



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2010



**ALPINE SCHOOL
DISTRICT**

575 NORTH 100 EAST
AMERICAN FORK, UTAH

COMPREHENSIVE ANNUAL FINANCIAL REPORT

OF THE

ALPINE SCHOOL DISTRICT

**575 North 100 East
American Fork, Utah 84003**

**For the Fiscal Year Ended
June 30, 2010**

**Deborah C. Taylor, President of the Board
Dr. Vernon M. Henshaw, Superintendent
Robert W. Smith, Business Administrator**

**Prepared By:
The Accounting Department
Greg P. Holbrook, C.P.A.
Assistant Business Administrator and Director of Accounting**

Alpine School District Board of Education

Mission Statement

The Mission of Alpine School District is to educate all students to ensure the future of our democracy.

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I. INTRODUCTORY SECTION



ALPINE SCHOOL DISTRICT

575 NORTH 100 EAST, AMERICAN FORK, UTAH 84003-1758 (801) 610-8400

DR. VERNON M HENSHAW, SUPERINTENDENT



*Dr. Vernon M. Henshaw
Superintendent of Schools*

November 5, 2010

To President Taylor, Members of the Board of Education, and
the Citizens of the Alpine School District:

State law requires that school districts publish, within five months of the close of each year, a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America (GAAP) and audited by a firm of licensed certified public accountants 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 of the United States. This report is published to fulfill that requirement for the fiscal year ended June 30, 2010.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal controls that it has established for this purpose. The cost of internal controls should not outweigh their benefits. The District's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that to the best of our knowledge and belief this financial report is complete and reliable in all material respects.

Squire & Company, PC, a firm of licensed certified public accountants, has issued an unqualified "clean" opinion on the District's financial statements for the year ended June 30, 2010. The independent auditor's report is located at the front of the financial section of this report. The independent audit of the District's financial statements was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in the District's separately issued Single Audit Report. The District also receives a report regarding compliance with state programs as required by the *State of Utah Legal Compliance Audit Guide* from the District's independent auditor.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complement this letter of transmittal and should be read in conjunction with it.

District profile

The District was created by a resolution of the Utah County Commissioners on June 24, 1915. The District is a legally separate entity enjoying all rights and privileges accorded political subdivisions in the State of Utah. The District is fiscally independent. Policymaking and legislative authority are vested in the Board of Education consisting of seven members. The Board of Education is responsible for, among other things; developing policy, adopting the budget, levying taxes, incurring bonded debt, supervising committees, and hiring both the superintendent and business administrator. The superintendent and business administrator are responsible for carrying out the policies of the Board of Education and oversee the day-to-day operations of the District. The

carrying out the policies of the Board of Education and oversee the day-to-day operations of the District. The Board of Education is elected on a non-partisan basis. Board members serve four-year staggered terms with no more than four board members elected every two years.

The major purpose of the District is to provide public education for those who reside within the boundaries of the District located in the northern portion of Utah County, Utah. To accomplish this purpose, as of fall 2010, the District operates eight traditional high schools, eleven junior high schools, and 51 elementary schools. The District offers a comprehensive array of learning opportunities which includes core instruction (math, literacy, science), special education, vocational education, special purpose (Alpine Transition & Employment Center and Dan Peterson schools), alternative (East Shore High School and Alpine Summit), on-line elementary and junior high schools, and extra-curricular programs. The District partners with Mountainland Applied Technology Center to operate an adult high school program and also Utah Valley University (UVU) for operation of a community education program.

The District served 64,486 students for fiscal 2010 as measured on the October 1, 2009 fall enrollment count.

Based on information from the U.S. Department of Education National Center for Education Statistics, there are more than 17,000 school districts in the nation. The District is estimated to be the 60th largest public school district for the 2009-10 year. As a result of its rapid growth, the District has moved from 99th to 60th since the 1998-99 year.

The Utah State Office of Education reports that the District is 40th of 40 districts in net current expenditure per student in the state for the fiscal 2009 year. Utah has the least current expenditure per student in the nation.

In summary, the demographics of the District are unique, being one of the fastest growing and least funded districts in the nation.

State and federal funding effort

The District receives 71% of general fund revenues from state sources. As a result, state funding effort is one of the most significant factors within the District budget.

The state general fund has reported a revenue shortfall of \$42.7 million for the year ended June 30, 2010. State individual income tax revenues, a major component of education funding, decreased \$218.7 million from fiscal 2009.

For fiscal 2011, the Utah Legislature cut about 0.5% or \$10 million from what public education received in fiscal 2010 throughout the state. However, there is no new funding to educate an estimated 11,000 new students expected next year throughout the state. The net result is a cut of about 3% in revenue, still far less than reductions faced by many other departments and agencies. Utah's "funding effort" for public schools (defined as public education revenues per \$1,000 in personal income) has fallen from 7th place in the nation in 1995 to 34th place in 2007, according to research by the non-profit Utah Foundation. This decline has kept Utah last in per-pupil spending by an increasing margin.

To help off-set cuts in state funding, the District received \$13.6 million of ARRA stabilization funding for the year ended June 30, 2010, compared to \$19.3 million in 2009. In September 2010 the U.S. Department of Education announced that Utah, one of the first states to submit an application, will receive \$101 million in federal stimulus money. It is unclear what state policy makers may do with the federal stimulus money. Some options discussed include: flowing funds to districts and schools; covering deficits in the state budget for education; retirement system support and other uses.

Local economy

The Governor's Office of Planning and Budget report the following: "For the second year in a row, the Economic Report to the Governor portrays difficult times. In contrast to 2009, however, the outlook for 2010 foresees a strengthening recovery. Indeed, preliminary estimates suggest employment in Utah began to grow during September 2009. Over the long run, Utah's position as a logistical hub for the west, young and productive workforce, sensible regulatory environment, and excellent system of public and higher education will continue to make it a great place to live and work with plenty of opportunity."

Like the nation, Utah's economy contracted during 2009. Employment, which increased slightly during 2008, declined 5.1% in 2009. Further, the unemployment rate almost doubled, from 3.4% in 2008 to 6.6% in 2009. The housing collapse combined with the reluctance of businesses to invest in new facilities resulted in construction employment declining 22.6% in 2009, after a decline of 12.5% in 2008.

Like the state, Utah County also contracted during 2010 for a second year as job losses were wide spread in most major industrial sectors. The national and regional housing bubble collapse and negative impact of the national financial crises of 2008 were acutely felt during 2009 and into 2010 across almost all industry sectors in Utah County. The two-year recession has been reflected in the unemployment statistics. There were about 6,596 Utah County residents unemployed in January 2008, a rate of 2.9% percent on a seasonally adjusted basis. The unemployment rate had increased to around 7.3% seasonally adjusted by summer 2010, representing 98,000 unemployed workers. By the end of the summer of 2010, it appears that the deteriorating economic conditions in Utah County are gradually improving.

The District is dependent upon state aid, providing 70.6 % of general fund revenues and 54.9% of government-wide revenues during 2009. Government-wide per-pupil revenue decreased by \$460. The state utilized federal stabilization funds to replace state funding. Government-wide per-pupil expense decreased by \$318.

In 2009, there were 563,273 students in Utah's public education system, an increase of 12,260 students or 2.2% over 2008. These students are becoming increasingly diverse and score respectably with their national peers.

District taxable property values in tax year 2009 decreased 5.2% compared to an increase of 15.5% in 2008 and an increase of 32.9% in 2007. Notwithstanding a \$980 million increase in new growth, total assessed valuation overall decreased \$945 million due to declines in value. Property tax values will drop an additional 3.8% in tax year 2010.

The state school finance program is designed to provide every Utah school district with a basic operation program of \$2,577 per weighted pupil unit (WPU). While public education received budget reductions in FY 2009, FY 2010, and FY 2011 the WPU value did not change.

Long-term financial planning

The state's population is projected to grow from 2.8 million in 2009 to 3.7 million by 2020, 4.4 million by 2030, 5.2 million by 2040, 6.0 million by 2050 and 6.8 million by 2060.

Fixed operational costs of new schools have a major impact on the District's budget. Westlake High School and Sage Hills Elementary, located in Saratoga Springs, and North Point Elementary, located in Lehi, opened the fall of 2009. Vista Heights Middle school in Saratoga Springs, Traverse Mountain Elementary, located in Lehi and Mountain Trails Elementary in Eagle Mountain opened the fall of 2010. The District's annual operational fixed cost to open an elementary school is estimated at \$0.6 million, \$1.7 million for a middle school and \$2.5 million for a senior high school.

On November 7, 2006, voters approved a \$230 million bond for new school construction, land acquisitions, and renovation of existing school facilities and related equipment and improvements. On March 24, 2009, the District issued \$68.0 million of general obligation school building bonds completing the full \$230.0 million authorization.

In light of the continued student growth and other District capital needs, the District will engage the community to explore the potential of a bond election in the fall of 2011.

In an uncertain economic environment, other unforeseen events can have a dramatic impact on available revenues. In spite of a declining local and national economy, the District has been able to strengthen its undesignated fund balance from \$5.8 million to \$11.1 million.

Student growth. Based on information from Utah's Bureau of Vital Records, the District expects kindergarten enrollment to increase for the next three years and then flatten out reflecting birth rate trends for the Utah County areas served by the District. Due to the current economic conditions, the District also expects migration into the District to flatten. The District anticipates an estimated additional 10,000 students within the next five years.

Charter schools are increasing the degree of uncertainty in projecting student growth. Charter schools are independent of the District and are primarily funded by the state. Charter schools will have a major impact on the placement and need for additional schools to accommodate growth in northern Utah County. Charter school enrollment within District boundaries was 5,619 as of October 1, 2009.

Most of the growth of the District has occurred in the past 30 years. Approximately two-thirds of the total square footage of buildings in the District has been constructed after 1974. As a result, the District is primarily composed of newer buildings that require less ongoing maintenance. Many of the older buildings in the District have recently been remodeled to upgrade plumbing, electrical and energy efficiency. This remodeling has been financed with bond proceeds. Overall with the recent upgrades, the older buildings in the District are in excellent functional condition.

Postemployment healthcare benefits. In an effort to manage the liability, postemployment healthcare benefits for employees hired on or after March 1, 2006 were eliminated. Postemployment healthcare benefits for employees retiring early were also capped based on longevity as of March 1, 2006. The Medicare supplement benefit was limited to those employees hired before July 1, 1995. As a result of efforts to manage this liability, the actuarial accrued liability has dropped from \$170.4 million as of July 1, 2007 to \$128.3 million as of July 1, 2009. The District OPEB plan is 14.3% funded as of June 30, 2009, the date of the last actuarial study. The District funded an additional \$4.5 million in excess of the annual required contribution to the Alpine School District Post-Retirement Benefits Trust Fund to prefund benefits resulting in a net OPEB asset at June 30, 2010 of \$5.5 million. The District will continue to explore strategic options to address this obligation and funding considerations.

Political climate. Several factors affect the future of public education in Utah. Declining revenues, legislative changes, district divisions, and student growth are creating much uncertainty, change, and concern.

Relevant financial policies

During 2009 the District sold surplus land for \$2.1 million. The land proceeds will be used to offset the cost of proposed capital projects. The District is also using caution in planning to use the one-time federal stimulus funds announced in September 2010. As a budget policy, the District does not use one-time funds for ongoing District operations.

Major initiatives

Capital projects. The following capital projects, primarily related to the 2006 \$230 million bond authorization, are substantially complete or in progress as of fall 2010:

Alpine School District 2007-2011			
<u>Project Name</u>	<u>City</u>	<u>Type</u>	<u>Status</u>
New Construction:			
West Lake High School	Saratoga Springs	New building	Completed
Vista Heights Middle School	Saratoga Springs	New building	Completed
Hidden Hollow Elementary	Eagle Mountain	New building	Completed
Sage Hills Elementary	Saratoga Springs	New building	Completed
North Point Elementary	Lehi	New building	Completed
Traverse Mountain Elementary	Lehi	New building	Completed
Mountain Trails Elementary	Eagle Mountain	New building	Completed
Elementary School	Saratoga Springs	New building	In progress
Elementary School	Saratoga Springs	New building	In progress
Major Addition and Remodel:			
Orem High School	Orem	Reconstruction / rebuild	Completed
Pleasant Grove High School	Pleasant Grove	Major addition / renovation - additional classroom wing and labs	Completed
Lone Peak High School	Highland	New gym	In progress
Mountain View High School	Orem	New gym addition	In progress
Lakeridge Junior High	Orem	New media center and office space existing media into classrooms	Completed
Orem Junior High	Orem	Addition / renovate lunchroom and kitchen	Completed
American Fork Junior High	American Fork	New auditorium / parking	In progress
Pleasant Grove Junior High	Pleasant Grove	Addition / renovate lunchroom	In progress
Highland Elementary	Highland	Classroom addition / renovation	Completed
Eagle Valley Elementary	Eagle Mountain	Classroom addition / renovation	Completed
Shelley Elementary	American Fork	Classroom addition / renovation	Completed
Sego Lily Elementary	Lehi	Classroom addition / renovation	Completed
Meadow Elementary	Lehi	Classroom addition / renovation	Completed
Dan Peterson Elementary	American Fork	Classroom addition / renovation	Completed
Greenwood Elementary	American Fork	Classroom addition / renovation	In progress
Other Projects and Acquisitions:			
Land	Saratoga Springs	Property	Completed

Although the cost of construction has exceeded original estimates, the District is committed to complete the projects over time. The capital outlay tax levy was increased during the 2007-08 fiscal year from .000019 to .000360 to assist in completing these essential projects. Recent construction costs (not including architect fees, land, etc.) are less per square foot. Westlake High School, bid in 2007, has a cost per square foot of \$177 while the cost per square foot for elementary schools in the North and West of Saratoga Springs bid in 2010 are \$153 and \$136, respectively.

Teacher incentive pay. Alpine School District is the only district in Utah to have implemented an incentive pay program for teachers. The District funded \$1.0 million in FY 2010. Teacher quality is the most important tool in providing excellence in education for students. To enhance quality teacher performance, teacher collaboration time has been implemented throughout the District. Teachers meet on early-out Mondays to collaborate as teams, review data and test scores, discuss improving student achievement objectives, set goals and share ideas to ensure an environment of continuous improvement in student learning and growth. Teacher incentive pay is based on meeting collaboration team objectives for student achievement and involves parent representatives in the process.

Extended high school. In an effort to keep secondary students on track to meet graduation requirements, the Board of Education prioritized and set aside funds for an extended year program for high school students who may have lost credits during the school year. As part of this effort, accelerated students who are on a fast track for college also have opportunities to take advanced placement courses, and receive college credits. During the summer of 2010, students successfully earned 1,300 quarter hours associated with remediation and 700 quarter hours that apply towards college credits. The success of this program is significant and will continue to serve our students in the future.

Awards and acknowledgements

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its Comprehensive Annual Financial Report for the year ended June 30, 2009. The Certificate of Achievement is a prestigious national award-recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement for Excellence, a governmental 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 Achievement is valid for a period of one year. *This is the twenty-seventh year that the District has received this prestigious award.* We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

The District also received the Association of School Business Officials (ASBO) International's Certificate of Excellence in Financial Reporting for the Comprehensive Annual Financial Report for the year ended June 30, 2009.

This award certifies that the report substantially conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials International.

The award is granted only after an intensive review of financial reports by an expert panel of certified public accountants and practicing school business officials and is also valid for a period of one year. *Alpine School District is one of the few districts in the nation that has received the ASBO Certificate of Excellence for 28 or more years.*

The timely preparation of this report was accomplished through the efficiency and dedication of the business department staff. We would like to express appreciation to all members of the department who assisted in the preparation of this report, including Carol Winters, with layout and research. Special appreciation is expressed to Greg Holbrook, Director of Accounting, who did most of the work in preparation of this report. Appreciation is expressed to Shelli Humes of the graphic department for printing. Credit also must be given to members of the Board of Education for their unfailing support for maintaining the highest standards of professionalism in the management of the District's finances.

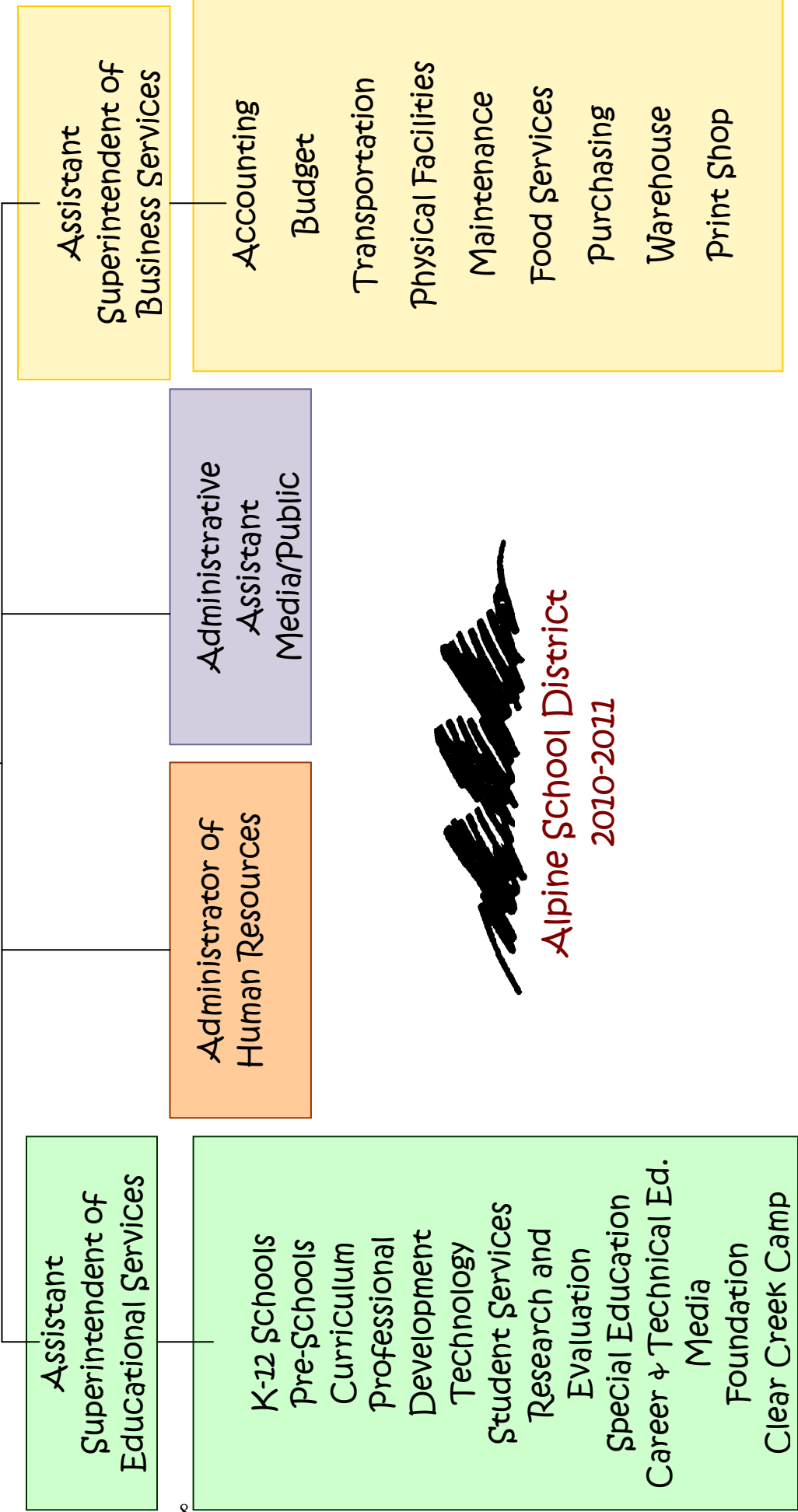
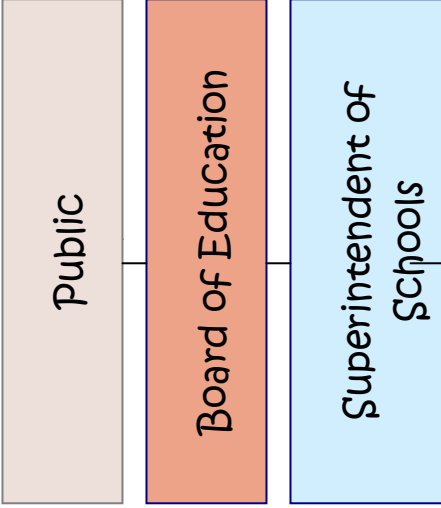
Respectfully submitted,



Vernon M. Henshaw, Ed.D.
Superintendent of Schools



Robert W. Smith
Business Administrator



Alpine School District
2010-2011

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Alpine School District
Utah

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2009

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



A stylized, handwritten signature in black ink, appearing to read "JEFFREY R. EMER".

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Emer".

Executive Director

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

ALPINE SCHOOL DISTRICT

For its Comprehensive Annual Financial Report (CAFR)

For the Fiscal Year Ended June 30, 2009

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

President

Executive Director

**Alpine School District
Synopsis of Administrative Responsibilities
June 30, 2010**

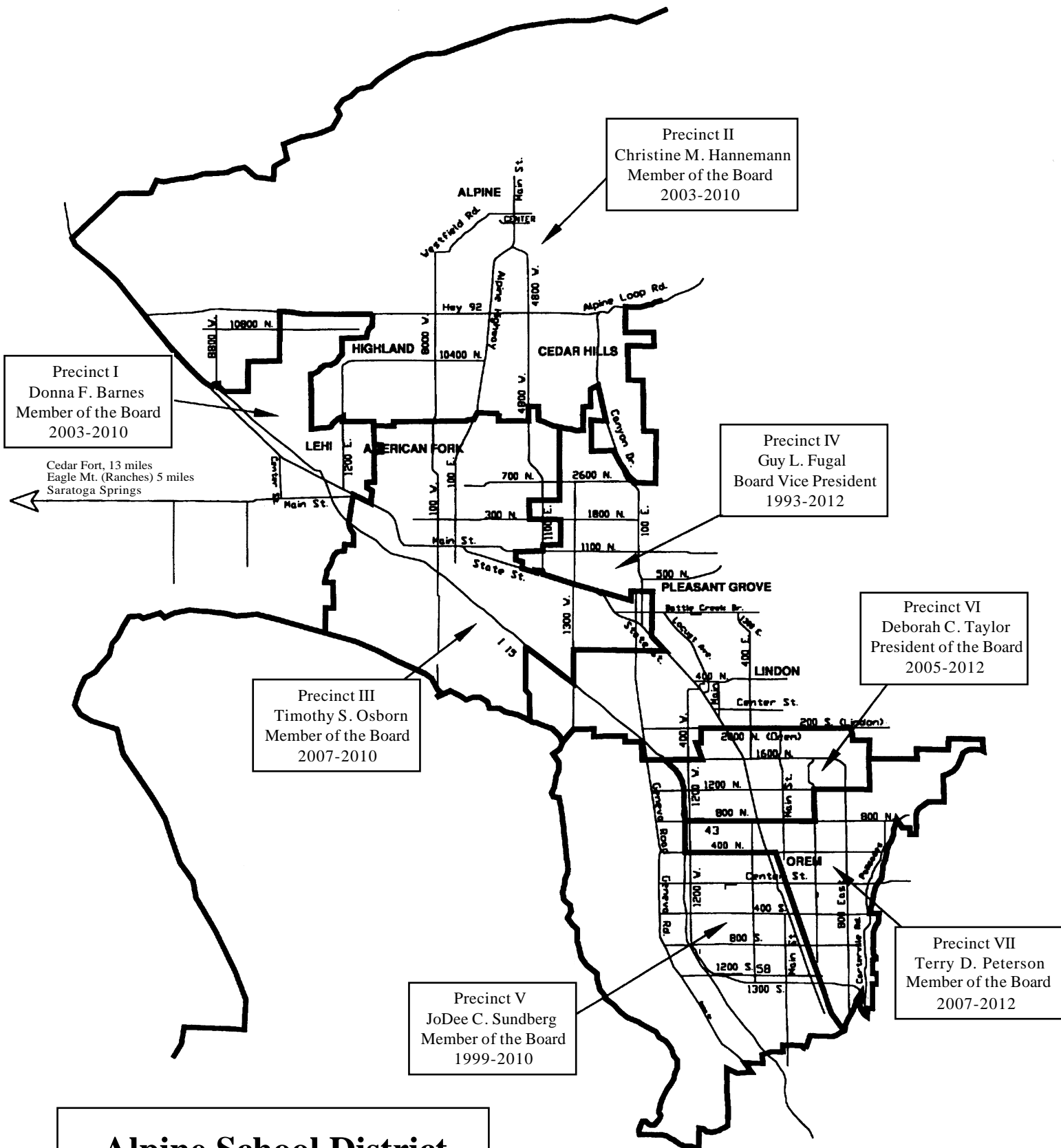
The following information is a synopsis of the positions identified on the line/staff chart on page 8, including titles, names, and primary areas of responsibility. Board members are listed first, followed by cabinet level positions.

Board of Education

- Board President..... Deborah C. Taylor
Precinct VI. Initial appointment January 2005. Term of office 2009-2012.
- Board Vice President Guy L. Fugal
Precinct IV. Initial appointment January 1993. Term of office 2009-2012.
- Board Member.....Donna F. Barnes
Precinct I. Initial appointment January 2003. Term of office 2007-2010.
- Board Member.....Christine M. Hannemann
Precinct II. Initial appointment January 2003. Term of office 2007-2010.
- Board Member.....Timothy S. Osborn
Precinct III. Initial appointment January 2007. Term of office 2007-2010.
- Board Member.....JoDee C. Sundberg
Precinct V. Initial appointment January 1999. Term of office 2007-2010.
- Board Member Terry D. Peterson
Precinct VII. Initial appointment December 2007. Term of office 2009-2012.

Cabinet

- Superintendent.....Vernon M. Henshaw
Originally appointed July 1, 2000. Serves as the chief executive officer for the school system and is responsible for implementation of Board policies and all administrative procedures.
- Assistant Superintendent of Business Services.....Robert W. Smith
Originally appointed August 1, 2002. Manages all activities related to school finance, school board meetings, elections, tax assessments, and other general business matters. Administers operation of the following departments: Accounting, Budget, Nutrition Services, Physical Facilities, Purchasing, Transportation and Warehouse.
- Assistant Superintendent of Educational Services and Schools.....Gary Seastrand
Provides support for the Office of the Superintendent and administers all areas of K-12 school and instructional support. Administers the operations of Student Services and the Alpine Foundation.
- Interim Administrator of K-12 Educational Services and Curriculum.....Barry Graff
Administers services related to instruction and instructional support, alternative language programs, technology, Special Education, federal programs and other special programs.
- Administrator of Human ResourcesJohn R. Spencer
Administers personnel, including hiring staff, assisting administration with employee discipline, implementing personnel policies, negotiating contracts, and maintaining personnel records.
- Administrators of K-6 Schools
 - K-6 Schools West.....Mark Pew
 - Interim K-6 Schools Central.....Jeanne Bates
 - K-6 Schools SouthJohn Patten
 - K-6 Schools NorthStarlene Holm
 Supervises improvement of instruction and directs and manages activities related to education for students in grades kindergarten through six.
- Administrator of 7-9 Schools.....Barry Graff
Supervises improvement of instruction and directs and manages activities related to education for students in grades seven through nine.
- Administrator of Educational Services 10-12 and Adult Education.....Sam Jarman
Supervises improvement of instruction and directs and manages activities related to schools for students in grades ten through twelve, career technology and adult education.
- Administrative Assistant to the Superintendent.....Rhonda Bromley
Prepares media statements, serves as spokesperson for the district, writes and manages district policy, manages School Land Trust Fund plans, and responsible for administrative conferences and employee celebrations.



**Alpine School District
Precincts of the
Board of Education**

II. FINANCIAL SECTION



1329 South 800 East • Orem, Utah 84097-7700 • (801) 225-6900 • Fax (801) 226-7739 • www.squire.com

Independent Auditor's Report

Board of Education
Alpine School District

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Alpine School District (the District), as of and for the year ended June 30, 2010, which collectively comprise the District's basic 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 the 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.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Alpine School District as of June 30, 2010, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the general fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 5, 2010 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.

Management's discussion and analysis on pages 15 to 23 and the schedules of funding progress and employer contributions on page 56 are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

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 and

individual fund financial statements and schedules, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Squire & Company, PC

November 5, 2010

Management's Discussion and Analysis

This section of Alpine School District's (District) comprehensive annual financial report presents management's discussion and analysis of the District's financial performance for the year ended June 30, 2010. Please read it in conjunction with the transmittal letter found on pages 1 to 7 of this report and the District's basic financial statements, which follow this section.

Financial Highlights

- The District continues to grow at a steady pace. Student enrollment increased by 3,185 students to a total of 64,486 students as of October 1, 2009.
- Government-wide per pupil revenue decreased by \$461 in 2010 as compared to a \$31 increase in 2009. This decrease was primarily due to a \$224 decrease in state revenue, a \$92 decrease in property tax revenue, \$81 decrease in other local revenue and a \$64 decrease in federal funding. Government-wide per pupil expenses decreased by \$318 in 2010 as compared to a \$124 increase in 2009.
- Property tax revenue increased by \$0.5 million. District taxable property values in tax year 2009 decreased 5.2% compared to an increase of 15.5% in 2008 and an increase of 32.9% in 2007. Notwithstanding a \$980 million increase in new growth, total assessed valuation overall decreased \$945 million due to declines in value. Based on the June 2010 preliminary data, property tax values are estimated to drop an additional 3.8% in tax year 2010.
- District earnings on investments decreased by \$3.6 million in 2010 as compared to 2009.
- The cost of various District construction projects underway for the year ended June 30, 2010 are projected at a total cost of \$112.9 million. The largest secondary school projects are the completion of the remodel of Orem High School opening the fall of 2010 with an estimated cost of \$42.9 million and Vista Heights middle school located in Saratoga Springs adjacent to Westlake High School opening the fall of 2010 at an estimated cost of \$30.8 million. The largest elementary school projects are Mountain Trails Elementary located in Eagle Mountain, and Traverse Mountain located in Lehi also opening the fall of 2010 with a combined cost of \$22.3 million.

Overview of the Financial Statements

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

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

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

The *statement of activities* presents information showing how the net assets of the District changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

The government-wide financial statements can be found on pages 26 and 27 of this report.

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

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

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

The District maintains eight individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, the debt service fund, and the capital projects fund, each of which are considered to be major funds. Data from the other five governmental funds are combined into a single, aggregated presentation. Individual fund data for the governmental funds is provided in the form of *combining and individual fund statements and schedules* elsewhere in this report.

The District adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget.

The governmental fund financial statements can be found on pages 28 to 32 of this report.

- **Proprietary funds.** The District maintains one proprietary fund type. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the District's various functions. The District uses two internal service funds to account for services provided to all the other funds of the District: the industrial insurance fund and the school services fund. The internal service funds have been included within *governmental activities* in the government-wide financial statements.

The two internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of *combining statements* elsewhere in this report. The basic proprietary fund financial statements can be found on pages 33 to 35 of this report.

- **Fiduciary fund.** Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The District reports its Post-Retirement Benefits Trust Fund as a fiduciary fund. The basic fiduciary fund financial statements can be found on pages 36 and 37 of this report.

Notes to the basic financial statements. The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 39 to 55 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's progress in funding its obligations to provide other postemployment benefits to its employees and retirees. Required supplementary information can be found on page 56 of this report.

The combining and individual statements and schedules referred to earlier in connection with governmental funds and internal service funds are presented immediately following the notes to the basic financial statements. Combining and individual fund statements and schedules can be found on pages 58 to 88 of this report.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the District, assets exceeded liabilities by \$299.7 million at the close of the most recent fiscal year.

ALPINE SCHOOL DISTRICT'S Net Assets
June 30, 2010 and 2009
(in millions of dollars)

	Governmental activities		Total change 2010-2009
	2010	2009	
Current and other assets	\$ 321.2	\$ 398.0	\$ (76.8)
Capital assets	<u>572.7</u>	<u>516.5</u>	<u>56.2</u>
Total assets	<u>893.9</u>	<u>914.5</u>	<u>(20.6)</u>
Other liabilities	192.1	207.8	(15.7)
Long-term liabilities outstanding	<u>402.1</u>	<u>435.2</u>	<u>(33.1)</u>
Total liabilities	<u>594.2</u>	<u>643.0</u>	<u>(48.8)</u>
Net assets:			
Invested in capital assets, net of related debt	206.2	164.9	41.3
Restricted	48.3	62.4	(14.1)
Unrestricted	<u>45.2</u>	<u>44.2</u>	<u>1.0</u>
Total net assets	<u>\$ 299.7</u>	<u>\$ 271.5</u>	<u>\$ 28.2</u>

- The largest portion of the District's net assets (69%) reflects its investment in capital assets (e.g., land, water stock, furniture, buildings and improvements, and equipment net of accumulated depreciation), less any related outstanding debt (general obligation bonds payable and obligations under capital leases less unspent bond proceeds) used to acquire those assets. The District uses these capital assets to provide services to students; consequently, these assets are *not* available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.
- An additional portion of the District's net assets (16%) represents resources that are subject to external restrictions on how they may be used. The majority of the restricted balance is for capital projects.
- The remaining balance of *unrestricted net assets* (15%) may be used to meet the District's obligations to students, employees, and creditors and to honor next year's budget.

At the end of the current fiscal year, the District is able to report positive balances in all three categories of net assets. The same situation held true for the prior fiscal year.

