



Yukon-Koyukuk School District

Basic Financial Statements, Required
Supplementary Information, Supplementary
Information and Single Audit Reports
Year Ended June 30, 2015

(With Independent Auditor's Report Thereon)

Yukon-Koyukuk School District

Basic Financial Statements, Required Supplementary Information,
Supplementary Information and Single Audit Reports

Year Ended June 30, 2015

(With Independent Auditor's Report Thereon)

Yukon-Koyukuk School District

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3601 C Street, Suite 600
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Independent Auditor's Report

Members of the School Board
Yukon-Koyukuk School District
Fairbanks, Alaska

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Yukon-Koyukuk School District, as of and for the year ended June 30, 2015, and the related notes to the financial statements which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Yukon-Koyukuk School District, as of June 30, 2015, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

As discussed in Note 15 to the financial statements, in 2015 the District adopted the provisions of Governmental Accounting Standards Board (GASB) Statement Number 68, *Accounting and Financial Reporting for Pensions*. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that, the budgetary comparison information on page 36, and the Schedules of Net Pension Liability, and Pension Contributions on pages 37 through 40, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Management has omitted the Management's Discussion and Analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Yukon-Koyukuk School District's basic financial statements. The accompanying Schedule of Expenditures of Federal Awards, the Schedule of State Financial Assistance, and the combining and individual fund financial statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The Schedule of Expenditures of Federal Awards and the Schedule of State Financial Assistance are required by OMB Circular A-133, *Audits of States*,

Local Governments, and Non-Profit Organizations and the State of Alaska Audit Guide and Compliance Supplement for State Single Audits, respectively.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 10, 2015 on our consideration of Yukon-Koyukuk School 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Yukon-Koyukuk School District's internal control over financial reporting and compliance.

BDO USA, LLP

Anchorage, Alaska
December 10, 2015

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Basic Financial Statements

Yukon-Koyukuk School District

Statement of Net Position

<i>June 30, 2015</i>	Governmental Activities
Assets and Deferred Outflows	
Current Assets	
Cash and cash equivalents	\$ 3,289,146
Accounts receivable	968,093
Inventory	300,581
Capital assets:	
Nondepreciable	1,739,692
Depreciable	45,457,797
Accumulated depreciation	(15,959,760)
Total Assets	35,795,549
Deferred Outflows - pension related	410,227
Total Assets and Deferred Outflows	\$ 36,205,776
Liabilities , Deferred Inflows and Net Position	
Liabilities	
Accounts payable	\$ 455,911
Accrued payroll and payroll liabilities	431,953
Health insurance claims payable	390,541
Unearned revenue	234,305
Noncurrent liability due in more than one year - net pension liability	4,554,644
Total Liabilities	6,067,354
Deferred Inflows - pension related	496,919
Net Position	
Net investment in capital assets	31,237,729
Restricted	458,485
Unrestricted (deficit)	(1,596,226)
Total Net Position	29,641,503
Total Liabilities, Deferred Inflows and Net Position	\$ 36,205,776

See accompanying notes to basic financial statements.

Yukon-Koyukuk School District

Statement of Activities

Year Ended June 30, 2015	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contri- butions	Capital Grants and Contri- butions	
Governmental Activities					
Instruction	\$ 12,796,970	\$ 234,663	\$ 9,653,209	\$ -	\$ (2,909,098)
Special education instruction	1,609,122	-	(782,509)	-	(2,391,631)
Special education support services - students	270,950	-	(126,760)	-	(397,710)
Support services - students	1,747,305	-	112,695	-	(1,634,610)
Support services - instruction	1,426,889	-	(631,106)	-	(2,057,995)
School administration	1,167,257	-	(580,751)	-	(1,748,008)
School administration support services	647,834	-	(153,435)	-	(801,269)
District administration	725,984	-	(258,955)	-	(984,939)
District administration support services	1,412,855	-	146,845	-	(1,266,010)
Operations and maintenance of plant	3,706,999	186,669	(41,240)	-	(3,561,570)
Student activities	120,541	-	(7,790)	-	(128,331)
Student transportation	90,531	-	83,959	-	(6,572)
Food services	318,469	1,495	163,833	-	(153,141)
Expendable trust	12,000	-	-	-	(12,000)
Construction and facilities acquisition	(46,711)	-	-	242,608	289,319
Total Governmental Activities	\$ 26,006,995	\$ 422,827	\$ 7,577,995	\$ 242,608	(17,763,565)
General Revenues					
Unrestricted investment and interest earnings					6,847
E-rate					1,582,788
Grants not restricted to specific programs					14,403,442
Other					219,856
Total General Revenues					16,212,933
Change in net position					(1,550,632)
Net Position, beginning of year as restated (Note 15)					31,192,135
Net Position, end of year					\$ 29,641,503

See accompanying notes to basic financial statements.

Yukon-Koyukuk School District

Governmental Funds

Balance Sheet

	Major Funds			Total Govern- mental Funds
	School Operating	General Capital Improvement Capital Project	Nonmajor Govern- mental Funds	
<i>June 30, 2015</i>				
Assets				
Cash and cash equivalents	\$ 1,899,865	\$ 590,000	\$ 799,281	\$ 3,289,146
Accounts receivable	46,849	-	921,244	968,093
Due from other funds	832,209	-	-	832,209
Inventory	300,581	-	-	300,581
Total Assets	\$ 3,079,504	\$ 590,000	\$ 1,720,525	\$ 5,390,029
Liabilities and Fund Balances				
Liabilities				
Accounts payable	\$ 223,939	\$ -	\$ 231,972	\$ 455,911
Accrued payroll and payroll liabilities	431,953	-	-	431,953
Health insurance claims payable	390,541	-	-	390,541
Due to other funds	-	-	832,209	832,209
Unearned revenue	-	-	234,305	234,305
Total Liabilities	1,046,433	-	1,298,486	2,344,919
Fund Balances				
Nonspendable	300,581	-	-	300,581
Restricted	458,485	-	-	458,485
Assigned	-	590,000	422,039	1,012,039
Unassigned	1,274,005	-	-	1,274,005
Total Fund Balances	2,033,071	590,000	422,039	3,045,110
Total Liabilities and Fund Balances	\$ 3,079,504	\$ 590,000	\$ 1,720,525	\$ 5,390,029

See accompanying notes to basic financial statements.

Yukon-Koyukuk School District

Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position

June 30, 2015

Total fund balances of governmental funds		\$ 3,045,110
Total net position reported for governmental activities in the Statement of Net Position is different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. These assets, net of accumulated depreciation, consist of:		
Land	\$ 797,000	
Construction in progress	942,692	
Buildings and improvements	43,122,912	
Equipment	2,334,885	
Total capital assets	<u>47,197,489</u>	
Accumulated depreciation	<u>(15,959,760)</u>	
Total capital assets, net		31,237,729
Long-term liabilities are not due and payable in the current period and therefore are not reported as fund liabilities. Long-term liabilities reported in these statements consists of the net pension liability.		
		(4,554,644)
Certain changes in net pension liabilities are deferred rather than recognized immediately. These are amortized over time.		
Deferred outflows related to pensions	410,227	
Deferred inflows related to pensions	<u>(496,919)</u>	
Total deferred pension items		<u>(86,692)</u>
Total Net Position of Governmental Activities		\$ <u>29,641,503</u>

See accompanying notes to basic financial statements.

Yukon-Koyukuk School District

Governmental Funds

Statement of Revenues, Expenditures and Changes in Fund Balances

	Major Funds			Total Govern- mental Funds
	School Operating	General Capital Improvement Project	Nonmajor Govern- mental Funds	
<i>Year Ended June 30, 2015</i>				
Revenues				
Earnings on investments	\$ 6,847	\$ -	\$ -	\$ 6,847
Local sources	1,802,644	-	578,807	2,381,451
State of Alaska	26,941,603	-	1,080,836	28,022,439
Federal sources	208,474	-	3,121,137	3,329,611
Total Revenues	28,959,568	-	4,780,780	33,740,348
Expenditures				
Current:				
Instruction	15,099,318	-	2,799,270	17,898,588
Special education instruction	2,393,347	-	195,111	2,588,458
Special education support services - students	398,050	-	52,467	450,517
Support services - students	1,634,610	-	112,695	1,747,305
Support services - instruction	2,046,128	-	134,399	2,180,527
School administration	1,750,821	-	284,411	2,035,232
School administration support services	796,909	-	-	796,909
District administration	984,462	-	-	984,462
District administration support services	1,234,584	-	309,473	1,544,057
Operations and maintenance of plant	2,835,382	-	520,604	3,355,986
Student activities	128,349	-	-	128,349
Student transportation	-	-	88,169	88,169
Food services	-	-	343,676	343,676
Expendable trust	-	-	12,000	12,000
Construction and facilities acquisition	-	101,795	346,478	448,273
Total Expenditures	29,301,960	101,795	5,198,753	34,602,508
Excess (deficiency) of revenues over expenditures	(342,392)	(101,795)	(417,973)	(862,160)
Other Financing Sources (Uses)				
Transfers in	-	425,735	458,410	884,145
Transfers out	(884,145)	-	-	(884,145)
Net Other Financing Sources (Uses)	(884,145)	425,735	458,410	-
Net change in fund balances	(1,226,537)	323,940	40,437	(862,160)
Fund Balances, beginning of year	3,259,608	266,060	381,602	3,907,270
Fund Balances, end of year	\$ 2,033,071	\$ 590,000	\$ 422,039	\$ 3,045,110

See accompanying notes to basic financial statements.

Yukon-Koyukuk School District

Reconciliation of the Governmental Funds Statement of Revenues, Expenditures
and Changes in Fund Balances to the Statement of Activities

Year Ended June 30, 2015

Net change in fund balance - total governmental funds	\$ (862,160)
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The change in net position reported for governmental activities
in the Statement of Activities is different because:

Governmental funds report capital outlays as expenditures.

However, in the Statement of Activities the cost of those
assets is allocated as depreciation over their estimated useful lives.

This is the amount by which depreciation exceeded capital outlays
in the current period:

Capital outlays	\$ 518,412	
Depreciation	(1,210,925)	
	<u> </u>	(692,513)

Changes in net pension liability and related accounts can increase
or decrease net position. This is the net increase in equity due
to changes in net pension liability and the related deferred
outflows and inflows.

<u>4,041</u>

Change in Net Position of Governmental Activities	<u>\$ (1,550,632)</u>
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See accompanying notes to basic financial statements.

Yukon-Koyukuk School District
Student Activity Agency Fund
Statement of Fiduciary Assets and Liabilities

June 30, 2015

Assets

Cash and cash equivalents	\$ 136,757
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Liabilities

Due to student groups	\$ 135,833
Accounts payable	924

Total Liabilities	\$ 136,757
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See accompanying notes to basic financial statements.

Yukon-Koyukuk School District

Notes to Basic Financial Statements Year Ended June 30, 2015

1. Summary of Significant Accounting Policies

Reporting Entity

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

The Legislature of the State of Alaska established the District. At that time, assets were turned over to the District by the State of Alaska through direct transfer and use permits.

The District is operated under the exclusive oversight management and control of the locally elected School Board. The School Board is the level of government, which has governance responsibilities over all activities related to public elementary and secondary education within the jurisdiction of the District. The District receives monies from state and federal government sources and must comply with the compliance requirements of these entities. It is legally separate from and fiscally independent of other state and local governments and it is not included in any other governmental reporting entity.

The more significant of the District's accounting policies are described below.

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the non-fiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. The District does not presently have any business-type activities.

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

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

Yukon-Koyukuk School District

Notes to Basic Financial Statements

Measurement Focus, Basis of Accounting and Basis of Presentation

The government-wide 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 when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they are "measurable and available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The District considers all revenues available if they are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred, except for unmatured principal and interest on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

The District reports the following major governmental funds:

The *School Operating Fund* is the primary operating fund of the District. It accounts for all financial resources of the District, except those required to be accounted for in another fund.

The *General Capital Improvement Capital Project Fund* accounts for expenditures incurred by the District for general capital projects.

The other funds of the District are considered nonmajor and are as follows:

Capital Project Funds are used to account for the acquisition or construction of major capital facilities.

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

Additionally, the District reports the following fund type:

The *Student Activity Agency Fund* is custodial in nature and does not present results of operations or have a measurement focus. Agency funds are accounted for using the modified accrual basis of accounting. These funds are used to account for assets that the government holds for others in an agency capacity.

The District follows the Uniform Chart of Accounts for School Districts as required by the State of Alaska, Department of Education and Early Development. This manual sets guidelines for financial reporting and requirements for basic accounting systems, which are uniform throughout Alaska.

Yukon-Koyukuk School District

Notes to Basic Financial Statements

Summarized below are the major sources of revenue and the applicable recognition policies.

Intergovernmental Revenue

State of Alaska foundation and student transportation revenues and federal aid for the school lunch program are susceptible to accrual and are recorded in the year to which they relate. Federal Impact Aid receipts are recorded as revenues in the year the monies are received. State of Alaska and Federal government cost reimbursable grants and contracts are recorded to the extent of allowable expenditures in the period in which the expenditures were incurred.

Local Revenue

Interest earned is recorded in the School Operating Fund unless otherwise specified by the funding source. Rental income from District owned property is recorded in the period to which it relates. Both interest and rental incomes are susceptible to accrual. Proceeds from the sale of lunches and other miscellaneous revenues are recognized in the year received.

Estimates

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

Assets, Liabilities and Equity

A. Cash and Investments

Cash includes amounts in demand deposits. Investments include short-term investments. There are no statutory limitations on the type of investment allowed.

B. Short-Term Interfund Receivables and Payables

During the course of operations, numerous transactions occur between individual funds from goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the balance sheet of the fund financial statements and are eliminated in the preparation of the government-wide financial statements.

C. Inventories and Prepaid Items

Teaching and maintenance supplies are recorded as expenditures when purchased and there are no material inventory amounts of these supplies. Accounting for inventory of heating fuel and food supplies is on the consumption method. The consumption method records the expenditure when consumed rather than when purchased. Inventories are valued at cost using the first-in, first-out (FIFO) method. Inventories recorded in the governmental fund types do not reflect current available resources and, thus, an equivalent portion of fund balance in the fund financial statements is reported as nonspendable.

Payments made to vendors for services that are applicable to future accounting periods are recorded as prepaid items. The prepaid assets recorded in the governmental fund types do not reflect current available resources and, thus, an equivalent portion of fund balance in the fund financial statements is reported as nonspendable.

Yukon-Koyukuk School District

Notes to Basic Financial Statements

D. Capital Assets

Capital assets, which include property, plant and equipment, are reported in the government-wide financial statements at cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at their estimated fair value at the date of donation. Capital assets are defined by the District as assets with an initial, individual cost greater than \$5,000 and an estimated life greater than one year.

