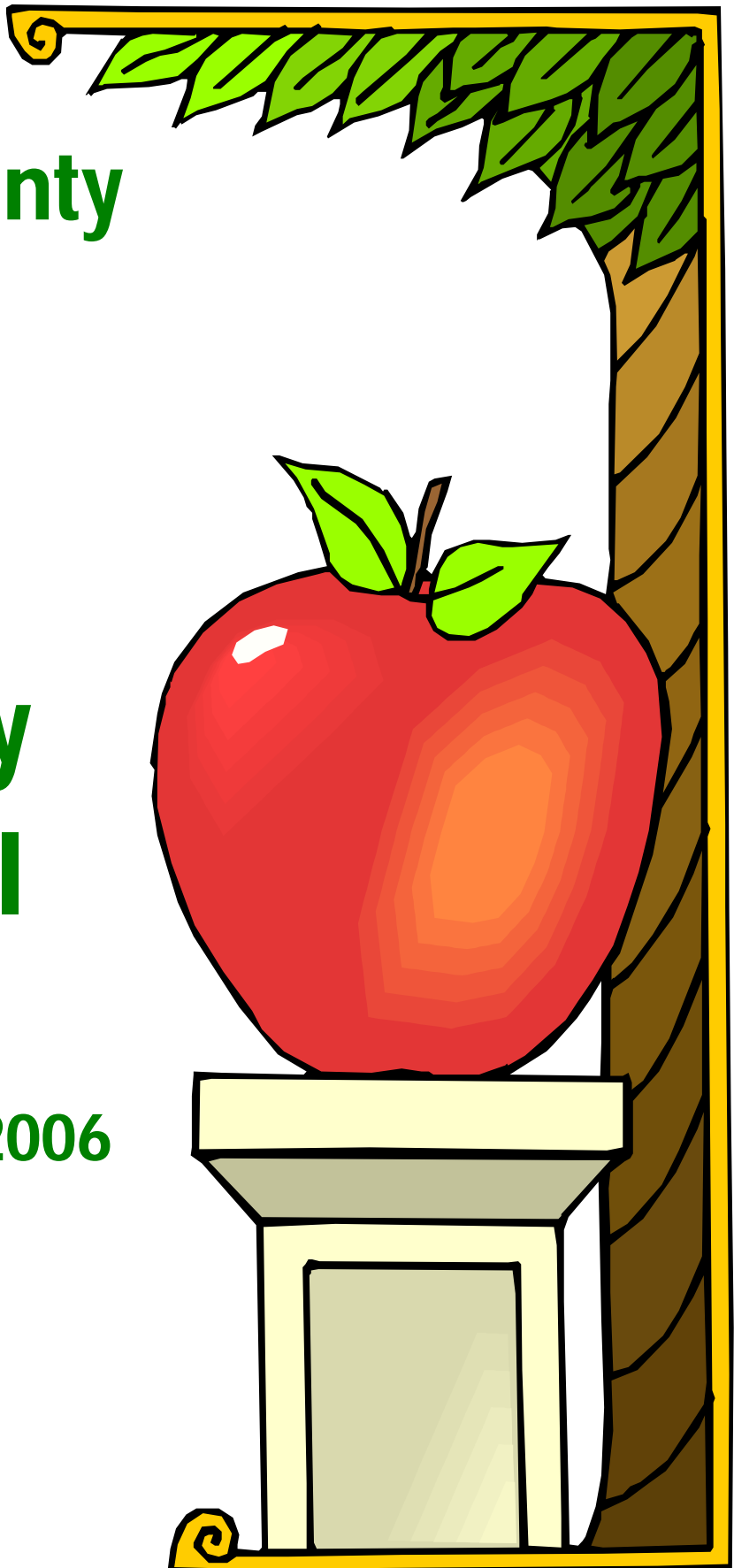


Eagle County Schools

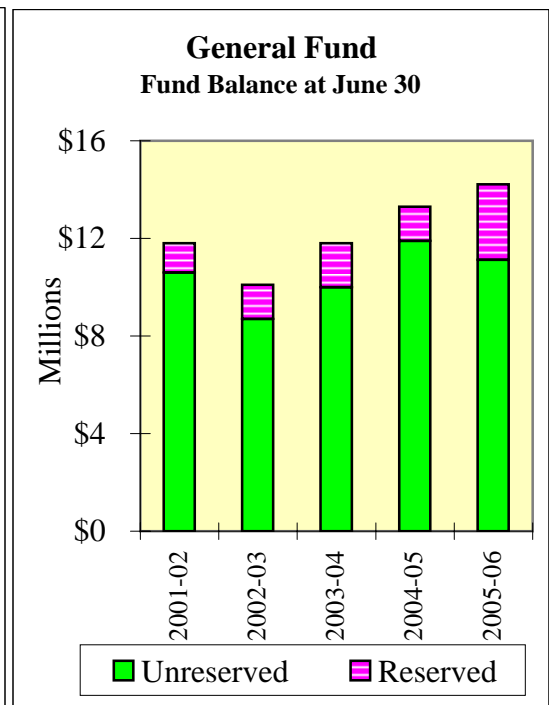
