this fund for the District is 1 day at June 30, 2017.

## NOTES TO THE BASIC FINANCIAL STATEMENTS

### Note 3. Detailed Notes on All Funds (Continued)

Credit risk is the risk that an issuer or other counter party to an investment will not fulfill its obligations. Investing is performed in accordance with investing policies adopted by the governing board complying with State Statutes. District funds may be invested in obligations of the U.S. Treasury, notes and bonds, agencies of the U.S. Government that are backed by the full faith and credit of the United States Government and Government National Mortgage Association mortgage-backed pass-through certificates. The investments held by the Wyoming Government Investment Fund are rated by Standard and Poors.

As of June 30, 2017 the District had the following investments:

Investment Type	Fair Value	Credit Quality Ratings	Weighted Average Maturity (Days)
Primary Government			
Wyoming Government Investment Fund	\$46,530,591	AAAm	1
Fiduciary Funds			
Wyoming Government Investment Fund	\$ 583,993	AAAm	1
Component Unit			
Wyoming Government Investment Fund	\$ 105,930	AAAm	1
<b>Total Investments</b>	<b>\$47,220,514</b>		

For investments, custodial credit risk is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Investments in open-end mutual funds and external investment pools are not exposed to custodial credit risk because their existence is not evidenced by securities that exist in physical or book entry form, and therefore, the District is not exposed to custodial credit risk related to these types of investments.

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. Investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments are excluded from the concentration of credit risk disclosure requirements. The District does not address concentration of credit risk disclosure in its investment policy.

#### B. Taxes Receivable

Receivables as of year end for the District's individual major funds and nonmajor funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	General Fund	Non-Major Funds	Total
Taxes Receivable for 2016 and Prior Years	\$ 14,548,087	\$ 469,351	\$ 15,017,438
Estimated Taxes Receivable for 2017	129,663,000	4,183,000	133,846,000
Less: Allowance for uncollectibles	(2,838,386)	(91,561)	(2,929,947)
<b>Taxes Receivable, Net</b>	<b>\$ 141,372,701</b>	<b>\$ 4,560,790</b>	<b>\$145,933,491</b>

Net taxes receivable of \$145,933,491 for the primary government and \$2,820,528 for BOCHES, the discretely presented component unit on the statement of net position includes 2017 property taxes of \$133,846,000 and \$2,565,000 respectively. These amounts represent estimated taxes based on the 2017 assessed valuation. 2017 taxes are not levied until the first Monday of August, but there is an enforceable legal claim to the taxes as of the lien date, defined as the January 1 preceding the start of the fiscal year for which the taxes are levied. These 2017 taxes are included in deferred inflows of resources both on the statement of net position and in the fund statements.

**NOTES TO THE BASIC FINANCIAL STATEMENTS**

**Note 3. Detailed Notes on All Funds (Continued)**

Governmental funds report deferred inflows of resources in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. At the end of the current fiscal year, the various components of deferred inflows of resources reported in the governmental funds were as follows:

	Unavailable
Unavailable Taxes, 2016 and prior years (General Fund)	\$ 11,376,977
Unavailable Taxes, 2017 (General Fund)	129,663,000
Unavailable Taxes, 2016 and prior years (Non-Major Funds)	367,057
Unavailable Taxes, 2017 (Non-Major Funds)	4,183,000
<b>Total Deferred Inflows of Resources for Governmental Funds</b>	<b>\$145,590,034</b>

**C. Capital Assets**

Capital asset activity for the year ended June 30, 2017 was as follows:

	Balance June 30, 2016	Additions/ Transfers	Deductions/ Transfers	Balance June 30, 2017
<b>Governmental Activities</b>				
Non-depreciable capital assets:				
Land	\$ 11,962,828	\$ -	\$ -	\$ 11,962,828
Construction in progress	36,641,461	30,776,064	(19,377,614)	48,039,911
<b>Total non-depreciable capital assets</b>	<b>\$ 48,604,289</b>	<b>\$ 30,776,064</b>	<b>\$(19,377,614)</b>	<b>\$ 60,002,739</b>
Depreciable capital assets:				
Buildings and building improvements	\$ 236,030,453	\$ 17,182,202	\$ -	\$ 253,212,655
Improvements other than buildings	35,342,287	2,195,412	-	37,537,699
Equipment and vehicles	20,436,881	2,086,475	(750,829)	21,772,527
<b>Total depreciable capital assets</b>	<b>\$ 291,809,621</b>	<b>\$ 21,464,089</b>	<b>\$ (750,829)</b>	<b>\$ 312,522,881</b>
Less accumulated depreciation for:				
Buildings and building improvements	\$ (97,678,348)	\$ (8,652,053)	\$ -	\$(106,330,401)
Improvements other than buildings	(17,265,263)	(1,442,495)	-	(18,707,758)
Equipment and vehicles	(13,271,331)	(1,661,214)	745,347	(14,187,198)
<b>Total accumulated depreciation</b>	<b>\$(128,214,942)</b>	<b>\$(11,755,762)</b>	<b>\$ 745,347</b>	<b>\$(139,225,357)</b>
<b>Total depreciable capital assets, net</b>	<b>\$ 163,594,679</b>	<b>\$ 9,708,327</b>	<b>\$ (5,482)</b>	<b>\$ 173,297,524</b>
<b>Governmental activities capital assets, net</b>	<b>\$ 212,198,968</b>	<b>\$ 40,484,391</b>	<b>\$(19,383,096)</b>	<b>\$ 233,300,263</b>

**NOTES TO THE BASIC FINANCIAL STATEMENTS**

**Note 3. Detailed Notes on All Funds (Continued)**

	Balance June 30, 2016	Additions/ Transfers	Deductions/ Transfers	Balance June 30, 2017
<b>Business-type Activities</b>				
Depreciable capital assets:				
Equipment and vehicles	\$ 320,686	\$ -	\$ -	\$ 320,686
Less accumulated depreciation	(210,441)	(19,540)	-	(229,981)
<b>Total depreciable capital assets, net</b>	<b>\$ 110,245</b>	<b>\$ (19,540)</b>	<b>\$ -</b>	<b>\$ 90,705</b>

Depreciation expense was charged to functions/programs of the primary government as follows:

<b>Governmental Activities</b>	
Regular instruction	\$ 11,698,383
General administration	57,379
<b>Total depreciation expense - governmental activities</b>	<b>\$ 11,755,762</b>
<b>Business-type Activities</b>	
Food service	\$ 19,540

Construction in progress represents construction related to improvements at several schools and the construction of a stadium and play field. Actual signed contracts for these projects approximate \$54,618,000 and will be funded by the General Fund, the Major Maintenance Special Revenue Fund, the CCCPRD Special Revenue Fund, the Major Capital Projects Fund and the Component Projects Fund. Contracts signed but not yet started approximated \$561,300 at June 30, 2017.

**D. Interfund Receivables, Payables and Transfers**

The composition of due to/from other funds as of June 30, 2017 are as follows:

	Receivable	Payable
<b>Major Funds:</b>		
General Fund	\$ 2,542,785	\$ 451,665
Major Capital Projects Fund	-	1,736,111
<b>Total Major Funds</b>	<b>\$ 2,542,785</b>	<b>\$ 2,187,776</b>
<b>Enterprise Funds:</b>		
CAT/Preschool Fund	\$ 34,185	\$ -
<b>Non-Major Funds:</b>		
<b>Special Revenue Funds:</b>		
CCCPRD	\$ 124,182	\$ -
Title I Basic/Neglected and Delinquent	-	12,277
Title IIA	-	5,953
Carl Perkins	-	33,731
Part B	-	4,209
McKinney Homeless	-	298

**NOTES TO THE BASIC FINANCIAL STATEMENTS**

**Note 3. Detailed Notes on All Funds (Continued)**

The composition of due to/from other funds as of June 30, 2017 are as follows:

	Receivable	Payable
Capital Project Funds:		
Depreciation Reserve	\$ 292,720	\$ -
Component Projects	-	750,206
Debt Service Fund	578	-
<b>Total Non-Major Funds</b>	<b>\$ 417,480</b>	<b>\$ 806,674</b>
	<b>\$ 2,994,450</b>	<b>\$ 2,994,450</b>

The above interfund balances are principally a reflection of the District's pooling of certain cash and investments in the General Fund.

**Interfund Transfers:**

	General Fund	Enterprise Funds	Internal Service Fund	Depreciation Reserve Fund	Total
Transfers In	\$ -	\$ 1,230,000	\$ 1,056,241	\$ 250,000	\$ 2,536,241
Transfers (Out)	(2,536,241)	-	-	-	(2,536,241)
<b>Net interfund transfers</b>	<b>\$ (2,536,241)</b>	<b>\$ 1,230,000</b>	<b>\$ 1,056,241</b>	<b>\$ 250,000</b>	<b>\$ -</b>

The primary purpose of material interfund transfers was for the General Fund to make operational transfers to the Lunch Fund, Internal Service Fund and Depreciation Reserve Fund.

**E. Compensated Absences**

The District allows its employees one day of sick leave for each month of employment, with the employees being allowed to accumulate sick leave indefinitely. The District allows its employees two days of convenience leave for each year of employment, changing to three days after ten years of employment, with the employees being allowed to accumulate a maximum of three days. The accumulated unpaid convenience leave over the maximum three days allowed will be converted to sick leave at the end of the fiscal year. The accumulated unpaid sick and convenience leave approximated \$16,060,000 at June 30, 2017.

The District's sick leave reimbursement policy allows an employee who leaves the District be reimbursed for unused sick leave according to the following formula:

For days accumulated on or after July 1, 1994:

	61-120 Days	120+ Days
Educational Support Personnel	\$15 per day	\$20 per day
Certified	\$20 per day	\$25 per day
Administrators/Supervisors	\$25 per day	\$30 per day

**NOTES TO THE BASIC FINANCIAL STATEMENTS**

**Note 3. Detailed Notes on All Funds (Continued)**

GASB Interpretation No. 6 limits the amount of compensated absence liability to be reported in the governmental funds to the amount that is actually due at year-end. Due means the employee has applied for the leave but has not yet received payment at year end. The current liability for this reimbursement at June 30, 2017 is \$-0-. Amounts not due at year end approximating \$339,000 are recorded as a non-current liability due within more than one year in the government-wide Statement of Net Position.

The District's employees have vested accrued vacation amounting to approximately \$450,000 at June 30, 2017, which has been recorded within the accrued compensation liability. It is anticipated that this amount will be liquidated using currently available resources; therefore, the recorded amount has been charged to expenditures for the year ended June 30, 2017.

**F. Capital Leases**

The District has entered into a lease agreement for financing the acquisition of transportation equipment. This lease agreement provides for the transfer of title to the District at the end of the lease, and therefore qualifies as a capital lease for accounting purposes. The lease has been recorded at the present value of the future minimum lease payments as of the inception date. The lease is cancelable should monies not be appropriated in future years.

The assets acquired through the capital lease are as follows:

	Governmental Activities
Equipment and vehicles	\$ 1,679,922
Less: Accumulated depreciation	(170,792)
<b>Total</b>	<b>\$ 1,509,130</b>

Payments on this obligation are being made by the General Fund. Annual debt service requirements as of June 30, 2017 are presented below:

Year Ending June 30,	Obligations Under Capital Lease
2018	\$ 353,197
2019	353,197
2020	353,197
2021	353,198
Total lease payments	\$ 1,412,789
Less interest portion	(58,061)
Present value of net minimum lease payments	<b>\$ 1,354,728</b>

**NOTES TO THE BASIC FINANCIAL STATEMENTS**

**Note 3. Detailed Notes on All Funds (Continued)**

G. Long-Term Debt

Long-term liability activity for the year ended June 30, 2017 was as follows:

	Balance June 30, 2016	Additions	Reductions	Balance June 30, 2017	Due Within One Year
Governmental Activities:					
Capital leases	\$ 2,515,158	\$ 1,679,922	\$ (2,840,352)	\$ 1,354,728	\$ 330,167
Sick Leave Payable	364,898	21,793	(48,053)	338,638	-
Total OPEB Liability	2,384,258	189,605	(343,030)	2,230,833	-
Total Pension Liability	107,088,674	25,041,074	(18,448,688)	113,681,060	-
Long-term liabilities	\$112,352,988	\$ 26,932,394	\$(21,680,123)	\$117,605,259	\$ 330,167

H. Legal Debt Margin

At June 30, 2017, the District did not exceed its legal debt margin as shown by the computation that follows:

Assessed valuation	<b>\$5,288,502,849</b>
Debt limit - 10% of total assessed valuation	<b>\$ 528,850,285</b>
Unused legal debt capacity	<b>\$ 528,850,285</b>

I. State Foundation Program Receivable/State Foundation Program Payable

Wyoming State Statutes provide for a determination of amounts to be included in the Foundation Program for each School District. If a District has resources which exceed the Foundation's funding formula, then the District must pay the excess amounts to the State Foundation Program for redistribution to other Districts. Because of this funding formula, Campbell County School District No. 1 must pay \$93,300 of amounts received during the year ended June 30, 2017 to the Foundation Program during the ensuing year. During the fiscal year ended June 30, 2017, the District experienced a tax shortfall of approximately \$9,075,200. This shortfall resulted because amounts collected from the 25 mill District and 6 mill County tax levies were lower than originally projected. As Wyoming Statutes require the Foundation to pay that shortfall amount to the District by October 15 of the succeeding fiscal year, the District has recorded this amount in the General fund.

J. Classifications of Equity

Classifications of fund balance at June 30, 2017, not disclosed elsewhere and not apparent from the descriptions in the fund statements includes: \$423,322 committed for Healthy Schools Education and \$94,213 committed to fund the District's vested sick leave obligation based on District policy, \$578 restricted for capital projects in the Debt Service fund, \$4,127,764 restricted for capital projects in the nonmajor capital projects funds, \$8,959,150 restricted for capital maintenance and \$6,474,963 restricted for recreation projects in the nonmajor special revenue funds.

**NOTES TO THE BASIC FINANCIAL STATEMENTS**

**Note 4. Other Information**

**A. Risk Management**

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District purchased commercial insurance for claims and risks of loss through the Wyoming School Risk Retention Program Pool. This pool currently includes 31 districts in the State of Wyoming. The coverages for significant items and the related deductible are as follows:

Type of Claim	Amount of Coverage	Deductible
Commercial General Liability		
Occurrence	\$ 2,000,000	\$ -
Personal and advertising injury	\$ 2,000,000	\$ -
Products-completed operations aggregate	\$ 2,000,000	\$ -
School board legal liability	\$ 2,000,000	\$ 2,500
Auto Liability		
Each accident	\$ 2,000,000	\$ -
Uninsured motorist	\$ 2,000,000	\$ -
Under-insured motorist	\$ 2,000,000	\$ -
Property		
Building and contents	\$200,000,000	\$ 5,000
Extra expense (per occurrence)	\$ 5,000,000	\$ -
Earthquake	\$ 25,000,000	\$ -
Flood/backup water	\$ 25,000,000	\$ -
Supplemental Coverages		
Electronic data processing equipment, data and media	\$ 25,000,000	\$ -
Accounts receivable	\$ 5,000,000	\$ -
Errors and omissions	\$ 5,000,000	\$ -
Valuable papers	\$ 5,000,000	\$ -
Demolition and increased cost of construction	\$ 25,000,000	\$ -
Contractors' equipment (per item)	\$ 3,000,000	\$ -
Vehicle damage	\$ 5,000,000	\$ -
Boiler and Machinery		
Total breakdown limit	\$ 50,000,000	\$ 5,000
Ordinance or law, demolition	\$ 10,000,000	\$ -
Hazardous substance	\$ 10,000,000	\$ -
WHSAA Athletics Catastrophic Accidental Death/Dismemberment		
Accident medical expense	\$ 2,000,000	\$ -

Settled claims have not exceeded commercial coverage in any of the past three fiscal years. In addition, there have been no significant reductions in insurance coverage in the prior year in any of the past three years.

The District has elected to provide employee dental benefits through a self-insured program. The District uses an internal service fund to account for and finance its uninsured risks of loss in this program. The dental plan has no deductible for preventative and diagnostic services, \$45 deductible for single and \$90 per family for basic and major services. Basic is covered at 85%, and major at 50%. A third party administrator reviews all claims which the District then pays.



