

Dermott Special School District
Chicot County, Arkansas
Regulatory Basis Financial Statements
and Other Reports
June 30, 2010

LEGISLATIVE JOINT AUDITING COMMITTEE



DERMOTT SPECIAL SCHOOL DISTRICT
CHICOT COUNTY, ARKANSAS
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JUNE 30, 2010

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Senate Chair
Rep. Tim Summers
House Chair
Sen. David Wyatt
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Rep. Toni Bradford
House Vice Chair

Arkansas



Roger A. Norman, JD, CPA, CFE
Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE DIVISION OF LEGISLATIVE AUDIT

INDEPENDENT AUDITOR'S REPORT

Dermott Special School District and School Board Members
Legislative Joint Auditing Committee

We have audited the accompanying financial statements of each major governmental fund and the aggregate remaining fund information of the Dermott Special School District (the "District"), as of and for the year ended June 30, 2010, which collectively comprise the District's regulatory basis financial statements as listed in the table of contents. These financial statements are the responsibility of District management. 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

As described more fully in Note 1, the District has prepared these financial statements using accounting practices prescribed or permitted by Arkansas Code, which practices differ from accounting principles generally accepted in the United States of America. The effect on the financial statements of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

In our opinion, because of the effects of the matter discussed in the preceding paragraph, the financial statements referred to previously do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the District as of June 30, 2010, or the changes in financial position for the year then ended. Further, the District has not presented a management's discussion and analysis that accounting principles generally accepted in the United States has determined is necessary to supplement, although not required to be part of, the basic financial statements.

In our opinion, the financial statements referred to previously present fairly, in all material respects, the respective financial position of each major governmental fund and the aggregate remaining fund information of the District as of June 30, 2010, and the respective changes in financial position thereof and the respective budgetary comparison for the general and special revenue funds for the year then ended, on the basis of accounting described in Note 1.

In accordance with *Government Auditing Standards*, we have also issued our report dated March 9, 2011 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's regulatory basis financial statements. The Schedule of Capital Assets (Schedule 1), Schedule of Expenditures of Federal Awards (Schedule 2), as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, Schedule of Findings and Questioned Costs (Schedule 3), Federal Award Programs - Summary Schedule of Prior Audit Findings (Schedule 4), and Schedule of Selected Information for the Last Five Years - Regulatory Basis (Schedule 5) are presented for purposes of additional analysis and are not a required part of the regulatory basis financial statements. The Schedule of Expenditures of Federal Awards (Schedule 2), Schedule of Findings and Questioned Costs (Schedule 3), and Federal Award Programs - Summary Schedule of Prior Audit Findings (Schedule 4) have been subjected to the auditing procedures applied in the audit of the regulatory basis financial statements and, in our opinion, are fairly stated in all material respects in relation to the regulatory basis financial statements taken as a whole. The Schedule of Capital Assets (Schedule 1) and the Schedule of Selected Information for the Last Five Years - Regulatory Basis (Schedule 5) have not been subjected to the auditing procedures applied in the audit of the regulatory basis financial statements and, accordingly, we express no opinion on them.

DIVISION OF LEGISLATIVE AUDIT

A handwritten signature in black ink, appearing to read "Roger A. Norman". The signature is fluid and cursive, with a large initial "R" and "N".

Roger A. Norman, JD, CPA, CFE
Legislative Auditor

Little Rock, Arkansas
March 9, 2011
EDSD04110

Sen. Bill Pritchard
Senate Chair
Rep. Tim Summers
House Chair
Sen. David Wyatt
Senate Vice Chair
Rep. Toni Bradford
House Vice Chair

Arkansas

Roger A. Norman, JD, CPA, CFE
Legislative Auditor



LEGISLATIVE JOINT AUDITING COMMITTEE DIVISION OF LEGISLATIVE AUDIT

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*

Dermott Special School District. and School Board Members
Legislative Joint Auditing Committee

We have audited the financial statements of each major governmental fund and the aggregate remaining fund information of the Dermott Special School District (the "District"), as of and for the year ended June 30, 2010, which collectively comprise the District's regulatory basis financial statements, and have issued our report thereon dated March 9, 2011. We issued an adverse opinion because the District prepared the financial statements using accounting practices prescribed or permitted by the Arkansas Code, which differ from accounting principles generally accepted in the United States of America. The effect on the financial statements of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material. However, the financial statements present fairly, in all material respects, the respective financial position of each major governmental fund and the aggregate remaining fund information of the District as of June 30, 2010, and the respective changes in financial position thereof and the respective budgetary comparison for the general and special revenue funds for the year then ended, on the basis of accounting described in Note 1. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the regulatory basis financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying Schedule of Findings and Questioned Costs, we identified a certain deficiency in internal control over financial reporting that we consider to be a material weakness.

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 District's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiency described in the accompanying Schedule of Findings and Questioned Costs as item 2010-1 to be a material weakness.

Compliance and Other Matters

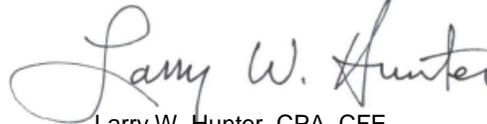
As part of obtaining reasonable assurance about whether the District's regulatory basis financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of the state constitution, state and federal laws and regulations, contracts, and grant agreements, 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*.