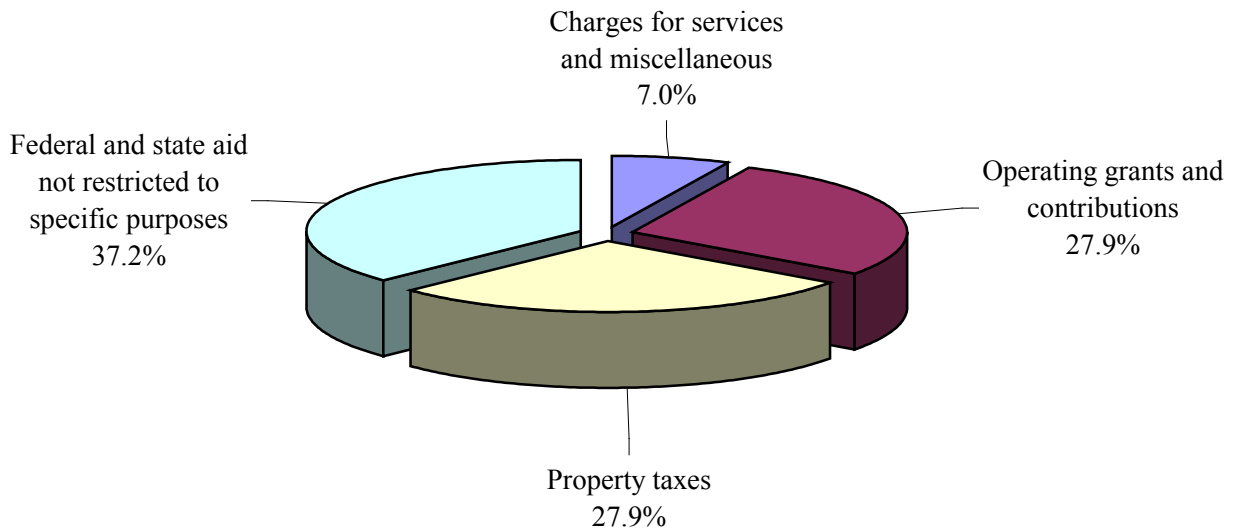
Restricted net assets decreased by \$14.1 million during the year ended June 30, 2010. This decrease resulted primarily from using resources earmarked for capital projects.

The District's net assets increased by \$28.2 million during the current year. The following discussion and analysis on governmental activities focuses on this increase:

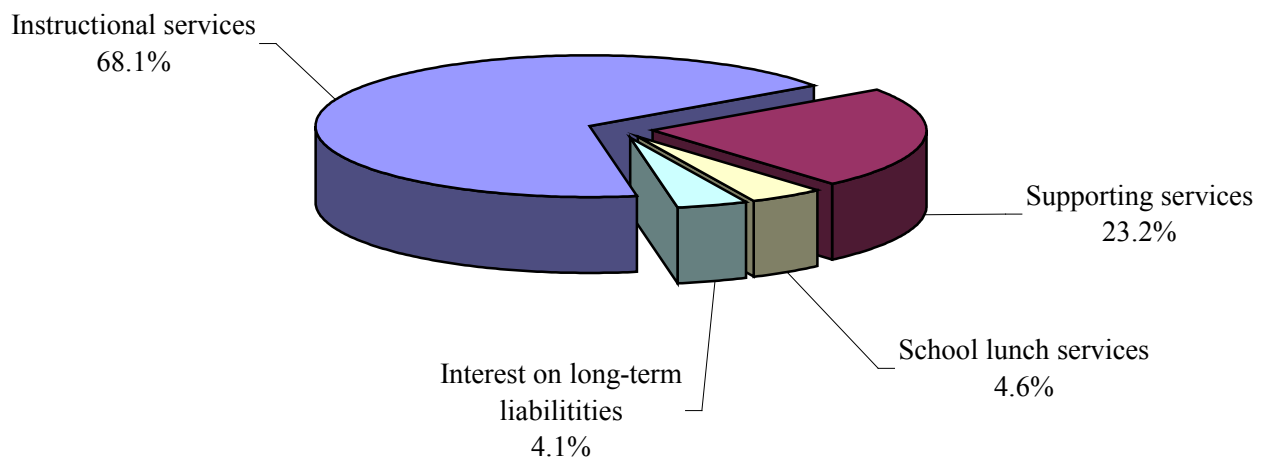
ALPINE SCHOOL DISTRICT'S Changes in Net Assets
Years Ended June 30, 2010 and 2009
(in millions of dollars)

	Governmental activities		Total change 2010-2009
	2010	2009	
Revenues:			
Program revenues:			
Charges for services	\$ 15.6	\$ 15.5	\$ 0.1
Operating grants and contributions	123.7	132.3	(8.6)
Capital grants and contributions	1.7	4.4	(2.7)
General revenues:			
Property taxes	125.2	124.7	0.5
Federal and state aid not restricted to specific purposes	167.3	159.2	8.1
Earnings on investments	2.1	5.7	(3.6)
Miscellaneous	12.5	12.4	0.1
Total revenues	448.1	454.2	(6.1)
Expenses:			
Instructional services	287.0	289.3	(2.3)
Supporting services:			
Students	10.3	10.3	-
Instructional staff	14.3	13.8	0.5
District administration	1.3	1.3	-
School administration	21.6	21.0	0.6
Business	1.8	1.8	-
Operation and maintenance of facilities	28.8	27.4	1.4
Transportation	14.0	13.9	0.1
Central	5.5	5.4	0.1
School lunch services	19.5	19.2	0.3
Interest on long-term liabilities	17.0	16.4	0.6
Total expenses	421.1	419.8	1.3
Excess of revenues over expenses	27.0	34.4	(7.4)
Special item - gain on sale of land	1.2	4.8	(3.6)
Increase in net assets	28.2	39.2	(11.0)
Net assets - beginning	271.5	232.3	39.2
Net assets - ending	\$ 299.7	\$ 271.5	\$ 28.2
Per pupil information (in dollars):			
Revenue per pupil:			
Property tax	\$ 1,942	\$ 2,034	\$ (92)
Local (excluding special item)	468	549	(81)
State	3,818	4,042	(224)
Federal	720	784	(64)
Total revenue per pupil	\$ 6,948	\$ 7,409	\$ (461)
Expenses per pupil	\$ 6,531	\$ 6,849	\$ (318)
Student population	64,486	61,301	3,185

**Alpine School District
Revenues by Source - Governmental Activities
Year Ended June 30, 2010**



**Alpine School District
Expenses by Function - Governmental Activities
Year Ended June 30, 2010**



Governmental activities. The key elements of the increase in the District's net assets for the year ended June 30, 2010 are as follows:

- Federal aid decreased by \$1.5 million largely as a result of a decrease in federal stimulus funding. State aid decreased by \$1.7 million due to state budget reductions. This decrease in state funding was largely due to a

\$19.0 million reduction in state retirement and social security offset by new student growth and other state revenue increases.

- District earnings on investments decreased by \$3.6 million in 2010 as compared to 2009 due to a decrease in interest rates.
- Student enrollment increased by 3,185 students to a total of 64,486 students as of October 1, 2009. State aid is based primarily on weighted pupil units (WPUs) and other appropriations. If a student is in membership a full 180 days, the state awards the District one WPU. The state guarantees that if local taxes do not provide revenue equal to the amount generated by the WPU, the state will make up the difference with additional state funding. Certain students receive a WPU greater than one. The value of the WPU was unchanged during the year ended June 30, 2010.
- Operating grants and contribution revenue decreased by \$8.6 million that was primarily from a \$7.0 million decrease in federal stimulus funding, a \$3.7 million decrease in state quality teaching block grant funds, \$2.8 million decrease in instructional technology offset by increases in other federal funding.
- Property tax revenue increased by \$0.5 million. District taxable property values in tax year 2009 decreased 5.2% compared to an increase of 15.5% in 2008 and an increase of 32.9% in 2007. Notwithstanding a \$980 million increase in new growth, total assessed valuation overall decreased \$945 million due to declines in value. Based on the June 2010 preliminary data, property tax values are estimated to drop an additional 3.8% in tax year 2010.
- Government-wide per pupil revenue decreased by \$461 in 2010 as compared to a \$31 increase in 2009. This decrease was primarily due to a \$224 decrease in state revenue, a \$92 decrease in property tax revenue, \$81 decrease in other local revenue, and a \$64 decrease in federal funding. Government-wide per pupil expenses decreased by \$318 in 2010 as compared to a \$124 increase in 2009.
- Instructional services represent the largest dollar decrease in expense of \$2.3 million due to a decrease of \$4.6 million in the annual OPEB cost based on an actuarial valuation dated July 1, 2009 (see Note 6 to the basic financial statements) and an increase in personnel costs related to increased enrollment.

Financial Analysis of the District's Funds

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of the District's *governmental funds* is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In spite of a declining local and national economy, the District has been able to strengthen its undesignated fund balance from \$5.8 million to \$11.1 million. The following other changes in general fund balances should be noted:

- Expenditures for general District purposes totaled \$343.2 million, an increase of 2.5% from the prior fiscal year. This compares to a 8.6% increase in 2009. Instructional services represent 72.9% of general fund expenditures.
- General fund salaries totaled \$198.3 million; the associated employee benefits of retirement, social security, and insurance (health and accident, industrial, and unemployment) added \$108.2 million to arrive at 89.3% of total general fund expenditures.

Governmental funds report the differences between their assets and liabilities as fund balance, which is divided into reserved and unreserved portions. Reservations indicate the portion of the District's fund balances that are not available for appropriation. The unreserved fund balance is, in turn, subdivided between designated and undesignated portions. Designations reflect the District's self-imposed limitation on the use of otherwise

available expendable financial resources in governmental funds. Undesignated balances in the general fund are required by state law to be appropriated in the following year's budget. Fund balances of debt service, capital projects, and other governmental funds are restricted by state law to be spent for the purpose of the fund and are not available for spending at the District's discretion.

The District has designated \$22.8 million of the general fund balance for the following purposes:

- *Designation for undistributed reserve* of \$16.0 million or 4.5% of general fund budgeted expenditures. As allowed by state law, the District has established an undistributed reserve within the general fund; this amount is set aside for contingencies or possible reductions in state funding and is not to be used in the negotiation or settlement of contract salaries. The maintenance of a sufficient reserve is a key credit consideration in the District's excellent bond rating of Aa2 given by Moody's Investor Service.
- *School allocation for textbooks*. The District has designated \$2.0 million of current resources available to schools for the purchase of textbooks in the subsequent year.
- *Designation for employee benefits*. The District has designated a portion of the general fund's unreserved fund balance for compensated absences (\$2.2 million), and other postemployment benefits including healthcare benefits for those who elect early retirement and Medicare supplement benefits for retirees of (\$2.6 million). In June 30, 2010, the District contributed \$9.8 million to the Alpine School District Post-Retirement Benefits Trust Fund to prefund benefits reducing this postemployment reserve from \$12.4 million to \$2.6 million.

General Fund Budgetary Highlights

During the year, the Board revised the District's budget. Budget amendments were to reflect changes in programs and related funding. The difference between the original budget and the final amended budget was an increase of \$7.5 million or 2.2% in total general fund expenditures to provide for new programs and increases in existing programs.

During the year, final budgeted revenues were more than original budgetary estimates by \$7.4 million or 2.2%, primarily due to projected increases in state aid.

Even with these adjustments, actual expenditures were \$14.8 million less than final budgeted amounts. The most significant positive variances were \$9.1 million in instructional services and \$3.2 million in operation and maintenance of facilities due to utility conservation. On the other hand, resources available for appropriation were \$9.5 million below the final budgeted amount. The positive variances within instructional services are primarily resulting from expenditure-driven federal and state grants that are included in the budgets at their full amounts. Such grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met; unspent grant amounts are carried forward and included in the succeeding year's budget. Therefore, actual grant revenues and expenditures are normally less than the amounts budgeted.

Capital Projects Fund and Debt Service Fund Highlights

Capital Projects Fund. The capital projects fund balance decrease of \$61.6 million is explained primarily by the expenditure of \$62.5 million on construction of new school buildings and \$8.8 million on purchases of land, offset by proceeds from the sale of land of \$2.1 million. The capital projects fund is used to account for the costs incurred in acquiring and improving sites, constructing and remodeling facilities, and procuring equipment necessary for providing educational programs for all students within the District. The cost of various District construction projects underway for the year ended June 30, 2010 are projected at a total cost of \$112.9 million. The largest secondary school projects are the completion of the remodel of Orem High School opening the fall of 2010 with an estimated cost of \$42.9 million and Vista Heights middle school located in Saratoga Springs adjacent to Westlake High School opening the fall of 2010 at an estimated cost of \$30.8 million. The largest elementary school projects are Mountain Trails Elementary located in Eagle Mountain, and Traverse Mountain

Elementary located in Lehi also opening the fall of 2010 with a combined cost of \$22.3 million. The Pleasant Grove High school classroom addition was completed during 2009 at a cost of \$15.9 million.

As the District experiences shifts in student population, temporary classrooms are moved to accommodate housing needs until permanent school buildings can be constructed. The District has a total inventory of 105 trailers and 16 modular units that supply 330 portable classrooms representing approximately 407,000 square feet primarily located in the northern section of the District.

Capital assets are outlined below:

ALPINE SCHOOL DISTRICT'S Capital Assets			
June 30, 2010 and 2009			
(net of accumulated depreciation, in millions of dollars)			
	Governmental activities		Total change
	2010	2009	2010-2009
Land	\$ 51.1	\$ 43.2	\$ 7.9
Construction in progress	99.0	165.5	(66.5)
Water stock	0.7	0.6	0.1
Buildings and improvements	412.6	296.8	115.8
Furniture and equipment	9.3	10.4	(1.1)
Total capital assets	\$ 572.7	\$ 516.5	\$ 56.2

Additional information on the District's capital assets can be found in Note 4 to the basic financial statements.

Debt Service Fund. The debt service fund balance decreased from \$2.3 million at June 30, 2009 to \$0.4 million at June 30, 2010. This fund balance decrease was a result of an unanticipated drop in assessed value and unfavorable tax collection.

On November 17, 2006, the public voted (by a 65% margin) to authorize the District to issue \$230.0 million of general obligation school building bonds for new school construction, land acquisitions, and renovation of existing school facilities and related equipment and improvements. This debt authorization was sought to meet the rapid student growth expected over the next four to eight years.

On January 23, 2007, the District issued \$78.0 million, on February 27, 2008 the District issued \$84.0 million, and on March 24, 2009 the District issued the remaining \$68.0 million of general obligation school building bonds completing the full \$230.0 million authorization.

The general obligation bonded debt of the District is limited by state law to 4% of the fair market value of the total taxable property in the District. The District's legal debt limit at June 30, 2010 is \$1,025.8 million. Net general obligation debt at June 30, 2010 is \$399.4 million (see table next page), resulting in an estimated additional debt-incurring capacity of \$626.4 million.

ALPINE SCHOOL DISTRICT'S Outstanding Debt
June 30, 2010 and 2009
(net of accumulated amortization, in millions of dollars)

	<u>Governmental activities</u>		<u>Total change</u>
	<u>2010</u>	<u>2009</u>	<u>2010-2009</u>
General obligation bonds	\$ 389.4	\$ 419.4	\$ (30.0)
Deferred amounts for issuance premium	10.8	12.4	(1.6)
Deferred amounts on refunding	<u>(0.8)</u>	<u>(1.6)</u>	<u>0.8</u>
Total bonds payable, net	<u>\$ 399.4</u>	<u>\$ 430.2</u>	<u>\$ (30.8)</u>

Although it is not unusual for governments to have a 30-year bond payoff schedule, the District maintains an aggressive 17-year payoff schedule to retire all of its general obligation bonds by 2027.

The District received upgrades in the underlying ratings from Moody's Investors Service in 1992 to A1, in 1998 to Aa3, in 2002 to Aa2 and in May 2009 to Aa1. The District also utilizes the Utah School Bonds Guaranty Program that provides an enhanced rating of Aaa. Both the underlying rating and enhanced rating are taken into consideration by investors when they purchase District bonds.

Additional information on the District's long-term debt can be found in Note 8 to the basic financial statements.

Student Enrollment. Charter schools are having an impact on District enrollment numbers. Charter school enrollment within District boundaries was 5,619 as of October 1, 2009.

Because of the open space available for new construction and the close proximity to Salt Lake City, the District has been experiencing migration into the District for the past 15 years.

Requests for Information

This financial report is designed to provide a general overview of Alpine School District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed Greg Holbrook, e-mail address Holbgrp@Alpine.k12.ut.us or to the Office of the Business Administrator, Alpine School District, 575 North 100 East, American Fork, UT 84003.

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Basic Financial Statements

ALPINE SCHOOL DISTRICT
Statement of Net Assets
June 30, 2010

	Governmental Activities
Assets:	
Cash and investments	\$ 162,257,857
Receivables:	
Property taxes	138,601,859
Other local	517,379
State	441,342
Federal	8,498,378
Notes receivable	1,948,084
Inventories	1,007,059
Bond issuance costs, net of accumulated amortization	2,345,336
Net other postemployment benefit asset	5,528,259
Capital assets:	
Land, construction in progress, and water stock	150,741,508
Other capital assets, net of accumulated depreciation	422,003,244
Total assets	893,890,305
Liabilities:	
Accounts payable	9,767,381
Accrued interest	4,934,398
Accrued salaries	34,316,417
Unearned revenue:	
Property taxes	124,767,142
Other local	1,944,399
State	16,364,948
Federal	1,234
Noncurrent liabilities:	
Portion due and payable within one year	34,598,681
Portion due and payable after one year	367,507,693
Total liabilities	594,202,293
Net Assets:	
Invested in capital assets, net of related debt	206,211,275
Restricted for:	
Debt service	(522,996)
Capital projects	31,247,223
School lunch	7,415,476
Non K-12 programs	466,670
Alpine Transition & Employment Center	46,886
Foundation	2,992,205
Student activities	6,649,474
Unrestricted	45,181,799
Total net assets	\$ 299,688,012

The notes to the basic financial statements are an integral part of this statement.

ALPINE SCHOOL DISTRICT
Statement of Activities
Year Ended June 30, 2010

Activities and Functions	Expenses	Program Revenues			Net (Expense)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Assets
					Total Governmental Activities
Governmental activities:					
Instructional services	\$ 287,042,334	\$ 7,212,603	\$ 96,043,963	\$ 1,676,419	\$(182,109,349)
Supporting services:					
Students	10,263,980	-	3,370,814	-	(6,893,166)
Instructional staff	14,308,117	8,303	1,370,851	-	(12,928,963)
District administration	1,296,781	-	-	-	(1,296,781)
School administration	21,566,161	-	725,840	-	(20,840,321)
Business	1,770,063	-	231,101	-	(1,538,962)
Operation and maintenance of facilities	28,803,204	-	792,680	-	(28,010,524)
Transportation	14,013,666	687,770	8,432,130	-	(4,893,766)
Central	5,539,416	-	277,034	-	(5,262,382)
School lunch services	19,490,559	7,676,932	12,490,009	-	676,382
Interest on long-term liabilities	17,095,707	-	-	-	(17,095,707)
Total school district	<u>\$ 421,189,988</u>	<u>\$ 15,585,608</u>	<u>\$ 123,734,422</u>	<u>\$ 1,676,419</u>	<u>(280,193,539)</u>
General revenues:					
Property taxes levied for:					
Basic state supported program for regular K-12 instruction					23,796,218
Voted leeway for regular K-12 instruction					26,569,399
School board leeway for class-size reduction					6,642,350
Special transportation					2,025,917
Tort liability					332,117
Recreation					1,610,770
Debt service for general obligation bonds					45,799,002
Capital outlay for buildings and other capital needs					6,110,962
Ten percent of the basic for supplies and capital needs					12,338,165
Federal and state aid not restricted to specific purposes					167,272,643
Earnings on investments					2,087,486
Miscellaneous					12,517,270
Special item - gain on sale of land					<u>1,236,251</u>
Total general revenues and special item					<u>308,338,550</u>
Change in net assets					28,145,011
Net assets - beginning					<u>271,543,001</u>
Net assets - ending					<u><u>\$ 299,688,012</u></u>

The notes to the basic financial statements are an integral part of this statement.

ALPINE SCHOOL DISTRICT
Balance Sheet
Governmental Funds
June 30, 2010

	<u>Major Funds</u>			<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
	<u>General</u>	<u>Debt Service</u>	<u>Capital Projects</u>		
Assets:					
Cash and investments	\$ 71,933,322	\$ -	\$ 65,772,024	\$ 21,658,546	\$ 159,363,892
Receivables:					
Property taxes	62,478,157	54,075,288	20,203,310	1,845,104	138,601,859
Other local	514,980	-	-	-	514,980
State	47,895	-	-	393,447	441,342
Federal	7,318,073	-	812,572	367,733	8,498,378
Notes receivable	-	-	1,948,084	-	1,948,084
Due from other funds	2,239,276	-	-	4,188	2,243,464
Inventories	-	-	-	370,764	370,764
Total assets	<u>\$ 144,531,703</u>	<u>\$ 54,075,288</u>	<u>\$ 88,735,990</u>	<u>\$ 24,639,782</u>	<u>\$ 311,982,763</u>
Liabilities and fund balances:					
Liabilities:					
Accounts payable	\$ 1,372,018	\$ -	\$ 8,293,338	\$ 41,973	\$ 9,707,329
Accrued salaries	34,316,417	-	-	-	34,316,417
Due to other funds	4,188	979,462	-	1,259,814	2,243,464
Deferred revenue:					
Property taxes	60,850,080	52,745,756	19,794,329	1,801,390	135,191,555
Other local	328,326	-	98,701	1,517,372	1,944,399
State	13,740,890	-	41,447	2,582,611	16,364,948
Federal	1,234	-	-	-	1,234
Total liabilities	<u>110,613,153</u>	<u>53,725,218</u>	<u>28,227,815</u>	<u>7,203,160</u>	<u>199,769,346</u>
Fund Balances:					
Reserved for:					
Encumbrances	22,381	-	1,983,796	408,518	2,414,695
Notes receivable	-	-	1,948,084	-	1,948,084
Inventories	-	-	-	370,764	370,764
Construction commitments	-	-	13,959,729	-	13,959,729
Unreserved:					
Designated, reported in:					
General fund for:					
Undistributed reserve	16,000,000	-	-	-	16,000,000
School allocation for textbooks	1,973,193	-	-	-	1,973,193
Compensated absences	2,192,642	-	-	-	2,192,642
Retirement healthcare benefit	2,628,561	-	-	-	2,628,561
Special revenue funds for:					
School lunch contingencies	-	-	-	2,220,000	2,220,000
Compensated absences	-	-	-	33,194	33,194
Schools	-	-	-	2,932,890	2,932,890
Undesignated, reported in:					
General fund	11,101,773	-	-	-	11,101,773
Debt service fund	-	350,070	-	-	350,070
Capital projects fund	-	-	42,616,566	-	42,616,566
Special revenue funds	-	-	-	11,471,256	11,471,256
Total fund balances	<u>33,918,550</u>	<u>350,070</u>	<u>60,508,175</u>	<u>17,436,622</u>	<u>112,213,417</u>
Total liabilities and fund balances	<u>\$ 144,531,703</u>	<u>\$ 54,075,288</u>	<u>\$ 88,735,990</u>	<u>\$ 24,639,782</u>	<u>\$ 311,982,763</u>

The notes to the basic financial statements are an integral part of this statement.

ALPINE SCHOOL DISTRICT
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Assets
June 30, 2010

Total fund balances for governmental funds \$ 112,213,417

Total net assets reported for governmental activities in the statement of net assets is different because:

Capital assets used in governmental funds are not financial resources and therefore are not reported in the funds. Those assets consist of:

Land	\$ 51,056,304	
Construction in progress	98,966,037	
Water stock	703,466	
Buildings and improvements, net of \$210,857,810 accumulated depreciation	411,899,607	
Furniture and equipment, net of \$19,155,428 accumulated depreciation	9,309,384	571,934,798

Net OPEB asset is not reported in the governmental funds. This amount represents accumulated plan contributions in excess of annual OPEB costs. 5,528,259

Some of the District's property taxes will be collected after year end, but are not available soon enough to pay for the current period's expenditures, and therefore are reported as unearned revenue in the funds. 10,424,413

Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. (4,934,398)

Bond issuance costs are reported as expenditures in the governmental funds. The cost is \$3,889,620 and accumulated amortization is \$1,544,284. 2,345,336

Internal service funds are used by management to charge the costs of industrial insurance and school services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets. Internal service fund net assets at year end are: 3,828,824

Long-term liabilities that pertain to governmental funds, including bonds payable, are not due and payable in the current period and therefore are not reported as fund liabilities. All liabilities - both current and long-term - are reported in the statement of net assets. Balances at year end are:

Bonds payable	(389,365,000)	
Unamortized premiums	(10,824,732)	
Deferred amounts on refunding	762,930	
Compensated absences payable	(2,225,835)	(401,652,637)

Total net assets of governmental activities \$ 299,688,012

The notes to the basic financial statements are an integral part of this statement.

ALPINE SCHOOL DISTRICT
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
Year Ended June 30, 2010

	<u>Major Funds</u>			<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
	<u>General</u>	<u>Debt Service</u>	<u>Capital Projects</u>		
Revenues:					
Property taxes	\$ 59,353,557	\$ 45,789,401	\$ 17,554,117	\$ 1,610,432	\$ 124,307,507
Earnings on investments	893,895	246,036	785,278	153,030	2,078,239
School lunch sales	-	-	-	7,676,932	7,676,932
Other local sources	4,071,459	-	1,388,585	15,729,469	21,189,513
State aid	239,085,483	-	1,676,419	5,449,473	246,211,375
Federal aid	35,182,707	-	900,572	10,366,930	46,450,209
Total revenues	<u>338,587,101</u>	<u>46,035,437</u>	<u>22,304,971</u>	<u>40,986,266</u>	<u>447,913,775</u>
Expenditures:					
Current:					
Instructional services	250,199,989	-	-	20,078,483	270,278,472
Supporting services:					
Students	10,263,980	-	-	-	10,263,980
Instructional staff	14,308,117	-	-	-	14,308,117
District administration	1,303,149	-	-	-	1,303,149
School administration	20,871,022	-	-	-	20,871,022
Business	1,770,063	-	-	-	1,770,063
Operation and maintenance of facilities	26,864,957	-	-	322,430	27,187,387
Transportation	12,108,576	-	-	-	12,108,576
Central	5,539,416	-	-	-	5,539,416
School lunch services	-	-	-	19,278,324	19,278,324
Capital outlay	-	-	86,060,155	-	86,060,155
Debt service:					
Principal retirement	-	30,030,000	-	-	30,030,000
Interest and fiscal charges	-	17,990,136	-	-	17,990,136
Total expenditures	<u>343,229,269</u>	<u>48,020,136</u>	<u>86,060,155</u>	<u>39,679,237</u>	<u>516,988,797</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(4,642,168)</u>	<u>(1,984,699)</u>	<u>(63,755,184)</u>	<u>1,307,029</u>	<u>(69,075,022)</u>
Other financing sources (uses):					
Transfers in	412,906	-	-	150,000	562,906
Transfers out	(150,000)	-	-	(412,906)	(562,906)
Proceeds from sale of equipment	-	-	3,355	-	3,355
Total other financing sources (uses)	<u>262,906</u>	<u>-</u>	<u>3,355</u>	<u>(262,906)</u>	<u>3,355</u>
Special item - Proceeds from sale of land	-	-	2,127,122	-	2,127,122
Net change in fund balances	<u>(4,379,262)</u>	<u>(1,984,699)</u>	<u>(61,624,707)</u>	<u>1,044,123</u>	<u>(66,944,545)</u>
Fund balances - beginning	<u>38,297,812</u>	<u>2,334,769</u>	<u>122,132,882</u>	<u>16,392,499</u>	<u>179,157,962</u>
Fund balances - ending	<u>\$ 33,918,550</u>	<u>\$ 350,070</u>	<u>\$ 60,508,175</u>	<u>\$ 17,436,622</u>	<u>\$ 112,213,417</u>

The notes to the basic financial statements are an integral part of this statement.

ALPINE SCHOOL DISTRICT
Reconciliation of the Statement of Revenues, Expenditures, and Changes in
Fund Balances of Government Funds to the Statement of Activities
Year Ended June 30, 2010

Net change in fund balances-total governmental funds \$ (66,944,545)

Amounts reported for governmental activities in the statement of activities are different because:

with an initial individual cost of more than \$5,000 for furniture and equipment and \$100,000 for buildings and improvements are capitalized and the cost is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.

Capital outlays	\$ 73,743,340	
Gain on sale of land	1,236,251	
Loss on disposal of furniture and equipment	(29,241)	
Proceeds from sales of capital assets	(2,130,477)	
Depreciation expense	<u>(16,499,528)</u>	56,320,345

The governmental funds report OPEB contributions as expenditures when paid. However, in the statement of activities, differences between OPEB plan contributions and OPEB costs for the year are accrued. 4,530,098

Some capital asset additions are financed through capital leases. In governmental funds, a capital lease arrangement is considered a source of financing, but in the statement of net assets, the lease obligation is reported as a liability. Repayment of capital lease principal is an expenditure in the governmental funds, but repayment reduces the lease obligation in the statement of net assets.

Principal payments of capital leases	2,509,000	
Interest expense - capital leases	<u>2,507</u>	2,511,507

The governmental funds report bond proceeds as financing sources, while repayment of bond principal is reported as an expenditure. In the statement of net assets, however, issuing debt increases long-term liabilities and does not affect the statement of activities and repayment of principal reduces the liability. Also, governmental funds report the effect of issuance costs and premiums when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. Interest is recognized as an expenditure in the governmental funds when it is due. In the statement of activities, however, interest expense is recognized as it accrues, regardless of when it is due. The net effect of these differences in the treatment of general obligation bonds and related items is as follows:

Amortization of bond refunding costs	(862,448)	
Repayment of bond principal	30,030,000	
Interest expense - general obligation bonds	185,046	
Amortization of bond issuance costs	(270,738)	
Amortization of bond premium	<u>1,569,324</u>	30,651,184

Property tax revenue is recognized when levied (claim to resources established) rather than when available. The portion not available soon enough to pay for the current period's expenditures is deferred in the funds. 917,393

In the statement of activities, certain operating expenses - compensated absences (vacations) - are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). During this year, compensated absences payable increased. (87,576)

Internal service funds are used by the District to charge the costs of industrial insurance and school services to individual funds. The net revenue of the internal service funds is reported with governmental activities. 246,605

Change in net assets of governmental activities \$ 28,145,011

The notes to the basic financial statements are an integral part of this statement.

ALPINE SCHOOL DISTRICT
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
General Fund
Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Property taxes	\$ 62,249,149	\$ 58,998,640	\$ 59,353,557	\$ 354,917
Earnings on investments	1,700,000	888,075	893,895	5,820
Other local sources	3,553,604	4,346,640	4,071,459	(275,181)
State aid	246,474,401	245,644,775	239,085,483	(6,559,292)
Federal aid	26,689,730	38,174,556	35,182,707	(2,991,849)
Total revenues	<u>340,666,884</u>	<u>348,052,686</u>	<u>338,587,101</u>	<u>(9,465,585)</u>
Expenditures:				
Current:				
Instructional services	251,917,899	259,280,832	250,199,989	9,080,843
Supporting services:				
Students	10,844,785	10,713,298	10,263,980	449,318
Instructional staff	14,658,040	14,702,834	14,308,117	394,717
District administration	1,345,184	1,306,211	1,303,149	3,062
School administration	21,177,682	21,125,756	20,871,022	254,734
Business	1,895,046	1,878,220	1,770,063	108,157
Operation and maintenance of facilities	29,807,705	30,069,236	26,864,957	3,204,279
Transportation	12,910,858	12,986,929	12,108,576	878,353
Central	6,009,685	5,993,763	5,539,416	454,347
Total expenditures	<u>350,566,884</u>	<u>358,057,079</u>	<u>343,229,269</u>	<u>14,827,810</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(9,900,000)</u>	<u>(10,004,393)</u>	<u>(4,642,168)</u>	<u>5,362,225</u>
Other financing sources (uses):				
Transfer in	200,000	412,906	412,906	-
Transfer out	(150,000)	(150,000)	(150,000)	-
Net change in fund balances	<u>(9,850,000)</u>	<u>(9,741,487)</u>	<u>(4,379,262)</u>	<u>5,362,225</u>
Fund balances - beginning	<u>35,031,575</u>	<u>38,297,812</u>	<u>38,297,812</u>	<u>-</u>
Fund balances - ending	<u>\$ 25,181,575</u>	<u>\$ 28,556,325</u>	<u>\$ 33,918,550</u>	<u>\$ 5,362,225</u>

The notes to the basic financial statements are an integral part of this statement.

ALPINE SCHOOL DISTRICT
Statement of Fund Net Assets
Proprietary Funds
June 30, 2010

	<u>Governmental Activities - Internal Service Funds</u>
Assets:	
Current assets:	
Cash and investments	\$ 2,893,965
Accounts receivable	2,399
Inventories	636,295
Total current assets	<u>3,532,659</u>
Noncurrent assets:	
Capital assets:	
Land	15,701
Buildings	1,140,581
Equipment	477,563
Accumulated depreciation	<u>(823,891)</u>
Net capital assets	<u>809,954</u>
Total assets	<u>4,342,613</u>
Liabilities:	
Current liabilities:	
Accounts payable	60,052
Claims payable	420,661
Compensated absences payable	33,076
Total current liabilities	<u>513,789</u>
Net assets:	
Invested in capital assets	809,954
Unrestricted	<u>3,018,870</u>
Total net assets	<u><u>\$ 3,828,824</u></u>

The notes to the basic financial statements are an integral part of this statement.