## NOTES TO THE BASIC FINANCIAL STATEMENTS

### Note 4. Other Information (Continued)

The District has elected to provide employee medical benefits through a partially self insured multiple employer welfare arrangement through the Wyoming School Board Association Insurance Trust. This Trust has 21 participating school districts throughout the State of Wyoming. As a result of this plan, the District is only required to pay monthly premiums for employees and eligible retirees of the District who elect to participate. In addition, if the District were to leave the Trust, it would retain the liability for unpaid claims through the date of Plan termination. This plan provides a medical plan with four levels of available coverage: single, employee plus spouse, family, and employee plus minor children. Participants have three plan coverage options: a high deductible plan or two different high deductible/HSA eligible plans. The high deductible plan has a \$2,500 deductible for single coverage and a \$2,500/\$5,000 deductible for all other coverages, while the first HSA eligible plan has a \$2,600 deductible for single coverage and a \$2,600/\$5,200 deductible for all other coverages. The second HSA eligible plan has a \$5,000 deductible for single coverage and a \$5,000/\$10,000 deductible for all other coverages. For term life insurance and also accidental death and dismemberment insurance, the District covers one times an employee's annual salary, minimum at \$10,000 and maximum at \$50,000. The District also provides short term and long term disability coverage, which provides 60% of an employee's monthly salary with a maximum of \$5,000 per month.

The liability for unpaid claims cost of \$37,000 as estimated by the self insurance dental benefits third party administrator based upon claims filed subsequent to year end and historical experience, which is reported in the financial statements at June 30, 2017, is based on the requirements of Governmental Accounting Standards Board Statement No. 10 which requires that a liability for claims, including incurred but not reported claims, be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Changes in the fund's claims liability amount are:

	Balance at Beginning of Year	Current Year Claims	Claim Payments	Balance at End of Year
June 30, 2016 to June 30, 2017	\$ 38,000	\$ 1,169,803	\$ 1,170,803	\$ 37,000
June 30, 2015 to June 30, 2016	\$ 29,000	\$ 1,049,789	\$ 1,040,789	\$ 38,000

The District contributes to the Wyoming Worker's Compensation Insurance program. Employees covered by Wyoming Workers Compensation Insurance include: bus drivers, mechanics, shop workers, chemistry laboratory instructors, specific career and technology education instructors and specific special education teaching and paraprofessional positions, printing department personnel, warehouse personnel, electronics technicians, custodians and custodial supervisors, maintenance employees, nutrition services employees and school nurses. This list may be changed as required by State Statutes. All Work Investment Act student employees are covered by Wyoming Workers' Safety and Compensation regardless of job assignment. All other employees of the District are not covered by any form of on-the-job injury insurance.

#### B. Pension Obligations

##### *Plan Description*

Substantially all employees of the District, excluding substitutes, temporary, and student workers are provided with pensions through the Wyoming Retirement System Public Employees' Pension Plan, (Plan) - a statewide cost-sharing multiple-employer defined benefit pension plan administered by the Wyoming Retirement System (WRS). The authority to establish and amend benefits and contributions rates rests with the Legislature of the State of Wyoming. WRS is granted the authority to administer the Plan by Wyoming State Statutes 9-3-401 through 432. WRS issues a publicly available financial report that can be obtained at <http://retirement.state.wy.us/home/index.html>.

## NOTES TO THE BASIC FINANCIAL STATEMENTS

### Note 4. Other Information (Continued)

Employee membership data related to the Plan, as of June 30, 2017 was as follows:

The three classes of covered employees in the Plan include: retirees and beneficiaries currently receiving benefits, terminated employees entitled to but not yet receiving benefits, and active plan members.

#### *Benefits provided*

The determination of retirement benefits is dependent upon the employee's initial employment date.

*Service Retirement Tier 1:* Full retirement at age 60 or qualifies for the Rule of 85. Early retirement is permitted at age 50 or 25 years of service. Formula for retirement equals 2.125% times the number of years of service times the three years highest average salary for the first fifteen years and 2.25% times the number of years of service times the three year highest average over fifteen years.

*Service Retirement Tier 2:* Full retirement at age 65 or qualifies for Rule of 85. Early retirement is permitted at age 55 or 25 years of service. Formula for retirement equals 2% times the number of years of service times the five year highest average salary.

*Disability Benefits:* Partial or total disability retirement is available to any member who becomes incapacitated, mentally or physically, and cannot continue in the performance of his/her duties. To qualify, the member must have at least 10 years of service and must be "in service" at the time of application for disability retirement. Upon retirement for a partial disability, the member receives a monthly disability retirement benefit for the period of his/her disability equal to 50% of the normal benefit payable to the member, as if the member was eligible for normal retirement benefits. Upon retirement for a total disability, the member receives a monthly disability benefit equal to 100% of his service retirement benefit as if the member was eligible for normal retirement benefits. Disability benefits are payable for the life of the member or until death.

*Survivor's Benefits:* Certain surviving dependents receive benefits based on the deceased member's compensation and their relationship to the deceased, as well as the benefit option selected by the member at the date of retirement.

For the year ended June 30, 2017, the District's total payroll for all employees was approximately \$85,512,000. Total covered payroll was approximately \$83,549,000. Covered payroll refers to all compensation paid by the District to active employees covered by the Plan.

#### *Contributions*

Per Title 9-3-412 and 413 of Wyoming State Statutes, for the year ended June 30, 2017 member contributions were required to be 8.25% of compensation and employer contributions were required to be 8.37% of compensation. In accordance with Title 9-3-412 (c)(ii) of State Statutes, the District has elected to pay 5.945% of the member's contribution in addition to the employer's contribution. Total contributions to the pension plan from the District were approximately \$11,960,000 for the year ended June 30, 2017.

## NOTES TO THE BASIC FINANCIAL STATEMENTS

### Note 4. Other Information (Continued)

#### *Pension Liabilities, Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions*

As of June 30, 2017 the District reported a liability of approximately \$113,700,000 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2017. The District's proportion of the net pension liability was based on the relationship of the District's total contributions to the plan for the year ended December 31, 2016 to the contributions of all participating employers for the same period. At December 31, 2016, the District's proportion was 4.7024%, which was an increase of .1050% from its proportion of 4.5974% measured as of December 31, 2015.

For the year ended June 30, 2017, the District recognized pension expense of approximately \$18,449,000. At June 30, 2017, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows Of Resources	Deferred Inflows Of Resources
Differences between expected and actual experience	\$ -	\$ 3,013,456
Net difference between projected and actual earnings on Plan investments	20,585,241	-
Change in proportion and differences between employer contributions and proportionate share of contributions	1,981,856	51,516
District contributions subsequent to the measurement date	3,523,911	-
<b>Total</b>	<b>\$ 26,091,008</b>	<b>\$ 3,064,972</b>

An amount of \$3,523,911 reported as deferred outflows of resources related to pensions resulting from the District's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in pension expense as follows:

Year ending June 30,

2018	\$ 6,719,791
2019	\$ 6,718,762
2020	\$ 5,729,363
2021	\$ 334,209

#### *Actuarial Assumptions*

The total pension liability in the January 1, 2017 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.25 %
Salary increases	4.25% - 6.00%, including inflation
Payroll growth rate	4.25%
Investment rate of return	7.75%, net of Pension Plan investment expense

Mortality rates were based on the RP-2000 Combined Mortality Table, for males or females, as appropriate, with adjustments for morality improvements based on Scale BB.

## NOTES TO THE BASIC FINANCIAL STATEMENTS

### Note 4. Other Information (Continued)

#### *Long-term Expected Rate of Return*

The long-term expected rate of return on pension plan investments was determined using a building-block method in which expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These real rates of return are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Arithmetic Real Rate of Return
Fixed Income	20.00%	1.95 %
Equity	45.00%	7.73 %
Market Alternatives	17.50%	3.73 %
Private Markets	17.50%	7.14 %
Cash	0.00%	(0.20)%
Total	100.00%	

#### *Experience Analysis*

An experience study was conducted on behalf of all WRS' plans covering the five-year period ended December 31, 2011. That study provided a detailed analysis concerning the development of the long-term inflation rate, real rate of return and discount rate. The study also analyzed each major actuarial assumption (e.g., mortality, salary increases, retirement, termination and disability) and proposed assumptions consistent with the findings.

#### *Discount Rate*

The discount rate used to measure the total pension liability was 7.75%. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the current contribution rate. Based on those assumptions, the 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 Plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

## NOTES TO THE BASIC FINANCIAL STATEMENTS

### Note 4. Other Information (Continued)

#### *Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate*

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.75%, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.75%) or 1-percentage-point higher (8.75%) than the current rate:

	Discount Rate	District's Proportionate Share of Net Pension Liability
1% decrease	6.75%	<b>\$ 163,283,962</b>
Current discount rate	7.75%	<b>\$ 113,681,060</b>
1% increase	8.75%	<b>\$ 72,019,345</b>

#### *Pension Plan Fiduciary Net Position*

Detailed information about the Pension Plan's fiduciary net position is available in a separately issued WRS financial report available from the Wyoming Retirement System, 6101 Yellowstone Road, Cheyenne, Wyoming 82002 or at <http://retirement.state.wy.us/home/index.html>.

#### C. Change in Accounting Principle

Net position of the Governmental Activities of the District as of July 1, 2016, has been restated as follows for the implementation of GASB Statement No. 75:

Net Position, as previously reported, June 30, 2016	<b>\$ 180,291,385</b>
Prior Period Adjustment:	
Total OPEB Liability, June 30, 2016	<b>(2,384,258)</b>
Net OPEB Obligation reported, June 30, 2016 under GASB 45	<b>659,000</b>
Net Position, as restated, July 1, 2016	<b>\$ 178,566,127</b>

#### D. Tax Revenues

Approximately 82% of tax revenue for the year ended June 30, 2017 represents production tax based on the value of minerals extracted, which may vary from year to year.

#### E. Contingencies

The District received financial assistance from federal and state agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the District at June 30, 2017.

## NOTES TO THE BASIC FINANCIAL STATEMENTS

### Note 4. Other Information (Continued)

#### F. Commitment

The District has committed \$28.1 million toward a recreation center in Campbell County, Wyoming. This amount includes \$24.9 million of lease payments and \$3.2 million in cash. This facility was constructed by a joint powers board consisting of Campbell County School District No. 1, Campbell County and the City of Gillette. Through June 30, 2017 the District has paid approximately \$25.3 million in lease and cash payments toward this commitment. This commitment runs through June, 2019 and is anticipated to be funded by the CCCPRD's mill levy. The building is owned by Campbell County.

#### G. Impact of Recently Issued Accounting Principles

##### Recently Issued and Adopted:

In June, 2015, the GASB issued Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*. GASB Statement No. 75 replaces the requirements of Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions (OPEB)*, as amended. It establishes new accounting and financial reporting requirements for governments whose employees are provided with OPEB. The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for postemployment benefits other than pensions. The Statement is effective for periods beginning after June 15, 2017. Earlier implementation is encouraged. The impact of adopting this update is reflected in the financial statements.

##### Recently Issued Accounting Pronouncements:

In January, 2017 the GASB issued GASB Statement No. 84, *Fiduciary Activities*. The objective of this Statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. This Statement describes four fiduciary funds that should be reported, if applicable: (1) pension (and other employee benefit) trust funds, (2) investment trust funds, (3) private-purpose trust funds, and (4) custodial funds. Custodial funds generally should report fiduciary activities that are not held in a trust or equivalent arrangement that meets specific criteria. This Statement is effective for reporting periods beginning after December 15, 2018. Earlier application is encouraged. Management is currently evaluating the impact of the adoption of this statement on the District's financial statements.

In June, 2017 the GASB issued GASB Statement No. 87, *Leases*. The objective of this Statement is to increase the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. This Statement is effective for reporting periods beginning after December 15, 2019, and earlier application is encouraged. Management is currently evaluating the impact of the adoption of this statement on the District's financial statements.

## NOTES TO THE BASIC FINANCIAL STATEMENTS

### Note 4. Other Information (Continued)

#### H. Postemployment Benefits Other Than Pensions (OPEB)

##### General Information About the OPEB Plan

*Plan Description* - The District's defined benefit OPEB plan as of June 30, 2017, the actuarial date, is a medical/prescription drug plan which includes dental benefits. The criteria for eligibility is as follows: As of July 1, 2007 any District retiree who was hired after June 30, 2007, has been with the District for twenty or more years (the years may be either consecutive or a total accumulation) and is at least 55 years of age is eligible to continue under this Plan. Any District employee hired prior to July 1, 2007 who has been with the District for ten or more years (the years may be either consecutive or a total accumulation) and is at least 50 years of age upon retirement is eligible to continue under this Plan. Benefits under these retiree programs cease for the employee and covered dependent(s) once an employee or dependent becomes eligible for Medicare. An employee and/or covered dependent(s) must exhaust all COBRA benefits prior to being eligible for this retiree benefit program. Eligible retirees receive a medical/prescription drug and dental benefit. The Plan is a single employer plan. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75. A summary of the Plan provisions may be obtained at the District's human resources offices located at 1000 W. Eighth Street, Gillette, Wyoming. The retiree health care plan is established and may be amended by the District's board of trustees. The following table provides a summary of participant information at June 30, 2017.

At June 30, 2017, the following employees were covered by the benefit terms:

Actives (fully eligible)	319
Actives (not fully eligible)	1,323
Retirees	17
<b>Total participants</b>	<b>1,659</b>

*Funding Policy* - The contribution requirements of plan members and the District are established and may be amended by the District's board of trustees. Contribution amounts differ depending on the selected plan. Based on the plan selected, members receiving benefits contribute \$1,161, \$1,079 or \$824 per month for retiree only coverage, \$2,329, \$2,157, or \$1,649 per month for retiree and spouse coverage, \$2,116, \$1,964, or \$1,501 per month for retiree and child(ren) coverage, and \$2,971, \$2,759, or \$2,109 per month for family coverage.

*Total OPEB Liability* - The District's total OPEB liability of \$2,230,833 was measured as of June 30, 2017 and was determined by an actuarial valuation as of that date.

*Actuarial Assumptions and Other Inputs* - The total OPEB liability in the June 30, 2017 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

<i>Inflation rate</i> -	2.5% per annum
<i>Salary increases</i> -	3.5% per annum
<i>Discount rate</i> -	3.58% per annum

The discount rate was based on the Bond Buyer 20-Bond GO Index.

*Healthcare Cost Trend Rates* - 7.0% for 2017, decreasing .5% per year to an ultimate rate of 4.5% for 2022 and later years.

*Retirees' Share of Benefit Related Costs* - Retirees are required to contribute the full premium rates for retiree and dependent coverage.

## NOTES TO THE BASIC FINANCIAL STATEMENTS

### Note 4. Other Information (Continued)

*Marriage Rate* - The assumed number of eligible spouses is based on actual census information.

*Spouse Age* - Spousal dates of birth were provided by the District. Where this information is missing, male spouses are assumed to be three years older than female spouses.

*Medicare Eligibility* - All current and future retirees are assumed to be eligible for Medicare at age 65.

*Actuarial Cost Method* - Entry age normal based on level of percentage of projected salary.

*Amortization Method* - Experience/assumptions gains and losses are amortized over a closed period of 14.6 years starting on July 1, 2016, equal to the average remaining service of active and inactive plan members (who have no future service).

*Plan Participation Percentage* - The participation percentage is the assumed rate of future eligible retirees who elect to continue health coverage at retirement. It is assumed that 15% of all employees and their dependents who are eligible for early retiree benefits will participate in the retiree medical plan. This assumes that a one-time irrevocable election to participate is made at retirement.

*Plan Election Percentage* - It is assumed that 11% of future retirees elect Plan C, 48% elect Plan D, and the remaining elect Plan E at retirement.

*Per Capita Health Claim Costs* - Expected retiree claim costs were developed using 24 months of historical claim experience through June, 2017. The annual age 60 claim costs for retirees and their spouses are as follows:

Plan C:	\$14,906
Plan D:	\$14,860
Plan E:	\$12,715

*Non-Claim Expenses* - Non-claim expenses are based on the current amounts charged per retired employee. These amounts were estimated on the current administrative fee payouts per months; administrative fees are estimated to be \$43 PEPM and stop loss fees are \$30 for individual and \$54 for family.

