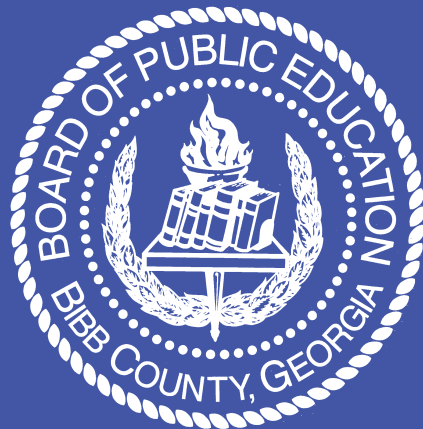


# **BIBB COUNTY SCHOOL DISTRICT**

## **COMPREHENSIVE ANNUAL FINANCIAL REPORT**

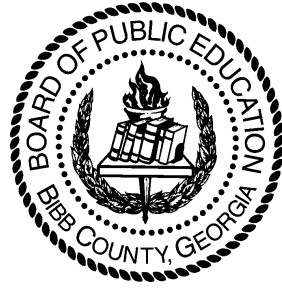
**FOR THE**

**FISCAL YEAR ENDED JUNE 30, 2008**



**Prepared by:  
Bibb County School District  
Finance Division**

**484 Mulberry Street  
Macon, Georgia 31201**



# **BIBB COUNTY SCHOOL DISTRICT**

## **COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**FOR THE**

**FISCAL YEAR ENDED JUNE 30, 2008**

**Prepared by:  
Bibb County School District  
Finance Division**

**484 Mulberry Street  
Macon, Georgia 31201**

**BIBB COUNTY SCHOOL DISTRICT  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2008**

**TABLE OF CONTENTS**

---

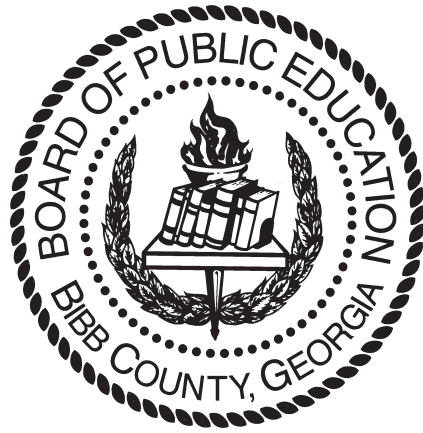
<b><u>I. INTRODUCTORY SECTION</u></b>	<b><u>Page</u></b>
Letter of Transmittal	i - vii
GFOA Certificate of Achievement	viii
Board of Public Education for Bibb County – Function and Composition	ix - xi
Bibb County School District – Superintendent and Administrative Staff	xii and xiii
Organizational Chart	xiv
 <b><u>II. FINANCIAL SECTION</u></b>	
Independent Auditor’s Report	1 and 2
Management’s Discussion and Analysis	3 - 10
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Assets	11
Statement of Activities	12 and 13
Fund Financial Statements:	
Balance Sheet – Governmental Funds	14
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	15
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	16
General Fund Statement of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual	17
Statement of Net Assets – Proprietary Funds	18
Statement of Revenues, Expenses and Changes in Fund Net Assets – Proprietary Funds	19
Statement of Cash Flows – Proprietary Funds	20 and 21
Statement of Fiduciary Net Assets – Fiduciary Funds	22
Statement of Changes in Fiduciary Net Assets – Fiduciary Funds	23
Notes to Financial Statements	24 – 46
Combining and Individual Fund Statements and Schedules:	
Combining Balance Sheet – Nonmajor Governmental Funds	47
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds	48
Debt Service Fund – Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual	49
Capital Projects Funds - Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual	50
Schedule of Expenditures of Special Purpose Local Option Sales Tax Proceeds – 2000	51
Schedule of Expenditures of Special Purpose Local Option Sales Tax Proceeds – 2006	52

**BIBB COUNTY SCHOOL DISTRICT  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2008**

**TABLE OF CONTENTS**

---

<b>II. <u>FINANCIAL SECTION</u> (Continued)</b>	<b><u>Page</u></b>
Combining Statement of Net Assets - Nonmajor Enterprise Funds	53
Combining Statement of Revenues, Expenses and Changes in Fund Net Assets – Nonmajor Enterprise Funds	54
Combining Statement of Cash Flows – Nonmajor Enterprise Funds	55 and 56
Combining Statement of Net Assets – Internal Service Funds	57 and 58
Combining Statement of Revenues, Expenses and Changes in Fund Net Assets – Internal Service Funds	59 and 60
Combining Statement of Cash Flows – Internal Service Funds	61 and 62
Combining Statement of Assets and Liabilities – Agency Funds	63
Combining Statement of Changes in Assets and Liabilities – Agency Funds	64
 <b>III. <u>STATISTICAL SECTION</u></b> 	
Net Assets by Activity – Last Seven Fiscal Years	65 and 66
Changes in Net Assets – Last Seven Fiscal Years	67 and 68
Fund Balances, Governmental Funds – Last Ten Fiscal Years	69 and 70
Changes in Fund Balances, Governmental Funds – Last Seven Fiscal Years	71 and 72
Assessed Value and Actual Value of Taxable Property – Last Seven Fiscal Years	73 and 74
Direct and Overlapping Property Tax Rates – Last Seven Fiscal Years	75 and 76
Principal Property Taxpayers – Current Year and Nine Years Ago	77
Property Tax Levies and Collections – Last Seven Fiscal Years	78
Ratios of Outstanding Debt by Type – Last Ten Fiscal Years	79
Ratios of General Bonded Debt Outstanding – Last Ten Fiscal Years	80
Direct and Overlapping Governmental Activities Debt	81
Legal Debt Margin – Last Seven Fiscal Years	82
Demographic and Economic Statistics – Last Ten Fiscal Years	83
Principal Employers – Current Year and Six Years Ago	84
District Employees – Last Seven Fiscal Years	85
Operating Statistics – Last Seven Fiscal Years	86
Teacher Salaries – Last Seven Fiscal Years	87
Free & Reduced Price Lunch Eligibility – Last Ten Fiscal Years	88
School Data – Last Seven Fiscal Years	89 – 93
 <b>IV. <u>SINGLE AUDIT SECTION</u></b> 	
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	94 and 95
Report on Compliance With Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance With OMB Circular A-133	96 and 97
Schedule of Expenditures of Federal Awards	98 – 99
Note to Schedule of Expenditures of Federal Awards	100
Schedule of Findings and Questioned Costs	101 – 103
Schedule of Prior Year Findings	104



## **I. INTRODUCTORY SECTION**



December 18, 2008

*To the Honorable Members of the Board of Public Education for Bibb County and Citizens of Bibb County, Georgia:*

We are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the Bibb County School District (District) for the fiscal year ended June 30, 2008. This report, prepared by the Finance Division, conforms to generally accepted accounting principles as applicable to governmental entities.

The District's Administration maintains full responsibility for the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to fairly present the financial position and results of operations of the District as measured by the financial activity of its various funds. All disclosures necessary to enable the reader to gain the maximum understanding of the District's financial activity have been included.

## **PROFILE OF THE BIBB COUNTY SCHOOL DISTRICT**

The Bibb County School District is a political subdivision of the State of Georgia, the boundaries of which are coextensive with the territorial limits of Bibb County. The District is separate from and legally and fiscally independent of the Board of Commissioners of Bibb County and all other political subdivisions in the state. The District is the only public school district in Bibb County and is vested, pursuant to constitutional authority, with the power to conduct a system of public education within its boundaries. The District operates public schools in unincorporated portions of Bibb County and in the incorporated cities of Macon and Lizella, Georgia.

The Board of Public Education for Bibb County (Board) is the official governing body of the District and as such is responsible for the operation of all public schools within Bibb County. Annually, the Board elects a President, Vice-President, Treasurer and Secretary. The Superintendent is appointed by the Board for a term that is determined by the Board. As its Chief Executive Officer, the Superintendent has general supervisory and administrative responsibility for all departments and personnel of the District. The Georgia Constitution provides that the management and control of the School District shall be under the Board of Education. The eight elected Board members have policy and decision-making authority.

The Bibb County School District embraces a long held tradition of excellence in education and is committed to providing achievement and performance for every school, for every classroom, and for every child. A pervasive belief within this system of schools is that each student, regardless of socio-economic status, race, neighborhood, or family structure, deserves an education that will establish a foundation for life-long success. Student enrollment in October, 2007 was over 25,000, about the same as the prior year. Approximately 73% of our students receive free and reduced price lunches. The District employs over 3,600 employees, including almost 1,800 teachers. It is the responsibility of each employee within the District, regardless of job title, to do his/her part to provide a thorough and efficient educational program for all students. Through collaborative efforts, District employees ensure that all children attending Bibb County schools are provided a high quality

education in a safe and comfortable environment and that human and technological resources are effectively used in preparing graduates for post-high school objectives. The Bibb County School District recognizes its obligation to the greater community to create an educational system that will encourage community growth and enhance the quality of life for all citizens.

The standard curricula provide a solid educational foundation for the students served in our twenty-six elementary, seven middle, and six high schools. Included in these numbers are three elementary, one middle, and four high school magnet programs as well as one high school offering career training opportunities. Students from throughout the District may apply to attend any of the magnet schools. Elementary magnet offerings include math and science, fine arts, and communicative arts. At the middle school level, students may apply for attendance at the District's fine arts magnet program. High school students have magnet opportunities that include the International Baccalaureate Program; fine arts; health/science; law, government, and justice; and pre-engineering. Currently the District sponsors two America's Choice Schools at the elementary level and two at the middle school level. These numerous opportunities allow families school choice based upon student interest, talent, and need.

Additionally, there are five specialty programs designed to serve specific student populations. The *Butler Early Childhood Center* serves regular pre-kindergarten and kindergarten students along with special needs students in collaborative environments. *Elam Alexander Academy* is a community-based delivery system that serves severely emotionally disturbed/behavioral disordered students and students with autism from Bibb County as well as six surrounding counties. Students who have job-related or family responsibilities, who have dropped out of school, or who experience difficulty in a traditional high-school setting, are given an opportunity to complete high school in a non-traditional setting at the *Renaissance Academy Performance Learning Center* in partnership with Community in Schools. The *Teen Parent Center* is available to assist pregnant or parenting middle and high school students as they work toward attainment of high school diplomas. Due to declining participation and as a cost reduction measure, the *Renaissance Academy* and the *Teen Parent Center* were closed effective with the FY2009 school year. Students who have severe or excessive code of conduct violations may be assigned, through the evidentiary hearing process, to the *Joseph Neel Academy*.

Other highlights of the Bibb County School District include:

- Gifted Programs
- System-wide Special Education Instruction
- Advanced Placement and Pre-Advanced Placement Programs
- 21<sup>st</sup> Century Classroom Technology
- Instruction of English to Speakers of Other Languages
- School House Health Services
- Mentors and Tutoring Programs
- After School Programs
- Technology/Career Education Programs
- Apprenticeship Programs
- Athletics and Physical Education

## MAJOR INITIATIVES

*Organizational and Instructional Initiatives* The following initiatives were implemented or expanded during the FY2008 school year:

- Competitive Administrator Salary Improvements
- Salary Study Resulting in a New, Competitive Classified Salary Schedule
- Competitive Local Teacher Supplement Improvements
- Hired 7 Middle School Graduation Specialists
- Continued expansion of AP (Advanced Placement) and Pre-AP programs
- Continued rollout of the Georgia Performance Standards to include new standards in Math (grade 9) and Social Studies (grades K-5).



Redistricting A comprehensive school redistricting plan was submitted to the Bibb County Board of Education in February, 2007. The proposed redistricting plan will be accomplished in three phases. Phase I was implemented in 2007-2008, Phase II will be implemented in 2008-2009, and Phase III in 2009-2010. The plan was submitted to accomplish the following purposes:

- Establishing consistent grade patterns in all elementary, middle and high schools (Pre-K-5; 6-8; and 9-12)
- Reducing variances between school capacity and school enrollment
- Realignment of school feeder patterns to accommodate new schools, school additions, and changes in elementary attendance zones
- Decreasing the number of mobile units used for instructional purposes, thereby placing more students in permanent classrooms
- Closing low enrollment schools
- Discontinuing the use of old and obsolete school buildings.

Balanced Scorecard The Bibb County School District is heavily entrenched in the Balanced Scorecard process. This process, initiated in 2005, involves all schools and departments and affects every student in the District. Using a conceptual framework, the District has developed a collaborative and ongoing system for improvement that aligns all functions of the District and its schools with the expectation for student learning. This conceptual pyramid is built upon the foundation of the shared beliefs, vision, and mission of the District and provides a vehicle used to ensure that improvement efforts in the District are systemic, sustained, and fully embedded.

Evidences of success have been observed in several ways. The most obvious is a documentable system perspective toward school improvement. Every school in the District now has one Balanced Scorecard that follows a “Plan, Do, Check, Act” cycle of school improvement that is aligned with system goals. The District is no longer forty-four schools working independently, *hoping* that the right work is being done. Now Bibb County is a “system of schools” with strategic goals and a systemic plan of action. Interventions based on best practices in education are aligned and systemically supported. Continued implementation of this process will result in narrowing achievement gaps among subgroups and increasing performance and achievement for all students.

Project Management Oversight Committee (PMOC) Identifying project management as a tool to support the Balanced Scorecard and to achieve the most pressing goals that have been established for the District led to the establishment of the Project Management Oversight Committee in mid-FY2008.

The following 8 goals were adopted by the Board of Education:

- Improve Student Academic Performance
- Improve Student Attendance
- Improve Student Discipline
- Provide Comprehensive Alternative Education Program
- Improve School Leader Performance
- Improve Teacher Quality and Performance
- Improve Internal Communication
- Improve Pupil Transportation services

The following steps will allow for tracking the progress of each goal.

- Obtain approval of the purpose and scope from the PMOC. Identify project sponsor and project manager.
- Review full Project Plan (without detailed tasks) with PMOC. Obtain approval from the PMOC to proceed
- Determine project tasks and the optimum sequence of their completion. Assign a person and a start/finish date to each task.
- Carry out the tasks as defined in the project plan. Report progress regularly to PMOC.

The 2005 Capital Improvement Program The District is now in its third year of the 2005 Capital Improvement Program which includes the following projects:

- 3 new high schools (2 to replace existing facilities)
- 2 new middle schools (1 to replace an existing facility)
- 1 new elementary school (to replace an existing facility)
- New early childhood center (to replace existing facility)
- Classroom additions at 4 schools
- Renovations at 1 elementary school, 1 middle school, and substantial renovations at 1 high school
- School based technology innovations
- Purchase of new and replacement school buses and maintenance, delivery and security vehicles
- Athletic facility improvements

Over the course of the program, there have been steep increases in construction costs as well as a downturn in the economy which has generated the need for an overall review of the proposed projects. While the majority of the projects are already underway or completed, there are some that are still under consideration by the Board pending available funding. It remains the goal of the Board of Education to complete all projects originally proposed, in a manner that will provide excellent value and the highest performance schools for the students and citizens of Bibb County.

*ECONOMIC CONDITION AND OUTLOOK*

Ideally situated in the Heart of Georgia at the intersection of I-75 and I-16, Macon (Bibb County) offers convenient access to the entire world through the Hartsfield-Jackson International Airport and the port cities of Savannah, Brunswick, Charleston, and Jacksonville.

A strategic location and small town attributes coupled with the amenities of a larger city, Macon is the place where people come from all over Middle Georgia to work; receive state of the art medical services; attend Medical, Engineering, and Law Schools; receive award winning information technology training; and shop at the second largest mall in Georgia as well as a newly offered outdoor mall in north Macon. Macon has much to offer business and industry relocations to our city.

At approximately 255 square miles, Bibb County is the 121<sup>st</sup> largest of Georgia's 159 counties. The county's population, which ranks 12<sup>th</sup> in the State of Georgia, is estimated to be 154,709<sup>1</sup> by the U.S. Census Bureau for the year ended 2007, and continues to be about the same as prior years due to population decline in the city offset by growth in the county. According to the Georgia Department of Labor, Bibb County had a 2008 civilian workforce of 73,637<sup>3</sup> with a 5.1% unemployment rate versus a 5.7% unemployment rate in 2007.

A listing of the major employers of Bibb County, GA is provided in the schedules which follow:

<b>Largest Private Employers<sup>1</sup></b>	
<b>Employers</b>	<b># of Employees</b>
GEICO	3,578
Mercer University	1,370
Coliseum Medical Center	1,264
YKK (USA), Inc.	682
The Boeing Company	547

<b>Largest Public Employers<sup>1</sup></b>	
<b>Employers</b>	<b># of Employees</b>
Medical Center of Central GA	5,651
Bibb County School District <sup>3</sup>	3,626
City of Macon	1,350
Bibb County	903
US Postal Service	642

Bibb County continues to enjoy a high level of economic development activity. Over the past twelve months, nine new and or/expanding industry projects were located with capital investments of \$293,000,000 and 680 new jobs created. Economic development efforts are a joint partnership between the Macon Economic Development Commission, a public/private entity, and the Macon-Bibb County Industrial Authority, a quasi-governmental entity.

Located in neighboring Houston County, Robins Air Force Base, the largest industrial complex in Georgia, employs a workforce of 21,377 civilian and military members with an annual federal payroll of \$1.5 billion. Other salaries to on-base service contractors total \$100.4 million. Robins has a significant economic impact on Bibb County. Approximately 2,200 Bibb County residents are employed at Robins and over 4,750 residents receive federal annuity retirement benefits totaling \$108.6 million. In 2007, private contracts generated \$9.1 million of value for Bibb County.<sup>4</sup>

<sup>1</sup> Source: U.S Census Bureau

<sup>2</sup> Source: GA Department of Labor

<sup>3</sup> Source: District Records

<sup>4</sup> Source: Robins Air Force Base web site

## *FINANCIAL INFORMATION*

*GASB Statement #34* In compliance with GASB Statement #34, the District's basic financial statements are composed of district-wide financial statements, fund financial statements, and notes to the financial statements. The focus is on the School District as a whole rather than on individual funds. By providing a broader, district-wide perspective, while maintaining the traditional features, the annual reports are easier to understand and more useful to stakeholders. The district-wide statements are prepared on an accrual basis of accounting for all activities of the District. Under the accrual basis, all revenues and costs of providing services are reported, not just those received or paid in the current year or soon thereafter. This approach moves governmental accounting closer to financial reporting in the private sector. The district-wide financial statements are prepared on an economic resource measurement focus, which includes all of the School District's resources, capital and financial, current and long-term. Specifically, the district-wide financial statements consist of two statements: 1) a statement of net assets and 2) a statement of activities. As a result of GASB #34, the District now provides information about the cost of delivering services on a full accrual basis including the cost of depreciating fixed assets. See the Management Discussion and Analysis for further explanation of these statements. GASB Statement #34 also requires the desegregation and reporting of major funds.

*Internal Controls* Management of the District is responsible for establishing and maintaining an internal control structure which is designed to ensure that the assets are protected from loss or theft and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principals. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of control should not exceed the benefit likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

As a recipient of federal, state, and local financial assistance, the District is also responsible for ensuring that an adequate internal control structure is in place to ensure and document compliance with applicable laws and regulations related to these programs. The internal control structure is subject to periodic evaluation by management.

*Budgetary Controls* The District maintains budgetary controls to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board of Public Education for Bibb County. Activities of the general, capital projects, special revenue, and debt service funds are included in the annual appropriated budget. The level of budgetary control is established by program within an individual fund. As demonstrated by the statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

The District is required to adopt a final budget no later than June 30<sup>th</sup> at the close of each fiscal year. An administrative budget review team aligns requests with priorities and proposed expenditures with anticipated revenues to arrive at a budget for consideration by the Superintendent and the Board of Education. In accordance with local board policy, a public hearing is held to provide an opportunity for community response to the proposed budget. The FY2008 Governmental Activities expenses amounted to over \$230 million.

*Risk Management* The District's insurance coverage for automobile and property liability is awarded on a one-year basis. Fidelity bonds and Board Member's errors and omissions insurance are renewed annually. Although the District is self-insured, we also obtain excess Workers' Compensation coverage for potential extraordinary catastrophic injuries. The District feels this approach to risk management ensures a quality insurance program and utilizes financial resources in the most efficient and effective way possible. In order to improve our Risk Management, the District hired a Director of Risk Management who has total responsibility for reviewing and updating the District's programs.

*Cash Management* The District's cash management process maximizes the use of idle funds by investing balances until needed. Cash temporarily idle during the year was invested in the State's Georgia Fund One (Local Government Investment Pool). As indicated in Note 4 to the Financial Statements, idle funds were also invested in the Georgia Extended Asset Pool (GEAP). We also have funds invested in our local Wachovia and BB&T (Branch Banking & Trust) commercial banks.

In relation to our prudent financial management, the District maintains excellent bond ratings which have produced significant interest savings and is solid evidence of our financial strength and stability. Moody's Investors Service and Standard & Poor's Rating Services, a Division of the McGraw-Hill Companies, Inc., have assigned the ratings of "Aa2" and AA+," respectively, to the Series 2005 and Series 2006 Bonds, based upon the School District's participation in the State of Georgia Intercept Program. Moody's Investors Service has assigned an underlying rating (without regard to the State of Georgia Intercept Program) of "Aa3" to the Series 2005 and Series 2006 Bonds. Standard & Poor's Ratings Services has assigned an underlying rating (without regard to the State of Georgia Intercept Program) of "AA" to these bonds.

*Independent Audit* The Board requires an annual audit of the District's financial statements by independent certified public accountants selected by the Board. The Board selected Mauldin & Jenkins to perform the audit. This requirement has been complied with and the auditors' opinion has been included in this report.

**AWARDS**

*Certificates of Achievement and Excellence* The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Bibb County School District for its comprehensive annual financial report for the fiscal year ended June 30, 2007. This was the ninth consecutive year the School District has achieved this prestigious award. The Certificate of Achievement is a prominent national award recognizing conformity with the highest standards for preparation of state and local governmental financial reports. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report whose contents conform to program standards. The CAFR must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program requirements and we are submitting it to the GFOA to determine its eligibility for the current certificate.