Property, plant and equipment are depreciated under the straight-line method with estimated useful lives as follows:

	Life in years
Buildings	40
Facility improvements	15
Machinery and tools	5-15
Electric equipment and playgrounds	5-10
Vehicles, computers and other equipment	5-10

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are recorded as expenditures in the period incurred. Additionally, monies expended in Capital Project Funds that are considered to be operations and maintenance costs, are reported as construction and facility acquisition in the fund financial statements, where in the government-wide financial statements they are reclassified as operation and maintenance costs.

E. Unearned Revenue

Unearned revenues represent amounts for which asset recognition criteria have been met, but for which revenue recognition criteria have not been met.

F. Compensated Absences

It is the District's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. No liability is reported for unpaid accumulated sick or vacation leave.

All regular employees accrue sick and vacation leave, which is available for use while remaining in a permanent position. Sick and vacation leave pay is recorded as an expenditure during the period it is used. Employees' unused sick leave balances are carried forward and can be used during subsequent years if re-employed. There is no provision for payment or use of sick or vacation leave upon separation from employment. Accumulated sick and vacation leave pay is not accrued because previous years' experience indicates that future payments for previously accrued sick and vacation leave are neither probable nor can the amount used be reasonably estimated.

G. Pensions

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

Yukon-Koyukuk School District

Notes to Basic Financial Statements

H. Net Position

In the government-wide financial statements, net position is reported in three categories: net investment in capital assets (net of debt, when applicable); restricted net position; and unrestricted net position. Net position is reported as restricted when constraints placed on its use are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation.

I. Fund Balances

In the fund financial statements, governmental funds report aggregate amounts for five classifications of fund balances based on the constraints imposed on the use of these resources. The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form—prepaid items or inventories; or (b) legally or contractually required to be maintained intact.

The spendable portion of the fund balance comprises the remaining four classifications: restricted, committed, assigned, and unassigned.

Restricted fund balance - This classification reflects the constraints imposed on resources either (a) externally by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed fund balance - These amounts can only be used for specific purposes pursuant to constraints imposed by formal resolutions or ordinances of the District's School Board—the government's highest level of decision making authority. Those committed amounts cannot be used for any other purpose unless the District's School Board removes the specified use by taking the same type of action imposing the commitment. This classification also includes contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned fund balance - This classification reflects the amounts constrained by the District's "intent" to be used for specific purposes, but are neither restricted nor committed. The District's School Board and Business Manager have the authority to assign amounts to be used for specific purposes. Assigned fund balances include all remaining amounts (except negative balances) that are reported in governmental funds, other than the General Fund, that are not classified as non-spendable and are neither restricted nor committed.

Unassigned fund balance - This fund balance is the residual classification for the General Fund. It is also used to report negative fund balances in other governmental funds.

When both restricted and unrestricted resources are available for use, it is the District's policy to use externally restricted resources first, then unrestricted resources—committed, assigned, and unassigned—in order as needed.

Yukon-Koyukuk School District

Notes to Basic Financial Statements

2. Stewardship, Compliance and Accountability

Budgetary Information

Annual budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America for all governmental funds except Capital Project Funds. Capital Project Funds adopt project-length budgets. All annual appropriations lapse at fiscal year end. Unexpended balances of grants from the state and federal governments for the Special Revenue Funds lapse at June 30.

District policy establishing budgetary data reflected in the financial statements is as follows:

The Business Manager submits to the District's School Board (School Board), at such time as the School Board directs, a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them. Public hearings are conducted by the School Board to obtain the comments of residents of the District. The proposed budget is revised and approved by the School Board. The School Board submits the approved budget to the State Department of Education and Early Development.

The appropriated budget is prepared by fund, function and object. The District's administration may make transfers of appropriations within a fund. Transfers of appropriations between funds require the approval of the School Board. The legal level of budgetary controls is the fund level.

The School Board authorizes formal budget revisions several times each year to adjust the revenues and expenditures to available resources and program needs. Expenditure authority for the School Operating Fund is limited to the total approved budget. There are no specific line item or category limitations.

Annual budgets of the various Special Revenue Funds are prepared in connection with the application for the special programs' grant application and are reviewed and approved by the School Board. Expenditure authority for Special Revenue Fund programs is limited to the actual combined revenues, transfers from other funds, and available fund balance in the program.

Project budgets are adopted for the various construction funds based on the lives of the construction projects. Expenditure authority is limited to the actual combined revenues, transfers from other funds, and available fund balance in the project.

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the School Operating Fund and Special Revenue Funds. Encumbrances, if any, outstanding at year end are reported as appropriate constraints of fund balance if they meet the definitions and criteria described earlier in these notes. Encumbrances are reported as a reduction to fund balance for the purpose of calculating fund balance limits in accordance with state regulations.

Yukon-Koyukuk School District

Notes to Basic Financial Statements

3. Cash and Investments

The District utilizes a central treasury that is available for use by all funds, with the exception of the Student Activity Agency Fund. Each fund's portion of the central treasury is displayed on the balance sheet as "cash and cash equivalents" or included in "due to other funds."

The following is a reconciliation of the District's deposit and investment balances to the financial statements as of June 30, 2015:

	Book Balance	Bank Balance
Deposits	\$ 1,902,792	\$ 2,310,350
Money market	1,523,111	1,523,111
Total Cash and Cash Equivalents	\$ 3,425,903	\$ 3,833,461

Reconciliation of Deposit and Investment Balances

	Government- wide Statement of Net Position	Fiduciary Fund Statements of Assets and Liabilities	Totals
Cash and Cash Equivalents	\$ 3,289,146	\$ 136,757	\$ 3,425,903

Custodial credit risk - Custodial credit risk is the risk that in the event of bank or broker failure, the District's deposits and investments may not be returned to it. The District does not have a deposit policy for custodial credit risk, but does seek to mitigate this risk on its deposits through the use of a tri-party collateralization agreement.

4. Accounts Receivable

All accounts receivable are considered collectible; therefore, no allowance for uncollectible accounts has been provided.

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Yukon-Koyukuk School District

Notes to Basic Financial Statements

5. Capital Assets

The following is a summary of changes in capital assets for the year ended June 30, 2015:

	Balance July 1, 2014	Additions	Deletions	Balance June 30, 2015
Capital assets not being depreciated:				
Land	\$ 797,000	\$ -	\$ -	\$ 797,000
Construction in progress	7,236,386	435,470	(6,729,164)	942,692
Total capital assets not being depreciated	8,033,386	435,470	(6,729,164)	1,739,692
Capital assets being depreciated:				
Buildings and improvements	36,393,748	6,729,164	-	43,122,912
Equipment	2,251,943	82,942	-	2,334,885
Total capital assets being depreciated	38,645,691	6,812,106	-	45,457,797
Less accumulated depreciation for:				
Buildings and improvements	(13,302,194)	(1,012,722)	-	(14,314,916)
Equipment	(1,446,641)	(198,203)	-	(1,644,844)
Total accumulated depreciation	(14,748,835)	(1,210,925)	-	(15,959,760)
Net Capital Assets	\$ 31,930,242	\$ 6,036,651	\$ (6,729,164)	\$ 31,237,729

Depreciation expense was charged to governmental functions as follows for the year ended June 30, 2015:

Instruction	\$ 648,448
Support services - instruction	12,638
District administration support services	27,493
Operations and maintenance of plant	508,819
Student transportation	11,692
Food services	1,835
Total Depreciation Expense for Governmental Activities	\$ 1,210,925

Yukon-Koyukuk School District

Notes to Basic Financial Statements

6. Interfund Receivables, Payables and Transfers

A schedule of interfund balances and transfers for the year ended June 30, 2015, follows:

Due to the School Operating Fund from Nonmajor Governmental Funds for Short-term Operating Advances	\$ 832,209
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Transfers:

From the General Fund to:

General Capital Improvements Capital Project Fund for capital costs	\$ 425,735
Nonmajor governmental funds for operating subsidies	231,084
Nonmajor governmental funds for capital costs	227,326

Total Transfers To Other Funds	\$ 884,145
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7. Operating Lease Agreement

The District has an operating lease for office space in Anchorage. The lease term is from January 1, 2013 through April 30, 2018 and requires monthly payments of \$5,950. The future minimum lease payment for this lease is as follows:

Year Ending June 30

2016	\$ 71,402
2017	71,402
2018	59,501

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Yukon-Koyukuk School District

Notes to Basic Financial Statements

8. Fund Balances

Fund balances, reported for the major funds and the nonmajor funds in the aggregate at June 30, 2015 on the governmental funds balance sheet are subject to the following constraints:

	School Operating Fund	General Capital Improvement Capital Project Fund	Nonmajor Funds	Totals
Nonspendable - inventory	\$ 300,581	\$ -	\$ -	\$ 300,581
Restricted - correspondence program	458,485	-	-	458,485
Assigned:				
Student transportation	-	-	108,741	108,741
Independent study courses	-	-	261,876	261,876
Scholarships	-	-	18,179	18,179
Food services	-	-	32,013	32,013
Capital projects	-	590,000	-	590,000
Other	-	-	1,230	1,230
Total assigned	-	590,000	422,039	1,012,039
Unassigned	1,274,005	-	-	1,274,005
Total Fund Balances	\$ 2,033,071	\$ 590,000	\$ 422,039	\$ 3,045,110

9. Risk Management

The District faces a considerable number of risks of loss, including (a) damage to and loss of property and contents, (b) employee torts, (c) professional liability, i.e. errors and omissions, (d) environmental damage, (e) workers compensation, and (f) medical costs for employees. The District mitigates significant risk of loss through the acquisition of commercial insurance policies.

10. Defined Benefit (DB) Pension Plans

The District participates in two defined benefit pension plans. The Teachers' Retirement System (TRS) is a cost-sharing multiple employer plan which covers teachers and other eligible participants. The Public Employees' Retirement System (PERS) is a cost-sharing multiple employer plan which covers eligible State and local government employees, other than teachers. Both Plans were established and are administered by the State of Alaska to provide pension, postemployment healthcare, death, and disability benefits. Benefit and contribution provisions are established by State law and may be amended only by the State Legislature.

Both Plans are included in comprehensive annual financial reports that include financial statements and other required supplemental information. These reports are available via the internet at <http://doa.alaska.gov/drb>. Actuarial valuation reports, audited financial statements, and other detailed plan information are also available on this website.

Yukon-Koyukuk School District

Notes to Basic Financial Statements

Both Plans provide for retirement, death and disability, and post-employment health care benefits. There are three tiers of employees, based on entry date. For all tiers within the DB pension plans, full retirement benefits are generally calculated using a formula comprised of a multiplier times the average monthly salary (AMS) times the number of years of service. The multiplier is increased at longevity milestone markers for most employees. The tiers within the Plans establish differing criteria regarding normal retirement age, early retirement age, and the criteria for calculation of AMS, COLA adjustments, and other OPEB benefits. A complete benefit comparison chart is available at the website noted above.

Both PERS and TRS DB Plans were closed to new entrants on July 1, 2006. New employees hired after that date participate in the PERS/TRS Defined Contribution (DC) Plans described later in these notes.

Historical Context and Special Funding Situation

Historically, the TRS plan has been a cost-sharing plan, while originally, PERS was an agent-multiple-employer plan. In April 2008, the Alaska Legislature passed legislation converting the PERS agent-multiple employer plan to a cost-sharing plan with an effective date of July 1, 2008. In connection with this conversion, the State of Alaska passed additional legislation which statutorily capped the employer contribution rate for both plans, established a state funded "on-behalf" contribution (subject to funding availability), and required that employer contributions be calculated against *all* PERS/TRS eligible wages, including wages paid to participants of the PERS/TRS defined contribution plans described later in these notes.

Although current statutes call for the State of Alaska to contribute to the Plans, the Alaska Department of Law has determined that the statutes do not create a legal obligation to assume the liabilities of the Plans; rather it establishes a contribution mechanism to provide employer relief against the rising contribution rates. This relief payment is subject to funding availability, and therefore not legally mandated. As a result, the State has determined that the Plans are *not* in a special funding situation.

Management of the District disagrees with the State's position and believes that AS 39.35.255 and AS 14.25.085 do constitute a special funding situation under GASB 68 rules and has recorded all pension related liabilities, deferred inflows/outflows, and disclosures on this basis, pending a final legal determination, as may be required to settle the matter.

The District records the on-behalf contributions as revenue and expenditures in the fund financial statements. However, current year expenditures are adjusted to deferred outflows in the government-wide financial statements. Prior year expenditures and on-behalf contributions (and other adjustments) reflect expenses at the government-wide level.

Employee Contribution Rates

Non-Teacher School District employees are required to contribute 9.6% of their annual covered salary for PERS. Teachers and other certificated employees are required to contribute 8.65% of annual covered salary for TRS.

Yukon-Koyukuk School District

Notes to Basic Financial Statements

Employer and Other Contribution Rates

There are several contribution rates associated with the pension and healthcare contributions and related liabilities. These amounts are calculated on an annual basis.

Employer Effective Rate: This is the contractual employer pay-in rate. Under current legislation, this rate is statutorily capped at 22% of eligible wages for PERS and 12.56% of eligible wages for TRS, subject to a wage floor, and other termination events. These rates are applied to *all* PERS/TRS participating wages, respectively, including those wages attributable to employees in the defined contribution plan. Contributions derived from the defined contribution employees are referred to as the Defined Benefit Unfunded Liability or DBUL contribution.

ARM Board Adopted Rate: This is the rate formally adopted by the Alaska Retirement Management Board. This rate is actuarially determined and used to calculate annual Plan funding requirements, without regard to the statutory rate cap or the GASB accounting rate. Prior to July 1, 2015, there were no constraints or restrictions on the actuarial cost method or other assumptions used in the ARM Board valuation. Effective July 1, 2015, the Legislature requires the ARM Board to adopt employer contribution rates for past service liabilities using a level percent of pay method over a closed 25 year term which ends in 2039. This will result in lower ARM Board rates in future years.

On-behalf Contribution Rate: This is the rate normally paid in by the State as an on-behalf payment under the current statute. The statute requires the State to contribute, based on funding availability, an on-behalf amount equal to the difference between the ARM Board Rate and the Employer Effective Rate. However, in 2015, the State Legislature appropriated a one-time contribution to the Plans in the amount of \$1 billion for PERS and \$2 billion for TRS. As a result, the On-behalf Contribution Rates for 2015 significantly exceed the statutory amounts. As noted earlier, the on-behalf contributions are recognized in the fund financial statements as revenues and expenditures in the year they are appropriated by the State. In the government-wide financial statements, such on-behalf contributions are included in revenue but are recorded as deferred outflows, rather than pension expense.

GASB Rate: This is the rate used to determine the long-term pension and healthcare liability for plan accounting purposes in accordance with generally accepted accounting principles as established by GASB. Certain actuarial methods and assumptions for this rate calculation are mandated by GASB. Additionally, the GASB Rate disregards all future Medicare Part D payments. For FY15, the GASB Rate uses an 8.00% pension discount rate and a 4.90% healthcare discount rate for both PERS and TRS. The GASB Rate and the ARM Board Adopted Rate differ significantly as a direct result of variances in the actuarial methods and assumptions used.