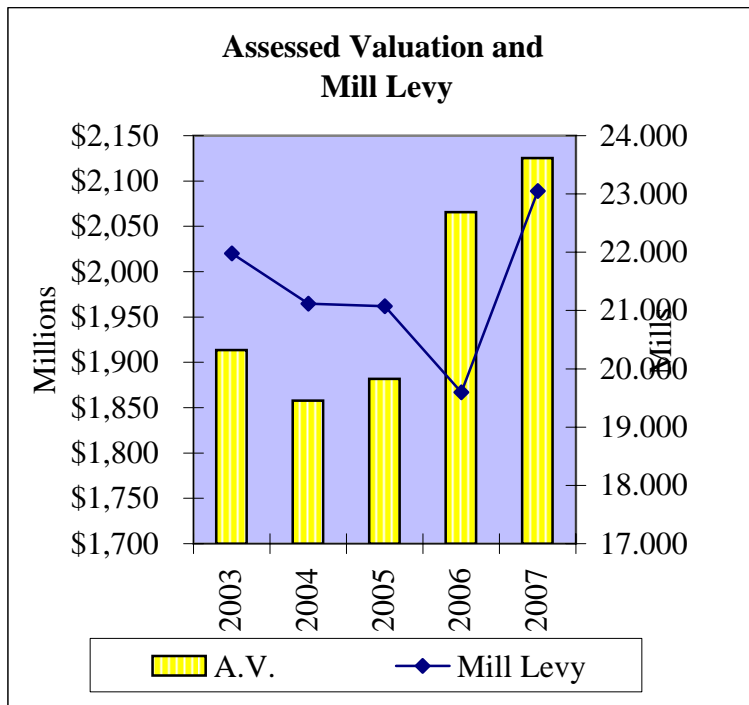
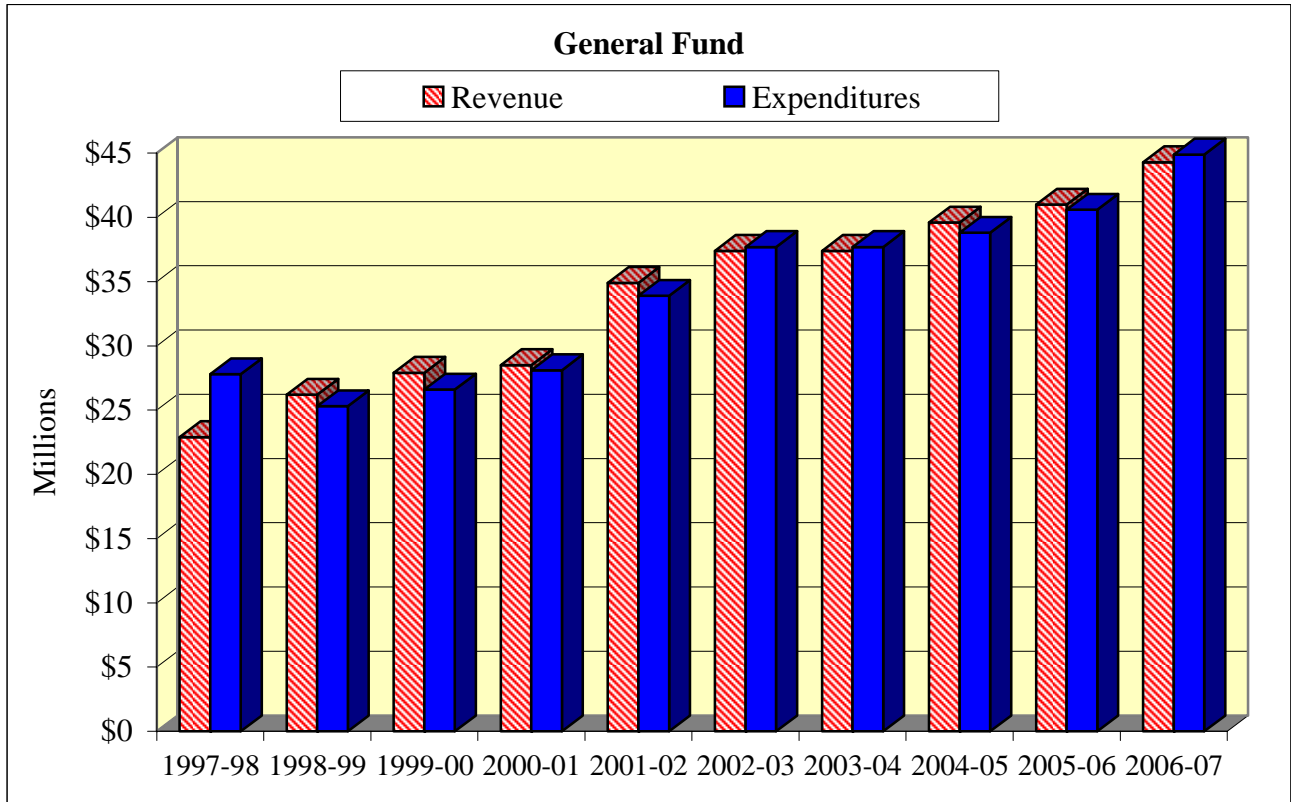
Quarterly Financial Report