**ACKNOWLEDGEMENTS**


We wish to express appreciation to Sharon Roberts, Director of Accounting; Kathy Gabriel, Financial Assistant to the CFO; and the entire Accounting Department without whose dedicated and committed efforts this report could not have been completed. We also acknowledge the active participation and professional support of

Mauldin & Jenkins. Audit Partner Miller Edwards and the staff of Mauldin & Jenkins, particularly Hope Pendergrass and Stephanie Thornton, have been instrumental to the completion of this comprehensive annual financial report. We also extend appreciation to the members of the Board of Public Education for Bibb County for their interest and support in planning and conducting the financial operations of the District in a responsible and progressive manner.

Respectfully submitted,

A handwritten signature in black ink that reads "Sharon Patterson". The script is fluid and cursive.

*Sharon Patterson  
Superintendent of Schools  
Bibb County School District*

A handwritten signature in black ink that reads "Ronnie C. Collier". The script is fluid and cursive.

*Ronnie C. Collier, Sr., CPA  
Deputy Superintendent-Operations/CFO  
Bibb County School District*

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Bibb County School  
District, Georgia

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2007

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

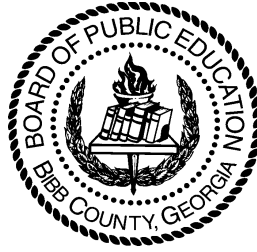


*Charles S. Cox*

President

*Jeffrey R. Emer*

Executive Director



## BOARD OF PUBLIC EDUCATION FOR BIBB COUNTY

As of June 30, 2008, the members of the Board and year of expiration of their terms are as follows:

<u>Name</u>	<u>District</u>	<u>Years in Office</u>	<u>Expiration of Current Term</u>
Mrs. Lynn Farmer, <i>President</i>	At-large	5 ½	December 31, 2010
Mr. Thomas Hudson, <i>Vice-President</i>	District 5	3 ½	December 31, 2008
Mr. Gary Bechtel, <i>Secretary</i>	District 6	7 ½	December 31, 2008
Mr. William T. (Tommy) Barnes, III, <i>Treasurer</i>	District 2	7 ½	December 31, 2008
Mr. Albert J. Abrams	At-large	9 ½	December 31, 2010
Mrs. Susan Y. Middleton	District 4	7 ½	December 31, 2008
Mr. Robert C. Nickels	District 3	7 ½	December 31, 2008
Mr. Kenny Rodgers	District 1	¾	December 31, 2008

### Function and Composition

All matters relating to education and operations in the Bibb County School District (District) are governed and controlled by the Board of Public Education for Bibb County (Board) as provided by Georgia law. The Board is legally responsible for the operation of the District and all related policy.

It shall be the purpose of the Board to provide education of the best obtainable quality for the residents of Bibb County within the limitations imposed by the taxpayer's ability to pay and his/her willingness to support the educational program. The Board shall be the representative, not only of the citizens of Bibb County, but of the State Board of Education as well.

The Board currently consists of eight elected members, six elected from single member districts and two elected county-wide. Successors to the initial elected members of the Board are elected in the general election conducted immediately prior to the expiration of the term of office for which they offer as a candidate. The newly elected board members take office on the first day of January following their election and serve for a term of four years and until their successors are duly elected and qualified.

Regular board meetings are held on the third Thursday of each month at 6:00 p.m. usually in the Board Room at the Central Office but sometimes at selected schools. All meetings are open to the public. Special meetings may be called at other times by the Board President. At all meetings, a majority of the entire membership constitutes a quorum.



## **BOARD OF PUBLIC EDUCATION FOR BIBB COUNTY**



***Mrs. Lynn Farmer  
President***



***Mr. Tom Hudson  
Vice-President***



***Mr. William T. Barnes, III  
Secretary***



***Mr. Gary Bechtel  
Treasurer***





## BOARD OF PUBLIC EDUCATION FOR BIBB COUNTY



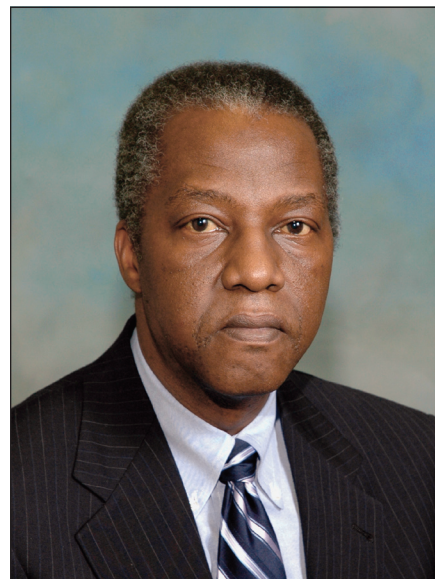
***Mr. Kenny Rodgers***  
***District 1***



***Mr. Bob Nickels***  
***District 3***



***Mrs. Susan Middleton***  
***District 4***



***Mr. Albert Abrams***  
***At Large***



**Sharon Patterson**  
*Superintendent of Schools*

Superintendent Sharon Patterson has more than 40 years of leadership experience in public education as a teacher, principal and system administrator.

Prior to her arrival in Bibb County in 1997, Mrs. Patterson held leadership positions in the Chapel Hill, North Carolina area and in metropolitan Atlanta, where she worked for 20 years. While a principal at East Cobb Middle School, the school was named both a Georgia and a Blue Ribbon National School of Excellence.

Sharon Patterson has attracted statewide recognition for her leadership role in promoting student academic achievement through systemic change. She serves on the Executive Committee and the Coordinating Board of the Georgia Leadership Institute for School Improvement. The public/private partnership provides unique leadership development programs that blend best practices from business and education.

She has received several awards. Among them she was named the 2006 Georgia Superintendent of the Year; she received the 2005 Georgia School Superintendents Association Bill Barr Leadership Award; the National Award of Merit from Boys and Girls Club of America for her community service; Woman of Achievement - Career Women's Network; Circle of Friends Award from the American Cancer Society for outstanding service and 2008 Relay for Life Superintendent of the Year for South Atlantic Division of the American Cancer Society. She was one of four state finalists for the 2006 National Superintendent of the Year.

Sharon Patterson is actively involved with Macon Economic Development Commission. She is the first Bibb County Superintendent to serve on the Commission. She works closely with the business community to make sure Bibb County Public School students are graduating with the skills needed by local industry. IBM invited Mrs. Patterson to study at the Harvard Business School for Change Leadership.

Mrs. Patterson served as 2006-2007 President of the Executive Board of Urban Superintendent's Association of America. She also serves on several other boards such as: Georgia Partnership for Excellence in Education; Greater Macon Chamber of Commerce; New Town Macon; Georgia Leadership for School Improvement – Advisory Board; Georgia School Superintendent's Association - Board of Directors; RESA Board of Control Chairman; the Macon-Bibb County Health Department; American Cancer Society; the Harriet Tubman Museum and is a trustee at the Macon Museum of Arts and Sciences.

Mrs. Patterson holds degrees from the University of Missouri in Columbia and the University of Missouri in St Louis. She also has a six year Specialist Degree from the State University of West Georgia.



*ADMINISTRATIVE STAFF*

**Superintendent’s Administrative Cabinet**

Sharon Patterson	Superintendent
Sylvia McGee	Deputy Superintendent - Administration
Ronnie C. Collier, Sr.	Deputy Superintendent - Operations/Chief Financial Officer
Diana Rodgers	Deputy Superintendent - Teaching & Learning
Mack Bullard	Assistant Superintendent – School Administration
Julie Christopher	Assistant Superintendent - Technology and Information Systems
Dan Ray	Assistant Superintendent - Human Resources
Beth Reynolds	Assistant Superintendent – School Administration
Philip Mellor	Assistant Superintendent - Student Support Services
Vacancy	Assistant Superintendent - Operations
Bruce Giroux	Director of Assessment & Accountability
Chris Floore	Director of Community & Media Relations

**Central Services**

Myra Abrams	Director of Personnel
Darlene Capista	Director of Instructional Technology
David Gowan	Director of School Safety
Lisa Herring	Director of Student Support Services
Julie Holloway	Director of Communities in Schools
Rob Sumowski	Director of Student and Safety Management
Vacancy	Director of Information Systems

**Instructional Services**

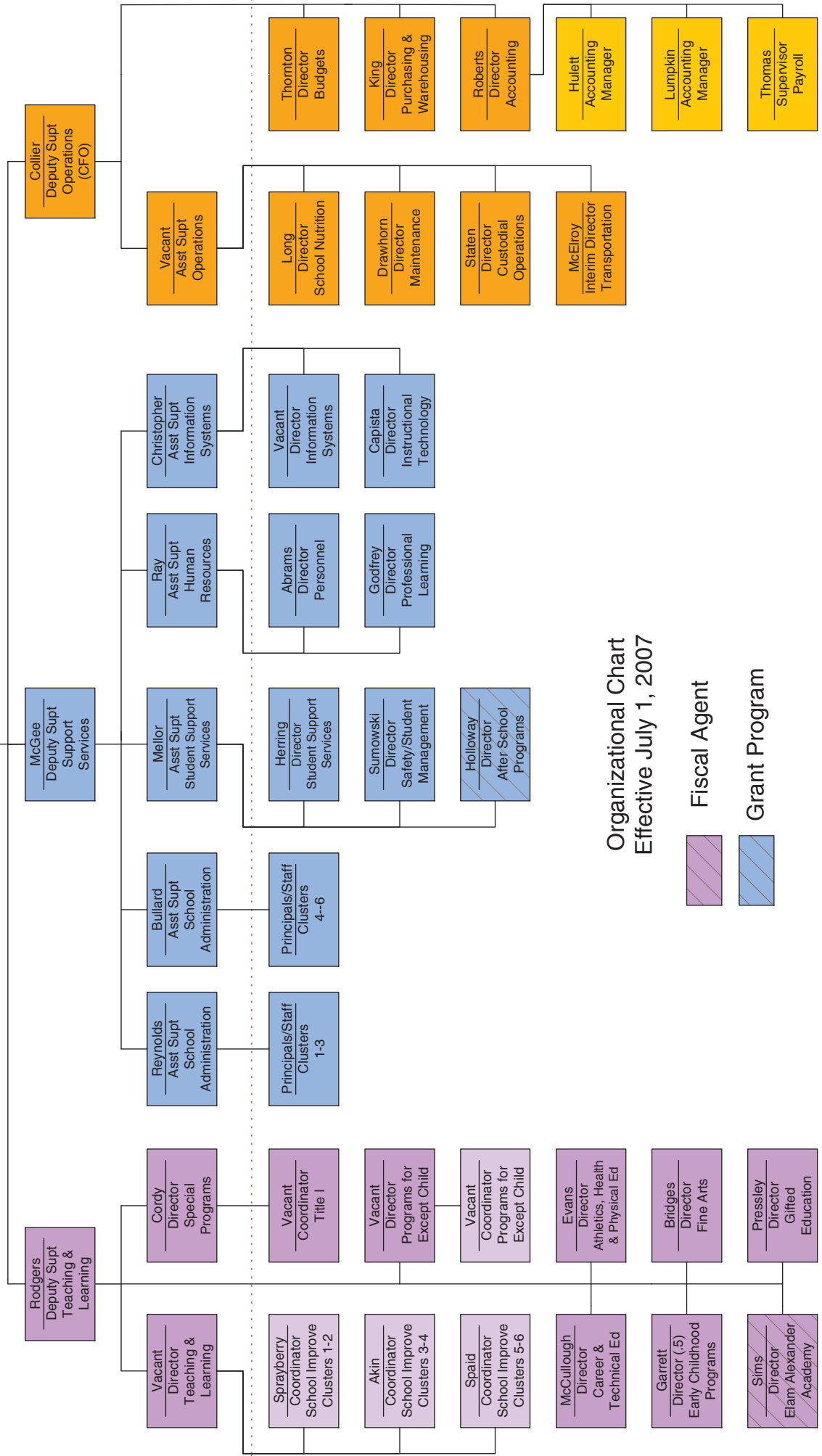
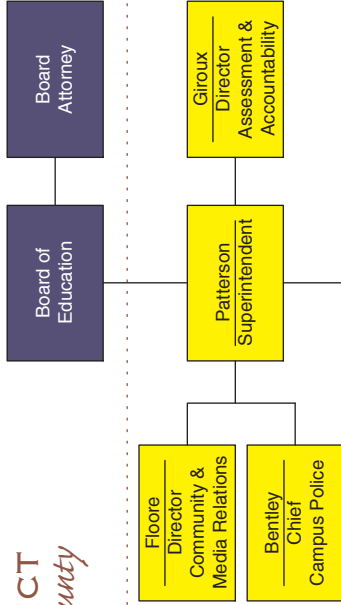
Ben Bridges	Director of Fine Arts
Valeria Cordy	Director of Special Programs
Raynette Evans	Director of Athletics, Health and Physical Education
Lisa Garrett	Director of Early Childhood Programs
Judy Godfrey	Director of Professional Learning
Beverly McCullough	Director of Work Force Development
Tandi Pressley	Director of Gifted Education
Lara Sims	Director of Elam Alexander Academy
Vacancy	Director of Programs for Exceptional Children
Vacancy	Director of Teaching and Learning

**Business Services**

Russell Bentley	Director of Campus Police
Marty Drawhorn	Director of Maintenance
Larry King	Director of Purchasing/Warehousing
Cleta Long	Director of School Nutrition
Joseph McElroy	Interim Director of Transportation
Sharon Roberts	Director of Accounting
Dennis Staten	Director of Custodial Operations
Theresa Thornton	Director of School Budgets

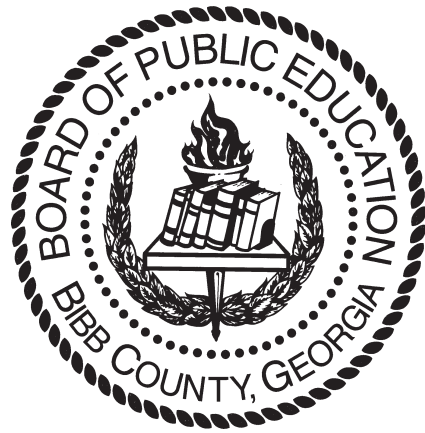
**BIBB COUNTY SCHOOL DISTRICT**  
*Serving The Citizens and Students of Bibb County*

Superintendent's Cabinet



**Organizational Chart**  
 Effective July 1, 2007





## **II. FINANCIAL SECTION**

**INDEPENDENT  
AUDIT REPORT**

## INDEPENDENT AUDITOR'S REPORT

---

**To the Members of the Board of Education  
of the Bibb County School District  
Macon, Georgia**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the **Bibb County School District** as of and for the year ended June 30, 2008, which collectively comprise the Bibb County School District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Bibb County School District's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Bibb County School District as of June 30, 2008, and the respective changes in financial position and cash flows, where applicable, thereof and the budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 17, 2008, on our consideration of the Bibb County 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

---

The Management's Discussion and Analysis (on pages 3 through 10) is not a required part of the basic financial statements, but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Bibb County School District's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U. S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements of the Bibb County School District. The combining and individual nonmajor fund financial statements and schedules and the schedule of expenditures of federal awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

*Mauldin & Jenkins, LLC*

Macon, Georgia  
December 17, 2008



**MANAGEMENT DISCUSSION  
AND ANALYSIS**



## MANAGEMENT'S DISCUSSION AND ANALYSIS

### INTRODUCTION

This management's discussion and analysis of the Bibb County School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2008. The intent of this management's discussion and analysis is to look at the District's financial performance as a whole; readers should also review the transmittal letter, financial statements and notes to the basic financial statements to enhance their understanding of the District's financial performance.

### FINANCIAL HIGHLIGHTS

Key financial highlights for FY2008 are as follows:

In total, combined net assets increased \$23.8 million which represents an 8.3% increase over FY2007. This increase is primarily the result of the continued progression toward completion of the 2005 Capital Improvement Program.

- ▶ Combined general revenues accounted for \$108.4 million or 40.5% of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$159.4 million or 59.5% of total revenues of \$267.8 million. Total combined revenues exceeded prior year by \$7.1 million or 2.7%.
- ▶ The District had \$230.8 million in expenses related to governmental activities; only \$146.1 million of these expenses were offset by program specific charges for services, grants, or contributions. General revenues (primarily taxes) of \$108.2 million were used to provide for these programs.
- ▶ The District had \$13.3 million in expenses related to business-type activities; these expenses were offset by program specific charges for services, grants and contributions, and general revenues of \$13.4 million.
- ▶ Among major funds, the general fund has \$212.8 million in revenues (including transfers) and \$215.7 million (including transfers) in expenditures. The general fund balance decreased to \$17.7 million from \$20.6 million.

### OVERVIEW OF THE FINANCIAL STATEMENTS

The Bibb County School District has prepared its annual financial report using a combination of both government-wide financial statements and fund financial statements. The basic financial statements contain three components:

- ▶ Government-wide financial statements including the *Statement of Net Assets* and the *Statement of Activities* which provide a broad, long-term overview of the District's finances in a manner similar to a private sector business;
- ▶ Fund financial statements including the balance sheets that provide a greater level

**BIBB COUNTY SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**JUNE 30, 2008**

---

of detail of revenues and expenditures and focus on how well the District has performed in the short term in the most significant funds; and

- ▶ Notes to the basic financial statements.

**Statement of Net Assets and the Statement of Activities.** The *Statement of Net Assets* and *Statement of Activities* provide information about the activities of the whole District, presenting both an aggregate view of the District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short term as well as what remains for future spending. For proprietary funds, the statements offer short and long term financial information about activities the District operates like businesses, such as food services. The fund financial statements also look at the District's most significant funds with all other non-major funds presented in total in one column. In the case of the Bibb County School District, the general fund is by far the most significant fund.

The purpose of the *Statement of Net Assets* and the *Statement of Activities* is to answer the question, "How did we do financially during FY2008?" These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when the cash is received or paid.

These two statements report the District's net assets and changes in those assets. This change in net assets is important because it tells the reader that, for the District as a whole, the financial position of the District has improved or diminished. The causes of this change may be the result of many factors, some financial, some not. Non-financial factors include the District's property tax base, facility conditions, required educational programs, and other factors.

In the *Statement of Net Assets* and the *Statement of Activities*, the District has both governmental and business-type activities:

**Governmental Activities.** Most of the District's programs and services are reported here including instruction, general administration, maintenance and operations, student transportation, after school programs, principals' accounts and various others. Federal funds, state formula aid (QBE) and property taxes finance most of these activities.

**Business-Type Activities.** The District charges fees to help cover the services it provides. These activities include food service, stadium operations, and the District's wellness center.

#### **REPORTING THE DISTRICT'S MOST SIGNIFICANT FUNDS**

Fund financial reports provide detailed information about the District's major funds. The District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the District's most significant funds. The District utilizes governmental, proprietary and fiduciary funds.

**Governmental Funds.** Most of the District's activities are reported in the governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the District's general governmental operations and basic services it provides. Governmental fund information helps you determine whether there are more financial resources that can be spent in the near future to finance educational programs. The relationship (or difference) between governmental activities (reported in the *Statement of Net Assets* and the *Statement of Activities*) and governmental funds is reconciled in the financial statements. See Note #2 to the Financial Statements, pages 32-33. The District's major governmental funds are the General Fund, SPLOST projects, and Debt Service.

**BIBB COUNTY SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**JUNE 30, 2008**

**Proprietary Funds.** Proprietary funds are activities that a school district operates similar to a business in that it attempts to recover costs through charges to the user. The two types of proprietary funds are the enterprise and internal service funds. Enterprise funds may be used to account for any activity or service that charges a fee to external users to cover the cost of operations, including cost of depreciation and debt service. The District operates its food service, stadiums and district-wide wellness center as enterprise funds. Internal Service funds account for goods and services that are provided to other funds in return for a fee to cover the cost of operations, including depreciation and debt service costs. The District's internal service funds include the central warehouse, workers' compensation, unemployment compensation, and dental insurance. Proprietary fund statements use the accrual basis of accounting similar to the district-wide statements.

**Fiduciary Funds.** The District is the trustee, or fiduciary, for assets that belong to others, such as the dependent care spending account fund, the medical spending account fund and school clubs and organizations within the principals' accounts. The District is responsible for ensuring that the assets reported in these funds are used only for intended purposes and by those to whom the assets belong. The District excludes these activities from the district-wide financial statements because it cannot use the assets to finance its operations.

**FY2008 FINANCIAL ANALYSIS**

The FY2008 total net assets of \$309.5 million represent a \$23.8 million or 8.3% increase over FY2007. As previously stated, this increase is primarily due to completion of the 2005 Capital Improvement Program construction projects. A detailed listing is included in the Transmittal Letter. See the following tables for schedules of net assets and changes in net assets.