Yukon-Koyukuk School District

Notes to Basic Financial Statements

Contribution rates for the year ended June 30, 2015 were determined in the June 30, 2012 actuarial valuation.

<i>PERS</i>	Employer Effective Rate	ARM Board Adopted Rate	State Contribution Rate	GASB Rate
Pension	12.54%	25.09%	42.41%	33.05%
Postemployment healthcare (see Note 12)	9.46%	18.94%	- %	55.07%
Total PERS Contribution Rates	22.00%	44.03%	42.41%	88.12%

<i>TRS</i>	Employer Effective Rate	ARM Board Adopted Rate	State Contribution Rate	GASB Rate
Pension	7.22%	40.33%	212.24%	59.21%
Postemployment healthcare (see Note 12)	5.34%	30.42%	43.05%	70.04%
Total TRS Contribution Rates	12.56%	70.75%	255.29%	129.25%

In 2015, the District was credited with the following contributions to the pension plans.

<i>PERS</i>	Measurement Period District FY14	District FY15
Employer contributions (including DBUL)	\$ 186,831	\$ 189,938
Nonemployer contributions (on-behalf)	175,664	1,001,183
Total PERS Contributions	\$ 362,495	\$ 1,191,121

In addition, employee contributions to the Plan totaled \$64,883 during the District fiscal year.

<i>TRS</i>	Measurement Period District FY14	District FY15
Employer contributions (including DBUL)	\$ 184,563	\$ 155,160
Nonemployer contributions (on-behalf)	1,306,119	9,764,585
Total TRS Contributions	\$ 1,490,682	\$ 9,919,745

In addition, employee contributions to the Plan totaled \$184,423 during the District fiscal year.

Yukon-Koyukuk School District

Notes to Basic Financial Statements

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

At June 30, 2015, the District reported a liability for its proportionate share of the net pension liability that reflected a reduction for State support provided to the District. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability associated with the District were as follows:

	PERS	TRS
District's proportionate share of NPL	\$ 2,268,166	\$ 2,286,478
State's proportionate share of NPL associated with the District	2,136,139	15,893,494
Total Net Pension Liability	\$ 4,404,305	\$ 18,179,972

The net pension liabilities were measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability for each Plan was determined by an actuarial valuation as of that date. The District's proportion of the net pension liabilities were based on a projection of the District's long-term share of contributions to the pension plans relative to the projected contributions of all participating entities, actuarially determined. At June 30, 2014, the District's proportion of PERS was 0.048629900 percent, which was an increase of 0.002194230 from its proportion measured as of June 30, 2013. For TRS the District's proportion was 0.076239760 percent, representing a decrease of 0.001643030 from the prior year.

For the year ended June 30, 2015, the District recognized pension expense of \$388,481 for PERS and \$1,437,118 for TRS. In addition, the District recognized on-behalf revenue from the State of Alaska in the amounts of \$175,664 and \$1,306,119 for PERS and TRS, respectively. At June 30, 2015, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ -	\$ -
Changes in assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	-	466,176
Changes in proportion and differences between District contributions and proportionate share of contributions	65,129	30,743
District contributions subsequent to the measurement date	345,098	-
Total Deferred Outflows and Deferred Inflows	\$ 410,227	\$ 496,919

Yukon-Koyukuk School District

Notes to Basic Financial Statements

The \$345,098 reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction in the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Years Ending June 30,

2016	\$ 90,093
2017	108,609
2018	116,544
2019	116,544

Actuarial Assumptions

The total pension liabilities were determined by actuarial valuations as of June 30, 2013, using the following actuarial assumptions, applied to all periods included in the measurement, and rolled forward to the measurement date of June 30, 2014. The actuarial valuations for the year ended June 30, 2014 (latest available) were prepared by Buck Consultants. The actuarial assumptions used in the June 30, 2013 valuation were based on the results of an actuarial experience study for the period from July 1, 2005 to June 30, 2009, resulting in changes in actuarial assumptions adopted by the Alaska Retirement Management Board to better reflect expected future experience. Generally, both PERS and TRS follow the same assumptions, except as noted:

Inflation	3.12%
Salary Increases	Graded by age and service, from 9.6% to 3.62% for PERS Graded by service, from 6.11% to 3.62% for TRS.
Investment Return / Discount Rate	8.00% net of pension plan investment expenses. This is based on an average inflation rate of 3.12% and real rate of return over 4.88%.
Mortality	Rates based on the 1994 Group Annuity Mortality Table, sex distinct, 1994 Base year without margin projected to 2013 using Projection Scale AA. PERS - 75% for male and 55% for female for pre-termination for all others; and 100% for males and 1-year set-forward for females for post-termination. TRS - 55% for females and 45% for males for pre-termination mortality. 3-year setback for females and 4-year setback for males for post-termination mortality.

Yukon-Koyukuk School District

Notes to Basic Financial Statements

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

<i>Asset Class</i>	Long-Term Expected Real Rate of Return
Domestic equity	6.77%
International equity	7.50%
Private equity	10.86%
Fixed income	2.05%
Real estate	3.63%
Absolute return	4.80%

Discount Rate

The discount rate used to measure the total pension liability was 8.00%. The projection of cash flows used to determine the discount rate assumed that Employer and State contributions will continue to follow the current funding policy which meets State statutes. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Discount Rate Sensitivity

The following presents the Retirement System's net pension liability and the District's proportionate share of the net pension liability calculated using the discount rate of 8.00 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (7.00 percent) or 1-percentage-point higher (9.00 percent) than the current rate:

<i>PERS</i>	Proportional Share	1% Decrease (7.00%)	Current Discount Rate (8.00%)	1% Increase (9.00%)
System Net Pension Liability	100.0%	\$ 6,115,581,980	\$ 4,664,148,458	\$ 3,441,888,494
District's Proportionate Share of the Net Pension Liability	0.048629900%	\$ 2,974,001	\$ 2,268,166	\$ 1,673,787

Yukon-Koyukuk School District

Notes to Basic Financial Statements

<i>TRS</i>	Proportional Share	1% Decrease (7.00%)	Current Discount Rate (8.00%)	1% Increase (9.00%)
System Net Pension Liability	100.0%	\$ 3,776,983,113	\$ 2,999,062,314	\$ 2,346,163,638
District's Proportionate Share of the Net Pension Liability	0.076239760%	\$ 2,879,563	\$ 2,286,478	\$ 1,788,710

Pension Plan Fiduciary Net Position

Detailed information about the pension plans' fiduciary net position is available in the separately issued PERS and TRS financial reports.

11. Defined Contribution (DC) Pension Plans

Employees hired on or after July 1, 2006 participate in PERS Tier IV or TRS Tier III, defined contribution plans. These Plans are administered by the State of Alaska, Department of Administration in conjunction with the defined benefit plans noted above. Benefit and contribution provisions are established by State law and may be amended only by the State Legislature. The Alaska Retirement Management Board may also amend contribution requirements. Included in the Plans are individual pension accounts, retiree medical insurance plan and a separate Health Reimbursement Arrangement account that will help retired members pay medical premiums and other eligible medical expenses not covered by the medical plan. These Plans are included in the comprehensive annual financial reports for PERS and TRS, and at the following website, as noted above. <http://doa.alaska.gov/drb>.

Contributions to the DC plans consist solely of employer and employee contributions with no special funding or other nonemployer contributions. In addition, actual remittances to the PERS system require that the District contribute at 22%. Actual remittances to the TRS system require that the District contribute at 12.56%. After deducting the DC pension plan contributions and related DC OPEB contributions, the remaining remittance (the DBUL) is deposited into the DB plan (pension and/or OPEB) as noted earlier.

Benefit Terms

Employees are immediately vested in their own contributions and vest 25% with two years of service, plus an additional 25% per year thereafter for full vesting at five years of service.

Employee Contribution Rate

Employees are required to contribute 8.0% of their annual covered salary for both PERS and TRS. This amount goes directly to the individual's account.

Employer Contribution Rates

For the year ended June 30, 2015, the District was required to contribute 5% of covered salary for PERS and 7% of covered salary for TRS.

The District and employee contributions to PERS for pensions for the year ended June 30, 2015 were \$60,738 and \$97,180, respectively. The District and employee contributions to TRS for pensions for the year ended June 30, 2015 were \$167,990 and \$191,988, respectively.

District contributions are recognized as pension expense/expenditures.

Yukon-Koyukuk School District

Notes to Basic Financial Statements

12. Other Post-Employment Benefit (OPEB) Plans

Defined Benefit OPEB

As part of its participation in the PERS and TRS DB Plans (Tiers I, II, III for PERS and Tiers I and II for TRS), the District participates in the Alaska Retiree Healthcare Trust (ARHCT). The ARHCT is self-funded and provides major medical coverage to retirees of the System. Benefits vary by Tier level. The Plan is administered by the State of Alaska, Department of Administration. Employer contribution rates are established in concert with the Defined Benefit Pension Plan described earlier in these notes.

Employer Contribution Rates

The District is required to contribute 9.46% and 5.34% of covered payroll into the PERS and TRS OPEB plans, respectively. In addition, during 2015, the State on-behalf contributions for OPEB for the PERS and TRS plans were 0% and 43.05% of covered payroll, respectively.

Employees do not contribute to the DB OPEB plans.

Annual Postemployment Healthcare Cost

Actual contributions into the Plan for the last three years were as follows.

<i>PERS</i> <i>Year Ended June 30,</i>	Annual OPEB Costs	District Contributions	% of Costs Contributed
2015	\$ 143,317	\$ 143,317	100 %
2014	177,746	177,746	100 %
2013	204,232	204,232	100 %

On-behalf contributions for PERS OPEB were \$0, \$134,810, and \$141,781 for 2015, 2014, and 2013, respectively. Those amounts are not reflected in the OPEB costs in the table above.

<i>TRS</i> <i>Year Ended June 30,</i>	Annual OPEB Costs	District Contributions	% of Costs Contributed
2015	\$ 134,879	\$ 134,879	100 %
2014	150,956	150,956	100 %
2013	171,357	171,357	100 %

On-behalf contributions for TRS OPEB were \$1,980,867, \$675,013, and \$639,707 for 2015, 2014, and 2013, respectively. Those amounts are not reflected in the OPEB costs in the table above.

Defined Contribution OPEB

Defined Contribution Pension Plan Participants (PERS Tier IV, and TRS Tier III) participate in the Occupational Death and Disability Plan (ODD), and the Retiree Medical Plan. Information on these plans is included in the comprehensive annual financial reports for the PERS and TRS plans noted above. These plans provide for death, disability, and post-employment health care benefits.

Yukon-Koyukuk School District

Notes to Basic Financial Statements

Employer Contribution Rates

Employees do not contribute to the DC OPEB plans. Employer contribution rates were as follows for the year ended June 30, 2015:

	PERS Tier IV	TRS Tier III
Retiree medical plan	1.66%	2.04%
Occupational death and disability benefits	0.22%	-%
Total Contribution Rates	1.88%	2.04%

In addition, PERS and TRS defined contribution members also participate in the Health Reimbursement Arrangement. AS 39.30.370 establishes this contribution amount as “three percent of the average annual employee compensation of *all employees of all employers* in the plan”. As of July 1, 2014, for actual remittance, this amount is calculated as a flat rate for each full time or part-time employee per pay period and approximates \$1,961 per year for each full-time employee, and \$1.26 per hour for part-time employees for both PERS and TRS.

Annual Postemployment Healthcare Cost

In 2015, the District contributed \$84,949 in DC OPEB costs to PERS and \$132,215 in DC OPEB costs to TRS. These amounts have been recognized as expense/expenditures.

13. Accounting for Health Self-Insurance

The District established an Employee Health Care Benefit Plan to provide health insurance for employees and their dependents. The District contracts with a third-party administrator for health claims servicing. The District pays premiums into the Plan based on estimated claims and adjusted for actual claims paid during the year. Stop-loss insurance limits the District’s liability for individual claims to \$75,000 and \$925,000 in aggregate.

An estimated liability for claims incurred but not yet reported at June 30, 2015 was recorded in the General (School Operating) Fund. This estimate was calculated based on subsequent to year-end claims filed and past experience. A schedule of the changes in the claims liability for the years ended June 30, 2015 and 2014 follows:

		Balance Beginning of Year	Claims and Other Costs	Claims Paid	Balance End of Year
2015 Health Claims Payable	\$	273,801	\$ 3,989,003	\$ (3,872,263)	\$ 390,541
2014 Health Claims Payable	\$	361,000	\$ 1,103,855	\$ (1,191,054)	\$ 273,801

Yukon-Koyukuk School District

Notes to Basic Financial Statements

14. New Accounting Pronouncements

The Governmental Accounting Standards Board has passed several new accounting standards with upcoming implementation dates. Management has not fully evaluated the potential effects of these statements, but believes that GASB Statement 75 will result in the biggest reporting change. However, actual impacts have not yet been determined:

GASB 72 - Fair Value Measurement and Application - Effective for year-end June 30, 2016 - This statement defines fair value and describes how fair value should be measured, what assets and liabilities should be measured at fair value, and what information about fair value should be disclosed in the notes to the financial statements. This statement is expected to primarily affect investment disclosures.

GASB 73 - Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68 - This statement contains certain clarifications and amendments to GASB 67 and 68 as well as establishing requirements for both defined benefit and defined contribution pensions not within the scope of GASB 68. Effective for fiscal year end June 30, 2016—except those provisions that address employers and governmental nonemployer contributing entities for pensions that are not within the scope of Statement 68, which are effective for financial statements for year ending June 30, 2017.

GASB 74 - Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans - Effective for year-end June 30, 2017, with earlier application encouraged - This statement contains reporting financial reporting guidelines for Postemployment Benefit Plans. This is the Plan side requirements applicable to OPEB benefits and generally brings the OPEB reporting rules into alignment with the new GASB 67 Pension rules.

GASB 75 - Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions - Effective for year-end June 30, 2018, with earlier application encouraged - This statement contains accounting and financial reporting guidelines for OPEB related activities at the participating employer level and generally brings the OPEB reporting rules into alignment with the new GASB 68 Pension rules.

GASB 76 - The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments - Effective for year-end June 30, 2016, with earlier application encouraged - This statement clarifies the hierarchy of generally accepted accounting principles to be used in the preparation of state and local government financial statements. This statement supersedes the previous hierarchy established in GASB 55.