December 31, 2006

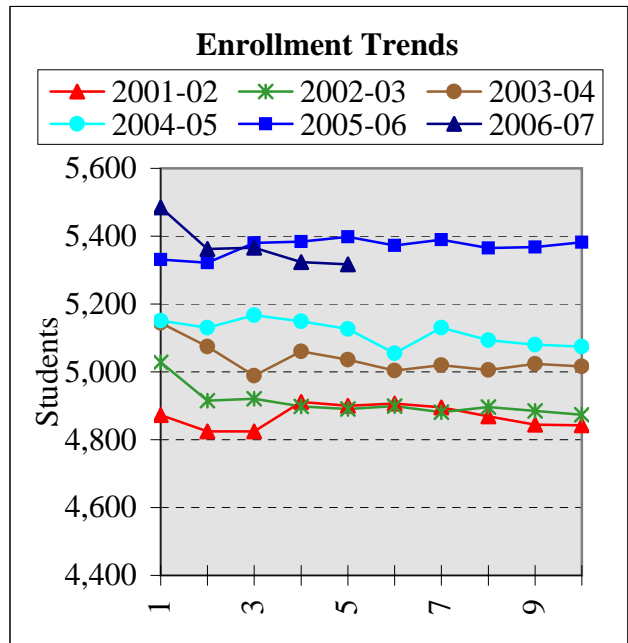
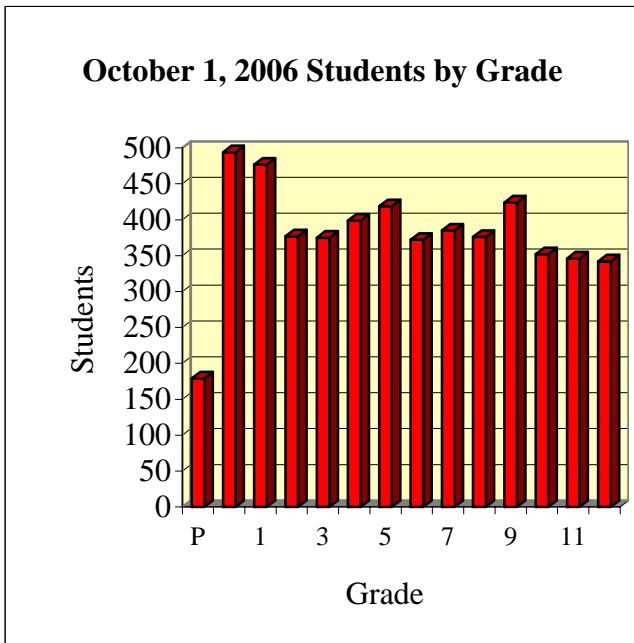
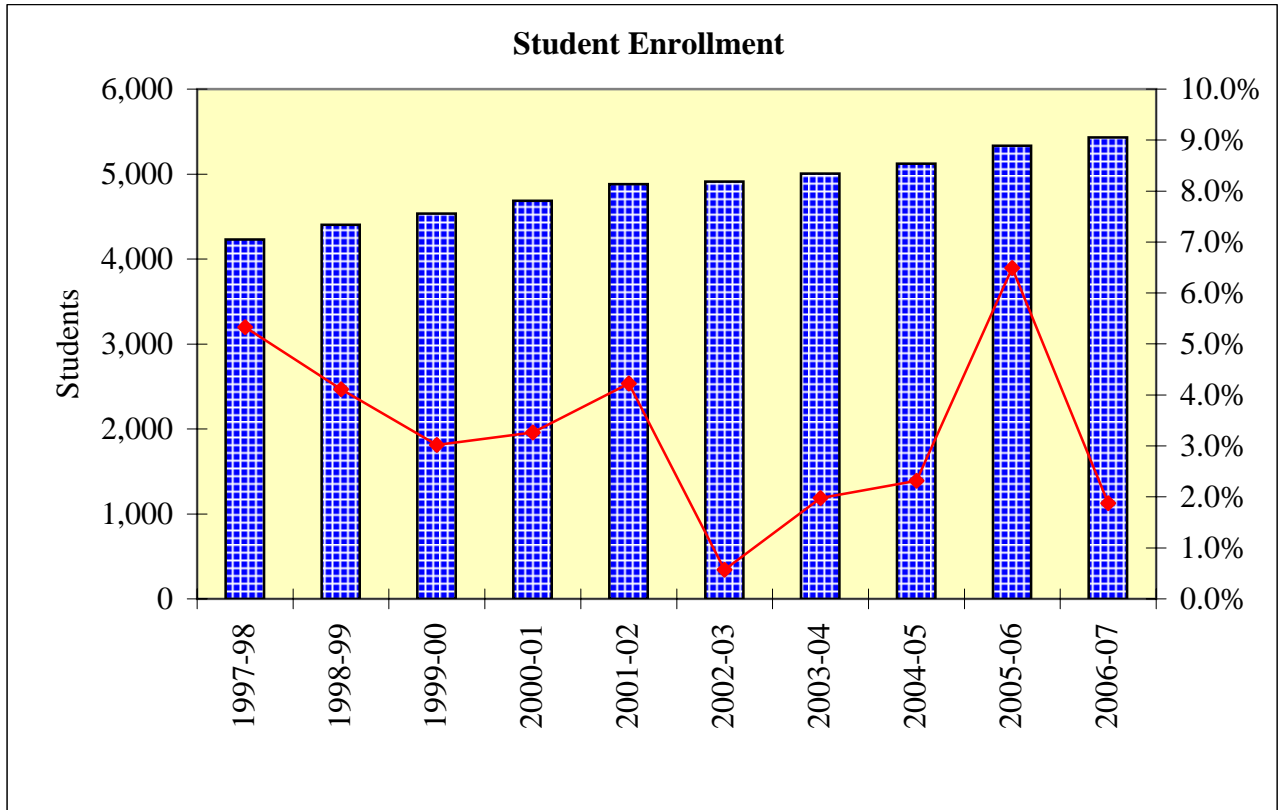
Eagle, Colorado



Eagle County Schools Annual Financial Indicators



Eagle County Schools Annual Enrollment Trends



Eagle County Schools
General Fund

The General Fund is used to account for resources traditionally associated with the general operations of the school district. These activities are not required legally or by sound financial management to be accounted for in another fund.