*Age Based Morbidity* - The assumed per capita health claim costs are adjusted to reflect expected increases related to age and gender. These increases are based on a 2013 Society of Actuaries study, and are assumed to be the following:

Age	Male	Female
45	4.6%	1.6%
50	6.2%	4.2%
55	5.4%	2.4%
60	4.7%	3.6%
65	1.7%	2.4%
70	1.8%	2.0%
75	1.2%	1.3%
80	.8%	1.1%



**NOTES TO THE BASIC FINANCIAL STATEMENTS**

**Note 4. Other Information (Continued)**

*Retirement Age* - The probabilities of retirement were developed from the State of Wyoming Retirement System Valuation as of January 1, 2017. Sample retirement ages and associated probabilities are as follows:

Age	Unreduced Rates	Reduced Rates
<50	10%	1%
50-52	10%	4.5%
53-54	10%	5%
55-56	17%	5%
57	15%	5%
58	15%	5.5%
59	15%	6%
60-61	13%	13%
62-63	17.5%	17.5%
64	17%	17%
65	25%	25%
66	32%	32%
67-69	20%	20%
70+	100%	100%

*Termination* - The rates of withdrawal were developed from the State of Wyoming Retirement System Valuation as of January 1, 2017. Sample retirement probabilities are provided below:

Service	Withdrawal	
	First Five Years	
	Male	Female
1	22%	26%
2	18%	21%
3	13%	15%
4	11%	15%
5	11%	14%

Age	Withdrawal	
	After 5 Years of Service	
	Male	Female
20	10%	11%
30	4.5%	7.5%
35	4%	5%
45	3.5%	5%
50	3%	4%

## NOTES TO THE BASIC FINANCIAL STATEMENTS

### Note 4. Other Information (Continued)

*Valuation of Excise Tax* - An active/retiree blended pre-65 claim cost is projected at health care cost trend (with age grading) and compared to the excise tax cost threshold beginning in 2020 and continuing thereafter. The District will be liable for 40% of the difference between plan costs and the cost threshold, when the plan costs are greater than the cost threshold. Excise tax is not applied to Medicare retiree coverage.

#### *Pre-Medicare Plan Costs For Excise Tax*

The annual plan costs assumed in the valuation of excise tax are based on the District's current retiree claim costs (see "Per Capita Health Claims Cost" above).

*Excise Tax Threshold* - The 2020 annual threshold costs for excise tax are as follows:

Pre-65 Retiree Single	\$ 11,850	(increased by CPI to 2020)
Pre-65 Retiree Family	\$ 30,950	(increased by CPI to 2020)

On December 18, 2015, a bill was signed delaying the excise tax for two years from 2018. The above threshold will soon be updated to reflect this two-year delay. The retiree threshold is assumed to increase at health CPI trend each year.

Mortality rates were based on the RP-2014 generational table scaled using MP-16 and applied on a gender-specific basis.

The actuarial assumptions used in the June 30, 2017 valuation were based on census data provided as of May, 2017.

#### *Changes in the Total OPEB Liability*

	Total OPEB Liability
Balance at June 30, 2016	\$ 2,384,258
Changes for the year:	
Service cost	\$ 102,788
Interest cost	86,817
Changes in assumptions or other inputs	(219,167)
Benefit payments	(123,863)
Net changes	\$ (153,425)
Balance at June 30, 2017	<b>\$ 2,230,833</b>

Changes of assumptions and other inputs reflect a change in the discount rate from 2.85% in 2016 to 3.58% in 2017.

**NOTES TO THE BASIC FINANCIAL STATEMENTS**

**Note 4. Other Information (Continued)**

*Sensitivity of the Total OPEB Liability to Changes in the Discount Rate* - The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (2.58%) or one percentage point higher (4.58%) than the current discount rate:

Discount Rate	Total OPEB Liability
1% decrease (2.58%)	\$ 2,548,538
Current discount rate	\$ 2,230,833
1% increase (4.58%)	\$ 1,939,399

*Sensitivity of the Total OPEB Liability to Changes in the Healthcare Trend Rates* - The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are one percentage point lower (6% decreasing to 3.5%) or one percentage point higher (8% decreasing to 5.5%) than the current healthcare trend rates:

Healthcare Cost Trend Rates	Total OPEB Liability
1% decrease (6% decreasing to 3.5%)	\$ 1,949,869
Current healthcare cost trend rate (7% decreasing to 4.5%)	\$ 2,230,833
1% increase (8% decreasing to 5.5%)	\$ 2,527,848

*OPEB Expense and Deferred Inflows of Resources Related to OPEB* - For the year ended June 30, 2017, the District recognized OPEB expense of \$174,594. At June 30, 2017 the District reported deferred inflows of resources related to OPEB of \$204,156 due to changes of assumptions or other inputs. Amounts reported as deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ending June 30,	
2018	\$ (15,011)
2019	\$ (15,011)
2020	\$ (15,011)
2021	\$ (15,011)
2022	\$ (15,011)
Thereafter	\$ (129,101)

**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**

**REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF CHANGES IN CAMPBELL COUNTY SCHOOL DISTRICT NO. 1'S  
TOTAL OPEB LIABILITY AND RELATED RATIOS\***

June 30, 2017

Total OPEB Liability	2017
Service Cost	\$ 102,788
Interest Cost	86,817
Changes in Assumptions or Other Inputs	(219,167)
Benefit Payments	(123,863)
Net Change in Total OPEB Liability	\$ (153,425)
Total OPEB Liability - Beginning	2,384,258
<hr/>	
Total OPEB Liability - Ending	\$ 2,230,833
<hr/>	
Covered Employee Payroll	\$ 75,212,465
Total OPEB Liability as a Percentage of Covered Employee Payroll	2.966%

\*GASB Statement No. 75 requires ten years of information to be presented in this table. However, until a full ten-year trend is compiled, the District will present information for those years for which information is available. Years presented are as of the measurement date of June 30.

**SCHEDULE OF CAMPBELL COUNTY SCHOOL DISTRICT NO. 1'S  
PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
PUBLIC EMPLOYEES' PENSION PLAN\***

	District's Percentage Of Net Pension Liability	District's Proportionate Share Of Net Pension Liability	District's Covered Employee Payroll	District's Proportionate Share of Net Pension Liability as A Percentage Of Covered Employee Payroll	Plan's Fiduciary Net Position As A Percentage Of Net Pension Liability
2013	4.573950016%	\$ 66,670,732	\$ 78,669,000	84.75%	- %
2014	4.591611318%	\$ 81,027,808	\$ 80,014,000	101.27%	79.08%
2015	4.597367245%	\$ 107,088,674	\$ 83,714,000	127.93%	73.40%
2016	4.702421900%	\$ 113,681,060	\$ 84,406,000	134.68%	73.42%

\*GASB Statement No. 68 requires ten years of information to be presented in this table. However, until a full ten-year trend is compiled, the District will present information for those years for which information is available. Years presented are as of the measurement date of December 31.

**SCHEDULE OF CAMPBELL COUNTY SCHOOL DISTRICT NO. 1'S CONTRIBUTIONS  
PUBLIC EMPLOYEES' PENSION PLAN\***

Fiscal Year Ended June 30,	Statutorily Required Contributions	Employer's Contributions Related to Statutory Contributions	Difference Between Statutorily Required And Actual Contributions	Employer's- Covered Employee Payroll	Statutorily Required Employer's Contributions As a Percentage of Employer's- Covered Employee Payroll
2014	\$ 5,073,000	\$ 5,073,000	\$ -	\$ 71,248,000	7.12%
2015	\$ 6,129,000	\$ 6,129,000	\$ -	\$ 80,437,000	7.62%
2016	\$ 7,083,000	\$ 7,083,000	\$ -	\$ 84,625,000	8.37%
2017	\$ 6,993,000	\$ 6,993,000	\$ -	\$ 83,549,000	8.37%

\*GASB Statement No. 68 requires ten years of information to be presented in this table. However, until a full ten-year trend is compiled, the District will present information for those years for which information is available. Years presented are as of the contribution date of June 30.

See Notes to Required Supplementary Information.

**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**

Total OPEB Liability

No assets are accumulated in a trust that meets the criteria in Paragraph 4 of Statement 75.

*Changes in benefit terms*

There were no changes in benefit terms between the June 30, 2016 measurement date and the June 30, 2017 measurement date.

*Changes in assumptions*

Changes in assumptions and other inputs reflect the effects of changes in the discount rate each period. The following are the discount rates used in each period:

2017	3.58%
2016	2.85%

Net Pension Liability - Public Employees' Pension Plan

*Changes in benefit terms*

There were no changes in benefit terms between the December 31, 2015 measurement date and the December 31, 2016 measurement date.

*Changes in assumptions*

There were no changes in assumptions between the December 31, 2015 measurement date and the December 31, 2016 measurement date.

**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**

**COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS**

June 30, 2017

	Special Revenue	Debt Service	Capital Projects	Total Non-Major Governmental Funds
<b>ASSETS</b>				
Cash	\$ 545,478	\$ -	\$ -	\$ 545,478
Investments	17,423,593	-	3,835,044	21,258,637
Taxes Receivable (net of allowance for uncollectibles)	4,560,790	-	-	4,560,790
Due From Other Funds	124,182	578	292,720	417,480
Due From Other Governments	263,508	-	1,383,614	1,647,122
<b>Total Assets</b>	<b>\$ 22,917,551</b>	<b>\$ 578</b>	<b>\$ 5,511,378</b>	<b>\$ 28,429,507</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
<b>LIABILITIES</b>				
Accounts Payable	\$ 25,436	\$ -	\$ -	\$ 25,436
Accrued Compensation	219,809	-	-	219,809
Contracts and Retainage Payable	2,631,668	-	633,408	3,265,076
Due To Other Funds	56,468	-	750,206	806,674
<b>Total Liabilities</b>	<b>\$ 2,933,381</b>	<b>\$ -</b>	<b>\$ 1,383,614</b>	<b>\$ 4,316,995</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable Taxes	\$ 4,550,057	\$ -	\$ -	\$ 4,550,057
<b>FUND BALANCES</b>				
Restricted	\$ 15,434,113	\$ 578	\$ 4,127,764	\$ 19,562,455
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$ 22,917,551</b>	<b>\$ 578</b>	<b>\$ 5,511,378</b>	<b>\$ 28,429,507</b>

**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS**

Year Ended June 30, 2017

	Special Revenue	Debt Service	Capital Projects	Total Non-Major Governmental Funds
<b>REVENUES</b>				
Local Sources:				
Taxes	\$ 5,218,891	\$ 3,578	\$ -	\$ 5,222,469
Investment Income	97,525	-	17,827	115,352
<b>Total Local Sources</b>	<b>\$ 5,316,416</b>	<b>\$ 3,578</b>	<b>\$ 17,827</b>	<b>\$ 5,337,821</b>
State Sources:				
Intergovernmental	\$ 4,957,705	\$ -	\$ 2,568,407	\$ 7,526,112
Federal Sources:				
Intergovernmental	\$ 4,881,758	\$ -	\$ -	\$ 4,881,758
<b>Total Revenues</b>	<b>\$ 15,155,879</b>	<b>\$ 3,578</b>	<b>\$ 2,586,234</b>	<b>\$ 17,745,691</b>
<b>EXPENDITURES</b>				
Current:				
Instruction:				
Regular	\$ 1,707,401	\$ -	\$ -	\$ 1,707,401
Special Education	1,681,976	-	-	1,681,976
Vocational Education	14,000	-	-	14,000
Support Services:				
Pupil	150,636	-	-	150,636
Instructional Staff	1,010,033	-	-	1,010,033
General Administration	47,871	-	-	47,871
Operation and Maintenance of Plant	988,947	-	-	988,947
Central	1,311,428	-	-	1,311,428
Other Support	186,679	-	-	186,679
Operation of Non-Instructional Services:				
Community Services	3,989,633	-	-	3,989,633
Capital Outlay	5,588,137	1,027,970	2,601,063	9,217,170
<b>Total Expenditures</b>	<b>\$ 16,676,741</b>	<b>\$ 1,027,970</b>	<b>\$ 2,601,063</b>	<b>\$ 20,305,774</b>
(Deficiency) of Revenues Revenues (Under) Expenditures	\$ (1,520,862)	\$ (1,024,392)	\$ (14,829)	\$ (2,560,083)
<b>OTHER FINANCING SOURCES</b>				
Transfers In	\$ -	\$ -	\$ 250,000	\$ 250,000
<b>Net Changes in Fund Balances</b>	<b>\$ (1,520,862)</b>	<b>\$ (1,024,392)</b>	<b>\$ 235,171</b>	<b>\$ (2,310,083)</b>
<b>FUND BALANCES, BEGINNING JULY 1</b>	<b>16,954,975</b>	<b>1,024,970</b>	<b>3,892,593</b>	<b>21,872,538</b>
<b>FUND BALANCES, ENDING JUNE 30</b>	<b>\$ 15,434,113</b>	<b>\$ 578</b>	<b>\$ 4,127,764</b>	<b>\$ 19,562,455</b>

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**NONMAJOR SPECIAL REVENUE FUNDS**

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS

June 30, 2017  
(Page 1 of 2)

	Major Maintenance	CCCPRD	Title I Basic/ Neglected & Delinquent	Title IIA	Carl Perkins	Part B	Mathematics & Science Partnerships	Title III
<b>ASSETS</b>								
Cash	\$ 263,073	\$ 282,405	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investments	9,414,072	8,009,521	-	-	-	-	-	-
Taxes Receivable (net of allowance for uncollectibles)	-	4,560,790	-	-	-	-	-	-
Due From Other Funds	-	124,182	-	-	-	-	-	-
Due From Other Governments	-	-	103,500	48,957	34,473	75,933	-	225
<b>Total Assets</b>	\$ 9,677,145	\$ 12,976,898	\$ 103,500	\$ 48,957	\$ 34,473	\$ 75,933	\$ -	\$ 225
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>								
<b>LIABILITIES</b>								
Accounts Payable	\$ -	\$ 18,629	\$ 3,638	\$ 1,657	\$ 742	\$ 759	\$ -	\$ -
Accrued Compensation	-	19,576	87,585	41,347	-	70,965	-	225
Contracts and Retainage Payable	717,995	1,913,673	-	-	-	-	-	-
Due To Other Funds	-	-	12,277	5,953	33,731	4,209	-	-
<b>Total Liabilities</b>	\$ 717,995	\$ 1,951,878	\$ 103,500	\$ 48,957	\$ 34,473	\$ 75,933	\$ -	\$ 225
<b>DEFERRED INFLOWS OF RESOURCES</b>								
Unavailable Taxes	\$ -	\$ 4,550,057	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>FUND BALANCES</b>								
Restricted	\$ 8,959,150	\$ 6,474,963	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	\$ 9,677,145	\$ 12,976,898	\$ 103,500	\$ 48,957	\$ 34,473	\$ 75,933	\$ -	\$ 225

(Continued)

**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**

**COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS**

June 30, 2017  
(Page 2 of 2)

	McKinney	Homeless	Totals
<b>ASSETS</b>			
Cash	\$	-	\$ 545,478
Investments		-	17,423,593
Taxes Receivable (net of allowance for uncollectibles)		-	4,560,790
Due From Other Funds		-	124,182
Due From Other Governments		420	263,508
<b>Total Assets</b>	\$	420	\$ 22,917,551
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accounts Payable	\$	11	\$ 25,436
Accrued Compensation		111	219,809
Contracts and Retainage Payable		-	2,631,668
Due To Other Funds		298	56,468
<b>Total Liabilities</b>	\$	420	\$ 2,933,381
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable Taxes	\$	-	\$ 4,550,057
<b>FUND BALANCES</b>			
Restricted	\$	-	\$ 15,434,113
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	\$	420	\$ 22,917,551

**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
BUDGET AND ACTUAL**

**NONMAJOR SPECIAL REVENUE FUNDS**

Year Ended June 30, 2017

(Page 1 of 2)