**Table 1**  
**Statement of Net Assets**  
**(in thousands)**

	Governmental Activities		Business-Type Activities		Total Combined Activities		Total Change	
	FY2008	FY2007	FY2008	FY2007	FY2008	FY2007	\$	%
<b>Assets</b>								
Current & Other Assets	\$ 112,820	\$ 137,439	\$ 7,241	\$ 6,638	\$ 120,061	\$ 144,077	\$ (24,016)	-16.7%
Capital Assets, Net	<u>288,324</u>	<u>243,452</u>	<u>9,562</u>	<u>9,764</u>	<u>297,886</u>	<u>253,216</u>	<u>44,670</u>	<u>17.6%</u>
<b>Total Assets</b>	<u>401,144</u>	<u>380,891</u>	<u>16,803</u>	<u>16,402</u>	<u>417,947</u>	<u>397,293</u>	<u>20,654</u>	<u>5.2%</u>
<b>Liabilities</b>								
Current & Other Liabilities	32,240	34,690	921	665	33,161	35,355	(2,194)	-6.2%
Long-Term Liabilities	<u>75,277</u>	<u>76,189</u>	-	-	<u>75,277</u>	<u>76,189</u>	(912)	-1.2%
<b>Total Liabilities</b>	<u>107,517</u>	<u>110,879</u>	<u>921</u>	<u>665</u>	<u>108,438</u>	<u>111,544</u>	<u>(3,106)</u>	<u>-2.8%</u>
<b>Net Assets</b>								
Invested in Capital Assets, Net of Related Debt	216,052	209,434	9,562	9,764	225,614	219,198	6,416	2.9%
Restricted for Debt Service	28,862	3,820	-	-	28,862	3,820	25,042	655.5%
Unrestricted	<u>48,713</u>	<u>56,758</u>	<u>6,320</u>	<u>5,973</u>	<u>55,033</u>	<u>62,731</u>	<u>(7,698)</u>	<u>-12.3%</u>
<b>Total Net Assets</b>	\$ <u>293,627</u>	\$ <u>270,012</u>	\$ <u>15,882</u>	\$ <u>15,737</u>	\$ <u>309,509</u>	\$ <u>285,749</u>	\$ <u>23,760</u>	<u>8.3%</u>

**BIBB COUNTY SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**JUNE 30, 2008**

Table 2  
**Statement of Changes in Net Assets**  
(in thousands)

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total Combined Activities</u>		<u>Total Change</u>	
	<u>FY2008</u>	<u>FY2007</u>	<u>FY2008</u>	<u>FY2007</u>	<u>FY2008</u>	<u>FY2007</u>	<u>\$</u>	<u>%</u>
<b>Revenues</b>								
<b>Program Revenues:</b>								
Charges for Services	\$ 5,032	\$ 5,436	\$ 2,211	\$ 2,543	\$ 7,243	\$ 7,979	\$ (736)	-9.2%
Operating Grants and Contributions	136,920	134,035	10,990	10,506	147,910	144,541	3,369	2.3%
Capital Grants and Contributions	<u>4,207</u>	<u>5,917</u>	<u>0</u>	<u>0</u>	<u>4,207</u>	<u>5,917</u>	<u>(1,710)</u>	<u>-28.9%</u>
<b>Total Program Revenues</b>	<b><u>146,159</u></b>	<b><u>145,388</u></b>	<b><u>13,201</u></b>	<b><u>13,049</u></b>	<b><u>159,360</u></b>	<b><u>158,437</u></b>	<b><u>923</u></b>	<b><u>0.6%</u></b>
<b>General Revenues:</b>								
Property Taxes	68,063	61,137	0	0	68,063	61,137	6,926	11.3%
SPLOST for Capital Projects and 1998 Bond Payoff	31,980	32,101	0	0	31,980	32,101	(121)	-0.4%
Other Taxes	1,200	1,541	0	0	1,200	1,541	(341)	-22.1%
Grants and Contributions not Restricted to Specific Programs	2,544	969	0	0	2,544	969	1,575	162.5%
Unrestricted Investment Earnings	4,054	6,200	168	207	4,222	6,407	(2,185)	-34.1%
Gain on Sale of Capital Assets	<u>0</u>	<u>55</u>	<u>8</u>	<u>(6)</u>	<u>8</u>	<u>49</u>	<u>(41)</u>	<u>-83.7%</u>
<b>Total General Revenues</b>	<b><u>107,841</u></b>	<b><u>102,003</u></b>	<b><u>176</u></b>	<b><u>201</u></b>	<b><u>108,017</u></b>	<b><u>102,204</u></b>	<b><u>5,813</u></b>	<b><u>5.7%</u></b>
<b>Total Revenues</b>	<b><u>254,000</u></b>	<b><u>247,391</u></b>	<b><u>13,377</u></b>	<b><u>13,250</u></b>	<b><u>267,377</u></b>	<b><u>260,641</u></b>	<b><u>6,736</u></b>	<b><u>2.6%</u></b>
<b>Program Expenses</b>								
Instruction	197,082	194,829	0	0	197,082	194,829	2,253	1.2%
General Administration	4,481	4,426	0	0	4,481	4,426	55	1.2%
Maintenance and Operations	17,192	16,575	0	0	17,192	16,575	617	3.7%
Student Transportation	9,092	9,502	0	0	9,092	9,502	(410)	-4.3%
Interest on Long-Term Debt	2,901	2,916	0	0	2,901	2,916	(15)	-0.5%
School Nutrition Services	0	0	12,994	12,863	12,994	12,863	131	1.0%
Stadiums	0	0	222	202	222	202	20	9.9%
Wellness Center	<u>0</u>	<u>0</u>	<u>40</u>	<u>40</u>	<u>40</u>	<u>40</u>	<u>0</u>	<u>0.0%</u>
<b>Total Program Expenses</b>	<b><u>230,748</u></b>	<b><u>228,248</u></b>	<b><u>13,256</u></b>	<b><u>13,105</u></b>	<b><u>244,004</u></b>	<b><u>241,353</u></b>	<b><u>2,651</u></b>	<b><u>1.1%</u></b>
Excess (deficiency) of Revenues over Expenses before Transfers	23,252	19,143	121	145	23,373	19,288	4,085	21.2%
Extraordinary Item	388	0	0	0	388	0	388	100.0%
Transfers	<u>(25)</u>	<u>(22)</u>	<u>25</u>	<u>22</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0.0%</u>
<b>Increase in Net Assets</b>	<b><u>23,615</u></b>	<b><u>19,121</u></b>	<b><u>146</u></b>	<b><u>167</u></b>	<b><u>23,761</u></b>	<b><u>19,288</u></b>	<b><u>4,473</u></b>	<b><u>23.2%</u></b>
<b>Net Assets, beginning of year</b>	<b><u>270,012</u></b>	<b><u>250,891</u></b>	<b><u>15,737</u></b>	<b><u>15,570</u></b>	<b><u>285,749</u></b>	<b><u>266,461</u></b>	<b><u>19,288</u></b>	<b><u>7.2%</u></b>
<b>Net Assets, end of year</b>	<b>\$ <u>293,627</u></b>	<b>\$ <u>270,012</u></b>	<b>\$ <u>15,883</u></b>	<b>\$ <u>15,737</u></b>	<b>\$ <u>309,510</u></b>	<b>\$ <u>285,749</u></b>	<b>\$ <u>23,761</u></b>	<b><u>8.3%</u></b>

**Governmental Activities.** You will note that Instructional program expenses of \$197.1 million represent 85.4% of the total. The next most significant program expense is Maintenance and Operations which totals \$17.2 million and 7.5% of the total. Interest expense of \$2,900,505 represents only 1.3%. Interest expense was primarily attributable to the 2005 and 2006 General Obligation Bond Issues as well as the 2004 Revenue Bonds issued to lease/purchase the District's Central Office building.

**Business-Type Activities.** The most significant business-type activity of the District is the School Food Services division. The majority of its \$13.0 million revenue was derived from grants and contributions (\$11.0 million). The remaining \$2.0 million in revenue was primarily due to charges for meals served.

**Cost of Program Services.** The *Statement of Activities* shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows, for governmental and business-type activities, the combined total cost of services and the combined net cost of services. That is, it identifies

**BIBB COUNTY SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**JUNE 30, 2008**

the cost of these services supported by tax revenue and unrestricted federal and state entitlements. Although program revenues make up a majority (59.5%) of the combined revenues, the District is dependent upon tax revenues for government activities. Thus the FY2008 net cost of services (\$84.6 million) is covered by the \$68.1 million of local property taxes combined with \$32.0 million of Special Purpose Local Option Sales Tax (SPLOST) receipts.

**Table 3**  
**Statement of Activities**  
**Governmental and Business-Type (Combined)**  
(in thousands)

	TOTAL COST OF SERVICES			NET COST OF SERVICES		
	FY2008	FY2007	VARIANCE	FY2008	FY2007	VARIANCE
Instruction	\$ 197,082	\$ 194,829	\$ 2,253	\$ 63,911	\$ 66,252	\$ (2,341)
General Administration	4,481	4,426	55	1,645	1,837	(192)
Maintenance and Operations	17,192	16,575	617	10,309	10,079	230
Student Transportation	9,092	9,502	(410)	5,823	5,676	147
Intergovernmental-Bibb County	-	-	-	-	-	-
On behalf payments	-	-	-	-	(3,900)	3,900
Interest on Long-Term Debt	2,901	2,916	(15)	2,901	2,916	(15)
School Nutrition Services	12,994	12,863	131	46	53	(7)
Stadiums	222	202	20	25	22	3
Wellness Center	41	40	<u>1</u>	<u>(15)</u>	<u>(18)</u>	<u>3</u>
<b>Total Expenses</b>	<b>\$ <u>244,004</u></b>	<b>\$ <u>241,353</u></b>	<b>\$ <u>2,652</u></b>	<b>\$ <u>84,645</u></b>	<b>\$ <u>82,917</u></b>	<b>\$ <u>1,728</u></b>

**GOVERNMENTAL FUND BALANCE**

Total governmental funds had revenues and other financing sources amounting to \$283.2 million and expenditures and other financing uses of \$305.2 million. When combined with the \$387,640 insurance reimbursement for the May, 2008 tornado damage, the district's fund balance will have a net decrease of \$21.6 million. The total governmental FY2008 ending fund balance is comprised of the following:

**Table 4**  
**Governmental Fund Balances**  
(in thousands)

	FY2008	FY2007	VARIANCE
General	\$ 17,740	\$ 20,622	\$ (2,882)
SPLOST Projects	30,874	74,597	(43,723)
Debt Service	28,862	3,820	25,042
* Other Governmental Funds	<u>1,813</u>	<u>1,817</u>	<u>(4)</u>
<b>Total Fund Balances</b>	<b>\$ <u>79,289</u></b>	<b>\$ <u>100,856</u></b>	<b>\$ <u>(21,567)</u></b>

\* Other Governmental Funds include Capital Improvement and School Discretionary Funds.

**General Fund.** The \$2.9 decrease in the General Fund balance was primarily due to the fact that the District budgeted to use reserve funds to finance the FY2008 governmental operations.

**BIBB COUNTY SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**JUNE 30, 2008**

**SPLOST Projects Fund.** The \$43.7 million decrease in fund balance is caused by these funds being used to finance the 2005 Capital Improvement Program expenditures.

**Debt Service Fund.** The \$25.0 million increase in fund balance represents the amount reserved to cover the first principal payment of our Series 2005 and 2006 Bond Issues which is due in March, 2009.

**BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS - NET ASSETS**

**School Food Service.** The \$129,801 increase in School Food Service net assets is substantially due to the combined effect of the increase in federal reimbursements offset by a decrease in local revenue derived from the sale of meals.

**GENERAL FUND BUDGETING HIGHLIGHTS**

- ▶ The District's budget is prepared according to Georgia law. The most significant budget fund is the General Fund.
- ▶ For the General Fund, the final budgeted revenues and other financing sources of \$208.3 million exceeded the original budgeted amount of \$207.4 million by \$0.9 million. This difference was primarily due to increased state QBE revenues related to the addition of students being served by the local residential treatment facilities.
- ▶ The final budgeted expenditures and other financing uses of \$212.1 million exceeded the original budgeted amount of \$211.7 million by \$0.4 million. This difference was primarily due to a projected increase in transportation costs related to diesel fuel increase offset by a decrease in General Administration.
- ▶ Overall, the FY2008 actual General Fund expenditures and other financial uses exceeded revenues and other financing sources by \$2,882,029 which was \$967,267 less than our final budget projections. Thus, the District's actual FY2008 actual ending fund balance exceeded projections.

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

At the end of fiscal year 2008, the District had \$297.9 million invested in capital assets; net of depreciation. As stated in Table 5, this represents a \$44.7 million or 17.6% increase over FY2007. The increase was primarily due to new school construction and renovations related to the 2005 Capital Improvement Program. For more detailed information on Capital Assets, please see note #7 to the Financial Statements on pages 36 and 37.

**Table 5**  
**Capital Assets at June 30, 2008**  
**(Net of Depreciation, in thousands)**

	<u>Governmental</u>		<u>Business-Type</u>		<u>Total Combined</u>		<u>Total Change</u>	
	<u>Activities</u>		<u>Activities</u>		<u>Activities</u>		<u>\$</u>	<u>%</u>
	<u>FY2008</u>	<u>FY2007</u>	<u>FY2008</u>	<u>FY2007</u>	<u>FY2008</u>	<u>FY2007</u>		
Land	\$ 13,568	\$ 13,568	\$ -	\$ -	\$ 13,568	\$ 13,568	\$ -	0.0%
Construction in Progress	56,095	24,693	-	-	56,095	24,693	31,402	127.2%
Buildings	210,408	196,270	6,897	7,075	217,305	203,345	13,960	6.9%
Equipment	6,950	7,631	2,664	2,689	9,614	10,320	(706)	-6.8%
Land Improvements	<u>1,303</u>	<u>1,290</u>	-	-	<u>1,303</u>	<u>1,290</u>	<u>13</u>	<u>1.0%</u>
<b>Total Capital Assets</b>	<b>\$ 288,324</b>	<b>\$ 243,452</b>	<b>\$ 9,561</b>	<b>\$ 9,764</b>	<b>\$ 297,885</b>	<b>\$ 253,216</b>	<b>\$ 44,669</b>	<b>17.6%</b>

**BIBB COUNTY SCHOOL DISTRICT  
Management's Discussion and Analysis  
JUNE 30, 2008**

---

**CAPITAL LEASES AND COMPENSATED ABSENCES**

At June 30, 2008, the District had \$2.2 million in capital leases outstanding and \$1.2 million in compensated absences. The overall decrease compared to the prior year is due to the principal payment related to the 2004 Revenue Bonds used to finance the purchase of the Central Office Building offset by an increase in compensated absences. Table 6 summarizes capital leases and compensated absences outstanding:

**Table 6  
Capital Leases and Compensated Absences Outstanding  
at June 30, 2008  
(in thousands)**

	<u>GOVERNMENTAL ACTIVITIES</u>		
	FY2008	FY2007	VARIANCE
Capital Leases	\$ 2,185	\$ 2,510	\$ (325)
Compensated Absences	<u>1,202</u>	<u>1,190</u>	<u>12</u>
<b>Total</b>	<b>\$ <u>3,387</u></b>	<b>\$ <u>3,700</u></b>	<b>\$ <u>(313)</u></b>

**GENERAL OBLIGATION BONDS**

The 2005 and 2006 General Obligation Bond Issues were issued by the School District to finance the 2005 Capital Improvement Program. See Note #8 on pages 38-39 which provides further information on these governmental bonds.

**Table 7  
General Obligation Debt  
at June 30, 2008  
(in thousands)**

	FY2008	FY2007	VARIANCE
Series 2005 G.O. Bonds	56,000	56,000	-
Series 2006 G.O. Bonds	<u>14,535</u>	<u>14,535</u>	<u>-</u>
<b>Total</b>	<b>\$ <u>70,535</u></b>	<b>\$ <u>70,535</u></b>	<b>\$ <u>-</u></b>



**BIBB COUNTY SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**JUNE 30, 2008**

---

**CURRENT ISSUES**

**District Accreditation.** A Quality Assurance Review team representing the Council on Accreditation and School Improvement (CASI) of the Southern Association of Colleges and Schools (SACS) made a Quality Assurance Review visit to the Bibb County School District on February 10-13, 2008. The review visit is the final step in the District Accreditation process which invites school systems to collaborate in reviewing the quality of the District's systems and their contributions to teaching and learning. To earn District Accreditation, a district must provide evidence that it meets the Standards for Accreditation; engages in a systemic and continuous process of improvement; and implements methods for quality assurance that provide for effective operations and functions. The Quality Assurance Review Team's report recommended accreditation "unanimously and without reservation" and included a commendation on the District's commitment of fiscal and human resources to instruction and continuous improvement. This was the District's first attempt at District Accreditation which lasts for five years.

**Economic Forecast.** The District continues to face many challenges as we strive to fund initiatives necessary to support our vision of *Achievement and Performance for Every Child, in Every Classroom, and in Every School*. Significant cuts have been made to state education funding for the District over the past several years, primarily in (1) austerity reductions (\$22.4 million from FY2003-FY2008); (2) increased 5 mill share requirements (6.6 mills will be required to offset the 5 mill share reduction in FY2009); and (3) continued decreases in equalization funding (calculated for FY2009 by the Department of Audits using an estimated increase of 9.4% in the equalized adjusted tax digest for Bibb County while the actual increase is projected at just over 1%). Furthermore, as a result of the State of Georgia ending FY2008 with a significant shortfall, Governor Perdue has ordered a 2% reduction in funding for FY2009 for the school districts in Georgia and a proposal is being considered to cut the HTRG (Homeowner's Tax Relief Grant) credit, which provided over \$4 million dollars to the District in FY2008. In addition to these state funding shortfalls, we are also dealing with rapidly rising costs in the areas of salaries and benefits, textbooks, transportation and other operational costs. Locally, Bibb County has experienced little growth in our tax digest and property has not been revalued since 2001. The District, however, is committed to the most efficient use of our financial resources and will strive to maintain the strong financial position we have enjoyed.

**Tornado Damage.** On May 11, 2008 a series of 15 tornadoes touched down in Georgia, including 10 across the Middle Georgia area. The most devastating tornado hit Bibb County at 5:50 a.m. with wind speeds between 111 mph and 135 mph and left Westside High School, Southwest High School, Rice Elementary School, Weaver Middle School, and Barden Elementary School with significant damage. The District suffered catastrophic losses amounting to approximately \$1.4 million as a result of these series of tornadoes with Westside High School suffering the most significant loss of \$1.1 million. This accounts for the \$387,640 Extraordinary Item (insurance reimbursement) listed in Table 2.

**CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Ron Collier, Deputy Superintendent – Operations/Chief Financial Officer, at the Bibb County School District offices located at 484 Mulberry Street, Suite 400, Macon, GA 31201. You may also e-mail your questions to Ron Collier at [rcollier@bibb.k12.ga.us](mailto:rcollier@bibb.k12.ga.us).

**BASIC FINANCIAL  
STATEMENTS**

**GOVERNMENT-WIDE  
FINANCIAL STATEMENTS**

# BIBB COUNTY SCHOOL DISTRICT

## STATEMENT OF NET ASSETS JUNE 30, 2008

ASSETS	Governmental Activities	Business-type Activities	Total
Cash	\$ 8,922,365	\$ 435,733	\$ 9,358,098
Investments	74,929,622	5,657,826	80,587,448
Receivables:			
Interest	6,740	-	6,740
Accounts	680,302	57,118	737,420
Intergovernmental	26,630,890	316,931	26,947,821
Internal balances	79,819	(79,819)	-
Inventories	870,196	798,903	1,669,099
Prepaid and other assets	184,611	54,907	239,518
Unamortized issuance costs	515,189	-	515,189
Capital assets, non-depreciable	69,663,051	-	69,663,051
Capital assets, depreciable (net of accumulated depreciation)	218,660,551	9,561,602	228,222,153
<b>Total assets</b>	<b>401,143,336</b>	<b>16,803,201</b>	<b>417,946,537</b>
<b>LIABILITIES</b>			
Accounts payable	3,793,924	282,577	4,076,501
Contracts payable	2,896,227	-	2,896,227
Accrued interest payable	810,059	-	810,059
Accrued payroll and payroll withholdings	23,769,621	613,906	24,383,527
Accrued claims	750,205	-	750,205
Unearned revenue	219,572	24,568	244,140
Capital leases due within one year	335,000	-	335,000
Capital leases due in more than one year	1,850,000	-	1,850,000
Compensated absences due within one year	841,357	-	841,357
Compensated absences due in more than one year	360,734	-	360,734
General obligation bonds due within one year	25,035,000	-	25,035,000
General obligation bonds due in more than one year, net of unamortized premium	46,854,631	-	46,854,631
<b>Total liabilities</b>	<b>107,516,330</b>	<b>921,051</b>	<b>108,437,381</b>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	216,052,097	9,561,602	225,613,699
Restricted for debt service	28,861,744	-	28,861,744
Unrestricted	48,713,165	6,320,548	55,033,713
<b>Total net assets</b>	<b>\$ 293,627,006</b>	<b>\$ 15,882,150</b>	<b>\$ 309,509,156</b>

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

**BIBB COUNTY SCHOOL DISTRICT**  
**STATEMENT OF ACTIVITIES**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2008**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Governmental activities:				
Instruction	\$ 197,081,754	\$ 5,031,682	\$ 123,931,663	\$ 4,207,444
General administration	4,481,194	-	2,835,734	-
Maintenance and operations	17,192,525	-	6,883,758	-
Student transportation	9,092,491	-	3,269,199	-
Interest on long-term debt	2,900,505	-	-	-
Total governmental activities	<u>230,748,469</u>	<u>5,031,682</u>	<u>136,920,354</u>	<u>4,207,444</u>
Business-type activities:				
School food services	12,993,641	1,957,472	10,989,957	-
Stadiums	222,241	197,529	-	-
Wellness center	40,616	55,835	-	-
Total business-type activities	<u>13,256,498</u>	<u>2,210,836</u>	<u>10,989,957</u>	<u>-</u>
Total	<u>\$ 244,004,967</u>	<u>\$ 7,242,518</u>	<u>\$ 147,910,311</u>	<u>\$ 4,207,444</u>

General revenues:

- Property taxes
- Sales taxes
- Other taxes
- Grants and contributions not restricted to specific programs
- Unrestricted investment earnings
- Gain on disposal of capital assets
- Transfers
- Extraordinary item
- Total general revenues, transfers, and extraordinary items
- Change in net assets
- Net assets, beginning of year
- Net assets, end of year

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

**Net (Expenses) Revenues and  
Changes in Net Assets**

<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>
\$ (63,910,965)	\$ -	\$ (63,910,965)
(1,645,460)	-	(1,645,460)
(10,308,767)	-	(10,308,767)
(5,823,292)	-	(5,823,292)
(2,900,505)	-	(2,900,505)
<u>(84,588,989)</u>	<u>-</u>	<u>(84,588,989)</u>
-	(46,212)	(46,212)
-	(24,712)	(24,712)
-	15,219	15,219
<u>-</u>	<u>(55,705)</u>	<u>(55,705)</u>
<u>(84,588,989)</u>	<u>(55,705)</u>	<u>(84,644,694)</u>
68,062,860	-	68,062,860
31,979,937	-	31,979,937
1,200,435	-	1,200,435
2,544,312	-	2,544,312
4,053,695	168,583	4,222,278
-	7,785	7,785
(24,712)	24,712	-
387,640	-	387,640
<u>108,204,167</u>	<u>201,080</u>	<u>108,405,247</u>
23,615,178	145,375	23,760,553
<u>270,011,828</u>	<u>15,736,775</u>	<u>285,748,603</u>
<u>\$ 293,627,006</u>	<u>\$ 15,882,150</u>	<u>\$ 309,509,156</u>