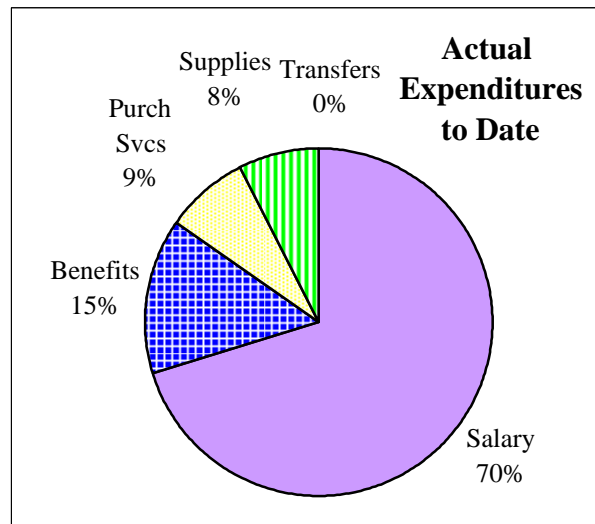
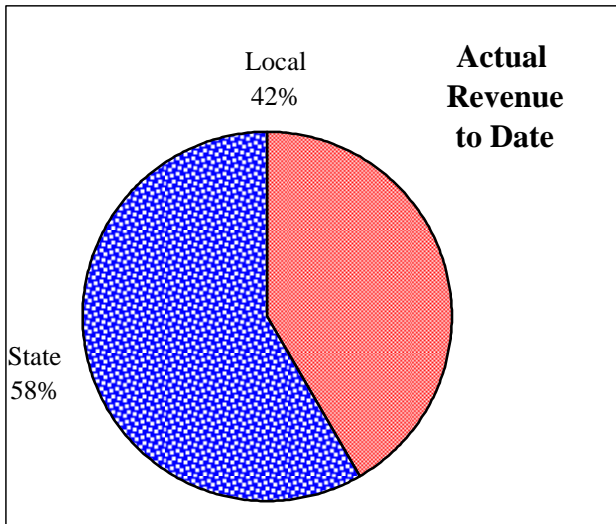
Balance Sheet
As of December 31, 2006

	<u>2006-07</u>	<u>2005-06</u>
Assets		
Cash and investments	\$ 6,338,994	\$ 4,900,026
Accounts receivable	48,731	10,442
Total Assets	\$ 6,387,725	\$ 4,910,468
Liabilities and Fund Equity		
Liabilities		
Accounts payable	\$ 32,096	\$ 29,938
Accrued salaries and benefits	3,647,201	3,860,770
Total Liabilities	3,679,297	3,890,708
Fund Equity		
Reserved	3,120,053	1,436,720
Designated for subsequent years'	(411,625)	(416,960)
Total Fund Equity	2,708,428	1,019,760
Total Liabilities and Fund Equity	\$ 6,387,725	\$ 4,910,468

Eagle County Schools General Fund

Income Statement by Object
For the Six Months Ended December 31, 2006

	Adjusted <u>Budget</u>	<u>Actual</u>	Favorable (Unfavorable)	<u>Percent</u>
Revenues				
Property taxes	\$ 30,997,991	\$ 679,533	\$ (30,318,458)	2.2%
Specific ownership taxes	2,558,747	1,101,239	(1,457,508)	43.0%
Interest income	580,000	383,400	(196,600)	66.1%
Other local sources	1,268,300	481,969	(786,331)	38.0%
State sources	8,851,117	3,684,584	(5,166,533)	41.6%
Total revenues	44,256,155	6,330,725	(37,925,430)	14.3%
Expenditures				
Salaries	30,193,775	13,476,565	16,717,210	44.6%
Benefits	7,371,460	2,803,959	4,567,501	38.0%
Purchased services	2,843,896	1,477,536	1,366,360	52.0%
Supplies	4,104,149	1,450,844	2,653,305	35.4%
Transfers	870,454	0	870,454	0.0%
Total expenditures	45,383,734	19,208,904	26,174,830	42.3%
Net Income (Loss)	\$ (1,127,579)	\$ (12,878,179)	\$ (11,750,600)	