We noted certain matters that we reported to management of the District in a separate letter dated March 9, 2011.

The District's response to the findings identified in our audit, excluding the management letter finding, is described in the accompanying Schedule of Findings and Questioned Costs. We did not audit the District's response and, accordingly, we express no opinion on the response.

This report is intended solely for the information and use of the Legislative Joint Auditing Committee, the local school board and District management, state executive and oversight management, federal regulatory and oversight bodies, the federal awarding agencies and pass-through entities, and other parties as required by Arkansas Code, and is not intended to be and should not be used by anyone other than these specified parties. However, pursuant to Ark. Code Ann. § 10-4-417, all reports presented to the Legislative Joint Auditing Committee are matters of public record and distribution is not limited.

DIVISION OF LEGISLATIVE AUDIT

A handwritten signature in cursive script that reads "Larry W. Hunter". The signature is written in black ink and is positioned above the printed name and title.

Larry W. Hunter, CPA, CFE
Deputy Legislative Auditor

Little Rock, Arkansas
March 9, 2011

Sen. Bill Pritchard
Senate Chair
Rep. Tim Summers
House Chair
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Senate Vice Chair
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Arkansas



Roger A. Norman, JD, CPA, CFE
Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE DIVISION OF LEGISLATIVE AUDIT

REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Dermott Special School District and School Board Members
Legislative Joint Auditing Committee

Compliance

We have audited the Dermott Special School District's (the "District") compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2010. 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. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

In our opinion, the District complied, in all material respects, with the 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, 2010.

Internal Control Over Compliance

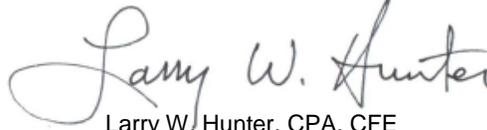
The management of the District is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the District's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, 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 a 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.

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 deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be *material weaknesses*, as defined above.

This report is intended solely for the information and use of the Legislative Joint Auditing Committee, the local school board and District management, state executive and oversight management, federal regulatory and oversight bodies, the federal awarding agencies and pass-through entities, and other parties as required by Arkansas Code, and is not intended to be and should not be used by anyone other than these specified parties. However, pursuant to Ark. Code Ann. § 10-4-417, all reports presented to the Legislative Joint Auditing Committee are matters of public record and distribution is not limited.

DIVISION OF LEGISLATIVE AUDIT

A handwritten signature in black ink that reads "Larry W. Hunter". The signature is written in a cursive style with a large, looping initial "L".

Larry W. Hunter, CPA, CFE
Deputy Legislative Auditor

Little Rock, Arkansas
March 9, 2011

Sen. Bill Pritchard
Senate Chair
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Arkansas



Roger A. Norman, JD, CPA, CFE
Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE DIVISION OF LEGISLATIVE AUDIT

MANAGEMENT LETTER

Dermott Special School District and School Board Members
Legislative Joint Auditing Committee

We would like to communicate the following item that came to our attention during this audit. The purpose of such comment is to provide constructive feedback and guidance, in an effort to assist management to maintain a satisfactory level of compliance with the state constitution, laws and regulations and to improve internal control. This matter was discussed previously with District officials during the course of our audit fieldwork and at the exit conference.

Ark. Code Ann. § 6-13-701 requires activity funds to be properly receipted and recorded. The District did not maintain adequate internal control relating to the collection and receipting of activity funds. Our review of cheerleader activity funds revealed generic receipt books were utilized; check/cash composition was not always indicated on the receipts; funds collected were not remitted to the administrative office intact, in sequential order, or in a timely manner; and we noted one instance of a receipt book not retained for audit.

This letter is intended solely for the information and use of the Legislative Joint Auditing Committee, the local school board and District management, state executive and oversight management, federal regulatory and oversight bodies, the federal awarding agencies and pass-through entities, and other parties as required by Arkansas Code, and is not intended to be and should not be used by anyone other than these specified parties. However, pursuant to Ark. Code Ann. § 10-4-417, all reports presented to the Legislative Joint Auditing Committee are matters of public record and distribution is not limited.

DIVISION OF LEGISLATIVE AUDIT

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Larry W. Hunter, CPA, CFE
Deputy Legislative Auditor

Little Rock, Arkansas
March 9, 2011

DERMOTT SPECIAL SCHOOL DISTRICT
 CHICOT COUNTY, ARKANSAS
 BALANCE SHEET - REGULATORY BASIS
 JUNE 30, 2010

Exhibit A

	Governmental Funds			
	Major			Fiduciary Fund Types
	General	Special Revenue	Other Aggregate	
ASSETS				
Cash	\$ 553,448	\$ 70,344	\$ 515,423	\$ 11,474
Investments	373,926			
Accounts receivable	17,475	182,461		
Property taxes receivable	363			
Due from other funds		13,456	22,003	
Deposit with paying agent	4,573			
TOTAL ASSETS	\$ 949,785	\$ 266,261	\$ 537,426	\$ 11,474
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 11,754	\$ 2,646		
Due student groups				\$ 11,474
Due to other funds	35,459			
Total Liabilities	47,213	2,646		11,474
Fund Balances:				
Reserved:				
Debt service	4,573		\$ 8,386	
Capital projects			529,040	
Unreserved:				
Undesignated	897,999	263,615		
Total Fund Balances	902,572	263,615	537,426	
TOTAL LIABILITIES AND FUND BALANCES	\$ 949,785	\$ 266,261	\$ 537,426	\$ 11,474