**FUND FINANCIAL  
STATEMENTS**

# BIBB COUNTY SCHOOL DISTRICT

## BALANCE SHEET GOVERNMENTAL FUNDS JUNE 30, 2008

ASSETS	General	SPLOST Projects	Debt Service	Other Governmental Funds	Total Governmental Funds
Cash	\$ 1,350,935	\$ 4,354,496	\$ 1,977,480	\$ 666,739	\$ 8,349,650
Investments	21,804,809	25,227,706	26,872,623	1,024,484	74,929,622
Receivables:					
Interest	1,628	3,926	1,186	-	6,740
Accounts	282,002	-	-	387,640	669,642
Intergovernmental	21,909,719	4,721,171	-	-	26,630,890
Due from other funds	459,911	6,290	-	1,019	467,220
Prepaid and other assets	165,246	-	10,455	-	175,701
<b>Total assets</b>	<b>\$ 45,974,250</b>	<b>\$ 34,313,589</b>	<b>\$ 28,861,744</b>	<b>\$ 2,079,882</b>	<b>\$ 111,229,465</b>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>LIABILITIES</b>					
Accounts payable	\$ 3,134,355	\$ 490,124	\$ -	\$ 140,582	\$ 3,765,061
Contracts payable	-	2,896,227	-	-	2,896,227
Due to other funds	13,466	52,555	-	126,384	192,405
Accrued payroll and payroll withholdings	23,769,621	-	-	-	23,769,621
Deferred revenue	1,317,023	-	-	-	1,317,023
<b>Total liabilities</b>	<b>28,234,465</b>	<b>3,438,906</b>	<b>-</b>	<b>266,966</b>	<b>31,940,337</b>
<b>FUND BALANCES</b>					
Fund balances:					
Reserved for program activities	693,980	30,874,683	-	-	31,568,663
Reserved for prepaid items	165,246	-	-	-	165,246
Reserved for debt service	-	-	28,861,744	-	28,861,744
Reserved for bus replacement	446,804	-	-	-	446,804
Unreserved, reported in:					
General fund	16,433,755	-	-	-	16,433,755
Capital projects funds	-	-	-	1,145,158	1,145,158
Special revenue funds	-	-	-	667,758	667,758
<b>Total fund balances</b>	<b>17,739,785</b>	<b>30,874,683</b>	<b>28,861,744</b>	<b>1,812,916</b>	<b>79,289,128</b>
<b>Total liabilities and fund balances</b>	<b>\$ 45,974,250</b>	<b>\$ 34,313,589</b>	<b>\$ 28,861,744</b>	<b>\$ 2,079,882</b>	

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	288,257,003
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.	1,097,451
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.	(75,571,592)
Internal service funds are used by management to charge the costs of various benefits and services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.	555,016
<b>Net assets of governmental activities</b>	<b>\$ 293,627,006</b>

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



**BIBB COUNTY SCHOOL DISTRICT**  
**STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2008**

	General	SPLOST Projects	Debt Service	Other Governmental Funds	Total Governmental Funds
<b>REVENUES</b>					
Local sources	\$ 72,654,502	\$ 31,979,937	\$ -	\$ 2,355,076	\$ 106,989,515
State sources	112,807,248	4,198,954	-	-	117,006,202
Federal sources	21,523,105	-	-	-	21,523,105
Interest income	1,071,521	2,610,500	331,451	40,223	4,053,695
On behalf payments	4,686,866	-	-	-	4,686,866
Other sources	103,189	-	-	-	103,189
Total revenues	<u>212,846,431</u>	<u>38,789,391</u>	<u>331,451</u>	<u>2,395,299</u>	<u>254,362,572</u>
<b>EXPENDITURES</b>					
Current:					
Instruction	181,119,947	-	-	2,497,473	183,617,420
General administration	4,219,823	-	-	3,300	4,223,123
Maintenance and operations	16,375,081	-	-	408,217	16,783,298
Student transportation	8,117,186	-	-	-	8,117,186
On behalf payments	4,686,866	-	-	-	4,686,866
Capital outlay	28,869	54,615,455	-	441,686	55,086,010
Debt service:					
Principal retirement	-	-	325,000	-	325,000
Interest and fiscal charges	12,594	-	3,278,154	-	3,290,748
Bond issuance costs	-	1,050	-	-	1,050
Total expenditures	<u>214,560,366</u>	<u>54,616,505</u>	<u>3,603,154</u>	<u>3,350,676</u>	<u>276,130,701</u>
(Deficiency) of revenues (under) expenditures	<u>(1,713,935)</u>	<u>(15,827,114)</u>	<u>(3,271,703)</u>	<u>(955,377)</u>	<u>(21,768,129)</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	-	-	28,313,371	563,561	28,876,932
Transfers out	(1,168,094)	(27,895,392)	-	-	(29,063,486)
Total other financing sources (uses)	<u>(1,168,094)</u>	<u>(27,895,392)</u>	<u>28,313,371</u>	<u>563,561</u>	<u>(186,554)</u>
Net change before extraordinary item	(2,882,029)	(43,722,506)	25,041,668	(391,816)	(21,954,683)
<b>EXTRAORDINARY ITEM</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>387,640</u>	<u>387,640</u>
Net change in fund balances	(2,882,029)	(43,722,506)	25,041,668	(4,176)	(21,567,043)
<b>FUND BALANCES, beginning of year</b>	<u>20,621,814</u>	<u>74,597,189</u>	<u>3,820,076</u>	<u>1,817,092</u>	<u>100,856,171</u>
<b>FUND BALANCES, end of year</b>	<u>\$ 17,739,785</u>	<u>\$ 30,874,683</u>	<u>\$ 28,861,744</u>	<u>\$ 1,812,916</u>	<u>\$ 79,289,128</u>

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

# BIBB COUNTY SCHOOL DISTRICT

## RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES FOR THE FISCAL YEAR ENDED JUNE 30, 2008

---

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

Net change in fund balances - total governmental funds \$ (21,567,043)

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period. 48,056,512

The net effect of the disposal of capital assets is to decrease net assets. (3,174,503)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. (258,664)

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items. 702,086

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. 2,277

Internal service funds are used by management to charge costs of various services and benefits to individual funds. The net revenue (expense) of certain activities of internal service funds is reported with governmental activities. (145,487)

\$ 23,615,178

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

# BIBB COUNTY SCHOOL DISTRICT

## GENERAL FUND STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Budget		Actual	Variance With Final Budget
	Original	Final		
<b>REVENUES</b>				
Local sources	\$ 71,045,120	\$ 71,687,495	\$ 72,654,502	\$ 967,007
State sources	109,866,306	110,887,750	112,807,248	1,919,498
Federal sources	24,914,572	24,084,310	21,523,105	(2,561,205)
Interest income	1,500,000	1,500,000	1,071,521	(428,479)
On behalf payments	-	-	4,686,866	4,686,866
Other sources	10,000	10,000	103,189	93,189
Total revenues	207,335,998	208,169,555	212,846,431	4,676,876
<b>EXPENDITURES</b>				
Current:				
Instruction	182,551,070	182,507,638	181,119,947	1,387,691
General administration	4,358,173	4,077,427	4,219,823	(142,396)
Maintenance and operations	16,404,554	16,451,349	16,375,081	76,268
Student transportation	7,242,692	7,897,473	8,117,186	(219,713)
On behalf payments	-	-	4,686,866	(4,686,866)
Capital outlay	100,000	100,000	28,869	71,131
Debt service:				
Principal retirements	-	-	-	-
Interest and fiscal charges	4,500	4,500	12,594	(8,094)
Total expenditures	210,660,989	211,038,387	214,560,366	(3,521,979)
Deficiency of revenues under expenditures	(3,324,991)	(2,868,832)	(1,713,935)	1,154,897
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	99,909	126,045	-	(126,045)
Transfers out	(1,106,509)	(1,106,509)	(1,168,094)	(61,585)
Total other financing sources (uses)	(1,006,600)	(980,464)	(1,168,094)	(187,630)
Net change in fund balances	(4,331,591)	(3,849,296)	(2,882,029)	967,267
<b>FUND BALANCES, beginning of year</b>	20,621,814	20,621,814	20,621,814	-
<b>FUND BALANCES, end of year</b>	\$ 16,290,223	\$ 16,772,518	\$ 17,739,785	\$ 967,267

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

# BIBB COUNTY SCHOOL DISTRICT

## STATEMENT OF NET ASSETS PROPRIETARY FUNDS JUNE 30, 2008

ASSETS	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	School Food Service	Other Enterprise Funds	Totals	
<b>CURRENT ASSETS</b>				
Cash	\$ 427,763	\$ 7,970	\$ 435,733	\$ 572,715
Investments	5,557,069	100,757	5,657,826	-
Receivables:				
Accounts	57,118	-	57,118	10,660
Intergovernmental	143,652	173,279	316,931	-
Due from other funds	6,157	-	6,157	3,145
Prepaid items	54,907	-	54,907	8,910
Inventories	798,903	-	798,903	870,196
Total current assets	7,045,569	282,006	7,327,575	1,465,626
<b>CAPITAL ASSETS</b>				
Buildings	10,782,895	-	10,782,895	291,791
Furniture and equipment	6,265,116	45,322	6,310,438	186,063
Total depreciable assets	17,048,011	45,322	17,093,333	477,854
Less accumulated depreciation	(7,492,224)	(39,507)	(7,531,731)	(411,255)
Total capital assets	9,555,787	5,815	9,561,602	66,599
Total assets	16,601,356	287,821	16,889,177	1,532,225
<b>LIABILITIES</b>				
Accounts payable	273,851	8,726	282,577	28,862
Due to other funds	64,907	170,218	235,125	48,992
Accrued payroll and payroll withholdings	609,433	4,473	613,906	-
Unearned revenue	24,518	50	24,568	-
Accrued claims expense	-	-	-	750,205
Total liabilities	972,709	183,467	1,156,176	828,059
<b>NET ASSETS</b>				
Invested in capital assets	9,555,787	5,815	9,561,602	66,599
Unrestricted	6,072,860	98,539	6,171,399	637,567
Total net assets	\$ 15,628,647	\$ 104,354	15,733,001	\$ 704,166
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.			149,149	
Net assets of business-type activities			\$ 15,882,150	

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

# BIBB COUNTY SCHOOL DISTRICT

## STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS PROPRIETARY FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	School Food Service	Other Enterprise Funds	Totals	
<b>OPERATING REVENUES</b>				
Local sources	\$ 1,957,472	\$ 253,364	\$ 2,210,836	\$ 3,854,986
Total operating revenues	1,957,472	253,364	2,210,836	3,854,986
<b>OPERATING EXPENSES</b>				
Food service operations	12,404,944	-	12,404,944	-
Central support services	-	-	-	2,435,705
Enterprise operations	-	234,638	234,638	-
Maintenance and operations	-	25,428	25,428	9,137
Depreciation	585,719	2,791	588,510	10,133
Cost of services	-	-	-	1,710,318
Total operating expenses	12,990,663	262,857	13,253,520	4,165,293
Operating loss	(11,033,191)	(9,493)	(11,042,684)	(310,307)
<b>NON-OPERATING REVENUES (EXPENSES)</b>				
Intergovernmental revenues	10,989,957	-	10,989,957	-
Interest earned	165,250	3,333	168,583	-
Gain on disposal of capital assets	7,785	-	7,785	-
Total non-operating revenues (expenses)	11,162,992	3,333	11,166,325	-
Income (loss) before contribution: and transfers	129,801	(6,160)	123,641	(310,307)
Transfers in	-	24,712	24,712	161,842
Change in net assets	129,801	18,552	148,353	(148,465)
<b>NET ASSETS, beginning of year</b>	15,498,846	85,802		852,631
<b>NET ASSETS, end of year</b>	\$ 15,628,647	\$ 104,354		\$ 704,166
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.			(2,978)	
Change in net assets of business-type activities			\$ 145,375	

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

# BIBB COUNTY SCHOOL DISTRICT

## STATEMENT OF CASH FLOWS PROPRIETARY FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	School Food Service	Other Enterprise Funds	Totals	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Receipts from local sources	\$ 2,033,706	\$ 246,425	\$ 2,280,131	\$ -
Receipts from interfund services provided	-	-	-	3,845,120
Payments to suppliers	(7,120,802)	(201,451)	(7,322,253)	(1,764,783)
Payments to employees	(4,117,874)	(45,752)	(4,163,626)	-
Payments on behalf of employees	(891,765)	(8,529)	(900,294)	-
Payments for interfund services used	-	-	-	(2,264,193)
Net cash used in operating activities	(10,096,735)	(9,307)	(10,106,042)	(183,856)
<b>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES</b>				
Subsidy from federal and state grants	10,989,957	-	10,989,957	-
Transfers from other funds	-	24,712	24,712	161,842
Net cash provided by noncapital financing activities	10,989,957	24,712	11,014,669	161,842
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Purchase of capital assets	(392,140)	-	(392,140)	-
Net cash used in capital and related financing activities	(378,090)	-	(378,090)	-
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Interest received	165,250	3,333	168,583	-
Net cash provided by investing activities	165,250	3,333	168,583	-

(Continued)

# BIBB COUNTY SCHOOL DISTRICT

## STATEMENT OF CASH FLOWS PROPRIETARY FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	School Food Service	Other Enterprise Funds	Totals	
Net increase (decrease) in cash and cash equivalents	\$ 680,382	\$ 18,738	\$ 699,120	\$ (22,014)
Cash and cash equivalents, beginning of year	5,304,449	89,989	5,394,438	594,729
Cash and cash equivalents, end of year	\$ 5,984,831	\$ 108,727	\$ 6,093,558	\$ 572,715
Classified as:				
Cash	\$ 427,763	\$ 7,970	\$ 435,733	\$ 572,715
Investments	5,557,069	100,757	5,657,826	-
	\$ 5,984,832	\$ 108,727	\$ 6,093,559	\$ 572,715
<b>Reconciliation of operating loss to net cash used in operating activities</b>				
Operating loss	\$ (11,033,191)	\$ (9,493)	\$ (11,042,684)	\$ (310,307)
Adjustments to reconcile operating loss to net cash used in operating activities				
Depreciation	585,719	2,791	588,510	10,133
Increase in accounts receivable	(7,435)	-	(7,435)	(9,866)
Decrease in intergovernmental receivables	40,155	-	40,155	-
Increase in accounts receivable	-	(6,939)	(6,939)	-
(Increase) decrease in due from other funds	39,692	-	39,692	(236)
Decrease in prepaids	2,376	-	2,376	-
(Increase) decrease in inventories	20,120	-	20,120	(63,471)
Increase (decrease) in accounts payable	215,420	2,553	217,973	(64,958)
Increase in due to other funds	2,590	1,259	3,849	48,992
Increase in payroll related liabilities	33,997	522	34,519	-
Increase in unearned revenue	3,822	-	3,822	-
Increase in accrued claims expense	-	-	-	205,857
Net cash used in operating activities:	\$ (10,096,735)	\$ (9,307)	\$ (10,106,042)	\$ (183,856)

### SCHEDULE OF NON-CASH NON-CAPITAL FINANCING ACTIVITIES

During the year ended June 30, 2008, the School Food Service Fund received \$722,882 in commodities from the United States Department of Agriculture.

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

**BIBB COUNTY SCHOOL DISTRICT**  
**STATEMENT OF FIDUCIARY NET ASSETS**  
**FIDUCIARY FUNDS**  
**JUNE 30, 2008**

<b>ASSETS</b>	<b>W. D. Ryals Memorial Private-Purpose Trust Fund</b>	<b>Agency Funds</b>
Cash	\$ -	\$ 451,372
Investments	2,649	95,918
Total assets	<u>2,649</u>	<u>547,290</u>
<b>LIABILITIES</b>		
Accounts payable	-	6,333
Due to others	-	540,957
Total liabilities	<u>-</u>	<u>547,290</u>
<b>NET ASSETS</b>		
Reserved for leadership awards	<u>\$ 2,649</u>	<u>\$ -</u>

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



# BIBB COUNTY SCHOOL DISTRICT

## STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS FIDUCIARY FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2008

---

	<u>W. D. Ryals Memorial Private-Purpose Trust Fund</u>
<b>ADDITIONS</b>	
Interest income	\$ 110
Total additions	<u>110</u>
<b>DELETIONS</b>	
Other support services	<u>(150)</u>
Total deletions	<u>(150)</u>
Change in net assets	<u>(40)</u>
<b>NET ASSETS, beginning of year</b>	<u>2,689</u>
<b>NET ASSETS, end of year</b>	<u><u>\$ 2,649</u></u>

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

**BIBB COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2008**

---

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Reporting Entity:**

The Bibb County School District (the "District") was incorporated on August 23, 1872, and provides for a system of education for the children in the City of Macon, Georgia ("Macon") and Bibb County, Georgia ("Bibb County") as authorized by its charter. The District operates under a Board/Superintendent form of government. The eight member Board of Education ("Board") is elected by the public and the Board appoints the superintendent. During the year ended June 30, 2005, the citizens of Bibb County voted to give the Board the power to determine the millage rate at which school taxes are levied and to incur bonded indebtedness with voters' approval. In previous years, the District was reported as a component unit of Bibb County. However, beginning with the fiscal year ended June 30, 2005, the District is reported as its own primary government.

**B. Government-wide and Fund Financial Statements:**

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the non-fiduciary activities of the government. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

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 those who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

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

## NOTES TO FINANCIAL STATEMENTS

---

### NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### C. 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, as are the proprietary fund and the fiduciary fund financial statements. Agency funds have no measurement focus; however, they use the accrual basis of accounting to recognize receivables and payables. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

Property taxes, intergovernmental grants, and investment income associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the District.

The District reports the following major governmental funds:

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

The **SPLOST projects fund** accounts for the proceeds of a one percent Special Purpose Local Option Sales Tax. Funds are used for: building renovations; land and building acquisitions; and, construction of new educational and administrative facilities.

The **debt service fund** accounts for the payments of principal and interest on long-term debt of governmental funds.

## NOTES TO FINANCIAL STATEMENTS

---

### NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### C. Measurement Focus, Basis of Accounting and Basis of Presentation: (Continued)

The District reports the following major proprietary fund:

The ***school food service fund*** accounts for the monies and commodities received from the federal and state governments and the School Food Service's cafeteria sales for the purpose of maintaining the District's breakfast, lunch, and snack programs.

Additionally, the District reports the following fund types:

The ***capital projects funds*** account for the acquisition of capital assets and construction or improvement of major capital projects such as construction of new schools.

The ***internal service funds*** account for warehouse operations, workers' compensation, unemployment compensation, and dental insurance reserve services that are provided to other departments or funds of the District on a cost-reimbursement basis.

The ***private-purpose trust fund*** accounts for resources devoted to the presentation of an award to a student and teacher each year at Appling Middle School. All resources of the fund, including any earnings on invested resources, may be used to support this purpose. There is no requirement that any portion of the resources be preserved as capital.

The ***agency funds*** are used to account for school activity funds related to school wide fundraising activities and to account for flex medical and dependent care for the employees of the District.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The District has elected not to follow subsequent private-sector guidance.

## NOTES TO FINANCIAL STATEMENTS

---

### NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### C. Measurement Focus, Basis of Accounting and Basis of Presentation: (Continued)

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the District's school food service program and the general fund. Elimination of these charges would distort the direct costs reported for the various functions concerned.

Amounts reported as *program revenues* include 1) charges for services provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish *operating* revenues and expenses from *non-operating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds and of the District's internal service funds are charges for goods and services provided. Operating expenses of the enterprise funds and internal service funds include the cost of these goods and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

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

## NOTES TO FINANCIAL STATEMENTS

---

### NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### **D. Cash and Investments:**

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

State statutes authorize the District to invest in: obligations of the United States, the State of Georgia and other political subdivisions of the State of Georgia, and other states; prime bankers' acceptances; repurchase agreements; and the Georgia local government investment pool (Georgia Fund 1). Georgia Fund 1, created by OCGA 36-83-8, is a stable net asset value investment pool which follows Standard and Poor's criteria for AAAM rated money market funds and is regulated by the Georgia Office of Treasury and Fiscal Services. However, Georgia Fund 1 operates in a manner consistent with Rule 2a-7 of the Investment Company Act of 1940 and is considered to be a 2a-7 like pool. The pool is not registered with the SEC as an investment company. The pool's primary objectives are safety of capital, investment income, liquidity and diversification while maintaining principal (\$1 per share value). Net asset value is calculated weekly to ensure stability. The pool distributes earnings (net of management fees) on a monthly basis and determines participant's shares sold and redeemed based on a \$1 per share value. The fair value of the District's position in the pool is the same as the value of pool shares (\$1 per share value).

#### **E. Receivables and Payables:**

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year as well as all other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

#### **F. On-Behalf Payments:**

The State of Georgia makes certain health insurance and pension plan payments on behalf of the District for its employees. The District records these payments as both a revenue and an expenditure in the General Fund. The total of the on-behalf payments for the fiscal year ended June 30, 2008 was \$4,686,866.

## NOTES TO FINANCIAL STATEMENTS

---

### NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### **G. Inventories and Prepaid Items:**

Inventories of the School Food Service Fund are stated at cost using the first-in, first-out method. Inventories of the Warehouse Fund are stated at cost using the weighted average method. Donated food commodities are recorded at fair value. The District utilizes the consumption method to recognize inventory usage. Under the consumption method, inventories are recorded as expenses when used rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

#### **H. Capital Assets:**

Capital assets, which include property, plant, and equipment, are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Capital assets are depreciated using the straight line method over the following estimated useful lives:

<u>Asset</u>	<u>Years</u>
Land improvements	20
Buildings	25-50
Equipment	4-20

#### **I. Long-Term Obligations:**

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. In the fund financial statements, governmental fund types report the face amount of debt issued as other financing sources.

## NOTES TO FINANCIAL STATEMENTS

---

### NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### **J. Compensated Absences:**

Accumulated unpaid sick leave costs are not vested and are not accrued in any fund, but are recognized as expenditures or expenses, when paid. Accumulated unpaid vacation costs are accrued when incurred in the government-wide, proprietary, and fiduciary fund financial statements.