Eagle County Schools
General Fund

Income Statement by Program
For the Six Months Ended December 31, 2006

	Adjusted <u>Budget</u>	<u>Actual</u>	Favorable <u>(Unfavorable)</u>	<u>Percent</u>
Revenues				
Property taxes	\$ 30,997,991	\$ 679,533	\$ (30,318,458)	2.2%
Specific ownership taxes	2,558,747	1,101,239	(1,457,508)	43.0%
Interest income	580,000	383,400	(196,600)	66.1%
Other local sources	1,268,300	481,969	(786,331)	38.0%
State sources	8,851,117	3,684,584	(5,166,533)	41.6%
Total revenues	<u>44,256,155</u>	<u>6,330,725</u>	<u>(37,925,430)</u>	14.3%
Expenditures				
Regular instruction				
Elementary schools	15,709,823	6,501,442	9,208,381	41.4%
Middle schools	6,512,259	2,766,204	3,746,055	42.5%
High schools	8,831,940	3,744,979	5,086,961	42.4%
Combination schools	2,225,941	1,123,046	1,102,895	50.5%
Special instruction				
Special education	2,888,732	1,099,047	1,789,685	38.0%
Preschool education	749,342	396,587	352,755	52.9%
Second Language Acquisition	1,328,211	579,216	748,995	43.6%
Support services				
Superintendent	876,871	382,900	493,971	43.7%
Business	1,159,462	641,351	518,111	55.3%
Curriculum	1,537,429	834,167	703,262	54.3%
Human Resources	321,103	127,747	193,356	39.8%
Maintenance	1,345,378	557,691	787,687	41.5%
Technology	1,026,789	454,527	572,262	44.3%
Transfers	870,454		-	0.0%
Total expenditures	<u>45,383,734</u>	<u>19,208,904</u>	<u>26,174,830</u>	42.3%
Net Income (Loss)	<u>\$ (1,127,579)</u>	<u>\$ (12,878,179)</u>	<u>\$ (11,750,600)</u>	

Eagle County Schools Bond Redemption Fund

The Bond Redemption Fund provides revenues based on a property tax mill set by the school board to satisfy the district's bonded indebtedness on an annual basis. The district has a tax levy for indebtedness, therefore, this fund is required by Colorado Revised Statute 22-45-103 (b).

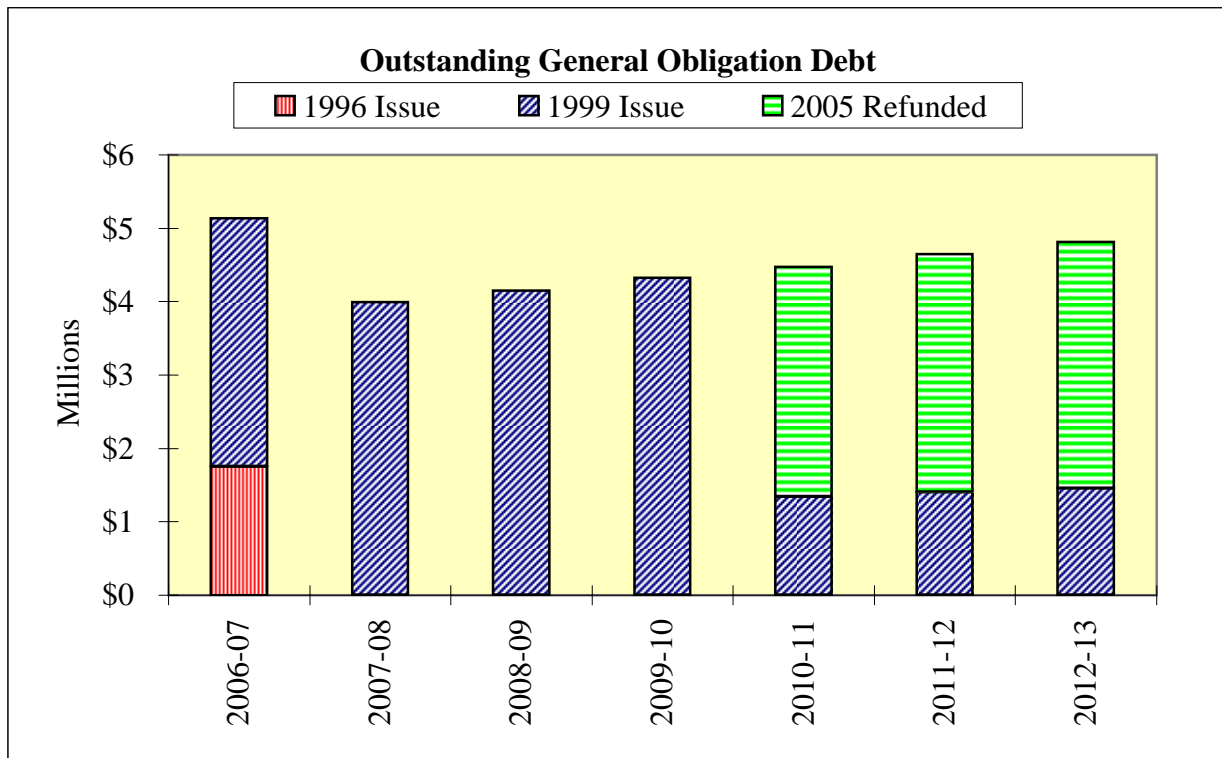
Balance Sheet As of December 31, 2006

Assets	<u>2006-07</u>	<u>2005-06</u>
Cash and investments	\$ 189,300	\$ 124,918
Total Assets	\$ 189,300	\$ 124,918
Liabilities and Fund Equity		
Liabilities		
Due to other funds	\$ -	\$ 34,214
Total Liabilities	-	34,214
Fund Equity		
Reserved for debt service	189,300	90,704
Total Fund Equity	189,300	90,704
Total Liabilities and Fund Equity	\$ 189,300	\$ 124,918