ALPINE SCHOOL DISTRICT
Statement of Revenues, Expenses, and Changes in Fund Net Assets
Proprietary Funds
Year Ended June 30, 2010

	Governmental Activities - Internal Service Funds
Operating revenues:	
Charges for services	\$ 1,604,914
Operating expenses:	
Salaries	423,027
Employee benefits	203,646
Medical fees	330,758
Compensation claim payments	73,107
Insurance	6,997
Purchased services	125,666
Supplies and materials	150,250
Depreciation	76,005
Total operating expenses	1,389,456
Operating income	215,458
Nonoperating income (expense):	
Earnings on investments	9,247
State aid	21,900
Total nonoperating income (expense)	31,147
Change in net assets	246,605
Total net assets - beginning	3,582,219
Total net assets - ending	\$ 3,828,824

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

ALPINE SCHOOL DISTRICT
Statement of Fund Cash Flows
Proprietary Funds
Year Ended June 30, 2010

	<u>Governmental Activities - Internal Service Funds</u>
Cash flows from operating activities:	
Receipts from interfund services provided	\$ 1,602,766
Payments to suppliers	(236,634)
Payments for medical fees and insurance claims	(343,132)
Payments to employees	(617,851)
	405,149
Cash flows from noncapital financing activities:	
Receipt of state aid	21,900
	21,900
Cash flows from capital and related financing activities:	
Acquisition of capital assets	(11,342)
	(11,342)
Cash flows from investing activities:	
Interest received	9,247
	9,247
Net change in cash and cash equivalents	424,954
Cash and cash equivalents - beginning	2,469,011
Cash and cash equivalents - ending	\$ 2,893,965
Displayed on statements of fund net assets as:	
Cash and investments	\$ 2,893,965
Reconciliation of operating loss to net cash provided by operating activities:	
Operating income	\$ 215,458
Adjustments to reconcile operating loss to net cash provided by operating activities:	
Depreciation expense	76,005
Changes in operating assets and liabilities:	
Accounts receivable	(2,148)
Inventories	7,435
Accounts payable	39,920
Claims payable	59,657
Compensated absences payable	8,822
	189,691
Net cash provided by operating activities	\$ 405,149
Noncash investing, capital, and financing activities:	none

The notes to the basic financial statements are an integral part of this statement.

ALPINE SCHOOL DISTRICT
Statement of Fiduciary Net Assets
Fiduciary Fund
June 30, 2010

	Post- Retirement Benefits Trust Fund
Assets:	
Investments, at fair value:	
Public Treasurers' Investment Fund	\$ 20,196,762
Mutual fund	<u>9,138,723</u>
Total assets	29,335,485
Liabilities:	
Accounts payable and other	<u>-</u>
Net assets held in trust for other postemployment benefits	<u><u>\$ 29,335,485</u></u>

The notes to the basic financial statements are an integral part of this statement.

ALPINE SCHOOL DISTRICT
Statement of Changes in Fiduciary Net Assets
Fiduciary Fund
Year Ended June 30, 2010

	Post- Retirement Benefits Trust Fund
Additions:	
Interest earnings	\$ 69,087
Net appreciation in fair value of investments	1,111,376
Employer contributions	15,732,992
Total additions	<u>16,913,455</u>
Deductions:	
Benefits	<u>5,932,992</u>
Net increase	10,980,463
Net assets held in trust for other postemployment benefits - beginning	<u>18,355,022</u>
Net assets held in trust for other postemployment benefits - ending	<u><u>\$ 29,335,485</u></u>

The notes to the basic financial statements are an integral part of this statement.

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ALPINE SCHOOL DISTRICT
Notes to Basic Financial Statements

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Alpine School District (District) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to local government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant accounting policies of the District are described below.

Reporting entity – The Board of Education, comprised of seven elected individuals, is the primary governing authority for the District. As required by GAAP, these financial statements present the District and its component unit, Alpine School District Foundation, for which the District is considered to be financially accountable. The District is not a component unit of any other primary government. A blended component unit, although a legally separate entity, is, in substance, part of the District’s operations.

The Alpine School District Foundation is a nonprofit organization established under Internal Revenue Service regulations as a conduit for tax-deductible donations to the District. The voting majority of the Foundation’s board is appointed by the Board of Education. The Foundation exclusively services the District. The Foundation is presented as a special revenue fund (a blended component unit) of the District. The Foundation’s financial statements are reported individually elsewhere in this report.

Government-wide and fund financial statements – The *government-wide financial statements* (the statement of net assets and the statement of changes in net assets) display information about the primary government (the District) and its blended component unit. These statements include the financial activities of the overall government, except for fiduciary activities. The effect of interfund activity has been eliminated from the government-wide financial statements.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the District’s governmental activities. Direct expenses are those that are specifically associated with a function and, therefore, are clearly identifiable to a particular function. Depreciation expense for capital assets that can specifically be identified with a function are included in its direct expenses. Depreciation expense for “shared” capital assets (for example, a school building is used primarily for instructional, school administration, operation and maintenance of facilities, and school lunch services) are ratably included in the direct expenses of the appropriate functions. Indirect expense allocations that have been made in the funds have been reversed for the statement of activities. Interest on general long-term liabilities is considered an indirect expense and is reported in the statement of activities as a separate line item. Program revenues include: 1) fees and charges paid by students and other recipients of goods or services offered by a given function, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Revenues that are not classified as program revenues, including property taxes, are presented as general revenues.

The *fund financial statements* provide information about the District’s funds and blended component unit. Separate statements for each fund category (governmental, proprietary, and fiduciary) are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as other governmental funds.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, such as subsidies and investment earnings, result from non-exchange transactions or ancillary activities. Operating expenses result from transactions directly associated with the fund’s principal services.

ALPINE SCHOOL DISTRICT
Notes to Basic Financial Statements
Continued

The District reports the following major governmental funds:

- The *general fund* is the District'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 *debt service fund* accounts for resources accumulated and payments made for principal and interest on general obligation school building bonds.
- The *capital projects fund* accounts for resources accumulated and payments made for the acquisition and improvement of sites; construction and remodel of facilities; and procurement of equipment, textbooks, and supplies necessary for providing educational programs for all students within the District.

Additionally, the District reports the following fund types:

- *Internal service funds (proprietary funds)* account for industrial insurance and certain student services provided to other funds of the District on a cost-reimbursement basis.
- The *Post-Retirement Benefits Trust Fund (a fiduciary fund)* accounts for resources that are held in trust for the members and beneficiaries of the District's other postemployment benefit plan.

Measurement focus, basis of accounting, and financial statement presentation – The *government-wide, proprietary, and fiduciary fund financial statements* are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the District receives value without directly giving equal value in exchange, include property taxes, grants, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which taxes are levied. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Property taxes and interest are considered to be susceptible to accrual. All other revenue items are considered to be measurable and available only when the District receives cash. Expenditures generally are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, early retirement, postemployment healthcare benefits, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Under the terms of grant agreements, the District funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net assets available to finance the program. It is the District's policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants, and then by general revenues.

Budgetary Data – Budgets are presented on the modified accrual basis of accounting for all governmental funds except the Alpine School District Foundation special revenue fund. Budgets are not adopted on a

ALPINE SCHOOL DISTRICT
Notes to Basic Financial Statements
Continued

District level for the Alpine School District Foundation special revenue fund, the internal service funds, or the fiduciary fund. All annual appropriations lapse at fiscal year-end with the exception of those indicated as a fund balance reserve. The following procedures are used in establishing the budgetary data reflected in the financial statements.

- During May of each year, the District superintendent submits to the Board a proposed operating budget for the next fiscal year commencing July 1st. This budget includes proposed expenditures and the means of financing them. Included also is a final budget for the current year ending June 30th.
- Copies of the proposed budget are made available for public inspection and review by the patrons of the District.
- If the District does not exceed the certified tax rate, a public hearing is held prior to June 22 at which the budget is legally adopted by resolution of the Board after obtaining taxpayer input. If the District exceeds the certified tax rate, the budget is adopted in August when additional data is available to set the rates.
- Once adopted, the budget can be amended by subsequent Board action. The Board upon recommendation of the superintendent can approve reductions in appropriations, but increases in appropriations by fund require a public hearing prior to amending the budget. In accordance with Utah state law, interim adjustments may be made by administrative transfer of money from one appropriation to another within any given fund.
- Certain interim adjustments in estimated revenue and expenditures during the year ended June 30, 2010, have been included in the final budget approved by the Board, as presented in the financial statements.
- Expenditures may not legally exceed budgeted appropriations at the fund level.

Encumbrance accounting is employed in the governmental funds. Encumbrances (e.g., purchase orders and contracts) outstanding at year-end are reported as reservations of fund balances and do not constitute expenditures or liabilities because the commitments will be reappropriated and honored during the subsequent year.

Negative variances in total revenues and the positive variances in total expenditures are largely a result of federal and state program revenues and related expenditures that do not have a direct impact on the undesignated fund balance. Budgets generally assume the expenditure of all available resources. Therefore, when the budget is prepared, it is assumed these funds will not have a carryover of revenue to a subsequent year. Program revenue received but not spent is deferred to the subsequent fiscal year. As a result, overall fund revenue variances will be negative, and overall fund expenditure variances will be positive.

Deposits and Investments – The cash balances of governmental activities are pooled and invested by the District for the purpose of increasing earnings through investment activities and providing efficient management of temporary investments. The District’s investments are reported at fair value at year end. The reported value of the pool is the same as the fair value of the pool shares. Changes in the fair value of investments are recorded as investment earnings. Earnings on pooled funds are apportioned and paid or credited to the funds based on the average balance of each participating fund.

ALPINE SCHOOL DISTRICT
Notes to Basic Financial Statements
Continued

Cash and Cash Equivalents – The District considers cash and cash equivalents in proprietary funds to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition, including investments in the Utah Public Treasurers’ Investment Fund (PTIF).

Receivables and Payables – Activity between funds that are representative of lending/borrowing arrangements outstanding at year end are referred to as either “due to/from other funds.”

Inventories – Inventories are valued at cost or, if donated, at fair value when received, using the moving average method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased. Donated food commodities are reported in the governmental funds as revenue when received.

Capital Assets – Capital assets, which include land, water stock, buildings and improvements, and furniture and equipment, are reported in the government-wide and internal service fund financial statements. The District defines capital assets as assets with an initial individual cost of more than \$5,000 for land, water stock, and furniture and equipment and \$100,000 for buildings and improvements. Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets are recorded at estimated fair value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of an asset or materially extended assets’ lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during construction is not capitalized.

Land, water stock, and construction in progress are not depreciated. Buildings and improvements and furniture and equipment of the District are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings	40
Building improvements and portable classrooms	20
Maintenance equipment	15
Vocational education equipment	15
Buses	10
Musical instruments	10
Furniture	10
Office equipment	10
Athletic equipment	8
Vehicles	8
Audio visual equipment	6
Computer equipment	3

Compensated Absences – Under terms of association agreements, twelve-month or full-year employees earn vacation and sick leave in amounts varying with tenure and classification. In the event of termination or death, an employee is reimbursed for accumulated vacation days to a maximum of 20 days. No reimbursement or accrual is made for unused sick leave.

ALPINE SCHOOL DISTRICT
Notes to Basic Financial Statements
Continued

All vacation pay plus related payroll taxes is accrued when incurred in the government-wide and internal service fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Long-term Obligations – In the government-wide financial statements and internal service fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable statement of net assets. Bond premiums, discounts, and refunding costs, as well as issuance costs, are deferred and amortized over the life of the related bonds using the straight-line method, which approximates the effective interest method. Bonds payable are reported net of unamortized bond premiums or discounts and refunding costs.

In the fund financial statements, governmental fund types recognize bond premiums and discounts and refunding costs, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenditures.

Fund Equity – In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a restricted purpose. Designations of fund balance represent tentative plans for future use of financial resources that are subject to change.

2. DEPOSITS AND INVESTMENTS

Deposits and investments are carried at fair value. A reconciliation of cash and investments at June 30, 2010, as shown on the financial statements is as follows:

Carrying amount of deposits	\$ 1,058,020
Carrying amount of investments	<u>190,535,322</u>
Total cash and investments	<u><u>\$ 191,593,342</u></u>
Governmental funds cash and investments	\$ 159,363,892
Internal service fund cash and investments	<u>2,893,965</u>
Statement of net assets cash and investments	162,257,857
Post-retirement benefits trust fund investments	<u>29,335,485</u>
Total cash and investments	<u><u>\$ 191,593,342</u></u>

The District complies with the State Money Management Act (Utah Code Section 51, Chapter 7) (Act) and related Rules of the Money Management Council (Council) in handling its depository and investing transactions. District funds are deposited in qualified depositories as defined by the Act. The Act also authorizes the District to invest in the Utah Public Treasurers' Investment Fund (PTIF), certificates of deposit, US Treasury obligations, US agency issues, high-grade commercial paper, banker's acceptances, repurchase agreements, corporate bonds, money market mutual funds, and obligations of governmental entities within the State of Utah.

The Act and Council rules govern the financial reporting requirements of qualified depositories in which public funds may be deposited and prescribe the conditions under which the designation of a depository shall remain in effect. The District considers the rules of the Council to be necessary and sufficient for adequate protection of its uninsured bank deposits.

ALPINE SCHOOL DISTRICT
Notes to Basic Financial Statements
Continued

Rules of the Council allow the Foundation to invest private grants, contributions, and endowments in any deposit or investment authorized by the Act and certain investment funds, equity securities, fixed-income securities, and investment strategies with institutions that meet certain restrictions.

The Post-Retirement Benefits Trust Fund (Trust) investments are administered according to the Act and related rules. The Act authorizes the Trust to invest in the same investments allowed by the District as well as indexed funds of a regulated mutual fund and indexed funds administered by the state treasurer.

Deposits – At June 30, 2010, the District’s carrying amount of bank deposits is \$1,058,020 and the bank balance is \$11,793,565. Of the bank balance, \$1,103,951 is covered by federal depository insurance and \$10,689,614 is uninsured and uncollateralized. No deposits are collateralized, nor are they required to be by state statute.

Custodial Credit Risk. Custodial credit risk for deposits is the risk that, in the event of a bank failure, a government’s deposits may not be returned to it. The District does not have a formal deposit policy for custodial credit risk.

Investments – The District, Foundation, and Trust invest in the PTIF. The PTIF is authorized and makes investments in accordance with the Act. The Council provides regulatory oversight for the PTIF. Participant accounts with the PTIF are not insured or otherwise guaranteed by the State of Utah. Participants in the PTIF share proportionally in the income, costs, gains and losses from investment activities. The degree of risk of the PTIF depends upon the underlying portfolio, which primarily consists of money market securities including certificates of deposit and top-rated domestic commercial paper held by the Utah State Treasurer; the portfolio has a weighted average life of 90 days or less. The PTIF is not rated. A portion of the Trust’s investments is in an institutional mutual fund comprised primarily of marketable equity securities in large companies and marketable debt securities (high-quality, intermediate bonds). The mutual fund is not rated.

At and during the year ended June 30, 2010, all of the District’s and Foundation’s investments (\$161,199,837) are in the PTIF. The Post-Retirement Benefits Trust Fund’s investments are in the PTIF (\$20,196,762) and a mutual fund (\$9,138,723).

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The District manages its exposure to interest rate risk by complying with the Act, which requires that the remaining term to maturity of investments do not exceed the period of availability of the funds invested. Except for endowments, the Act further limits the remaining term to maturity on all investments in commercial paper and bankers’ acceptances to 270 days or less and fixed-income securities to 365 days or less. In addition, variable-rate securities may not have a remaining term to final maturity exceeding two years. The District has no investment policy that would further limit its interest rate risk.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The District’s policy for reducing its exposure to credit risk is to comply with the Act and related rules. The Act and related rules limit investments in commercial paper to a first tier rating and investments in fixed-income and variable-rate securities to a rating of A or higher as rated by Moody’s Investors Service, Inc. or by Standard and Poor’s Corporation. The District has no investment policy that would further limit its investment choices.

Concentration of Credit Risk. Concentration of credit risk is the risk of loss attributed to the magnitude of a government’s investment in a single issuer. The District’s policy for managing this risk is to comply with the Act and related rules. The Act limits investments in commercial paper and or corporate obligations to

ALPINE SCHOOL DISTRICT
Notes to Basic Financial Statements
Continued

5% of the District's total portfolio with a single issuer. The District places no other limits on the amount it may invest in any one issuer.

Custodial Credit Risk. Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. The District's policy for managing this risk is to comply with the Act and related rules. The District places no other limit on the amount of investments to be held by counterparties.

3. PROPERTY TAXES

The property tax revenue of the District is collected and distributed by the Utah County Treasurer as an agent of the District. Utah statutes establish the process by which taxes are levied and collected. The lien date for real property in the State of Utah is the annual date on which the county assessor's office must establish the owner of record and assessed values of the property to be taxed. The lien date is January 1. The county assessor's office is required to complete the tax rolls by May 15. By July 21, the county auditor is to mail assessed value and tax notices to property owners. A taxpayer may then petition the County Board of Equalization between August 1 and August 15 for a revision of the assessed value. The county auditor makes approved changes in assessed value by November 1 and on this same date the county auditor is to deliver the completed assessment rolls to the county treasurer. Tax notices are mailed with a due date of November 30.

An annual uniform fee based on the age of motor vehicles is levied in lieu of an ad valorem tax on motor vehicles that is due each time a vehicle is registered. Revenues collected in each county from motor vehicles fees is distributed by the county to each taxing entity in which the property is located in the same proportion in which revenue collected from ad valorem real property tax is distributed. The District recognizes motor vehicle fees as property tax revenue when collected.

As of June 30, 2010, property taxes receivable by the District includes uncollected taxes assessed as of January 1, 2010 or earlier. It is expected that all assessed taxes (including delinquencies plus accrued interest and penalties) will be collected within a five-year period, after which time the county treasurer may force sale of property to collect the delinquent portion. The property taxes receivable and property taxes unearned revenue accounts at June 30, 2010 are summarized as follows:

	Major Funds			Other Governmental Funds	Totals
	General	Debt Service	Capital Projects		
Property taxes - receivable:					
Levied for current and prior years (delinquent)	\$ 6,741,331	\$ 5,200,725	\$ 2,094,998	\$ 182,912	\$ 14,219,966
Levied for future year	<u>55,736,826</u>	<u>48,874,563</u>	<u>18,108,312</u>	<u>1,662,192</u>	<u>124,381,893</u>
	<u>\$ 62,478,157</u>	<u>\$ 54,075,288</u>	<u>\$ 20,203,310</u>	<u>\$ 1,845,104</u>	<u>\$ 138,601,859</u>
Property taxes - deferred revenue:					
Levied for future year and collected	\$ 171,300	\$ 58,631	\$ 150,210	\$ 5,108	\$ 385,249
Levied for future year and uncollected	<u>55,736,826</u>	<u>48,874,563</u>	<u>18,108,312</u>	<u>1,662,192</u>	<u>124,381,893</u>
Unearned property tax revenue - governmental activities, statement of net assets	55,908,126	48,933,194	18,258,522	1,667,300	124,767,142
Levied for current and prior years (delinquent)	<u>4,941,954</u>	<u>3,812,562</u>	<u>1,535,807</u>	<u>134,090</u>	<u>10,424,413</u>
Unearned property tax revenue - governmental funds, balance sheet	<u>\$ 60,850,080</u>	<u>\$ 52,745,756</u>	<u>\$ 19,794,329</u>	<u>\$ 1,801,390</u>	<u>\$ 135,191,555</u>

ALPINE SCHOOL DISTRICT
Notes to Basic Financial Statements
Continued

4. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2010 is as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets, not being depreciated				
Land	\$ 43,149,402	\$ 8,813,474	\$ (890,871)	\$ 51,072,005
Construction in progress	165,466,187	63,832,039	(130,332,189)	98,966,037
Water stock	<u>654,985</u>	<u>48,481</u>	<u>-</u>	<u>703,466</u>
Total capital assets, not being depreciated	209,270,574	72,693,994	(131,223,060)	150,741,508
Capital assets, being depreciated:				
Buildings and improvements	493,565,809	130,332,189	-	623,897,998
Furniture and equipment	<u>27,995,102</u>	<u>1,060,688</u>	<u>(113,415)</u>	<u>28,942,375</u>
Total capital assets, being depreciated	521,560,911	131,392,877	(113,415)	652,840,373
Accumulated depreciation for:				
Buildings and improvements	(196,779,644)	(14,494,397)	-	(211,274,041)
Furniture and equipment	<u>(17,562,771)</u>	<u>(2,081,136)</u>	<u>80,819</u>	<u>(19,563,088)</u>
Total accumulated depreciation	<u>(214,342,415)</u>	<u>(16,575,533)</u>	<u>80,819</u>	<u>(230,837,129)</u>
Total capital assets, being depreciated, net	<u>307,218,496</u>	<u>114,817,344</u>	<u>(32,596)</u>	<u>422,003,244</u>
Governmental activities capital assets, net	<u>\$ 516,489,070</u>	<u>\$ 187,511,338</u>	<u>\$ (131,255,656)</u>	<u>\$ 572,744,752</u>

For the year ended June 30, 2010, depreciation expense was charged to functions of the District as follows:

Instructional services	\$ 11,315,441
Supporting services:	
District administration	79,815
School administration	695,011
Operation and maintenance of facilities	1,528,369
Transportation	1,905,090
School lunch services	975,802
Capital assets held by the District's internal service funds are charged to the various functions based on their usage of the assets	<u>76,005</u>
Total depreciation expense, governmental activities	<u>\$ 16,575,533</u>

ALPINE SCHOOL DISTRICT
Notes to Basic Financial Statements
Continued

The District is obligated at June 30, 2010, under construction commitments as follows:

Project	Project Authorized	Costs to Date	Costs to Complete
Vista Heights Middle School	\$ 30,811,121	\$ 30,554,220	\$ 256,901
Orem High	42,877,514	40,420,948	2,456,566
Traverse Mountain Elementary	11,570,386	10,723,904	846,482
Mountain Trails Elementary	10,704,042	10,295,965	408,077
School remodeling-various locations	16,962,703	6,971,000	9,991,703
Total	<u>\$ 112,925,766</u>	<u>\$ 98,966,037</u>	<u>\$ 13,959,729</u>

A reservation of fund balance for construction commitments in the capital projects fund has been established to fulfill the required costs to complete construction projects in progress at June 30, 2010.

The District sold 14.9 acres of excess land and 2.2 acres relating to easements for a net sales price of \$2,127,122. The original cost of the property was \$890,871 resulting in a gain on sale of \$1,236,251, reported as a special item on the financial statements.

5. RETIREMENT PLANS

Defined Benefit Plans – The District contributes to the State and School Contributory Retirement System and State and the School Noncontributory Retirement System (collectively, the Systems) which are cost-sharing multiple-employer defined benefit pension plans administered by the Utah Retirement Systems (URS). URS provides refunds, retirement benefits, annual cost of living adjustments and death benefits to plan members and beneficiaries in accordance with retirement statutes.

The Systems are established and governed by the respective sections of Chapter 49 of the Utah Code Annotated 1953, as amended. The Utah State Retirement Act in Chapter 49 provides for the administration of the URS and plans under the direction of the Utah State Retirement Board whose members are appointed by the Governor. The Systems issue a publicly available financial report that includes financial statements and required supplementary information for the Systems. A copy of the report may be obtained by writing to the Utah Retirement Systems, 540 East 200 South, Salt Lake City, UT 84102 or by calling 1-800-365-8772.

Plan members in the State and School Contributory Retirement System are required to contribute 1.00% of annual covered salary, and the District contributes 14.73% of annual covered salary. For employees participating in the State and School Noncontributory System, the District contributes 14.22% of annual covered salary. The contribution rates are the actuarially determined rates. The contribution requirements of the Systems are authorized by statute and specified by the Utah State Retirement Board.

The District's contributions to the State and School Contributory Retirement System for the years ended June 30, 2010, 2009, and 2008 are \$338,614, \$406,539, and \$431,684, respectively, and employee contributions were \$22,998, \$27,600, and \$29,307, respectively. The District's contributions to the State and School Noncontributory Retirement System for the years ended June 30, 2010, 2009, and 2008 are \$27,936,249, \$27,721,438, and \$25,313,830, respectively. The contributions were equal to the required contributions for each year.

ALPINE SCHOOL DISTRICT
Notes to Basic Financial Statements
Continued

Defined Contribution Plans – The District also participates in a defined contribution plan under Internal Revenue Code Section 401(k) to supplement retirement benefits accrued by participants in the Systems. Employees covered by the State and School Noncontributory Retirement System have a contribution of 1.5% of covered salaries automatically made by the District. Employees participating in the Systems can make additional contributions to the 401(k) plan up to specified limits. Contributions and earnings may be withdrawn by the employee upon termination or may be used as supplemental income upon retirement. The employer 401(k) contributions for the years ended June 30, 2010, 2009 and 2008 are \$3,527,022, \$3,530,708, and \$3,259,982, respectively; the employee contributions for the years ending June 30, 2010, 2009 and 2008 are \$2,728,637, \$2,762,542, and \$3,003,377, respectively. The 401(k) plan funds are fully vested to the participants at the time of deposit. Plan assets are administered and held by URS and the URS has the authority to establish or amend contribution requirements and other plan provisions.

The District also offers its employees a deferred compensation plan created in accordance with Internal Revenue Service Code Section 457 and 403(b). The plans, available to all full-time employees, permit them to defer a portion of their salary until future years. Employees are eligible to voluntarily participate from the date of employment and are vested immediately upon participating. Employee contributions to the Section 457 plan totaled \$371,543 and contributions to the 403 (b) plan totaled \$2,809,189 for the year ended June 30, 2010. The assets of the plan are administered and held by URS and a third-party administrator. The URS and District established separate 457 plans offered to employees and have the authority to amend the plans.

Early Retirement Incentives – The District provides an early retirement stipend, restricted to those employees with a minimum of ten years of service in the District who have reached age 60, except those under age 60 who retire under provisions of the Utah State Employee's Retirement Act. Certificated employees will receive a stipend amounting to 53% and administrative employees 50% of the difference between the salary base of the existing employees' salary schedule and the basic contract amount that these employees would have been paid had they continued their assignment. Effective January 1, 2009, classified employees receive 25% of the amount they would have been paid had they continued their assignment. The District's payments to or for retirees in the years ended June 30, 2010 and 2009 were \$4,702,950 and \$4,253,617, respectively. Retirement payments are paid to a tax-deferred special pay plan on behalf of the employee when the employee retires. Payments are recognized as a termination benefit. This benefit is paid primarily from the general fund.

6. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS

Plan Description – The District administers a single-employer defined benefit healthcare plan for retirees (the Plan). The District is the only employer participating and contributing to the Plan. The Plan does not issue a publicly available financial report.

Medicare Supplement Benefit. The Plan provides lifetime healthcare insurance (the Medicare Supplement Benefit) for eligible retirees (contract employees age 65 or older, who have completed at least 15 years of service with the District, retired under the provisions of the Utah Retirement System, and hired before July 1, 1995) and their dependents through the District's health insurance plan, which covers both active and retired members. Benefit provisions are established through negotiations between District and employee groups and can be renegotiated each year.

This benefit is similar to that offered to active employees. If the retiree is eligible for Medicare, the benefits for prescription drug coverage are on the same basis as those on the active plan.

Retirement Incentive Healthcare Benefit. The Plan also provides healthcare insurance (the Retirement Incentive Healthcare Benefit) for eligible retirees (contract employees hired before March 1, 2000, retiring

ALPINE SCHOOL DISTRICT
Notes to Basic Financial Statements
Continued

before age 65, completed immediately preceding retirement at least 20 years of service with the District, and have not previously retired) and their dependents. This benefit is based on years of service in the District as of July 1, 2006 as follows:

<u>Years of Service</u>	<u>Years of Healthcare Insurance</u>
1 to 10	4
11 to 19	5
20 or more	6

For retirees hired after July 1, 2000, this insurance coverage for the retiree and their dependents will not continue for the period of coverage when they become eligible to join Medicare. Once the retirement incentive period is over, retirees and their dependents may purchase insurance coverage at 106% of the active rate.

Plan members consist of the following at July 1, 2009, the date of the latest actuarial valuation:

Retirees and beneficiaries receiving benefits	1,178
Retirees awaiting benefits until they turn age 65	35
Active plan members	<u>2,592</u>
Total	<u><u>3,805</u></u>

Funding Policy – The District contributes the full cost of current-year premiums for eligible retired plan members and their dependents. For the year ended June 30, 2010, the District contributed \$15.7 million to the plan, including \$5.9 million for current healthcare premiums for retirees and an additional \$9.8 million to the Alpine School District Postretirement Benefits Trust Fund to prefund benefits.

Annual OPEB Cost and Net OPEB Asset – The District’s annual other postemployment benefit (OPEB) cost (expense) is calculated based on the *annual required contribution of the employer (ARC)*. The District has elected to calculate the ARC and related information using the projected unit credit actuarial cost method. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years.

ALPINE SCHOOL DISTRICT
Notes to Basic Financial Statements
Continued

The following table shows the components of the District's annual OPEB cost for the year ended June 30, 2010, the amount actually contributed to the Plan, and changes in the District's net OPEB asset of the Plan:

Normal cost	\$ 3,449,832
Amortization	<u>7,739,507</u>
Annual required contribution (ARC)	11,189,339
ARC adjustment	73,444
Interest on net OPEB obligation	<u>(59,889)</u>
OPEB cost	11,202,894
Contributions made	<u>(15,732,992)</u>
Increase in net OPEB asset	(4,530,098)
Net OPEB asset at July 1, 2009	<u>(998,161)</u>
Net OPEB asset at June 30, 2010	<u><u>\$ (5,528,259)</u></u>

The District's percentage of annual OPEB cost contributed to the Plan is 140.4% for the year ended June 30, 2010.

Funded Status and Funding Progress – As of July 1, 2009, the most recent actuarial valuation date, the actuarial accrued liability for benefits was \$128,337,556, of which \$109,982,534 was unfunded. The covered payroll (annual payroll of active employees covered by the Plan) was about \$129,000,000 and the ratio of the unfunded actuarial accrued liability (UAAL) to the covered payroll was 85.3%.

The projected benefit payments for an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trends. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the basic financial statements, will present multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions – Projections of benefits for financial reporting purposes are based on the substantive plan (the Plan as understood by the employer and the Plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the July 1, 2009 actuarial valuation, the projected unit credit using full accrual at full eligibility age actuarial method was used. The actuarial assumptions included a 6.0 percent investment rate of return (net of administrative expenses) and an annual healthcare cost trend rate of 6.5 percent initially, reduced by decrements to an ultimate rate of 5.1 percent after five years. The actuarial method used for valuing assets is market. The Plan's unfunded actuarial accrued liability is being amortized over 30 years in level dollar amounts on a closed basis. Claim costs assumptions are based on premiums for active employees and do not recognize the effects of Medicare Part D. Demographic and other assumptions include 1) mortality rates; 2) public education retirement rates; 3) termination rates by age, gender, and years of service; and 4) District salary schedules.

ALPINE SCHOOL DISTRICT
Notes to Basic Financial Statements
Continued

General Fund Balance Designations – In September 1995, the District moved its healthcare program from self-funded to fully-insured with premiums paid to the District’s medical insurance carrier. The Medical, Life and LTD Insurance Fund was closed July 1, 1998 and the remaining balance was transferred to the general fund and placed in a designated fund balance account. At June 30, 2010, the District has designated \$2,628,561 of the general fund balance for other post employment benefits.

7. RISK MANAGEMENT

The District also maintains insurance coverage for general, automobile, personal injury, errors and omissions, employee dishonesty, and malpractice liability up to \$10 million per occurrence through policies administered by the Utah State Risk Management Fund (Fund). The District also insures its buildings, including those under construction, and contents against all insurable risks of direct physical loss or damage with the Fund. Property physical damage is insured to replacement value with a \$1,000 deductible; automobile physical damage is insured to actual value with a \$500 deductible; other liability is limited to the lesser of \$10 million or the statutory limit. The Fund is a public entity risk pool operated by the State for the benefit of the State and local governments within the State. The District pays annual premiums to the Fund. The Fund obtains independent coverage for insured events, up to \$25 million per location. This is a pooled arrangement where the participants’ pay experienced rated annual premiums, which are designed to pay claims and build sufficient reserves so that the pool will be able to protect the participating entities with its own capital. The pool reinsures excess losses to preserve the capital base. Insurance coverage from coverage by major category of risk has remained relatively constant as compared to the prior fiscal year. Insurance settlements have not exceeded insurance coverage for the past three years.

The District provides contracted employees \$15,000 in term life insurance, \$5,000 for dependent life insurance, in addition to long-term disability coverage, that is also maintained on a premium basis. The District provides a \$5,000 death benefit that is maintained on a self-insured basis.