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

DERMOTT SPECIAL SCHOOL DISTRICT
CHICOT COUNTY, ARKANSAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS - REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2010

Exhibit B

	Major		Other Aggregate
	General	Special Revenue	
REVENUES			
Property taxes (including property tax relief trust distribution)	\$ 1,200,888		
State assistance	3,848,921		\$ 241,005
Federal assistance		\$ 2,067,128	
Activity revenues	23,188		
Meal sales		53,041	
Investment income	24,780		21
Other revenues	88,539	35,315	
TOTAL REVENUES	5,186,316	2,155,484	241,026
EXPENDITURES			
Regular programs	1,991,765	818	
Special education	284,316	243,936	
Workforce education	152,819		
Adult/continuing education	270,325	1,000	
Compensatory education	493,618	181,290	
Other instructional programs	63,989		
Student support services	154,323	22,511	
Instructional staff support services	422,459	755,700	
General administration support services	166,940	42,852	
School administration support services	305,716		
Central services support services	68,942	45,124	2,913
Operation and maintenance of plant services	442,564		141,473
Student transportation services	183,895	84,970	
Other support services	19,956		
Food services operations	13,456	416,092	
Community services operations		28,790	
Facilities acquisition and construction services		338,914	224,370
Non-programmed costs	315,463	5,288	
Activity expenditures	24,707		
Debt Service:			
Principal retirement	5,964		140,000
Interest and fiscal charges	3,181		89,922
TOTAL EXPENDITURES	5,384,398	2,167,285	598,678
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(198,082)	(11,801)	(357,652)
OTHER FINANCING SOURCES (USES)			
Transfers in			247,796
Transfers out	(247,796)		
Proceeds from construction bond issue			520,000
Proceeds from refunding bond issue			2,585,000
Payment to refunding bond escrow agent			(2,526,493)
Net bond issuance costs			(75,188)
TOTAL OTHER FINANCING SOURCES (USES)	(247,796)		751,115
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(445,878)	(11,801)	393,463
FUND BALANCES - JULY 1	1,348,450	275,416	143,963
FUND BALANCES - JUNE 30	\$ 902,572	\$ 263,615	\$ 537,426

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

DERMOTT SPECIAL SCHOOL DISTRICT
 CHICOT COUNTY, ARKANSAS
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
 BUDGET AND ACTUAL - GENERAL AND SPECIAL REVENUE FUNDS - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2010

Exhibit C

	General			Special Revenue		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
Property taxes (including property tax relief trust distribution)	\$ 1,014,000	\$ 1,200,888	\$ 186,888			
State assistance	3,595,238	3,848,921	253,683	\$ 2,500		\$ (2,500)
Federal assistance				2,977,130	\$ 2,067,128	(910,002)
Activity revenues		23,188	23,188			
Meal sales				28,100	53,041	24,941
Investment income	12,000	24,780	12,780			
Other revenues	16,400	88,539	72,139		35,315	35,315
TOTAL REVENUES	4,637,638	5,186,316	548,678	3,007,730	2,155,484	(852,246)
EXPENDITURES						
Regular programs	1,797,134	1,991,765	(194,631)	2,265	818	1,447
Special education	269,139	284,316	(15,177)	209,650	243,936	(34,286)
Workforce education	153,383	152,819	564			
Adult/continuing education	284,809	270,325	14,484		1,000	(1,000)
Compensatory education	429,999	493,618	(63,619)	212,331	181,290	31,041
Other instructional programs	65,128	63,989	1,139			
Student support services	139,912	154,323	(14,411)	11,671	22,511	(10,840)
Instructional staff support services	504,506	422,459	82,047	817,720	755,700	62,020
General administration support services	152,931	166,940	(14,009)	40,767	42,852	(2,085)
School administration support services	211,154	305,716	(94,562)			
Central services support services	85,029	68,942	16,087	37,500	45,124	(7,624)
Operation and maintenance of plant services	438,212	442,564	(4,352)			
Student transportation services	196,541	183,895	12,646	78,000	84,970	(6,970)
Other support services	18,100	19,956	(1,856)			
Food services operations		13,456	(13,456)	363,651	416,092	(52,441)
Community services operations				31,934	28,790	3,144
Facilities acquisition and construction services				1,306,969	338,914	968,055
Non-programmed costs		315,463	(315,463)	15,336	5,288	10,048
Activity expenditures		24,707	(24,707)			
Debt Service:						
Principal retirement	15,000	5,964	9,036			
Interest and fiscal charges	2,000	3,181	(1,181)			
TOTAL EXPENDITURES	4,762,977	5,384,398	(621,421)	3,127,794	2,167,285	960,509

DERMOTT SPECIAL SCHOOL DISTRICT
 CHICOT COUNTY, ARKANSAS
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
 BUDGET AND ACTUAL - GENERAL AND SPECIAL REVENUE FUNDS - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2010