#### **K. Fund Equity:**

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

#### **L. Use of Estimates:**

The preparation of 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, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.



## NOTES TO FINANCIAL STATEMENTS

### NOTE 2. RECONCILIATION OF GOVERNMENT-WIDE FINANCIAL STATEMENTS AND FUND FINANCIAL STATEMENTS

#### A. Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-wide Statement of Net Assets

The Governmental Fund Balance Sheet includes a reconciliation between *fund balance – total governmental funds* and *net assets – governmental activities* as reported in the government-wide statement of net assets. One element of that reconciliation explains that “long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.” The details of this \$75,571,592 difference are as follows:

Capital leases payable	\$ (2,185,000)
Bonds payable	(70,535,000)
Plus: deferred issuance costs and unamortized premium	(839,442)
Accrued interest payable	(810,059)
Compensated absences	<u>(1,202,091)</u>
Net adjustment to reduce <i>fund balance - total governmental funds</i> to arrive at <i>net assets - governmental activities</i>	<u><u>\$ (75,571,592)</u></u>

#### B. Explanation of Certain Differences between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-wide Statement of Activities

The Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances includes a reconciliation between *net changes in fund balances – total governmental funds* and *changes in net assets of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains that “Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.” The details of this \$48,056,512 difference are as follows:

Capital outlay	\$ 55,086,010
Capital expenditures below threshold allocated to instruction	(682,554)
Depreciation expense	<u>(6,346,944)</u>
Net adjustment to increase <i>net changes in fund balances - total governmental funds</i> to arrive at <i>changes in net assets of governmental activities</i>	<u><u>\$ 48,056,512</u></u>

## NOTES TO FINANCIAL STATEMENTS

---

### NOTE 2. RECONCILIATION OF GOVERNMENT-WIDE FINANCIAL STATEMENTS AND FUND FINANCIAL STATEMENTS (CONTINUED)

#### B. Explanation of Certain Differences between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-wide Statement of Activities (Continued)

Another element of that reconciliation states that “the issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds.” The details of this \$702,086 difference are as follows:

Principal repayments	\$ 325,000
Amortization of bond issuance costs and premium	<u>377,086</u>
Net adjustment to increase <i>net changes in fund balances - total governmental funds</i> to arrive at <i>changes in net assets of governmental activities</i>	<u><u>\$ 702,086</u></u>

### NOTE 3. LEGAL COMPLIANCE – BUDGETS

**Budgetary Data.** The District adopts an annual budget on a basis consistent with accounting principles generally accepted in the United States of America for the general fund, the debt service fund, and the Capital Improvements fund. The SPLOST projects fund adopts a project length budget. Proprietary fund budgets are prepared and utilized as a management tool to assess the operations of the enterprise and internal service funds. All annual appropriations lapse at fiscal year end.

The budget is a complete financial plan for the District's fiscal year, usually the school year, and is based upon careful estimates of expenditures and probable incomes. The District's budget consists of the educational plan, expenditures for the educational plan and sources and amount of revenue. Prior to the first Monday in June, the administration of the District prepares and submits a proposed budget to the Board for approval. After the budget has been tentatively approved by the Board, the budget must be advertised, in form and manner to be prescribed by the Board, at least one time in a newspaper of general circulation in Bibb County. Subsequent to this procedure, the Board shall revise the budget as necessary and adopt a final school budget.

## NOTES TO FINANCIAL STATEMENTS

### NOTE 3. LEGAL COMPLIANCE – BUDGETS (CONTINUED)

The approved budget shall be certified and forwarded to the Georgia Department of Education for final approval. The budget is amended during the first six months and a mid-year review budget is prepared and approved by the Board. The budget is formally adopted at the program level and the legal level of the District's budgetary controls is the program level. Any amendments made after mid-year review may be approved by the District's management.

### NOTE 4. DEPOSITS AND INVESTMENTS

**Credit Risk.** As of June 30, 2008, the District's investments were all rated AAA by Standard & Poor's.

As of June 30, 2008, the District had the following investments:

Investment	Maturities	Fair Value
Georgia Fund 1	40 day weighted average	\$ 55,230,137
US Treasury Strip	November 15, 2008	32,756
US Treasury Strip	November 15, 2009	31,911
US Treasury Strip	November 15, 2010	31,017
US Treasury Strip	August 15, 2011	30,135
US Treasury Strip	November 15, 2012	28,588
US Treasury Strip	November 15, 2013	27,330
US Treasury Strip	November 15, 2014	26,125
US Treasury Strip	November 15, 2015	25,197
Georgia Extended Asset Pool	.81 effective duration	25,220,883
Mutual funds	N/A	1,155
Mutual funds	N/A	624
Mutual funds	N/A	157
Total Investments		<u>\$ 80,686,015</u>

Investments are reported in the following activities:

Governmental	\$ 74,929,622
Business-type	5,657,826
Fiduciary	98,567
	<u>\$ 80,686,015</u>

**Interest Rate Risk.** As a means of limiting its exposure to fair value losses arising from rising interest rates, the District's investment policy limits all operating investments to instruments that mature within one year. All non-operating investments are best matched with their cash flow needs, with investment life of no more than five years.

## NOTES TO FINANCIAL STATEMENTS

### NOTE 4. DEPOSITS AND INVESTMENTS (CONTINUED)

**Custodial Credit Risk – Deposits.** Custodial risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. State statutes require all deposits and investments (other than federal and state government instruments) to be collateralized by depository insurance, obligations of the U.S. government, or bonds of public authorities, counties, or municipalities. As of June 30, 2008, \$27,388 of the District's bank balance was uncollateralized. The investments of the District were all invested in state government instruments.

**Custodial Credit Risk – Investments.** For investments, this is the risk that, in the event of the failure of the depository financial institution, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. As of June 30, 2008, the District was not exposed to custodial credit risk for investments.

### NOTE 5. INTERGOVERNMENTAL RECEIVABLES

Intergovernmental receivables at June 30, 2008, for the District's individual major funds and nonmajor funds in the aggregate, including the applicable allowances for uncollectible accounts are as follows:

	General	SPLOST Projects	School Food Service	Nonmajor Enterprise Funds
Intergovernmental	\$ 23,891,827	\$ 4,721,171	\$ 143,652	\$ 173,279
Less allowance for uncollectibles	(1,982,108)	-	-	-
Net total receivable	<u>\$ 21,909,719</u>	<u>\$ 4,721,171</u>	<u>\$ 143,652</u>	<u>\$ 173,279</u>

## NOTES TO FINANCIAL STATEMENTS

---

### NOTE 6. PROPERTY TAXES

Bibb County bills and collects property taxes for the District. Property taxes are levied (assessed) on all taxable real, public utility and personal property (including vehicles) located within the County as of January 1st of each year. Assessed values for property tax purposes are determined by the Bibb County Board of Tax Assessors for all property except public utilities and motor vehicles. Assessed value is set at 40% of market value. The State of Georgia establishes values for public utilities and motor vehicles.

Real property taxes for 2007 were levied on August 16, 2007, and are due in two installments - the first payment was due October 16, 2007, and the final payment was due by November 15, 2007. Bibb County may place liens on property once the related tax payments become delinquent. The property tax receivable allowance is equal to 30% of outstanding property taxes at June 30, 2008.

Vehicle personal property taxes are due upon each respective payor's date of birth on an annual basis.

### NOTE 7. CAPITAL ASSETS

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

Governmental activities:	
Instruction	\$ 5,260,276
General administration	189,300
Maintenance and operations	93,789
Student transportation	803,579
Capital assets held by the District's internal service funds are charged to the various functions based on their usage of the assets	<u>10,133</u>
Total depreciation expense - governmental activities	<u>\$ 6,357,077</u>
Business-type activities:	
School food services	\$ 585,719
Other activities	<u>2,791</u>
Total depreciation expense - business-type activities	<u>\$ 588,510</u>

## NOTES TO FINANCIAL STATEMENTS

### NOTE 7. CAPITAL ASSETS (CONTINUED)

Capital asset activity for the fiscal year ended June 30, 2008 is as follows:

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
<b>Governmental activities:</b>					
Capital assets, not being depreciated:					
Land	\$ 13,568,263	\$ -	\$ (229)	\$ -	\$ 13,568,034
Construction in progress	24,692,646	53,634,535	-	(22,232,164)	56,095,017
Total	<u>38,260,909</u>	<u>53,634,535</u>	<u>(229)</u>	<u>(22,232,164)</u>	<u>69,663,051</u>
Capital assets, being depreciated:					
Land improvements	1,829,881	114,554	(12,960)	-	1,931,475
Buildings	252,321,292	-	(10,348,675)	22,232,164	264,204,781
Equipment	18,877,912	654,367	(387,367)	-	19,144,912
Total	<u>273,029,085</u>	<u>768,921</u>	<u>(10,749,002)</u>	<u>22,232,164</u>	<u>285,281,168</u>
Less accumulated depreciation for:					
Land improvements	(540,272)	(94,034)	5,508	-	(628,798)
Buildings	(56,051,622)	(5,024,612)	7,279,885	-	(53,796,349)
Equipment	(11,246,374)	(1,238,431)	289,335	-	(12,195,470)
Total	<u>(67,838,268)</u>	<u>(6,357,077)</u>	<u>7,574,728</u>	<u>-</u>	<u>(66,620,617)</u>
Total capital assets, being depreciated, net	<u>205,190,817</u>	<u>(5,588,156)</u>	<u>(3,174,274)</u>	<u>22,232,164</u>	<u>218,660,551</u>
Governmental activities capital assets, net	<u>\$ 243,451,726</u>	<u>\$ 48,046,379</u>	<u>\$ (3,174,503)</u>	<u>\$ -</u>	<u>\$ 288,323,602</u>
<b>Business-type activities:</b>					
Capital assets, being depreciated:					
Buildings	\$ 10,958,550	\$ -	\$ (175,655)	\$ -	\$ 10,782,895
Equipment	6,054,722	392,140	(136,424)	-	6,310,438
Total	<u>17,013,272</u>	<u>392,140</u>	<u>(312,079)</u>	<u>-</u>	<u>17,093,333</u>
Less accumulated depreciation for:					
Buildings	(3,883,899)	(177,308)	175,655	-	(3,885,552)
Equipment	(3,365,135)	(411,202)	130,158	-	(3,646,179)
Total	<u>(7,249,034)</u>	<u>(588,510)</u>	<u>305,813</u>	<u>-</u>	<u>(7,531,731)</u>
Total capital assets, being depreciated, net	<u>9,764,238</u>	<u>(196,370)</u>	<u>(6,266)</u>	<u>-</u>	<u>9,561,602</u>
Business-type activities capital assets, net	<u>\$ 9,764,238</u>	<u>\$ (196,370)</u>	<u>\$ (6,266)</u>	<u>\$ -</u>	<u>\$ 9,561,602</u>

Internal service funds predominantly serve governmental funds. Accordingly, capital assets for the internal service funds of the District totaling \$477,854 with accumulated depreciation of \$411,255 are included as part of the above totals for governmental activities at year-end.

## NOTES TO FINANCIAL STATEMENTS

---

### NOTE 8. LONG-TERM DEBT

**Capital Leases.** The District issued 2004 Lease Revenue and Refunding Bonds in the original amount of \$3,135,000 to: (a) renovate, improve and equip certain portions of the leased premises, (b) currently refund the Issuer's Lease Revenue Bonds, Series 1993A, and (c) to pay all expenses incident to accomplishing the foregoing. Under this capital lease, the District is required to pay base rentals directly to the trustee annually on September 30, in amounts sufficient to provide for payment of the principal and interest on the bonds on the ensuing interest payment date. The 2004 series Lease Revenue Bond carries a variable rate of interest with it. The rate is computed at a weekly rate, determined by the Remarketing Agent, having due regard for the prevailing financial market conditions for revenue bonds. The rate shall be computed on the first business day of each interest period. However, the bonds are not to exceed the lesser of (a) 12% per annum (the "Ceiling Rate") and (b) the maximum rate permitted by law. In connection with the issuance of the bonds, Bibb County has entered into an amended Guaranty Agreement dated September 1, 2004, (the "Guaranty") with the District and the trustee; pursuant to the Guaranty, Bibb County absolutely and unconditionally guarantees the obligation of the District to pay base rentals under the lease. The outstanding balance on the Series 2004 bonds at June 30, 2008, is \$2,185,000.

The following is an analysis of assets under capital leases as of June 30, 2008:

	<u>Governmental Activities</u>
Buildings	<u>\$ 7,155,983</u>

## NOTES TO FINANCIAL STATEMENTS

### NOTE 8. LONG-TERM DEBT (CONTINUED)

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2008 are as follows:

Year Ending June 30,	<u>Governmental Activities</u>
2009	\$ 366,514
2010	371,203
2011	375,736
2012	385,074
2013	394,177
2014	<u>398,085</u>
Total minimum lease payments	2,290,789
Less: amount representing interest	<u>(105,789)</u>
Present value of minimum lease payments	<u><u>\$ 2,185,000</u></u>

**General Obligation Bonds.** During the year ended June 30, 2006, the District issued 2005 General Obligation Bonds in the original amount of \$56,000,000 and 2006 General Obligation Bonds in the original amount of \$14,535,000 to (a) acquire, construct, and equip new schools and related facilities including necessary furnishing, fixtures, and equipment, (b) renovate, extend, repair, and equip existing School District schools, facilities, and properties useful or desirable in connection therewith, (c) acquire, construct, and equip system-wide athletic facilities, (d) acquire, construct, and equip an Early Childhood Center, (e) acquire and install system-wide instructional and administrative technology, safety, and security equipment, (f) acquire school buses, vehicles, and transportation equipment, (g) acquire any necessary property therefore, both real and personal, and (h) pay any expenses incident to accomplishing the foregoing.

General obligation bonds consist of the following as of June 30, 2008:

Series	Coupon Rate	Maturities	Balance
2005	3.867% to 5.132%	2009 to 2011	\$ 56,000,000
2006	4.421%	2009	<u>14,535,000</u>
			<u><u>\$ 70,535,000</u></u>



## NOTES TO FINANCIAL STATEMENTS

### NOTE 8. LONG-TERM DEBT (CONTINUED)

Annual debt service requirements to maturity for general obligation bonds are as follows:

	Principal	Interest	Total
2009	\$ 25,035,000	\$ 3,198,414	\$ 28,233,414
2010	25,500,000	2,149,831	27,649,831
2011	20,000,000	1,026,425	21,026,425
<b>Total</b>	<b>\$ 70,535,000</b>	<b>\$ 6,374,670</b>	<b>\$ 76,909,670</b>

Long-term liability activity for the year ended June 30, 2008 is as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Bonds payable	\$ 70,535,000	\$ -	\$ -	\$ 70,535,000	\$ 25,035,000
Plus unamortized bond premium	1,953,636	-	(599,005)	1,354,631	-
Bonds payable, net	72,488,636	-	(599,005)	71,889,631	-
Capital leases	2,510,000	-	(325,000)	2,185,000	335,000
Compensated absences	1,190,160	698,170	(686,239)	1,202,091	841,357
Governmental activities: Long-term liabilities	<b>\$ 76,188,796</b>	<b>\$ 698,170</b>	<b>\$ (1,610,244)</b>	<b>\$ 75,276,722</b>	<b>\$ 1,176,357</b>

There is \$28,861,744 of reserved fund balance available in the Debt Service Fund to service the capital lease contractual obligations and 2005 and 2006 general obligations bonds.

## NOTES TO FINANCIAL STATEMENTS

---

### NOTE 8. LONG-TERM DEBT (CONTINUED)

Prior to obtaining its fiscal independence during fiscal year 2006, the District historically issued long-term debt through Bibb County. Such long-term debt is as follows:

\$17,705,000 2003 General Obligation School Refunding Bonds, due in annual installments of \$403,035 to \$4,539,175 through January 1, 2009, interest at 2.00 to 5.00 percent.	<u>\$ 2,730,000</u>
--	---------------------

As these are General Obligation Bond Issues, taxes are levied by Bibb County to provide for the amortization of these issues.

### NOTE 9. OPERATING LEASES

The School District, as lessor, leases excess space in its central office building (approximately 44% of the total square footage) to various private companies and accounts for these leases as operating leases.

The cost of the building, related depreciation and net book value of the central office building is as follows:

Cost of building	\$ 7,155,983
Accumulated depreciation	(1,698,541)
Net book value	<u>\$ 5,457,442</u>

Lease terms vary and extend through October 31, 2011. Rental revenues under these operating leases during the year ended June 30, 2008 were \$678,031. Minimum future rentals to be received under operating leases are as follows:

Year Ending June 30,	
2009	\$ 622,744
2010	553,774
2011	313,833
2012	78,652
	<u>\$ 1,569,003</u>

## NOTES TO FINANCIAL STATEMENTS

### NOTE 10. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

The composition of interfund balances as of June 30, 2008 is as follows:

Due to/from other funds:

<u>Funds</u>	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
General Fund	\$ 459,911	\$ 13,466
SPLOST Fund	6,290	52,555
Nonmajor governmental funds	1,019	126,384
Total governmental funds	467,220	192,405
School Food Service	6,157	64,907
Nonmajor enterprise funds	-	170,218
Total enterprise funds	6,157	235,125
Internal service funds	3,145	48,992
	\$ 476,522	\$ 476,522

These balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

Interfund transfers:

<u>Funds</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ -	\$ 1,168,094
SPLOST Fund	-	27,895,392
Debt Service Fund	28,313,371	-
Nonmajor governmental funds	563,561	-
Total governmental funds	28,876,932	29,063,486
Nonmajor enterprise funds	24,712	-
Internal service funds	161,842	-
	\$ 29,063,486	\$ 29,063,486

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that the statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

## NOTES TO FINANCIAL STATEMENTS

---

### NOTE 11. OTHER POST EMPLOYMENT BENEFITS

#### **Georgia Retiree Health Benefit Fund**

*Plan Description.* The District participates in the Georgia Retiree Health Benefit Fund (“GRHBF”), a cost-sharing multiple-employer defined benefit postemployment healthcare plan administered by the State of Georgia Department of Community Health. GRHBF provides health insurance benefits to eligible retirees and their qualified beneficiaries. Pursuant to Title 45, Chapter 18 of the Official Code of Georgia Annotated, the authority to establish and amend the benefit provisions of the plan is assigned to the Board of the State of Georgia Department of Community Health. The Department of Community Health issues a publicly available financial report that includes financial statements and required supplementary information for GRHBF. That report may be obtained from the Department of Community Health at 2 Peachtree Street, Atlanta, Georgia 30303.

*Funding Policy.* The contribution requirements of plan members and participating employers are established and may be amended by the Board of the State of Georgia Department of Community Health. Contributions of plan members or beneficiaries receiving benefits vary based on plan election, dependent coverage, and Medicare eligibility and election.

Participating state employers, including local Boards of Education, are statutorily required to contribute in accordance with the employer contribution rate established by the Board. The contribution rate is established to fund both the active and retired employee health insurance plans based on projected pay-as-you-go financing requirements. The combined rate for the active and retiree plans (pay-as-you go basis) for the fiscal year ended June 30, 2008, was 18.534% of covered payroll for certified employees and \$162.72 per non-certified covered employee. Currently the state is requiring that local Boards of Education pay only on active employees. The District’s contribution to the health insurance plans for the fiscal year ended June 30, 2008, was \$19,819,776 which equaled the required contribution. Currently the State of Georgia has been making the remaining contributions to fund the pay as you go financing on behalf of all local Boards of Education (see Note 1 for discussion of on-behalf payments).

### NOTE 12. RETIREMENT PLANS

**Teachers Retirement System.** Substantially all teachers, administrators, and clerical personnel employed by the District are members of the Teachers Retirement System of Georgia (TRS), a cost-sharing multiple employer public employee retirement system administered by the TRS Board of Trustees. TRS provides retirement and disability benefits, and death benefits to plan members and beneficiaries. Title 47, Chapter 3 of the Official Code of Georgia Annotated, assigns the authority to establish and amend benefit provisions to the TRS Board of Trustees. The TRS Board of Trustees issues a publicly available financial report that includes financial statements and required

## NOTES TO FINANCIAL STATEMENTS

---

### NOTE 12. RETIREMENT PLANS (CONTINUED)

supplementary information for TRS. That report may be obtained by writing to TRS of Georgia, Two Northside 75, Suite 100, Atlanta GA 30318, or by calling 1-800-352-0650.

Covered employees are required by state law to contribute 5% of their annual covered salary to the plan and the District is required to contribute 9.28% of current covered payroll. Covered employees' contributions for the years ended June 30, 2008, 2007, and 2006, were \$6,098,573, \$5,919,273 and \$5,479,635, respectively. The District's contributions to TRS for the years ended June 30, 2008, 2007, and 2006, were \$11,354,435, \$11,025,372, and \$10,150,439, respectively, which equal the required contribution for each year.

Active members may retire and receive benefits after 30 years of creditable service regardless of age, or after 10 years of creditable service and reaching age 60. Upon retirement, an employee receives a retirement benefit, payable monthly for life. The amount is determined by multiplying 2% by the years of service up to 40 years. This amount in turn is multiplied by the employee's average monthly salary for the two highest paid consecutive years of service. Early retirement benefits are reduced by the lesser of 1/12 of 7% for each month the member is below age 60, or by 7% for each year or fraction thereof by which the member has less than 30 years of service. It is also assumed that certain cost-of-living adjustments, based on the CPI, will be made in future years. Retirement benefits are payable monthly for life. Options are available for distribution of the member's monthly pension at a reduced rate to a designated beneficiary at the member's death.

**Public School Employees Retirement System.** Substantially all bus drivers, maintenance, custodial, and lunchroom personnel employed by the District are members of the Public School Employees Retirement System of Georgia (PSERS), which is also a cost-sharing multiple employer public employee retirement system. The Board of the Public School Employees Retirement System of Georgia issues a publicly available financial report that includes financial statements and supplementary information for PSERS. That report may be obtained by writing Public School Employee Retirement System, Two Northside 75, Atlanta, Georgia 30318-7778, or by calling 1-800-805-4609.