The District is self-insured for worker’s compensation. Unemployment compensation is handled on a cost of benefits reimbursement basis with the State of Utah. Processing of worker’s compensation claims is handled internally. Monthly premiums are charged to users and revenue is accumulated in the industrial insurance internal service fund to cover the actual costs of operations. The unpaid claims are included in the accounts payable of the industrial insurance internal service fund. Liabilities are based on the estimated ultimate cost of settling claims using past experience adjusted for current trends. This liability is the District’s best estimate based on available information. There were 111 cases that occurred prior to June 30, 2010, which have not been resolved. Liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. A co-insurance policy will provide for individual claims in excess of \$300,000. Changes in the balances of claims liabilities during the years ended June 30, 2010 and 2009 are listed as follows:

	2010	2009
Unpaid claims at beginning of year	\$ 361,003	\$ 255,009
Incurred claims	450,046	461,077
Legal fees paid	(19,534)	(2,082)
Medical fees paid	(324,630)	(310,514)
Compensation claim payments	(46,224)	(42,487)
Unpaid claims at end of year	\$ 420,661	\$ 361,003

ALPINE SCHOOL DISTRICT
Notes to Basic Financial Statements
Continued

8. LONG-TERM LIABILITIES

Long-term liability activity for the year ended June 30, 2010 is as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Bonds payable:					
General obligation bonds	\$ 419,395,000	\$ -	\$ (30,030,000)	\$ 389,365,000	\$ 32,145,000
Deferred amounts for issuance premium	12,394,056	-	(1,569,324)	10,824,732	-
Deferred amounts on refunding	(1,625,378)	-	862,448	(762,930)	-
Total bonds payable, net	430,163,678	-	(30,736,876)	399,426,802	32,145,000
Obligations under capital leases	2,509,000	-	(2,509,000)	-	-
Claims payable	361,003	450,046	(390,388)	420,661	420,661
Compensated absences payable	2,162,513	2,042,660	(1,946,262)	2,258,911	2,033,020
Total governmental activity long-term liabilities	<u>\$ 435,196,194</u>	<u>\$ 2,492,706</u>	<u>\$ (35,582,526)</u>	<u>\$ 402,106,374</u>	<u>\$ 34,598,681</u>

General Obligation Bonds – The annual requirements to amortize all general obligation bonds outstanding as of June 30, 2010, including interest payments, are listed as follows:

Year Ending June 30,	Principal	Interest	Total
2011	\$ 32,145,000	\$ 16,917,938	\$ 49,062,938
2012	33,700,000	15,569,675	49,269,675
2013	35,060,000	14,190,275	49,250,275
2014	36,510,000	12,724,288	49,234,288
2015	38,075,000	11,137,350	49,212,350
2016-2020	145,625,000	31,104,989	176,729,989
2021-2025	57,775,000	8,372,225	66,147,225
2026-2027	10,475,000	712,123	11,187,123
Total	<u>\$ 389,365,000</u>	<u>\$ 110,728,863</u>	<u>\$ 500,093,863</u>

ALPINE SCHOOL DISTRICT
Notes to Basic Financial Statements
Continued

General obligation school building bonds payable at June 30, 2010, with their outstanding balance are comprised of the following individual issues:

\$40,000,000 2001 general obligation school building bonds, due in annual installments of \$100,000 to \$8,625,000, beginning March 15, 2002, through March 15, 2016, interest from 3.00% to 5.25%	\$ 4,325,000
\$68,090,000 2002 general obligation school building and refunding bonds, due in annual installments of \$545,000 to \$8,775,000, beginning March 15, 2003, through March 15, 2016, interest from 3.00% to 5.25%	10,400,000
\$47,175,000 2003 general obligation school building and refunding bonds, due in annual installments of \$255,000 to \$4,655,000, beginning March 15, 2004, through March 15, 2018, interest from 2.00% to 5.25%	31,770,000
\$59,260,000 2004A general obligation refunding bonds, due in annual installments of \$190,000 to \$11,280,000, beginning March 15, 2006, through March 15, 2016, interest from 2.00% to 5.00%	56,160,000
\$24,100,000 2004B general obligation school building bonds, due in annual installments of \$1,435,000 to \$5,715,000, beginning March 15, 2005, through March 15, 2017, interest from 2.50% to 5.00%	15,880,000
\$35,815,000 2005A general obligation school building bonds, due in annual installments of \$1,050,000 to \$10,640,000, beginning March 15, 2006 through March 15, 2018, interest from 3.50% to 5.00%	28,350,000
\$110,830,000 2007 general obligation school building and refunding bonds, due in annual installments of \$4,075,000 to \$12,390,000, beginning March 15, 2008, through March 15, 2022, interest from 3.75% to 5.00%	98,130,000
\$84,000,000 2008 general obligation school building and refunding bonds, due in annual installments of \$1,300,000 to \$7,575,000, beginning March 15, 2009, through March 15, 2023, interest from 3.25% to 5.00%	78,125,000
\$68,000,000 2008 general obligation school building and refunding bonds, due in annual installments of \$1,775,000 to \$5,350,000, beginning March 15, 2010, through March 15, 2027, interest from 3.00% to 5.00%	66,225,000
	\$ 389,365,000

The general obligation bonded debt of the District is limited by state law to 4% of the fair market value of the total taxable property in the District. For legal debt limit purposes under state law, the outstanding direct general obligation debt of the Board is increased by the premium associated with debt issued and reduced by deferred amounts on refunding. As of June 30, 2010, the total unamortized bond premium is \$10,824,732 and the total deferred amount is \$762,930, resulting in total outstanding net direct debt of \$399,426,802. The legal debt limit at June 30, 2010 is \$1,025,779,633. The legal debt limit less net direct debt equals an estimated additional debt incurring capacity of \$626,352,831.

Payments on the general obligation bonds are made by the debt service fund from property taxes and earnings on investments. The obligations under capital leases are paid by the capital projects fund.

ALPINE SCHOOL DISTRICT
Notes to Basic Financial Statements
Continued

Compensated absences, claims payable, and early retirement benefits will be paid by the fund in which the employee worked, including the general fund and other governmental funds.

Defeasance of Debt – February 24, 2004 – On February 24, 2004, the District defeased certain general obligation bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the District’s financial statements. At June 30, 2010, \$31,050,000 of bonds outstanding is considered defeased. The liability of \$31,050,000 of the series 2001A bonds will be redeemed by the trust on September 15, 2011.

Defeasance of Debt – January 23, 2007 – On January 23, 2007, the District defeased certain general obligation bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the District’s financial statements. At June 30, 2010, \$30,935,000 of bonds outstanding is considered defeased. The liability of \$30,935,000 of the 2002 refunded bonds will be redeemed by the trust on September 15, 2012.

Capital Leases – On September 14, 2007, the District purchased \$2,637,022 of school buses through capital leasing arrangements in the capital projects fund.

On June 25, 2008 the District entered into an additional lease purchase agreement for \$1,819,000 of school buses through capital leasing arrangements in the capital projects fund.

On June 15, 2010 the District paid \$2,509,000 to clear all remaining lease principal outstanding.

9. INTERFUND BALANCES AND ACTIVITY

The interfund balances below are operating transactions between the Alpine School District Foundation and the District and the other governmental funds. The composition of interfund balances as of June 30, 2010 is as follows:

Due to/from other funds:			
General	Debt service		\$ 979,462
General	Other governmental		1,259,814
Other governmental	General		<u>4,188</u>
Total			<u><u>\$ 2,243,464</u></u>

During the year ended June 30, 2010, the general fund transferred \$150,000 to the other governmental funds, and other governmental funds transferred \$412,906 to the general fund. The \$150,000 transfer to other governmental funds is an annual subsidy from special education funding. The \$412,905 reimburses the general fund for District budget overages of the student activity fund.

10. DESIGNATED FOR UNDISTRIBUTED RESERVE

Utah state law allows for the establishment of an undistributed reserve. The Board must authorize expenditures from the undistributed reserve. This reserve is for contingencies. According to State law, the District may not use undistributed reserves in the negotiation or settlement of contract salaries for District employees. The undistributed reserve may not exceed 5% of the current fiscal year’s total general fund

ALPINE SCHOOL DISTRICT
Notes to Basic Financial Statements
Continued

budgeted expenditures. Use of the reserve requires a written resolution adopted by a majority vote of the Board filed with the Utah State Board of Education and State Auditor.

11. LITIGATION

There are several lawsuits pending in which the District is involved. The District’s counsel and insurance carriers estimate that the potential claims against the District, not covered by insurance, resulting from such litigation would not materially effect the financial statements of the District.

12. GRANTS

The District receives significant financial assistance from federal and state governmental 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 are subject to audit by the District’s independent auditors and other governmental auditors. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable fund. Based on prior experience, District administration believes such disallowance, if any, would be immaterial.

13. LONG-TERM RECEIVABLE

In order to avoid a duplication of educational services, the District entered into an agreement with Mountainland Applied Technology College (MATC) as a lessor to rent facilities purchased by the District to MATC. This purchase was recorded as a receivable in the capital projects fund. MATC accrues an equity interest in the facility resulting from lease payments made to the District. Should the housing capacity become inadequate and the MATC require larger facilities the District may sell or retain the facility. Upon sale or retention, the District will forward the net equity in the facility, less closing and costs to MATC, or in the event of a net deficit after the sale of the facility, MATC would be charged the net deficit in full as a penalty for early cancellation of the lease. The monthly interest charged on the note is a minimum of 4.5% with a maximum of one half percent above the published Utah Public Treasurers’ Investment Fund rate. The schedule below is based on 4.5%. The annual lease requirements, including interest payments, to the District are listed as follows:

Year Ending June 30,	Principal	Interest	Total
2011	\$ 226,983	\$ 83,020	\$ 310,003
2012	250,070	72,334	322,404
2013	274,723	60,576	335,299
2014	301,036	47,675	348,711
2015	329,105	33,554	362,659
2016-2017	566,165	21,041	587,206
Total	<u>\$ 1,948,084</u>	<u>\$ 318,200</u>	<u>\$ 2,266,284</u>

ALPINE SCHOOL DISTRICT
Required Supplementary Information

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b - a)	Ratio Funded (a / b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ([b - a] / c)
July 1, 2007	\$ -	\$ 170,407,457	\$ 170,407,457	0.0%	\$ 123,000,000	138.5%
July 1, 2009	18,355,022	128,337,556	109,982,534	14.3%	129,000,000	85.3%

Schedule of Employer Contributions

	Annual Required Contribution	Percentage of Annual Required Contribution Contributed	Net OPEB Asset
Year Ended June 30, 2008	\$ 15,793,757	101.3%	\$ 200,542
Year Ended June 30, 2009	15,781,724	105.1%	998,161
Year Ended June 30, 2010	11,202,894	140.4%	5,528,259

The District implemented GASB 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pension*, during the year ended June 30, 2008. The first actuarial valuation for the District's other postemployment benefits (OPEB) plan was obtained as of July 1, 2007. The District also created a post-retirement benefits trust to fund the District's OPEB obligations. The trust is reported as a fiduciary fund of the District and follows the guidance of GASB Statement 43, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*.

Major Governmental Funds

General Fund – The general fund is used to account for resources which are not required legally or by sound financial management to be accounted for in another fund. Utah law defines the general fund as the maintenance and operation fund.

Debt Service – The debt service fund is used to account for the accumulation of resources and payment of general obligation bond principal and interest due annually. Financing is provided by an annual property tax levy not to exceed .0024 plus an additional levy in an amount not to exceed 10% of the cost of the basic program as authorized by Utah Code 53 A-21-103 and 53 A-17a-145.

Capital Projects Fund – The capital projects fund is used to account for the costs incurred in acquiring and improving sites, constructing and remodeling facilities, and procuring equipment necessary for providing education programs for all students within the District. Financing is provided by an annual property tax levy not to exceed .0024 plus an additional levy in an amount not to exceed 10% of the cost of the basic program as authorized by Utah Code 53 A-21-101 through 105 and 53 A-17a145. Also, State funds can be obtained by qualifying under guidelines established for districts determined to be in critical need for construction building aid. Utah law defines the capital projects fund as the capital outlay fund.

ALPINE SCHOOL DISTRICT
Comparative Balance Sheets
General Fund
June 30, 2010 and 2009

	2010	2009
Assets:		
Cash and investments	\$ 71,933,322	\$ 86,701,836
Receivables:		
Property taxes	62,478,157	67,883,858
Other local	514,980	225,651
State	47,895	355,179
Federal	7,318,073	3,726,969
Due from other funds	2,239,276	1,304,001
Total assets	\$ 144,531,703	\$ 160,197,494
 Liabilities and fund balances:		
Liabilities:		
Accounts payable	\$ 1,372,018	\$ 1,844,600
Accrued salaries	34,316,417	37,774,358
Due to other funds	4,188	6,968
Deferred revenue:		
Property taxes	60,850,080	66,800,842
Other local	328,326	270,540
State	13,740,890	15,202,374
Federal	1,234	-
Total liabilities	110,613,153	121,899,682
 Fund Balances:		
Reserved for:		
Encumbrances	22,381	79,001
Unreserved:		
Designated for:		
Undistributed reserve	16,000,000	16,000,000
School allocation for textbooks	1,973,193	1,885,431
Compensated absences	2,192,642	2,109,676
Retirement healthcare benefits	2,628,561	12,428,561
Medicare supplement benefit	-	-
Undesignated	11,101,773	5,795,143
Total fund balances	33,918,550	38,297,812
Total liabilities and fund balances	\$ 144,531,703	\$ 160,197,494

ALPINE SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
General Fund
Year Ended June 30, 2010
With Comparative Totals for 2009

	2010			2009
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget	Actual Amounts
Revenues:				
Property taxes	\$ 58,998,640	\$ 59,353,557	\$ 354,917	\$ 54,989,695
Earnings on investments	888,075	893,895	5,820	2,141,497
Other local sources	4,346,640	4,071,459	(275,181)	5,161,311
State aid	245,644,775	239,085,483	(6,559,292)	238,277,535
Federal aid	38,174,556	35,182,707	(2,991,849)	39,305,516
Total revenues	348,052,686	338,587,101	(9,465,585)	339,875,554
Expenditures:				
Current:				
Instructional services	259,280,832	250,199,989	9,080,843	244,435,135
Supporting services:				
Students	10,713,298	10,263,980	449,318	10,289,459
Instructional staff	14,702,834	14,308,117	394,717	13,846,831
District administration	1,306,211	1,303,149	3,062	1,278,059
School administration	21,125,756	20,871,022	254,734	20,108,793
Business	1,878,220	1,770,063	108,157	1,841,221
Operation and maintenance of facilities	30,069,236	26,864,957	3,204,279	25,569,198
Transportation	12,986,929	12,108,576	878,353	11,958,027
Central	5,993,763	5,539,416	454,347	5,409,656
Total expenditures	358,057,079	343,229,269	14,827,810	334,736,379
Excess (deficiency) of revenues over (under) expenditures	(10,004,393)	(4,642,168)	5,362,225	5,139,175
Other financing sources (uses):				
Transfer in	412,906	412,906	-	415,078
Transfer out	(150,000)	(150,000)	-	(3,245,015)
Net change in fund balances	(9,741,487)	(4,379,262)	5,362,225	2,309,238
Fund balances - beginning	38,297,812	38,297,812	-	35,988,574
Fund balances - ending	\$ 28,556,325	\$ 33,918,550	\$ 5,362,225	\$ 38,297,812

ALPINE SCHOOL DISTRICT
Schedule of Revenues - Compared to Budget
General Fund

Year Ended June 30, 2010
With Comparative Totals for 2009

	2010			2009
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget	Actual Amounts
Revenues:				
Local sources:				
Property tax	\$ 58,998,640	\$ 59,353,557	\$ 354,917	\$ 54,989,695
Drivers education fees (behind-the-wheel)	340,000	338,276	(1,724)	299,486
Textbook fees	480,000	477,074	(2,926)	473,953
Earnings on investments	888,075	893,895	5,820	2,141,497
Rental of buses	715,000	687,770	(27,230)	676,547
Other local revenues	1,991,640	1,804,772	(186,868)	2,817,309
Indirect school lunch costs	820,000	763,567	(56,433)	894,016
Total local revenue	64,233,355	64,318,911	85,556	62,292,503
State sources:				
Unrestricted minimum school program	142,463,524	142,462,182	(1,342)	113,647,692
Special education	20,958,434	19,882,863	-	18,662,373
Career and technical education (CTE)	9,285,362	6,159,822	(3,125,540)	6,981,852
Class size reduction	10,417,578	10,417,578	-	9,994,691
Retirement and social security	18,271,607	18,295,906	24,299	37,343,983
Board leeway	1,414,258	1,414,258	-	1,048,572
Voted leeway	5,657,031	5,657,031	-	3,287,951
Transportation reimbursement	7,137,506	7,137,506	-	7,677,397
Quality teaching block grant	1,015,448	1,015,448	-	7,557,245
Local discretionary block grant	-	-	-	1,310,011
Interventions for student success block grant	1,650,000	1,176,253	(473,747)	1,838,926
At-risk - YIC (summit)	1,162,997	1,162,997	-	1,214,064
At-risk - regular programs	548,353	458,268	(90,085)	1,273,976
At-risk - homeless and minority	103,556	6,180	(97,376)	95,565
Gifted and talented	287,284	207,910	(79,374)	219,742
Advanced placement	369,967	230,901	(139,066)	284,379
Concurrent enrollment	858,698	393,672	(465,026)	813,213
Drivers education (behind-the-wheel)	456,397	387,739	(68,658)	516,696
School trust land program	2,900,871	2,493,384	(407,487)	2,686,003
Reading achievement program	1,500,678	1,420,410	(80,268)	1,441,853
Arts education in public schools	2,430	1,437	(993)	3,365
Media books and electronic resources	56,167	54,425	(1,742)	180,474
Supplemental supplies/textbooks	992,826	991,940	(886)	987,612
School nurses	94,072	94,098	26	105,239
Extended day kindergarten	430,244	386,900	(43,344)	429,458
Instructional technology	858,029	858,029	-	2,187,384
Educators salary adjustment	14,568,795	14,568,795	-	14,453,604
USTAR centers	704,023	449,674	(254,349)	59,757
Math/science teacher salary supplemental	559,962	568,387	8,425	518,031
Extended year special education teacher	200,000	175,796	(24,204)	188,426
Other state revenues	718,678	555,694	(162,984)	1,268,001
Total state revenue	245,644,775	239,085,483	(5,483,721)	238,277,535

(continued)

ALPINE SCHOOL DISTRICT
Schedule of Revenues - Compared to Budget
General Fund

Year Ended June 30, 2010
With Comparative Totals for 2009

	2010			2009
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget	Actual Amounts
Federal sources:				
Title I	\$ 5,328,980	\$ 5,004,601	\$ (324,379)	\$ 4,438,733
Title VI innovative programs	57,709	57,709	-	36,618
Neglected and delinquent	-	-	-	50,000
Title II-D educational technology	49,516	10,345	(39,171)	33,184
Special education	11,046,084	9,818,136	(1,227,948)	8,266,133
Career and technical education	624,856	624,856	-	585,717
Title II English language	331,249	251,134	(80,115)	176,798
Drug-free school	205,778	241,872	36,094	123,379
Title II-A quality teaching	1,644,691	1,533,331	(111,360)	1,513,085
ARRA IDEA	1,154,336	262,585	(891,751)	294,916
ARRA stabilization funds	14,868,697	13,620,568	(1,248,129)	19,322,777
Other federal revenue	2,862,660	3,757,570	894,910	4,464,176
Total federal revenue	38,174,556	35,182,707	(2,991,849)	39,305,516
Total revenue	\$ 348,052,686	\$ 338,587,101	\$ (8,390,014)	\$ 339,875,554

ALPINE SCHOOL DISTRICT
Schedule of Expenditures - Compared to Budget
General Fund
Year Ended June 30, 2010
With Comparative Totals for 2009

	2010			2009
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget	Actual Amounts
Instruction				
Salaries:				
Certified teachers	\$ 130,354,526	\$ 129,900,949	\$ 453,577	\$ 126,423,618
Hourly teachers	11,032,154	8,322,866	2,709,288	10,639,484
Substitute teachers	2,539,703	2,165,466	374,237	1,931,230
One time bonus	451,000	457,786	(6,786)	1,923,908
Contract teacher aides	459,084	457,290	1,794	471,007
Hourly teacher aides	10,977,223	9,557,973	1,419,250	8,633,437
Total salaries	<u>155,813,690</u>	<u>150,862,330</u>	<u>4,951,360</u>	<u>150,022,684</u>
Employee benefits:				
Retirement	24,108,642	22,992,819	1,115,823	23,075,531
Social security	11,832,114	11,390,176	441,938	11,281,544
Health/life/disability	33,342,288	33,190,111	152,177	30,931,434
OPEB contributions	9,800,000	9,800,000	-	10,168,935
Industrial insurance	547,670	530,342	17,328	720,257
Unemployment insurance	259,000	160,311	98,689	69,474
Retirement stipend	3,375,000	3,294,667	80,333	3,382,857
Total employee benefits	<u>83,264,714</u>	<u>81,358,426</u>	<u>1,906,288</u>	<u>79,630,032</u>
Purchased services:				
Contracted services	3,595,938	3,036,409	559,529	2,912,855
Registration/tuitions	151,500	98,477	53,023	41,063
Activity field trips	711,876	604,846	107,030	588,668
Mileage and other travel	388,325	233,187	155,138	229,576
Total purchased services	<u>4,847,639</u>	<u>3,972,919</u>	<u>874,720</u>	<u>3,772,162</u>
Supplies and materials:				
Supplies	6,776,363	6,940,895	(164,532)	3,967,242
Textbooks	560,000	2,168,604	(1,608,604)	388,069
All other materials	43,450	26,935	16,515	30,744
Total supplies and materials	<u>7,379,813</u>	<u>9,136,434</u>	<u>(1,756,621)</u>	<u>4,386,055</u>
Instructional equipment	<u>7,974,976</u>	<u>4,869,880</u>	<u>3,105,096</u>	<u>6,624,202</u>
Total instruction	<u>259,280,832</u>	<u>250,199,989</u>	<u>9,080,843</u>	<u>244,435,135</u>
Supporting services - students				
Salaries:				
Guidance counselors	3,810,031	3,723,263	86,768	3,685,559
Physical therapist	114,359	116,140	(1,781)	108,244
Psychologist	1,121,121	1,075,879	45,242	1,228,945
Secretaries	696,562	699,177	(2,615)	626,017
Occupational	423,776	424,558	(782)	401,601
Total salaries	<u>6,165,849</u>	<u>6,039,017</u>	<u>126,832</u>	<u>6,050,366</u>
Employee benefits	3,010,791	2,969,194	41,597	2,956,231
Special education contracted services	525,000	278,355	246,645	299,958
Social workers contract	85,000	63,700	21,300	71,555
Utah County Health Department	896,208	896,208	-	892,943
Supplies and materials	30,450	17,506	12,944	18,406
Total supporting services - students	<u>10,713,298</u>	<u>10,263,980</u>	<u>449,318</u>	<u>10,289,459</u>

(continued)

ALPINE SCHOOL DISTRICT
Schedule of Expenditures - Compared to Budget
General Fund
Year Ended June 30, 2010
With Comparative Totals for 2009

	<u>2010</u>			<u>2009</u>
	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>	<u>Actual Amounts</u>
Supporting services - instructional staff				
Salaries:				
Administrators	\$ 910,812	\$ 919,573	\$ (8,761)	\$ 1,020,950
Supervisors	1,510,048	1,509,777	271	1,516,687
Sabbatical leave	23,903	23,903	-	172,098
Certificated media personnel	997,733	995,619	2,114	946,762
Technicians and secretaries	775,694	761,359	14,335	788,856
Media aides and specialists	1,479,555	1,472,377	7,178	1,417,571
Total salaries	<u>5,697,745</u>	<u>5,682,608</u>	<u>15,137</u>	<u>5,862,924</u>
Employee benefits	6,236,117	6,065,623	170,494	5,865,204
Early retirement benefits	1,350,000	1,362,423	(12,423)	794,630
Contracted services	98,175	16,119	82,056	20,525
State Utah instructional media consortium	47,142	47,142	-	45,172
Mileage/travel	53,302	34,165	19,137	44,252
Supplies and materials	300,550	229,026	71,524	231,334
Library books	784,467	761,409	23,058	883,189
Periodicals	30,000	23,411	6,589	20,612
Audio visual materials	60,700	57,758	2,942	55,644
Equipment	15,000	760	14,240	-
Professional dues	29,636	27,673	1,963	23,345
Total supporting services - instructional staff	<u>14,702,834</u>	<u>14,308,117</u>	<u>394,717</u>	<u>13,846,831</u>
Supporting services - district administration				
Salaries:				
School board	55,000	53,880	1,120	55,020
Superintendent	205,630	205,630	-	204,997
School business official	174,410	174,410	-	173,777
Secretaries and other	141,140	129,390	11,750	156,083
Total salaries	<u>576,180</u>	<u>563,310</u>	<u>12,870</u>	<u>589,877</u>
Employee benefits	218,902	215,381	3,521	221,291
Contracted services	1,650	750	900	-
Auditor services	66,870	66,015	855	50,300
Legal fees	90,000	114,818	(24,818)	95,727
Mileage	13,460	10,614	2,846	10,311
Liability insurance	220,673	220,673	-	201,754
Partnership program	18,800	18,800	-	17,400
Supplies and materials	38,616	34,469	4,147	40,653
Professional dues	31,060	28,164	2,896	28,118
Discretionary funds	30,000	30,155	(155)	22,628
Total supporting services - district administration	<u>1,306,211</u>	<u>1,303,149</u>	<u>3,062</u>	<u>1,278,059</u>
Supporting services - school administration				
Salaries:				
Principals	6,111,253	6,133,382	(22,129)	5,643,746
Assistant principals	3,456,708	3,470,041	(13,333)	3,706,388
Activity supervision	172,134	172,131	3	159,957
Secretaries	4,178,139	4,002,806	175,333	3,886,738
Campus aides	222,914	222,437	477	211,370
Total salaries	<u>14,141,148</u>	<u>14,000,797</u>	<u>140,351</u>	<u>13,608,199</u>
Employee benefits	6,751,439	6,668,456	82,983	6,331,205
Mileage	171,500	114,853	56,647	108,347
Supplies and materials	36,000	61,247	(25,247)	36,980
Professional dues	25,669	25,669	-	24,062
Total supporting services - school administration	<u>21,125,756</u>	<u>20,871,022</u>	<u>254,734</u>	<u>20,108,793</u>

(continued)

ALPINE SCHOOL DISTRICT
Schedule of Expenditures - Compared to Budget
General Fund
Year Ended June 30, 2010
With Comparative Totals for 2009

	<u>2010</u>			<u>2009</u>
	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>	<u>Actual Amounts</u>
Supporting services - business				
Salaries:				
Department directors	\$ 272,366	\$ 272,364	\$ 2	\$ 273,875
Accounting personnel	118,072	117,832	240	117,772
Purchasing agents	119,070	119,070	-	137,133
Technicians and secretaries	581,958	524,638	57,320	580,597
Mail delivery personnel	47,581	47,467	114	44,787
Total salaries	<u>1,139,047</u>	<u>1,081,371</u>	<u>57,676</u>	<u>1,154,164</u>
Employee benefits	539,548	501,177	38,371	529,940
Contracted services	49,000	42,514	6,486	35,181
Banking services	60,000	69,377	(9,377)	52,698
Equipment rental	4,200	3,832	368	3,908
Postage	50,000	46,886	3,114	37,940
Mileage	7,800	2,156	5,644	3,295
Conferences	1,000	788	212	1,138
Supplies and materials	25,785	20,497	5,288	20,918
Professional dues	1,090	715	375	1,289
Uniform allowance	750	750	-	750
Total supporting services - business	<u>1,878,220</u>	<u>1,770,063</u>	<u>108,157</u>	<u>1,841,221</u>
Supporting services - operation and maintenance of facilities				
Salaries:				
Department director	94,654	102,476	(7,822)	94,653
Maintenance coordinators	364,824	364,463	361	364,403
Secretaries	108,068	107,558	510	106,301
Contract maintenance workers	2,440,863	2,427,782	13,081	2,434,249
Hourly maintenance workers	369,025	371,181	(2,156)	336,531
Head custodians	2,653,812	2,668,688	(14,876)	2,539,623
Contract custodians	1,155,666	1,148,407	7,259	1,073,591
Hourly custodians	2,981,205	2,750,399	230,806	2,746,903
Total salaries	<u>10,168,117</u>	<u>9,940,954</u>	<u>227,163</u>	<u>9,696,254</u>
Employee benefits	4,624,157	4,496,867	127,290	4,265,330
Purchased services	53,540	22,060	31,480	26,650
Police services	367,540	363,859	3,681	287,703
Water and sewer	1,324,000	1,167,072	156,928	1,065,903
Garbage	430,000	370,350	59,650	350,398
Equipment repairs	164,600	187,259	(22,659)	147,586
Maintenance agreements	9,434	10,407	(973)	10,031
Building and equipment rental	40,000	55,753	(15,753)	38,735
Telephone	557,750	385,464	172,286	156,262
Property insurance	612,811	612,811	-	514,806
Mileage	8,488	4,295	4,193	4,037
Maintenance repairs and supplies	1,011,899	1,011,388	511	1,156,285
Gas heat	3,560,000	2,057,432	1,502,568	2,072,823
Electricity	6,896,000	5,973,437	922,563	5,597,915
Vehicle fuel	215,000	179,829	35,171	153,359
Professional dues	400	400	-	600
Uniform allowance	25,500	25,320	180	24,521
Total supporting services - operation and maintenance of facilities	<u>30,069,236</u>	<u>26,864,957</u>	<u>3,204,279</u>	<u>25,569,198</u>

(continued)

ALPINE SCHOOL DISTRICT
Schedule of Expenditures - Compared to Budget
General Fund
Year Ended June 30, 2010
With Comparative Totals for 2009

	<u>2010</u>			<u>2009</u>
	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>	<u>Actual Amounts</u>
Supporting services - transportation				
Salaries:				
Pupil transportation director	\$ 71,032	\$ 71,031	\$ 1	\$ 82,414
Transportation coordinators	121,338	121,338	-	119,027
Secretaries and technicians	270,816	272,003	(1,187)	261,511
Bus drivers	5,461,528	5,355,102	106,426	5,361,615
Special education bus assistants	967,955	940,909	27,046	931,187
Contract mechanics	281,938	281,725	213	292,974
Hourly mechanics	2,500	2,001	499	365
Early retirement	-	-	-	-
Total salaries	<u>7,177,107</u>	<u>7,044,109</u>	<u>132,998</u>	<u>7,049,093</u>
Employee benefits	3,055,137	2,910,495	144,642	2,875,467
Contracted services	14,000	7,100	6,900	11,666
Student allowance in-lieu	35,000	37,640	(2,640)	29,099
Property/liability insurance	247,535	247,535	-	214,547
Mileage/travel	2,000	2,647	(647)	2,317
Overnight meal reimbursement	1,500	2,501	(1,001)	2,457
Radio transmitter rental	3,200	3,180	20	3,080
Water and sewer	16,500	20,088	(3,588)	10,653
Telephone	2,500	432	2,068	385
Supplies	14,400	16,308	(1,908)	19,482
Vehicle fuel	1,800,000	1,165,869	634,131	1,132,392
Utilities	58,000	51,696	6,304	44,359
Oil and grease	60,000	64,165	(4,165)	47,554
Tire and tubes	115,000	117,540	(2,540)	129,281
Vehicle repair parts	360,000	398,552	(38,552)	361,486
Uniform allowance	1,050	1,050	-	1,187
Driver training expense	4,000	4,000	-	4,900
Driver physical exams	20,000	13,669	6,331	18,622
Total supporting services - transportation	<u>12,986,929</u>	<u>12,108,576</u>	<u>878,353</u>	<u>11,958,027</u>
Supporting services - central				
Salaries:				
Personnel administrators	116,154	116,154	-	116,154
Department directors	401,493	401,493	-	482,703
Technicians and secretaries	2,620,191	2,575,130	45,061	2,335,934
Total salaries	<u>3,137,838</u>	<u>3,092,777</u>	<u>45,061</u>	<u>2,934,791</u>
Employee benefits	1,707,250	1,679,776	27,474	1,551,335
Contracted services	233,975	163,347	70,628	203,437
Job study/evaluation	4,000	-	4,000	930
Computer maintenance and lease	102,286	79,860	22,426	296,225
Cell phone service	19,460	21,494	(2,034)	20,562
Mileage	19,240	20,337	(1,097)	19,615
Conventions and conferences	555,774	339,902	215,872	260,775
Supplies and other	213,940	141,923	72,017	121,986
Total supporting services - central	<u>5,993,763</u>	<u>5,539,416</u>	<u>454,347</u>	<u>5,409,656</u>
Total supporting services	<u>98,776,247</u>	<u>93,029,280</u>	<u>5,746,967</u>	<u>90,301,244</u>
Total expenditures	<u>\$ 358,057,079</u>	<u>\$ 343,229,269</u>	<u>\$ 14,827,810</u>	<u>\$ 334,736,379</u>

ALPINE SCHOOL DISTRICT
Comparative Balance Sheets
Debt Service Fund
June 30, 2010 and 2009

	2010	2009
Assets:		
Cash and investments	\$ -	\$ 1,449,454
Receivables - property taxes	54,075,288	52,593,739
Total assets	\$ 54,075,288	\$ 54,043,193
Liabilities:		
Due to other funds	\$ 979,462	\$ -
Deferred revenue - property taxes	52,745,756	51,708,424
Total liabilities	53,725,218	51,708,424
Fund balances:		
Unreserved, undesignated for debt service	350,070	2,334,769
Total liabilities and fund balances	\$ 54,075,288	\$ 54,043,193

ALPINE SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Debt Service Fund
Year Ended June 30, 2010
With Comparative Totals for 2009

	<u>2010</u>			<u>2009</u>
	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>	<u>Actual Amounts</u>
Revenues:				
Property tax	\$ 45,515,595	\$ 45,789,401	\$ 273,806	\$ 44,607,262
Earnings on investments	248,238	246,036	(2,202)	441,892
Total revenues	<u>45,763,833</u>	<u>46,035,437</u>	<u>271,604</u>	<u>45,049,154</u>
Expenditures:				
Debt service:				
Bond principal	30,030,000	30,030,000	-	30,815,000
Bond interest	17,982,636	17,982,636	-	16,705,596
Paying agent fees	7,500	7,500	-	7,500
Total expenditures	<u>48,020,136</u>	<u>48,020,136</u>	<u>-</u>	<u>47,528,096</u>
Excess of revenues over expenditures/ net change in fund balance	<u>(2,256,303)</u>	<u>(1,984,699)</u>	<u>271,604</u>	<u>(2,478,942)</u>
Fund balances - beginning	<u>2,334,769</u>	<u>2,334,769</u>	<u>-</u>	<u>4,813,711</u>
Fund balances - ending	<u><u>\$ 78,466</u></u>	<u><u>\$ 350,070</u></u>	<u><u>\$ 271,604</u></u>	<u><u>\$ 2,334,769</u></u>