Yukon-Koyukuk School District

Notes to Basic Financial Statements

15. Change in Accounting Principle

As discussed in Note 10 to the financial statements, the District participates in two defined benefit plans; the Alaska Public Employees Retirement System (PERS) plan and the Teachers' Retirement System (TRS) plan. In 2015, the District adopted the provisions of GASB Statement No. 68 *Accounting and Financial Reporting For Pensions*, which, among other accounting and reporting criteria, requires the District to recognize its proportional share of the Net Pension Liability (and related deferred inflow/outflow accounts), as of the beginning of the District's fiscal year. As a result of the implementation of this statement, the District has recorded an opening balance adjustment to reflect opening balance pension liabilities and related accounts and to decrease opening net position as follows:

	Opening Net Position, as Originally Presented	Change in Accounting Principle Adjustment	Opening Net Position, as Restated
Governmental Activities	\$ 35,837,512	\$ (4,645,377)	\$ 31,192,135

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Required Supplementary Information

Yukon-Koyukuk School District
School Operating Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues				
Earnings on investments	\$ 2,500	\$ 2,500	\$ 6,847	\$ 4,347
Local sources	1,292,750	1,605,950	1,802,644	196,694
State of Alaska	16,692,373	23,855,735	26,941,603	3,085,868
Federal sources	1,500,000	1,500,000	208,474	(1,291,526)
Total Revenues	19,487,623	26,964,185	28,959,568	1,995,383
Expenditures				
Instruction	8,683,955	13,871,552	15,099,318	(1,227,766)
Special education instruction	1,303,568	1,997,923	2,393,347	(395,424)
Special education support services - students	194,776	359,429	398,050	(38,621)
Support services - students	735,753	1,329,929	1,634,610	(304,681)
Support services - instruction	1,634,690	2,078,736	2,046,128	32,608
School administration	895,990	1,408,789	1,750,821	(342,032)
School administration support services	703,340	754,152	796,909	(42,757)
District administration	695,050	963,324	984,462	(21,138)
District administration support services	1,025,955	1,119,407	1,234,584	(115,177)
Operations and maintenance of plant	2,649,945	2,753,226	2,835,382	(82,156)
Student activities	56,391	127,090	128,349	(1,259)
Total Expenditures	18,579,413	26,763,557	29,301,960	(2,538,403)
Excess (deficiency) of revenues over expenditures	908,210	200,628	(342,392)	(543,020)
Other Financing Uses				
Transfers out	(250,000)	(358,125)	(884,145)	(526,020)
Net change in fund balance	<u>\$ 658,210</u>	<u>\$ (157,497)</u>	<u>\$ (1,226,537)</u>	<u>\$ (1,069,040)</u>
Fund Balance, beginning of year			<u>3,259,608</u>	
Fund Balance, end of year			<u>\$ 2,033,071</u>	

See accompanying notes to Required Supplementary Information.

Yukon-Koyukuk School District
Public Employees Retirement System
Schedule of the District's Information on the Net Pension Liability
June 30, 2015

District's proportion of the net pension liability	0.04862990%
District's proportionate share of the net pension liability	\$ 2,268,166
State of Alaska proportionate share of the net pension liability	\$ 2,136,139
	\$ 4,404,305
District's covered-employee payroll	\$ 1,075,659
District's proportionate share of the net pension liability as a percentage of covered-employee payroll	211%
Plan fiduciary net position as a percentage of the total pension liability	62.37%

See accompanying notes to Required Supplementary Information.

Yukon-Koyukuk School District
Public Employees Retirement System
Schedule of District Contributions
Year Ended June 30, 2015

Contractually required contribution	\$	189,938
Contributions in relation to the contractually required contribution	\$	189,938
Contribution deficiency (excess)	\$	-
District's covered-employee payroll	\$	899,303
Contributions as a percentage of covered-employee payroll		21.121%

See accompanying notes to Required Supplementary Information.

Yukon-Koyukuk School District
Teachers Retirement System
Schedule of the District's Information on the Net Pension Liability
June 30, 2015

District's proportion of the net pension liability	0.07623976%
District's proportionate share of the net pension liability	\$ 2,286,478
State of Alaska proportionate share of the net pension liability	\$ 15,893,494
	<hr/>
Total net pension liability	\$ 18,179,972
	<hr/>
District's covered-employee payroll	\$ 3,244,619
District's proportionate share of the net pension liability as a percentage of covered-employee payroll	70%
Plan fiduciary net position as a percentage of the total pension liability	55.70%

See accompanying notes to Required Supplementary Information.

Yukon-Koyukuk School District
Teachers Retirement System
Schedule of District Contributions
Year Ended June 30, 2015

Contractually required contribution	\$	155,160
Contributions in relation to the contractually required contribution	\$	155,160
Contribution deficiency (excess)	\$	-
District's covered-employee payroll	\$	2,245,778
Contributions as a percentage of covered-employee payroll		6.909%

See accompanying notes to Required Supplementary Information.

Yukon-Koyukuk School District

Notes to Required Supplementary Information Year Ended June 30, 2015

1. Budgetary Comparison Schedules

The budgetary comparison schedules are presented on the modified accrual basis of accounting.

2. Schedule of the District's Information on the Net Pension Liability - PERS

Information in this table is presented based on the Plan measurement date. For June 30, 2015, the Plan measurement date is June 30, 2014.

3. Schedule of District Contributions - Public Employees Retirement System

This table reports the District's pension contributions to PERS during fiscal year 2015. These contributions are reported as a deferred outflow on the June 30, 2015 basic financial statements.

4. Schedule of the District's Information on the Net Pension Liability - TRS

Information in this table is presented based on the Plan measurement date. For June 30, 2015, the Plan measurement date is June 30, 2014.

5. Schedule of District Contributions - Teachers Retirement System

This table reports the District's pension contributions to TRS during fiscal year 2015. These contributions are reported as a deferred outflow on the June 30, 2015 basic financial statements.

All four pension tables are intended to present 10 years of information. Additional year's information will be added to the schedules as it becomes available.

Neither plan is reporting any changes in benefit terms from the prior measurement period.

Neither plan is reporting any changes in assumptions from the prior measurement period.

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Supplementary Information

Yukon-Koyukuk School District

School Operating Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues			
Earnings on investments	\$ 2,500	\$ 6,847	\$ 4,347
Local sources:			
Tuition from other districts	-	17,750	17,750
E-rate	1,584,450	1,582,788	(1,662)
Other	21,500	202,106	180,606
Total local sources	1,605,950	1,802,644	196,694
State of Alaska:			
Foundation program	13,783,848	13,760,998	(22,850)
TRS relief	8,934,247	11,745,452	2,811,205
PERS relief	694,834	1,001,183	306,349
Other state revenue	442,806	433,970	(8,836)
Total State of Alaska	23,855,735	26,941,603	3,085,868
Federal sources - impact aid	1,500,000	208,474	(1,291,526)
Total Revenues	26,964,185	28,959,568	1,995,383
Expenditures			
Instruction:			
Certificated salaries	2,535,235	2,604,035	(68,800)
Non-certificated salaries	398,759	343,106	55,653
Employee benefits	7,164,547	9,597,658	(2,433,111)
Professional and technical services	101,500	454,337	(352,837)
Staff travel	52,500	40,167	12,333
Student travel	4,700	1,990	2,710
Utility services	220,350	192,856	27,494
Other purchased services	169,686	180,683	(10,997)
Supplies, materials and media	3,154,700	1,644,953	1,509,747
Other expenditures	45,575	16,105	29,470
Equipment	24,000	23,428	572
Total instruction	13,871,552	15,099,318	(1,227,766)
Special education instruction:			
Certificated salaries	532,058	526,751	5,307
Non-certificated salaries	132,710	131,607	1,103
Employee benefits	1,304,255	1,710,158	(405,903)
Staff travel	18,000	20,268	(2,268)
Utility services	1,500	-	1,500
Supplies, materials and media	8,600	3,853	4,747
Other expenditures	800	710	90
Total special education instruction	1,997,923	2,393,347	(395,424)

Yukon-Koyukuk School District

School Operating Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual, continued

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Expenditures, continued			
Special education support services - students:			
Certificated salaries	\$ 77,792	\$ 78,903	\$ (1,111)
Non-certificated salaries	10,489	10,791	(302)
Employee benefits	265,548	304,349	(38,801)
Staff travel	2,000	1,845	155
Utility services	1,600	580	1,020
Supplies, materials, and media	2,000	1,582	418
Total special education support services - students	359,429	398,050	(38,621)
Support services - students:			
Certificated salaries	299,422	296,940	2,482
Non-certificated salaries	133,712	110,205	23,507
Employee benefits	832,695	1,172,567	(339,872)
Professional and technical services	12,500	12,000	500
Staff travel	45,000	36,734	8,266
Supplies, materials and media	6,600	6,164	436
Total support services - students	1,329,929	1,634,610	(304,681)
Support services - instruction:			
Certificated salaries	-	350	(350)
Employee benefits	152,986	200,822	(47,836)
Professional and technical services	30,000	26,164	3,836
Staff travel	5,495	3,816	1,679
Student travel	-	604	(604)
Utility services	1,730,660	1,697,481	33,179
Other purchased services	6,604	75,787	(69,183)
Supplies, materials and media	117,991	34,420	83,571
Tuition and stipends	-	2,920	(2,920)
Other expenditures	35,000	3,764	31,236
Total support services - instruction	2,078,736	2,046,128	32,608
School administration:			
Certificated salaries	311,316	324,187	(12,871)
Employee benefits	1,077,523	1,407,452	(329,929)
Staff travel	13,050	11,523	1,527
Utility services	2,250	404	1,846
Supplies, materials and media	4,650	7,255	(2,605)
Total school administration	1,408,789	1,750,821	(342,032)

Yukon-Koyukuk School District

School Operating Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual, continued

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Expenditures, continued			
School administration support services:			
Non-certificated salaries	\$ 402,428	\$ 371,070	\$ 31,358
Employee benefits	305,974	392,431	(86,457)
Utility services	21,150	23,286	(2,136)
Other purchased services	4,000	805	3,195
Supplies, materials and media	20,600	9,317	11,283
Total school administration support services	754,152	796,909	(42,757)
District administration:			
Certificated salaries	130,832	133,260	(2,428)
Non-certificated salaries	98,125	101,206	(3,081)
Employee benefits	433,259	488,670	(55,411)
Professional and technical services	50,000	34,152	15,848
Staff travel	165,000	153,488	11,512
Student travel	4,441	4,359	82
Utility services	6,800	4,076	2,724
Other purchased services	-	2,114	(2,114)
Insurance and bond premiums	-	1,000	(1,000)
Supplies, materials and media	34,867	27,956	6,911
Other expenditures	40,000	34,181	5,819
Total district administration	963,324	984,462	(21,138)
District administration support services:			
Certificated salaries	1,550	1,550	-
Non-certificated salaries	381,366	388,222	(6,856)
Employee benefits	361,818	432,565	(70,747)
Professional and technical services	192,000	96,356	95,644
Staff travel	39,500	40,450	(950)
Utility services	31,500	24,959	6,541
Other purchased services	15,000	21,508	(6,508)
Insurance and bond premiums	40,799	57,602	(16,803)
Supplies, materials and media	146,224	142,191	4,033
Other expenditures	19,650	209,007	(189,357)
Indirect cost recovery	(110,000)	(179,826)	69,826
Total district administration support services	1,119,407	1,234,584	(115,177)

Yukon-Koyukuk School District

School Operating Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual, continued

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Expenditures, continued			
Operations and maintenance of plant:			
Non-certificated salaries	\$ 402,045	\$ 408,707	\$ (6,662)
Employee benefits	288,360	526,556	(238,196)
Professional and technical services	23,000	22,912	88
Staff travel	49,125	36,858	12,267
Utility services	143,125	125,451	17,674
Energy	1,041,825	895,719	146,106
Other purchased services	436,564	474,939	(38,375)
Insurance and bond premiums	169,182	169,496	(314)
Supplies, materials and media	141,500	123,719	17,781
Other expenditures	-	186	(186)
Equipment	58,500	50,839	7,661
Total operations and maintenance of plant	2,753,226	2,835,382	(82,156)
Student activities:			
Certificated salaries	5,823	4,600	1,223
Non-certificated salaries	10,348	12,378	(2,030)
Employee benefits	11,271	15,546	(4,275)
Student travel	96,228	92,201	4,027
Other purchased services	900	702	198
Supplies, materials and media	-	22	(22)
Other expenditures	2,520	2,900	(380)
Total student activities	127,090	128,349	(1,259)
Total Expenditures	26,763,557	29,301,960	(2,538,403)
Excess (deficiency) of revenues over expenditures	200,628	(342,392)	(543,020)
Other Financing Uses			
Transfers out	(358,125)	(884,145)	(526,020)
Net change in fund balance	<u>\$ (157,497)</u>	<u>\$ (1,226,537)</u>	<u>\$ (1,069,040)</u>
Fund Balance, beginning of year		<u>3,259,608</u>	
Fund Balance, end of year		<u>\$ 2,033,071</u>	

Yukon-Koyukuk School District

General Capital Improvement Capital Project Fund
Statement of Revenues, Expenditures and Changes in Fund Balance

Year Ended June 30, 2015

Revenues - local sources - other	\$	-
<hr/>		
Expenditures - construction and facilities acquisition - professional and technical services		101,795
<hr/>		
Deficiency of revenues over expenditures		(101,795)
Other Financing Sources		
Transfers in		425,735
<hr/>		
Net change in fund balance		323,940
Fund Balance, beginning of year		266,060
<hr/>		
Fund Balance, end of year	\$	590,000

**Yukon-Koyukuk School District
Nonmajor Governmental Funds
Combining Balance Sheet**

	Special Revenue Funds									
	Student Transportation	Teacher Retention Moore Settlement	Two Year Kindergarten Grant - Moore Settlement	Early Literacy K-3	Alaska Pilot Pre-Kinder-garten Program	Targeted Assistance - Moore Settlement	Food Service	Nutritional Alaska Foods in Schools	Title I-A Basic	Title I-A Professional Development
<i>June 30, 2015</i>										
Assets										
Cash and cash equivalents	\$ 108,843	\$ -	\$ 6,239	\$ 3,876	\$ -	\$ -	\$ 694	\$ -	\$ -	\$ -
Accounts receivable	-	129,822	-	-	21,929	8,515	32,013	35,999	86,033	4,492
Total Assets	\$ 108,843	\$ 129,822	\$ 6,239	\$ 3,876	\$ 21,929	\$ 8,515	\$ 32,707	\$ 35,999	\$ 86,033	\$ 4,492
Liabilities and Fund Balances										
Liabilities										
Accounts payable	\$ 102	\$ 826	\$ 3,831	\$ -	\$ 2,267	\$ -	\$ 694	\$ 824	\$ 12,068	\$ 2,971
Due to other funds	-	128,996	-	-	19,662	8,515	-	35,175	73,965	1,521
Unearned revenue	-	-	2,408	3,876	-	-	-	-	-	-
Total Liabilities	102	129,822	6,239	3,876	21,929	8,515	694	35,999	86,033	4,492
Fund Balances - assigned	108,741	-	-	-	-	-	32,013	-	-	-
Total Liabilities and Fund Balances	\$ 108,843	\$ 129,822	\$ 6,239	\$ 3,876	\$ 21,929	\$ 8,515	\$ 32,707	\$ 35,999	\$ 86,033	\$ 4,492

Yukon-Koyukuk School District
Nonmajor Governmental Funds
Combining Balance Sheet, continued