PSERS provides service retirement, disability retirement and survivor's benefits for its members. A member is eligible for normal service retirement after 10 years of service and attainment of age 65. A member applying for service retirement with 10 years of service and retirees between the ages of 60 and 65 receive a reduced benefit. Monthly retirement benefits paid to members are equal to eight dollars per month multiplied by the number of years of creditable service. Retirement provisions include death and disability benefits. Benefits are established by state statute.

## NOTES TO FINANCIAL STATEMENTS

---

### **NOTE 12. RETIREMENT PLANS (CONTINUED)**

Covered employees are required by state statute to contribute four dollars per month for the nine month school year. Unlike TRS, the District makes no contribution to PSERS. Total contributions from employees of the District made during the fiscal year ended June 30, 2008, totaled \$25,036.

The State of Georgia is required by statute to make an annual contribution to PSERS based upon an actuarial calculation. The state's contribution for employees for the fiscal year ended June 30, 2008 for District employees was \$25,390.

Members become fully vested after 10 years of service. If a member terminates with less than 10 years of service, no vesting of employer contributions occurs, but the member's contributions are refunded with interest.

There were 688 employees covered under PSERS for the year ended June 30, 2008.

### **NOTE 13. DEFERRED COMPENSATION PLAN**

The District offers its employees a tax deferred annuity plan created in accordance with Internal Revenue Code Section 403b. The plan, available to all District employees, permits them to defer a portion of their salary until future years. Participation in the plan is optional.

It is the opinion of the District's legal counsel that the District has no liability for losses under the plan, but does have the duty of due care that would be required of an ordinary prudent investor. The District believes these assets are not available to satisfy the claims of general creditors in the future.

### **NOTE 14. RISK MANAGEMENT**

The District is exposed to various risks of loss for claims associated with torts; theft of, damage to and destruction of assets; errors and omissions; natural disaster; workers' compensation; unemployment compensation; and dental benefits.

The District is self-insured for workers' compensation, unemployment compensation, and dental benefits. Premiums are paid into internal service funds by user funds and are available to pay claims, claim reserves, and administrative costs of the program. These interfund premiums are recognized as revenue in the internal service funds. The premiums are calculated on the basis of the percentage of that fund's payroll to total payroll. Liabilities are reported when it is probable that a loss has been incurred and the amount can be reasonably estimated including amounts of claims

## NOTES TO FINANCIAL STATEMENTS

### NOTE 14. RISK MANAGEMENT (CONTINUED)

incurred but not yet reported. An excess coverage insurance policy covers individual claims in excess of \$500,000 loss per occurrence, up to the statutory limit. The District has not experienced any significant reduction in insurance coverage from the previous years nor has it paid any settlements in excess of insurance coverage in the past three years.

Changes in the balances of claims liabilities for the past two fiscal years for the funds for which the District is self-insured are as follows:

<u>Workers' Compensation Fund</u>	<u>June 30, 2008</u>	<u>June 30, 2007</u>
Unpaid claims, beginning of fiscal year	\$ 388,419	\$ 162,091
Incurred claims (including IBNRs)	725,809	1,257,289
Claim payments and changes in estimates	<u>(768,228)</u>	<u>(1,030,961)</u>
Unpaid claims, end of fiscal year	<u>\$ 346,000</u>	<u>\$ 388,419</u>
<u>Unemployment Compensation Fund</u>	<u>June 30, 2008</u>	<u>June 30, 2007</u>
Unpaid claims, beginning of fiscal year	\$ -	\$ -
Incurred claims (including IBNRs)	66,290	176,566
Claim payments and changes in estimates	<u>(66,290)</u>	<u>(176,566)</u>
Unpaid claims, end of fiscal year	<u>\$ -</u>	<u>\$ -</u>
<u>Dental Insurance Fund</u>	<u>June 30, 2008</u>	<u>June 30, 2007</u>
Unpaid claims, beginning of fiscal year	\$ 155,929	\$ 107,293
Incurred claims (including IBNRs)	1,402,881	1,416,959
Claim payments and changes in estimates	<u>(1,395,330)</u>	<u>(1,368,323)</u>
Unpaid claims, end of fiscal year	<u>\$ 163,480</u>	<u>\$ 155,929</u>

### NOTE 15. COMMITMENTS AND CONTINGENCIES

The District is involved in a number of legal matters which either have or could result in litigation. Although the outcome of these lawsuits is not presently determinable, in the opinion of the District's legal counsel, the resolution of these matters will not have a material adverse effect on the financial condition of the District.

## NOTES TO FINANCIAL STATEMENTS

---

### **NOTE 15. COMMITMENTS AND CONTINGENCIES (CONTINUED)**

The District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing grants, refunds of any money received may be required and the collectability of any related receivable at June 30, 2008, may be impaired. In the opinion of the District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying basic financial statements for such contingencies.

The District is committed under outstanding construction contracts in the Capital Projects funds in the amount of \$59,049,149. Construction contracts include new school construction and expansion and renovation of existing facilities.



**COMBINING FUND  
STATEMENTS & SCHEDULES**

# BIBB COUNTY SCHOOL DISTRICT

## NONMAJOR GOVERNMENTAL FUNDS

---

### **CAPITAL IMPROVEMENTS**

To account for local money used to make major repairs.

### **SCHOOL DISCRETIONARY**

To account for the portion of the school activity resources used for general governmental expenditures.

# BIBB COUNTY SCHOOL DISTRICT

## COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS JUNE 30, 2008

	Capital Projects Capital Improvements	Special Revenue School Discretionary	Total Nonmajor Governmental Funds
<b>ASSETS</b>			
Cash	\$ -	\$ 666,739	\$ 666,739
Investments	1,024,484	-	1,024,484
Accounts receivable	387,640	-	387,640
Due from other funds	-	1,019	1,019
Total assets	\$ 1,412,124	\$ 667,758	\$ 2,079,882
 <b>LIABILITIES AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accounts payable	\$ 140,582	\$ -	\$ 140,582
Due to other funds	126,384	-	126,384
Total liabilities	266,966	-	266,966
 <b>FUND BALANCES</b>			
Unreserved:			
Designated for capital projects	1,145,158	-	1,145,158
Undesignated	-	667,758	667,758
Total fund balances	1,145,158	667,758	1,812,916
Total liabilities and fund balances	\$ 1,412,124	\$ 667,758	\$ 2,079,882

# BIBB COUNTY SCHOOL DISTRICT

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

FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Capital Projects Capital Improvements	Special Revenue School Discretionary	Total Nonmajor Governmental Funds
<b>REVENUES</b>			
Local sources	\$ 8,490	\$ 2,346,586	\$ 2,355,076
Interest earned	40,223	-	40,223
Total revenues	48,713	2,346,586	2,395,299
<b>EXPENDITURES</b>			
Current:			
Instruction	146,711	2,350,762	2,497,473
General Administration	3,300	-	3,300
Maintenance and Operations	408,217	-	408,217
Capital Outlay	441,686	-	441,686
Total expenditures	999,914	2,350,762	3,350,676
Deficiency of revenues over expenditures	(951,201)	(4,176)	(955,377)
<b>OTHER FINANCING SOURCES</b>			
Transfers in	563,561	-	563,561
Net change before extraordinary item	(387,640)	(4,176)	(391,816)
<b>EXTRAORDINARY ITEM</b>	387,640	-	387,640
Net change in fund balances	-	(4,176)	(4,176)
<b>FUND BALANCES, beginning of year</b>	1,145,158	671,934	1,817,092
<b>FUND BALANCES, end of year</b>	\$ 1,145,158	\$ 667,758	\$ 1,812,916

**BIBB COUNTY SCHOOL DISTRICT**  
**DEBT SERVICE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2008**

	<u>Budget</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Interest	\$ -	\$ -	\$ 331,451	\$ 331,451
Total revenues	<u>-</u>	<u>-</u>	<u>331,451</u>	<u>331,451</u>
<b>EXPENDITURES</b>				
Debt service:				
Interest and fiscal charges	-	-	3,278,154	(3,278,154)
Principal retirement	410,000	410,000	325,000	85,000
Total expenditures	<u>410,000</u>	<u>410,000</u>	<u>3,603,154</u>	<u>(3,193,154)</u>
Deficiency of revenues over expenditures	<u>(410,000)</u>	<u>(410,000)</u>	<u>(3,271,703)</u>	<u>(2,861,703)</u>
<b>OTHER FINANCING SOURCES</b>				
Transfer in	410,000	410,000	28,313,371	27,903,371
Net change in fund balances	-	-	25,041,668	25,041,668
<b>FUND BALANCES, beginning of year</b>	<u>3,820,076</u>	<u>3,820,076</u>	<u>3,820,076</u>	<u>-</u>
<b>FUND BALANCES, end of year</b>	<u>\$ 3,820,076</u>	<u>\$ 3,820,076</u>	<u>\$ 28,861,744</u>	<u>\$ 25,041,668</u>

**BIBB COUNTY SCHOOL DISTRICT**  
**CAPITAL PROJECTS FUNDS**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2008**

	Capital Improvements			
	Budget		Actual	Variance With Final Budget
	Original	Final		
<b>REVENUES</b>				
Local sources	\$ 35,613,659	\$ 35,613,659	\$ 8,490	\$ (35,605,169)
State sources	3,905,285	3,905,285	-	(3,905,285)
Interest earned	-	-	40,223	40,223
Total revenues	<u>39,518,944</u>	<u>39,518,944</u>	<u>48,713</u>	<u>(39,470,231)</u>
<b>EXPENDITURES</b>				
Current:				
Instruction	-	-	146,711	(146,711)
General administration	-	-	3,300	(3,300)
Maintenance and operations	-	-	408,217	(408,217)
Capital outlay	<u>68,587,128</u>	<u>68,587,128</u>	<u>441,686</u>	<u>68,145,442</u>
Total expenditures	<u>68,587,128</u>	<u>68,587,128</u>	<u>999,914</u>	<u>67,587,214</u>
Deficiency of revenues over expenditures	<u>(29,068,184)</u>	<u>(29,068,184)</u>	<u>(951,201)</u>	<u>28,116,983</u>
<b>OTHER FINANCING SOURCES</b>				
Transfers in	<u>450,000</u>	<u>450,000</u>	<u>563,561</u>	<u>113,561</u>
<b>EXTRAORDINARY ITEM</b>	-	-	387,640	387,640
Net change in fund balances	(28,618,184)	(28,618,184)	-	28,618,184
<b>FUND BALANCES, beginning of year</b>	<u>1,145,158</u>	<u>1,145,158</u>	<u>1,145,158</u>	<u>-</u>
<b>FUND BALANCES, end of year</b>	<u><u>\$ (27,473,026)</u></u>	<u><u>\$ (27,473,026)</u></u>	<u><u>\$ 1,145,158</u></u>	<u><u>\$ 28,618,184</u></u>

# BIBB COUNTY SCHOOL DISTRICT

## SCHEDULE OF EXPENDITURES OF SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS - 2000 ISSUE FOR THE FISCAL YEAR ENDED JUNE 30, 2008

---

	Original Estimated Cost	Current Estimated Cost	Prior Years	Current Year	Total
Acquisition, construction, renovation and equipping of schools	\$ 98,300,000	\$ 98,300,000	\$ 69,517,263	\$ 49,115	\$ 69,566,378
Debt service payments to Bibb County	86,700,000	86,700,000	71,455,483	-	71,455,483
	\$ 185,000,000	\$ 185,000,000	\$ 140,972,746	\$ 49,115	\$ 141,021,861

# BIBB COUNTY SCHOOL DISTRICT

## SCHEDULE OF EXPENDITURES OF SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS - 2006 ISSUE FOR THE FISCAL YEAR ENDED JUNE 30, 2008

---

	<u>Original Estimated Cost</u>	<u>Current Estimated Cost</u>	<u>Prior Years</u>	<u>Current Year</u>	<u>Total</u>
Acquisition, construction, renovation and equipping of schools	<u>\$ 165,600,000</u>	<u>\$ 165,600,000</u>	<u>\$ 2,997,257</u>	<u>\$ 18,285,446</u>	<u>\$ 21,282,703</u>



# BIBB COUNTY SCHOOL DISTRICT

## NONMAJOR ENTERPRISE FUNDS

---

### **STADIUMS**

To account for the operations of Henderson Stadium and the Bibb County Sports Complex.

### **WELLNESS CENTER**

To account for the operation of the Wellness Center.

# BIBB COUNTY SCHOOL DISTRICT

## COMBINING STATEMENT OF NET ASSETS NONMAJOR ENTERPRISE FUNDS JUNE 30, 2008

ASSETS	Stadiums	Wellness Center	Totals
<b>CURRENT ASSETS</b>			
Cash	\$ -	\$ 7,970	\$ 7,970
Investments	-	100,757	100,757
Accounts receivable	173,279	-	173,279
Total current assets	173,279	108,727	282,006
<b>CAPITAL ASSETS</b>			
Furniture and equipment	45,322	-	45,322
Total depreciable assets	45,322	-	45,322
Less accumulated depreciation	(39,507)	-	(39,507)
Total capital assets	5,815	-	5,815
Total assets	179,094	108,727	287,821
<b>LIABILITIES</b>			
Accounts payable	8,535	191	8,726
Accrued payroll and payroll withholdings	341	4,132	4,473
Due to other funds	170,218	-	170,218
Unearned revenue	-	50	50
Total liabilities	179,094	4,373	183,467
<b>NET ASSETS</b>			
Invested in capital assets	5,815	-	5,815
Unrestricted	(5,815)	104,354	98,539
Total net assets	\$ -	\$ 104,354	\$ 104,354

# BIBB COUNTY SCHOOL DISTRICT

## COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS NONMAJOR ENTERPRISE FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Stadiums	Wellness Center	Totals
<b>OPERATING REVENUES</b>			
Local sources	\$ 197,529	\$ 55,835	\$ 253,364
Total operating revenues	197,529	55,835	253,364
<b>OPERATING EXPENSES</b>			
Enterprise operations	194,022	40,616	234,638
Maintenance and operations	25,428	-	25,428
Depreciation	2,791	-	2,791
Total operating expenses	222,241	40,616	262,857
Operating income (loss)	(24,712)	15,219	(9,493)
<b>NONOPERATING REVENUES</b>			
Interest earned on investments	-	3,333	3,333
Total nonoperating revenues	-	3,333	3,333
Income (loss) before transfers	(24,712)	18,552	(6,160)
Transfers in	24,712	-	24,712
Change in net assets	-	18,552	18,552
<b>NET ASSETS, beginning of year</b>	-	85,802	85,802
<b>NET ASSETS, end of year</b>	\$ -	\$ 104,354	\$ 104,354

**BIBB COUNTY SCHOOL DISTRICT**

**COMBINING STATEMENT OF CASH FLOWS**  
**NONMAJOR ENTERPRISE FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2008**

	<u>Stadiums</u>	<u>Wellness Center</u>	<u>Totals</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from local sources	\$ 190,590	\$ 55,835	\$ 246,425
Payments to suppliers	(193,547)	(7,904)	(201,451)
Payments to employees	(18,287)	(27,465)	(45,752)
Payments on behalf of employees	(3,468)	(5,061)	(8,529)
Net cash provided by (used in) operating activities	<u>(24,712)</u>	<u>15,405</u>	<u>(9,307)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>			
Transfers from other funds	<u>24,712</u>	<u>-</u>	<u>24,712</u>
Net cash provided by noncapital financing activities	<u>24,712</u>	<u>-</u>	<u>24,712</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Interest received	<u>-</u>	<u>3,333</u>	<u>3,333</u>
Net cash provided by investing activities	<u>-</u>	<u>3,333</u>	<u>3,333</u>
Net increase in cash	-	18,738	18,738
Cash, beginning of year	<u>-</u>	<u>89,989</u>	<u>89,989</u>
Cash, end of year	<u>\$ -</u>	<u>\$ 108,727</u>	<u>\$ 108,727</u>
Classified as:			
Cash	\$ -	\$ 7,970	\$ 7,970
Investments	<u>-</u>	<u>100,757</u>	<u>100,757</u>
	<u>\$ -</u>	<u>\$ 108,727</u>	<u>\$ 108,727</u>

(Continued)

**BIBB COUNTY SCHOOL DISTRICT**

**COMBINING STATEMENT OF CASH FLOWS**  
**NONMAJOR ENTERPRISE FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2008**

	<u>Stadiums</u>	<u>Wellness Center</u>	<u>Totals</u>
<b>Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:</b>			
Operating income (loss)	\$ (24,712)	\$ 15,219	\$ (9,493)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:			
Depreciation	2,791	-	2,791
Increase in accounts receivable	(6,939)	-	(6,939)
Increase in accounts payable	2,548	5	2,553
Increase in due to other funds	1,259	-	1,259
Increase in payroll related liabilities	341	181	522
	<u>341</u>	<u>181</u>	<u>522</u>
Net cash provided by (used in) operating activities	<u>\$ (24,712)</u>	<u>\$ 15,405</u>	<u>\$ (9,307)</u>

# BIBB COUNTY SCHOOL DISTRICT

## INTERNAL SERVICE FUNDS

---

### **WAREHOUSE**

To account for financing of goods or services provided to other funds within the District.

### **WORKERS' COMPENSATION**

To account for the self-insured workers' compensation claims activity of the District.

### **UNEMPLOYMENT COMPENSATION**

To account for the provision of unemployment benefits of the employees of the District.

### **DENTAL INSURANCE**

To account for the self-insured dental claims activity of the District.

**BIBB COUNTY SCHOOL DISTRICT**  
**COMBINING STATEMENT OF NET ASSETS**  
**INTERNAL SERVICE FUNDS**  
**JUNE 30, 2008**

<b>ASSETS</b>	<u>Warehouse</u>	<u>Workers'</u> <u>Compensation</u>
<b>CURRENT ASSETS</b>		
Cash	\$ -	\$ 409,235
Accounts receivable	10,660	-
Due from other funds	3,145	-
Prepaid items	8,910	-
Inventories	<u>870,196</u>	<u>-</u>
Total current assets	<u>892,911</u>	<u>409,235</u>
<b>CAPITAL ASSETS</b>		
Buildings	291,791	-
Furniture and equipment	<u>186,063</u>	<u>-</u>
Total depreciable assets	477,854	-
Less accumulated depreciation	<u>(411,255)</u>	<u>-</u>
Total capital assets	<u>66,599</u>	<u>-</u>
Total assets	<u>959,510</u>	<u>409,235</u>
<b>LIABILITIES</b>		
Accounts payable	28,862	-
Due to other funds	48,992	-
Accrued claims expense	<u>-</u>	<u>586,725</u>
Total liabilities	<u>77,854</u>	<u>586,725</u>
<b>NET ASSETS</b>		
Invested in capital assets	66,599	-
Unrestricted	<u>815,057</u>	<u>(177,490)</u>
Total net assets	<u>\$ 881,656</u>	<u>\$ (177,490)</u>

<u>Unemployment Compensation</u>	<u>Dental Insurance</u>	<u>Total</u>
\$ -	\$ 163,480	\$ 572,715
-	-	10,660
-	-	3,145
-	-	8,910
-	-	870,196
-	163,480	1,465,626
-	-	291,791
-	-	186,063
-	-	477,854
-	-	(411,255)
-	-	66,599
-	163,480	1,532,225
-	-	28,862
-	-	48,992
-	163,480	750,205
-	163,480	828,059
-	-	66,599
-	-	637,567
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 704,166</u>



**BIBB COUNTY SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUES, EXPENSES AND**  
**CHANGES IN FUND NET ASSETS**  
**INTERNAL SERVICE FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2008**

	<u>Warehouse</u>	<u>Workers' Compensation</u>
<b>OPERATING REVENUES</b>		
Local sources	\$ 1,758,613	\$ 789,044
Total operating revenues	<u>1,758,613</u>	<u>789,044</u>
<b>OPERATING EXPENSES</b>		
Central support services	-	966,534
Operating and maintenance of plant services	9,137	-
Depreciation	10,133	-
Cost of services	<u>1,710,318</u>	-
Total operating expenses	<u>1,729,588</u>	<u>966,534</u>
Operating income (loss)	<u>29,025</u>	<u>(177,490)</u>
Transfers in	<u>-</u>	<u>-</u>
Change in net assets	29,025	(177,490)
<b>NET ASSETS, beginning of year</b>	<u>852,631</u>	<u>-</u>
<b>NET ASSETS (DEFICIT), end of year</b>	<u><u>\$ 881,656</u></u>	<u><u>\$ (177,490)</u></u>

<u>Unemployment Compensation</u>	<u>Dental Insurance</u>	<u>Total</u>
\$ -	\$ 1,307,329	\$ 3,854,986
-	1,307,329	3,854,986
66,290	1,402,881	2,435,705
-	-	9,137
-	-	10,133
-	-	1,710,318
<u>66,290</u>	<u>1,402,881</u>	<u>4,165,293</u>
<u>(66,290)</u>	<u>(95,552)</u>	<u>(310,307)</u>
<u>66,290</u>	<u>95,552</u>	<u>161,842</u>
-	-	(148,465)
-	-	852,631
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 704,166</u>

**BIBB COUNTY SCHOOL DISTRICT**  
**COMBINING STATEMENT OF CASH FLOWS**  
**INTERNAL SERVICE FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2008**

	<u>Warehouse</u>	<u>Workers' Compensation</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Receipts from interfund services provided	\$ 1,748,747	\$ 789,044
Payments to suppliers	(1,764,783)	-
Payments for interfund services used	-	(768,228)
Net cash provided by (used in) operating activities	<u>(16,036)</u>	<u>20,816</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>		
Transfer from other funds	-	-
Net cash provided by noncapital financing activities	<u>-</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents	(16,036)	20,816
Cash and cash equivalents, beginning of year	<u>16,036</u>	<u>388,419</u>
Cash and cash equivalents, end of year	<u>\$ -</u>	<u>\$ 409,235</u>
<b>Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:</b>		
Operating income (loss)	\$ 29,025	\$ (177,490)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:		
Depreciation	10,133	-
Increase in accounts receivable	(9,866)	-
Increase in due from other funds	(236)	-
Increase in inventories	(63,471)	-
Decrease in accounts payable	(30,613)	-
Increase in due to other funds	48,992	-
Increase in accrued claims expense	-	198,306
Net cash provided by (used in) operating activities	<u>\$ (16,036)</u>	<u>\$ 20,816</u>

<u>Unemployment Compensation</u>	<u>Dental Insurance</u>	<u>Total</u>
\$ -	\$ 1,307,329	\$ 3,845,120
-	-	(1,764,783)
<u>(100,635)</u>	<u>(1,395,330)</u>	<u>(2,264,193)</u>
<u>(100,635)</u>	<u>(88,001)</u>	<u>(183,856)</u>
<u>66,290</u>	<u>95,552</u>	<u>161,842</u>
<u>66,290</u>	<u>95,552</u>	<u>161,842</u>
(34,345)	7,551	(22,014)
<u>34,345</u>	<u>155,929</u>	<u>594,729</u>
<u>\$ -</u>	<u>\$ 163,480</u>	<u>\$ 572,715</u>
\$ (66,290)	\$ (95,552)	\$ (310,307)
-	-	10,133
-	-	(9,866)
-	-	(236)
-	-	(63,471)
(34,345)	-	(64,958)
-	-	48,992
<u>-</u>	<u>7,551</u>	<u>205,857</u>
<u>\$ (100,635)</u>	<u>\$ (88,001)</u>	<u>\$ (183,856)</u>

# BIBB COUNTY SCHOOL DISTRICT

## AGENCY FUNDS

---

### **STUDENT ACTIVITY**

To account for the portion of student activity funds related to school wide fund raising activities.