Exhibit C

	General			Special Revenue		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ (125,339)	\$ (198,082)	\$ (72,743)	\$ (120,064)	\$ (11,801)	\$ 108,263
OTHER FINANCING SOURCES (USES)						
Transfers in	2,400,361		(2,400,361)			
Transfers out	(2,581,524)	(247,796)	2,333,728			
TOTAL OTHER FINANCING SOURCES (USES)	(181,163)	(247,796)	(66,633)			
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(306,502)	(445,878)	(139,376)	(120,064)	(11,801)	108,263
FUND BALANCES - JULY 1	1,398,340	1,348,450	(49,890)	215,990	275,416	59,426
FUND BALANCES - JUNE 30	\$ 1,091,838	\$ 902,572	\$ (189,266)	\$ 95,926	\$ 263,615	\$ 167,689

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

DERMOTT SPECIAL SCHOOL DISTRICT
CHICOT COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Board of Education, a six member group, is the level of government, which has responsibilities over all activities related to public elementary and secondary school education within the jurisdiction of the Dermott Special School District (District). There are no component units.

B. Description of Funds

Major governmental funds (per the regulatory basis of accounting) are defined as General and Special Revenue.

General Fund – The General Fund is the general operating fund and is used to account for all financial resources, except those required to be reported in another fund.

Special Revenue Fund – The Special Revenue Fund is used to account for the proceeds of specific revenue sources (other than trusts for individuals, private organizations, or other governments or for major capital projects) that are legally restricted to expenditures for specified purposes.

Other governmental funds, presented in the aggregate, consist of the following:

Capital Projects Fund – The Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds or in trust funds for individuals, private organizations, or other governments).

Debt Service Fund – The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

Fiduciary Fund types include the following:

Agency Funds – Agency Funds are used to report resources held by the reporting government in a purely custodial capacity (assets equal liabilities).

Private-purpose Trust Funds – Private-purpose trust funds are used to report all other trust arrangements under which principal and income benefit individuals, private organizations, or other governments.

C. Measurement Focus and Basis of Accounting

The financial statements are prepared in accordance with a regulatory basis of accounting (RBA). This basis of accounting is prescribed by Ark. Code Ann. § 10-4-413(c), as provided in Act 2201 of 2005, and requires that financial statements be presented on a fund basis with, as a minimum, the general fund and special revenue fund presented separately and all other funds included in the audit presented in the aggregate. The law also stipulates that the financial statements consist of a balance sheet; a statement of revenues, expenditures, and changes in fund balances; a comparison of the final adopted budget to the actual expenditures for the general fund and special revenue funds of the entity; notes to financial statements; and a supplemental schedule of capital assets, including land, buildings, and equipment. The law further stipulates that the State Board of Education shall promulgate the rules necessary to administer the regulatory basis of presentation.

The RBA is not in accordance with generally accepted accounting principles (GAAP). GAAP require that basic financial statements present government-wide financial statements. Additionally, GAAP require the following major concepts: Management's Discussion and Analysis, accrual basis of accounting for government-wide financial statements, including depreciation expense, modified accrual basis of accounting for fund financial statements, separate financial statements for fiduciary fund types, separate identification of special and extraordinary items, inclusion of capital assets and debt in the financial statements, specific procedures for the identification of major governmental funds, and applicable note disclosures. The RBA does not require government-wide financial statements or the previously identified concepts.

DERMOTT SPECIAL SCHOOL DISTRICT
CHICOT COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus and Basis of Accounting (Continued)

The accompanying financial statements are presented on a fund basis. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts, which are segregated for purposes of recording specific activities or attaining certain objectives. Revenues are reported by major sources and expenditures are reported by major function. Other transactions, which are not reported as revenues or expenditures, are reported as other financing sources and uses. Transactions related to the recording of installment contracts and capital leases are reported as other financing sources. Changes in private-purpose trust funds will be reflected in the notes to the financial statements.

D. Revenue Recognition Policies

Revenues are recognized when they become susceptible to accrual in accordance with the RBA, except for property taxes (see Note 1 F below).

E. Capital Assets

Information on capital assets and related depreciation is reported at Schedule 1. Capital assets are capitalized at historical cost or estimated historical cost, if actual data is not available. Capital assets purchased are recorded as expenditures in the applicable fund at the time of purchase. Donated capital assets are reported at fair value when received. The District maintains a threshold level of \$1,000 for capitalizing equipment. Library holdings are not capitalized.