	Major Maintenance			CCCPRD			Title I Basic/ Neglected and Delinquent		
	Final Budget	Actual	Variance With Final Budget	Final Budget	Actual	Variance With Final Budget	Final Budget	Actual	Variance With Final Budget
<b>REVENUES</b>									
Local Sources:									
Taxes	\$ -	\$ -	\$ -	\$ 5,288,503	\$ 5,218,891	\$ (69,612)	\$ -	\$ -	\$ -
Investment Income	12,000	48,013	36,013	11,600	49,512	37,912	-	-	-
<b>Total Local Sources</b>	<b>\$ 12,000</b>	<b>\$ 48,013</b>	<b>\$ 36,013</b>	<b>\$ 5,300,103</b>	<b>\$ 5,268,403</b>	<b>\$ (31,700)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
State Sources:									
Intergovernmental	\$ 4,957,705	\$ 4,957,705	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Sources:									
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,889,045	\$ 2,041,414	\$ (847,631)
<b>Total Revenues</b>	<b>\$ 4,969,705</b>	<b>\$ 5,005,718</b>	<b>\$ 36,013</b>	<b>\$ 5,300,103</b>	<b>\$ 5,268,403</b>	<b>\$ (31,700)</b>	<b>\$ 2,889,045</b>	<b>\$ 2,041,414</b>	<b>\$ (847,631)</b>
<b>EXPENDITURES</b>									
Current:									
Instruction:									
Regular	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,015,381	\$ 1,465,077	\$ 550,304
Special Education	-	-	-	-	-	-	170,293	93,980	76,313
Vocational Education	-	-	-	-	-	-	-	-	-
Support Services:									
Pupil	-	-	-	-	-	-	15,989	14,245	1,744
Instructional Staff	-	-	-	-	-	-	482,965	301,178	181,787
General Administration	-	-	-	19,050	12,123	6,927	13,923	13,891	32
Operation and Maintenance									
of Plant	1,775,819	988,947	786,872	-	-	-	-	-	-
Central	9,412,403	1,276,138	8,136,265	-	-	-	-	-	-
Other Support	-	-	-	-	-	-	134,230	109,599	24,631
Operation of Non-Instructional Services:									
Community Services	-	-	-	5,565,359	3,929,638	1,635,721	56,264	43,444	12,820
Capital Outlay	-	-	-	7,417,157	5,588,137	1,829,020	-	-	-
<b>Total Expenditures</b>	<b>\$ 11,188,222</b>	<b>\$ 2,265,085</b>	<b>\$ 8,923,137</b>	<b>\$ 13,001,566</b>	<b>\$ 9,529,898</b>	<b>\$ 3,471,668</b>	<b>\$ 2,889,045</b>	<b>\$ 2,041,414</b>	<b>\$ 847,631</b>
Net Changes in Fund Balances	\$ (6,218,517)	\$ 2,740,633	\$ 8,959,150	\$ (7,701,463)	\$ (4,261,495)	\$ 3,439,968	\$ -	\$ -	\$ -
<b>FUND BALANCES,</b>									
BEGINNING JULY 1	6,218,517	6,218,517	-	10,736,458	10,736,458	-	-	-	-
<b>FUND BALANCES,</b>									
ENDING JUNE 30	\$ -	\$ 8,959,150	\$ 8,959,150	\$ 3,034,995	\$ 6,474,963	\$ 3,439,968	\$ -	\$ -	\$ -

Title IIA			Carl Perkins			Part B		
Final Budget	Actual	Variance With Final Budget	Final Budget	Actual	Variance With Final Budget	Final Budget	Actual	Variance With Final Budget
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 792,415	\$ 525,391	\$ (267,024)	\$ 204,777	\$ 187,920	\$ (16,857)	\$ 2,458,821	\$ 1,850,759	\$ (608,062)
\$ 792,415	\$ 525,391	\$ (267,024)	\$ 204,777	\$ 187,920	\$ (16,857)	\$ 2,458,821	\$ 1,850,759	\$ (608,062)
\$ 98,788	\$ 98,788	\$ -	\$ 123,687	\$ 117,032	\$ 6,655	\$ -	\$ -	\$ -
-	-	-	-	-	-	2,060,677	1,571,646	489,031
-	-	-	14,000	14,000	-	-	-	-
-	-	-	404	404	-	118,473	118,473	-
667,353	408,468	258,885	58,513	48,843	9,670	193,487	94,197	99,290
-	-	-	-	-	-	19,551	19,551	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
26,274	18,135	8,139	5,692	5,160	532	65,633	46,892	18,741
-	-	-	2,481	2,481	-	1,000	-	1,000
-	-	-	-	-	-	-	-	-
\$ 792,415	\$ 525,391	\$ 267,024	\$ 204,777	\$ 187,920	\$ 16,857	\$ 2,458,821	\$ 1,850,759	\$ 608,062
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(Continued)

**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
BUDGET AND ACTUAL**

**NONMAJOR SPECIAL REVENUE FUNDS**

Year Ended June 30, 2017

(Page 2 of 2)

	Mathematics & Science Partnerships			Title III			McKinney Homeless		
	Final Budget	Actual	Variance With Final Budget	Final Budget	Actual	Variance With Final Budget	Final Budget	Actual	Variance With Final Budget
<b>REVENUES</b>									
Local Sources:									
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment Income	-	-	-	-	-	-	-	-	-
<b>Total Local Sources</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
State Sources:									
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Sources:									
Intergovernmental	\$ 376,293	\$ 217,606	\$ (158,687)	\$ 104,310	\$ 30,060	\$ (74,250)	\$ 34,744	\$ 28,608	\$ (6,136)
<b>Total Revenues</b>	<b>\$ 376,293</b>	<b>\$ 217,606</b>	<b>\$ (158,687)</b>	<b>\$ 104,310</b>	<b>\$ 30,060</b>	<b>\$ (74,250)</b>	<b>\$ 34,744</b>	<b>\$ 28,608</b>	<b>\$ (6,136)</b>
<b>EXPENDITURES</b>									
Current:									
Instruction:									
Regular	\$ 26,504	\$ 26,504	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Education	-	-	-	60,151	15,620	44,531	730	730	-
Vocational Education	-	-	-	-	-	-	-	-	-
Support Services:									
Pupil	-	-	-	-	-	-	22,477	17,514	4,963
Instructional Staff	290,572	146,567	144,005	38,104	10,780	27,324	-	-	-
General Administration	-	-	-	2,306	2,306	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-	-	-	-	-	-
Central	45,183	35,290	9,893	-	-	-	-	-	-
Other Support	10,385	5,596	4,789	1,956	561	1,395	925	736	189
Operation of Non-Instructional Services:									
Community Services	3,649	3,649	-	1,793	793	1,000	10,612	9,628	984
Capital Outlay	-	-	-	-	-	-	-	-	-
<b>Total Expenditures</b>	<b>\$ 376,293</b>	<b>\$ 217,606</b>	<b>\$ 158,687</b>	<b>\$ 104,310</b>	<b>\$ 30,060</b>	<b>\$ 74,250</b>	<b>\$ 34,744</b>	<b>\$ 28,608</b>	<b>\$ 6,136</b>
Net Changes in Fund Balances	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>FUND BALANCES, BEGINNING JULY 1</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES, ENDING JUNE 30</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

Totals		
Final Budget	Actual	Variance With Final Budget
\$ 5,288,503	\$ 5,218,891	\$ (69,612)
23,600	97,525	73,925
\$ 5,312,103	\$ 5,316,416	\$ 4,313
\$ 4,957,705	\$ 4,957,705	\$ -
\$ 6,860,405	\$ 4,881,758	\$ (1,978,647)
\$ 17,130,213	\$ 15,155,879	\$ (1,974,334)
\$ 2,264,360	\$ 1,707,401	\$ 556,959
2,291,851	1,681,976	609,875
14,000	14,000	-
157,343	150,636	6,707
1,730,994	1,010,033	720,961
54,830	47,871	6,959
1,775,819	988,947	786,872
9,457,586	1,311,428	8,146,158
245,095	186,679	58,416
5,641,158	3,989,633	1,651,525
7,417,157	5,588,137	1,829,020
\$ 31,050,193	\$ 16,676,741	\$ 14,373,452
\$ (13,919,980)	\$ (1,520,862)	\$ 12,399,118
16,954,975	16,954,975	-
\$ 3,034,995	\$ 15,434,113	\$ 12,399,118

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**DEBT SERVICE FUND**

**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**

**BALANCE SHEET**  
**NONMAJOR DEBT SERVICE FUND**  
June 30, 2017

<b>ASSETS</b>	
Due From Other Funds	<b>\$ 578</b>
<b>FUND BALANCE</b>	
Restricted	<b>\$ 578</b>

**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**NONMAJOR DEBT SERVICE FUND**

Year Ended June 30, 2017

	Final Budget	Actual	Variance With Final Budget
REVENUES			
Local Sources			
Taxes	\$ 3,000	\$ 3,578	\$ 578
EXPENDITURES			
Capital Outlay	\$ 1,027,970	\$ 1,027,970	\$ -
Net change in fund balance	\$ (1,024,970)	\$ (1,024,392)	\$ 578
FUND BALANCE, BEGINNING JULY 1	1,024,970	1,024,970	-
FUND BALANCE, ENDING JUNE 30	\$ -	\$ 578	\$ 578

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**NONMAJOR CAPITAL PROJECTS FUNDS**

**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**

**COMBINING BALANCE SHEET  
NONMAJOR CAPITAL PROJECTS FUNDS**

June 30, 2017

	Depreciation Reserve	Component Projects	Totals
<b>ASSETS</b>			
Investments	\$3,835,044	\$ -	\$3,835,044
Due From Other Funds	292,720	-	292,720
Due From Other Governments	-	1,383,614	1,383,614
<b>Total Assets</b>	<b>\$4,127,764</b>	<b>\$1,383,614</b>	<b>\$5,511,378</b>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Contracts and Retainage Payable	\$ -	\$ 633,408	\$ 633,408
Due To Other Funds	-	750,206	750,206
<b>Total Liabilities</b>	<b>\$ -</b>	<b>\$1,383,614</b>	<b>\$1,383,614</b>
<b>FUND BALANCES</b>			
Restricted	\$4,127,764	\$ -	\$4,127,764
<b>Total Liabilities and Fund Balances</b>	<b>\$4,127,764</b>	<b>\$1,383,614</b>	<b>\$5,511,378</b>

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
 BUDGET AND ACTUAL  
 NONMAJOR CAPITAL PROJECTS FUNDS  
 Year Ended June 30, 2017

	Depreciation Reserve		Component Projects				Totals	
	Final Budget	Actual	Variance With Final Budget	Final Budget	Actual	Variance With Final Budget	Final Budget	Actual
REVENUES								
Local Sources:								
Investment Income	\$ 3,500	\$ 17,827	\$ 14,327	\$ -	\$ -	\$ -	\$ 3,500	\$ 17,827
State Sources:								
Intergovernmental	\$ -	\$ -	\$ -	\$ 8,607,516	\$ 2,568,407	\$ (6,039,109)	\$ 8,607,516	\$ 2,568,407
Total Revenues	\$ 3,500	\$ 17,827	\$ 14,327	\$ 8,607,516	\$ 2,568,407	\$ (6,039,109)	\$ 8,611,016	\$ 2,586,234
EXPENDITURES								
Capital Outlay	\$ 178,448	\$ 32,656	\$ 145,792	\$ 8,607,516	\$ 2,568,407	\$ 6,039,109	\$ 8,785,964	\$ 2,601,063
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (174,948)	\$ (14,829)	\$ 160,119	\$ -	\$ -	\$ -	\$ (174,948)	\$ (14,829)
OTHER FINANCING SOURCES								
Transfers In	\$ -	\$ 250,000	\$ 250,000	\$ -	\$ -	\$ -	\$ -	\$ 250,000
Net Changes in Fund Balances	\$ (174,948)	\$ 235,171	\$ 410,119	\$ -	\$ -	\$ -	\$ (174,948)	\$ 235,171
FUND BALANCES, BEGINNING JULY 1	3,892,593	3,892,593	-	-	-	-	3,892,593	3,892,593
FUND BALANCES, ENDING JUNE 30	\$ 3,717,645	\$ 4,127,764	\$ 410,119	\$ -	\$ -	\$ -	\$ 3,717,645	\$ 4,127,764

**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
MAJOR CAPITAL PROJECTS FUND  
Year Ended June 30, 2017**

	Budgeted Amounts		
	Original and Final	Actual	Variance With Final Budget
REVENUES			
State Sources:			
Intergovernmental	\$ 31,684,749	\$ 19,592,263	\$ (12,092,486)
EXPENDITURES			
Operation of Non-Instructional Services:			
Capital Outlay	\$ 31,684,749	\$ 19,592,263	\$ 12,092,486
Excess of Revenues Over Expenditures	\$ -	\$ -	\$ -
FUND BALANCE, BEGINNING JULY 1	-	-	-
FUND BALANCE, ENDING JUNE 30	\$ -	\$ -	\$ -



**NONMAJOR ENTERPRISE FUNDS**

**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**

**COMBINING STATEMENT OF NET POSITION  
NONMAJOR ENTERPRISE FUNDS**

**Year Ended June 30, 2017**

	Business-Type Activities Enterprise Funds		Total Enterprise Funds
	CAT/ Preschool	Food Service	
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash	\$ -	\$ 22,830	\$ 22,830
Investments	-	300,021	300,021
Accounts Receivable	-	11,641	11,641
Due From Other Funds	34,185	-	34,185
Due From Other Governments	-	55,750	55,750
Inventories	-	26,768	26,768
<b>Total Current Assets</b>	<b>\$ 34,185</b>	<b>\$ 417,010</b>	<b>\$ 451,195</b>
Capital Assets, Net	\$ -	\$ 90,705	\$ 90,705
<b>Total Assets</b>	<b>\$ 34,185</b>	<b>\$ 507,715</b>	<b>\$ 541,900</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Accounts Payable	\$ -	\$ 56,058	\$ 56,058
Accrued Compensation	-	12,039	12,039
<b>Total Liabilities</b>	<b>\$ -</b>	<b>\$ 68,097</b>	<b>\$ 68,097</b>
<b>NET POSITION</b>			
Net Investment in Capital Assets	\$ -	\$ 90,705	\$ 90,705
Unrestricted	34,185	348,913	383,098
<b>Total Net Position</b>	<b>\$ 34,185</b>	<b>\$ 439,618</b>	<b>\$ 473,803</b>

**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**

**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION  
NONMAJOR ENTERPRISE FUNDS  
Year Ended June 30, 2017**

	Business-Type Activities Enterprise Funds		Total Enterprise Funds
	CAT/ Preschool	Food Service	
<b>OPERATING REVENUES</b>			
Charges for Services	\$ 23,159	\$ 1,842,792	\$ 1,865,951
<b>OPERATING EXPENSES</b>			
Salaries	\$ 18,108	\$ 1,488,721	\$ 1,506,829
Fringe Benefits	4,284	1,035,810	1,040,094
Purchased Services	39	11,165	11,204
Materials and Supplies	4,453	301,357	305,810
Direct Food Costs	-	2,354,966	2,354,966
Depreciation	-	19,540	19,540
Other	-	12,522	12,522
<b>Total Operating Expenses</b>	\$ 26,884	\$ 5,224,081	\$ 5,250,965
<b>Operating (Loss)</b>	\$ (3,725)	\$ (3,381,289)	\$ (3,385,014)
<b>NONOPERATING REVENUES</b>			
Donated Commodities	\$ -	\$ 298,690	\$ 298,690
Intergovernmental Grants	-	2,098,681	2,098,681
Investment Income	-	240	240
<b>Total Nonoperating Revenues</b>	\$ -	\$ 2,397,611	\$ 2,397,611
<b>(Loss) Before Transfers</b>	\$ (3,725)	\$ (983,678)	\$ (987,403)
<b>Transfers In</b>	\$ -	\$ 1,230,000	\$ 1,230,000
<b>Changes in Net Position</b>	\$ (3,725)	\$ 246,322	\$ 242,597
<b>NET POSITION, BEGINNING JULY 1</b>	<b>37,910</b>	<b>193,296</b>	<b>231,206</b>
<b>NET POSITION, ENDING JUNE 30</b>	<b>\$ 34,185</b>	<b>\$ 439,618</b>	<b>\$ 473,803</b>

**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**

**COMBINING STATEMENT OF CASH FLOWS**

**NONMAJOR ENTERPRISE FUNDS**

Year Ended June 30, 2017

	Business-Type Activities Enterprise Funds		Total Enterprise Funds
	CAT/ Preschool	Food Service	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash Received from Customers	\$ 23,159	\$ 1,844,741	\$ 1,867,900
Cash Payments to Employees for Services	(18,108)	(1,484,849)	(1,502,957)
Cash Payments for Employee Benefits	(4,284)	(1,035,810)	(1,040,094)
Cash Payments for Goods and Services	(4,492)	(2,410,723)	(2,415,215)
Net Cash (Used In) Operating Activities	\$ (3,725)	\$ (3,086,641)	\$ (3,090,366)
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>			
Intergovernmental Grants Received	\$ -	\$ 2,093,240	\$ 2,093,240
Transfers In From Other Funds	-	1,230,000	1,230,000
Net Cash Provided By Noncapital Financing Activities	\$ -	\$ 3,323,240	\$ 3,323,240
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Investment Income	\$ -	\$ 240	\$ 240
Proceeds from Maturities of Investments	-	930,099	930,099
Purchase of Investments	-	(1,230,086)	(1,230,086)
Decrease in Cash Pooled in General Fund	3,725	-	3,725
Net Cash Provided By (Used In) Investing Activities	\$ 3,725	\$ (299,747)	\$ (296,022)
Net (Decrease) in Cash	\$ -	\$ (63,148)	\$ (63,148)
Cash, Beginning July 1	-	85,978	85,978
Cash, Ending June 30	\$ -	\$ 22,830	\$ 22,830
<b>Reconciliation of Operating (Loss) to Net Cash (Used in) Operating Activities</b>			
Operating (Loss)	\$ (3,725)	\$ (3,381,289)	\$ (3,385,014)
Adjustments:			
Depreciation	-	19,540	19,540
Donated Commodities Used During Year	-	298,690	298,690
Changes in Assets and Liabilities:			
Accounts Receivable	-	1,949	1,949
Inventories	-	(19,122)	(19,122)
Accounts Payable	-	(10,281)	(10,281)
Accrued Compensation	-	3,872	3,872
Net Cash (Used in) Operating Activities	\$ (3,725)	\$ (3,086,641)	\$ (3,090,366)
<b>NONCASH NONCAPITAL FINANCING ACTIVITIES</b>			
Donated Food Commodities	\$ -	\$ (298,690)	\$ (298,690)

**AGENCY FUND**

**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**  
**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUND**  
Year Ended June 30, **2017**

	Balance, July 1, 2016	Additions	Deductions	Balance, June 30, 2017
<b>ASSETS</b>				
Cash	\$ 362,916	\$ 258,673	\$ (524,770)	\$ <b>96,819</b>
Investments	331,159	252,834	-	<b>583,993</b>
<b>Total Assets</b>	<b>\$ 694,075</b>	<b>\$ 511,507</b>	<b>\$ (524,770)</b>	<b>\$ 680,812</b>
<b>LIABILITIES</b>				
Due to Student Groups	\$ 694,075	\$ 355,189	\$ (368,452)	\$ <b>680,812</b>

# ***STATISTICAL SECTION***

This part of Campbell County School District No. 1's Comprehensive Annual Financial Report (CAFR) presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.