### **SECTION 125 CAFETERIA PLAN**

To account for flex medical and dependent care for the employees of the District.

# BIBB COUNTY SCHOOL DISTRICT

## COMBINING STATEMENT OF ASSETS AND LIABILITIES AGENCY FUNDS JUNE 30, 2008

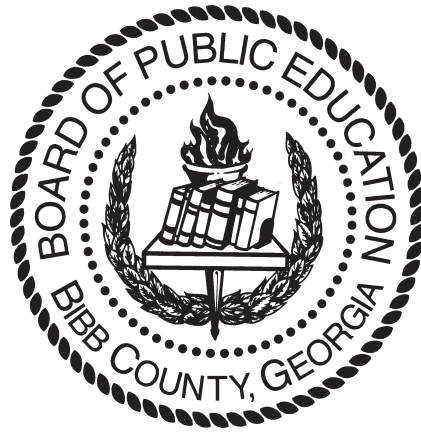
---

	<u>Student Activity</u>	<u>Section 125 Cafeteria Plan</u>	<u>Totals</u>
<b>ASSETS</b>			
Cash	\$ 451,372	\$ -	\$ 451,372
Investments	<u>-</u>	<u>95,918</u>	<u>95,918</u>
Total assets	<u>\$ 451,372</u>	<u>\$ 95,918</u>	<u>\$ 547,290</u>
<b>LIABILITIES</b>			
Accounts payable	\$ -	\$ 6,333	\$ 6,333
Due to others	<u>451,372</u>	<u>89,585</u>	<u>540,957</u>
Total liabilities	<u>\$ 451,372</u>	<u>\$ 95,918</u>	<u>\$ 547,290</u>

# BIBB COUNTY SCHOOL DISTRICT

## COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES AGENCY FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Balance July 1, 2006	Increases	Decreases	Balance June 30, 2008
<b><u>STUDENT ACTIVITY</u></b>				
<b>ASSETS</b>				
Cash	\$ 438,357	\$ 1,641,224	\$ 1,628,209	\$ 451,372
<b>LIABILITIES</b>				
Due to others	\$ 438,357	\$ 1,641,224	\$ 1,628,209	\$ 451,372
 <b><u>SECTION 125 CAFETERIA PLAN</u></b>				
<b>ASSETS</b>				
Cash	\$ 18,820	\$ 195,115	\$ 213,935	\$ -
Investments	69,603	3,393	(22,922)	95,918
Total assets	\$ 88,423	\$ 198,508	\$ 191,013	\$ 95,918
<b>LIABILITIES</b>				
Accounts payable	\$ 11,179	\$ 186,165	\$ 191,011	\$ 6,333
Due to others	77,244	12,341	-	89,585
Total liabilities	\$ 88,423	\$ 198,506	\$ 191,011	\$ 95,918
 <b><u>TOTAL AGENCY FUNDS</u></b>				
<b>ASSETS</b>				
Cash	\$ 457,177	\$ 1,836,339	\$ 1,842,144	\$ 451,372
Investments	69,603	3,393	(22,922)	95,918
Total assets	\$ 526,780	\$ 1,839,732	\$ 1,819,222	\$ 547,290
<b>LIABILITIES</b>				
Accounts payable	\$ 11,179	\$ 186,165	\$ 191,011	\$ 6,333
Due to others	515,601	1,653,565	1,628,209	540,957
Total liabilities	\$ 526,780	\$ 1,839,730	\$ 1,819,220	\$ 547,290



### **III. STATISTICAL SECTION**



### III. STATISTICAL SECTION

---

This part of the Bibb County School District's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, required supplementary information, and supplementary information says about the District's overall financial health.

<u>Contents</u>	<u>Page</u>
<b>Financial Trends</b> .....	<b>65 - 72</b>
<i>These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.</i>	
<b>Revenue Capacity</b> .....	<b>73 - 78</b>
<i>These schedules contain information to help the reader assess the District's most significant local revenue sources.</i>	
<b>Debt Capacity</b> .....	<b>79 - 82</b>
<i>These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.</i>	
<b>Demographic and Economic Information</b> .....	<b>83 and 84</b>
<i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.</i>	
<b>Operating Information</b> .....	<b>85 - 93</b>
<i>These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.</i>	

Sources: Unless otherwise noted, the information in these schedules is derived from the District's financial reports for the relevant year. The District implemented GASB 34 in 2002; schedules presenting government-wide information (unless otherwise indicated) include information beginning in that year.

**BIBB COUNTY SCHOOL DISTRICT**

**NET ASSETS BY ACTIVITY<sup>1</sup>  
LAST SEVEN FISCAL YEARS**

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
<b>Governmental activities</b>				
Invested in capital assets, net of related debt	\$ 131,758,075	\$ 172,276,942	\$ 195,754,453	\$ 197,904,023
Restricted	1,449,323	219,738	420,550	606,321
Unrestricted	84,925,471	67,449,126	45,550,188	40,543,139
Total governmental activities net assets	<u>\$ 218,132,869</u>	<u>\$ 239,945,806</u>	<u>\$ 241,725,191</u>	<u>\$ 239,053,483</u>
<b>Business-type activities</b>				
Invested in capital assets, net of related debt	\$ 8,710,190	\$ 9,381,626	\$ 10,385,201	\$ 10,420,540
Restricted	-	-	-	-
Unrestricted	5,839,742	6,070,600	4,356,489	4,898,078
Total business-type activities net assets	<u>\$ 14,549,932</u>	<u>\$ 15,452,226</u>	<u>\$ 14,741,690</u>	<u>\$ 15,318,618</u>
<b>Primary government</b>				
Invested in capital assets, net of related debt	\$ 140,468,265	\$ 181,658,568	\$ 206,139,654	\$ 208,324,563
Restricted	1,449,323	219,738	420,550	606,321
Unrestricted	90,765,213	73,519,726	49,906,677	45,441,217
Total primary government net assets	<u>\$ 232,682,801</u>	<u>\$ 255,398,032</u>	<u>\$ 256,466,881</u>	<u>\$ 254,372,101</u>

<sup>1</sup> Per Audited Financial Statements

<sup>2</sup> Net assets are restricted for debt service for the 2004 Contractual Obligation, related to the financing of the Central Office Building and the 2005 and 2006 General Obligation Bonds.

<sup>3</sup> Increase in assets is due to completion of 2005 Capital Improvement Program construction projects.

Notes: Accrual-basis financial information for the School District as a whole is available back to June 30, 2002, the year GASB Statement 34 was implemented.

<b>2006</b>	<b>2007</b>	<b>2008</b>
\$ 210,233,375	\$ 209,433,489	\$ 216,052,097
4,772,652 <sup>2</sup>	3,820,076 <sup>2</sup>	28,861,744 <sup>2</sup>
35,885,453	56,758,263	48,713,165
<u>\$ 250,891,480</u>	<u>\$ 270,011,828</u>	<u>\$ 293,627,006</u>
\$ 9,897,594	\$ 9,764,238	\$ 9,561,602
-	-	-
5,672,743	5,972,537	6,320,548
<u>\$ 15,570,337</u>	<u>\$ 15,736,775</u>	<u>\$ 15,882,150</u>
\$ 220,130,969	\$ 219,197,727	\$ 225,613,699
4,772,652 <sup>2</sup>	3,820,076 <sup>2</sup>	28,861,744 <sup>2,3</sup>
41,558,196	62,730,800	55,033,713
<u>\$ 266,461,817</u>	<u>\$ 285,748,603</u>	<u>\$ 309,509,156</u>

**BIBB COUNTY SCHOOL DISTRICT**

**CHANGES IN NET ASSETS<sup>1</sup>  
LAST SEVEN FISCAL YEARS**

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
<b>Expenses</b>				
Primary government:				
Governmental activities:				
Instruction	\$ 144,063,616	\$ 150,210,751	\$ 153,806,095	\$ 163,855,356
General administration	4,828,463	4,966,694	3,822,684	3,869,044
Maintenance and operations	13,836,063	13,743,083	13,851,221	14,227,302
Student transportation	6,332,298	6,321,964	7,270,865	6,526,274
Intergovernmental, Bibb County <sup>2</sup>	3,002,140	3,810,896	30,468,848 <sup>2</sup>	25,488,836 <sup>2</sup>
Interest on long-term debt	257,794	162,748	134,138	128,148
Total governmental activities expenses	<u>172,320,374</u>	<u>179,216,136</u>	<u>209,353,851</u>	<u>214,094,960</u>
Business-type activities:				
School food services	10,203,584	10,963,431	12,117,243	11,986,698
Stadiums	137,331	142,554	179,174	154,007
Wellness center	28,273	53,217	40,695	49,747
Total business-type activities expenses	<u>10,369,188</u>	<u>11,159,202</u>	<u>12,337,112</u>	<u>12,190,452</u>
Total primary government expenses	<u>182,689,562</u>	<u>190,375,338</u>	<u>221,690,963</u>	<u>226,285,412</u>
<b>Program revenues</b>				
Primary government:				
Governmental activities:				
Charges for services, Instruction	5,789,967	4,941,975	4,894,454	5,542,760
Operating grants and contributions	106,824,605	108,043,988	111,786,448	118,404,069
Capital grants and contributions	33,232,311	3,266,671	6,307,313	310,512
Total governmental activities program revenues	<u>145,846,883</u>	<u>116,252,634</u>	<u>122,988,215</u>	<u>124,257,341</u>
Business-type activities:				
Charges for services:				
School food services	2,323,803	2,262,019	2,222,650	2,262,596
Stadiums	-	-	158,374	132,407
Wellness center	-	-	66,565	66,335
Other activities <sup>3</sup>	156,355	169,849	-	-
Operating grants and contributions	8,456,506	8,970,599	8,594,776	9,739,082
Capital grants and contributions	4,187,132	550,212	536,576	494,042
Total business-type activities program revenues	<u>15,123,796</u>	<u>11,952,679</u>	<u>11,578,941</u>	<u>12,694,462</u>
Total primary government revenues	<u>160,970,679</u>	<u>128,205,313</u>	<u>134,567,156</u>	<u>136,951,803</u>
<b>General revenues and other changes in net assets</b>				
Primary government:				
Governmental activities:				
Property taxes	53,336,726	54,821,786	57,407,180	60,216,122
Sales taxes	27,837,463	26,883,198	28,546,246	23,792,896
Other taxes	328,074	341,526	466,435	441,974
Grants and contributions not restricted to specific programs	2,302,438	1,511,912	1,167,402	1,596,917
Investment earnings	1,762,597	1,238,817	578,558	1,139,602
Gain on sale of assets	-	-	-	-
Transfers	(26,280)	(20,800)	(20,800)	(21,600)
Extraordinary item <sup>4</sup>	-	-	-	-
Total governmental activities general revenues and other changes in net assets	<u>85,541,018</u>	<u>84,776,439</u>	<u>88,145,021</u>	<u>87,165,911</u>
Business-type activities:				
Grants and contributions not restricted to specific programs	156,006	67,624	-	-
Investment earnings	5,679	20,393	26,835	51,318
Gain (loss) on sale of assets	-	-	-	-
Transfers	26,280	20,800	20,800	21,600
Total business type activities general revenues and other changes in net assets	<u>187,965</u>	<u>108,817</u>	<u>47,635</u>	<u>72,918</u>
Total primary government general revenues and other changes in net assets	<u>85,728,983</u>	<u>84,885,256</u>	<u>88,192,656</u>	<u>87,238,829</u>
<b>Change in net assets</b>				
Governmental activities	59,067,527	21,812,937	1,779,385	(2,671,708)
Business-type activities	4,942,573	902,294	(710,536)	576,928
Total primary government change in net assets	<u>\$ 64,010,100</u>	<u>\$ 22,715,231</u>	<u>\$ 1,068,849</u>	<u>\$ (2,094,780)</u>

<sup>1</sup> Per Audited Financial Statements

<sup>2</sup> Amounts to repay Bibb County for the 1998 General Obligation Bonds.

<sup>3</sup> Prior to FY2004, Stadiums and Wellness Center were reported together as "Other activities."

<sup>4</sup> The Extraordinary Item reflects an insurance reimbursement due to the District for tornado damage.

Notes: Accrual-basis financial information for the School District as a whole is available back to June 30, 2002, the year GASB Statement 34 was implemented.

<u>2006</u>	<u>2007</u>	<u>2008</u>
\$ 168,110,470	\$ 194,828,660	\$ 197,081,754
4,537,942	4,426,006	4,481,194
15,670,405	16,575,491	17,192,525
7,430,471	9,501,951	9,092,491
5,336,443	<sup>2</sup> -	-
1,799,005	2,916,161	2,900,505
<u>202,884,736</u>	<u>228,248,269</u>	<u>230,748,469</u>
11,870,548	12,863,112	12,993,641
208,059	201,890	222,241
58,449	40,078	40,616
<u>12,137,056</u>	<u>13,105,080</u>	<u>13,256,498</u>
215,021,792	241,353,349	244,004,967
4,780,020	5,435,962	5,031,682
120,144,621	134,034,990	136,920,354
6,822,212	5,916,924	4,207,444
<u>131,746,853</u>	<u>145,387,876</u>	<u>146,159,480</u>
2,215,369	2,304,633	1,957,472
186,459	180,290	197,529
59,953	58,075	55,835
-	-	-
9,744,683	10,505,760	10,989,957
-	-	-
<u>12,206,464</u>	<u>13,048,758</u>	<u>13,200,793</u>
143,953,317	158,436,634	159,360,273
60,917,820	61,136,805	68,062,860
15,433,796	32,101,013	31,979,937
986,179	1,540,595	1,200,435
1,928,994	968,598	2,544,312
3,362,916	6,200,407	4,053,695
367,775	54,923	-
(21,600)	(21,600)	(24,712)
-	-	387,640
<u>82,975,880</u>	<u>101,980,741</u>	<u>108,204,167</u>
-	-	-
128,119	207,238	168,583
32,592	(6,078)	7,785
21,600	21,600	24,712
<u>182,311</u>	<u>222,760</u>	<u>201,080</u>
83,158,191	102,203,501	108,405,247
11,837,997	19,120,348	23,615,178
251,719	166,438	145,375
<u>\$ 12,089,716</u>	<u>\$ 19,286,786</u>	<u>\$ 23,760,553</u>

**BIBB COUNTY SCHOOL DISTRICT**  
**FUND BALANCES, GOVERNMENTAL FUNDS<sup>1</sup>**  
**LAST TEN FISCAL YEARS**

	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
General Fund					
Reserved	\$ 694,166	\$ 744,983	\$ 541,169	\$ 1,276,289	\$ 1,172,489
Unreserved	4,581,015	3,775,474	18,107,725 <sup>3</sup>	18,147,765	17,156,982
Total general fund	<u>\$ 5,275,181</u>	<u>\$ 4,520,457</u>	<u>\$ 18,648,894</u>	<u>\$ 19,424,054</u>	<u>\$ 18,329,471</u>
All Other Governmental Funds					
Reserved	\$ 1,737,704	\$ 7,541,174	\$ 31,592,408	\$ 58,224,859	\$ 43,153,958
Unreserved, reported in:					
Special revenue funds	-	-	-	743,783	699,457
Capital projects funds	2,382,138	3,829,303	5,170,170	7,284,553 <sup>2</sup>	4,971,762 <sup>2</sup>
Total all other governmental funds	<u>\$ 4,119,842</u>	<u>\$ 11,370,477</u>	<u>\$ 36,762,578</u>	<u>\$ 66,253,195</u>	<u>\$ 48,825,177</u>

<sup>1</sup> Per Audited Financial Statements

<sup>2</sup> Continual reductions in Capital Projects Funds are primarily due to increases in salary and benefits and decreases in overall funding thus resulting in less funding available for capital expenditures.

<sup>3</sup> Several positions remained vacant during this fiscal year resulting in a large excess of revenues over expenditures.

<sup>4</sup> The \$18.7 million decrease in Reserved Fund Balance is the net affect of a \$25 million increase in the Debt Service Fund, which will be used to cover the 1st principal payment due in March 2009 on the Series 2005 and 2006 Bond Issues, and a \$43.7 million decrease in the SPLOST Projects Fund caused by these funds being used to finance the 2005 Capital Improvement Program expenditures.

---

<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
\$ 950,055	\$ 760,332	\$ 1,391,423	\$ 1,329,960	\$ 1,306,030
20,275,217	23,401,443	26,164,198	19,291,854	16,433,755
<u>\$ 21,225,272</u>	<u>\$ 24,161,775</u>	<u>\$ 27,555,621</u>	<u>\$ 20,621,814</u>	<u>\$ 17,739,785</u>
\$ 18,695,318	\$ 11,408,103	\$ 77,506,238	\$ 78,417,265	\$ 59,736,427
697,631	622,548	616,119	671,934	667,758
4,820,227 <sup>2</sup>	4,168,099 <sup>2</sup>	2,699,354 <sup>2</sup>	1,145,158 <sup>2</sup>	1,145,158 <sup>4</sup>
<u>\$ 24,213,176</u>	<u>\$ 16,198,750</u>	<u>\$ 80,821,711</u>	<u>\$ 80,234,357</u>	<u>\$ 61,549,343</u>

**BIBB COUNTY SCHOOL DISTRICT**

**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS<sup>1</sup>  
LAST SEVEN FISCAL YEARS**

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
<b>Revenues:</b>				
Local sources	\$ 60,061,901	\$ 61,096,433	\$ 63,288,615	\$ 66,363,890
State sources	128,206,033	122,679,955 <sup>3</sup>	127,160,814 <sup>3</sup>	117,382,392 <sup>3</sup>
Federal sources	13,801,489	16,243,148	20,204,323	26,477,525
Interest income	1,699,492	1,235,821	576,626	1,135,580
On behalf payments	1,800,928	1,723,319	1,627,098	1,647,381
Other local sources	27,486,300 <sup>2</sup>	4,505	-	-
Other sources	51,564	16,232	23,619	20,692
Total revenues	<u>233,107,707</u>	<u>202,999,413</u>	<u>212,881,095</u>	<u>213,027,460</u>
<b>Expenditures:</b>				
Current:				
Instruction	141,581,450	146,071,332	149,198,947	159,025,148
General administration	4,538,199	4,790,258	3,600,908	3,683,175
Maintenance and operations	13,780,047	13,756,725	13,763,650	14,186,144
Student transportation	5,687,353	5,685,667	6,618,644	5,872,484
On behalf payments	1,800,928	1,723,319	1,627,098	1,647,381
Intergovernmental, Bibb County	3,002,140	3,810,896	30,468,848	25,488,836
Capital outlay	35,766,371	43,901,681	30,077,471	8,017,456
Debt service:				
Principal retirement	1,597,778	1,440,000	185,000	261,987
Interest and fiscal charges	257,794	164,595	134,138	117,509
Bond issuance costs	-	-	-	127,674
Total expenditures	<u>208,012,060</u>	<u>202,999,413</u>	<u>235,674,704</u>	<u>218,427,794</u>
Excess of revenues over expenditures	<u>25,095,647</u>	<u>202,999,413</u>	<u>(22,793,609)</u>	<u>(5,400,334)</u>
Other financing sources (uses)				
Proceeds from capital lease	-	-	1,398,954	-
Bond proceeds	-	-	-	3,135,000
Payments to refunded bond escrow agent	-	-	-	(2,510,000)
Premium on bonds issued	-	-	-	-
Transfers in	7,440,565	1,042,219	1,541,864	1,147,817
Transfers out	(3,756,713)	(1,219,760)	(1,863,409)	(1,450,406)
Total other financing sources (uses)	<u>3,683,852</u>	<u>(177,541)</u>	<u>1,077,409</u>	<u>322,411</u>
Extraordinary item	-	-	-	-
Net change in fund balances	<u>\$ 28,779,499</u>	<u>\$ 202,821,872</u>	<u>\$ (21,716,200)</u>	<u>\$ (5,077,923)</u>
Debt service as a percentage of non-capital expenditures				
	1.08%	-3.65%	0.16%	0.24%

<sup>1</sup> Per Audited Financial Statements

<sup>2</sup> Special Purpose Local Option Sales Tax (SPLOST) Revenue

<sup>3</sup> FY2003 - FY2005 SPLOST Revenues recorded as state sources

<sup>4</sup> Increase due to increase in state contributions caused by rising health insurance costs

<sup>5</sup> FY2006 SPLOST Revenue recorded as local revenue

<sup>6</sup> Issuance of 2005 and 2006 General Obligation Bonds plus premiums on bonds

<sup>7</sup> The Extraordinary Item reflects an insurance reimbursement due to the District for tornado damage.

<sup>8</sup> The \$21.6 million net change in fund balance is the net affect of a (1) \$25 million increase in the Debt Service Fund, which will be used to cover the 1st principal payment due in March 2009 on the Series 2005 and 2006 Bond Issues; (2) a \$43.7 million decrease in the SPLOST Projects Fund caused by these funds being used to finance the 2005 Capital Improvement Program expenditures; and (3) a \$2.9 million decrease in the General Fund balance due to the District budgeting to use reserve funds to finance the FY2008 governmental operations.