No salvage value is taken into consideration for depreciation purposes. All capital assets, other than land and construction in progress, are depreciated using the straight-line method over the following useful lives:

Asset Class	Estimated Useful Life in Years
Improvements/infrastructure	20
Buildings	50
Equipment	5-20

F. Property Taxes

Property taxes are levied in November based on property assessment made between January 1 and May 31 and are an enforceable lien on January 1 for real property and June 1 for personal property. The tax records are opened on the first business day of March of the year following the levy date and are considered delinquent after October 10 of the same calendar year. Property taxes are accrued or deferred, as applicable, in accordance with guidelines issued by the Arkansas Department of Education (ADE), which were effective beginning with the fiscal year ended June 30, 2006. Arkansas law defines revenue receipts of a school district and includes 40% of the proceeds of local taxes which are not pledged to secure bonded indebtedness or 40% of the revenue from the uniform rate of tax whichever is greater collected in the succeeding calendar year, commonly known as 40% pullback, within that definition. The ADE has determined that school districts must utilize the 40% pullback amount, as calculated by the ADE and reflected on the respective county's abstract of assessments, in recording property tax revenue as follows:

- If the amount of 40% pullback collected by June 30th is less than the calculated 40% pullback amount, the difference must be accrued;
- If the amount of 40% pullback collected by June 30th is more than the calculated 40% pullback amount, the excess must be recorded as deferred taxes.

DERMOTT SPECIAL SCHOOL DISTRICT
CHICOT COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Property Taxes (Continued)

Amendment no. 74 to the Arkansas Constitution established a uniform minimum property tax millage rate of 25 mills for maintenance and operation of public schools. Ark. Code Ann. § 26-80-101 provides the uniform rate of tax (URT) shall be assessed and collected in the same manner as other school property taxes, but the net revenues from the URT shall be remitted to the State Treasurer and distributed by the State to the county treasurer of each county for distribution to the school districts in that county. For reporting purposes, URT revenues are considered property taxes.

G. Interfund Receivables and Payables

Interfund receivables and payables result from services rendered from one fund to another or from interfund loans.

H. Fund Balance Designations

1. Reserved fund balance – represents that portion of the fund balance which is not appropriable for expenditure or is legally segregated for a specific future use.
2. Undesignated fund balance – indicates that portion of the fund balance not reserved or designated.

I. Budget and Budgetary Accounting

The District is required by state law to prepare an annual budget. The annual budget is prepared on a fiscal year basis. The District does not prepare and submit amended budgets during the fiscal year. The State Department of Education's regulations allow for the cash basis or the modified accrual basis. However, the majority of the school districts employ the cash basis method.

The District budgets intra-fund transfers. Significant variances may result in the comparison of transfers at the Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – General and Special Revenue Funds – Regulatory Basis because only interfund transfers are reported at the Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds – Regulatory Basis.

Budgetary perspective differences are not considered to be significant, because the structure of the information utilized in preparing the budget and the applicable fund financial statements is essentially the same.

2: CASH DEPOSITS WITH FINANCIAL INSTITUTIONS

Cash deposits are carried at cost (carrying value). A comparison of the bank balance and carrying value is as follows:

	Carrying Amount	Bank Balance
Insured (FDIC)		
Collateralized:		
Collateral held by the pledging bank or pledging bank's trust department in the District's name	\$ 250,000	\$ 250,000
	1,274,515	1,467,179
Total Deposits	\$ 1,524,515	\$ 1,717,179

The above total deposits do not include cash on hand of \$100. The above total deposits include certificates of deposit of \$373,926 reported as investments and classified as nonparticipating contracts.

DERMOTT SPECIAL SCHOOL DISTRICT
CHICOT COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

3: ACCOUNTS RECEIVABLE

The accounts receivable balance of \$199,936 at June 30, 2010 was comprised of the following:

Description	Governmental Funds		Total
	Major		
	General	Special Revenue	
Federal assistance		\$ 173,584	\$ 173,584
Other	\$ 17,475	8,877	26,352
Totals	\$ 17,475	\$ 182,461	\$ 199,936

4: COMMITMENTS

The District was contractually obligated for the following at June 30, 2010:

Long-term Debt Issued and Outstanding

The District is presently paying on the following long-term debt:

Date of Issue	Date of Final Maturity	Rate of Interest	Amount Authorized and Issued	Debt Outstanding June 30, 2010	Maturities To June 30, 2010
7/6/07	7/6/17	5.25%	\$ 70,450	\$ 56,099	\$ 14,351
12/1/08	2/1/38	5 - 6%	215,000	215,000	
7/1/09	2/1/38	3.6 - 5%	520,000	500,000	20,000
9/1/09	6/1/28	1 - 4%	2,585,000	2,465,000	120,000
Totals			\$ 3,390,450	\$ 3,236,099	\$ 154,351

Changes in Long-term Debt

	Balance July 1, 2009	Issued	Retired	Balance June 30, 2010
Bonds payable	\$ 2,695,000	\$ 3,105,000	\$ 2,620,000	\$ 3,180,000
Capital leases	62,063		5,964	56,099
Totals	\$ 2,757,063	\$ 3,105,000	\$ 2,625,964 *	\$ 3,236,099

*Includes \$2,480,000 early retirement of debt - See Note 6.