Income Statement For the Six Months Ended December 31, 2006

	<u>Adjusted</u> <u>Budget</u>	<u>Actual</u>	<u>Favorable</u> <u>(Unfavorable)</u>	<u>Percent</u>
Revenues				
Property taxes	\$ 6,901,515	\$ 147,869	\$ (6,753,646)	2.1%
Total revenues	6,901,515	147,869	(6,753,646)	2.1%
Expenditures				
Principal	4,140,000	4,140,000	-	100.0%
Interest expense	2,903,128	1,498,870	1,404,258	51.6%
Bank fees	2,000	327	1,673	16.4%
Total expenditures	7,045,128	5,639,197	1,405,931	80.0%
Net Income (Loss)	\$ (143,613)	\$ (5,491,328)	\$ (5,347,715)	

Eagle County Schools Bond Redemption Fund



Legal Debt Margin

Assessed Valuation	\$2,125,308,501
Rate	20%
Legal Debt Limit	425,061,700
Current Outstanding Debt	(60,735,000)
Debt Margin	\$ 364,326,700

Eagle County Schools Building Fund

The Building Fund is used to account for all resources available from the successful November 2006 bond election. The projects include, but are not limited to, a replacement of Battle Mountain High School, a new elementary school, renovation of Eagle Valley High School and old Battle Mountain High School, district wide facility repairs, technology upgrades and a land purchase in the Eagle area.

Balance Sheet As of December 31, 2006

Assets	<u>2006-07</u>	<u>2005-06</u>
Cash and investments	\$ -	\$ -
Total Assets	\$ -	\$ -
Liabilities and Fund Equity		
Liabilities		
Due from other funds	\$ 663,745	\$ -
Retainage payable	-	-
Total Liabilities	663,745	-
Fund Equity		
Designated for future years'	(663,745)	-
Total Fund Equity	(663,745)	-
Total Liabilities and Fund Equity	\$ -	\$ -

Eagle County Schools
Building Fund

Income Statement
For the Six Months Ended December 31, 2006

	Adjusted <u>Budget</u>	<u>Actual</u>	Favorable <u>(Unfavorable)</u>	<u>Percent</u>
Revenues				
Bond proceeds	\$ 128,370,000	\$ -	\$ (128,370,000)	0.0%
Bond premium	9,484,872	-	(9,484,872)	0.0%
Interest	-	-	-	100.0%
Total revenues	<u>137,854,872</u>	<u>-</u>	<u>(137,854,872)</u>	<u>0.0%</u>
Expenditures				
New Battle Mountain High School	63,094,843	491,995	62,602,848	0.8%
Renovate Eagle Valley High School	21,633,338	-	21,633,338	0.0%
New Red Canyon High School East	2,034,193	-	2,034,193	0.0%
New Elementary #9	19,178,221	-	19,178,221	0.0%
Facility repair projects	8,800,000	71,750	8,728,250	0.8%
Technology	4,400,000	-	4,400,000	0.0%
Land	7,700,000	100,000	7,600,000	1.3%
Bond issuance costs	1,000,000	-	1,000,000	0.0%
Total expenditures	<u>127,840,595</u>	<u>663,745</u>	<u>127,176,850</u>	<u>0.5%</u>
Net Income (Loss)	<u>\$ 10,014,277</u>	<u>\$ (663,745)</u>	<u>\$ (10,678,022)</u>	

Eagle County Schools
Capital Reserve Fund

The Capital Reserve Fund is used to account for the acquisition of land, construction of new facilities, alterations and improvements to existing structures, and the acquisition of school buses and/or other equipment. It is required by Colorado Revised Statute 22-45-103 (C).

Balance Sheet
As of December 31, 2006

Assets	<u>2006-07</u>	<u>2005-06</u>
Due from other funds	\$ 200,842	\$ -
Total Assets	\$ 200,842	\$ -
Liabilities and Fund Equity		
Liabilities		
Due to other funds	\$ -	\$ 302,956
Arbitrage payable	-	27,694
Total Liabilities	-	330,650
Fund Equity		
Reserved for ADA	312,057	350,342
Designated for future years'	(111,215)	(680,992)
Total Fund Equity	200,842	(330,650)
Total Liabilities and Fund Equity	\$ 200,842	\$ -

Income Statement
For the Six Months Ended December 31, 2006

	<u>Adjusted</u> <u>Budget</u>	<u>Actual</u>	<u>Favorable</u> <u>(Unfavorable)</u>	<u>Percent</u>
Revenues				
Property tax allocation	\$ 1,268,682	\$ -	\$ (1,268,682)	0.0%
General Fund transfer	1,300,000	-	(1,300,000)	0.0%
Total revenues	2,568,682	-	(2,568,682)	0.0%
Expenditures				
Facility projects	1,449,575	1,076,453	373,122	74.3%
Instructional computers	650,000	552,065	97,935	84.9%
Americans with Disabilities Act (ADA)	103,780	92,299	11,481	88.9%
Buses/vehicles	589,620	608,701	(19,081)	103.2%
Total expenditures	2,792,975	2,329,518	463,457	83.4%
Net Income (Loss)	\$ (224,293)	\$ (2,329,518)	\$ (2,105,225)	

Eagle County Schools
Designated Purpose Grant Fund

The Designated Purpose Grant Fund is used to account for the activity of all state and federal grants. These activities are completely supported by the grant revenue and include Title I, Title VI, Drug Free Schools and Headstart.