## **77 FINANCIAL TRENDS**

These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.

## **83 REVENUE CAPACITY**

These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.

## **88 DEBT CAPACITY**

These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and also its ability to issue additional debt in the future.

## **91 DEMOGRAPHIC AND ECONOMIC INFORMATION**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.

## **93 OPERATING INFORMATION**

These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.



**CHANGES IN FUND BALANCES FOR TOTAL GOVERNMENTAL FUNDS**

LAST TEN FISCAL YEARS

(modified accrual basis of accounting)  
(Unaudited)

TABLE 1

	Fiscal Year 2008	Fiscal Year 2009	Fiscal Year 2010	Fiscal Year 2011	Fiscal Year 2012	Fiscal Year 2013	Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016	Fiscal Year 2017
<b>Revenues</b>										
Local Sources:										
Taxes	\$ 85,123,873	\$ 86,303,539	\$ 89,965,029	\$ 93,009,532	\$ 99,786,164	\$ 103,804,485	\$ 102,755,821	\$ 106,233,853	\$ 114,588,797	\$ 114,307,351
Interest	3,065,541	998,796	218,746	121,985	87,243	56,581	42,914	48,250	124,477	315,629
Tuition and Fees	383,067	675,883	355,516	303,386	49,845	39,876	29,907	11,025	11,025	0
Rentals	65,307	43,002	55,024	44,612	57,580	44,399	27,758	22,753	40,692	22,436
Charges for Services	449,902	446,185	609,350	603,220	606,482	568,273	624,417	638,102	653,295	614,928
Contributions and Donations	311,034	262,591	540,885	738,691	438,373	515,251	728,239	583,458	402,114	209,629
Miscellaneous	492,334	501,898	57,907	851,430	565,530	196,884	266,134	497,194	207,295	222,988
County Sources										
Taxes	20,159,453	20,389,644	21,663,559	22,236,817	24,028,699	24,660,168	24,944,932	25,471,301	27,765,648	27,360,729
State Sources										
Intergovernmental	10,741,114	36,078,614	21,736,066	13,142,804	20,509,706	12,702,356	29,653,661	18,989,815	42,351,538	31,824,104
Federal Sources										
Intergovernmental	4,658,244	6,056,673	7,781,772	9,619,392	8,502,731	6,158,415	5,134,695	4,989,966	5,296,484	5,035,716
Total Revenues	\$ 125,449,869	\$ 151,756,825	\$ 142,983,854	\$ 140,671,869	\$ 154,632,353	\$ 148,746,688	\$ 164,208,478	\$ 157,485,717	\$ 191,441,365	\$ 179,913,510
<b>Expenditures</b>										
Current										
Instruction										
Regular	\$ 40,830,255	\$ 40,684,778	\$ 46,021,958	\$ 49,505,090	\$ 48,524,323	\$ 50,492,379	\$ 50,904,549	\$ 51,679,480	\$ 55,532,958	\$ 54,216,745
Special Education	13,221,764	14,023,482	17,110,954	17,874,522	18,929,112	18,572,564	19,407,719	20,276,923	22,372,261	22,265,679
Vocational Education	2,411,560	2,472,652	2,276,673	2,570,126	2,508,614	2,874,011	2,567,740	2,372,776	2,402,568	2,653,017
Other Instruction	476,151	459,419	590,637	577,012	466,381	349,027	341,265	345,792	330,460	309,837
Support Services										
Pupil	11,148,606	10,651,612	11,829,225	12,546,405	12,454,778	12,492,026	13,165,977	13,089,065	14,059,130	14,202,622
Instructional Staff	7,546,679	8,265,732	10,725,768	11,967,581	10,206,960	8,443,230	10,641,096	10,355,819	10,747,365	10,568,396
General Administration	999,466	1,023,483	1,019,855	1,175,681	1,245,477	1,226,005	1,538,742	1,675,382	1,669,271	1,588,754
School Administration	5,804,072	5,794,233	6,630,776	6,661,685	6,415,623	6,571,601	6,729,320	6,605,071	6,983,462	7,125,390
Business	2,118,546	2,541,191	2,608,141	2,629,410	2,631,358	2,576,468	2,814,517	2,754,668	2,827,468	2,686,152
Operation/Maintenance of Plant	10,664,755	10,199,983	12,961,975	14,313,183	12,979,037	12,698,008	13,082,041	13,618,441	14,307,164	13,055,370
Pupil Transportation	6,152,348	6,606,642	7,446,730	7,887,065	8,056,002	9,594,180	10,147,843	10,110,566	10,676,476	11,504,102
Central	1,370,924	2,838,947	2,737,998	3,051,340	7,964,551	3,556,273	4,739,722	4,224,004	2,844,907	3,398,258
Other Support	2,829,937	448,653	280,269	387,249	426,576	505,293	321,260	373,199	369,066	247,553
Other Non-Instructional Service										
Community Services	3,022,793	5,377,841	6,357,823	7,667,134	6,984,763	6,484,090	4,490,214	3,896,690	3,894,186	4,061,521
Capital Outlay	9,399,407	33,812,937	22,036,549	13,019,478	23,396,869	9,020,449	22,434,825	10,359,142	34,669,649	28,809,433



	Fiscal Year 2008	Fiscal Year 2009	Fiscal Year 2010	Fiscal Year 2011	Fiscal Year 2012	Fiscal Year 2013	Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016	Fiscal Year 2017
Debt Service										
Interest	84,581	92,342	103,995	114,587	114,855	103,614	85,956	72,597	1,253,404	2,840,352
Principal	802,081	797,229	890,963	1,033,699	1,165,065	1,280,559	1,312,221	1,324,446	64,113	68,818
Total Expenditures	\$ 118,883,925	\$ 146,091,156	\$ 151,630,289	\$ 152,981,247	\$ 164,470,344	\$ 146,839,777	\$ 164,725,007	\$ 153,134,061	\$ 185,003,908	\$ 179,601,999
<b>Excess of revenues over(under) expenditures</b>	\$ 6,565,944	\$ 5,665,669	\$ (8,646,435)	\$ (12,309,378)	\$ (9,837,991)	\$ 1,906,911	\$ (516,529)	\$ 4,351,656	\$ 6,437,457	\$ 311,511
<b>Other Financing Sources (Uses)</b>										
Transfers in	\$ 22,442,859	\$ 8,206,648	\$ 26,892,411	\$ 19,682,327	\$ 381,030	\$ 13,531	\$ 0	\$ 16,417	\$ 6,581	\$ 250,000
Transfers (out)	(23,134,844)	(9,199,626)	(27,208,195)	(20,361,636)	(1,802,862)	(1,905,960)	(615,315)	(1,468,634)	(1,562,775)	(2,536,241)
Proceeds from Capital Lease	738,431	963,907	1,248,009	1,580,687	1,315,677	1,272,932	1,083,359	1,309,713	1,252,111	1,679,922
Sale of Capital Assets	21,934	650	0	0	0	0	0	0	176,150	991
Total Other Financing Sources (Uses)	\$ 68,380	\$ (28,421)	\$ 932,225	\$ 901,378	\$ (106,155)	\$ (619,497)	\$ 468,044	\$ (142,504)	\$ (127,933)	\$ (605,328)
<b>Net Change in Fund Balance</b>	\$ 6,634,324	\$ 5,637,248	\$ (7,714,210)	\$ (11,408,000)	\$ (9,944,146)	\$ 1,287,414	\$ (48,485)	\$ 4,209,152	\$ 6,309,524	\$ (293,817)
<b>Debt Service as a percentage of noncapital expenditures</b>	2.625%	0.718%	0.706%	0.746%	0.850%	0.915%	0.900%	0.875%	0.778%	1.709%

**NET POSITION BY COMPONENT**  
 LAST TEN FISCAL YEARS  
 (accrual basis of accounting)  
 (Unaudited)

TABLE 2

	Fiscal Year 2008	Fiscal Year 2009	Fiscal Year 2010	Fiscal Year 2011	Fiscal Year 2012	Fiscal Year 2013	Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016	Fiscal Year 2017
<b>Governmental Activities</b>										
Net Investments in capital assets	\$ 88,073,945	\$ 114,948,069	\$ 131,030,921	\$ 136,526,203	\$ 157,758,844	\$ 161,489,559	\$ 179,795,431	\$ 183,139,837	\$ 209,683,810	\$ 225,612,026
Restricted	31,899,966	32,397,594	20,003,538	19,993,570	14,114,875	11,771,276	13,406,555	15,078,797	15,807,752	19,929,512
Unrestricted	24,703,473	31,024,353	36,411,404	21,680,356	19,570,706	24,254,530	21,945,942	(42,059,275)	(46,925,435)	(48,707,859)
Total governmental activities net assets	\$ 144,677,384	\$ 178,370,016	\$ 187,445,863	\$ 178,200,129	\$ 191,444,425	\$ 197,515,365	\$ 215,147,928	\$ 156,159,359	\$ 178,566,127	\$ 196,833,679
<b>Business-type Activities</b>										
Net Investments in capital assets	\$ 97,634	\$ 81,338	\$ 77,543	\$ 65,515	\$ 144,616	\$ 173,354	\$ 166,639	\$ 130,827	\$ 110,245	\$ 90,705
Restricted	0	0	0	0	0	0	0	0	0	0
Unrestricted	54,561	203,108	264,565	124,407	31,942	127,208	125,043	(146,351)	120,961	383,098
Total business-type activities net assets	\$ 152,195	\$ 284,446	\$ 342,108	\$ 189,922	\$ 176,558	\$ 300,562	\$ 291,682	\$ (15,524)	\$ 231,206	\$ 473,803
<b>Primary government</b>										
Net Investments in capital assets	\$ 88,171,579	\$ 115,029,407	\$ 131,108,464	\$ 136,591,718	\$ 157,903,460	\$ 161,662,913	\$ 179,962,070	\$ 183,270,664	\$ 209,794,055	\$ 225,702,731
Restricted	31,899,966	32,397,594	20,003,538	19,993,570	14,114,875	11,771,276	13,406,555	15,078,797	15,807,752	19,929,512
Unrestricted	24,758,034	31,227,461	36,675,969	21,804,763	19,602,648	24,381,738	22,070,985	(42,205,626)	(46,804,474)	(48,324,761)
Total primary government net assets	\$ 144,829,579	\$ 178,654,462	\$ 187,787,971	\$ 178,390,051	\$ 191,620,983	\$ 197,815,927	\$ 215,439,610	\$ 156,143,835	\$ 178,797,333	\$ 197,307,482

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**CHANGES IN NET POSITION**

LAST TEN FISCAL YEARS

(accrual basis of accounting)

(Unaudited)

TABLE 3

	Fiscal Year 2008	Fiscal Year 2009	Fiscal Year 2010	Fiscal Year 2011	Fiscal Year 2012	Fiscal Year 2013	Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016	Fiscal Year 2017
<b>Expenses</b>										
Governmental activities										
Instruction	\$ 61,432,277	\$ 62,503,185	\$ 72,969,956	\$ 77,763,448	\$ 78,211,197	\$ 80,627,155	\$ 81,988,660	\$ 87,403,180	\$ 98,226,113	\$ 97,627,142
Pupil and Instructional Staff	18,684,371	18,935,613	22,500,741	24,564,408	23,188,529	21,002,128	23,947,316	24,187,813	26,759,574	26,756,140
General, School & Business Administration	9,115,868	9,603,022	10,617,683	10,787,619	10,389,118	10,453,348	10,975,544	11,344,680	12,467,332	12,421,516
Operation/Maintenance of Plant	10,861,919	10,332,457	12,938,575	14,487,926	12,891,865	12,483,858	12,940,226	13,474,106	14,937,936	13,683,239
Pupil Transportation	6,152,348	6,606,617	7,401,304	7,888,565	8,029,636	8,321,248	9,062,484	9,028,903	10,130,171	10,453,618
Central	1,748,671	2,572,080	1,547,551	2,376,918	1,548,050	1,728,180	1,967,293	2,186,248	1,955,279	1,643,464
Other Support Services	2,829,937	448,652	252,464	356,611	426,575	505,293	356,569	354,493	327,766	282,843
Community Support - Non Instructional	2,477,910	7,666,966	7,247,504	8,551,304	7,130,590	6,660,130	4,533,158	3,928,665	3,926,886	4,072,102
Debt Service - Interest Only	84,581	92,342	103,995	114,587	114,855	103,614	85,956	72,597	64,113	68,818
Total Governmental activities expenses	113,387,882	118,760,934	135,579,773	146,891,386	141,930,415	141,884,954	145,837,206	151,980,685	168,795,170	167,008,882
Business-type activities										
Enterprise Fund - Food Service	3,323,556	3,877,628	4,043,595	4,790,367	5,061,027	4,930,063	4,807,698	5,154,129	5,443,575	5,224,081
Enterprise Fund - C AT/Preschool	0	0	0	197,582	185,237	113,785	98,013	75,874	41,858	26,884
Total Business-type activities expenses	3,323,556	3,877,628	4,043,595	4,987,949	5,246,264	5,043,848	4,905,711	5,230,003	5,485,433	5,250,965
Total primary government expenses	116,711,438	122,638,562	139,623,368	151,879,335	147,176,679	146,928,802	150,742,917	157,210,688	174,280,603	172,259,847
<b>Program Revenues</b>										
Governmental activities										
Charges for Services										
Instruction	\$ 347,673	\$ 645,679	\$ 631,801	\$ 1,783,280	\$ 1,574,206	\$ 1,451,912	\$ 1,750,438	\$ 1,719,777	\$ 348,381	\$ 209,162
Support Services	344,981	331,857	205,130	214,432	143,722	171,353	165,070	188,845	356,631	428,202
Operation of Non-Instructional Services	205,622	192,001	182,961	0	0	0	0	0	0	0
Operating Grants & Contributions	7,364,335	9,066,574	10,850,375	12,900,803	11,138,051	8,841,008	8,471,501	9,069,095	10,504,944	9,798,364
Total Governmental activities program revenues	8,262,611	10,236,111	11,870,267	14,898,515	12,855,979	10,464,273	10,387,009	10,977,717	11,209,956	10,435,728
Business-type activities										
Charges for Services	2,092,833	2,459,907	2,349,775	2,731,836	2,724,666	2,440,825	2,239,596	2,080,274	2,079,752	1,865,951
Operating Grants & Contributions	904,897	1,431,659	1,435,328	1,424,314	1,546,359	1,874,541	2,041,714	2,053,384	2,349,122	2,397,371
Total Business-type activities program revenues	2,997,730	3,891,566	3,785,103	4,156,150	4,271,025	4,315,366	4,281,310	4,133,658	4,428,874	4,263,322
Total primary governmental program revenues	11,260,341	14,127,677	15,655,370	19,054,665	17,127,004	14,779,639	14,668,319	15,111,375	15,638,830	14,699,050
Net (expense)/revenue	\$ (5,448,697)	\$ (8,412,445)	\$ (18,068,000)	\$ (37,084,720)	\$ (30,949,675)	\$ (36,459,129)	\$ (35,474,608)	\$ (41,809,313)	\$ (58,641,773)	\$ (61,560,797)
Governmental activities	\$ (5,448,697)	\$ (5,448,697)	\$ (5,448,697)	\$ (5,448,697)	\$ (5,448,697)	\$ (5,448,697)	\$ (5,448,697)	\$ (5,448,697)	\$ (5,448,697)	\$ (5,448,697)
Business-type activities	\$ (325,826)	\$ (13,938)	\$ (258,492)	\$ (831,799)	\$ (975,239)	\$ (728,482)	\$ (624,401)	\$ (1,096,345)	\$ (1,056,559)	\$ (987,643)
Total primary government net expenses	\$ (5,774,523)	\$ (5,462,635)	\$ (5,707,189)	\$ (6,280,496)	\$ (6,423,936)	\$ (6,177,179)	\$ (6,073,098)	\$ (6,545,042)	\$ (6,505,256)	\$ (6,436,340)