DERMOTT SPECIAL SCHOOL DISTRICT
CHICOT COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

4: COMMITMENTS (Continued)

Long-term Debt Issued and Outstanding (Continued)

Total long-term debt principal and interest payments are as follows:

Year Ended June 30,	Principal	Interest	Total
2011	\$ 126,282	\$ 122,746	\$ 249,028
2012	131,616	120,902	252,518
2013	131,967	117,820	249,787
2014	137,338	114,750	252,088
2015	137,728	111,162	248,890
2016-2020	736,168	490,431	1,226,599
2021-2025	860,000	349,942	1,209,942
2026-2030	670,000	189,663	859,663
2031-2035	170,000	113,255	283,255
2036-2038	135,000	59,400	194,400
Totals	<u>\$ 3,236,099</u>	<u>\$ 1,790,071</u>	<u>\$ 5,026,170</u>

Capital Leases

The District has executed the following capital leases:

Class of Property	Asset Balance June 30, 2010
School bus	<u>\$ 70,450</u>
	<u>June 30, 2010</u>
Total Minimum Lease Payments	\$ 68,590
Less: Amount Representing Interest	<u>12,491</u>
Total Present Value of Net Minimum Lease Payments	<u>\$ 56,099</u>

5: ACCOUNTS PAYABLE

The accounts payable balance of \$14,400 at June 30, 2010 was comprised of the following:

Description	Governmental Funds		Total
	Major		
	General	Special Revenue	
Vendor payables	<u>\$ 11,754</u>	<u>\$ 2,646</u>	<u>\$ 14,400</u>

DERMOTT SPECIAL SCHOOL DISTRICT
CHICOT COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

6: DEBT REFUNDINGS

On September 1, 2009, the District issued \$2,585,000 in refunding bonds with interest rates of 1 to 4 percent. Bond proceeds of \$2,526,493 were deposited with an escrow agent to advance refund \$2,480,000 of outstanding bonds dated December 1, 2003 with an interest rate of 2.55 to 4.75 percent and to pay interest and fees. The remaining proceeds of \$6,960 (after payment of net bond issuance costs of \$51,547) will be used for future debt payments. As a result, the 2003 series bonds are considered to be defeased and the liability for those bonds has been eliminated. The District advance refunded the 2003 series bonds to reduce its total debt service payments over a period of 19 years by \$159,938. The defeased bonds were called on November 1, 2009.

7: INTERFUND TRANSFERS

The District transferred \$247,796 from the general fund to the other aggregate funds for debt related payments of \$229,888 and \$17,908 for refunding savings required to be used for future construction projects.

8: RETIREMENT PLANS

Arkansas Teacher Retirement System

Plan Description. The District contributes to the Arkansas Teacher Retirement System (ATRS), a cost-sharing multiple-employer defined benefit pension plan that covers all Arkansas public school employees, except certain nonteachers hired before July 1, 1989. ATRS, administered by a Board of Trustees, provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by State law and can be amended only by the Arkansas General Assembly. The Arkansas Teacher Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for ATRS. That report may be obtained by writing to Arkansas Teacher Retirement System, 1400 West Third Street, Little Rock, Arkansas 72201 or by calling 1-800-666-2877.

Funding Policy. ATRS has contributory and noncontributory plans. Contributory members are required by State law to contribute 6% of their salaries. Each participating employer is required by State law to contribute at a rate determined by the Board of Trustees, based on the annual actuarial valuation. The current employer rate is 14% of covered salaries, the maximum allowed by State law. The District's contributions to ATRS for the years ended June 30, 2010, 2009, and 2008 were \$553,959, \$467,160, and \$452,234, respectively, equal to the required contributions for each year.

Arkansas Public Employees Retirement System

Plan Description. The District contributes to the Arkansas Public Employees Retirement System (APERS), a cost-sharing multiple-employer defined benefit pension plan that covers certain nonteachers hired before July 1, 1989. APERS, administered by a Board of Trustees, provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by State law and can be amended only by the Arkansas General Assembly. The Arkansas Public Employees Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for APERS. That report may be obtained by writing to Arkansas Public Employees Retirement System, 124 West Capitol, Suite 400, Little Rock, Arkansas 72201 or by calling 1-800-682-7377.

Funding Policy. APERS has contributory and noncontributory plans. Contributory members are required by State law to contribute 5% of their salaries. Each participating employer is required by State law to contribute at a rate determined by the Board of Trustees, based on the annual actuarial valuation. The current employer rate for school districts is 4% of covered salaries. The District's contributions to APERS for the years ended June 30, 2010, 2009, and 2008 were \$369, \$374, and \$361, respectively, equal to the required contributions for each year.

DERMOTT SPECIAL SCHOOL DISTRICT
 CHICOT COUNTY, ARKANSAS
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2010

9: CHANGES IN PRIVATE-PURPOSE TRUST FUNDS

ADDITIONS	
Donations	\$ 1,000
DEDUCTIONS	
Scholarships	1,000
	0
CHANGE IN FUND BALANCE	0
FUND BALANCE - JULY 1	0
	0
FUND BALANCE - JUNE 30	\$ 0
	0

10: 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 carries commercial insurance for student accidents and catastrophic coverage and employee and board travel. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years. There were no significant reductions in insurance coverage from the prior year in the major categories of risk.

The District participates in the Arkansas School Boards Association – Workers’ Compensation Trust (the Trust), a self-insurance trust voluntarily established on July 1, 1994 pursuant to state law. The Trust is responsible for obtaining and administering workers’ compensation insurance coverage for its members, as well as obtaining reinsurance coverage for those claims that exceeds the standard policy limits. In its administrative capacity, the Trust is responsible for monitoring, negotiating, and settling claims that have been filed on behalf of and against member districts. The District contributes annually to this program.