Balance Sheet
As of December 31, 2006

Assets	<u>2006-07</u>	<u>2005-06</u>
Due from state and federal govt	\$ 163,545	\$ 351,550
Total Assets	\$ 163,545	\$ 351,550
Liabilities and Fund Equity		
Liabilities		
Accrued salaries	\$ 117,719	\$ 107,771
Deferred revenue	45,826	243,779
Total Liabilities	\$ 163,545	\$ 351,550

Income Statement
For the Six Months Ended December 31, 2006

	<u>Adjusted</u> <u>Budget</u>	<u>Actual</u>	<u>Favorable</u> <u>(Unfavorable)</u>	<u>Percent</u>
Revenues				
Federal grants	\$ 2,266,855	\$ 263,882	\$ (2,002,973)	11.6%
State grants	174,240	4,544	(169,696)	2.6%
Local grants	-	10,083	10,083	100.0%
Total revenues	2,441,095	278,509	\$ (2,162,586)	11.4%
Expenditures				
Salaries and benefits	962,363	436,520	525,843	45.4%
Purchased services	59,124	49,539	9,585	83.8%
Supplies	94,037	73,715	20,322	78.4%
Grants to be submitted	1,325,571	-	1,325,571	0.0%
Total expenditures	2,441,095	559,774	1,881,321	22.9%
Net Income (Loss)	\$ -	\$ (281,265)	\$ (281,265)	

Eagle County Schools
District Housing Fund

The District Housing Fund is used to account for the rental and maintenance of housing provided to district employees. Currently the district rents nine trailer spaces, two apartments and eight houses. Housing is available to first year teachers only. Two units is currently vacant.

Balance Sheet
As of December 31, 2006

Assets	<u>2006-07</u>	<u>2005-06</u>
Cash and cash equivalents	\$ 46,434	\$ -
Fixed assets net of depreciation	281,624	308,372
Total Assets	\$ 328,058	\$ 308,372
Liabilities and Fund Equity		
Liabilities		
Security deposits	\$ 3,981	\$ 5,993
Compensated absences	892	1,597
Due from other funds	-	21,673
Total Liabilities	4,873	29,263
Fund Equity		
Unrestricted net assets	323,185	279,109
Total Fund Equity	323,185	279,109
Total Liabilities and Fund Equity	\$ 328,058	\$ 308,372

Income Statement
For the Six Months Ended December 31, 2006

	<u>Adjusted</u>	<u>Actual</u>	<u>Favorable</u>	<u>Percent</u>
	<u>Budget</u>	<u>Actual</u>	<u>(Unfavorable)</u>	<u>Percent</u>
Revenues				
Rental income	\$ 140,000	\$ 68,767	\$ (71,233)	49.1%
Deposits forfeited	-	-	-	100.0%
Total revenues	140,000	68,767	(71,233)	49.1%
Expenditures				
Repair and maintenance	50,946	22,470	28,476	44.1%
Utilities	27,600	15,031	12,569	54.5%
Depreciation	26,748	-	26,748	0.0%
Total expenditures	105,294	37,501	67,793	35.6%
Net Income (Loss)	\$ 34,706	\$ 31,266	\$ (3,440)	

Eagle County Schools
Employee Benefit Trust

The Employee Benefit Trust fund accounts for the self funding of employee health, dental, vision, life and disability insurance. The revenue to the fund is premiums from the district and employees. Expenditures from the fund include claims, stop-loss premiums and administration fees.

Balance Sheet
As of December 31, 2006

Assets	<u>2006-07</u>	<u>2005-06</u>
Cash and investments	\$ 1,562,619	\$ 689,306
Total Assets	\$ 1,562,619	\$ 689,306
Liabilities and Fund Equity		
Liabilities		
Due to employees	\$ 44,189	\$ 36,409
Total Liabilities	44,189	36,409
Fund Equity		
Incurred by Not Realized	499,772	-
Designated for future years'	1,018,658	652,897
Total Fund Equity	1,518,430	652,897
Total Liabilities and Fund Equity	\$ 1,562,619	\$ 689,306

Income Statement
For the Six Months Ended December 31, 2006

	<u>Adjusted</u> <u>Budget</u>	<u>Actual</u>	<u>Favorable</u> <u>(Unfavorable)</u>	<u>Percent</u>
Revenues				
Contributions	\$ 4,316,800	\$ 1,994,333	\$ (2,322,467)	46.2%
Total revenues	4,316,800	1,994,333	(2,322,467)	46.2%
Expenditures				
Medical and dental claims paid	3,261,000	1,153,614	2,107,386	35.4%
Premiums	284,000	93,273	190,727	32.8%
Fees	281,000	109,026	171,974	38.8%
Supplies	5,000	1,785	3,215	35.7%
Total expenditures	3,831,000	1,357,698	2,473,302	35.4%
Net Income (Loss)	\$ 485,800	\$ 636,635	\$ 150,835	