ALPINE SCHOOL DISTRICT
Comparative Balance Sheets
Capital Projects Fund
June 30, 2010 and 2009

	2010	2009
Assets:		
Cash and investments	\$ 65,772,024	\$ 132,443,498
Receivables:		
Property taxes	20,203,310	20,300,953
Federal	812,572	-
Notes receivable	1,948,084	2,153,459
Total assets	\$ 88,735,990	\$ 154,897,910
Liabilities:		
Accounts payable	\$ 8,293,338	\$ 12,795,287
Deferred revenue:		
Property taxes	19,794,329	19,942,650
Other local	98,701	5,559
State	41,447	21,532
Total liabilities	28,227,815	32,765,028
Fund balances:		
Reserved for:		
Encumbrances	1,983,796	2,338,652
Notes receivable	1,948,084	2,153,459
Construction commitments	13,959,729	42,665,554
Unreserved:		
Undesignated	42,616,566	74,975,217
Total fund balances	60,508,175	122,132,882
Total liabilities and fund balances	\$ 88,735,990	\$ 154,897,910

ALPINE SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Capital Projects Fund
Year Ended June 30, 2010
With Comparative Totals for 2009

	<u>2010</u>			<u>2009</u>
	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>	<u>Actual Amounts</u>
Revenues:				
Local sources:				
Property taxes	\$ 18,334,962	\$ 18,445,259	\$ 110,297	\$ 18,042,437
Payment to charter schools (taxes)	(891,142)	(891,142)	-	(518,508)
Earnings on investments	667,770	785,278	117,508	2,615,900
Micron RDA	1,375,104	1,375,103	(1)	1,302,029
Other local sources	12,577	13,482	905	8,362
Total local sources	<u>19,499,271</u>	<u>19,727,980</u>	<u>228,709</u>	<u>21,450,220</u>
State sources:				
Capital outlay foundation	1,676,419	1,676,419	-	4,359,423
Other	129,447	-	(129,447)	7,450
Total state sources	<u>1,805,866</u>	<u>1,676,419</u>	<u>(129,447)</u>	<u>4,366,873</u>
Federal sources:				
AARA revenues	1,827,870	812,572	-	-
Federal other	-	88,000	-	-
Total federal sources	<u>1,827,870</u>	<u>900,572</u>	<u>-</u>	<u>-</u>
Total revenues	<u>23,133,007</u>	<u>22,304,971</u>	<u>(828,036)</u>	<u>25,817,093</u>
Expenditures:				
10% of basic for textbooks and supplies	3,300,000	-	3,300,000	4,972,000
Land and buildings:				
Architect services	1,766,639	1,467,090	299,549	2,544,996
Miscellaneous fees	705,494	451,689	253,805	712,343
Payments to contractors	67,954,474	62,480,175	5,474,299	94,766,971
Land purchases	10,980,119	8,838,474	2,141,645	798,578
Land improvements	329,441	264,115	65,326	548,342
Building purchases	1,608,556	348,036	1,260,520	710,383
Building improvements	3,284,007	2,953,752	330,255	2,973,274
Total land and buildings	<u>86,628,730</u>	<u>76,803,331</u>	<u>9,825,399</u>	<u>103,054,887</u>
Equipment:				
Maintenance and custodial	130,000	108,155	21,845	108,416
Equipment support departments	53,494	35,086	18,408	26,497
New school and growth equipment	3,370,399	2,765,114	605,285	1,990,445
Computer software and hardware	3,267,720	1,871,597	1,396,123	2,044,037
Lease principal	2,585,667	2,509,000	76,667	1,611,000
Lease interest	94,866	94,866	-	147,483
Instructional equipment	1,310,227	772,494	537,733	789,250
Buses	1,093,317	989,931	103,386	1,774,581
Other vehicles	110,635	110,581	54	205,768
Total equipment	<u>12,016,325</u>	<u>9,256,824</u>	<u>2,759,501</u>	<u>8,697,477</u>
Bond selling expense	-	-	-	714,918
Total expenditures	<u>101,945,055</u>	<u>86,060,155</u>	<u>15,884,900</u>	<u>117,439,282</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(78,812,048)</u>	<u>(63,755,184)</u>	<u>15,056,864</u>	<u>(91,622,189)</u>
Other Financing Sources (Uses):				
General obligation bonds issued	-	-	-	68,000,000
Bond premium	-	-	-	1,730,481
Transfer in	-	-	-	3,095,015
Sale of equipment	-	3,355	3,355	-
Total other financing sources (uses)	<u>-</u>	<u>3,355</u>	<u>3,355</u>	<u>72,825,496</u>
Special item - Proceeds from sale of land	2,127,122	2,127,122	-	5,729,088
Net change in fund balances	<u>(76,684,926)</u>	<u>(61,624,707)</u>	<u>15,060,219</u>	<u>(13,067,605)</u>
Fund balances - beginning	<u>122,132,882</u>	<u>122,132,882</u>	<u>-</u>	<u>135,200,487</u>
Fund balances - ending	<u>\$ 45,447,956</u>	<u>\$ 60,508,175</u>	<u>\$ 15,060,219</u>	<u>\$ 122,132,882</u>

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Nonmajor Governmental Funds

Special Revenue Funds

School Lunch Fund – This fund is used to account for the food service activities of the District as required by state and federal law. Financing is provided by local sales along with substantial subsidies from the State of Utah and the U.S. Government to help ensure that students receive low cost, nutritionally balanced meals.

Non K-12 Programs Fund – This fund is used to account for programs that are not part of the basic educational program of kindergarten, elementary and secondary students. These areas include adult education and preschool for disabled students, which are funded primarily by the State of Utah and the U.S. Government. This fund was created July 1, 1991. The Community Recreation Fund was consolidated into the Non K-12 Programs Fund during the year ended June 30, 1994. As a result, this fund is also used to account for costs to provide for community educational and recreation activities, such as the Clear Creek summer education program, community school, District athletic programs, and building operation costs during these and other community activities. Financing is provided primarily by a recreation property tax levy, an operating fund transfer from the general fund, and student fees. City recreation departments are given \$1 per child from the District property tax levy. This annual property tax levy is authorized by Utah Code 11-2-7 and does not have a maximum statutory rate. Fees charged to the user provide additional funds as necessary.

Alpine Transition & Employment Center (ATEC) Fund – The ATEC Fund is used to account for operating a sheltered workshop for students with disabilities. Financing sources include, but are not limited to, sales of recyclable materials, laundry service, grants-in-aid, and state minimum school revenue for student attendance.

Alpine School District Foundation Fund – This fund is used to account for donations received by the District. The Foundation was formed September 18, 1984 as a tax-exempt public charity, to provide a continuing organization, outside the public school system, for the benefit of Alpine School District. The activities of the Foundation are governed by a twelve-member board of directors: a member of the Alpine School District Board of Education, a member of the association of classified employees of the District, a teacher employed by the District, the superintendent (or designee) of the District, and eight members from the general public. Although the Foundation's activities and records are operated and maintained separate from the District, the District is considered to be financially accountable for the Foundation.

Student Activity Fund – The student activity fund was initially reported in the 2006-07 fiscal year as a special revenue fund. The fund is comprised of revenues and expenditures from school-based operations. The revenues comprise of interest earnings, gate receipts, fundraisers and student fees. Expenditures support curricular and extra-curricular activities.

ALPINE SCHOOL DISTRICT
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2010

	Special Revenue					Total Nonmajor Governmental Funds
	School Lunch	Non K-12 Programs	Alpine Transition & Employment Center	Alpine School District Foundation	Student Activity	
Assets:						
Cash and investments	\$ 6,926,912	\$ 2,819,058	\$ 45,415	\$ 3,059,721	\$ 8,807,440	\$ 21,658,546
Receivables:						
Property taxes	-	1,845,104	-	-	-	1,845,104
State	393,447	-	-	-	-	393,447
Federal	111,678	253,320	2,735	-	-	367,733
Due from other funds	-	-	-	4,188	-	4,188
Inventories	370,764	-	-	-	-	370,764
Total assets	<u>\$ 7,802,801</u>	<u>\$ 4,917,482</u>	<u>\$ 48,150</u>	<u>\$ 3,063,909</u>	<u>\$ 8,807,440</u>	<u>\$ 24,639,782</u>
Liabilities:						
Accounts payable	\$ 14,267	\$ 2,524	\$ 1,264	\$ -	\$ 23,918	\$ 41,973
Due to other funds	-	-	-	71,704	1,188,110	1,259,814
Deferred revenue:						
Property taxes	-	1,801,390	-	-	-	1,801,390
Other local	373,058	198,376	-	-	945,938	1,517,372
State	-	2,582,611	-	-	-	2,582,611
Total liabilities	<u>387,325</u>	<u>4,584,901</u>	<u>1,264</u>	<u>71,704</u>	<u>2,157,966</u>	<u>7,203,160</u>
Fund balances:						
Reserved for inventories	370,764	-	-	-	-	370,764
Reserved for encumbrances	-	-	-	-	408,518	408,518
Unreserved:						
Designated for schools	-	-	-	2,932,890	-	2,932,890
Designated for compensated absences	13,067	-	20,127	-	-	33,194
Designated for increase in food prices	1,390,000	-	-	-	-	1,390,000
Designated for equipment and software	830,000	-	-	-	-	830,000
Undesignated	4,811,645	332,581	26,759	59,315	6,240,956	11,471,256
Total fund balances	<u>7,415,476</u>	<u>332,581</u>	<u>46,886</u>	<u>2,992,205</u>	<u>6,649,474</u>	<u>17,436,622</u>
Total liabilities and fund balances	<u>\$ 7,802,801</u>	<u>\$ 4,917,482</u>	<u>\$ 48,150</u>	<u>\$ 3,063,909</u>	<u>\$ 8,807,440</u>	<u>\$ 24,639,782</u>

ALPINE SCHOOL DISTRICT
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2010

	Special Revenue					Total Nonmajor Governmental Funds
	School Lunch	Non K-12 Programs	Alpine Transition & Employment Center	Alpine School District Foundation	Student Activity	
Revenues:						
Property tax	\$ -	\$ 1,610,432	\$ -	\$ -	\$ -	\$ 1,610,432
Student fees	-	236,584	-	-	5,638,609	5,875,193
Lunch sales	7,676,932	-	-	-	-	7,676,932
Earnings on investments	38,354	26,366	-	17,403	70,907	153,030
Other local revenues	-	347,017	399,039	1,280,472	7,827,748	9,854,276
State aid	2,902,871	2,442,513	104,089	-	-	5,449,473
Federal aid	9,587,138	366,025	413,767	-	-	10,366,930
Total revenues	<u>20,205,295</u>	<u>5,028,937</u>	<u>916,895</u>	<u>1,297,875</u>	<u>13,537,264</u>	<u>40,986,266</u>
Expenditures:						
Current:						
Instructional services	-	4,794,148	1,065,281	1,145,310	13,073,744	20,078,483
Supporting services:						
Operation and maintenance of facilities	-	322,430	-	-	-	322,430
School lunch services	19,278,324	-	-	-	-	19,278,324
Total expenditures	<u>19,278,324</u>	<u>5,116,578</u>	<u>1,065,281</u>	<u>1,145,310</u>	<u>13,073,744</u>	<u>39,679,237</u>
Excess (deficiency) of revenues over (under) expenditures	926,971	(87,641)	(148,386)	152,565	463,520	1,307,029
Other financing sources:						
Transfer in	-	-	150,000	-	-	150,000
Transfer out	-	-	-	-	(412,906)	(412,906)
Net change in fund balances	926,971	(87,641)	1,614	152,565	50,614	1,044,123
Fund balances - beginning	<u>6,488,505</u>	<u>420,222</u>	<u>45,272</u>	<u>2,839,640</u>	<u>6,598,860</u>	<u>16,392,499</u>
Fund balances - ending	<u>\$ 7,415,476</u>	<u>\$ 332,581</u>	<u>\$ 46,886</u>	<u>\$ 2,992,205</u>	<u>\$ 6,649,474</u>	<u>\$ 17,436,622</u>

ALPINE SCHOOL DISTRICT
Comparative Balance Sheets
School Lunch
Nonmajor Special Revenue Fund
June 30, 2010 and 2009

	<u>2010</u>	<u>2009</u>
Assets:		
Cash and investments	\$ 6,926,912	\$ 5,490,188
Receivables:		
State	393,447	680,096
Federal	111,678	123,613
Inventories	<u>370,764</u>	<u>772,259</u>
Total assets	<u>\$ 7,802,801</u>	<u>\$ 7,066,156</u>
Liabilities:		
Accounts payable	\$ 14,267	\$ 165,078
Deferred revenue:		
Other local	373,058	396,283
Federal	<u>-</u>	<u>16,290</u>
Total liabilities	<u>387,325</u>	<u>577,651</u>
Fund balances:		
Reserved for inventories	370,764	772,259
Unreserved:		
Designated for increase in labor and food	1,390,000	300,000
Designated for equipment and software	830,000	825,000
Designated for compensated absences	13,067	9,393
Undesignated	<u>4,811,645</u>	<u>4,581,853</u>
Total fund balances	<u>7,415,476</u>	<u>6,488,505</u>
Total liabilities and fund balances	<u>\$ 7,802,801</u>	<u>\$ 7,066,156</u>

ALPINE SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
School Lunch
Nonmajor Special Revenue Fund
Year Ended June 30, 2010
With Comparative Totals for 2009

	<u>2010</u>			<u>2009</u>
	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>	<u>Actual Amounts</u>
Revenues:				
Local sources:				
Lunch sales - students	\$ 6,720,000	\$ 6,586,781	\$ (133,219)	\$ 6,753,003
Lunch sales - other	1,120,000	1,090,151	(29,849)	1,155,193
Earnings on investments	40,000	38,354	(1,646)	106,255
Total local sources	<u>7,880,000</u>	<u>7,715,286</u>	<u>(164,714)</u>	<u>8,014,451</u>
State sources:				
State lunch program	<u>2,790,000</u>	<u>2,902,871</u>	<u>112,871</u>	<u>2,729,357</u>
Total state sources	<u>2,790,000</u>	<u>2,902,871</u>	<u>112,871</u>	<u>2,729,357</u>
Federal sources:				
Federal lunch program	1,550,000	1,546,125	(3,875)	1,409,470
Free and reduced assistance	5,300,000	5,391,451	91,451	4,249,022
Breakfast program	1,150,000	1,192,667	42,667	919,436
Special milk	5,000	4,044	(956)	4,813
USDA commodities	1,200,000	1,306,243	106,243	1,263,756
Other	<u>60,290</u>	<u>146,608</u>	<u>86,318</u>	<u>27,310</u>
Total federal sources	<u>9,265,290</u>	<u>9,587,138</u>	<u>321,848</u>	<u>7,873,807</u>
Total revenues	<u>19,935,290</u>	<u>20,205,295</u>	<u>270,005</u>	<u>18,617,615</u>
Expenditures:				
Current:				
Salaries	5,595,306	5,460,662	134,644	5,296,611
Employee benefits	2,920,728	2,822,328	98,400	2,664,370
Purchased services	140,485	84,375	56,110	130,335
Supplies	400,000	139,977	260,023	351,453
Food	9,250,000	8,994,348	255,652	8,618,960
Equipment	1,111,079	988,932	122,147	1,157,404
Indirect cost allocation	820,000	763,567	56,433	894,016
Uniform allowance	<u>24,150</u>	<u>24,135</u>	<u>15</u>	<u>23,289</u>
Total expenditures	<u>20,261,748</u>	<u>19,278,324</u>	<u>983,424</u>	<u>19,136,438</u>
Net change in fund balances	(326,458)	926,971	1,253,429	(518,823)
Fund balances - beginning	<u>6,488,505</u>	<u>6,488,505</u>	-	<u>7,007,328</u>
Fund balances - ending	<u>\$ 6,162,047</u>	<u>\$ 7,415,476</u>	<u>\$ 1,253,429</u>	<u>\$ 6,488,505</u>

ALPINE SCHOOL DISTRICT
Comparative Balance Sheets
Non K-12 Programs
Nonmajor Special Revenue Fund
June 30, 2010 and 2009

	2010	2009
Assets:		
Cash and investments	\$ 2,819,058	\$ 2,534,866
Receivables:		
Property taxes	1,845,104	1,859,237
Federal	253,320	137,233
Total assets	\$ 4,917,482	\$ 4,531,336
Liabilities:		
Accounts payable	\$ 2,524	\$ 1,682
Deferred revenue:		
Property taxes	1,801,390	1,825,317
Other local	198,376	193,633
State	2,582,611	2,090,482
Total liabilities	4,584,901	4,111,114
Fund balances:		
Unreserved, undesignated	332,581	420,222
Total liabilities and fund balances	\$ 4,917,482	\$ 4,531,336

ALPINE SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Non K-12 Programs
Nonmajor Special Revenue Fund
Year Ended June 30, 2010
With Comparative Totals for 2009

	<u>2010</u>			<u>2009</u>
	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>	<u>Actual Amounts</u>
Revenues:				
Local sources:				
Property taxes	\$ 1,600,803	\$ 1,610,432	\$ 9,629	\$ 1,690,950
Summer school fees	215,115	201,219	(13,896)	189,233
Adult education fees	25,000	35,365	10,365	24,848
Earnings on investments	31,917	26,366	(5,551)	71,993
Miscellaneous revenues	375,491	347,017	(28,474)	307,693
Total local sources	<u>2,248,326</u>	<u>2,220,399</u>	<u>(27,927)</u>	<u>2,284,717</u>
State sources:				
Adult high school completion	391,358	391,358	-	384,961
Preschool	2,532,814	2,051,155	(481,659)	2,005,615
Total state sources	<u>2,924,172</u>	<u>2,442,513</u>	<u>(481,659)</u>	<u>2,390,576</u>
Federal sources:				
Special education preschool grant	302,807	240,648	(62,159)	238,619
Adult education	125,377	125,377	-	137,233
Total federal sources	<u>428,184</u>	<u>366,025</u>	<u>(62,159)</u>	<u>375,852</u>
Total revenues	<u>5,600,682</u>	<u>5,028,937</u>	<u>(571,745)</u>	<u>5,051,145</u>
Expenditures:				
Current:				
Salaries	3,793,899	3,452,024	341,875	3,419,522
Employee benefits	1,166,310	1,037,427	128,883	1,019,222
Purchased services	183,671	142,052	41,619	121,117
Utilities	322,430	322,430	-	306,505
Supplies	208,714	141,183	67,531	136,533
Equipment	120,159	4,627	115,532	4,637
Other	18,000	16,835	1,165	62,659
Total expenditures	<u>5,813,183</u>	<u>5,116,578</u>	<u>696,605</u>	<u>5,070,195</u>
Net change in fund balances	(212,501)	(87,641)	124,860	(19,050)
Fund balances - beginning	<u>420,222</u>	<u>420,222</u>	<u>-</u>	<u>439,272</u>
Fund balances - ending	<u>\$ 207,721</u>	<u>\$ 332,581</u>	<u>\$ 124,860</u>	<u>\$ 420,222</u>

ALPINE SCHOOL DISTRICT
Comparative Balance Sheets
Alpine Transition & Employment Center
Nonmajor Special Revenue Fund
June 30, 2010 and 2009

	2010	2009
Assets:		
Cash and investments	\$ 45,415	\$ 26,405
Receivables:		
Local sources	-	19,066
Federal	2,735	1,334
Total assets	\$ 48,150	\$ 46,805
Liabilities:		
Accounts payable	\$ 1,264	\$ 1,533
Total liabilities	1,264	1,533
Fund balances:		
Unreserved:		
Designated for compensated absences	20,127	19,191
Undesignated	26,759	26,081
Total fund balances	46,886	45,272
Total liabilities and fund balances	\$ 48,150	\$ 46,805

ALPINE SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Alpine Transition & Employment Center
Nonmajor Special Revenue Fund
Year Ended June 30, 2010
With Comparative Totals for 2009

	2010			2009
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget	Actual Amounts
Revenues:				
Local sources:				
Production sales	\$ 340,500	\$ 399,039	\$ 58,539	\$ 401,980
Earnings on investments	500	-	(500)	-
Total local sources	341,000	399,039	58,039	401,980
State sources:				
Other state revenue	-	104,089	104,089	-
Total state sources	-	104,089	104,089	-
Federal sources:				
Disability services grant	593,110	413,767	(179,343)	532,306
Total revenues	934,110	916,895	(17,215)	934,286
Expenditures:				
Current:				
Salaries:				
Supervisory	82,128	82,128	-	82,127
Teaching	-	-	-	14,611
Specialists	519,540	550,406	(30,866)	553,409
Student incentive	110,000	96,436	13,564	99,297
Employee benefits	240,892	225,236	15,656	239,919
Purchased services	69,900	50,325	19,575	26,120
Capital outlay	11,500	-	11,500	-
Supplies and materials	50,150	60,750	(10,600)	61,527
Total expenditures	1,084,110	1,065,281	18,829	1,077,010
Excess (deficiency) of revenues over (under) expenditures	(150,000)	(148,386)	1,614	(142,724)
Other financing sources:				
Transfer in	150,000	150,000	-	150,000
Net change in fund balances	-	1,614	1,614	7,276
Fund balances - beginning	45,272	45,272	-	37,996
Fund balances - ending	\$ 45,272	\$ 46,886	\$ 1,614	\$ 45,272

ALPINE SCHOOL DISTRICT
Comparative Balance Sheets
Alpine School District Foundation
Nonmajor Special Revenue Fund
June 30, 2010 and 2009

	2010	2009
Assets:		
Cash and investments	\$ 3,059,721	\$ 2,845,350
Due from other funds	4,188	6,968
Total assets	\$ 3,063,909	\$ 2,852,318
Liabilities:		
Due to other funds	\$ 71,704	\$ 12,678
Fund balances:		
Unreserved:		
Designated for schools	2,932,890	2,720,151
Undesignated	59,315	119,489
Total fund balances	2,992,205	2,839,640
Total liabilities and fund balances	\$ 3,063,909	\$ 2,852,318

ALPINE SCHOOL DISTRICT
Comparative Statements of Revenues, Expenditures and Changes in Fund Balances
Alpine School District Foundation
Nonmajor Special Revenue Fund
Year Ended June 30, 2010
With Comparative Totals for 2009

	2010	2009
Revenues:		
Local sources:		
Contributions	\$ 1,280,472	\$ 953,162
Earnings on investments	17,403	44,268
Total revenues	1,297,875	997,430
Expenditures:		
Current:		
Program services - supplies and materials donated to schools	1,145,310	933,266
Net change in fund balances	152,565	64,164
Fund balances - beginning	2,839,640	2,775,476
Fund balances - ending	\$ 2,992,205	\$ 2,839,640

ALPINE SCHOOL DISTRICT
Comparative Balance Sheets
Student Activity
Nonmajor Special Revenue Fund
June 30, 2010 and 2009

	2010	2009
Assets:		
Cash and investments	\$ 8,807,440	\$ 8,962,391
Liabilities:		
Accounts payable	\$ 23,918	\$ 53,204
Due to other funds	1,188,110	1,291,323
Deferred revenue - other local	945,938	1,019,004
Total liabilities	2,157,966	2,363,531
Fund balance:		
Reserved for encumbrances	408,518	657,204
Unreserved:		
Undesignated	6,240,956	5,941,656
Total fund balance	6,649,474	6,598,860
Total liabilities and fund balance	\$ 8,807,440	\$ 8,962,391

ALPINE SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Student Activity
Nonmajor Special Revenue Fund
Year Ended June 30, 2010
With Comparative Totals for 2009

	<u>2010</u>			<u>2009</u>
	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>	<u>Actual Amounts</u>
Revenues:				
Local sources:				
Interest from investments	\$ 80,281	\$ 70,907	\$ (9,374)	\$ 254,359
Fees/fines	4,984,770	5,638,609	653,839	5,256,265
Gate	839,395	928,078	88,683	775,991
Student trips/camps	1,450,061	1,697,451	247,390	1,959,474
Donations	828,946	1,063,173	234,227	801,306
Cell tower	197,197	218,319	21,122	165,345
Vending	163,168	190,116	26,948	212,070
Fundraisers	1,451,453	1,551,499	100,046	1,527,731
Building rental	75,967	102,999	27,032	64,965
Bookfair/resale/store	728,794	833,071	104,277	909,056
Student uniforms/outfits	585,275	661,421	76,146	483,265
Other	499,782	581,621	81,839	979,932
Total local sources	<u>11,885,089</u>	<u>13,537,264</u>	<u>1,652,175</u>	<u>13,389,759</u>
Expenditures:				
Current:				
Salaries	1,003,106	1,005,396	(2,290)	819,812
Contract services	1,189,738	1,117,550	72,188	965,335
Student trips/transportation	2,030,187	1,895,884	134,303	2,182,163
Student uniforms/outfits	988,663	969,583	19,080	777,004
Supplies	5,881,919	5,682,505	199,414	4,998,505
Student incentives	46,433	51,108	(4,675)	49,740
Textbooks/library books	179,923	174,852	5,071	197,652
Maintenance/repair	172,730	159,839	12,891	162,899
Faculty	366,384	339,039	27,345	391,815
Other supplies	997,681	909,535	88,146	974,934
Equipment	891,272	768,453	122,819	624,713
Total expenditures	<u>13,748,036</u>	<u>13,073,744</u>	<u>674,292</u>	<u>12,144,572</u>
Excess (deficiency) of revenues over (under) expenditures	(1,862,947)	463,520	2,326,467	1,245,187
Other financing uses:				
Transfer out	(412,906)	(412,906)	-	(415,078)
Net change in fund balances	(2,275,853)	50,614	2,326,467	830,109
Fund balances - beginning	<u>6,598,860</u>	<u>6,598,860</u>	<u>-</u>	<u>5,768,751</u>
Fund balances - ending	<u>\$ 4,323,007</u>	<u>\$ 6,649,474</u>	<u>\$ 2,326,467</u>	<u>\$ 6,598,860</u>

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Internal Service Funds

Internal service funds are used to account for the financing of goods or services provided by one department to other departments or schools of the District on a cost reimbursement basis.

Industrial Insurance Fund – This fund is used to account for industrial insurance services provided to departments and schools in the District. The District’s industrial insurance is maintained on a self-insured basis. Monthly premiums are charged to the users and revenue is accumulated to cover the actual costs of operations.

School Services Fund – This fund is used to account for the printing and central warehousing services provided to the departments and schools in the District.

ALPINE SCHOOL DISTRICT
Combining Statement of Fund Net Assets
Internal Service Funds
June 30, 2010
With Comparative Totals for 2009

	2010			2009
	Industrial Insurance Fund	School Services Fund	Total	Total
Assets				
Current assets:				
Cash and investments	\$ 1,431,950	\$ 1,462,015	\$ 2,893,965	\$ 2,469,011
Accounts receivable	-	2,399	2,399	251
Inventories	-	636,295	636,295	643,730
Total current assets	<u>1,431,950</u>	<u>2,100,709</u>	<u>3,532,659</u>	<u>3,112,992</u>
Capital assets:				
Land	-	15,701	15,701	15,701
Buildings and improvements	-	1,140,581	1,140,581	1,140,581
Furniture and equipment	-	477,563	477,563	466,221
Accumulated depreciation	-	(823,891)	(823,891)	(747,886)
Net capital assets	<u>-</u>	<u>809,954</u>	<u>809,954</u>	<u>874,617</u>
Total assets	<u>\$ 1,431,950</u>	<u>\$ 2,910,663</u>	<u>\$ 4,342,613</u>	<u>\$ 3,987,609</u>
Liabilities and net assets				
Liabilities:				
Current liabilities:				
Accounts payable	\$ 1,076	\$ 58,976	\$ 60,052	\$ 20,132
Claims payable	420,661	-	420,661	361,004
Compensated absences payable	-	33,076	33,076	-
Total current liabilities	<u>421,737</u>	<u>92,052</u>	<u>513,789</u>	<u>405,390</u>
Net assets:				
Invested in capital assets	-	809,954	809,954	874,617
Unrestricted	<u>1,010,213</u>	<u>2,008,657</u>	<u>3,018,870</u>	<u>2,707,602</u>
Total net assets	<u>1,010,213</u>	<u>2,818,611</u>	<u>3,828,824</u>	<u>3,582,219</u>
Total liabilities and net assets	<u>\$ 1,431,950</u>	<u>\$ 2,910,663</u>	<u>\$ 4,342,613</u>	<u>\$ 3,987,609</u>

ALPINE SCHOOL DISTRICT
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets
Internal Service Funds
Year Ended June 30, 2010
With Comparative Totals for 2009

	2010			2009
	Industrial Insurance Fund	School Services Fund	Total	Total
Operating revenues:				
Industrial insurance premium	\$ 734,446	\$ -	\$ 734,446	\$ 729,755
Other services	-	870,468	870,468	934,091
Total operating revenues	<u>734,446</u>	<u>870,468</u>	<u>1,604,914</u>	<u>1,663,846</u>
Operating expenses:				
Salaries	65,270	357,757	423,027	392,681
Employee benefits	22,781	180,865	203,646	191,426
Medical fees	330,758	-	330,758	391,298
Compensation claim payments	73,107	-	73,107	70,971
Excess workers compensation insurance	6,997	-	6,997	91,362
Purchased services	84,464	41,202	125,666	114,793
Supplies and materials	1,030	149,220	150,250	109,896
Depreciation	-	76,005	76,005	64,724
Total operating expenses	<u>584,407</u>	<u>805,049</u>	<u>1,389,456</u>	<u>1,427,151</u>
Operating income	<u>150,039</u>	<u>65,419</u>	<u>215,458</u>	<u>236,695</u>
Nonoperating income:				
Earnings on investments	7,610	1,637	9,247	23,465
State aid	-	21,900	21,900	23,870
Total nonoperating income	<u>7,610</u>	<u>23,537</u>	<u>31,147</u>	<u>47,335</u>
Change in net assets	157,649	88,956	246,605	284,030
Net assets - beginning	<u>852,564</u>	<u>2,729,655</u>	<u>3,582,219</u>	<u>3,298,189</u>
Net assets - ending	<u>\$ 1,010,213</u>	<u>\$ 2,818,611</u>	<u>\$ 3,828,824</u>	<u>\$ 3,582,219</u>

ALPINE SCHOOL DISTRICT
Combining Statement of Fund Cash Flows
Internal Service Funds
Year Ended June 30, 2010
With Comparative Totals for 2009

	<u>2010</u>			<u>2009</u>
	<u>Industrial Insurance Fund</u>	<u>School Services Fund</u>	<u>Total</u>	<u>Total</u>
Cash flows from operating activities:				
Receipts from interfund services provided	\$ 734,446	\$ 868,320	\$ 1,602,766	\$ 1,663,595
Payments to suppliers	(92,491)	(144,143)	(236,634)	(520,483)
Payments for medical fees and insurance claims	(343,132)	-	(343,132)	(356,589)
Payments to employees	(88,051)	(529,800)	(617,851)	(580,345)
Net cash provided by operating activities	<u>210,772</u>	<u>194,377</u>	<u>405,149</u>	<u>206,178</u>
Cash flows from non-capital financing activities:				
Receipt of state aid	-	21,900	21,900	23,870
Net cash provided by noncapital financing activities	<u>-</u>	<u>21,900</u>	<u>21,900</u>	
Cash flows from capital and related financing activities:				
Acquisition of capital assets	-	(11,342)	(11,342)	(55,308)
	<u>-</u>	<u>(11,342)</u>	<u>(11,342)</u>	<u>(55,308)</u>
Cash flows from investing activities:				
Interest received	7,610	1,637	9,247	23,465
Net change in cash and cash equivalents	<u>218,382</u>	<u>206,572</u>	<u>424,954</u>	<u>198,205</u>
Cash and Cash Equivalents - Beginning	<u>1,213,568</u>	<u>1,255,443</u>	<u>2,469,011</u>	<u>2,270,806</u>
Cash and Cash Equivalents - Ending	<u>\$ 1,431,950</u>	<u>\$ 1,462,015</u>	<u>\$ 2,893,965</u>	<u>\$ 2,469,011</u>
Displayed on combining statement of net assets as:				
Cash and investments	<u>\$ 1,431,950</u>	<u>\$ 1,462,015</u>	<u>\$ 2,893,965</u>	<u>\$ 2,469,011</u>
Reconciliation of operating income to net cash provided by operating activities:				
Operating income	\$ 150,039	\$ 65,419	\$ 215,458	\$ 236,695
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation expense	-	76,005	76,005	64,724
Changes in operating assets and liabilities:				
Accounts receivable		(2,148)	(2,148)	(251)
Inventories	-	7,435	7,435	(178,595)
Accounts payable	1,076	38,844	39,920	(25,837)
Claims payable	59,657	-	59,657	105,680
Compensated absences payable	-	8,822	8,822	3,762
Total adjustments	<u>60,733</u>	<u>128,958</u>	<u>189,691</u>	<u>(30,517)</u>
Net cash provided by operating activities	<u>\$ 210,772</u>	<u>\$ 194,377</u>	<u>\$ 405,149</u>	<u>\$ 206,178</u>
Noncash investing, capital, and financing activities:	none	none	none	none

III. STATISTICAL SECTION

Unaudited

This part of the District's comprehensive annual financial report 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.