	Special Revenue Funds, continued									
	Title I-A School Improvement 1003(a)	Migrant Education Books	Title I-C Migrant Education	Title VI-B IDEA	Title II-A Teacher and Principal Training and Recruitment	Youth Risk Behavior Survey	Title II-A ASLP	Carl Perkins	Career and Technical Education	Staff Develop- ment
<i>June 30, 2015</i>										
Assets										
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 219	\$ -	\$ -	\$ -	\$ -
Accounts receivable	27,596	1,845	20,079	97,139	30,098	-	108,507	6,164	27,888	2,323
Total Assets	\$ 27,596	\$ 1,845	\$ 20,079	\$ 97,139	\$ 30,098	\$ 219	\$ 108,507	\$ 6,164	\$ 27,888	\$ 2,323
Liabilities and Fund Balances										
Liabilities										
Accounts payable	\$ -	\$ -	\$ 3,858	\$ 1,050	\$ -	\$ -	\$ 1,111	\$ -	\$ 7,540	\$ -
Due to other funds	27,596	1,845	16,221	96,089	30,098	-	107,396	6,164	20,348	2,323
Unearned revenue	-	-	-	-	-	219	-	-	-	-
Total Liabilities	27,596	1,845	20,079	97,139	30,098	219	108,507	6,164	27,888	2,323
Fund Balances - assigned	-	-	-	-	-	-	-	-	-	-
Total Liabilities and Fund Balances	\$ 27,596	\$ 1,845	\$ 20,079	\$ 97,139	\$ 30,098	\$ 219	\$ 108,507	\$ 6,164	\$ 27,888	\$ 2,323

**Yukon-Koyukuk School District
Nonmajor Governmental Funds
Combining Balance Sheet, continued**

	Special Revenue Funds, continued										
<i>June 30, 2015</i>	Johnson O'Malley	Artists in the Classroom	Title VII Indian Education	Expanding Our Horizons	Bridge Project	Pre-K Building Blocks Project	District Housing	Whatever It Takes	PEP	School Success Model	Distance Delivery
Assets											
Cash and cash equivalents	\$ 18,699	\$ 19,192	\$ -	\$ -	\$ -	\$ -	\$ 13,428	\$ 1,230	\$ -	\$ 14,500	\$ 261,888
Accounts receivable	-	-	47,261	57,256	36,747	65,574	-	-	33,214	10,741	-
Total Assets	\$ 18,699	\$ 19,192	\$ 47,261	\$ 57,256	\$ 36,747	\$ 65,574	\$ 13,428	\$ 1,230	\$ 33,214	\$ 25,241	\$ 261,888
Liabilities and Fund Balances											
Liabilities											
Accounts payable	\$ 290	\$ -	\$ 11,842	\$ 1,924	\$ -	\$ -	\$ 13,428	\$ -	\$ -	\$ 25,241	\$ 12
Due to other funds	-	-	35,419	55,332	36,747	65,574	-	-	33,214	-	-
Unearned revenue	18,409	19,192	-	-	-	-	-	-	-	-	-
Total Liabilities	18,699	19,192	47,261	57,256	36,747	65,574	13,428	-	33,214	25,241	12
Fund Balances - assigned	-	-	-	-	-	-	-	1,230	-	-	261,876
Total Liabilities and Fund Balances	\$ 18,699	\$ 19,192	\$ 47,261	\$ 57,256	\$ 36,747	\$ 65,574	\$ 13,428	\$ 1,230	\$ 33,214	\$ 25,241	\$ 261,888

Yukon-Koyukuk School District
Nonmajor Governmental Funds
Combining Balance Sheet, continued

	Special Revenue Funds, continued				Capital Project Funds				Total Capital Project Funds	Total Nonmajor Govern- mental Funds
	AKISS Program	Morale Scholar- ship	Sarah Good Scholar- ship	Raven Scholar- ship	Total Special Revenue Funds	Diesel Spill	Kaltag Siding Completion	Merrelaine A. Kangas K-12 School Renovation, Ruby		
<i>June 30, 2015</i>										
Assets										
Cash and cash equivalents	\$ -	\$ 2,791	\$ 9,388	\$ 6,000	\$ 466,987	\$ 149,032	\$ -	\$ 183,262	\$ 332,294	\$ 799,281
Accounts receivable	26,630	-	-	-	917,865	-	3,379	-	3,379	921,244
Total Assets	\$ 26,630	\$ 2,791	\$ 9,388	\$ 6,000	\$ 1,384,852	\$ 149,032	\$ 3,379	\$ 183,262	\$ 335,673	\$ 1,720,525
Liabilities and Fund Balances										
Liabilities										
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 89,879	\$ 142,093	\$ -	\$ -	\$ 142,093	\$ 231,972
Due to other funds	26,630	-	-	-	828,830	-	3,379	-	3,379	832,209
Unearned revenue	-	-	-	-	44,104	6,939	-	183,262	190,201	234,305
Total Liabilities	26,630	-	-	-	962,813	149,032	3,379	183,262	335,673	1,298,486
Fund Balances - assigned	-	2,791	9,388	6,000	422,039	-	-	-	-	422,039
Total Liabilities and Fund Balances	\$ 26,630	\$ 2,791	\$ 9,388	\$ 6,000	\$ 1,384,852	\$ 149,032	\$ 3,379	\$ 183,262	\$ 335,673	\$ 1,720,525

Yukon-Koyukuk School District
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances

	Special Revenue Funds							
	Student Transportation	Future Educators of Alaska	Teacher Retention - Moore Settlement	Two Year Kindergarten Grant - Moore Settlement	Alaska School Broadband Assistance	Alaska Pilot Pre-Kinder-garten Program	Targeted Assistance - Moore Settlement	Alaska Language Revitalization Camp
<i>Year Ended June 30, 2015</i>								
Revenues								
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,000
State of Alaska	93,562	-	372,469	57,279	127,392	54,030	27,796	-
Federal sources	-	15,342	-	-	-	-	-	-
Total Revenues	93,562	15,342	372,469	57,279	127,392	54,030	27,796	5,000
Expenditures								
Instruction	-	15,342	88,058	57,279	-	50,505	-	5,000
Special education instruction	-	-	-	-	-	-	-	-
Special education support services - students	-	-	-	-	-	-	-	-
Support services - students	-	-	-	-	-	-	-	-
Support services - instruction	-	-	-	-	-	-	27,796	-
School administration	-	-	284,411	-	-	-	-	-
District administration support services	-	-	-	-	127,392	3,525	-	-
Operations and maintenance of plant	-	-	-	-	-	-	-	-
Student transportation	88,169	-	-	-	-	-	-	-
Food services	-	-	-	-	-	-	-	-
Expendable trust	-	-	-	-	-	-	-	-
Construction and facilities acquisition	-	-	-	-	-	-	-	-
Total Expenditures	88,169	15,342	372,469	57,279	127,392	54,030	27,796	5,000
Excess (deficiency) of revenues over expenditures	5,393	-	-	-	-	-	-	-
Other Financing Sources (Uses)								
Transfers in (out)	-	-	-	-	-	-	-	-
Net change in fund balances	5,393	-	-	-	-	-	-	-
Fund Balances, beginning of year	103,348	-	-	-	-	-	-	-
Fund Balances, end of year	\$ 108,741	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Yukon-Koyukuk School District

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances, continued

	Special Revenue Funds, continued							
	Food Service	Nutritional Alaska Foods in Schools	Title I-A Basic	Title I-A Professional Development	Title I-A Highly Qualified	Title I-A School Improvement 1003(a)	Migrant Education Books	Title I-C Migrant Education
<i>Year Ended June 30, 2015</i>								
Revenues								
Local sources	\$ 1,495	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State of Alaska	-	39,165	-	-	-	-	-	-
Federal sources	152,501	-	244,304	30,854	535	91,334	2,175	41,818
Total Revenues	153,996	39,165	244,304	30,854	535	91,334	2,175	41,818
Expenditures								
Instruction	-	-	228,364	28,833	500	85,375	2,033	39,090
Special education instruction	-	-	-	-	-	-	-	-
Special education support services - students	-	-	-	-	-	-	-	-
Support services - students	-	-	-	-	-	-	-	-
Support services - instruction	-	-	-	-	-	-	-	-
School administration	-	-	-	-	-	-	-	-
District administration support services	-	-	15,940	2,021	35	5,959	142	2,728
Operations and maintenance of plant	-	-	-	-	-	-	-	-
Student transportation	-	-	-	-	-	-	-	-
Food services	304,511	39,165	-	-	-	-	-	-
Expendable trust	-	-	-	-	-	-	-	-
Construction and facilities acquisition	-	-	-	-	-	-	-	-
Total Expenditures	304,511	39,165	244,304	30,854	535	91,334	2,175	41,818
Excess (deficiency) of revenues over expenditures	(150,515)	-	-	-	-	-	-	-
Other Financing Sources (Uses)								
Transfers in (out)	182,528	-	-	-	-	-	-	-
Net change in fund balances	32,013	-	-	-	-	-	-	-
Fund Balances, beginning of year	-	-	-	-	-	-	-	-
Fund Balances, end of year	\$ 32,013	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Yukon-Koyukuk School District

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances, continued

	Special Revenue Funds, continued							
	Title VI-B IDEA	Title II-A Teacher and Principal Training and Recruitment	Youth Risk Behavior Survey	Title II-A ASLP	Carl Perkins	School Improvement	Career and Technical Education	Staff Development
<i>Year Ended June 30, 2015</i>								
Revenues								
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State of Alaska	-	-	281	-	-	-	57,035	1,207
Federal sources	264,859	96,374	-	142,813	20,476	121,745	-	6,281
Total Revenues	264,859	96,374	281	142,813	20,476	121,745	57,035	7,488
Expenditures								
Instruction	-	90,086	281	142,813	19,691	84,712	57,035	2,217
Special education instruction	195,111	-	-	-	-	-	-	-
Special education support services - students	52,467	-	-	-	-	-	-	-
Support services - students	-	-	-	-	-	29,097	-	-
Support services - instruction	-	-	-	-	-	-	-	5,271
School administration	-	-	-	-	-	-	-	-
District administration support services	17,281	6,288	-	-	785	7,936	-	-
Operations and maintenance of plant	-	-	-	-	-	-	-	-
Student transportation	-	-	-	-	-	-	-	-
Food services	-	-	-	-	-	-	-	-
Expendable trust	-	-	-	-	-	-	-	-
Construction and facilities acquisition	-	-	-	-	-	-	-	-
Total Expenditures	264,859	96,374	281	142,813	20,476	121,745	57,035	7,488
Excess (deficiency) of revenues over expenditures	-	-	-	-	-	-	-	-
Other Financing Sources (Uses)								
Transfers in (out)	-	-	-	-	-	-	-	-
Net change in fund balances	-	-	-	-	-	-	-	-
Fund Balances, beginning of year	-	-	-	-	-	-	-	-
Fund Balances, end of year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Yukon-Koyukuk School District

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances, continued

	Special Revenue Funds, continued							
	Johnson O'Malley	Artists in the Classroom	Building Solid Founda- tions	Title VII Indian Education	Expanding Our Horizons	Bridge Project	Pre-K Building Blocks Project	
<i>Year Ended June 30, 2015</i>								
Revenues								
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State of Alaska	-	-	-	-	-	-	-	-
Federal sources	22,751	3,423	68,669	157,063	233,192	150,198	312,064	
Total Revenues	22,751	3,423	68,669	157,063	233,192	150,198	312,064	
Expenditures								
Instruction	21,267	3,200	19,998	146,815	116,645	140,398	291,703	
Special education instruction	-	-	-	-	-	-	-	
Special education support services - students	-	-	-	-	-	-	-	
Support services - students	-	-	48,671	-	-	-	-	
Support services - instruction	-	-	-	-	101,332	-	-	
School administration	-	-	-	-	-	-	-	
District administration support services	1,484	223	-	10,248	15,215	9,800	20,361	
Operations and maintenance of plant	-	-	-	-	-	-	-	
Student transportation	-	-	-	-	-	-	-	
Food services	-	-	-	-	-	-	-	
Expendable trust	-	-	-	-	-	-	-	
Construction and facilities acquisition	-	-	-	-	-	-	-	
Total Expenditures	22,751	3,423	68,669	157,063	233,192	150,198	312,064	
Excess (deficiency) of revenues over expenditures	-	-	-	-	-	-	-	
Other Financing Sources (Uses)								
Transfers in (out)	-	-	-	-	-	-	-	
Net change in fund balances	-	-	-	-	-	-	-	
Fund Balances, beginning of year	-	-	-	-	-	-	-	
Fund Balances, end of year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Yukon-Koyukuk School District

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances, continued

Year Ended June 30, 2015	Special Revenue Funds, continued								
	District Housing	Whatever It Takes	PEP	School Success Model	Distance Delivery	AKISS Program	Morale Scholarship	LeFevour Scholarship	
Revenues									
Local sources	\$ 186,669	\$ -	\$ -	\$ -	\$ 234,663	\$ 34,927	\$ 2,883	\$ -	
State of Alaska	-	-	-	-	-	-	-	-	
Federal sources	-	-	304,499	637,867	-	-	-	-	
Total Revenues	186,669	-	304,499	637,867	234,663	34,927	2,883	-	
Expenditures									
Instruction	-	-	284,632	597,880	179,518	-	-	-	
Special education instruction	-	-	-	-	-	-	-	-	
Special education support services - students	-	-	-	-	-	-	-	-	
Support services - students	-	-	-	-	-	34,927	-	-	
Support services - instruction	-	-	-	-	-	-	-	-	
School administration	-	-	-	-	-	-	-	-	
District administration support services	-	-	19,867	39,987	-	-	2,256	-	
Operations and maintenance of plant	275,966	-	-	-	-	-	-	-	
Student transportation	-	-	-	-	-	-	-	-	
Food services	-	-	-	-	-	-	-	-	
Expendable trust	-	-	-	-	-	-	-	-	4,699
Construction and facilities acquisition	-	-	-	-	-	-	-	-	-
Total Expenditures	275,966	-	304,499	637,867	179,518	34,927	2,256	4,699	
Excess (deficiency) of revenues over expenditures	(89,297)	-	-	-	55,145	-	627	(4,699)	
Other Financing Sources (Uses)									
Transfers in (out)	48,556	-	-	-	-	-	-	-	
Net change in fund balances	(40,741)	-	-	-	55,145	-	627	(4,699)	
Fund Balances, beginning of year	40,741	1,230	-	-	206,731	-	2,164	4,699	
Fund Balances, end of year	\$ -	\$ 1,230	\$ -	\$ -	\$ 261,876	\$ -	\$ 2,791	\$ -	