The District participates in the Arkansas Fidelity Bond Trust Fund administered by the Governmental Bonding Board. This program provides coverage for actual losses sustained by its members through fraudulent or dishonest acts committed by officials or employees. Each loss is limited to \$250,000 with a \$1,000 deductible. Premiums for coverage are paid by the Chief Fiscal Officer of the State of Arkansas from funds withheld from the Public School Fund.

The District participates in the Public School Property and Vehicle Insurance Trust Fund Program administered by the Risk Management Division of the Arkansas Insurance Department. The program’s general objectives are to formulate, develop, and administer, on behalf of member districts, a program of insurance to obtain lower costs for property and vehicles coverage, and to develop a comprehensive loss control program. The fund uses a reinsurance policy to reduce exposure to large losses on insured events. The District pays an annual premium for its coverage of buildings, contents, and vehicles.

11: ON-BEHALF PAYMENTS

The allocation of the health insurance premiums paid by the Arkansas Department of Education to the Employee Benefits Division, on-behalf of the District’s employees, totaled \$71,621 for the year ended June 30, 2010.

12: DEBT SAVINGS

The 2009 refunding bond issue required the annual debt savings to be used solely for the construction of academic facilities or the purchase of academic equipment. The debt savings through the fiscal year 2028 vary from \$5,547 to \$17,908.

DERMOTT SPECIAL SCHOOL DISTRICT
 CHICOT COUNTY, ARKANSAS
 SCHEDULE OF CAPITAL ASSETS
 FOR THE YEAR ENDED JUNE 30, 2010
 (Unaudited)

Schedule 1

	Balance June 30, 2010
<i>Nondepreciable capital assets:</i>	
Land	\$ 303,723
<i>Depreciable capital assets:</i>	
Buildings	4,219,797
Improvements/infrastructure	290,793
Equipment	2,621,880
Total depreciable capital assets	7,132,470
Less accumulated depreciation for:	
Buildings	2,657,671
Improvements/infrastructure	187,408
Equipment	1,850,424
Total accumulated depreciation	4,695,503
Total depreciable capital assets, net	2,436,967
Capital assets, net	\$ 2,740,690

DERMOTT SPECIAL SCHOOL DISTRICT
 CHICOT COUNTY, ARKANSAS
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FOR THE YEAR ENDED JUNE 30, 2010

Schedule 2

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
CHILD NUTRITION CLUSTER			
<u>U. S. Department of Agriculture</u>			
Passed Through State Department of Education:			
School Breakfast Program - Cash Assistance	10.553	09-01	\$ 113,961
National School Lunch Program - Cash Assistance	10.555	09-01	211,198
Total State Department of Education			325,159
Passed Through State Department of Human Services:			
National School Lunch Program - Non-Cash Assistance (Food Distribution) (Note 2)	10.555	0901	12,763
TOTAL CHILD NUTRITION CLUSTER			337,922
TITLE I, PART A CLUSTER			
<u>U. S. Department of Education</u>			
Passed Through State Department of Education:			
Title I Grants to Local Educational Agencies	84.010	09-01	550,403
ARRA - Title I Grants to Local Educational Agencies, Recovery Act	84.389	0901000	246,927
TOTAL TITLE I, PART A CLUSTER			797,330
SPECIAL EDUCATION CLUSTER (IDEA)			
<u>U. S. Department of Education</u>			
Passed Through State Department of Education:			
Special Education - Grants to States	84.027	09-01	152,044
ARRA - Special Education - Grants to States, Recovery Act	84.391	0901000	136,023
TOTAL SPECIAL EDUCATION CLUSTER (IDEA)			288,067
STATE FISCAL STABILIZATION FUND CLUSTER			
<u>U. S. Department of Education</u>			
Passed Through State Department of Education:			
ARRA - State Fiscal Stabilization Fund (SFSF) - Education State Grants, Recovery Act	84.394	0901000	363,065
ARRA - State Fiscal Stabilization Fund (SFSF) - Government Services, Recovery Act	84.397	0901000	20,973
TOTAL STATE FISCAL STABILIZATION FUND CLUSTER			384,038
CCDF CLUSTER			
<u>U. S. Department of Health and Human Services:</u>			
Passed Through State Department of Human Services:			
Child Care and Development Block Grant	93.575	09-01	800
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	09-01	18
TOTAL CCDF CLUSTER			818

DERMOTT SPECIAL SCHOOL DISTRICT
 CHICOT COUNTY, ARKANSAS
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FOR THE YEAR ENDED JUNE 30, 2010

Schedule 2

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
OTHER PROGRAMS			
<u>U. S. Department of Agriculture</u>			
Passed Through State Department of Education:			
Fresh Fruit and Vegetable Program	10.582	09-01	\$ 12,917
<u>U. S. Department of Education</u>			
Passed Through State Department of Career Education:			
Adult Education - Basic Grants to States	84.002	09-01	1,000
Passed Through State Department of Education:			
Safe and Drug-Free Schools and Communities - State Grants	84.186	09-01	6,005
Even Start - State Educational Agencies	84.213	09-01	28,526
Reading First State Grants	84.357	09-01	52,754
Rural Education	84.358	09-01	13,418
Improving Teacher Quality State Grants	84.367	09-01	94,955
Total State Department of Education			195,658
Total U. S. Department of Education			196,658
 TOTAL OTHER PROGRAMS			 209,575
 TOTAL EXPENDITURES OF FEDERAL AWARDS			 \$ 2,017,750

The accompanying notes are an integral part of this schedule.