<u>Contents</u>	<u>Page</u>
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.	89-94
Revenue Capacity These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	96-99
Debt Capacity These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	100-103
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.	104-105
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	106-120
Continuing Disclosure Information These schedules are required as part of the District's ongoing general obligation bonded debt disclosures and give additional information to investors about the financial trends and tax base of the District.	122-131

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

ALPINE SCHOOL DISTRICT
Net Assets by Component
Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year Ended June 30,	Invested in capital assets, net of related debt	Restricted	Unrestricted	Total Net Assets
2010	\$ 206,211,275	\$ 48,294,938	\$ 45,181,799	\$ 299,688,012
2009	164,908,707	62,387,963	44,246,331	271,543,001
2008	128,165,403	65,551,930	38,633,144	232,350,477
2007	116,932,458	36,468,823	37,754,363	191,155,644
2006	105,191,516	28,118,313	28,951,561	162,261,390
2005	81,875,847	37,996,322	27,888,420	147,760,589
2004	90,626,747	16,037,662	27,129,309	133,793,718
2003	83,915,492	13,081,886	20,831,062	117,828,440
2002	75,597,795	20,388,466	19,660,264	115,646,525
2001	64,749,760	26,306,186	15,917,846	106,973,792

ALPINE SCHOOL DISTRICT
Changes in Net Assets
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year Ending June 30,			
	2010	2009	2008	2007
Expenses:				
Instructional services	\$ 287,042,334	\$ 289,291,411	\$ 274,117,552	\$ 233,724,346
Supporting services:				
Students	10,263,980	10,289,459	9,392,787	8,174,664
Instructional staff	14,308,117	13,846,831	14,074,585	13,522,910
District administration	1,296,781	1,264,657	1,070,254	1,111,527
School administration	21,566,161	20,963,454	19,166,901	17,847,114
Business	1,770,063	1,841,221	1,707,208	1,581,662
Operation and maintenance of facilities	28,803,204	27,390,777	26,041,118	24,419,328
Transportation	14,013,666	13,932,546	13,014,373	11,652,005
Central	5,539,416	5,409,656	4,949,516	4,547,167
School lunch services	19,490,559	19,191,646	16,783,541	15,453,136
Interest on long-term liabilities	17,095,707	16,402,611	14,803,640	12,841,054
Total expenses	<u>421,189,988</u>	<u>419,824,269</u>	<u>395,121,475</u>	<u>344,874,913</u>
Program revenues:				
Charges for services:				
Instruction	7,212,603	6,953,097	6,691,869	6,474,142
Supporting services	696,073	685,056	783,069	696,216
Nutrition services	7,676,932	7,908,196	7,762,416	7,440,798
Operating grants and contributions	123,734,422	132,287,074	101,296,578	78,148,635
Capital grants and contributions	1,676,419	4,359,423	16,156,873	8,880,633
Total program revenues	<u>140,996,449</u>	<u>152,192,846</u>	<u>132,690,805</u>	<u>101,640,424</u>
Net (expense)/revenue	(280,193,539)	(267,631,423)	(262,430,670)	(243,234,489)
General revenues and other changes in net assets:				
Property taxes	125,224,900	124,682,417	115,448,519	88,081,714
Federal and state aid not restricted to specific purposes	167,272,643	159,229,195	165,060,798	156,510,689
Earnings on investments	2,087,486	5,699,630	10,659,245	8,857,111
Miscellaneous	12,517,270	12,433,340	9,587,792	9,563,067
Special item - gain on sale of land	1,236,251	4,779,365	2,869,149	4,162,411
Total general and other changes in net assets	<u>308,338,550</u>	<u>306,823,947</u>	<u>303,625,503</u>	<u>267,174,992</u>
Change in net assets, governmental activities	<u>28,145,011</u>	<u>\$ 39,192,524</u>	<u>\$ 41,194,833</u>	<u>\$ 23,940,503</u>
Revenue per pupil:				
Local	\$ 2,410	\$ 2,583	\$ 2,569	\$ 2,158
State	3,818	4,042	4,359	3,894
Federal	720	784	450	445
Total revenue per pupil	<u>\$ 6,948</u>	<u>\$ 7,409</u>	<u>\$ 7,378</u>	<u>\$ 6,497</u>
Expense per pupil	<u>\$ 6,531</u>	<u>\$ 6,849</u>	<u>\$ 6,729</u>	<u>\$ 6,145</u>
Student population	64,486	61,301	58,740	56,124

Fiscal Year Ending June 30,

2006	2005	2004	2003	2002	2001
\$ 210,181,919	\$ 189,801,783	\$ 175,794,023	\$ 171,268,542	\$ 166,655,802	\$ 154,854,107
7,469,016	7,120,350	6,717,735	6,245,088	6,004,583	5,637,027
13,962,178	12,265,069	11,494,762	11,030,085	10,162,189	8,598,561
1,084,328	1,018,030	1,069,320	991,405	813,339	1,003,061
16,019,661	15,278,227	14,087,085	12,825,066	13,410,248	12,920,583
1,487,000	1,447,101	1,388,203	1,337,069	1,311,706	1,212,747
23,623,378	21,363,860	19,026,906	18,441,627	18,299,010	18,166,923
10,869,267	9,835,766	8,982,711	8,167,672	8,094,643	6,905,111
3,993,885	3,765,643	3,693,099	3,454,922	3,665,382	2,918,342
14,542,698	13,083,817	12,992,515	12,653,346	11,302,946	9,951,611
13,211,871	13,076,464	12,658,142	11,193,538	9,615,657	8,996,391
<u>316,445,201</u>	<u>288,056,110</u>	<u>267,904,501</u>	<u>257,608,360</u>	<u>249,335,505</u>	<u>231,164,464</u>
1,457,000	1,093,539	1,012,348	1,052,799	807,365	922,921
699,693	623,138	588,542	548,537	495,083	416,401
7,096,973	6,059,748	5,967,748	4,926,325	4,939,712	4,576,754
76,913,518	69,381,963	64,287,872	62,077,218	59,751,266	51,217,179
8,077,381	7,544,930	6,703,439	6,556,199	6,309,586	6,915,159
<u>94,244,565</u>	<u>84,703,318</u>	<u>78,559,949</u>	<u>75,161,078</u>	<u>72,303,012</u>	<u>64,048,414</u>
(222,200,636)	(203,352,792)	(189,344,552)	(182,447,282)	(177,032,493)	(167,116,050)
87,723,116	79,222,062	72,936,568	61,368,249	57,099,637	51,747,753
140,991,167	129,733,200	123,194,351	117,479,719	121,554,039	113,155,238
5,782,639	3,435,343	2,283,251	3,176,995	4,552,031	6,254,556
2,204,514	2,179,396	2,786,665	2,604,234	2,499,519	1,981,126
-	2,749,662	4,108,995	-	-	-
<u>236,701,436</u>	<u>217,319,663</u>	<u>205,309,830</u>	<u>184,629,197</u>	<u>185,705,226</u>	<u>173,138,673</u>
<u>\$ 14,500,800</u>	<u>\$ 13,966,871</u>	<u>\$ 15,965,278</u>	<u>\$ 2,181,915</u>	<u>\$ 8,672,733</u>	<u>\$ 6,022,623</u>
\$ 1,917	\$ 1,754	\$ 1,674	\$ 1,499	\$ 1,460	\$ 1,399
3,676	3,526	3,408	3,462	3,599	3,369
449	386	391	324	291	268
<u>\$ 6,042</u>	<u>\$ 5,666</u>	<u>\$ 5,473</u>	<u>\$ 5,285</u>	<u>\$ 5,350</u>	<u>\$ 5,036</u>
<u>\$ 5,777</u>	<u>\$ 5,453</u>	<u>\$ 5,241</u>	<u>\$ 5,240</u>	<u>\$ 5,170</u>	<u>\$ 4,908</u>
54,773	52,825	51,118	49,159	48,226	47,096

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ALPINE SCHOOL DISTRICT
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

Fiscal Year Ended June 30,	General Fund				Total
	Reserved	Unreserved, Designated	Unreserved, Undesignated		
2010	\$ 22,381	\$ 22,794,396	\$ 11,101,773		\$ 33,918,550
2009	79,001	32,423,668	5,795,143		38,297,812
2008	182,031	33,279,024	2,527,519		35,988,574
2007	191,599	34,516,200	2,395,178		37,102,977
2006	21,043	28,738,870	791,079		29,550,992
2005	109,382	30,304,953	1,161,789		31,576,124
2004	253,233	29,882,992	1,230,771		31,366,996
2003	14,437	27,349,741	832,106		28,196,284
2002	64,864	24,860,931	719,055		25,644,850
2001	596,452	20,145,678	926,342		21,668,472

Fiscal Year Ended June 30,	All Other Governmental Funds				Total
	Reserved	Special Revenue	Unreserved Capital Projects	Debt Service	
2010	\$ 18,670,891	\$ 16,657,340	\$ 42,616,566	\$ 350,070	\$ 78,294,867
2009	48,587,128	14,963,036	74,975,217	2,334,769	140,860,150
2008	84,401,597	14,283,148	52,544,565	4,813,711	156,043,021
2007	81,874,761	13,085,752 (1)	15,569,466	6,276,808	116,806,787
2006	8,578,175	6,589,888	15,472,971	6,046,901	36,687,935
2005	30,877,300	5,221,481	26,264,273	4,177,855	66,540,909
2004	15,981,237	3,987,651	27,763,622	2,347,023	50,079,533
2003	26,613,422	4,031,977	49,010,903	1,526,097	81,182,399
2002	25,564,342	4,659,639	19,270,773	2,535,863	52,030,617
2001	3,030,371	4,795,606	27,910,012	1,975,633	37,711,622

(1) The student activities fund was reclassified from an agency fund to a special revenue fund beginning with fiscal year 2007.

ALPINE SCHOOL DISTRICT
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year Ended June 30,			
	2010	2009	2008	2007
Revenues:				
Property taxes	\$ 124,307,507	\$ 119,330,344	\$ 113,470,733	\$ 88,098,686
Earnings on investments	2,078,239	5,676,165	10,616,625	8,822,846
School lunch sales	7,676,932	7,908,196	7,762,416	7,440,798
Other local sources	21,189,513	20,965,509	17,950,071	17,555,028
State aid	246,211,375	247,764,341	256,045,054	218,533,717
Federal aid	46,450,209	48,087,481	26,444,973	24,983,843
Total revenue	<u>447,913,775</u>	<u>449,732,036</u>	<u>432,289,872</u>	<u>365,434,918</u>
Expenditures:				
Current:				
Instructional services	270,278,472	268,325,673	249,445,699	209,785,269
Supporting services:				
Students	10,263,980	10,289,459	9,392,787	8,174,664
Instructional staff	14,308,117	13,846,831	14,074,585	13,522,910
District administration	1,303,149	1,278,059	1,158,996	1,146,665
School administration	20,871,022	20,108,793	18,485,279	17,227,684
Business	1,770,063	1,841,221	1,707,208	1,581,662
Operation and maintenance				
of facilities	27,187,387	25,875,703	24,527,294	22,883,049
Transportation	12,108,576	11,958,027	11,208,947	9,907,912
Central	5,539,416	5,409,656	4,946,981	4,500,901
School lunch services	19,278,324	19,136,438	16,708,239	15,322,205
Capital outlay	86,060,155	111,752,364	92,079,099	27,671,181
Debt service:				
Principal retirement	30,030,000	30,815,000	28,270,000	23,255,000
Interest and fiscal charges	17,990,136	16,713,096	14,592,763	12,387,093
Bond selling expenditures	-	714,918	559,042	652,253
Total expenditures	<u>516,988,797</u>	<u>538,065,238</u>	<u>487,156,919</u>	<u>368,018,448</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(69,075,022)</u>	<u>(88,333,202)</u>	<u>(54,867,047)</u>	<u>(2,583,530)</u>
Other financing sources (uses):				
Transfers	-	-	-	-
General obligation bonds issued	-	68,000,000	84,000,000	78,000,000
Bond premium	-	1,730,481	1,540,407	2,635,570
Refunding bonds issued	-	-	-	32,830,000
Payment to refunded bond escrow agent	-	-	-	(33,585,609)
Equipment capital lease	-	-	4,456,022	-
Proceeds from sale of capital assets	2,130,477	5,729,088	2,992,449	5,420,654
Total other financing sources (uses)	<u>2,130,477</u>	<u>75,459,569</u>	<u>92,988,878</u>	<u>85,300,615</u>
Change in fund balances	<u>\$ (66,944,545)</u>	<u>\$ (12,873,633)</u>	<u>\$ 38,121,831</u>	<u>\$ 82,717,085</u>
Debt service as a percentage of noncapital expenditures	10.83%	11.00%	10.58%	10.23%

Fiscal Year Ended June 30,

2006	2005	2004	2003	2002	2001
\$ 88,176,182	\$ 79,003,896	\$ 72,886,489	\$ 61,318,480	\$ 56,626,841	\$ 51,455,076
5,760,435	3,422,753	2,272,729	3,012,981	4,346,791	6,351,427
7,096,973	6,059,748	5,967,748	4,926,325	4,939,712	4,576,754
5,012,804	4,591,989	5,134,085	4,922,570	4,460,823	3,895,075
201,343,226	186,245,773	174,195,358	170,171,470	173,544,750	158,655,928
24,614,296	20,390,320	19,975,304	15,926,666	13,273,318	11,962,950
<u>332,003,916</u>	<u>299,714,479</u>	<u>280,431,713</u>	<u>260,278,492</u>	<u>257,192,235</u>	<u>236,897,210</u>
191,377,102	172,246,333	159,646,723	153,193,606	150,016,750	135,933,242
7,469,016	7,120,350	6,717,735	6,245,088	6,004,583	5,637,027
13,962,178	12,265,069	11,494,762	11,030,085	10,162,189	8,598,561
980,621	912,301	867,318	790,055	728,555	762,873
15,919,864	14,768,301	13,749,792	12,834,755	12,475,213	12,050,660
1,487,000	1,447,101	1,387,450	1,336,112	1,308,441	1,209,482
22,229,047	20,228,989	18,170,148	17,631,231	17,565,299	17,369,813
9,083,682	8,369,828	7,750,331	7,008,247	6,836,127	6,087,322
3,947,620	3,721,912	3,690,648	3,450,357	3,658,980	2,868,237
14,427,648	13,047,511	13,198,877	12,865,769	10,774,098	9,453,974
49,202,367	38,311,989	77,111,072	77,992,806	40,846,429	25,411,617
22,990,000	18,265,000	15,620,000	15,735,000	11,395,000	10,350,000
13,591,661	12,750,262	12,402,730	10,400,502	9,465,562	8,848,288
-	165,971	625,877	858,019	-	150,317
<u>366,667,806</u>	<u>323,620,917</u>	<u>342,433,463</u>	<u>331,371,632</u>	<u>281,237,226</u>	<u>244,731,413</u>
<u>(34,663,890)</u>	<u>(23,906,438)</u>	<u>(62,001,750)</u>	<u>(71,093,140)</u>	<u>(24,044,991)</u>	<u>(7,834,203)</u>
-	-	(84,278)	-	-	(100,000)
-	35,815,000	24,100,000	93,830,000	40,000,000	-
-	608,787	7,045,493	6,250,229	902,435	-
-	-	59,260,000	22,262,259	-	17,238,868
-	-	(65,275,686)	(22,108,805)	-	(17,080,614)
2,660,000	-	2,062,496	1,980,513	1,228,434	2,143,185
125,784	4,153,155	6,961,571	117,867	209,497	15,068
<u>2,785,784</u>	<u>40,576,942</u>	<u>34,069,596</u>	<u>102,332,063</u>	<u>42,340,366</u>	<u>2,216,507</u>
<u>\$ (31,878,106)</u>	<u>\$ 16,670,504</u>	<u>\$ (27,932,154)</u>	<u>\$ 31,238,923</u>	<u>\$ 18,295,375</u>	<u>\$ (5,617,696)</u>
11.10%	10.89%	10.34%	10.13%	8.26%	8.82%

ALPINE SCHOOL DISTRICT
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Tax Years
December 31, 2000 through 2009

Tax Year	Centrally Assessed	Residential	Industrial & Commercial	Agriculture	Personal	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
2000	\$ 257,029,821	\$ 4,070,540,022	\$ 1,515,854,866	\$ 267,679,503	\$ 682,175,665	\$ 6,793,279,877	0.006884	\$ 10,087,177,129	67.35%
2001	297,597,414	4,763,575,105	1,666,192,823	290,650,392	879,615,876	7,897,631,610	0.006769	11,753,690,436	67.19%
2002	279,609,047	5,085,541,049	1,997,803,922	290,875,681	688,098,047	8,341,927,746	0.006953	12,467,274,182	66.91%
2003	299,189,487	5,403,206,322	1,993,566,450	286,436,336	566,796,118	8,549,194,713	0.007884	12,923,827,879	66.15%
2004	278,990,359	5,858,940,716	2,082,701,126	306,552,124	540,558,856	9,067,743,181	0.008119	13,772,781,752	65.84%
2005	272,715,208	6,593,227,352	2,194,956,473	288,246,220	521,015,725	9,870,160,978	0.008082	15,193,311,932	64.96%
2006	343,388,287	8,192,962,528	2,433,860,300	232,558,384	540,727,464	11,743,496,963	0.006883	18,357,993,974	63.97%
2007	430,180,964	11,308,280,687	3,012,149,038	244,223,701	611,872,119	15,606,706,509	0.006937	24,742,906,419	63.08%
2008	504,018,987	11,957,015,198	3,580,805,003	242,047,656	1,737,536,475	18,021,423,319	0.007057	27,683,315,024	65.10%
2009	536,522,796	10,579,575,070	4,427,303,227	159,852,498	1,373,678,250	17,076,931,841	0.007541	24,700,410,792	69.14%

Source: Property Tax Division, Utah State Tax Commission

Note: Total Taxable Assessed Values were calculated by reducing the fair market/market value of primary residential property by 45%, representing a partial property tax exemption for such property.

ALPINE SCHOOL DISTRICT
Principal Property Tax Payers
Current Year and Nine Years Ago

Taxpayer	December 31, 2009			December 31, 2000		
	Taxable Assessed Value	Rank	Percent of District's Total Taxable Value (1)	Taxable Assessed Value	Rank	Percent of District's Total Taxable Value (1)
PacifiCorp	\$ 241,515,681	1	1.3%	\$ 51,171,933	5	0.5%
IM Flash Technologies, LLC*	222,567,629	2	1.2%	-	-	-
Timpanogos Regional Hospital	49,741,991	3	0.3%	-	-	-
University Mall	34,164,109	4	0.2%	26,094,502	7	0.3%
Wal-Mart	32,465,286	5	0.2%	-	-	-
Canopy Properties	28,143,715	6	0.2%	-	-	-
Qwest Corp (3)	23,368,370	7	0.1%	51,287,023	4	0.5%
Cabelas Retail Inc	22,203,435	8	0.1%	-	-	-
GGP General Growth Properties	20,751,706	9	0.1%	-	-	-
Thanksgiving Park One LLC	18,423,376	10	0.1%	18,761,148	8	0.2%
Geneva Steel (2)	-	-	-	222,712,071	1	2.2%
Micron	-	-	-	212,053,512	2	2.1%
Novell	-	-	-	87,619,011	3	0.9%
Aire Liquide America Corp	-	-	-	31,423,895	6	0.3%
Mountain View Hospital Inc.	-	-	-	18,084,747	9	0.2%
Price Development Company	-	-	-	12,647,170	10	0.1%
	<u>\$ 693,345,298</u>		<u>3.8%</u>	<u>\$ 731,855,012</u>		<u>7.3%</u>
Taxable value	\$ 17,076,931,841			\$ 10,087,177,129		

Source: Utah County Assessor and State Tax Commission

(1) Excludes motor vehicles (fee-in-lieu and age based)

(2) Geneva Steel was taken off the tax records in 2003

(3) Qwest Communication was U.S. West Communications in 1999

*IM Flash Technologies is a joint venture of Micron Technology and Intel.

ALPINE SCHOOL DISTRICT
Direct and Overlapping Property Tax Rates
Last Ten Tax Years
(rate per \$1 of assessed value)

Fiscal Year Ended December 31,	Tax Rate Levied by Entity									
	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
District direct rates										
Basic program (1)	0.001433	0.001250	0.001311	0.001515	0.001720	0.001800	0.001825	0.001807	0.001785	0.001881
Voted leeway (2)	0.001600	0.001468	0.001400	0.001147	0.001263	0.001300	0.001300	0.001149	0.001218	0.001300
Board leeway (3)	0.000400	0.000391	0.000400	0.000353	0.000389	0.000400	0.000400	0.000354	0.000375	0.000400
Special transportation (4)	0.000122	0.000123	0.000135	0.000161	0.000177	0.000182	0.000180	0.000090	0.000095	0.000101
Recreation (5)	0.000097	0.000100	0.000100	0.000097	0.000107	0.000110	0.000109	0.000109	0.000116	0.000124
Tort liability (6)	0.000020	0.000020	0.000022	0.000028	0.000031	0.000032	0.000032	0.000032	0.000034	0.000036
Capital outlay (7)	0.000368	0.000349	0.000360	0.000019	0.000021	0.000022	0.000022	-	-	-
10% of basic/other (8)	0.000743	0.000718	0.000718	0.000819	0.000902	0.000929	0.000919	0.000592	0.000627	0.000669
Debt service (9)	0.002758	0.002638	0.002485	0.002744	0.003472	0.003344	0.003097	0.002820	0.002519	0.002373
Total Direct Rates	0.007541	0.007057	0.006931	0.006883	0.008082	0.008119	0.007884	0.006953	0.006769	0.006884
Overlapping Rates										
Utah County	0.000878	0.000809	0.000843	0.001079	0.001040	0.001065	0.001053	0.001034	0.001038	0.001116
Alpine City	0.001121	0.001029	0.001051	0.001091	0.001091	0.001298	0.001316	0.001298	0.001298	0.001504
American Fork	0.002423	0.002426	0.002213	0.002731	0.002276	0.002298	0.002345	0.002377	0.002115	0.002308
Cedar Fort	0.001280	0.001320	0.000954	0.000553	0.000559	0.000860	0.000876	0.000895	0.000874	0.000939
Cedar Hills	0.002768	0.002596	0.002616	0.002857	0.001690	0.001700	0.001898	0.002142	0.001566	0.001778
Draper City*	0.001818	0.001528	0.001616	0.001274	0.001469	0.001327	0.001354	0.001337	0.001365	0.001122
Eagle Mountain	0.001400	0.001230	0.001163	0.001747	0.001789	0.001861	0.001692	0.001021	0.001041	0.001241
Highland City	0.001804	0.001565	0.001420	0.001390	0.001459	0.001445	0.001460	0.001434	0.001461	0.001574
Lehi City	0.001789	0.001901	0.001834	0.002604	0.002663	0.002462	0.002541	0.002452	0.002552	0.002486
Lindon City	0.001686	0.001296	0.001390	0.001702	0.001862	0.001837	0.001874	0.001880	0.002018	0.002144
Saratoga Springs	0.002436	0.002019	0.009330	0.001331	0.001358	0.001559	0.001561	0.001495	0.001748	0.002015
Orem City	0.001676	0.001578	0.001670	0.002045	0.002036	0.001800	0.001698	0.001677	0.001727	0.001850
Pleasant Grove City	0.001943	0.001806	0.001608	0.002033	0.002349	0.002477	0.002617	0.002638	0.002640	0.002847
Vineyard City	0.001695	0.001802	0.001485	0.001931	0.002037	0.004736	0.002000	0.000998	0.000998	0.000877

Limitations per Utah State Statute:

- (1) Rate established annually by Utah State Legislature
- (2) Maximum rate is 0.001600
- (3) Maximum rate is 0.000400
- (4) Maximum rate is 0.000300
- (5) No maximum rate
- (6) Maximum rate is 0.000100
- (7) Maximum rate is 0.002400
- (8) Maximum rate based on formula and changes annually
- (9) No maximum rate, but must have voter approval for bonds issued

Source: Utah Foundation *Statistical Review of Government in Utah* as compiled from property tax records of the Utah State Tax Commission and Utah Taxpayers.

* Part of Draper City is located in Salt Lake County.

ALPINE SCHOOL DISTRICT
Property Tax Levies and Collections
Last Ten Tax Years
December 31, 2000 through 2009

	Taxes Levied For The Calendar Year	Collected within the Calendar Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2000	\$ 43,997,027	\$ 40,362,660	91.74%	\$ 3,224,406	\$ 43,587,066	99.07%
2001	49,306,875	43,647,487	88.52%	3,775,275	47,422,762	96.18%
2002	53,769,306	48,184,905	89.61%	4,346,537	52,531,442	97.70%
2003	63,257,573	56,932,644	90.00%	4,915,427	61,848,071	97.77%
2004	68,895,087	62,863,064	91.24%	5,296,307	68,159,371	98.93%
2005	75,265,951	69,322,754	92.10%	5,267,764	74,590,518	99.10%
2006	77,549,637	70,575,201	91.01%	5,618,216	76,193,417	98.25%
2007	102,988,010	93,452,404	90.74%	7,257,609	100,710,013	97.79%
2008	113,567,937	99,007,960	87.18%	6,982,166	105,990,125	93.33%
2009	116,981,078	103,487,069	88.46%	1,337,508	104,824,577	89.61%

* Source: Utah County Treasurer's Office, summary, redemption and delinquent reports

This schedule recognizes collections on a calendar year (tax year) basis, whereas property tax collections reported in the basic financial statements are on a fiscal year basis.

ALPINE SCHOOL DISTRICT
Ratios of Outstanding Debt
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Outstanding General Obligation Bonds	Amount in Debt Service Fund	General Bonded Debt As Percentage of Taxable Value	Net Bonded Debt Per Capita	Net Bonded Debt Per Student	Capital Leases	Total Net Debt	Percentage of Personal Income	Debt As Percentage of Taxable Value
2001	\$ 159,795,000	\$ 1,975,633	2.35%	\$ 849	\$ 3,358	\$ 1,524,265	\$ 159,343,632	4.27%	2.35%
2002	188,400,000	2,535,863	2.39%	964	3,863	1,694,000	187,558,137	4.83%	2.37%
2003	267,365,000	1,526,097	3.21%	1,336	5,450	2,458,705	268,297,608	6.57%	3.22%
2004	275,280,000	2,347,023	3.22%	1,247	5,412	2,573,368	275,506,345	6.16%	3.22%
2005	292,830,000	4,177,855	3.23%	1,266	5,525	-	288,652,145	5.87%	3.18%
2006	269,840,000	6,046,901	2.73%	1,110	4,854	1,800,000	265,593,099	5.09%	2.69%
2007	326,480,000	6,276,808	2.78%	1,277	5,734	1,110,000	321,313,192	5.59%	2.74%
2008	382,210,000	4,813,711	2.45%	1,453	6,478	4,120,000	381,516,289	6.73%	2.44%
2009	419,395,000	2,334,769	2.33%	1,575	6,878	2,509,000	419,569,231	8.45%	2.33%
2010	389,365,000	350,070	2.28%	1,270	6,102	-	389,014,930	6.42%	2.28%

Note: Details regarding the District's outstanding debt can be found in the notes to the financial statements.

ALPINE SCHOOL DISTRICT
Overlapping and Underlying General Obligation Debt
Year Ended June 30, 2010

Taxing Entity	To 2009 Final Taxable Value (1)	Board's Portion of Taxable Value	Board's Percentage of Taxable Value	Entity's Outstanding General Obligation Debt	Board's Portion of General Obligation Debt
Overlapping:					
State of Utah.....	\$ 200,432,558,302	\$ 17,076,931,841	8.5%	\$ 2,299,300,000	\$ 195,901,253
CUWCD (2) (3).....	114,819,794,087	17,076,931,841	14.9%	302,900,000	45,049,747
Utah County.....	27,708,442,887	17,076,931,841	61.6%	6,695,000	4,126,181
Total Overlapping.....					<u>245,077,181</u>
Underlying:					
Orem City.....	4,641,574,097	4,641,574,097	100.0%	17,665,000	17,665,000
Draper City (3).....	3,733,217,397	197,580,100	5.3%	5,660,000	299,555
American Fork City (4).....	1,653,076,593	1,653,076,593	100.0%	60,619,000	-
Pleasant Grove City.....	1,461,200,210	1,461,200,210	100.0%	4,642,000	4,642,000
Highland City (4).....	964,183,799	964,183,799	100.0%	4,178,390	-
Cedar Hills.....	407,062,425	407,062,425	100.0%	5,795,000	5,795,000
Total Underlying.....					<u>28,401,555</u>
Total Overlapping and Underlying General Obligation Debt.....					<u>\$ 273,478,736</u>
Total Overlapping General Obligation Debt (excluding the State) (5).....					<u>\$ 49,175,928</u>
Total Direct General Obligation Bonded Indebtedness.....					<u>\$ 389,365,000</u>
Total Direct and Overlapping General Obligation Debt (excluding the State) (5).....					<u>\$ 438,540,928</u>

Notes:

- (1) Source: Utah State Tax Commission TC-233b reports. Taxable value used in this table excludes the taxable value used to determine uniform fees on tangible personal property.
- (2) Central Utah Water Conservancy District ("CUWCD") outstanding general obligation bonds are limited ad valorem tax bonds. By law CUWCD may levy a tax rate of up to .000400 to pay for operation and maintenance expenses and any outstanding limited ad valorem tax bonds.
- (3) CUWCD and Draper City are located in multiple counties. Overlapping debt is based solely on the portion of value within District boundaries.
- (4) All or portions of these governmental entities' outstanding general obligation debt are supported by user fee revenues from water or sewer. The Board's portion of overlapping general obligation debt does not include "user fee revenue" supported general obligation debt.
- (5) The State's general obligation debt is not included in overlapping debt because the State currently levies no property tax for payment of general obligation bonds.