Yukon-Koyukuk School District

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances, continued

	Special Revenue Funds, continued			Capital Project Funds				
	Sarah Good Scholarship	Raven Scholarship	Total Special Revenue Funds	Diesel Spill	Nulato Roof Repair	Allakaket K-12 School Water System Improvements	District Wide Fire Alarm System Upgrade	Kaltag Siding Completion
<i>Year Ended June 30, 2015</i>								
Revenues								
Local sources	\$ -	\$ -	\$ 465,637	\$ 113,170	\$ -	\$ -	\$ -	\$ -
State of Alaska	-	-	830,216	-	24,458	2,762	3,838	42,064
Federal sources	-	-	3,121,137	-	-	-	-	-
Total Revenues	-	-	4,416,990	113,170	24,458	2,762	3,838	42,064
Expenditures								
Instruction	-	-	2,799,270	-	-	-	-	-
Special education instruction	-	-	195,111	-	-	-	-	-
Special education support services - students	-	-	52,467	-	-	-	-	-
Support services - students	-	-	112,695	-	-	-	-	-
Support services - instruction	-	-	134,399	-	-	-	-	-
School administration	-	-	284,411	-	-	-	-	-
District administration support services	-	-	309,473	-	-	-	-	-
Operations and maintenance of plant	-	-	275,966	244,638	-	-	-	-
Student transportation	-	-	88,169	-	-	-	-	-
Food services	-	-	343,676	-	-	-	-	-
Expendable trust	1,301	6,000	12,000	-	-	-	-	-
Construction and facilities acquisition	-	-	-	-	98,867	-	-	42,064
Total Expenditures	1,301	6,000	4,607,637	244,638	98,867	-	-	42,064
Excess (deficiency) of revenues over expenditures	(1,301)	(6,000)	(190,647)	(131,468)	(74,409)	2,762	3,838	-
Other Financing Sources (Uses)								
Transfers in (out)	-	-	231,084	131,468	74,409	(2,762)	(3,838)	-
Net change in fund balances	(1,301)	(6,000)	40,437	-	-	-	-	-
Fund Balances, beginning of year	10,689	12,000	381,602	-	-	-	-	-
Fund Balances, end of year	\$ 9,388	\$ 6,000	\$ 422,039	\$ -	\$ -	\$ -	\$ -	\$ -

Yukon-Koyukuk School District

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances, continued

	Capital Project Funds, continued							Total Capital Project Funds	Total Nonmajor Govern- mental Funds
	Restor- ation of Restrooms at EBV School	Allakaket Teacher Housing Rehabilitation	Kaltag Teacher Housing Rehabilitation	Kaltag Heating System Improvements	Merrelaine A. Kangas K-12 School Renovation, Ruby	Huslia Teacher Housing			
<i>Year Ended June 30, 2015</i>									
Revenues									
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	113,170	\$ 578,807
State of Alaska	-	6,558	6,061	1,412	163,467	-	-	250,620	1,080,836
Federal sources	-	-	-	-	-	-	-	-	3,121,137
Total Revenues	-	6,558	6,061	1,412	163,467	-	-	363,790	4,780,780
Expenditures									
Instruction	-	-	-	-	-	-	-	-	2,799,270
Special education instruction	-	-	-	-	-	-	-	-	195,111
Special education support services - students	-	-	-	-	-	-	-	-	52,467
Support services - students	-	-	-	-	-	-	-	-	112,695
Support services - instruction	-	-	-	-	-	-	-	-	134,399
School administration	-	-	-	-	-	-	-	-	284,411
District administration support services	-	-	-	-	-	-	-	-	309,473
Operations and maintenance of plant	-	-	-	-	-	-	-	244,638	520,604
Student transportation	-	-	-	-	-	-	-	-	88,169
Food services	-	-	-	-	-	-	-	-	343,676
Expendable trust	-	-	-	-	-	-	-	-	12,000
Construction and facilities acquisition	155	9,558	26,599	-	163,467	5,768	-	346,478	346,478
Total Expenditures	155	9,558	26,599	-	163,467	5,768	-	591,116	5,198,753
Excess (deficiency) of revenues over expenditures	(155)	(3,000)	(20,538)	1,412	-	(5,768)	-	(227,326)	(417,973)
Other Financing Sources (Uses)									
Transfers in (out)	155	3,000	20,538	(1,412)	-	5,768	-	227,326	458,410
Net change in fund balances	-	-	-	-	-	-	-	-	40,437
Fund Balances, beginning of year	-	-	-	-	-	-	-	-	381,602
Fund Balances, end of year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 422,039

Yukon-Koyukuk School District
Student Transportation Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues - State of Alaska	\$ 99,749	\$ 93,562	\$ (6,187)
Expenditures - student transportation:			
Non-certificated salaries	16,800	23,197	(6,397)
Employee benefits	4,824	5,027	(203)
Professional and technical services	4,000	1,756	2,244
Staff travel	3,500	2,951	549
Energy	31,482	22,584	8,898
Other purchased services	33,043	27,638	5,405
Supplies, materials and media	6,000	4,991	1,009
Other expenditures	100	25	75
Total Expenditures	99,749	88,169	11,580
Net change in fund balance	<u>\$ -</u>	5,393	<u>\$ 5,393</u>
Fund Balance, beginning of year		<u>103,348</u>	
Fund Balance, end of year		<u>\$ 108,741</u>	

Yukon-Koyukuk School District

Future Educators of Alaska Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues - federal sources passed through the State of Alaska	\$ 15,645	\$ 15,342	\$ (303)
Expenditures - instruction:			
Certificated salaries	2,585	2,400	185
Non-certificated salaries	1,100	725	375
Employee benefits	806	1,612	(806)
Student travel	9,099	8,651	448
Supplies, materials and media	2,055	1,954	101
Total Expenditures	15,645	15,342	303
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Yukon-Koyukuk School District
Teacher Retention - Moore Settlement
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues - State of Alaska	\$ 403,639	\$ 372,469	\$ (31,170)
Expenditures:			
Instruction:			
Professional and technical services	53,824	24,082	29,742
Staff travel	4,348	688	3,660
Utility services	70,730	63,288	7,442
Total instruction	128,902	88,058	40,844
School administration:			
Certificated salaries	199,434	206,356	(6,922)
Employee benefits	75,303	78,055	(2,752)
Total school administration	274,737	284,411	(9,674)
Total Expenditures	403,639	372,469	31,170
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Yukon-Koyukuk School District

Two Year Kindergarten Grant - Moore Settlement Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues - State of Alaska	\$ 58,000	\$ 57,279	\$ (721)
Expenditures - instruction:			
Professional and technical services	11,250	11,250	-
Staff travel	3,000	1,246	1,754
Supplies, materials and media	43,750	44,783	(1,033)
Total Expenditures	58,000	57,279	721
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Yukon-Koyukuk School District

Alaska School Broadband Assistance Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues - State of Alaska	\$ 127,392	\$ 127,392	\$ -
Expenditures - district administration support services - utility services	127,392	127,392	-
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Yukon-Koyukuk School District

Alaska Pilot Pre-Kindergarten Program Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues - State of Alaska	\$ 55,000	\$ 54,030	\$ (970)
Expenditures			
Instruction:			
Professional and technical services	21,750	21,750	-
Staff travel	10,125	10,361	(236)
Supplies, materials and media	19,286	18,394	892
Total instruction	51,161	50,505	656
District administration support services - indirect costs	3,839	3,525	314
Total Expenditures	55,000	54,030	970
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Yukon-Koyukuk School District

Targeted Assistance - Moore Settlement Special Revenue Fund Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues - State of Alaska	\$ 27,796	\$ 27,796	\$ -
Expenditures - support services - instruction:			
Certificated salaries	18,789	18,789	-
Employee benefits	9,007	9,007	-
Total Expenditures	27,796	27,796	-
Net change in fund balance	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Yukon-Koyukuk School District

Alaska Language Revitalization Camp Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balance

Year Ended June 30, 2015

Revenues - local sources - other	\$	5,000
<hr/>		
Expenditures - instruction:		
Non-certificated salaries		1,684
Employee benefits		179
Staff travel		877
Supplies, materials and media		2,260
<hr/>		
Total Expenditures		5,000
<hr/>		
Net change in fund balance		-
<hr/>		
Fund Balance, beginning of year		-
<hr/>		
Fund Balance, end of year	\$	-
<hr/>		

Yukon-Koyukuk School District
Food Service Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues			
Local sources	\$ 1,000	\$ 1,495	\$ 495
Federal sources passed through the State of Alaska	130,000	152,501	22,501
Total Revenues	131,000	153,996	22,996
Expenditures - food services:			
Non-certificated salaries	84,014	81,658	2,356
Employee benefits	33,620	31,339	2,281
Professional and technical services	400	200	200
Staff travel	5,100	5,180	(80)
Other purchased services	53,000	52,008	992
Supplies, materials and media	131,200	133,203	(2,003)
Other expenditures	1,125	923	202
Total Expenditures	308,459	304,511	3,948
Deficiency of revenues over expenditures	(177,459)	(150,515)	26,944
Other Financing Sources - transfers in	177,459	182,528	5,069
Net change in fund balance	<u>\$ -</u>	32,013	<u>\$ 32,013</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ 32,013</u>	

Yukon-Koyukuk School District

Nutritional Alaska Foods in Schools Special Revenue Fund Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues - State of Alaska	\$ 39,360	\$ 39,165	\$ (195)
Expenditures - food services - supplies, materials and media	39,360	39,165	195
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Yukon-Koyukuk School District
Title I-A Basic Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues - federal sources passed through the State of Alaska	\$ 276,848	\$ 244,304	\$ (32,544)
Expenditures			
Instruction:			
Certificated salaries	42,919	40,985	1,934
Non-certificated salaries	4,500	3,068	1,432
Employee benefits	22,000	22,346	(346)
Professional and technical services	48,000	44,250	3,750
Staff travel	107,866	89,398	18,468
Supplies, materials and media	25,500	20,317	5,183
Other expenditures	8,000	8,000	-
Total instruction	258,785	228,364	30,421
District administration support services - indirect costs	18,063	15,940	2,123
Total Expenditures	276,848	244,304	32,544
Net change in fund balance	\$ -	-	\$ -
Fund Balance, beginning of year		-	
Fund Balance, end of year		\$ -	

Yukon-Koyukuk School District

Title I-A Professional Development Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues - federal sources passed through the State of Alaska	\$ 42,650	\$ 30,854	\$ (11,796)
Expenditures			
Instruction - staff travel	39,867	28,833	11,034
District administration support services - indirect costs	2,783	2,021	762
Total Expenditures	42,650	30,854	11,796
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Yukon-Koyukuk School District

Title I-A Highly Qualified Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues - federal sources passed through the State of Alaska	\$ 5,349	\$ 535	\$ (4,814)
Expenditures			
Instruction:			
Staff travel	3,000	-	3,000
Other expenditures	2,000	500	1,500
Total instruction	5,000	500	4,500
District administration support services - indirect costs	349	35	314
Total Expenditures	5,349	535	4,814
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Yukon-Koyukuk School District

Title I School Improvement - 1003(a) Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues - federal sources passed through the State of Alaska	\$ 95,550	\$ 91,334	\$ (4,216)
Expenditures			
Instruction:			
Professional and technical services	60,000	58,762	1,238
Staff travel	25,536	22,833	2,703
Other expenditures	3,780	3,780	-
Total instruction	89,316	85,375	3,941
 District administration support services - indirect costs	 6,234	 5,959	 275
Total Expenditures	95,550	91,334	4,216
 Net change in fund balance	 \$ -	 -	 \$ -
 Fund Balance, beginning of year		 -	
 Fund Balance, end of year		 \$ -	

Yukon-Koyukuk School District

Migrant Education Books Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues - federal sources passed through the State of Alaska	\$ 2,175	\$ 2,175	\$ -
Expenditures			
Instruction - supplies, materials and media	2,033	2,033	-
District administration support services - indirect costs	142	142	-
Total Expenditures	2,175	2,175	-
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Yukon-Koyukuk School District

Title I-C Migrant Education Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues - federal sources passed through the State of Alaska	\$ 42,475	\$ 41,818	\$ (657)
Expenditures			
Instruction:			
Certificated salaries	310	308	2
Non-certificated salaries	18,972	18,905	67
Employee benefits	6,348	6,222	126
Supplies, materials and media	14,074	13,655	419
Total instruction	39,704	39,090	614
District administration support services - indirect costs	2,771	2,728	43
Total Expenditures	42,475	41,818	657
Net change in fund balance	\$ -	-	\$ -
Fund Balance, beginning of year		-	
Fund Balance, end of year		\$ -	

Yukon-Koyukuk School District
Title VI-B IDEA Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues - federal sources passed through the State of Alaska	\$ 349,848	\$ 264,859	\$ (84,989)
Expenditures			
Special education instruction:			
Certificated salaries	45,578	44,440	1,138
Non-certificated salaries	10,966	7,927	3,039
Employee benefits	25,335	25,870	(535)
Professional and technical services	140,000	88,690	51,310
Staff travel	13,022	4,945	8,077
Other purchased services	1,500	2,528	(1,028)
Supplies, materials and media	14,500	19,811	(5,311)
Other expenditures	3,000	900	2,100
Total special education instruction	253,901	195,111	58,790
Special education support services - students:			
Certificated salaries	25,422	26,301	(879)
Non-certificated salaries	30,034	7,735	22,299
Employee benefits	17,665	18,431	(766)
Total special education support services - students	73,121	52,467	20,654
District administration support services - indirect costs	22,826	17,281	5,545
Total Expenditures	349,848	264,859	84,989
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Yukon-Koyukuk School District

Title II-A Teacher and Principal Training and Recruitment Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues - federal sources passed through the State of Alaska	\$ 96,808	\$ 96,374	\$ (434)
Expenditures			
Instruction:			
Certificated salaries	50,887	50,947	(60)
Employee benefits	23,667	26,582	(2,915)
Staff travel	15,938	12,557	3,404
Total instruction	90,492	90,086	406
District administration support services - indirect costs	6,316	6,288	28
Total Expenditures	96,808	96,374	434
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Yukon-Koyukuk School District

Youth Risk Behavior Survey Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues - State of Alaska	\$ 500	\$ 281	\$ (219)
Expenditures - instruction - supplies, materials and media	500	281	219
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Yukon-Koyukuk School District

Title II-A, ASLP Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues - federal sources passed through the State of Alaska	\$ 169,800	\$ 142,813	\$ (26,987)
Expenditures - instruction:			
Certificated salaries	44,295	44,428	(133)
Employee benefits	21,558	23,414	(1,856)
Professional and technical services	45,452	33,633	11,819
Staff travel	35,000	24,930	10,070
Supplies, materials and media	16,882	9,808	7,074
Tuition and stipends	6,613	6,600	13
Total Expenditures	169,800	142,813	26,987
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Yukon-Koyukuk School District