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

- Note 1: Basis of Presentation - The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the Dermott Special School District and is presented on the regulatory basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the regulatory basis financial statements.
- Note 2: Nonmonetary assistance is reported at the approximate value as provided by the State Department of Human Services.
- Note 3: During the year ended June 30, 2010, the District received Medicaid funding of \$9,808 from the State Department of Human Services. Such payments are not considered Federal awards expended, and therefore, are not included in the above schedule.

DERMOTT SPECIAL SCHOOL DISTRICT
CHICOT COUNTY, ARKANSAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2010

Schedule 3

SECTION II - FINANCIAL STATEMENT FINDINGS

MATERIAL WEAKNESS

2010-1. Internal Control

Criteria or specific requirement: Internal control is a process consisting of five interrelated components - *control environment, risk assessment, information and communication, control activities, and monitoring*. Management is responsible for adopting sound accounting policies and for establishing and maintaining internal control that will, among other things, initiate, authorize, record, process, and report transactions (as well as events and conditions) consistent with management's assertions embodied in the financial statements.

Condition: A deficiency in the internal control component of control activities adversely affected the District's ability to initiate, authorize, record, process, and report financial data in accordance with the regulatory basis of accounting such that there was a reasonable possibility that a material misstatement of the District's financial statements would not be prevented, or detected and corrected on a timely basis. The District has not adequately segregated financial accounting duties related to cash, investments, accounts receivable, revenues, payroll, and non-payroll expenditures to provide reasonable assurance about the achievement of the entity's objectives with regard to reliability of financial reporting.

Context: An understanding of the five components of internal control sufficient to assess the risk of material misstatement of the financial statements whether due to error or fraud, and to design the nature, timing, and extent of further audit procedures was obtained.

Effect: The District's ability to initiate, authorize, record, process, and report transactions consistent with management's assertions embodied in the financial statements, as well as the ability to safeguard District assets, was adversely affected by the identified weakness in the above internal control component.

Cause: District management, due to cost/benefit implications, which hindered the District's ability to adequately segregate financial accounting duties among employees, did not effectively address the deficiency in internal control.

Recommendation: District's management should adopt sound accounting policies and establish and maintain internal control that will initiate, authorize, record, process, and report transactions consistent with management's assertions embodied in the financial statements and that will safeguard District assets.

Views of responsible officials and planned corrective actions: The District will handle the segregation of duties to the best extent possible.

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No matters were reported.

DERMOTT SPECIAL SCHOOL DISTRICT
CHICOT COUNTY, ARKANSAS
FEDERAL AWARD PROGRAMS -
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2010

Schedule 4

U. S. DEPARTMENT OF EDUCATION
PASSED THROUGH STATE DEPARTMENT OF EDUCATION
TITLE I, PART A CLUSTER

2009 - Finding 2009-2: Title I, Part A Cluster - CFDA Numbers 84.010 and 84.389

Condition: Our examination of Title I grant expenditures disclosed costs for administrative salaries and benefits of \$10,870 that should have been recorded in the District's general fund.

Recommendation: The District should contact the Arkansas Department of Education to resolve this issue.

Current Status: Corrective action was taken.

DERMOTT SPECIAL SCHOOL DISTRICT
 CHICOT COUNTY, ARKANSAS
 SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2010
 (Unaudited)

	Year Ended June 30,				
	2010	2009	2008	2007	2006
<u>General Fund</u>					
Total Assets	\$ 949,785	\$ 1,379,990	\$ 1,574,954	\$ 1,589,241	\$ 1,595,759
Total Liabilities	47,213	31,540	16,493	2,189	20,362
Total Fund Balances	902,572	1,348,450	1,558,461	1,587,052	1,575,397
Total Revenues	5,186,316	5,169,498	5,411,346	5,535,510	5,517,221
Total Expenditures	5,384,398	5,183,396	5,316,781	5,327,853	5,492,587
Total Other Financing Sources (Uses)	(247,796)	(196,113)	(123,156)	(196,002)	(193,025)
<u>Special Revenue Fund</u>					
Total Assets	266,261	293,289	383,167	341,315	376,269
Total Liabilities	2,646	17,873	589		
Total Fund Balances	263,615	275,416	382,578	341,315	376,269
Total Revenues	2,155,484	1,284,970	1,475,665	1,529,008	1,389,302
Total Expenditures	2,167,285	1,392,132	1,434,402	1,563,962	1,397,580
Total Other Financing Sources (Uses)					(16,795)
<u>Other Aggregate Funds</u>					
Total Assets	537,426	158,790			100
Total Liabilities		14,827			
Total Fund Balances	537,426	143,963			100
Total Revenues	241,026	33			100
Total Expenditures	598,678	256,540	193,606	196,102	193,025
Total Other Financing Sources (Uses)	751,115	400,470	193,606	196,002	193,025