Alpine School District
Debt Service Schedule of Outstanding General Obligation Bonds (Fiscal Year)
As of June 30, 2010

Year Ending June 30,	Series 2009		Series 2008		Series 2007		Series 2005		Series 2004B		Series 2004A	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2011	\$ 2,625,000	\$ 2,719,750	\$ 4,775,000	\$ 3,191,000	\$ 4,565,000	\$ 4,173,863	\$ 1,185,000	\$ 1,175,038	\$ 1,525,000	\$ 748,463	\$ 4,645,000	\$ 2,753,375
2012	2,950,000	2,641,000	4,950,000	3,000,000	4,745,000	3,991,263	1,225,000	1,133,563	1,585,000	687,463	9,385,000	2,541,250
2013	3,050,000	2,552,500	5,125,000	2,839,125	10,510,000	3,801,463	1,270,000	1,087,625	1,650,000	624,063	9,805,000	2,091,500
2014	3,125,000	2,461,000	5,300,000	2,672,563	10,955,000	3,366,975	1,315,000	1,040,000	1,715,000	556,000	10,270,000	1,616,250
2015	3,225,000	2,351,625	5,475,000	2,487,063	11,405,000	2,918,263	1,370,000	987,400	1,800,000	470,250	10,775,000	1,102,750
2016	3,375,000	2,222,625	5,675,000	2,281,750	11,860,000	2,430,350	1,425,000	932,600	1,890,000	380,250	11,280,000	564,000
2017	3,500,000	2,087,625	5,900,000	2,068,938	12,390,000	1,907,525	9,920,000	875,600	5,715,000	285,750	-	-
2018	3,650,000	1,947,625	6,125,000	1,832,938	5,795,000	1,360,225	10,640,000	478,800	-	-	-	-
2019	3,775,000	1,801,625	6,375,000	1,587,938	6,080,000	1,072,475	-	-	-	-	-	-
2020	3,950,000	1,650,625	6,650,000	1,317,000	6,350,000	806,475	-	-	-	-	-	-
2021	4,100,000	1,492,625	6,950,000	1,017,750	6,600,000	552,475	-	-	-	-	-	-
2022	4,300,000	1,287,625	7,250,000	705,000	6,875,000	281,875	-	-	-	-	-	-
2023	4,525,000	1,072,625	7,575,000	378,750	-	-	-	-	-	-	-	-
2024	4,700,000	891,625	-	-	-	-	-	-	-	-	-	-
2025	4,900,000	691,875	-	-	-	-	-	-	-	-	-	-
2026	5,125,000	471,375	-	-	-	-	-	-	-	-	-	-
2027	5,350,000	240,750	-	-	-	-	-	-	-	-	-	-
	<u>\$ 66,225,000</u>	<u>\$ 28,584,500</u>	<u>\$ 78,125,000</u>	<u>\$ 25,379,815</u>	<u>\$ 98,130,000</u>	<u>\$ 26,663,227</u>	<u>\$ 28,350,000</u>	<u>\$ 7,710,626</u>	<u>\$ 15,880,000</u>	<u>\$ 3,752,239</u>	<u>\$ 56,160,000</u>	<u>\$ 10,669,125</u>
Year Ending June 30,	Series 2003		Series 2002		Series 2001A		Total		Total		Total	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2011	\$ 3,425,000	\$ 1,420,200	\$ 5,075,000	\$ 520,000	\$ 4,325,000	\$ 216,250	\$ 32,145,000	\$ 16,917,938	\$ 49,062,938	\$ 49,062,938	\$ 49,062,938	\$ 49,062,938
2012	3,535,000	1,308,888	5,325,000	266,250	-	-	33,700,000	15,569,675	49,269,675	49,269,675	49,269,675	49,269,675
2013	3,650,000	1,194,000	-	-	-	-	35,060,000	14,190,275	49,250,275	49,250,275	49,250,275	49,250,275
2014	3,830,000	1,011,500	-	-	-	-	36,510,000	12,724,288	49,234,288	49,234,288	49,234,288	49,234,288
2015	4,025,000	820,000	-	-	-	-	38,075,000	11,137,350	49,212,350	49,212,350	49,212,350	49,212,350
2016	4,225,000	618,750	-	-	-	-	39,730,000	9,430,325	49,160,325	49,160,325	49,160,325	49,160,325
2017	4,430,000	407,500	-	-	-	-	41,855,000	7,632,938	49,487,938	49,487,938	49,487,938	49,487,938
2018	4,650,000	186,000	-	-	-	-	30,860,000	5,805,588	36,665,588	36,665,588	36,665,588	36,665,588
2019	-	-	-	-	-	-	16,230,000	4,462,038	20,692,038	20,692,038	20,692,038	20,692,038
2020	-	-	-	-	-	-	16,950,000	3,774,100	20,724,100	20,724,100	20,724,100	20,724,100
2021	-	-	-	-	-	-	17,650,000	3,062,850	20,712,850	20,712,850	20,712,850	20,712,850
2022	-	-	-	-	-	-	18,425,000	2,274,500	20,699,500	20,699,500	20,699,500	20,699,500
2023	-	-	-	-	-	-	12,100,000	1,451,375	13,551,375	13,551,375	13,551,375	13,551,375
2024	-	-	-	-	-	-	4,700,000	891,625	5,591,625	5,591,625	5,591,625	5,591,625
2025	-	-	-	-	-	-	4,900,000	691,875	5,591,875	5,591,875	5,591,875	5,591,875
2026	-	-	-	-	-	-	5,125,000	471,375	5,596,375	5,596,375	5,596,375	5,596,375
2027	-	-	-	-	-	-	5,350,000	240,748	5,590,748	5,590,748	5,590,748	5,590,748
	<u>\$ 31,770,000</u>	<u>\$ 6,966,838</u>	<u>\$ 10,400,000</u>	<u>\$ 786,250</u>	<u>\$ 4,325,000</u>	<u>\$ 216,250</u>	<u>\$ 389,365,000</u>	<u>\$ 110,728,863</u>	<u>\$ 500,093,863</u>	<u>\$ 500,093,863</u>	<u>\$ 500,093,863</u>	<u>\$ 500,093,863</u>

ALPINE SCHOOL DISTRICT
General Obligation Legal Debt Limit and Estimated Additional Debt Incurring Capacity
Last Ten Fiscal Years

Year Ended June 30,	Actual Market Value	Fee in lieu/ Age Based Taxable Value Estimate (1)	Fair Market Value for Debt Incurring Capacity	a Debt Limit- 4% of Fair Market Value (2)	b General Obligation Debt	c Amounts for Issuance Premium	d Deferred Amounts on Refunding	a-b-c+d Estimated Additional Debt Incurring Capacity	b+c-d/a Percentage of Debt to Debt Limit (3)
2001	\$ 10,087,177,129	\$ 451,297,923	\$ 10,538,475,052	\$ 421,539,002	\$ 159,795,000	\$ 293,130	\$ 176,427	\$ 261,627,299	37.94%
2002	11,753,690,436	804,939,067	12,558,629,503	502,345,180	188,400,000	1,091,395	-	312,853,785	37.72%
2003	12,467,274,182	1,027,315,476	13,494,589,658	539,783,586	267,365,000	7,727,965	926,023	265,616,644	50.79%
2004	12,923,827,879	851,817,216	13,775,645,095	551,025,804	275,280,000	13,654,904	5,496,204	267,587,104	51.44%
2005	13,772,781,752	754,440,505	14,527,222,257	581,088,890	292,830,000	13,061,309	4,270,368	279,467,949	51.91%
2006	15,193,311,932	737,152,836	15,930,464,768	637,218,591	269,840,000	11,826,441	3,083,943	358,636,093	43.72%
2007	18,357,993,974	986,599,179	19,344,593,153	773,783,726	326,480,000	12,039,025	3,575,356	438,840,057	43.29%
2008	24,742,906,419	983,700,866	25,726,607,285	1,029,064,291	382,210,000	12,158,367	2,553,547	637,249,471	38.07%
2009	27,683,315,024	977,541,924	28,660,856,948	1,146,434,278	419,395,000	12,394,056	1,625,378	716,270,600	37.52%
2010	24,700,410,792	944,080,031	25,644,490,823	1,025,779,633	389,365,000	10,824,732	762,930	626,352,831	38.94%

(1) For legal debt purposes only, in computing the fair market value of taxable property in the District, the fair market value of all tax equivalent property (which value includes the values of motor vehicles, watercraft, recreational vehicles and all other tangible personal property required to be registered with the State) is included as a part of the fair market value of the taxable property in the District.

(2) The general obligation indebtedness of the District is limited by Utah law to 4% of the fair market value of taxable property in the District. The legal debt margin (additional debt incurring capacity of the District) is based on estimated assessed value. As determined by the Utah State Auditor and Utah State Treasurer, the deferred amounts associated with debt issuances are to be included in the calculation of debt margin.

(3) For legal debt limit purposes under State law, the outstanding direct general obligation debt of the Board must be increased by the premium associated with debt issued and reduced by deferred amounts on refunding. As of June 30, 2010, general obligation debt is \$389,365,000 and the total premium is \$10,824,732, less the total deferred amount of \$762,930, resulting in total outstanding net direct debt of \$399,426,802. Outstanding net direct debt divided by the legal debt limit equals the percentage of debt to debt limit.

ALPINE SCHOOL DISTRICT
Demographic and Economic Statistics
Last Ten Fiscal Years

Year Ended June 30,	Alpine District Estimated Population (1)	Utah County Estimated Population (2)	Utah County Total Personal Income (2)	Utah County Per Capita Income (2)	Utah County Unemployment Rate (3)	Estimated Construction Within Utah County (4)	Percentage of Students of Minority Ancestry (1)
2001	185,947	390,447	\$ 7,842,908,889	\$ 20,087	3.8%	\$ 743,135,000	7.90%
2002	192,846	405,977	8,173,534,941	20,133	5.8%	824,155,000	8.83%
2003	199,028	423,286	8,679,902,716	20,506	5.3%	925,347,000	9.43%
2004	218,814	437,627	8,944,658,253	20,439	4.9%	889,518,000	9.79%
2005	228,037	456,073	9,840,231,048	21,576	4.0%	1,369,824,000	9.99%
2006	237,713	475,425	10,442,234,700	21,964	2.9%	1,854,104,000	10.01%
2007	250,724	501,447	11,486,144,982	22,906	2.5%	864,332,000	12.64%
2008	259,816	519,632	11,333,693,552	21,811	3.5%	757,504,000	11.69%
2009	264,753	531,442	9,967,726,152	18,756	6.2%	207,888,000	12.24%
2010	306,288	560,511	11,089,710,135	19,785	6.8%	229,197,000	12.39%

(1) Based on District estimates and data available to District personnel

(2) Economic Development Corporation of Utah/Bureau of Labor Statistics

(3) Department of Workforce Services

(4) University of Utah Bureau of Economic and Business Research

Certain data on this table are only available on a calendar year basis. The prior calendar year data is used for a given fiscal year. According to the State of Utah Economic and Demographic Projections the population of Utah County will reach 645,000 by the end of the year 2015.

ALPINE SCHOOL DISTRICT
Principal Employers
Current Year and Nine Years Ago

Employer	2010			2001		
	Approximate Number of Employees	Rank	Percentage of Utah County Employees (1)	Approximate Number of Employees	Rank	Percentage of Utah County Employees (2)
Brigham Young University	17,500	1	7.91%	15,000	1	8.61%
Alpine School District	6,000	2	2.71%	4,500	2	2.58%
Utah Valley Regional Hospital	4,500	3	2.03%	2,500	4	1.44%
Utah Valley University	2,500	4	1.13%	1,500	8	0.86%
Nebo School District	2,500	5	1.13%	2,500	6	1.44%
Provo City School District	2,500	6	1.13%	1,500	9	0.86%
Utah Office Supply	2,500	7	1.13%	-	-	-
State of Utah	1,500	8	0.68%	-	-	-
IM Flash Technologies	1,500	9	0.68%	-	-	-
Convergys Corporation	1,200	10	0.54%	1,200	10	0.69%
Geneva Steel				2,500	3	1.44%
Novell, Inc.				2,500	5	1.44%
University Mall				1,500	7	0.86%
Totals	42,200		19.07%	35,200		20.21%

(1) Utah County employment for 2010

221,313

(2) Utah County employment for 2001

174,155

ALPINE SCHOOL DISTRICT
Full-Time Equivalent (FTE) Employees
Last Ten Fiscal Years
June 30, 2001 through 2010

Position	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General Fund										
Superintendent	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Business Administrator	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Administrator	5.00	9.00	9.00	9.00	8.00	8.00	8.00	8.00	9.00	8.00
Supervisor-Director	15.21	14.20	15.20	14.20	17.20	17.20	16.20	17.95	18.95	17.20
Personnel Director	1.00	-	-	-	-	-	-	-	-	0.00
Administrative Assistant	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Public Information Spec.	0.75	-	-	-	-	-	-	-	-	0.00
Writing Assistant	-	1.00	1.00	1.00	-	-	-	-	-	0.00
Principal	54.05	54.05	56.05	59.05	62.05	62.05	64.05	64.05	66.05	70.55
Assistant Principal	35.88	35.38	34.00	35.00	36.00	40.00	40.00	42.00	48.00	44.50
Certified Teacher	2,008.07	2,078.99	2,078.28	2,182.16	2,277.32	2,374.61	2,416.92	2,501.64	2,611.78	2,690.96
Sabbatical Leave	2.50	1.00	1.00	2.50	3.00	2.50	2.50	0.00	3.00	0.50
Physical Therapist	1.00	1.00	1.80	1.80	1.80	1.80	1.80	1.80	1.80	1.80
Guidance Counselor	55.10	56.10	56.00	57.00	59.00	61.00	62.00	64.00	66.50	68.00
Occupational Therapist	2.50	2.45	3.25	4.25	4.45	4.45	5.20	5.45	7.10	7.10
Psychologist	18.05	16.60	16.20	18.50	20.60	20.80	20.80	20.40	23.40	23.30
Certified Media	15.00	15.00	15.00	16.00	17.00	17.00	18.00	18.00	18.00	19.00
Dept. Director/Supervisor	6.00	6.90	5.80	5.80	4.80	4.80	5.80	7.80	7.80	7.80
Accountant	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Secretary	133.50	136.25	138.25	142.25	148.75	154.25	156.25	156.75	159.75	165.75
Computer Program Director	1.00	1.00	1.00	1.00	1.00	1.00	1.00	-	-	0.00
Purchasing Agent	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Classified Technician	45.80	59.44	58.94	59.44	63.89	62.95	65.25	68.57	72.66	74.57
Campus Assistant	12.22	12.22	12.22	12.28	13.90	13.90	13.90	13.90	13.77	14.58
Contract Teacher Assistant	43.71	34.13	29.70	24.63	24.07	21.82	18.24	18.36	21.52	20.49
Media Specialist/Assistant	46.75	47.64	49.40	51.16	53.80	53.80	56.44	56.44	57.32	59.96
Transportation Director	0.80	0.80	0.80	0.80	0.80	0.80	0.80	0.80	0.80	0.80
Transportation Coordinator	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Driver Trainers	-	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Bus Driver	91.40	90.28	90.31	90.28	90.41	90.16	90.16	90.16	90.53	83.06
Sp-Ed Bus Assistant	15.41	12.16	12.16	10.84	10.84	9.22	7.97	7.53	6.78	6.78
Mechanic	6.00	6.00	6.00	6.00	6.00	6.00	6.00	7.00	8.00	7.00
Maintenance Coordinator	3.00	4.00	4.00	4.00	5.00	5.00	5.00	5.00	5.00	5.00
Head Custodian	56.00	56.00	58.00	60.00	63.00	63.00	66.00	66.00	68.00	71.00
Contract Maintenance	50.00	51.00	51.00	51.00	52.00	52.00	51.00	53.00	55.00	54.00
Contract Custodian	33.75	33.75	33.75	35.75	37.75	37.75	38.75	38.75	38.00	40.00
Equip Maintenance	3.00	1.00	1.00	1.00	1.00	1.00	-	-	-	0.00
Mail-Money Delivery	1.69	1.69	1.69	1.69	1.69	1.69	1.69	2.25	2.25	2.25
Total General Fund	2,773.14	2,850.03	2,851.80	2,969.38	3,096.12	3,199.55	3,250.72	3,346.60	3,491.76	3,574.95

Source: District records

ALPINE SCHOOL DISTRICT
Full-Time Equivalent (FTE) Employees (Continued)
Last Ten Fiscal Years
June 30, 2001 through 2010

Position	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Food Service Fund										
Director	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Coordinator	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Computer Technician	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Lunch Manager	53.63	53.63	55.75	48.63	47.79	51.15	53.67	54.51	55.35	57.87
Contract Lunch Worker	51.67	63.50	69.67	54.50	54.75	54.00	56.25	61.50	63.75	65.25
Lunch Money Delivery	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Secretary	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Total Food Service Fund	113.30	125.13	133.42	111.13	110.54	113.15	117.92	124.01	127.10	131.12
Non K-12 Program Fund										
Supervisor-Director	2.95	3.45	3.45	2.95	2.95	2.95	1.95	2.20	2.20	1.45
Certified Teacher	11.50	12.05	13.38	16.55	15.55	16.55	16.55	18.45	20.55	24.55
Psychologist	0.75	1.00	1.00	1.00	1.00	0.75	0.75	0.75	0.50	0.50
Secretary	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Contract Teacher Assistant	1.44	-	-	-	-	-	-	-	-	0.00
Early Retirement	1.00	1.00	-	-	-	-	-	-	-	0.00
Sp-Ed Bus Assistant	3.06	3.06	3.06	2.63	2.63	2.63	2.25	1.81	1.81	1.81
Total Non K-12 Program Fund	22.70	22.56	22.89	25.13	24.13	24.88	23.50	25.21	27.06	30.31
ATEC Fund										
Supervisor/Director	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Certified Teacher	-	-	-	-	0.50	0.50	0.50	0.50	-	0.00
ATEC Specialist	5.64	4.76	4.76	4.76	3.88	3.88	3.88	3.88	3.88	2.88
Custodian	-	-	-	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Total ATEC Fund	6.64	5.76	5.76	6.76	6.38	6.38	6.38	6.38	5.88	4.88
Industrial Insurance Fund										
Risk Manager	-	0.10	0.20	0.20	0.20	0.20	0.20	0.20	0.20	0.20
Classified Technician	0.70	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Total Industrial Insurance Fund	0.70	1.10	1.20	1.20	1.20	1.20	1.20	1.20	1.20	1.20
School Services Fund										
Classified Technicians	2.00	2.00	2.00	2.00	2.00	2.00	1.00	1.00	1.00	1.00
Warehouse Delivery	7.00	7.00	7.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00
Secretary	-	-	-	-	-	-	-	-	-	-
Total School Services Fund	9.00	9.00	9.00	8.00	8.00	8.00	7.00	7.00	7.00	7.00
Grand Total All Funds	2,925.48	3,013.58	3,024.07	3,121.60	3,246.37	3,353.16	3,406.72	3,510.40	3,660.00	3,749.46

Source: District records

ALPINE SCHOOL DISTRICT
Expenditures by Function - General Fund
Last Ten Fiscal Years
Year Ended June 30,

Function	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
Instruction	\$ 250,199,989 72.90%	\$ 244,435,135 73.02%	\$ 223,114,057 72.36%	\$ 185,541,887 70.23%	\$ 178,760,492 70.50%	\$ 162,290,140 69.87%	\$ 148,885,101 70.04%	\$ 141,928,853 70.22%	\$ 144,150,018 71.10%	\$ 131,421,981 70.71%
Support Services:										
Students	10,263,980 2.99%	10,289,459 3.07%	9,392,787 3.05%	8,174,664 3.09%	7,469,016 2.95%	7,331,759 3.16%	6,717,735 3.16%	6,245,088 3.09%	6,004,583 2.96%	5,637,027 3.03%
Instructional staff	14,308,117 4.17%	13,846,831 4.14%	14,074,585 4.56%	13,522,910 5.12%	13,962,178 5.51%	12,610,526 5.43%	11,494,762 5.41%	11,030,084 5.46%	10,162,189 5.01%	8,598,561 4.63%
General district administration	1,303,149 0.38%	1,278,059 0.38%	1,158,996 0.38%	1,146,665 0.43%	980,621 0.39%	932,110 0.40%	867,318 0.41%	790,056 0.39%	728,555 0.36%	762,873 0.41%
School administration	20,871,022 6.08%	20,108,793 6.01%	18,485,279 6.00%	17,227,684 6.52%	15,919,864 6.28%	15,067,461 6.49%	13,749,792 6.47%	12,834,754 6.35%	12,475,213 6.15%	12,050,660 6.48%
Business	1,770,063 0.52%	1,841,221 0.55%	1,707,208 0.55%	1,581,662 0.60%	1,487,000 0.59%	1,467,628 0.63%	1,387,450 0.65%	1,336,112 0.66%	1,308,441 0.65%	1,209,482 0.65%
Operation and maintenance of facilities	26,864,957 7.83%	25,569,198 7.64%	24,233,594 7.86%	22,602,429 8.55%	21,955,182 8.66%	20,585,273 8.86%	18,016,794 8.48%	17,483,753 8.65%	17,420,501 8.59%	17,228,930 9.27%
Transportation	12,108,576 3.53%	11,958,027 3.57%	11,208,947 3.64%	9,907,912 3.75%	9,083,682 3.58%	8,008,748 3.45%	7,750,331 3.65%	7,008,247 3.47%	6,836,127 3.37%	6,087,322 3.28%
Central	5,539,416 1.61%	5,409,656 1.62%	4,946,981 1.60%	4,500,901 1.70%	3,947,620 1.56%	3,991,796 1.72%	3,690,648 1.74%	3,450,358 1.71%	3,658,980 1.80%	2,868,237 1.54%
Total	\$ 343,229,269	\$ 334,736,379	\$ 308,322,434	\$ 264,206,714	\$ 253,565,655	\$ 232,285,441	\$ 212,559,931	\$ 202,107,305	\$ 202,744,607	\$ 185,865,073
October 1 Pupil Count	64,486	61,301	58,740	56,124	54,773	52,825	51,118	49,159	48,266	47,096
Average Expenditures Per Pupil	\$ 5,323	\$ 5,461	\$ 5,249	\$ 4,708	\$ 4,629	\$ 4,397	\$ 4,158	\$ 4,111	\$ 4,201	\$ 3,947

Note: The totals on percentages may not equal 100.00% due to rounding.
Source: District records

ALPINE SCHOOL DISTRICT
Expenditures by Function Per Pupil - General Fund
Last Ten Fiscal Years
Year Ending June 30,

Function	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
Instruction	\$ 3,880 72.90%	\$ 3,988 73.02%	\$ 3,797 72.36%	\$ 3,307 70.23%	\$ 3,263 70.50%	\$ 3,071 69.87%	\$ 2,913 70.04%	\$ 2,887 70.22%	\$ 2,987 71.10%	\$ 2,790 70.71%
Support Services:										
Students	159 2.99%	168 3.07%	160 3.05%	146 3.09%	136 2.95%	139 3.16%	131 3.16%	127 3.09%	124 2.96%	120 3.03%
Instructional staff	222 4.17%	226 4.14%	240 4.56%	241 5.12%	255 5.51%	239 5.43%	225 5.41%	224 5.46%	211 5.01%	183 4.63%
District administration	20 0.38%	21 0.38%	20 0.38%	20 0.43%	18 0.39%	18 0.40%	17 0.41%	16 0.39%	15 0.36%	16 0.41%
School administration	324 6.08%	328 6.01%	315 6.00%	307 6.52%	291 6.28%	285 6.49%	269 6.47%	261 6.35%	258 6.15%	256 6.48%
Business	27 0.52%	30 0.55%	29 0.55%	28 0.60%	27 0.59%	28 0.63%	27 0.65%	27 0.66%	27 0.65%	26 0.65%
Operation and maintenance of facilities	417 7.83%	417 7.64%	413 7.86%	402 8.55%	401 8.66%	389 8.86%	352 8.48%	356 8.65%	361 8.59%	366 9.27%
Transportation	188 3.53%	195 3.57%	191 3.64%	177 3.75%	166 3.58%	152 3.45%	152 3.65%	143 3.47%	142 3.37%	129 3.28%
Central	86 1.61%	88 1.62%	84 1.60%	80 1.70%	72 1.56%	76 1.72%	72 1.74%	70 1.71%	76 1.80%	61 1.54%
Total	<u>\$ 5,323</u>	<u>\$ 5,461</u>	<u>\$ 5,249</u>	<u>\$ 4,708</u>	<u>\$ 4,629</u>	<u>\$ 4,397</u>	<u>\$ 4,158</u>	<u>\$ 4,111</u>	<u>\$ 4,201</u>	<u>\$ 3,947</u>
October 1 Pupil Enrollment	64,486	61,301	58,740	56,124	54,773	52,825	51,118	49,159	48,266	47,096

Note: The totals on percentages may not equal 100.00% due to rounding.
Source: District records

ALPINE SCHOOL DISTRICT
Nutrition Services - Facts and Figures
Last Ten Fiscal Years
Year Ending June 30,

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
Number of schools participating in:						
Lunch - regular schedule	69	67	66	63	63	62
Lunch - year round	1	1	1	1	1	1
Breakfast program	69	65	66	61	61	61
Student lunches served:						
Free	1,686,990	1,316,484	1,118,190	1,107,371	1,210,039	1,208,101
Reduced	636,844	547,452	568,949	576,530	3,561,873	549,202
Fully paid	3,860,953	4,006,051	3,926,200	3,719,961	590,683	3,472,085
Total	<u>6,184,787</u>	<u>5,869,987</u>	<u>5,613,339</u>	<u>5,403,862</u>	<u>5,362,595</u>	<u>5,229,388</u>
Adult lunches served	126,047	124,086	113,091	109,279	105,138	105,877
Student breakfasts served:						
Free	612,539	487,801	382,309	387,367	408,310	382,439
Reduced	117,231	105,763	119,551	113,108	93,568	78,341
Fully paid	257,971	274,943	281,546	254,874	205,380	184,580
Total	<u>987,741</u>	<u>868,507</u>	<u>783,406</u>	<u>755,349</u>	<u>707,258</u>	<u>645,360</u>
Number of serving days:						
Regular schedule	179	177	179	177	177	177
Year-round schedule	147	195	195	195	195	195
Weighted average	179	177	179	177	177	177
Average daily participation:						
Student lunch	34,640	33,659	31,318	30,530	30,249	29,497
Adult lunch	706	712	631	617	593	597
Student breakfast	5,532	4,865	4,371	4,268	3,989	3,640
October 1 pupil count (kindergarten not included)	57,645	57,718	53,632	51,016	50,008	48,139
Percentage of students daily eating school lunch	60%	58%	58.39%	59.84%	60.49%	61.27%
October 1 count of benefits:						
Students on free lunch	9,260	8,829	8,580	7,648	10,170	9,985
Student on reduced lunch	3,862	3,746	4,406	4,106	4,749	4,410
Percentage of students on:						
Free lunch	16.06%	15.30%	16.00%	14.99%	20.34%	20.74%
Reduced lunch	6.70%	6.49%	8.22%	8.05%	9.50%	9.16%
Total	<u>22.76%</u>	<u>21.79%</u>	<u>24.21%</u>	<u>23.04%</u>	<u>29.83%</u>	<u>29.90%</u>

Source: District records

2004	2003	2002	2001
59	57	55	52
1	1	1	1
58	56	51	51
1,211,272	1,062,682	910,336	786,247
519,082	484,700	460,577	458,910
<u>3,256,138</u>	<u>3,357,148</u>	<u>3,313,110</u>	<u>3,081,479</u>
<u>4,986,492</u>	<u>4,904,530</u>	<u>4,684,023</u>	<u>4,326,636</u>
106,311	122,148	121,659	111,337
344,940	301,444	259,460	218,603
60,591	59,689	53,919	53,234
<u>151,116</u>	<u>158,821</u>	<u>145,166</u>	<u>140,069</u>
<u>556,647</u>	<u>519,954</u>	<u>458,545</u>	<u>411,906</u>
177	177	177	178
215	210	211	197
178	178	178	178
28,072	27,620	26,373	24,258
598	688	685	624
3,134	2,928	2,582	2,309
46,751	45,239	44,339	43,219
60.05%	61.05%	59.48%	56.13%
10,369	8,611	7,003	6,270
4,798	4,318	3,601	3,775
22.18%	19.03%	15.79%	14.51%
<u>10.26%</u>	<u>9.54%</u>	<u>8.12%</u>	<u>8.73%</u>
<u>32.44%</u>	<u>28.58%</u>	<u>23.92%</u>	<u>23.24%</u>

ALPINE SCHOOL DISTRICT
Student Enrollment Statistics
Last Ten Fiscal Years

Year Ended June 30,	Average Daily Membership *	Average Daily Attendance	Attendance Percentage	Official State October 1 Enrollment Count
2001	47,003	44,474	94.62%	47,096
2002	48,118	45,529	94.62%	48,266
2003	48,776	46,068	94.45%	49,159
2004	50,435	49,320	97.79%	51,118
2005	52,244	51,198	98.00%	52,825
2006	54,343	53,435	98.33%	54,773
2007	55,845	54,809	98.14%	56,124
2008	58,254	57,395	98.53%	58,740
2009	60,639	59,922	98.82%	61,301
2010	63,747	61,661	96.73%	64,486

* In Fiscal Year 2003 the State Office of Education changed how the District determined the average daily membership. The totals for years prior to fiscal year 2003 have been changed to reflect the new method of obtaining the information.

Source: District records, does not include youth-in-custody students.

ALPINE SCHOOL DISTRICT
History of High School Graduates
Last Ten School Years

School Year	American Fork High	Lehi High	Lone Peak High	Mt. View High	Orem High	Pleasant Grove High	Timpanogos High	Westlake High	Alternative Programs	Total
2001	305	287	464	443	460	378	497	-	112	2,946
2002	293	301	477	384	425	422	430	-	40	2,772
2003	291	310	467	371	358	401	388	-	16	2,602
2004	405	344	555	444	445	437	467	-	13	3,110
2005	340	340	485	375	357	420	368	-	5	2,690
2006	401	366	514	378	357	426	390	-	8	2,840
2007	431	418	556	369	323	436	369	-	51	2,953
2008	444	504	606	362	372	455	350	-	75	3,168
2009	427	524	604	368	288	436	358	-	30	3,035
2010	520	446	624	358	315	514	406	193	58	3,434

Source: District records

ALPINE SCHOOL DISTRICT
Budgeted Number of Students Per Teacher
Last Ten School Years

Grade	School Year									
	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
Kindergarten	23.0	23.0	23.0	23.0	23.0	23.0	23.0	23.0	23.0	23.0
1	21.1	21.1	21.1	21.1	21.1	21.1	21.1	21.1	21.1	21.1
2	21.1	21.1	21.1	21.1	21.1	21.1	21.1	21.1	21.1	21.1
3	24.7	24.7	24.7	24.7	24.7	24.7	24.7	24.7	24.7	24.7
4	24.7	24.7	24.7	24.7	24.7	24.7	24.7	24.7	24.7	24.7
5	26.8	26.8	26.8	26.8	26.8	26.8	26.8	26.8	26.8	26.8
6	26.8	26.8	26.8	26.8	26.8	26.8	26.8	26.8	26.8	26.8
7	27.5	27.5	27.5	27.5	27.5	27.5	27.5	27.5	27.5	27.5
8	27.5	27.5	27.5	27.5	27.5	27.5	27.5	27.5	27.5	27.5
9	27.5	27.5	27.5	27.5	27.5	27.5	27.5	27.5	27.5	27.5
10	25.5	25.5	25.5	25.5	25.5	25.5	25.5	25.5	25.5	25.5
11	25.5	25.5	25.5	25.5	25.5	25.5	25.5	25.5	25.5	25.5
12	25.5	25.5	25.5	25.5	25.5	25.5	25.5	25.5	25.5	25.5

Note: The amounts above represent budgeted ratios. Funding is provided to schools to allow for the above listed ratios. However, the schools have the option of using budgeted funds for other purposes that benefit students but may not decrease class sizes. For example, at the junior high levels staffing productivity models boost class sizes up to 34.5. Actual class sizes may be higher in various productivity models.

Source: District records

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ALPINE SCHOOL DISTRICT
Capital Asset Information
June 30, 2010

School	Total Sq. Feet	Total Classrooms	Site Acres	Year Built	Estimated 2009/10 Enrollment	Student Capacity
<u>Elementary Schools</u>						
Alpine Elementary	71,627	31	9.3	1965	652	775
Aspen Elementary	50,438	22	13.5	1980	511	550
Barratt Elementary	55,045	26	10.5	1977	641	650
Bonneville Elementary	68,469	33	11.2	1977	779	825
Cascade Elementary	55,613	26	9.5	1968	505	650
Cedar Ridge Elementary	74,982	37	10.1	1997	1,049	925
Cedar Valley Elementary	15,618	10	2.5	1907	151	250
Central Elementary	70,735	32	7.0	1950	540	800
Cherry Hill Elementary	70,028	34	10.0	1965	727	850
Deerfield Elementary	84,778	38	12.0	2002	972	950
Eaglecrest Elementary	76,549	39	10.0	1997	954	975
Eagle Valley Elementary	69,396	27	12.0	2004	1,226	675
Foothill Elementary	76,514	38	9.5	1999	624	950
Forbes Elementary	62,368	29	7.5	2003	610	725
Fox Hollow Elementary	87,724	35	9.5	2006	918	875
Freedom Elementary	89,805	43	10.2	2003	1,155	1,075
Geneva Elementary	61,169	26	9.6	1948	476	650
Greenwood Elementary	92,211	36	14.8	1956	612	900
Grovecrest Elementary	65,260	33	10.5	1955	733	825
Harvest Elementary	80,053	35	12.0	2006	1,049	875
Hidden Hollow Elementary	79,435	36	9.7	2008	1,048	875
Highland Elementary	71,055	34	12.0	1979	887	850
Hillcrest Elementary	53,113	24	10.8	1954	400	600
Legacy Elementary	77,886	37	10.0	1995	945	925
Lehi Elementary	58,559	30	10.6	1951	641	750
Lindon Elementary	63,156	29	8.9	1967	604	725
Manila Elementary	61,093	30	9.8	1983	815	750
Meadow Elementary	76,358	34	14.9	1981	964	850
Mount Mahogany Elementary	96,627	33	10.5	1999	983	825
North Point Elementary	78,900	30	12.0	2010	856	850
Northridge Elementary	74,668	32	10.5	1979	737	800
Orchard Elementary	59,510	29	8.0	1983	699	725
Orem Elementary	73,231	29	14.0	1972	639	725
Pony Express Elementary	88,308	44	11.8	2002	1,120	1,100
Ridgeline Elementary	80,900	32	12.0	2006	1,203	800
Rocky Mountain Elementary	71,150	29	9.5	1996	573	725
Sage Hills Elementary	78,900	30	8.3	2009	750	850
Saratoga Shores Elementary	78,922	34	11.7	2005	1,092	850
Scera Park Elementary	49,185	26	9.8	1962	425	650
Sego Lily Elementary	80,627	38	11.1	1956	995	950
Sharon Elementary	61,420	30	9.4	1954	449	750
Shelley Elementary	67,835	40	9.2	1966	1,082	1,000
Snow Springs Elementary	81,427	41	12.0	2000	959	1,025
Suncrest Elementary	59,055	33	8.0	1986	448	825
Valley View Elementary	65,388	24	8.6	1966	522	600

ALPINE SCHOOL DISTRICT
Capital Asset Information
June 30, 2010

School	Total Sq. Feet	Total Classrooms	Site Acres	Year Built	2009/10 Enrollment	Student Capacity
<u>Elementary Schools (Continued)</u>						
Vineyard Elementary	71,340	30	11.4	2004	677	750
Westfield Elementary	76,514	34	10.7	2000	864	850
Westmore Elementary	59,781	29	10.5	1950	436	725
Windsor Elementary	66,805	30	11.7	1956	585	750
<u>Junior High/Middle School</u>						
American Fork Jr.	198,612	68	25.9	1975	1,699	1,700
Canyon View Jr.	169,175	56	23.6	1984	1,142	1,400
Lakeridge Jr.	162,214	53	22.0	1975	1,196	1,325
Lehi Jr.	156,446	53	22.0	1987	1,311	1,325
Mountain Ridge Jr.	161,781	49	25.6	1993	1,318	1,225
Oak Canyon Jr.	162,981	53	26.3	1993	1,180	1,325
Orem Jr.	163,465	53	19.8	1963	858	1,325
Pleasant Grove Jr.	187,537	55	24.8	1975	1,386	1,375
Timberline Middle School	170,000	51	28.5	2003	1,364	1,275
Willowcreek Middle School	170,000	51	29.6	2004	1,692	1,275
<u>High School</u>						
American Fork High	270,049	85	46.0	1959	1,904	2,125
Lehi High	222,403	76	29.0	1959	1,609	1,900
Lone Peak High	292,187	81	41.4	1997	2,065	2,025
Mountain View High	285,661	62	30.2	1980	1,353	1,550
Orem High	273,884	79	34.3	1956	1,098	1,975
Pleasant Grove High	253,219	76	38.6	1959	1,823	1,900
Timpanogos High	275,387	81	36.8	1996	1,416	2,025
Westlake High	349,234	75	59.1	2009	1,721	2,000
<u>Speciality Schools</u>						
Dan Peterson	36,359	23	5.0	1981	109	625
East Shore/Summit	46,761	19	4.2	2005	449	475
ATEC	4,100	NA	2.0	1975	112	N/A
On-line School	NA	NA	NA	NA	382	N/A
Served by Appt(Sp Ed) PK-6	NA	NA	NA	NA	17	N/A
<u>Support Facilities</u>						
Warehouse - Lindon	27,000	NA	11.5	1995	NA	NA
Education Center	36,811	NA	5.0	1991	NA	NA
Clear Creek Camp	13,857	NA	695.0	1955	NA	NA
Transportation	21,509	NA	14.6	2003	NA	NA
Totals	<u>7,871,560</u>	<u>2,890</u>	<u>1,844</u>		<u>64,486</u>	<u>72,375</u>
Average year built				<u>1982</u>		
Source: District records						