Carl Perkins Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues - federal sources passed through the State of Alaska	\$ 20,555	\$ 20,476	\$ (79)
Expenditures			
Instruction:			
Non-certificated salaries	775	775	-
Employee benefits	75	75	-
Staff travel	5,454	3,957	1,497
Student travel	5,896	6,165	(269)
Supplies, materials and media	2,253	3,829	(1,576)
Tuition and stipends	4,566	4,000	566
Other expenditures	775	890	(115)
Total instruction	19,794	19,691	103
District administration support services - indirect costs	761	785	(24)
Total Expenditures	20,555	20,476	79
Net change in fund balance	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Yukon-Koyukuk School District
School Improvement Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues - federal sources passed through the State of Alaska	\$ 121,631	\$ 121,745	\$ 114
Expenditures			
Instruction:			
Professional and technical services	47,250	47,242	8
Staff travel	15,000	14,977	23
Supplies, materials and media	22,215	22,493	(278)
Total instruction	84,465	84,712	(247)
Support services - students:			
Certificated salaries	19,953	19,659	294
Employee benefits	9,278	9,438	(160)
Total support services - students	29,231	29,097	134
District administration support services - indirect costs	7,935	7,936	(1)
Total Expenditures	121,631	121,745	(114)
Net change in fund balance	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Yukon-Koyukuk School District

Career and Technical Education Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues - State of Alaska	\$ 57,500	\$ 57,035	\$ (465)
Expenditures - instruction:			
Certificated salaries	3,300	6,325	(3,025)
Employee benefits	1,863	3,467	(1,604)
Professional and technical services	3,557	3,395	162
Staff travel	17,236	13,779	3,457
Other purchased services	1,544	810	734
Supplies, materials and media	30,000	29,259	741
Total Expenditures	57,500	57,035	465
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Yukon-Koyukuk School District
Staff Development Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues			
State of Alaska	\$ 2,206	\$ 1,207	\$ (999)
Federal sources passed through the State of Alaska	10,940	6,281	(4,659)
Total Revenues	13,146	7,488	(5,658)
Expenditures			
Instruction - staff travel	13,146	2,217	10,929
Support services - instruction - staff travel	-	5,271	(5,271)
Total Expenditures	13,146	7,488	5,658
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Yukon-Koyukuk School District
Johnson O'Malley Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amount	Actual Amounts	Variance with Final Budget
Revenues - federal sources - direct	\$ 41,200	\$ 22,751	\$ (18,449)
Expenditures			
Instruction:			
Certificated salaries	3,000	1,500	1,500
Non-certificated salaries	14,500	12,338	2,162
Employee benefits	5,640	4,305	1,335
Professional and technical services	500	340	160
Supplies, materials and media	9,600	2,784	6,816
Total instruction	33,240	21,267	11,973
District administration support services - indirect costs	7,960	1,484	6,476
Total Expenditures	41,200	22,751	18,449
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Yukon-Koyukuk School District

Artists in the Classroom Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues - federal sources - direct	\$ 22,615	\$ 3,423	\$ (19,192)
Expenditures			
Instruction:			
Professional and technical services	6,092	3,200	2,892
Student travel	5,090	-	5,090
Supplies, materials and media	2,500	-	2,500
Other expenditures	7,986	-	7,986
Total instruction	21,668	3,200	18,468
District administration support services - indirect costs	947	223	724
Total Expenditures	22,615	3,423	19,192
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Yukon-Koyukuk School District
Building Solid Foundations Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues - federal sources - direct	\$ 122,018	\$ 68,669	\$ (53,349)
Expenditures			
Instruction:			
Non-certificated salaries	16,502	12,514	3,988
Employee benefits	-	7,450	(7,450)
Staff travel	2,483	-	2,483
Supplies, materials and media	-	34	(34)
Total instruction	18,985	19,998	(1,013)
Support services - students:			
Certificated salaries	46,723	33,730	12,993
Employee benefits	48,350	14,941	33,409
Total support services - students	95,073	48,671	46,402
District administration support services - indirect costs	7,960	-	7,960
Total Expenditures	122,018	68,669	53,349
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Yukon-Koyukuk School District

Title VII Indian Education Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues - federal sources - direct	\$ 157,063	\$ 157,063	\$ -
Expenditures			
Instruction:			
Certificated salaries	11,877	10,699	1,178
Non-certificated salaries	46,534	42,153	4,381
Employee benefits	19,533	16,378	3,155
Staff travel	17,826	17,307	519
Supplies, materials and media	45,104	51,408	(6,304)
Other expenditures	5,280	8,870	(3,590)
Total instruction	146,154	146,815	(661)
District administration support services - indirect costs	10,909	10,248	661
Total Expenditures	157,063	157,063	-
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Yukon-Koyukuk School District
Expanding Our Horizons Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues - federal sources - direct	\$ 325,465	\$ 233,192	\$ (92,273)
Expenditures			
Instruction:			
Certificated salaries	42,275	24,365	17,910
Non-certificated salaries	5,000	5,258	(258)
Employee benefits	19,158	16,366	2,792
Professional and technical services	63,200	33,834	29,366
Staff travel	40,000	12,645	27,355
Supplies, materials and media	33,716	24,177	9,539
Total instruction	203,349	116,645	86,704
Support services - instruction:			
Certificated salaries	66,271	66,691	(420)
Employee benefits	33,128	34,641	(1,513)
Total support services - instruction	99,399	101,332	(1,933)
District administration support services - indirect costs	22,717	15,215	7,502
Total Expenditures	325,465	233,192	92,273
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Yukon-Koyukuk School District
Bridge Project Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues - federal sources - direct	\$ 150,198	\$ 150,198	\$ -
Expenditures			
Instruction:			
Certificated salaries	84,865	85,037	(172)
Employee benefits	45,001	44,991	10
Professional and technical services	5,000	3,811	1,189
Staff travel	3,414	3,751	(337)
Supplies, materials and media	6,431	1,923	4,508
Other expenditures	(4,313)	885	(5,198)
Total instruction	140,398	140,398	-
District administration support services - indirect costs	9,800	9,800	-
Total Expenditures	150,198	150,198	-
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Yukon-Koyukuk School District

Pre-K Building Blocks Project Special Revenue Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues - federal sources - direct	\$ 403,132	\$ 312,064	\$ (91,068)
Expenditures			
Instruction:			
Certificated salaries	124,883	131,376	(6,493)
Non-certificated salaries	40,474	37,799	2,675
Employee benefits	81,753	79,741	2,012
Professional and technical services	42,000	11,961	30,039
Staff travel	36,119	11,494	24,625
Supplies, materials and media	49,764	19,332	30,432
Total instruction	374,993	291,703	83,290
District administration support services - indirect costs	28,139	20,361	7,778
Total Expenditures	403,132	312,064	91,068
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Yukon-Koyukuk School District

District Housing Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues - local sources - rental income	\$ 185,000	\$ 186,669	\$ 1,669
Expenditures - operations and maintenance of plant:			
Non-certificated salaries	37,300	24,702	12,598
Employee benefits	11,471	6,961	4,510
Staff travel	2,800	1,974	826
Utility services	28,025	26,023	2,002
Energy	209,475	161,584	47,891
Other purchased services	27,009	27,123	(114)
Supplies, materials and media	18,920	18,923	(3)
Equipment	9,000	8,676	324
Total Expenditures	344,000	275,966	68,034
Deficiency of revenues over expenditures	(159,000)	(89,297)	69,703
Other Financing Sources - transfers in	159,000	48,556	(110,444)
Net change in fund balance	<u>\$ -</u>	(40,741)	<u>\$ (40,741)</u>
Fund Balance, beginning of year		<u>40,741</u>	
Fund Balance, end of year		<u>\$ -</u>	

Yukon-Koyukuk School District
Whatever It Takes Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues	\$ -	\$ -	\$ -
Expenditures	-	-	-
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>1,230</u>	
Fund Balance, end of year		<u>\$ 1,230</u>	

Yukon-Koyukuk School District

PEP Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues - federal sources - direct	\$ 479,255	\$ 304,499	\$ (174,756)
Expenditures			
Instruction:			
Certificated salaries	129,787	115,665	14,122
Non-certificated salaries	16,502	11,301	5,201
Employee benefits	72,922	68,998	3,924
Professional and technical services	75,000	21,874	53,126
Staff travel	58,700	25,545	33,155
Supplies, materials and media	73,856	41,249	32,607
Other expenditures	20,464	-	20,464
Total instruction	447,231	284,632	162,599
District administration support services - indirect costs	32,024	19,867	12,157
Total Expenditures	479,255	304,499	174,756
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Yukon-Koyukuk School District
School Success Model Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues - federal sources - direct	\$ 792,254	\$ 637,867	\$ (154,387)
Expenditures			
Instruction:			
Certificated salaries	201,586	197,263	4,323
Non-certificated salaries	17,352	19,684	(2,332)
Employee benefits	119,882	131,882	(12,000)
Professional and technical services	239,091	208,067	31,024
Staff travel	48,371	30,553	17,818
Supplies, materials and media	22,838	10,431	12,407
Other expenditures	97,825	-	97,825
Total instruction	746,945	597,880	149,065
District administration support services - indirect costs	45,309	39,987	5,322
Total Expenditures	792,254	637,867	154,387
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Yukon-Koyukuk School District
Distance Delivery Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues - local sources - other	\$ 200,000	\$ 234,663	\$ 34,663
Expenditures - instruction:			
Certificated salaries	84,374	89,141	(4,767)
Employee benefits	44,290	46,751	(2,461)
Professional and technical services	1,000	877	123
Staff travel	1,000	3,350	(2,350)
Utility services	4,600	4,013	587
Supplies, materials and media	64,736	35,386	29,350
Total Expenditures	200,000	179,518	20,482
Net change in fund balance	\$ -	55,145	\$ 55,145
Fund Balance, beginning of year		206,731	
Fund Balance, end of year		\$ 261,876	

Yukon-Koyukuk School District
AKISS Program Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues - local sources - other	\$ 34,930	\$ 34,927	\$ (3)
Expenditures - support services - students:			
Non-certificated salaries	22,300	22,287	13
Employee benefits	12,630	12,640	(10)
Total Expenditures	34,930	34,927	3
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Yukon-Koyukuk School District

Morale Scholarship Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues - local sources - other	\$ 5,047	\$ 2,883	\$ (2,164)
Expenditures - district administration support services - supplies, materials and media	5,047	2,256	2,791
Net change in fund balance	<u>\$ -</u>	627	<u>\$ 627</u>
Fund Balance, beginning of year		<u>2,164</u>	
Fund Balance, end of year		<u>\$ 2,791</u>	

Yukon-Koyukuk School District

LeFevour Scholarship Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues	\$ -	\$ -	\$ -
Expenditures - expendable trust - tuition and stipends	-	4,699	4,699
Net change in fund balance	<u>\$ -</u>	(4,699)	<u>\$ (4,699)</u>
Fund Balance, beginning of year		<u>4,699</u>	
Fund Balance, end of year		<u>\$ -</u>	

Yukon-Koyukuk School District

Sarah Good Scholarship Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues	\$ -	\$ -	\$ -
Expenditures - expendable trust - tuition and stipends	-	1,301	1,301
Net change in fund balance	<u>\$ -</u>	(1,301)	<u>\$ (1,301)</u>
Fund Balance, beginning of year		<u>10,689</u>	
Fund Balance, end of year		<u>\$ 9,388</u>	

Yukon-Koyukuk School District
Raven Scholarship Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual

<i>Year Ended June 30, 2015</i>	Final Budgeted Amounts	Actual Amounts	Variance With Final Budget
Revenues	\$ -	\$ -	\$ -
Expenditures - expendable trust - tuition and stipends	12,000	6,000	6,000
Net change in fund balance	<u>\$ (12,000)</u>	(6,000)	<u>\$ 6,000</u>
Fund Balance, beginning of year		<u>12,000</u>	
Fund Balance, end of year		<u>\$ 6,000</u>	

Yukon-Koyukuk School District

Diesel Spill Capital Project Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Year Ended June 30, 2015

Revenues - local sources - other	\$ 113,170
<hr/>	
Expenditures - operations and maintenance of plant:	
Non-certificated salaries	3,587
Employee benefits	1,034
Professional and technical services	8,675
Staff travel	6,668
Other purchased services	213,713
Supplies, materials and media	10,961
<hr/>	
Total Expenditures	244,638
<hr/>	
Deficiency of revenues over expenditures	(131,468)
<hr/>	
Other Financing Sources - transfers in	131,468
<hr/>	
Net change in fund balance	-
<hr/>	
Fund Balance, beginning of year	-
<hr/>	
Fund Balance, end of year	\$ -
<hr/>	

Yukon-Koyukuk School District
Nulato Roof Repair Capital Project Fund
Statement of Revenues, Expenditures and Changes in Fund Balance

Year Ended June 30, 2015

Revenues - State of Alaska	\$ 24,458
Expenditures - construction and facilities acquisition:	
Non-certificated salaries	49,779
Employee benefits	11,077
Capital outlay	38,011
Total Expenditures	98,867
Deficiency of revenues over expenditures	(74,409)
Other Financing Sources - transfers in	74,409
Net change in fund balance	-
Fund Balance, beginning of year	-
Fund Balance, end of year	\$ -

Yukon-Koyukuk School District

Allakaket K-12 School Water System Improvements Capital Project Fund
Statement of Revenues, Expenditures and Changes in Fund Balance

Year Ended June 30, 2015

Revenues - State of Alaska	\$ 2,762
Other Financing Uses - transfers out	(2,762)
Net change in fund balance	-
Fund Balance, beginning of year	-
Fund Balance, end of year	\$ -

Yukon-Koyukuk School District

District-wide Fire Alarm System Upgrade Capital Project Fund
Statement of Revenues, Expenditures and Changes in Fund Balance

Year Ended June 30, 2015

Revenues - State of Alaska	\$	3,838
<hr/>		
Other Financing Uses - transfers out		(3,838)
<hr/>		
Net change in fund balance		-
<hr/>		
Fund Balance, beginning of year		-
<hr/>		
Fund Balance, end of year	\$	-
<hr/>		

Yukon-Koyukuk School District
Kaltag Siding Completion Capital Project Fund
Statement of Revenues, Expenditures and Changes in Fund Balance

Year Ended June 30, 2015

Revenues - State of Alaska	\$ 42,064
Expenditures - construction and facilities acquisition:	
Non-certificated salaries	28,605
Employee benefits	3,020
Capital outlay	10,439
Total Expenditures	42,064
Net change in fund balance	-
Fund Balance, beginning of year	-
Fund Balance, end of year	\$ -

Yukon-Koyukuk School District

Restoration of Restrooms at the EBV School Capital Project Fund
Statement of Revenues, Expenditures and Changes in Fund Balance

Year Ended June 30, 2015

Revenues - State of Alaska	\$	-
<hr/>		
Expenditures - construction and facilities acquisition:		
Non-certificated salaries		140
Employee benefits		15
<hr/>		
Total Expenditures		155
<hr/>		
Deficiency of revenues over expenditures		(155)
<hr/>		
Other Financing Sources - transfers in		155
<hr/>		
Net change in fund balance		-
<hr/>		
Fund Balance, beginning of year		-
<hr/>		
Fund Balance, end of year	\$	-