Eagle County Schools
Food Service Fund

The Food Service Fund is used to account for all activity of the food service program. The food service program provides lunch at fifteen of the sixteen district schools and operates a district wide bakery. This fund is an enterprise fund and is mandatory under C.C.R. 301-11-3.11

Balance Sheet
As of December 31, 2006

Assets	<u>2006-07</u>	<u>2005-06</u>
Inventory	\$ 59,508	\$ 47,297
Fixed assets net of depreciation	96,971	95,984
Total Assets	<u>\$ 156,479</u>	<u>\$ 143,281</u>
Liabilities and Fund Equity		
Liabilities		
Due from other funds	\$ 269,961	\$ 302,748
Compensated absences	9,554	6,857
Deferred commodities	30,114	18,157
Total Liabilities	<u>309,629</u>	<u>327,762</u>
Fund Equity		
Unrestricted net assets	<u>(153,150)</u>	<u>(184,481)</u>
Total Fund Equity	<u>(153,150)</u>	<u>(184,481)</u>
Total Liabilities and Fund Equity	<u>\$ 156,479</u>	<u>\$ 143,281</u>

Eagle County Schools
Food Service Fund

Income Statement
For the Six Months Ended December 31, 2006

	Adjusted <u>Budget</u>	<u>Actual</u>	Favorable <u>(Unfavorable)</u>	<u>Percent</u>
Revenues				
Food sales	\$ 869,200	\$ 388,280	\$ (480,920)	44.7%
Federal reimbursement	447,500	-	(447,500)	0.0%
State reimbursement	13,000	-	(13,000)	0.0%
Donated commodities	50,000	-	(50,000)	0.0%
General Fund Subsidy	50,000	-	(50,000)	0.0%
Total revenues	<u>1,429,700</u>	<u>388,280</u>	<u>(1,041,420)</u>	27.2%
Expenditures				
Salaries and benefits	764,200	309,501	454,699	40.5%
Purchased services	10,400	776	9,624	7.5%
Food and milk	597,630	249,571	348,059	41.8%
Supplies	40,370	21,667	18,703	53.7%
Equipment and depreciation	17,100	326	16,774	1.9%
Total expenditures	<u>1,429,700</u>	<u>581,841</u>	<u>847,859</u>	40.7%
Net Income (Loss)	<u>\$ -</u>	<u>\$ (193,561)</u>	<u>\$ (193,561)</u>	

Eagle County Schools Student Activity Fund

The Student Activity Fund is used to account for assets held for students participating in organized clubs. It is completely self funded.

Balance Sheet As of December 31, 2006

Assets	<u>2006-07</u>	<u>2005-06</u>
Cash and investments	\$ 707,105	\$ 679,456
Total Assets	\$ 707,105	\$ 679,456
Liabilities and Fund Equity		
Liabilities		
Due to student programs	\$ 707,105	\$ 679,456
Total Liabilities	\$ 707,105	\$ 679,456

Income Statement For the Six Months Ended December 31, 2006

	<u>Adjusted Budget</u>	<u>Actual</u>	<u>Favorable (Unfavorable)</u>	<u>Percent</u>
Revenues				
Student programs	\$ 1,311,000	\$ 660,805	\$ (650,195)	50.4%
Total revenues	1,311,000	660,805	(650,195)	50.4%
Expenditures				
Elementary programs	312,100	85,199	226,901	27.3%
Middle school programs	265,000	90,166	174,834	34.0%
High school programs	425,000	159,521	265,479	37.5%
District programs	332,000	140,917	191,083	42.4%
Total expenditures	1,334,100	475,803	858,297	35.7%
Net Income (Loss)	\$ (23,100)	\$ 185,002	\$ 208,102	

Eagle County Schools Transportation Fund

The Transportation Fund is for the purpose of paying transportation costs of the District. It was approved by the voters at the November 3, 1998 election and is required by Colorado Revised Statute 22-45-103(f). It is funded by 0.451 mills.

Balance Sheet As of December 31, 2006

Assets	<u>2006-07</u>	<u>2005-06</u>
Due from other funds	\$ -	\$ -
Total Assets	\$ -	\$ -
Liabilities and Fund Equity		
Liabilities		
Due to other funds	\$ 286,729	\$ 405,146
Accounts payable	-	-
Total Liabilities	286,729	405,146
Fund Equity		
Unreserved fund balance	(286,729)	(405,146)
Total Fund Equity	(286,729)	(405,146)
Total Liabilities and Fund Equity	\$ -	\$ -

Income Statement For the Six Months Ended December 31, 2006

	<u>Adjusted Budget</u>	<u>Actual</u>	<u>Favorable (Unfavorable)</u>	<u>Percent</u>
Revenues				
Property taxes	\$ 1,041,954	\$ 50,932	\$ (991,022)	4.9%
State revenue	454,110	489,909	35,799	107.9%
Transfers	820,454	-	(820,454)	0.0%
Total revenues	2,316,518	540,841	(1,775,677)	23.3%
Expenditures				
Salaries	1,379,782	589,800	789,982	42.7%
Benefits	464,216	123,592	340,624	26.6%
Purchased services	60,066	22,177	37,889	36.9%
Supplies and equipment	412,454	92,001	320,453	22.3%
Total expenditures	2,316,518	827,570	358,342	35.7%
Net Income (Loss)	\$ -	\$ (286,729)	\$ (1,417,335)	