ALPINE SCHOOL DISTRICT
Teacher Full-Time Equivalents By Education Lane and Step
June 30, 2010

Step	Lane I B.S. Degree	Lane II B.S. Degree + 20 Sem.Hrs.	Lane III B.S. Degree + 20 Sem.Hrs.	Lane IVA Master Equivalent	Lane IV M.S. Degree	Lane IVB Master Equiv. + 20 Sem. Hrs.	Lane V +M.S. Degree + 20 Sem. Hrs.	Lane VI M.S. Degree + 37 Sem. Hrs.	Lane VII Ph.D Degree	Grand Total
1	228.16		1.00	-	16.50	-	-	-	-	245.66
2	239.42	2.10	2.00	-	18.10	-	-	1.00	-	262.62
3	183.34	16.21	2.00	-	22.58	-	1.00	1.00	1.00	227.13
4	146.92	20.50	6.60	2.00	24.87	-	3.00	3.57	-	207.47
5	83.49	23.32	12.71	1.00	23.81	-	3.00	5.15	-	152.49
6	69.19	26.17	19.21	3.00	22.90	-	7.00	3.50	0.50	151.47
7	42.39	15.50	8.71	2.00	29.93	-	6.60	3.00	1.00	108.13
8	30.52	21.00	11.25	7.50	21.00	-	5.70	3.50	1.00	101.47
9	28.13	12.00	12.50	6.65	22.98	-	7.00	3.00	1.00	93.26
10	23.69	21.60	7.78	10.07	17.24	1.00	5.00	6.00	-	92.38
11	10.88	19.29	14.79	4.50	17.07	-	5.00	8.00	0.67	80.19
12	9.98	14.00	12.00	12.50	23.17	-	11.00	11.00	2.00	95.65
13	13.39	17.50	9.75	4.00	22.77	-	5.00	6.00	1.00	79.41
14	6.00	8.50	10.50	15.00	10.00	-	3.00	6.00	-	59.00
15	6.71	9.00	8.00	6.75	16.93	-	5.00	11.50	-	63.90
16	10.33	6.00	11.08	10.50	9.60	-	9.50	8.00	-	65.02
17	5.67	2.75	2.00	3.00	13.80	-	3.00	9.00	-	39.22
18	2.67	8.67	9.50	9.00	8.00	2.00	4.57	11.00	-	55.40
19	3.21	7.14	13.85	9.00	10.00	-	6.00	11.50	1.00	61.71
20	3.00	4.00	11.00	23.44	7.00	2.00	3.00	9.00	-	62.44
21	1.00	6.50	7.00	11.00	7.00	-	3.00	8.00	-	43.50
22	5.50	4.00	7.00	14.00	8.00	3.00	6.00	8.00	-	55.50
23	2.00	4.00	5.00	9.00	4.00	3.00	7.00	8.00	-	42.00
24	3.00	3.00	6.00	11.00	8.00	1.00	3.00	11.00	-	46.00
25	1.50	1.00	4.50	11.00	7.00	4.00	2.00	4.00	2.00	37.00
26	1.00	1.00	3.00	8.00	4.00	1.00	2.00	6.00	3.00	29.00
27	2.00	1.00	1.00	7.00	1.00	7.00	-	6.00	-	25.00
28	3.00	3.00	3.00	15.21	7.00	3.00	-	9.00	1.00	44.21
29	1.00	1.00	1.00	4.00	3.00	6.00	3.00	10.00	2.00	29.00
30	-	-	1.00	6.00	-	5.00	2.00	8.00	-	24.00
31	-	1.00	4.00	9.00	1.00	5.00	2.00	6.00	-	23.00
32	-	1.00	1.00	3.00	1.00	5.00	2.00	3.00	-	16.00
33	-	-	-	4.00	-	2.00	2.00	-	-	8.00
34	-	-	-	-	-	1.00	-	-	-	1.00
35	-	-	-	-	2.00	4.00	1.00	1.00	-	8.00
36	-	1.00	-	1.00	1.00	-	-	1.00	-	4.00
37	-	1.00	-	-	-	-	-	-	-	1.00
38	-	-	-	1.00	-	1.00	-	-	-	2.00
39	-	-	-	-	1.00	2.00	-	-	-	3.00
Total	1,167.11	283.74	229.75	244.12	413.25	53.00	128.37	209.72	16.17	2,745.23

Source: District records

ALPINE SCHOOL DISTRICT
Teachers' Salary Schedule
Fiscal Year 2009-2010

Step	Lane I		Lane II		Lane III		Lane IV		Lane V		Lane VI		Lane VII		Lane VIII		Lane IX			
	B.S. Degree	\$	B.S. Degree	\$	B.S. Degree	\$	B.S. Degree	\$	B.S. Degree	\$	M.S. Degree	\$	M.S. Degree	\$	M.S. Degree	\$	M.S. Degree	\$	Ph.D Degree	
	+20 Sem. Hrs.		+20 Sem. Hrs.		+37 Sem. Hrs.		+50 Sem. Hrs.		+70 Sem Hrs.**		+20 Sem. Hrs.		+20 Sem. Hrs.		+37 Sem. Hrs.		+37 Sem. Hrs.		Degree	
1	1.07	\$ 32,018	1.08	\$ 32,522	1.10	\$ 33,029	1.12	\$ 33,544	1.12	\$ 33,544	1.12	\$ 33,544	1.13	\$ 33,801	1.13	\$ 34,059	1.14	\$ 34,316		
2	1.09	32,726	1.11	33,405	1.13	34,002	1.16	34,775	1.16	34,775	1.16	34,775	1.18	35,290	1.19	35,805	1.21	36,320		
3	1.12	33,640	1.15	34,547	1.18	35,277	1.21	36,006	1.21	36,006	1.21	36,006	1.24	36,779	1.27	37,551	1.29	38,324		
4	1.14	34,144	1.17	35,174	1.20	35,950	1.24	37,237	1.24	37,237	1.24	37,237	1.27	38,268	1.31	39,301	1.34	40,331		
5	1.18	35,435	1.21	36,465	1.24	37,237	1.28	38,525	1.28	38,525	1.28	38,525	1.32	39,558	1.35	40,589	1.40	42,134		
6	1.22	36,722	1.27	38,010	1.30	39,043	1.35	40,589	1.35	40,589	1.35	40,589	1.39	41,619	1.42	42,652	1.47	44,197		
7	1.28	38,525	1.33	39,816	1.36	40,846	1.41	42,395	1.41	42,395	1.41	42,395	1.45	43,425	1.48	44,455	1.53	46,003		
8	1.34	40,331	1.39	41,619	1.42	42,652	1.47	44,197	1.47	44,197	1.47	44,197	1.51	45,228	1.54	46,261	1.59	47,806		
9	1.40	42,134	1.45	43,425	1.48	44,455	1.53	46,003	1.53	46,003	1.53	46,003	1.57	47,033	1.60	48,064	1.65	49,612		
10	1.46	43,940	1.51	45,228	1.54	46,261	1.59	47,806	1.59	47,806	1.59	47,806	1.63	48,838	1.66	49,870	1.71	51,415		
11	1.52	45,743	1.57	47,033	1.60	48,064	1.65	49,612	1.65	49,612	1.65	49,612	1.69	50,642	1.72	51,672	1.77	53,219		
12	1.58	47,548	1.67	50,127	1.69	50,642	1.74	52,189	1.74	52,189	1.74	52,189	1.77	53,219	1.81	54,250	1.86	55,798		
15					1.77	53,219	1.82	54,766	1.82	54,766	1.82	54,766	1.86	55,798	1.89	56,828	1.94	58,374		
18					1.88	56,313	1.91	57,343	1.91	57,343	1.91	57,343	1.94	58,374	1.98	59,407	2.03	60,952		
21					2.00	59,922	2.00	59,922	2.00	59,922	2.00	59,922	2.03	60,952	2.06	61,982	2.12	63,530		
24					2.11	63,315	2.11	63,315	2.11	63,315	2.11	63,315	2.13	63,830	2.16	64,860	2.21	66,409		
27					2.20	65,991	2.20	65,991	2.20	65,991	2.23	67,024	2.27	68,054	2.32	69,600				

Source: District records

ALPINE SCHOOL DISTRICT
Teacher Base Salaries,
Last Ten Fiscal Years

<u>Year Ended June 30,</u>	<u>Minimum Salary</u>	<u>Maximum Salary</u>	<u>Median District Salary (1)</u>	<u>Median State Salary (1)</u>
2001	\$ 23,991	\$ 57,123	\$ 36,129	\$ 36,441
2002	25,143	59,865	37,073	38,139
2003	25,143	59,865	37,521	38,040
2004	25,181	59,955	39,012	37,851
2005	25,334	60,320	38,628	38,789
2006	26,018	62,443	39,198	37,543
2007	26,798	64,315	40,380	41,242
2008	30,001	66,815	41,295	43,175
2009	32,018	69,600	42,266	45,923
2010	32,018	69,600	(2)	(2)

(1) Source: Utah State Office of Education (USOE)

(2) Amounts not yet published by USOE.

Note: Amounts represent base salary and do not include additional amounts for career ladder or fringe benefits such as health insurance, retirement, disability and so forth.

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ALPINE SCHOOL DISTRICT
Statement of Net Assets
Governmental Activities

	As of June 30,			
	2010	2009	2008	2007
Assets:				
Cash and investments	\$ 162,257,857	\$ 242,922,999	\$ 248,840,027	\$ 190,161,663
Accounts receivable:				
Property taxes	138,601,859	142,637,787	132,754,941	115,771,708
Other local	517,379	244,968	151,573	99,595
State	441,342	1,035,275	1,064,817	759,251
Federal	8,498,378	3,989,149	6,557,294	6,447,255
Notes receivable	1,948,084	2,153,459	2,360,328	2,522,953
Inventories	1,007,059	1,415,989	1,518,667	1,304,508
Bond issuance costs, net of accumulated depreciation	2,345,336	2,616,074	2,141,102	1,794,147
Net other postemployment benefit asset	5,528,259	998,161	200,542	-
Capital assets:				
Land, construction in progress, and water stock	150,741,508	209,270,574	120,478,564	47,299,392
Other capital assets, net of accumulated depreciation	422,003,244	307,218,496	313,657,716	326,646,601
Total assets	<u>893,890,305</u>	<u>914,502,931</u>	<u>829,725,571</u>	<u>692,807,073</u>
Liabilities:				
Accounts payable	9,767,381	14,881,516	13,574,447	4,500,821
Accrued interest	4,934,398	5,121,951	4,865,814	4,255,681
Accrued salaries	34,316,417	37,774,358	33,320,885	26,727,826
Unearned revenue:				
Property taxes	124,767,142	130,770,213	125,909,056	112,460,975
Other local	1,944,399	1,885,019	1,961,036	1,522,206
State	16,364,948	17,314,388	19,595,765	13,670,883
Federal	1,234	16,290	10,259	20,848
Noncurrent liabilities:				
Due and payable within one year	34,598,681	33,407,266	34,434,212	32,001,791
Due and payable in more than one year	367,507,693	401,788,929	363,703,620	306,490,398
Total liabilities	<u>594,202,293</u>	<u>642,959,930</u>	<u>597,375,094</u>	<u>501,651,429</u>
Net Assets:				
Invested in capital assets, net of related debt	206,211,275	164,908,707	128,165,403	116,932,458
Restricted for:				
Debt service	(522,996)	1,081,805	1,817,240	3,328,499
Capital projects	31,247,223	44,778,941	47,642,378	18,774,707
School lunch	7,415,476	6,488,505	7,007,328	6,171,964
Non K-12 programs	466,670	554,940	502,761	193,709
Alpine Transition & Employment Center	46,886	45,272	37,996	34,533
Alpine Education Foundation	2,992,205	2,839,640	2,775,476	2,556,434
Student activities	6,649,474	6,598,860	5,768,751	5,408,977 *
Unrestricted	45,181,799	44,246,331	38,633,144	37,754,363
Total net assets	<u>\$ 299,688,012</u>	<u>\$ 271,543,001</u>	<u>\$ 232,350,477</u>	<u>\$ 191,155,644</u>

*The student activities fund was reclassified from an agency fund to a special revenue fund beginning with fiscal year 2007.
Source: Information taken from the District's audited financial statements. This summary itself has not been audited.

<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
\$ 94,374,828	\$ 126,777,464	\$ 113,149,414	\$ 146,846,185	\$ 95,689,363	\$ 91,816,343
100,182,299	87,979,135	78,492,033	73,934,806	66,959,473	55,964,194
1,107,251	2,121,746	1,366,637	983,068	1,699,500	765,053
739,271	505,893	608,147	524,570	13,791,064	327,945
7,715,916	6,618,344	6,716,657	5,000,070	6,661,442	2,422,836
2,638,979	4,823,657	2,288,005	-	-	-
1,129,453	1,158,905	1,301,580	1,063,042	1,213,328	1,038,828
1,445,316	1,621,455	1,622,767	1,260,823	490,899	291,388
-	-	-	-	-	-
67,732,431	59,049,308	104,002,984	96,707,826	53,323,141	29,068,306
<u>310,258,119</u>	<u>296,830,232</u>	<u>239,375,811</u>	<u>193,825,813</u>	<u>181,529,960</u>	<u>186,063,987</u>
<u>587,323,863</u>	<u>587,486,139</u>	<u>548,924,035</u>	<u>520,146,203</u>	<u>421,358,170</u>	<u>367,758,880</u>
5,090,209	4,476,803	7,800,223	9,532,612	6,970,833	2,267,725
3,653,695	3,985,043	21,839,223	3,396,378	2,844,342	2,774,474
25,216,267	24,484,758	3,682,295	20,300,694	19,554,634	18,191,219
96,867,985	86,700,434	77,121,393	74,053,418	66,072,845	57,378,087
583,182	559,678	435,665	325,157	340,483	329,826
10,061,629	11,388,353	11,322,592	10,644,617	10,821,624	10,907,651
938	60,846	32,180	70,597	19,659	24,828
26,594,680	28,005,583	24,210,827	20,682,030	19,186,485	16,289,472
256,993,888	280,064,052	268,685,919	263,312,260	179,900,740	152,621,806
<u>425,062,473</u>	<u>439,725,550</u>	<u>415,130,317</u>	<u>402,317,763</u>	<u>305,711,645</u>	<u>260,785,088</u>
105,191,516	81,875,847	90,626,747	83,915,492	75,597,795	64,749,760
3,975,993	2,009,857	451,590	-	619,645	27,644
16,985,677	30,318,665	10,988,276	9,012,615	14,604,974	21,076,840
4,661,920	3,178,881	2,204,532	1,747,738	2,950,644	3,292,726
231,996	321,300	238,919	193,249	154,250	117,165
31,638	87,777	204,447	268,089	246,129	104,846
2,231,089	2,079,842	1,949,898	1,860,195	1,812,824	1,686,965
-	-	-	-	-	-
28,951,561	27,888,420	27,129,309	20,831,062	19,660,264	15,917,846
<u>\$ 162,261,390</u>	<u>\$ 147,760,589</u>	<u>\$ 133,793,718</u>	<u>\$ 117,828,440</u>	<u>\$ 115,646,525</u>	<u>\$ 106,973,792</u>

ALPINE SCHOOL DISTRICT
General Fund
Comparative Balance Sheets

	As of June 30,			
	2010	2009	2008	2007
Assets:				
Cash and investments	\$ 71,933,322	\$ 86,701,836	\$ 79,507,700	\$ 69,521,232
Accounts receivable:				
Property taxes	62,478,157	67,883,858	61,893,659	54,532,166
Other local	514,980	225,651	100,688	41,437
State	47,895	355,179	370,938	129,892
Federal	7,318,073	3,726,969	6,417,585	6,274,351
Due from other funds	2,239,276	1,304,001	1,365,985	1,193,030
Total assets	<u>144,531,703</u>	<u>160,197,494</u>	<u>149,656,555</u>	<u>131,692,108</u>
Liabilities and Fund Balances:				
Liabilities:				
Accounts payable	\$ 1,372,018	\$ 1,844,600	\$ 2,266,839	\$ 2,068,370
Accrued salaries	34,316,417	37,774,358	33,320,885	26,727,826
Due to other funds	4,188	6,968	24,183	30,868
Unearned revenue:				
Property taxes	60,850,080	66,800,842	60,622,427	54,007,037
Other local	328,326	270,540	273,283	266,015
State	13,740,890	15,202,374	17,150,105	11,468,167
Federal	1,234	-	10,259	20,848
Total liabilities	<u>110,613,153</u>	<u>121,899,682</u>	<u>113,667,981</u>	<u>94,589,131</u>
Fund balances:				
Reserved for:				
Encumbrances	22,381	79,001	182,031	191,599
Unreserved:				
Designated, reported in:				
General fund for:				
Undistributed reserve	16,000,000	16,000,000	16,000,000	13,800,000
School allocation for textbooks	1,973,193	1,885,431	1,664,121	1,102,432
Compensated absences	2,192,642	2,109,676	1,898,780	1,826,567
Early retirement incentive	-	-	-	382,595
Retirement healthcare benefit	2,628,561	12,428,561	10,706,155	10,706,155
Health and accident insurance	-	-	-	-
Medicare supplement benefit	-	-	3,009,968	6,698,451
Undesignated	11,101,773	5,795,143	2,527,519	2,395,178
Total fund balances	<u>33,918,550</u>	<u>38,297,812</u>	<u>35,988,574</u>	<u>37,102,977</u>
Total liabilities and fund balances	<u>\$ 144,531,703</u>	<u>\$ 160,197,494</u>	<u>\$ 149,656,555</u>	<u>\$ 131,692,108</u>

Source: Information taken from the District's audited financial statements. This summary itself has not been audited.

2006	2005	2004	2003	2002	2001
\$ 56,040,860	\$ 59,922,514	\$ 57,282,967	\$ 54,677,291	\$ 37,027,056	\$ 50,342,543
43,566,293	38,716,150	35,921,326	34,832,377	33,134,512	28,921,653
85,560	1,525,196	1,274,706	891,974	1,566,430	481,872
114,417	151,058	223,880	300,285	13,091,810	121,700
7,555,084	6,168,543	6,384,974	4,746,686	5,784,351	2,264,898
1,006,597	5,963	10,884	11,290	-	14,889
<u>108,368,811</u>	<u>106,489,424</u>	<u>101,098,737</u>	<u>95,459,903</u>	<u>90,604,159</u>	<u>82,147,555</u>
\$ 1,634,832	\$ 822,044	\$ 1,019,981	\$ 1,025,891	\$ 1,260,305	\$ 1,005,977
25,216,267	24,484,758	21,839,223	20,300,694	19,554,634	18,191,219
29,943	15,135	6,900	7,665	9,594	18,850
43,081,508	39,301,769	36,423,002	36,065,175	33,881,898	30,692,287
226,637	144,656	146,127	38,862	141,184	95,819
8,627,694	10,084,092	10,264,328	9,754,735	10,092,035	10,450,103
938	60,846	32,180	70,597	19,659	24,828
<u>78,817,819</u>	<u>74,913,300</u>	<u>69,731,741</u>	<u>67,263,619</u>	<u>64,959,309</u>	<u>60,479,083</u>
21,043	109,382	253,233	14,437	64,864	596,452
10,300,000	10,300,000	10,300,000	10,300,000	10,300,000	10,300,000
1,184,837	1,128,464	900,400	1,521,406	-	-
1,692,337	1,633,781	1,594,411	-	1,460,280	1,401,347
1,317,260	4,627,909	5,086,008	5,679,250	6,139,976	4,749,769
10,706,155	6,200,141	5,656,385	4,545,129	3,706,546	521,335
-	-	3,345,788	3,303,956	3,254,129	3,173,227
3,538,281	6,414,658	3,000,000	2,000,000	-	-
791,079	1,161,789	1,230,771	832,106	719,055	926,342
<u>29,550,992</u>	<u>31,576,124</u>	<u>31,366,996</u>	<u>28,196,284</u>	<u>25,644,850</u>	<u>21,668,472</u>
<u>\$ 108,368,811</u>	<u>\$ 106,489,424</u>	<u>\$ 101,098,737</u>	<u>\$ 95,459,903</u>	<u>\$ 90,604,159</u>	<u>\$ 82,147,555</u>

ALPINE SCHOOL DISTRICT
General Fund

Comparative Statements of Revenues, Expenditures, and Changes in Fund Balances

	Proposed Budget	Fiscal Year Ended June 30,		
	2011	2010	2009	2008
Revenues:				
Property taxes	\$ 59,784,650	\$ 59,353,557	\$ 54,989,695	\$ 53,456,131
Earnings on investments	825,000	893,895	2,141,497	4,348,392
Other local sources	3,425,685	4,071,459	5,161,311	3,158,033
State of Utah	252,414,833	239,085,483	238,277,535	234,855,581
Federal government	25,729,529	35,182,707	39,305,516	18,504,099
Total revenues	<u>342,179,697</u>	<u>338,587,101</u>	<u>339,875,554</u>	<u>314,322,236</u>
Expenditures:				
Instruction	241,457,317	250,199,989	244,435,135	223,114,055
Support services:				
Students	11,364,985	10,263,980	10,289,459	9,392,787
Instructional staff	15,090,462	14,308,117	13,846,831	14,074,585
District administration	1,333,202	1,303,149	1,278,059	1,158,996
School administration	22,499,483	20,871,022	20,108,793	18,485,279
Business	1,913,590	1,770,063	1,841,221	1,707,208
Operation and maintenance of facilities	31,493,518	26,864,957	25,569,198	24,233,594
Transportation	13,234,404	12,108,576	11,958,027	11,208,947
Central	6,066,965	5,539,416	5,409,656	4,946,983
Total expenditures	<u>344,453,926</u>	<u>343,229,269</u>	<u>334,736,379</u>	<u>308,322,434</u>
Excess of (deficiency) revenues over (under) expenditures	<u>(2,274,229)</u>	<u>(4,642,168)</u>	<u>5,139,175</u>	<u>5,999,802</u>
Other financing sources (uses):				
Transfers	50,000	262,906	(2,829,937)	(7,114,205)
Total other financing sources (uses)	<u>50,000</u>	<u>262,906</u>	<u>(2,829,937)</u>	<u>(7,114,205)</u>
Net change in fund balance	<u>(2,224,229)</u>	<u>(4,379,262)</u>	<u>2,309,238</u>	<u>(1,114,403)</u>
Fund balances - beginning	<u>28,556,325</u>	<u>38,297,812</u>	<u>35,988,574</u>	<u>37,102,977</u>
Fund balances - ending	<u>\$ 26,332,096</u>	<u>\$ 33,918,550</u>	<u>\$ 38,297,812</u>	<u>\$ 35,988,574</u>

2007	2006	2005	2004	2003	2002	2001
\$ 41,009,471	\$ 39,058,492	\$ 36,139,977	\$ 34,548,048	\$ 30,266,794	\$ 29,338,209	\$ 27,790,525
4,212,040	3,028,338	1,748,141	1,135,183	1,311,196	2,104,769	3,610,269
3,500,967	3,312,627	2,968,747	2,831,596	2,834,317	2,673,628	2,309,514
205,556,654	189,232,495	175,396,520	164,333,066	160,556,210	164,238,708	149,105,262
17,185,781	17,058,571	13,328,209	13,012,750	9,820,222	8,495,671	7,642,648
<u>271,464,913</u>	<u>251,690,523</u>	<u>229,581,594</u>	<u>215,860,643</u>	<u>204,788,739</u>	<u>206,850,985</u>	<u>190,458,218</u>
185,541,887	178,760,492	160,567,090	148,885,101	141,928,852	144,150,018	131,421,981
8,174,664	7,469,016	7,120,350	6,717,735	6,245,088	6,004,583	5,637,027
13,522,910	13,962,178	12,265,069	11,494,762	11,030,085	10,162,189	8,598,561
1,146,665	980,621	912,301	867,318	790,055	728,555	762,873
17,227,684	15,919,864	14,768,301	13,749,792	12,834,755	12,475,213	12,050,660
1,581,662	1,487,000	1,447,101	1,387,450	1,336,112	1,308,441	1,209,482
22,602,429	21,955,182	20,070,514	18,016,794	17,483,754	17,420,501	17,228,930
9,907,912	9,083,682	8,369,828	7,750,331	7,008,247	6,836,127	6,087,322
4,500,901	3,947,620	3,721,912	3,690,648	3,450,357	3,658,980	2,868,237
<u>264,206,714</u>	<u>253,565,655</u>	<u>229,242,466</u>	<u>212,559,931</u>	<u>202,107,305</u>	<u>202,744,607</u>	<u>185,865,073</u>
7,258,199	(1,875,132)	339,128	3,300,712	2,681,424	4,106,378	4,593,145
293,786	(150,000)	(130,000)	(130,000)	(130,000)	(130,000)	(130,000)
293,786	(150,000)	(130,000)	(130,000)	(130,000)	(130,000)	(130,000)
7,551,985	(2,025,132)	209,128	3,170,712	2,551,434	3,976,378	4,463,145
29,550,992	31,576,124	31,366,996	28,196,284	25,644,850	21,668,472	17,205,327
<u>\$ 37,102,977</u>	<u>\$ 29,550,992</u>	<u>\$ 31,576,124</u>	<u>\$ 31,366,996</u>	<u>\$ 28,196,284</u>	<u>\$ 25,644,850</u>	<u>\$ 21,668,472</u>

ALPINE SCHOOL DISTRICT
Historical Summaries of Taxable Values of Property
Tax Years Ended December 31, 2005 through 2009

	2009	2008	2007	2006	2005
	Taxable Value	Taxable Value	Taxable Value	Taxable Value	Taxable Value
	% of T.V.				
Set by County Assessor-Locally Assessed					
Real property:					
Primary residential	\$ 9,308,038,789	\$ 11,799,748,804	\$ 11,157,263,432	\$ 8,073,874,917	\$ 6,494,843,046
Other residential	1,271,536,281	157,266,394	151,017,255	119,087,611	98,384,306
Commercial and industrial	4,427,303,227	3,580,805,003	3,012,149,038	2,433,860,300	2,194,956,473
Agricultural and Farmland Assessment Act (FAA)	24,392,883	26,478,883	28,945,789	130,577,256	280,169,252
Unimproved non FAA	135,459,615	215,568,773	215,277,912	101,981,128	8,076,968
Total real property	15,166,730,795	15,779,867,857	14,564,653,426	10,859,381,212	9,076,430,045
Personal property:					
Primary mobile homes	9,546,596	9,229,946	9,203,125	10,510,319	11,230,342
Other business personal	1,364,131,654	1,728,306,529	602,668,994	530,217,145	509,785,383
Total personal property	1,373,678,250	1,737,536,475	611,872,119	540,727,464	521,015,725
Fee in lieu / age based property	996,525,383	1,051,279,838	1,048,398,519	1,079,296,552	892,314,783
Total locally assessed	17,536,934,428	18,568,684,170	16,224,924,064	12,479,405,228	10,489,760,553
Set by State Tax Commission-Centrally Assessed					
Total taxable value	536,522,796	504,018,987	430,180,964	343,388,287	272,715,208
Total taxable value (less fee in lieu / age based property)	\$ 18,073,457,224	\$ 19,072,703,157	\$ 16,655,105,028	\$ 12,822,793,515	\$ 10,762,475,761
	\$ 17,076,931,841	\$ 18,021,423,319	\$ 15,606,706,509	\$ 11,743,496,963	\$ 9,870,160,978

Source: Property Tax Division, Utah State Tax Commission.

ALPINE SCHOOL DISTRICT
Comparative Total Property Tax Rates Within the County
Last Ten Tax Years
(rate per \$1 of assessed value)

Tax Levying Entity	Total Tax Rate Within Taxing Area (1)									
	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
Alpine School District:										
Alpine City	0.010289	0.009499	0.009312	0.009621	0.010997	0.011230	0.011005	0.010027	0.009877	0.010032
American Fork City	0.011591	0.010896	0.010474	0.011261	0.012182	0.012230	0.012030	0.011106	0.010694	0.010832
Cedar Fort Town	0.009768	0.009768	0.009193	0.009055	0.010432	0.010757	0.010529	0.008693	0.009416	0.009419
Cedar Hills City	0.011936	0.011066	0.010877	0.011387	0.011596	0.011632	0.011587	0.010871	0.010450	0.010302
Draper City (2)	0.014406	0.012782	0.012604	0.012953	0.015429	0.011259	0.011043	0.010066	0.009944	0.009652
Eagle Mountain City	0.010544	0.009678	0.009402	0.012049	0.011662	0.011758	0.011345	0.009714	0.009583	0.009729
Fairfield Town (5)	0.011039	0.010501	0.011115	0.011870	0.009873	—	—	—	—	—
Highland City	0.010972	0.010035	0.009681	0.009920	0.011365	0.011377	0.011149	0.010163	0.010040	0.010102
Lehi City	0.010966	0.010379	0.010103	0.011145	0.012580	0.012404	0.012243	0.011194	0.011144	0.011026
Lindon City	0.010854	0.009766	0.009651	0.010232	0.011768	0.011734	0.011527	0.010573	0.010560	0.010629
City of Orem	0.010855	0.010059	0.009944	0.010589	0.011952	0.011740	0.011392	0.010411	0.010311	0.010829
Pleasant Grove City	0.011111	0.010276	0.009869	0.010563	0.012255	0.012409	0.012306	0.011367	0.011219	0.011372
City of Provo (3)	0.011451	0.010570	0.010475	0.011224	0.012764	—	—	—	—	—
Saratoga Springs City	0.011604	0.010489	0.009194	0.009833	0.011264	0.011456	0.011214	0.010188	0.010290	0.010760
Vineyard Town	0.010863	0.010272	0.009746	0.010461	0.011943	0.014633	0.011653	0.009691	0.009540	0.009620
Unincorporated Areas (4)	0.012665	0.015230	0.010267	0.010702	0.012147	0.012160	0.012003	0.010999	0.010915	0.011180
Provo City School District:										
City of Provo	0.010549	0.009727	0.008777	0.010488	0.010806	0.010885	0.010616	0.010564	0.010428	0.010520
Nebo School District:										
Elk Ridge City	0.012647	0.011309	0.011107	0.012471	0.013203	0.013234	0.012160	0.011787	0.011849	0.011590
Genola Town	0.013256	0.011511	0.010436	0.011356	0.012055	0.012096	0.010922	0.010630	0.010722	0.010560
Goshen Town	0.011282	0.009867	0.009793	0.010683	0.011364	0.011396	0.010230	0.009977	0.010105	0.009880
Mapleton City	0.013389	0.012196	0.011412	0.012346	0.013581	0.013599	0.012469	0.012118	0.012217	0.012070
Payson City	0.011517	0.010713	0.010626	0.011807	0.012569	0.012604	0.011440	0.011166	0.011373	0.011230
City of Provo (3)	0.012611	0.011663	0.011688	—	—	—	—	—	—	—
Salem City	0.011532	0.010611	0.010619	0.011831	0.012587	0.012620	0.011268	0.011206	0.011355	0.011240
Santaquin City	0.011875	0.010975	0.010888	0.012198	0.012953	0.012986	0.011815	0.011546	0.011619	0.011520
Spanish Fork City	0.011380	0.010574	0.010596	0.011479	0.012327	0.012345	0.011159	0.010865	0.011034	0.010940
Springville City	0.012263	0.011354	0.010857	0.012142	0.012899	0.012871	0.011664	0.011394	0.011664	0.011510
Woodland Hills City	0.014834	0.013141	0.012302	0.012033	0.012712	0.012826	0.011555	0.011601	0.011723	0.011680
Unincorporated Areas (4)	0.015496	0.012879	0.012327	0.013275	0.013931	0.013288	0.012206	0.011903	0.012092	0.01189

Notes:

- (1) These tax rates represent a taxing district within the city or town with the highest combined total tax rates of all overlapping taxing districts.
- (2) A portion of the city is also located in Salt Lake County.
- (3) A small portion of the city lies within Alpine School District and Nebo School District. Data is not available for years not presented.
- (4) These tax rates represent a taxing district within the unincorporated municipalities within the County with the highest combined total tax rates of all overlapping taxing districts.
- (5) Data is not available for years not presented.

ALPINE SCHOOL DISTRICT
Debt Ratios
Year Ended June 30, 2010

	To 2009 Final Taxable Value (1)	To 2009 Final Market Value (2)	To 2009 Population Estimate Per Capita (3)
Direct General Obligation Debt	2.28%	1.58%	\$ 1,465
Direct and Overlapping General Obligation Debt	2.57%	1.78%	1,650

Notes:

- (1) Based on a 2009 finalized year end Taxable Value of \$17,076,931,841, which value *excludes* the taxable value used to determine uniform fees on tangible property.
- (2) Based on a 2009 finalized year end Market Value of \$24,700,410,792, which value *excludes* the taxable value used to determine uniform fees on tangible property.
- (3) Based on 2009 population estimate of 265,721 (50% of the County's 2009 population estimate of 531,442 by the Utah Population Estimates Committee).