Yukon-Koyukuk School District

**Allakaket Teacher Housing Rehabilitation Capital Project Fund
Statement of Revenues, Expenditures and Changes in Fund Balance**

Year Ended June 30, 2015

Revenues - State of Alaska	\$ 6,558
Expenditures - construction and facilities acquisition:	
Professional and technical services	3,000
Capital outlay	6,558
Total Expenditures	9,558
Deficiency of revenues over expenditures	(3,000)
Other Financing Sources - transfers in	3,000
Net change in fund balance	-
Fund Balance, beginning of year	-
Fund Balance, end of year	\$ -

Yukon-Koyukuk School District

Kaltag Teacher Housing Rehabilitation Capital Project Fund
Statement of Revenues, Expenditures and Changes in Fund Balance

Year Ended June 30, 2015

Revenues - State of Alaska	\$ 6,061
Expenditures - construction and facilities acquisition:	
Non-certificated salaries	1,972
Employee benefits	210
Professional and technical services	3,450
Capital outlay	20,967
Total Expenditures	26,599
Deficiency of revenues over expenditures	(20,538)
Other Financing Sources - transfers in	20,538
Net change in fund balance	-
Fund Balance, beginning of year	-
Fund Balance, end of year	\$ -

Yukon-Koyukuk School District

Kaltag Heating System Improvements Capital Project Fund
Statement of Revenues, Expenditures and Changes in Fund Balance

Year Ended June 30, 2015

Revenues - State of Alaska	\$	1,412
Other Financing Uses - transfers out		(1,412)
Net change in fund balance		-
Fund Balance, beginning of year		-
Fund Balance, end of year	\$	-

Yukon-Koyukuk School District

Merrelaine A. Kangas K-12 School Renovation, Ruby Capital Project Fund
Statement of Revenues, Expenditures and Changes in Fund Balance

Year Ended June 30, 2015

Revenues - State of Alaska	\$ 163,467
<hr/>	
Expenditures - construction and facilities acquisition:	
Professional and technical services	2,792
Equipment	5,580
Capital outlay	155,095
<hr/>	
Total Expenditures	163,467
<hr/>	
Net change in fund balance	-
<hr/>	
Fund Balance, beginning of year	-
<hr/>	
Fund Balance, end of year	\$ -
<hr/>	

Yukon-Koyukuk School District
Huslia Teacher Housing Capital Project Fund
Statement of Revenues, Expenditures and Changes in Fund Balance

Year Ended June 30, 2015

Revenues - State of Alaska	\$ -
Expenditures - construction and facilities acquisition:	
Non-certificated salaries	1,523
Employee benefits	318
Professional and technical services	3,000
Capital outlay	927
Total Expenditures	5,768
Deficiency of revenues over expenditures	(5,768)
Other Financing Sources - transfers in	5,768
Net change in fund balance	-
Fund Balance, beginning of year	-
Fund Balance, end of year	\$ -

Yukon-Koyukuk School District
Student Activity Agency Fund
Schedule of Changes in Assets and Liabilities

<i>Year Ended June 30, 2015</i>	Balance July 1, 2014	Additions	Deductions	Balance June 30, 2015
Assets				
Cash and cash equivalents	\$ 152,083	\$ 84,445	\$ (99,771)	\$ 136,757
Liabilities				
Due to student groups	\$ 151,845	\$ 84,445	\$ (100,457)	\$ 135,833
Accounts payable	238	686	-	924
Total Liabilities	\$ 152,083	\$ 85,131	\$ (100,457)	\$ 136,757

Yukon-Koyukuk School District
Schedule of Compliance - AS 14.17.505
Year Ended June 30, 2015

Total fund balance - School Operating Fund	\$	2,033,071
less exemptions per 4 AAC 09.160(a):		
Inventory		300,581
Reserve for correspondence program		458,485
Federal impact aid received		208,474
		2,033,071
Fund balance subject to 10% limitation	\$	1,065,531

Non-exempt fund balance as a percentage of current year expenditures:

Fund balance subject to limitation	\$	1,065,531	=	3.64%
Current year expenditures	\$	29,301,960		3.64%

Yukon-Koyukuk School District
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2015

Federal Grant Title	Grant Number	Catalog of Federal Domestic Assistance Number	Total Grant Award	Federal Expend- itures
U.S. Department of Education				
Passed through the State of Alaska Department of Education and Early Development:				
Title I Part A:				
Title IA Basic	IP 15.052.01	84.010	\$ 276,848	\$ 244,304
Title I-A Professional Development	IP 15.052.01	84.010	42,650	30,854
Title I-A Highly Qualified	IP 15.052.01	84.010	5,349	535
Title I School Improvement 1003(a)	PF 15.052.01	84.010	95,550	<u>91,334</u>
Total CFDA 84.010				<u>367,027</u>
Title VI-B, IDEA	SE 15.052.01	84.027	349,848	<u>264,859</u>
Title I-C, Migrant Ed Migrant Education Books Program	IP 15.052.01 MB 14.052.01	84.011 84.011	42,475 2,175	<u>41,818</u> <u>2,175</u>
Total CFDA 84.011				<u>43,993</u>
Carl Perkins Vocational Ed	EK 15.052.01	84.048	20,555	<u>20,476</u>
Title II-A, Principal and Teacher Training and Recruitment	IP 15.052.01	84.367	96,808	96,374
Title II-A, ASLP	HE 15.052.02	84.367	169,800	<u>142,813</u>
Total CFDA 84.367				<u>239,187</u>
Title I, Sec 1003(g) School Improvement	IS 15.052.02	84.377	121,745	<u>121,745</u>
Total passed through the State of Alaska Department of Education and Early Development				<u>1,057,287</u>

Yukon-Koyukuk School District

Schedule of Expenditures of Federal Awards, continued

Federal Grant Title	Grant Number	Catalog of Federal Domestic Assistance Number	Total Grant Award	Federal Expend- itures
U.S. Department of Education, continued				
Passed through the University of Alaska Fairbanks - Statewide Future Educators of Alaska	UAF 14-0053	84.356	\$ 10,474	\$ 5,660
Direct Programs:				
The Bridge Project	S356A110054	84.356	1,373,131	150,198
School Success Model	S356A120026	84.356	2,076,954	637,867
Total CFDA 84.356				<u>793,725</u>
Building Solid Foundations	Q215E110093	84.215	941,217	68,669
PEP	Q215F120418	84.215	956,480	304,499
Total CFDA 84.215				<u>373,168</u>
Expanding Our Horizons	T365C13005	84.365	485,397	233,192
Impact Aid		84.041	208,474	208,474
Title VII - Indian Education	S060A150972	84.060	157,063	157,063
Indian Ed - Pre-K	S299A120105	84.299	594,103	312,064
Total U.S. Department of Education				<u>3,134,973</u>
U.S. Department of Agriculture				
Passed through the State of Alaska Department of Education and Early Development:				
Child Nutrition Cluster:				
National School Lunch	MA 15.052.01	10.555	109,634	109,634
National School Breakfast	MA 15.052.01	10.553	42,867	42,867
Total Child Nutrition Cluster				<u>152,501</u>
Total U.S. Department of Agriculture				<u>152,501</u>
U.S. Department of the Interior				
Johnson O'Malley Program	A12AV00738	15.130	67,850	22,751
Total Expenditures of Federal Awards				<u>\$ 3,310,225</u>

Note 1: Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of Yukon-Koyukuk School District under programs of the federal government for the year ended June 30, 2015. The information in this Schedule is presented in accordance with the requirements of the Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Because the Schedule presents only a selected portion of the operations of Yukon-Koyukuk School District, it is not intended to and does not present the financial position, changes in net position or cash flows of Yukon-Koyukuk School District.

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting.

Yukon-Koyukuk School District
Schedule of State Financial Assistance
Year Ended June 30, 2015

Name of Award	Grant Number	Total Grant Award	State Expend- itures
Department of Education and Early Development			
Direct:			
* Public School Funding	FY15	\$ 13,760,998	\$ 13,760,998
* HB278	FY15	431,164	431,164
Student Transportation	FY15	93,562	93,562
Alaska Pilot Pre-kindergarten Program	PK 15.052.01	55,000	54,030
Targeted Assistance - Moore Settlement	XY 15.052.01	27,796	27,796
* Teacher Retention Grant - Moore Settlement	WQ 15.052.01	399,688	372,469
Moore Settlement	HSGQE	2,806	2,806
Two Year Kindergarten Grant - Moore Settlement	UV 15.052.01	59,687	57,279
* Alaska Broadband School Assistance	SBG 15.052.26	127,392	127,392
Nulato Roof Repair	GR-05-003	812,850	24,458
Allakaket Well Replacement	GR-10-012	161,994	2,762
Districtwide Fire Alarms	GR-06-022	167,889	3,838
* Merrelaine A. Kangas K-12 School Renovation, Ruby	GR-13-006	5,078,282	163,467
Youth Risk Behavior Survey	YR 15.052.01	500	281
Kaltag Heating System Improvements	GR-10-023	853,165	1,412
Total Department of Education and Early Development			<u>15,123,714</u>
Department of Administration			
* PERS Relief	FY15	1,001,183	1,001,183
* TRS Relief	FY15	11,745,452	11,745,452
Total Department of Administration			<u>12,746,635</u>
Department of Labor			
Career and Technical Education	EN 756348	57,500	57,035
Department of Commerce, Community and Economic Development			
Nutritional Alaska Foods In Schools	15-NAFS-398	36,965	36,965
Nutritional Alaska Foods In Schools	14-NAF-053	39,360	2,200
Kaltag Siding Completion	13 DC 316	250,000	42,064
Total Department of Commerce, Community and Economic Development			<u>81,229</u>
Alaska Housing Finance Corporation			
Allakaket Teacher Housing Rehabilitation	THP-13-YKS-01	678,100	6,558
Kaltag Teacher Housing Rehabilitation	THP-13-YKS-02	718,469	6,061
Total Alaska Housing Finance Corporation			<u>12,619</u>
Total State Financial Assistance			<u>\$ 28,021,232</u>

* Denotes a major program

Note 1: Basis of Presentation

The accompanying schedule of state financial assistance (the "Schedule") includes the state grant activity of Yukon-Koyukuk School District under programs of the state government for the year ended June 30, 2015. The information in this Schedule is presented in accordance with the requirements of the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*. Because the Schedule presents only a selected portion of the operations of Yukon-Koyukuk School District, it is not intended to and does not present the financial position, changes in net position or cash flows of Yukon-Koyukuk School District.

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting.

Single Audit Section



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Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards*

Members of the School Board
Yukon-Koyukuk School District
Fairbanks, Alaska

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Yukon-Koyukuk School District, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise Yukon-Koyukuk School District's basic financial statements, and have issued our report thereon dated December 10, 2015.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Yukon-Koyukuk School District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

BDO USA, LLP

Anchorage, Alaska
December 10, 2015



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Independent Auditor's Report on Compliance For Each Major Federal Program and Report on Internal Control Over Compliance Required by OMB Circular A-133

Members of the School Board
Yukon-Koyukuk School District
Fairbanks, Alaska

Report on Compliance for Each Major Federal Program

We have audited Yukon-Koyukuk School District's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Yukon-Koyukuk School District's major federal programs for the year ended June 30, 2015. Yukon-Koyukuk School District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Yukon-Koyukuk School District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Yukon-Koyukuk School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

In our opinion, Yukon-Koyukuk School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2015.

Report on Internal Control Over Compliance

Management of Yukon-Koyukuk School District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Yukon-Koyukuk School District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Yukon-Koyukuk School District's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

BDO USA, LLP

Anchorage, Alaska
December 10, 2015



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Independent Auditor's Report on Compliance For Each Major State Program and Report on Internal Control Over Compliance Required by the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*

Members of the School Board
Yukon-Koyukuk School District
Fairbanks, Alaska

Report on Compliance for Each Major State Program

We have audited Yukon-Koyukuk School District's compliance with the types of compliance requirements described in the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits* that could have a direct and material effect on each of Yukon-Koyukuk School District's major state programs for the year ended June 30, 2015. Yukon-Koyukuk School District's major state programs are identified in the accompanying schedule of state financial assistance.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Yukon-Koyukuk School District's major state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*. Those standards and the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits* require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major state program occurred. An audit includes examining, on a test basis, evidence about Yukon-Koyukuk School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major state program. However, our audit does not provide a legal determination of Yukon-Koyukuk School District's compliance.

Opinion on Each Major State Program

In our opinion, Yukon-Koyukuk School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the year ended June 30, 2015.

Report on Internal Control Over Compliance

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

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*. Accordingly, this report is not suitable for any other purpose.

BDO USA, LLP

Anchorage, Alaska
December 10, 2015

Yukon-Koyukuk School District

Schedule of Findings and Questioned Costs Year Ended June 30, 2015

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

Material weakness(es) identified?	___ yes	<u>X</u> no
Significant deficiency(ies) identified?	___ yes	<u>X</u> (none reported)

Noncompliance material to financial statements noted? ___ yes X no

Federal Financial Assistance

Internal control over major programs:

Material weakness(es) identified?	___ yes	<u>X</u> no
Significant deficiency(ies) identified?	___ yes	<u>X</u> (none reported)

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

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133? ___ yes X no

Identification of major programs:

<i>CFDA Number</i>	<i>Name of Federal Program or Cluster</i>	<i>Agency</i>
84.010	Title IA Grants to Local Educational Agencies	Department of Education
84.215	Funds for the Improvement of Education	Department of Education
84.377	School Improvement Grants	Department of Education
84.356	Alaska Native Educational Programs	Department of Education

Dollar threshold used to distinguish between Type A and Type B programs: \$ 300,000

Auditee qualified as low-risk auditee? ___ yes X no

State Financial Assistance

Internal control over major programs:

Material weakness(es) identified?	___ yes	<u>X</u> no
Significant deficiency(ies) identified?	___ yes	<u>X</u> (none reported)

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

Dollar threshold used to distinguish a state major program: \$ 100,000

Yukon-Koyukuk School District

Schedule of Findings and Questioned Costs, continued Year Ended June 30, 2015

Section II - Financial Statement Findings Required to be Reported in Accordance with *Government Auditing Standards*

There were no findings related to the basic financial statements which are required to be reported in accordance with generally accepted government auditing standards.

Section III - Federal Award Findings and Questioned Costs

There were no findings and questioned costs for Federal awards (as defined in section .510(a) of the Circular) that are required to be reported.

Section IV - State Award Findings and Questioned Costs

There were no findings and questioned costs for State awards (as defined in the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*) that are required to be reported.

Yukon-Koyukuk School District
Summary Schedule of Prior Audit Findings
Year Ended June 30, 2015

Financial Statement Findings

There were no prior year audit findings.

Federal Findings

There were no prior year audit findings.

State Findings

There were no prior year audit findings.

Yukon-Koyukuk School District

Corrective Action Plan Year Ended June 30, 2015

There were no current year findings; therefore, no corrective action plan is required.