	Fiscal Year 2008	Fiscal Year 2009	Fiscal Year 2010	Fiscal Year 2011	Fiscal Year 2012	Fiscal Year 2013	Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016	Fiscal Year 2017
<b>General Revenues and Other Changes in Net Position</b>										
Governmental activities										
Taxes										
Property Taxes, general purposes	\$ 100,761,353	\$ 102,039,741	\$ 107,162,521	\$ 107,568,137	\$ 119,635,711	\$ 122,499,068	\$ 121,784,541	\$ 126,349,635	\$ 138,506,019	\$ 142,818,527
Property Taxes, debt service	56,466	110,810	90,243	2,749	4,610	6,848	2,104	2,647	3,325	3,578
Property Taxes, public recreation	4,752,745	5,028,894	6,138,300	5,346,431	5,682,758	6,087,251	5,812,832	5,943,919	6,470,013	5,432,218
Grants & Contribution not restricted to specific programs	8,346,057	33,326,838	19,208,350	9,699,083	17,438,448	9,660,699	25,895,441	14,345,380	37,545,192	27,271,085
Capital Grant restricted for debt service	0	0	0	0	0	0	0	0	0	0
Interest	3,204,151	1,025,201	225,014	123,969	88,627	57,635	43,872	49,046	127,335	322,310
Other Local Revenue	0	0	0	0	0	0	0	0	0	0
Miscellaneous	793,537	767,153	276,709	686,077	430,244	99,868	138,678	156,908	207,295	222,988
Gain(loss) on sale of capital assets	(7,975)	36,250	0	0	0	(67,532)	20,607	(383,700)	161,194	0
Transfers	(175,836)	(117,432)	(315,784)	(679,309)	(961,666)	(852,216)	(615,315)	(803,583)	(1,303,133)	(1,230,000)
Total Governmental activities	117,730,498	142,217,455	132,785,353	122,747,137	142,318,732	137,491,621	153,082,760	145,660,252	181,717,240	174,840,706
Business-type activities										
Interest	6,361	1,387	370	304	209	270	206	105	156	240
Gain(loss) on sale of capital assets	0	(506)	0	0	0	0	0	(14,549)	0	0
Transfers	175,836	117,432	315,784	679,309	961,666	852,216	615,315	803,583	1,303,133	1,230,000
Total Business-type activities	182,197	118,313	316,154	679,613	961,875	852,486	615,521	789,139	1,303,289	1,230,240
Total primary government	\$ 117,912,695	\$ 142,335,768	\$ 133,101,507	\$ 123,426,750	\$ 143,280,607	\$ 138,344,107	\$ 153,698,281	\$ 146,449,391	\$ 183,020,529	\$ 176,070,946
<b>Total Change in Net Position</b>										
Government activities	\$ 12,605,227	\$ 33,692,632	\$ 9,075,847	\$ (9,245,734)	\$ 13,244,296	\$ 6,070,940	\$ 17,632,563	\$ 4,657,284	\$ 24,132,026	\$ 18,267,552
Business-type activities	(143,629)	132,251	57,662	(152,186)	(13,364)	124,004	(8,880)	(307,206)	246,730	242,597
Total primary government	\$ 12,461,598	\$ 33,824,883	\$ 9,133,509	\$ (9,397,920)	\$ 13,230,932	\$ 6,194,944	\$ 17,623,683	\$ 4,350,078	\$ 24,378,756	\$ 18,510,149

**FUND BALANCES OF GOVERNMENTAL FUNDS**

LAST TEN FISCAL YEARS

(modified accrual basis of accounting)  
(Unaudited)

TABLE 4

	Fiscal Year 2008	Fiscal Year 2009	Fiscal Year 2010	Fiscal Year 2011	Fiscal Year 2012	Fiscal Year 2013	Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016	Fiscal Year 2017
	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)
<b>General Fund</b>										
Reserved	\$ 294,626	\$ 274,686	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Unreserved	9,107,250	12,670,681	0	0	0	0	0	0	0	0
Nonspendable	0	0	913,910	803,167	750,125	869,521	844,222	803,158	854,721	1,740,133
Committed	0	0	0	3,110,000	2,611,000	2,583,460	1,702,149	1,129,693	639,472	517,535
Unassigned	0	0	11,209,516	9,237,888	10,743,689	13,068,423	12,079,923	14,553,849	18,333,917	19,586,708
<b>Total General Fund</b>	<b>\$ 9,401,876</b>	<b>\$ 12,945,367</b>	<b>\$ 12,123,426</b>	<b>\$ 13,151,055</b>	<b>\$ 14,104,814</b>	<b>\$ 16,521,404</b>	<b>\$ 14,626,294</b>	<b>\$ 16,486,700</b>	<b>\$ 19,828,110</b>	<b>\$ 21,844,376</b>
<b>All other governmental funds</b>										
Reserved	\$ 32,508,829	\$ 32,729,619	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Unreserved	2,502,441	2,851,987	0	0	0	0	0	0	0	0
Designated for Capital Projects	0	0	0	0	0	0	0	0	0	0
Undesignated, Reported in:										
Capital Construction	0	0	0	0	0	0	0	0	0	0
Special Revenue Funds	6,243,936	7,995,811	0	0	0	0	0	0	0	0
Capital Projects Funds	2,715,069	2,486,615	0	0	0	0	0	0	0	0
Nonspendable	0	0	183	183	0	0	0	0	0	0
Restricted	0	0	38,718,067	26,735,951	15,838,229	14,709,053	16,555,678	18,904,424	21,872,538	19,562,455
Committed	0	0	453,513	0	0	0	0	0	0	0
Unassigned	0	0	0	0	0	0	0	0	0	0
<b>Total all other governmental funds</b>	<b>\$ 43,970,275</b>	<b>\$ 46,064,032</b>	<b>\$ 39,171,763</b>	<b>\$ 26,736,134</b>	<b>\$ 15,838,229</b>	<b>\$ 14,709,053</b>	<b>\$ 16,555,678</b>	<b>\$ 18,904,424</b>	<b>\$ 21,872,538</b>	<b>\$ 19,562,455</b>

(1) Starting with Fiscal Year 2010 Fund Balance is reported in GASB 54 categories.

**PROPERTY TAX LEVIES AND COLLECTIONS**  
**LAST TEN FISCAL YEARS**

(Unaudited)

TABLE 5

Fiscal Year	Tax Year	Total Tax Levied for Year	Collections during Levied Year		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2008	2007	\$ 145,941,864	\$ 145,351,658	99.60%	\$ 451,787	\$ 145,803,445	99.91%
2009	2008	152,002,298	150,428,795	98.96%	958,957	151,387,752	99.60%
2010	2009	182,526,173	179,588,657	98.39%	1,921,944	181,510,601	99.44%
2011	2010	160,408,680	159,338,689	99.33%	725,879	160,064,568	99.79%
2012	2011	173,660,462	172,631,190	99.41%	803,680	173,434,870	99.87%
2013	2012	186,768,061	185,466,039	99.30%	664,549	186,130,588	99.66%
2014	2013	177,829,362	176,800,630	99.42%	553,125	177,353,755	99.73%
2015	2014	181,101,531	179,921,326	99.35%	528,429	180,449,755	99.64%
2016	2015	198,588,592	194,899,187	98.14%	2,028,390	196,927,577	99.16%
2017	2016	169,164,710	157,664,625	93.20%	0	157,664,625	93.20%

Source: Campbell County Treasurer

**ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY**  
**LAST TEN FISCAL YEARS**

(Unaudited)

TABLE 6

Fiscal Year	Tax Year	Real Property		Personal Property	Public Utilities & Minerals	Total Taxable Assessed Value	Estimated Actual Value of Taxable Property	Assessed Value as a percentage of Actual Value
		Residential	Commercial					
2008	2007	\$ 177,548,564	\$ 55,905,267	\$ 328,196,433	\$ 3,991,416,229	\$ 4,553,066,493	\$ 10,580,504,775	43.03%
2009	2008	165,467,474	52,373,558	419,621,743	4,085,359,669	4,722,822,444	10,046,143,547	47.01%
2010	2009	215,236,023	53,391,771	492,692,048	4,949,234,676	5,710,554,518	13,053,305,514	43.75%
2011	2010	229,943,446	69,824,075	462,373,422	4,254,525,971	5,016,666,914	11,270,859,091	44.51%
2012	2011	234,056,585	62,886,371	475,857,579	4,652,764,672	5,425,565,207	13,446,903,747	40.35%
2013	2012	240,905,920	63,805,952	502,162,587	5,032,191,032	5,839,065,491	14,240,913,927	41.00%
2014	2013	246,539,836	66,152,832	504,177,662	4,742,567,218	5,559,437,548	14,125,734,526	39.36%
2015	2014	254,210,964	82,161,959	516,458,473	4,832,863,762	5,685,695,158	14,494,937,433	39.23%
2016	2015	265,258,394	88,258,439	514,064,127	5,340,658,312	6,208,239,272	15,204,868,929	40.83%
2017	2016	281,677,847	92,982,875	474,880,706	4,438,961,421	5,288,502,849	14,364,233,479	36.82%

Source: Campbell County Assessor



**PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS**  
**LAST TEN FISCAL YEARS**

(Unaudited)

TABLE 7

Fiscal Year	Tax Year	City of Gillette			County			Overlapping Rate				Total Direct & Overlapping Rates	
		Operating Millage	Debt Service Millage	Total City Millage	Operating Millage	Debt Service Millage	Total County Millage	Operating Millage	Debt Service Millage	Total County Millage	State School Millage		Special Districts
2008	2007	8.000	0.000	8.000	12.000	0.000	12.000	32.000	0.000	32.000	12.000	3.805	67.805
2009	2008	8.000	0.000	8.000	12.000	0.000	12.000	32.000	0.000	32.000	12.000	4.163	68.163
2010	2009	8.000	0.000	8.000	11.088	0.000	11.088	32.000	0.000	32.000	12.000	3.711	66.799
2011	2010	8.000	0.000	8.000	11.051	0.000	11.051	32.000	0.000	32.000	12.000	4.720	67.771
2012	2011	8.000	0.000	8.000	11.051	0.000	11.051	32.000	0.000	32.000	12.000	4.370	67.421
2013	2012	8.000	0.000	8.000	11.051	0.000	11.051	32.000	0.000	32.000	12.000	4.461	67.512
2014	2013	8.000	0.000	8.000	11.051	0.000	11.051	32.000	0.000	32.000	12.000	4.693	67.744
2015	2014	8.000	0.000	8.000	11.051	0.000	11.051	32.000	0.000	32.000	12.000	4.686	67.737
2016	2015	8.000	0.000	8.000	11.051	0.000	11.051	32.000	0.000	32.000	12.000	4.537	67.588
2017	2016	8.000	0.000	8.000	11.140	0.000	11.140	32.000	0.000	32.000	12.000	4.412	67.552

Source: Campbell County Assessor

Note: Wyoming School District Millage rates are set by State Statute and are not changeable by local boards.

**GENERAL GOVERNMENTAL FUNDS REVENUES BY SOURCE**

LAST TEN FISCAL YEARS

(modified accrual basis of accounting)  
(Unaudited)

TABLE 8

Fiscal Year	Local Sources				Changes for Services	Contributions & Donations	Miscellaneous	County Sources		State Sources		Federal Sources		Total
	Taxes	Interest	Tuition & Fees	Rentals				Taxes	Taxes	Intergovernmental	Intergovernmental	Intergovernmental	Intergovernmental	
2008	\$ 85,123,873	\$ 3,065,541	\$ 383,067	\$ 65,307	\$ 449,902	\$ 311,034	\$ 492,334	\$ 20,159,453	\$ 10,741,114	\$ 4,658,244	\$ 125,449,869			
2009	86,303,539	998,796	675,883	43,002	446,185	262,591	501,898	20,389,644	36,078,614	6,056,673	151,756,825			
2010	89,965,029	218,746	355,516	55,024	609,350	540,885	57,907	21,663,559	21,736,066	7,781,772	142,983,854			
2011	93,009,532	121,985	303,386	44,612	603,220	738,691	851,430	22,236,817	13,142,804	9,619,392	140,671,869			
2012	99,786,164	87,243	49,845	57,580	606,482	438,373	565,530	24,028,699	20,509,706	8,502,731	154,632,553			
2013	103,804,485	56,581	39,876	44,399	568,273	515,251	196,884	24,660,168	12,702,356	6,158,415	148,746,688			
2014	102,755,821	42,914	29,907	27,758	624,417	728,239	266,134	24,944,932	29,653,661	5,134,695	164,208,478			
2015	106,233,853	48,250	11,025	22,753	638,102	583,458	497,194	25,471,301	18,989,815	4,989,966	157,485,717			
2016	114,588,797	124,477	11,025	40,692	653,295	402,114	207,295	27,765,648	42,351,538	5,296,484	191,441,365			
2017	114,307,351	315,629	0	22,436	614,928	209,629	222,988	27,360,729	31,824,104	5,035,716	179,913,510			
Percent Change 2008-2017	34.28%	-89.70%	-100.00%	-65.65%	36.68%	-32.60%	-54.71%	35.72%	196.28%	8.10%	43.41%			

**PRINCIPAL TAXPAYERS (Top 50%)  
CURRENT AND NINE YEARS AGO**

(Unaudited)

TABLE 9

TAXPAYER	TYPE OF BUSINESS	Tax Year 2016			Tax Year 2007		
		ASSESSED VALUE	RANK	% of Total Taxable Assessed Value	ASSESSED VALUE	RANK	% of Total Taxable Assessed Value
Powder River Coal Company	Coal	\$ 1,247,479,237	1	23.589%	\$ 713,398,916	1	15.669%
Thunder Basin Coal Company LLC	Coal	1,042,828,162	2	19.719%	606,964,972	2	13.331%
Foundation Coal West / Alpha Coal West Inc / RAG Coal West Inc	Coal	320,814,411	3	6.066%	323,970,622	3	7.115%
Devon Energy Production Company LP	Gas & Oil	210,601,260	4	3.982%			
Cordero Mining Company	Coal	186,422,882	5	3.525%			
Yates Petroleum Corporation	Oil	142,387,616	6	2.692%			
Lance Oil & Gas Company Inc	Oil & Gas				254,586,831	4	5.592%
Jacobs Ranch Coal Company	Oil & Gas				218,621,893	5	4.802%
Williams Production RMT Company	Gas				210,032,215	6	4.613%
<b>Total</b>		<b>\$ 3,150,533,568</b>		<b>59.573%</b>	<b>\$ 2,327,575,449</b>		<b>51.121%</b>
<b>Assessed Value</b>		<b>\$ 5,288,502,849</b>			<b>\$ 4,553,066,493</b>		

Source: Campbell County Assessor

**LEGAL DEBT MARGIN INFORMATION**  
**LAST TEN FISCAL YEARS**

(Unaudited)

TABLE 10

Fiscal Year	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Tax Year	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
<b>Assessed Valuation</b>	\$ 4,553,066,649	\$ 4,722,822,444	\$ 5,710,554,518	\$ 5,016,666,691	\$ 5,425,565,207	\$ 5,839,065,491	\$ 5,559,437,548	\$ 5,685,695,158	\$ 6,208,239,272	\$ 5,288,502,849
Debt Limit (1)	\$ 455,306,649	\$ 472,282,244	\$ 571,055,452	\$ 501,666,691	\$ 542,556,521	\$ 583,906,549	\$ 555,943,754	\$ 568,569,515	\$ 620,823,927	\$ 528,850,285
Total Net Debt Applicable to the Limit on June 30, fiscal year	0	0	0	0	0	0	0	0	0	0
Legal debt margin	\$ 455,306,649	\$ 472,282,244	\$ 571,055,452	\$ 501,666,691	\$ 542,556,521	\$ 583,906,549	\$ 555,943,754	\$ 568,569,515	\$ 620,823,927	\$ 528,850,285
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

(1) The debt limitation for unified school districts in Wyoming is 10% of the valuation of the taxable property in the district as certified by the county assessor. (W.S. 21-13-703)

**RATIOS OF OUTSTANDING DEBT BY TYPE**

LAST TEN FISCAL YEARS

(modified accrual basis of accounting)  
(Unaudited)

TABLE 11

Fiscal Year	Tax Year	Governmental Activities		Business-type Activities		Total Primary Government Net Bonded Debt	Estimated Actual Taxable Value of Property (2)	Ratio of Net bonded Debt to Actual Taxable Value of Property	County Population (1)	Net Bonded Debt per Capita	Total Personal Income (3) (000's)	Ratio of Net Bonded Debt to Total Personal Income
		General Obligation Bonds	Revenue Bonds	Less Debt Service Fund	Revenue Bonds							
2008	2007	\$ 0	\$ 0	\$ 916,098	\$ 0	\$ (916,098)	10,580,504,775	-0.01%	41,651	-22	\$ 1,818,581	-0.050%
2009	2008	0	0	1,028,413	0	(1,028,413)	10,046,143,547	-0.01%	42,846	-24	2,125,610	-0.048%
2010	2009	0	0	1,085,363	0	(1,085,363)	13,053,305,514	-0.01%	45,650	-24	2,011,910	-0.054%
2011	2010	0	0	1,010,077	0	(1,010,077)	11,270,859,091	-0.01%	46,244	-22	2,282,340	-0.044%
2012	2011	0	0	1,014,687	0	(1,014,687)	13,446,903,747	-0.01%	46,600	-22	2,592,026	-0.039%
2013	2012	0	0	1,016,894	0	(1,016,894)	14,240,913,927	-0.01%	47,881	-21	2,621,362	-0.039%
2014	2013	0	0	1,018,998	0	(1,018,998)	14,125,734,526	-0.01%	48,121	-21	2,476,963	-0.041%
2015	2014	0	0	1,021,645	0	(1,021,645)	14,494,937,433	-0.01%	48,243	-21	2,662,839	-0.038%
2016	2015	0	0	1,024,970	0	(1,024,970)	15,204,868,929	-0.01%	49,220	-21	2,690,020	-0.038%
2017	2016	0	0	578	0	(578)	14,364,233,479	N/A	48,250	0	N/A	N/A

(1) State Agency - Wyoming, Department of Administration & Information Economic Analysis Division & U.S. Bureau of Economic Analysis (BES) 2017 estimated.

(2) Campbell County Assessor

(3) U.S. Bureau of Economic Analysis (BES) - Total Personal Income estimates are in thousands of dollars, not adjusted for inflation

**COMPUTATION OF DIRECT AND OVERLAPPING DEBT**

June 30, 2017

(Unaudited)

TABLE 12

	Net General Obligation Bonded Debt Outstanding	Percent of Debt Applicable to Campbell County School District	Amount Applicable to Campbell County School District
Direct Debt:			
Campbell County School District No.1	\$ 0	0	\$ 0
Overlapping Debt:			
Campbell County	0	0	0
Campbell County Memorial Hospital	0	0	0
Total Direct and Overlapping Debt	\$ 0	0	\$ 0

**DEMOGRAPHIC AND ECONOMIC STATISTICS**  
**LAST TEN FISCAL YEARS**

(Unaudited)

TABLE 13

Fiscal Year	County Population (1)(2)	Total Personal Income (2)	Per Capita Personal Income	Median Age (2)	Average Daily Membership	Students as % of Population	County Unemployment Rate (1)
2008	41,651	\$ 1,818,581	\$ 43,662	32.2	7,534	18.09%	2.0%
2009	42,846	\$ 2,125,610	\$ 49,610	31.7	8,007	18.69%	4.1%
2010	45,650	\$ 2,011,910	\$ 44,073	32.0	8,145	17.84%	5.3%
2011	46,244	\$ 2,282,340	\$ 49,354	32.2	8,248	17.84%	4.1%
2012	46,600	\$ 2,592,026	\$ 55,623	32.3	8,368	17.96%	4.6%
2013	47,881	\$ 2,621,362	\$ 54,747	32.4	8,524	17.80%	3.9%
2014	48,121	\$ 2,476,963	\$ 51,474	32.7	8,714	18.11%	3.4%
2015	48,243	\$ 2,662,939	\$ 55,198	31.0	8,986	18.63%	3.8%
2016	49,220	\$ 2,690,020	\$ 54,653	N/A	9,038	18.36%	7.9%
2017	48,250	N/A	N/A	N/A	8,567	17.76%	4.7%

(1) State Agency - Wyoming Department of Administration & Information Economic Analysis Division, County Population 2017 estimated

(2) U.S. Bureau of Economic Analysis (BES) - Total personal income estimates are in thousands of dollars, not adjusted for inflation

**PRINCIPAL EMPLOYERS**  
CURRENT AND NINE YEARS AGO

(Unaudited)

TABLE 14

Fiscal Year	2017			2008				
	Employer	Product	Employees	Rank	Percentage of Total County Labor Force as of 7/2017	Employees	Rank	Percentage of Total County Labor Force as of 6/2008
	Campbell County School District	Education	1,657		7.12%	1,707	2	6.38%
	Peabody Energy / Peabody Caballo Mining, LLC / Powder River Coal Company	Coal Mining	1,576		6.77%	1,583	3	5.91%
	ARCH Coal, Inc. / Thunder Basin Coal Company / Triton Coal	Coal Mining	1,367		5.87%	1,263	4	4.72%
	Campbell County Health	Hospital	1,205		5.18%	950	5	3.55%
	Campbell County Government	Government	595		2.56%	579	6	2.16%
	Contura Energy Foundation Coal West / Alpha Coal West/ RAG Coal West Inc	Coal Mining	542		2.33%	580	7	2.17%
	BNSF	Railroad	340		1.46%			
	Wal-mart	Retail	400		1.72%	430	9	1.61%
	City of Gillette	Government	286		1.23%	235	11	0.88%
	Cloud Peak Energy / Rio Tinto America Inc / Cordero Mining LLC	Coal Mining	262		1.13%	1,855	1	6.93%
	L&H	Manufacturing	220		0.95%	200	12	0.75%
	Buckskin Mining Company	Coal	205		0.88%	300	10	1.12%
	Hettinger Welding (no longer in business)	Welding				454	8	1.70%

Sources: Campbell County Economic Development Corp and State of Wyoming Department of Employment, Research and Planning  
Note: County labor force statistics from Wyoming Department of Employment, Research & Planning 6/2008 26,770 7/2017 23,269.



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**OPERATING INFORMATION FOR CAMPBELL COUNTY SCHOOL DISTRICT NO.1**  
**LAST TEN FISCAL YEARS**

(Unaudited)

TABLE 15

	Fiscal Year 2008	Fiscal Year 2009	Fiscal Year 2010	Fiscal Year 2011	Fiscal Year 2012	Fiscal Year 2013	Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016	Fiscal Year 2017
<b>Number of Schools</b>										
Elementary (5 rural)	13	13	13	13	13	14	14	14	14	15
Middle Schools (rural)	2	2	2	2	2	2	2	2	2	2
Junior High Schools	2	2	2	2	2	2	2	2	2	2
Jr/Sr High School	1	1	1	1	1	1	1	1	1	1
Senior High School	1	1	1	1	1	1	1	1	1	1
Alternative Transitional Center (specializing in at-risk students)	1	1	1	1	1	1	1	1	1	1
<b>Total Schools</b>	<b>20</b>	<b>20</b>	<b>20</b>	<b>20</b>	<b>20</b>	<b>21</b>	<b>21</b>	<b>21</b>	<b>21</b>	<b>22</b>
<b>High School Graduates</b>										
Campbell County School District	299	364	380	404	382	347	400	377	400	386
Wright Jr/Sr High	43	33	20	37	32	22	30	29	30	24
Westwood High School	98	114	126	102	102	104	81	90	114	127
<b>Total Graduates</b>	<b>440</b>	<b>511</b>	<b>526</b>	<b>543</b>	<b>516</b>	<b>473</b>	<b>511</b>	<b>496</b>	<b>544</b>	<b>537</b>
<b>Student / Teacher Ratios</b>										
Elementary	18.73:1	18.17:1	17.67:1	19.08:1	19.00:1	19.18:1	18.90:1	19.60:1	18.80:1	18.22:1
Secondary	14.58:1	14.12:1	14.44:1	14.91:1	15.33:1	15.46:1	15.06:1	16.29:1	16.23:1	15.76:1
<b>Student Membership/Attendance</b>										
Average Daily Membership	7,534	8,007	8,145	8,248	8,368	8,524	8,714	8,986	9,038	8,567
Average Daily Attendance	7,060	7,547	7,626	7,729	7,881	7,978	8,130	8,400	8,499	8,055
Percent of Attendance	93.71%	94.26%	93.63%	93.71%	94.18%	93.59%	93.30%	93.48%	94.04%	94.02%
General Fund Cost per Pupil based on ADM	\$ 12,998	\$ 12,463	\$ 14,192	\$ 14,934	\$ 14,633	\$ 14,539	\$ 14,894	\$ 14,522	\$ 15,384	\$ 16,307
<b>Free/Reduced Food Program Eligibility</b>										
Percent of Total Students Enrolled in Fall of calendar year	23.67%	27.58%	31.03%	32.85%	32.48%	32.80%	34.56%	36.16%	35.76%	38.53%

	Fiscal Year 2008	Fiscal Year 2009	Fiscal Year 2010	Fiscal Year 2011	Fiscal Year 2012	Fiscal Year 2013	Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016	Fiscal Year 2017
<b>School District Employees</b>										
Instructional Services										
Central Office Administrators	9	10	7	7	7	7	7	7	6	5
Principals & Assistant Principals	26	27	28	28	25	25	26	26	27	28
Teaching Staff	635	638	657	669	671	682	688	714	727	718
Substitute Teachers	202	225	246	229	251	254	256	247	243	241
Guidance Counselors	18	18	17	17	18	19	20	21	22	25
Media Specialists	13	13	16	15	16	17	17	17	17	17
Support Services										
Central Office Administrators	4	4	3	3	3	3	3	4	4	4
Specialists/Coordinators/Directors	8	9	13	14	15	15	15	19	19	37
Nurses, Psychologists, and Social Workers	43	45	39	32	34	34	33	29	33	40
Pupil Transportation	119	136	151	154	144	150	153	153	172	140
Personnel Services	6	7	7	7	7	7	7	7	7	6
Operation and Maintenance	116	122	131	136	137	139	140	143	134	120
Finance, Fiscal Services and Data Processing	16	16	16	16	16	16	16	17	15	39
School Bldg Clerical & Aides Support	425	432	443	454	435	439	444	433	465	405
General Laborer / Science Center	2	2	2	2	4	4	4	4	4	2
Print Shop	4	4	4	4	4	4	4	4	4	4
Purchasing/Warehouse/Mail Services	6	6	6	6	6	6	6	6	6	4
Food Service	55	57	59	64	65	66	66	64	66	63
<b>Total School District Employees</b>	<b>1,707</b>	<b>1,771</b>	<b>1,845</b>	<b>1,857</b>	<b>1,858</b>	<b>1,887</b>	<b>1,905</b>	<b>1,915</b>	<b>1,971</b>	<b>1,898</b>
<b>Teacher Salaries</b>										
Minimum	\$ 42,500	\$ 43,000	\$ 46,000	\$ 46,000	\$ 46,000	\$ 46,000	\$ 46,000	\$ 46,000	\$ 47,500	\$ 47,500
Maximum	\$ 77,400	\$ 77,900	\$ 80,900	\$ 80,900	\$ 80,900	\$ 80,900	\$ 80,900	\$ 80,900	\$ 82,400	\$ 82,400
Average	\$ 57,735	\$ 58,023	\$ 61,199	\$ 61,511	\$ 61,564	\$ 61,017	\$ 60,734	\$ 60,288	\$ 61,667	\$ 61,205

**SCHOOL BUILDING INFORMATION - OWNED BUILDINGS**  
**LAST TEN FISCAL YEARS**

(Unaudited)

TABLE 16

	Fiscal Year 2008	Fiscal Year 2009	Fiscal Year 2010	Fiscal Year 2011	Fiscal Year 2012	Fiscal Year 2013	Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016	Fiscal Year 2017
<b>SCHOOLS</b>										
<b>ELEMENTARY (K-6)</b>										
<b>BUFFALO RIDGE (2013)</b>										
Square Feet						68,620	68,620	68,620	68,620	68,620
Acres						15.81	15.81	15.81	15.81	15.81
Capacity						517	517	517	517	517
Average Daily Membership						365	453	496	471	430
<b>CONESTOGA (1982)</b>										
Square Feet	56,108	56,108	56,108	56,108	56,108	56,108	56,108	56,108	56,108	56,108
Acres	9.77	9.77	9.77	9.77	9.77	9.77	9.77	9.77	9.77	9.77
Capacity	545	545	545	545	545	545	545	545	545	545
Average Daily Membership	402	435	440	420	443	413	431	432	414	407
<b>COTTONWOOD (1979)</b>										
Square Feet	58,200	58,200	58,200	58,200	58,200	58,200	58,200	58,200	58,200	58,200
Acres	13.32	13.32	13.32	13.32	13.32	13.32	13.32	13.32	13.32	13.32
Capacity	574	574	574	574	574	574	574	574	574	574
Average Daily Membership	298	287	281	270	284	294	270	278	252	220
<b>FOUR - J (1986)</b>										
Square Feet	17,000	17,000	17,000	17,000	17,000	17,000	17,000	17,000	17,000	17,000
Acres	15.10	15.10	15.10	15.10	15.10	15.10	15.10	15.10	15.10	15.10
Capacity	83	83	83	83	83	83	83	83	83	83
Average Daily Membership	41	36	37	39	37	38	40	37	35	42
<b>HILLCREST (Old Building &amp; Location 1972/1975/1984) New Building and Location 2009</b>										
Square Feet	41,784	68,620	68,620	68,620	68,620	68,620	68,620	68,620	68,620	68,620
Acres	8.95	10.89	10.89	10.89	10.89	10.89	10.89	10.89	10.89	10.89
Capacity	481	519	519	519	519	519	519	519	519	519
Average Daily Membership	324	348	408	409	412	410	415	439	450	415
<b>LAKEVIEW (Old Building &amp; Location 1968/1973/1976) New Building and Location 2015</b>										
Square Feet	35,057	35,057	35,057	35,057	35,057	35,057	35,057	66,620	66,620	66,620
Acres	4.19	4.19	4.19	4.19	4.19	4.19	4.19	10.90	10.90	10.90
Capacity	378	378	378	381	379	376	454	520	520	520
Average Daily Membership	344	350	348	379	379	376	454	387	499	479
<b>LITTLE POWDER (1976)</b>										
Square Feet	10,600	10,600	10,600	10,600	10,600	10,600	10,600	10,600	10,600	10,600
Acres	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Capacity	88	88	88	88	88	88	88	88	88	88
Average Daily Membership	21	22	19	24	22	25	30	29	27	26
<b>MEADOWLARK (1975)</b>										
Square Feet	37,832	37,832	37,832	37,832	37,832	37,832	37,832	37,832	37,832	37,832
Acres	2.88	2.88	2.88	2.88	2.88	2.88	2.88	2.88	2.88	2.88
Capacity	338	338	338	338	338	338	338	338	338	338
Average Daily Membership	299	322	290	331	340	308	278	266	284	257

	Fiscal Year 2008	Fiscal Year 2009	Fiscal Year 2010	Fiscal Year 2011	Fiscal Year 2012	Fiscal Year 2013	Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016	Fiscal Year 2017
<b>PAINTBRUSH (1980)</b>										
Square Feet	63,450	63,450	63,450	63,450	63,450	63,450	63,450	63,450	63,450	63,450
Acres	5.69	5.69	5.69	5.69	5.69	5.69	5.69	5.69	5.69	5.69
Capacity	595	595	595	595	595	595	595	595	595	595
Average Daily Membership	455	460	458	473	491	453	436	439	441	379
<b>PRAIRIE WIND ELEMENTARY (2011)</b>										
Square Feet	68,414	68,414	68,414	68,414	68,414	68,414	68,414	68,414	68,414	68,414
Acres	10.18	10.18	10.18	10.18	10.18	10.18	10.18	10.18	10.18	10.18
Capacity	518	518	518	518	518	518	518	518	518	518
Average Daily Membership	415	445	445	445	445	435	463	491	494	392
<b>PRONGHORN (1993)</b>										
Square Feet	66,415	66,415	66,415	66,415	66,415	66,415	66,415	66,415	66,415	66,415
Acres	13.15	13.15	13.15	13.15	13.15	13.15	13.15	13.15	13.15	13.15
Capacity	577	577	577	577	577	577	577	577	577	577
Average Daily Membership	260	489	476	440	453	434	430	458	455	425
<b>RAWHIDE (1980)</b>										
Square Feet	60,725	60,725	60,725	60,725	60,725	60,725	60,725	60,725	60,725	60,725
Acres	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00
Capacity	549	549	549	549	549	549	549	549	549	549
Average Daily Membership	171	273	325	291	281	254	256	229	258	216
<b>RECLUSE (Old Building &amp; Location 1964/1973) New Building &amp; New Location 2007</b>										
Square Feet	17,509	17,509	17,509	17,509	17,509	17,509	17,509	17,509	17,509	17,509
Acres	7.02	7.02	7.02	7.02	7.02	7.02	7.02	7.02	7.02	7.02
Capacity	100	100	100	100	100	100	100	100	100	100
Average Daily Membership	35	34	39	31	28	25	29	30	29	23
<b>ROZET (1939/1973/1976/1983)</b>										
Square Feet	83,221	83,221	83,221	83,221	83,221	83,221	83,221	83,221	83,221	83,221
Acres	10.00	10.00	10.00	10.00	10.00	10.00	10.00	10.00	10.00	10.00
Capacity	723	723	723	723	723	723	723	723	723	723
Average Daily Membership	354	362	351	346	350	343	337	350	353	327
<b>STOCKTRAIL (2016)</b>										
Square Feet	68,899	68,899	68,899	68,899	68,899	68,899	68,899	68,899	68,899	68,899
Acres	7.99	7.99	7.99	7.99	7.99	7.99	7.99	7.99	7.99	7.99
Capacity	500	500	500	500	500	500	500	500	500	500
Average Daily Membership	234	234	234	234	234	234	234	234	234	234
<b>SUNFLOWER (1983)</b>										
Square Feet	57,500	57,500	57,500	57,500	57,500	57,500	57,500	57,500	57,500	57,500
Acres	5.53	5.53	5.53	5.53	5.53	5.53	5.53	5.53	5.53	5.53
Capacity	553	553	553	553	553	553	553	553	553	553
Average Daily Membership	446	474	462	456	453	382	411	433	430	388
<b>WAGONWHEEL (1976)</b>										
Square Feet	52,314	52,314	52,314	52,314	52,314	52,314	52,314	52,314	52,314	52,314
Acres	7.02	7.02	7.02	7.02	7.02	7.02	7.02	7.02	7.02	7.02
Capacity	547	547	547	547	547	547	547	547	547	547
Average Daily Membership	391	434	427	442	427	404	411	410	397	329

**SCHOOL BUILDING INFORMATION - OWNED BUILDINGS (CONTINUED)**  
**LAST TEN FISCAL YEARS**

(Unaudited)

TABLE 16 (CONTINUED)

	Fiscal Year 2008	Fiscal Year 2009	Fiscal Year 2010	Fiscal Year 2011	Fiscal Year 2012	Fiscal Year 2013	Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016	Fiscal Year 2017
<b>JUNIOR HIGH</b>										
SAGE VALLEY (1981)										
Square Feet	188,630	188,630	188,630	188,630	188,630	188,630	188,630	188,630	188,630	188,630
Acres	21.04	21.04	21.04	21.04	21.04	21.04	21.04	21.04	21.04	21.04
Capacity	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100
Average Daily Membership	771	816	834	902	938	978	1,002	1,010	1,027	931
<b>TWIN SPRUCE (1925/1964/1976)</b>										
Square Feet	167,000	167,000	167,000	167,000	167,000	167,000	167,000	167,000	167,000	167,000
Acres	12.90	12.90	12.90	12.90	12.90	12.90	12.90	12.90	12.90	12.90
Capacity	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100
Average Daily Membership	778	782	787	805	836	879	857	862	836	849
<b>JUNIOR/SENIOR HIGH</b>										
WRIGHT JR/SR HIGH (1983)										
Square Feet	109,741	109,741	109,741	109,741	109,741	109,741	109,741	109,741	109,741	109,741
Acres	23.24	23.24	23.24	23.24	23.24	23.24	23.24	23.24	23.24	23.24
Capacity	650	650	650	650	650	650	650	650	650	650
Average Daily Membership	244	228	249	254	232	220	214	211	202	182
<b>HIGH SCHOOL</b>										
WESTWOOD (Old Building & Location 1962/1975) New Building and Location 2015										
Square Feet	21,429	21,429	21,429	21,429	21,429	21,429	21,429	30,000	30,000	30,000
Acres	2.48	2.48	2.48	2.48	2.48	2.48	248.00	19.11	19.11	19.11
Capacity	135	135	135	135	135	135	135	150	150	150
Average Daily Membership	106	156	160	86	140	99	115	84	138	135
<b>CAMPBELL COUNTY HIGH SCHOOL (2 SITES)</b>										
CAMPBELL COUNTY - NORTH CAMPUS(1972/1977/1978/1982/1988)										
Square Feet	337,557	337,557	337,557	337,557	337,557	337,557	337,557	337,557	337,557	337,557
Acres	42.95	42.95	42.95	42.95	42.95	42.95	42.95	42.95	42.95	42.95
Capacity	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800
<b>CAMPBELL COUNTY - SOUTH CAMPUS(1998)</b>										
Square Feet	214,398	214,398	214,398	214,398	214,398	214,398	214,398	214,398	214,398	214,398
Acres	50.00	50.00	50.00	50.00	50.00	50.00	50.00	50.00	50.00	50.00
Capacity	1,429	1,429	1,429	1,429	1,429	1,429	1,429	1,429	1,429	1,429
Capacity - both sites combined	3,229	3,229	3,229	3,229	3,229	3,229	3,229	3,229	3,229	3,229
Average Daily Membership	1,349	1,429	1,446	1,433	1,377	1,389	1,480	1,517	1,546	1,481

***SINGLE AUDIT***

***SECTION***



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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

Governing Board  
**Campbell County School District No. 1**  
Gillette, Wyoming

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, the discretely presented component unit, each major fund, and the aggregate remaining fund information of **Campbell County School District No. 1, (District)** as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise **Campbell County School District No. 1's** basic financial statements, and have issued our report thereon dated November 2, 2017.

### Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered **Campbell County School District No. 1'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 the **District's** internal control. Accordingly, we do not express an opinion on the effectiveness of the **District'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 a 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 **Campbell County School District No. 1'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 or 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.

*Bennett, Weber & Hermstad, LLP*

Gillette, Wyoming  
November 2, 2017

# BENNETT, WEBER & HERMSTAD, LLP

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## INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Governing Board  
**Campbell County School District No. 1**  
Gillette, Wyoming

### Report on Compliance for Each Major Federal Program

We have audited **Campbell County School District No. 1's (District)** compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the **District's** major federal programs for the year ended June 30, 2017. The **District's** major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

### Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

### Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the **District's** major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the **District's** compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the **District's** compliance.

## Opinion on Each Major Federal Program

In our opinion, the **District** complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2017.

## Report on Internal Control over Compliance

Management of the **District** is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the **District's** internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the **District's** internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

*Bennett, Weber & Hermstad, LLP*

Gillette, Wyoming  
November 2, 2017

**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

Year Ended June 30, 2017

(Page 1 of 2)

Federal Grantor Pass Through Grantor Program or Cluster Title	Federal CFDA Number	Pass- Through Grantor's Number	Expenditures
<u>Department of Education</u>			
Direct Awards:			
Impact Aid	84.041	S041B-2013-5966	\$ 97,354
Passed Through State of Wyoming Department of Education			
Career and Technical Education-Basic Grants To States, FY16	84.048	1603016PS00	\$ 33,540
Career and Technical Education-Basic Grants To States, FY17	84.048	V048A160050	154,380
Total Career and Technical Education-Basic Grants to States			\$ 187,920
Title I Basic, FY15	84.010	1503015T1A00	\$ 4,176
Title I Basic, FY16	84.010	1603016T1A00	461,806
Title I Basic, FY17	84.010	S010A160050	1,322,710
Title I, Neglected and Delinquent, FY16	84.010	1603016T1D00	44,362
Title I, Neglected and Delinquent, FY17	84.010	S010A160050	52,996
Title I, School Improvement ML, FY15	84.010	150301553A1A1	1,122
Title I, School Improvement ML, FY16	84.010	16030163A1A0	62,964
Title I, School Improvement ML, FY17	84.010	S010A160050	31,603
Title I, School Improvement HC, FY15	84.010	150301553A1A0	429
Title I, School Improvement HC, FY16	84.010	160301553A1A0	32,007
Title I, School Improvement HC, FY17	84.010	S010A160050	27,239
Total Title I, Grants to Local Educational Agencies			\$ 2,041,414
Mathematics & Science Partnerships, FY15	84.366	1503015MSPA0	\$ 103,343
Mathematics & Science Partnerships, FY16	84.366	S366B150050	114,263
Total Mathematics & Science Partnerships			\$ 217,606
Supporting Effective Instruction State Grants, FY16	84.367	1603016T2A00	\$ 190,939
Supporting Effective Instruction State Grants, FY17	84.367	S367A160048	334,452
Total Supporting Effective Instruction State Grants			\$ 525,391
Special Education Cluster (IDEA):			
Special Education-Grants to States, FY16	84.027	1603016T6100	\$ 226,097
Special Education-Grants to States, FY17	84.027	H027A160014	1,615,129
Total Special Education Grants to States			\$ 1,841,226
Special Education-Preschool Grants, FY16	84.173	1603016T6900	\$ 2,325
Special Education-Preschool Grants, FY17	84.173	H173A160076	7,208
Total Special Education Preschool Grants			\$ 9,533
Total Special Education Cluster (IDEA)			\$ 1,850,759

(Continued)

The accompanying notes are an integral part of this schedule.

**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

Year Ended June 30, 2017

(Page 2 of 2)

Federal Grantor Pass Through Grantor Program or Cluster Title	Federal CFDA Number	Pass- Through Grantor's Number	Expenditures
English Language Acquisition State Grants, FY15	84.365	1503015T3E00	\$ 581
English Language Acquisition State Grants, FY16	84.365	1603016T3E00	29,479
<b>Total English Language Acquisition State Grants</b>			<b>\$ 30,060</b>
Education for Homeless Children and Youth, FY15	84.196	1503015HOMA	\$ 10,088
Education for Homeless Children and Youth, FY16	84.196	SA196A150052	18,520
<b>Total Education for Homeless Children and Youth</b>			<b>\$ 28,608</b>
<b>Total Passed Through State of Wyoming Department of Education</b>			<b>\$ 4,881,758</b>
Passed Through University of South Dakota Education Innovation and Research	84.411	-	\$ 1,247
<b>Total Passed Through Awards</b>			<b>\$ 4,883,005</b>
<b>Total U.S. Department of Education</b>			<b>\$ 4,980,359</b>
<b>Department of Agriculture</b>			
Passed Through the State of Wyoming Department of Education			
Child Nutrition Cluster:			
School Breakfast Program	10.553	-	\$ 333,569
National School Lunch Program	10.555	-	\$ 1,475,286
National School Lunch Program - Commodities	10.555	-	298,508
<b>Total National School Lunch Program</b>			<b>\$ 1,773,794</b>
Summer Food Service Program for Children - Commodities	10.559	-	\$ 182
<b>Total Child Nutrition Cluster</b>			<b>\$ 2,107,545</b>
Team Nutrition Grants	10.574	-	\$ 280
Fresh Fruit and Vegetable Program	10.582	-	\$ 289,546
<b>Total U.S. Department of Agriculture</b>			<b>\$ 2,397,371</b>
<b>Department of Interior</b>			
Passed Through Campbell County, Wyoming			
Treasurer's Office			
Distribution of Receipts to State and Local Governments	15.227	-	\$ 55,357
<b>Total Expenditures of Federal Awards</b>			<b>\$ 7,433,087</b>

The accompanying notes are an integral part of this schedule.

**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
Year Ended June 30, 2017

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Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of Campbell County School District No. 1 under programs of the federal government for the year ended June 30, 2017. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Campbell County School District No. 1, it is not intended to and does not present the financial position or changes in net assets, or cash flows of Campbell County School District No. 1.

Note 2. Summary of Significant Accounting Policies

- (A) Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.
- (B) Pass through identifying numbers are presented where available.
- (C) Campbell County School District No. 1 did not elect to use the 10% de minimus indirect cost rate as allowed under the Uniform Guidance.

Note 3. Food Commodities

Nonmonetary assistance is reported in the Schedule at the fair market value of the commodities received and disbursed.

Note 4. Amounts Passed Through to Subrecipients

The accompanying Schedule does not reflect any amounts as *Passed Through to Subrecipients*, as Campbell County School District No. 1 did not subgrant (pass through) any federal awards to subrecipients.

CAMPBELL COUNTY SCHOOL DISTRICT NO. 1

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year Ended June 30, 2017

(Page 1 of 2)

Section I. Summary of Independent Auditor's Results

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP: unmodified

Internal control over financial reporting:

- Material weaknesses(es) identified?          yes   X   no
- Significant deficiency(ies) identified?          yes   X   none reported

Noncompliance material to financial statements noted?          yes   X   no

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified?          yes   X   no
- Significant deficiency(ies) identified?          yes   X   none reported

Type of auditor's report issued on compliance for major federal programs: unmodified

Any audit findings disclosed that are required to be reported in accordance with section 2CFR200.516(a)?          yes   X   no

Identification of major federal programs:

<i>CFDA Numbers</i>	<i>Name of Federal Program or Cluster</i>	<i>Amount Expended</i>
84.027	Special Education - Grants to States	\$ 1,841,226
84.173	Special Education - Preschool Grants	<u>    9,533</u>
	Total Special Education Cluster (IDEA)	<u><u>\$ 1,850,759</u></u>
84.366	Mathematics and Science Partnerships	<u>\$ 217,606</u>

Dollar threshold used to distinguish between type A and type B programs: \$ 750,000

Auditee qualified as low-risk auditee?   X   yes          no

(Continued)



**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

Year Ended **June 30, 2017**

(Page 2 of 2)

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**Section II. Financial Statement Findings**

A. Internal Control Findings

There were no internal control findings.

B. Compliance Findings

There were no compliance findings.

**Section III. Federal Award Findings and Questioned Costs**

There are no finding and questioned costs in 2017.

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**CAMPBELL COUNTY SCHOOL DISTRICT NO. 1**

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

Year Ended June 30, **2017**

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Prior Year Findings:

There were no prior year findings.

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Our appreciation is extended to the  
following for all their assistance and support:

# *Thank You*

***Bennett, Weber & Hermstad, LLP Certified Public Accountants and Consultants***

Paula Steiger, Erica Mund, Meaghan Peterson, Norma Miller & Staff

***Campbell County Treasurer***

Becky Brazelton, Jackie Blikre & Staff

***Campbell County Assessor***

Troy Clements & Staff