Notes: The implementation of GASB 34 beginning with fiscal year ended June 30, 2002 significantly changed the presentation of revenues and expenditures of the School District. As such, the information for years prior to fiscal year 2002 is not available.



<u>2006</u>	<u>2007</u>	<u>2008</u>
\$ 83,222,136 <sup>5</sup>	\$ 99,997,196	\$ 106,989,515
104,331,892	111,871,750	117,006,202
23,628,315	24,584,419	21,523,105
3,357,044	6,196,705	4,053,695
3,797,480 <sup>4</sup>	3,900,492	4,686,866
-	-	-
375,990	54,923	103,189
<u>218,712,857</u>	<u>246,605,485</u>	<u>254,362,572</u>
163,023,150	178,579,950	183,617,420
3,919,171	4,053,616	4,223,123
15,608,875	16,202,359	16,783,298
6,662,909	8,543,864	8,117,186
3,797,480	3,900,492	4,686,866
5,336,443	-	-
23,323,194	37,473,944	55,086,010
1,446,968	315,000	325,000
89,555	4,252,681	3,290,748
966,478	1,050	1,050
<u>224,174,223</u>	<u>253,322,956</u>	<u>276,130,701</u>
<u>(5,461,366)</u>	<u>(6,717,471)</u>	<u>(21,768,129)</u>
-	-	-
70,733,786 <sup>6</sup>	-	-
-	-	-
2,877,675 <sup>6</sup>	-	-
9,005,445	5,802,900	28,876,932
(9,138,733)	(6,606,590)	(29,063,486)
<u>73,478,173</u>	<u>(803,690)</u>	<u>(186,554)</u>
-	-	387,640 <sup>7</sup>
<u>\$ 68,016,807</u>	<u>\$ (7,521,161)</u>	<u>\$ (21,567,043)</u> <sup>8</sup>
1.25%	2.05%	1.52%

**BIBB COUNTY SCHOOL DISTRICT**  
**ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY<sup>1</sup>**  
**LAST SEVEN FISCAL YEARS**

Fiscal Year	Assessed Value					
	Residential Property	Commercial Property	Industrial Property	Motor Vehicle Property	Other Property	Total Property
2002	\$ 1,620,352,658	\$ 1,114,201,161	\$ 635,364,860	\$ 324,096,580	\$ 186,351,957	\$ 3,880,367,216
2003	1,620,758,540	1,157,412,913	632,038,946	328,567,130	198,376,090	3,937,153,619
2004	1,661,991,867	1,152,613,977	602,736,285	342,161,490	200,840,965	3,960,344,584
2005	1,701,150,635	1,193,120,826	604,434,155	363,895,790	192,196,469	4,054,797,875
2006	1,745,708,592	1,227,692,770	526,337,089	378,221,080	193,589,387	4,071,548,918
2007	1,792,061,224	1,242,011,167	455,735,778	367,074,740	194,186,441	4,051,069,350
2008	1,857,687,945	1,333,255,183	380,867,043	331,347,080	191,675,758	4,094,833,009

<sup>1</sup> Source: Bibb County Tax Commissioner's Office

Notes: The county assesses property at 40% of actual value. Actual tax value is calculated by dividing assessed value by 40 percent. Tax rates are per \$1,000 of assessed value.

Information has been provided beginning with the year of implementation of GASB Statement 34, June 30, 2002.

---

		<b>Total Taxable Property</b>		<b>Total Direct Tax Rate</b>	<b>Assessed Value as a Percentage of Actual Value</b>
<b>Less:</b>	<b>Assessed</b>	<b>Actual</b>			
<b>Exemptions</b>	<b>Value</b>	<b>Value</b>			
\$ 430,294,717	\$ 3,450,072,499	\$ 9,700,918,040	15.7988	35.56%	
424,111,443	3,513,042,176	9,842,884,048	15.7988	35.69%	
451,845,079	3,508,499,505	9,900,861,460	16.7988	35.44%	
430,565,398	3,624,232,477	10,136,994,688	17.2988	35.75%	
408,077,567	3,663,471,351	10,178,872,295	17.2988	35.99%	
369,450,978	3,681,618,372	10,127,673,375	17.2988	36.35%	
369,271,398	3,725,561,611	10,237,082,523	18.7988	36.39%	

**BIBB COUNTY SCHOOL DISTRICT**  
**DIRECT AND OVERLAPPING PROPERTY TAX RATES<sup>1</sup>**  
**LAST SEVEN FISCAL YEARS**

	Fiscal Year Taxes Are Payable				
	2002	2003	2004	2005	2006
<b>Bibb County Board of Education</b>					
<b>Direct Rate</b>	<u>15.7988</u>	<u>15.7988</u>	<u>16.7988</u>	<u>17.2988</u>	<u>17.2988</u>
<b>County Rates (Direct)</b>					
General	11.6739	13.1739	12.1739	12.6739	12.6739
Bond	1.2228	1.2165	1.2093	1.2064	-
Fire District	1.2918	1.3089	1.3231	1.3452	1.3566
	<u>14.1885</u>	<u>15.6993</u>	<u>14.7063</u>	<u>15.2255</u>	<u>14.0305</u>
<b>City Rates</b>					
Macon					
General	7.3560	7.3560	8.6600	10.1600	10.1600
Bond	0.5200	0.5200	0.5000	0.5000	-
	<u>7.8760</u>	<u>7.8760</u>	<u>9.1600</u>	<u>10.6600</u>	<u>10.1600</u>

<sup>1</sup> Source: Bibb County Tax Commissioner's Office

Notes: Information has been provided with the year of implementation of GASB Statement 34, June 30, 2002.

---

<u>2007</u>	<u>2008</u>
-------------	-------------

<u>17.2988</u>	<u>18.7988</u>
----------------	----------------

12.6739	13.6739
-	-
<u>1.3495</u>	<u>1.3528</u>
<u>14.0234</u>	<u>15.0267</u>

10.1600	10.1600
-	-
<u>10.1600</u>	<u>10.1600</u>

**BIBB COUNTY SCHOOL DISTRICT**  
**PRINCIPAL PROPERTY TAXPAYERS**  
**CURRENT YEAR AND NINE YEARS AGO**

<u>Employer</u>	2008			1999		
	Taxable Assessed	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed	Rank	Percentage of Total Taxable Assessed Value
	Value		Value	Value		Value
Graphic Packaging International, Inc.	\$ 63,717,361	1	1.70%	\$ -	-	-
YKK (USA), Inc.	56,221,702	2	1.50%	64,325,745	3	2.00%
Macon Mall	42,409,920	3	1.13%	30,322,121	6	0.94%
Georgia Power Company	41,615,678	4	1.11%	40,944,470	4	1.27%
Bellsouth (AT&T) Telecommunications	38,992,913	5	1.04%	36,944,121	5	1.15%
Coliseum Medical Centers	36,255,958	6	0.97%	18,800,698	8	0.58%
Paragon Trade Brands, Inc.	35,189,861	7	0.94%	24,031,895	7	0.75%
Walmart	27,170,713	8	0.72%	-	-	-
Armstrong World Industries, Inc.	24,961,014	9	0.66%	-	-	-
Atlantic Southeast Airlines	17,154,212	10	0.46%	-	-	-
Brown & Williamson Corporation	-	-	-	150,311,665	1	4.66%
Riverwood International	-	-	-	115,581,428	2	3.59%
AT&T Communications	-	-	-	16,733,338	9	0.52%
Macon Northside Hospital	-	-	-	16,524,541	10	0.51%
	<u>\$ 383,689,332</u>		<u>10.23%</u>	<u>\$ 514,520,022</u>		<u>15.97%</u>

Sources: 2008 provided by Bibb County Tax Commissioner's Office  
1999 from the Bibb County Comprehensive Annual Report for the fiscal year ended June 30, 1999

**BIBB COUNTY SCHOOL DISTRICT  
PROPERTY TAX LEVIES AND COLLECTIONS<sup>1</sup>  
LAST SEVEN FISCAL YEARS**

Fiscal Year	Taxes Levied for the Fiscal Year		Total Adjusted Levy	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Tax Collections to Date	
	(Original Levy)	Adjustments		Amount	Percentage of Original Levy		Amount	Percentage of Adjusted Levy
2002	\$ 54,507,006	\$ 59,112	\$ 54,566,118	\$ 53,621,184	98.37%	\$ 1,572,940	\$ 55,194,124	101.15%
2003	55,501,851	192,764	55,694,615	54,670,351	98.50%	1,121,962	55,792,313	100.18%
2004	58,938,580	318,454	59,257,034	57,799,540	98.07%	986,022	58,785,562	99.20%
2005	62,694,873	29,954	62,724,827	60,675,219	96.78%	1,176,449	61,851,668	98.61%
2006	63,373,658	(146,949)	63,226,709	61,423,673	96.92%	957,414	62,381,087	98.66%
2007	63,687,579	61,275	63,748,854	61,020,375	95.81%	1,744,932	62,765,307	98.46%
2008	70,036,088	(646,200)	69,389,888	67,495,038	96.37%	-	67,495,038	97.27%

<sup>1</sup> Source: Bibb County Tax Commissioner's Office

Notes: Information has been provided with the year of implementation of GASB Statement 34, June 30, 2002.

**BIBB COUNTY SCHOOL DISTRICT**  
**RATIOS OF OUTSTANDING DEBT BY TYPE**

Fiscal	Governmental Activities				
	Obligation Bonds	Leases	Primary Government	% of Personal Income	Per Capita <sup>3</sup>
1999		6,170,062	6,170,062	0.16%	39.79
2000		5,861,904	5,861,904		38.00
2001	-	5,732,778		0.14%	37.27
	-	4,135,000	4,135,000		26.90
2003	-		2,982,616	0.07%	19.32
	-	3,908,954	3,908,954	0.09%	25.30
2005	-		4,271,967	0.09%	
2006	73,087,641 <sup>1</sup>	2,825,000			
2007	72,488,636 <sup>4</sup>		74,998,636	1.51%	484.17
2008	71,889,631 <sup>6</sup>		74,074,631	N/A <sup>5</sup>	

<sup>1</sup> Includes 2005 and 2006 General Obligation Bonds total of \$70,535,000 plus unamortized Bond Premium of \$2,552,641

<sup>2</sup>

<sup>2</sup> Notes: See additional personal income data on Schedule of Demographic and Economic Statistics on page 83

Source: U.S. Department of Commerce, Bureau of Economic Analysis

<sup>3</sup> Notes: See additional population statistics on Schedule of Demographic and Economic Statistics on page 83

Includes 2005 and 2006 General Obligation Bonds total of \$70,535,000 plus unamortized Bond Premium of \$1,953,636

<sup>5</sup>

<sup>6</sup> Includes 2005 and 2006 General Obligation Bonds total of \$70,535,000 plus unamortized Bond Premium of \$1,354.61



**BIBB COUNTY SCHOOL DISTRICT  
RATIOS OF GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS**  
(amounts expressed in thousands, except per capita amount)

Fiscal Year	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Total	% of Estimated Actual Taxable Value of Property	Per Capita
1999	\$ -	\$ -	\$ -	-	\$ -
2000	-	-	-	-	-
2001	-	-	-	-	-
2002	-	-	-	-	-
2003	-	-	-	-	-
2004	-	-	-	-	-
2005	-	-	-	-	-
2006 <sup>1</sup>	73,088	4,534	68,554	0.67%	441
2007	72,489	3,820	68,669	0.68%	443
2008	71,890	28,862 <sup>2</sup>	43,028	0.42%	278

<sup>1</sup> The Bibb County School District received Fiscal Independence on November 2, 2004 and issued our first ever General Obligation Bonds during the 2005-2006 Fiscal Year.

<sup>2</sup> The \$25.0 million increase in debt service represents the amount reserved to cover the first principal payment on our Series 2005 and 2006 Bond Issues which is due March 2009.

**BIBB COUNTY SCHOOL DISTRICT**

**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
JUNE 30, 2008**

	<b>Debt Outstanding</b>	<b>Estimated Percentage Applicable</b>	<b>Estimated Share of Direct and Overlapping Debt</b>
<b>Direct General Obligation Debt</b>			
2005 & 2006 General Obligation Bonds	\$ 70,535,000	100%	\$ 70,535,000
<b>Total Direct General Obligation Debt</b>	<u>70,535,000</u>		<u>70,535,000</u>
<b>Direct Contractual Obligation Debt</b>			
2004 Contractual Obligation Debt	<u>2,185,000</u>	100%	<u>2,185,000</u>
<b>Total Direct Contractual Obligation Debt</b>	<u>2,185,000</u>		<u>2,185,000</u>
<b>Overlapping Debt</b>			
Bibb County 2003 Public School Refunding Bonds	2,730,000	100%	2,730,000
Macon-Bibb County Industrial Authority Revenue Bonds			
Series 2005 Bass Pro Shop Project	7,900,000	100%	7,900,000
Macon-Bibb County Urban Development Authority Revenue Bonds			
Series 2000 Public Building Project	12,000,000	100%	12,000,000
Series 1994 Refunding Bonds DFACS & Health Department	670,000	100%	670,000
Series 1996 Public Library Project	650,000	100%	650,000
Series 2002A Public Facilities Project	10,000,000	100%	10,000,000
Series 2002B Riverside Drive Project	1,135,000	100%	1,135,000
Series 2006 Public Projects	4,995,000	100%	4,995,000
Georgia Land Conservation Fund	153,733	100%	153,733
Certificates of Participation	7,152,000	100%	7,152,000
City of Macon Contractual Obligation Debt	<u>34,853,746</u>	100%	<u>34,853,746</u>
<b>Total Overlapping Debt</b>	<u>82,239,479</u>		<u>82,239,479</u>
<b>Total Direct and Overlapping Debt</b>	<u>\$ 154,959,479</u>		<u>\$ 154,959,479</u>

**Source: Bibb County information provided by Bibb County**  
**Source: City of Macon information provided by the City of Macon**

**Notes**

Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the County. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Bibb County. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt of each overlapping government.

**BIBB COUNTY SCHOOL DISTRICT**

**LEGAL DEBT MARGIN  
LAST SEVEN FISCAL YEARS<sup>1</sup>**

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
Debt limit	\$ 365,282,979	\$ 371,156,718	\$ 370,828,922	\$ 382,076,740	\$ 385,918,269	\$ 385,918,269	\$ 390,746,107
Total net debt applicable to limit	-	-	-	-	70,535,000 <sup>2</sup>	70,535,000 <sup>2</sup>	70,535,000 <sup>2</sup>
Legal debt margin	<u>\$ 365,282,979</u>	<u>\$ 371,156,718</u>	<u>\$ 370,828,922</u>	<u>\$ 382,076,740</u>	<u>\$ 315,383,269</u>	<u>\$ 315,383,269</u>	<u>\$ 320,211,107</u>
Total net debt applicable to the limit as a percentage of debt limit							18.1%

**Legal Debt Margin Calculation for Fiscal Year 2008**

Gross tax digest for the School District as of January 1, 2007	\$ 4,094,833,009
Less school bond exemptions	<u>187,371,942</u>
Net bond tax digest	\$ 3,907,461,067
Debt limit (10% of net bond tax digest)	390,746,107
Less amount of outstanding debt applicable to limit	<u>70,535,000</u>
Legal debt margin	<u>\$ 320,211,107</u>

<sup>1</sup> Source: Bibb County Tax Commissioner's Office

<sup>2</sup> Represents \$56.0 million General Obligation Bonds issued December 29, 2005 and \$14,535 million General Obligation Bonds issued February 1, 2006 for the 2005 Capital Improvement Program.

Notes: Information has been provided beginning with the year of implementation of GASB Statement 34, June 30, 2002.

# BIBB COUNTY SCHOOL DISTRICT

## LAST TEN FISCAL YEARS

<b>Fiscal Year</b>	<b>Population<sup>1</sup></b>	<b>Personal Income (thousands of dollars)</b>	<b>Per Capita Personal<sup>2</sup></b>	<b>Median Age<sup>3</sup></b>	<b>School Enrollment<sup>4</sup></b>	<b>Unemployment Rate<sup>5</sup></b>
1999		3,863,147	24,911	32.60	23,822	4.7%
2000	154,254	3,948,141	25,595	32.60	23,813	4.8%
	153,826	4,161,429	27,053	34.70	24,045	4.3%
2002	153,692	4,313,125	28,063			
2003	154,349	4,557,302	29,526	34.68	24,938	4.6%
2004	154,475	4,487,527		34.61	25,276	4.4%
2005	154,861	4,584,054	29,601	34.66	25,148	5.1%
2006	154,918		31,063	34.66	25,253	5.8%
2007	154,903	4,981,047	32,156	35.24	25,223 <sup>6</sup>	
2008	154,903	N/A <sup>7</sup>	N/A <sup>7</sup>	35.32	25,030	6.7%

<sup>1</sup> Source: U.S. Census Bureau, Population Estimates Program. Figures are for the prior calendar year.

<sup>2</sup> Source: U.S. Department of Commerce, Bureau of Economic Analysis

<sup>3</sup> Source: Middle GA Regional Development Center

<sup>4</sup>

<sup>5</sup> Source: GA Department of Labor

<sup>6</sup> Source: School District Records. Includes Pre-Kindergarten through 12th grade plus 107 students served by Residential Treatment Facilities

<sup>7</sup> N/A = not available

<sup>8</sup> Includes Pre-Kindergarten through 12th Grade plus 114 students served by Residential Treatment Facilities

**BIBB COUNTY SCHOOL DISTRICT  
PRINCIPAL EMPLOYERS  
CURRENT YEAR AND SIX YEARS AGO**

<b>Employer</b>	<b>2008</b>			<b>2002</b>		
	<b>Employees<sup>1</sup></b>	<b>Rank<sup>1</sup></b>	<b>Percentage of Total Employment<sup>3</sup></b>	<b>Employees<sup>2</sup></b>	<b>Rank<sup>2</sup></b>	<b>Percentage of Total Employment<sup>3</sup></b>
Medical Center of Central GA	5,651	1	8.06%	4,043	1	5.89%
Bibb County School District	3,626 <sup>4</sup>	2	5.17%	2,981	4	4.34%
GEICO	3,578	3	5.10%	3,700	2	5.39%
Mercer University	1,370	4	1.95%	1,297	7	1.89%
City of Macon	1,350	5	1.93%	1,334	6	1.94%
Coliseum Health Systems	1,264	6	1.80%	1,805	5	2.63%
Bibb County	903	7	1.29%	—	—	—
YKK (USA), Inc.	682	8	0.97%	1,100	8	1.60%
United States Postal Service	642	9	0.92%	706	10	1.03%
The Boeing Company	547	10	0.78%	787	9	1.15%
Brown & Williamson Tobacco Company	—	—	—	3,000	3	4.37%
	<b>19,613</b>		<b>27.97%</b>	<b>20,753</b>		<b>30.23%</b>

<sup>1</sup> Source: Macon-Bibb County Industrial Authority

<sup>2</sup> Source: Macon Economic Development Commission

<sup>3</sup> Source: Georgia Department of Labor, 2007

<sup>4</sup> Source: District records

Notes: Information has been provided with the year of implementation of GASB Statement 34, June 30, 2002.

**BIBB COUNTY SCHOOL DISTRICT**

**DISTRICT EMPLOYEES<sup>1</sup>**  
**LAST SEVEN FISCAL YEARS**  
**(as of October 31 of each fiscal year)**

---

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
Classroom Teachers	1,532	1,567	1,578	1,663	1,699	1,729	1,789
Administrators and Supervisors	146	165	147	172	159	174	190
Media Specialist, Guidance Counselors, and Psychologists	104	107	114	112	113	124	126
Professional/Technical Support	52	60	62	63	62	75	61
Aides and Clerical Personnel	497	570	573	592	635	664	660
Transportation and Maintenance Personnel	219	233	219	221	233	260	255
Food Service Personnel and Custodians	410	389	412	418	430	433	456
Other	21	27	23	26	30	31	89
	<u>2,981</u>	<u>3,118</u>	<u>3,128</u>	<u>3,267</u>	<u>3,361</u>	<u>3,490</u>	<u>3,626</u>

---

<sup>1</sup>Source: School District Records

Notes: Information has been provided with the year of implementation of GASB Statement 34, June 30, 2002.

**BIBB COUNTY SCHOOL DISTRICT**  
**OPERATING STATISTICS**

Year	Governmental Expenditures <sup>1</sup>	Student <sup>2</sup>	Cost per Pupil	Percentage Change	Teaching Staff <sup>3</sup>	Pupil/Teacher Ratio
2002	\$ 172,320,374	24,675	6,984			16.71
2003		24,938	7,186	2.90%	1,445.44	17.25
2004		25,276	8,283			16.74
2005	214,094,960	25,148	8,513			15.85
2006		25,253	8,034	-5.63%	1,617.14	15.62
2007		25,223	9,049			15.12
2008	230,748,469	25,030	9,219			14.92

<sup>1</sup>

<sup>2</sup> Source: School District Records (includes Pre-Kindergarten through 12th Grade)

<sup>3</sup> Source: GA Department of Education; Full-Time Equivalent teaching slots

Notes: Information has been provided with the year of implementation

**TEACHER SALARIES  
LAST SEVEN FISCAL YEARS**

Year	Number of Full & Part Time Teachers						Minimum Salary (based on	Maximum Salary (based on	Bibb Co Average	Statewide Average
	Bachelors	Masters	Specialists	Doctoral	Other	Total	0 yrs exp) <sup>1</sup>	21 yrs exp) <sup>1</sup>	Salary	Salary <sup>2</sup>
<b>2002</b>	699	657	122	15	2	1,495	\$ 30,438	\$ 65,110	\$ 43,786	\$ 43,933
	676	654	113	14	3	1,460	31,359	67,048	45,001	45,414
<b>2004</b>	697	692	141	12	3	1,545	31,359	67,048	44,995	45,848
	779	701	135	11	2	1,628	31,984	70,169	44,284	46,437
<b>2006</b>	<b>829</b>	<b>675</b>	<b>146</b>	<b>8</b>	<b>3</b>	<b>1,661</b>	<b>32,541</b>	<b>71,463</b>	<b>45,644</b>	<b>48,247</b>
<b>2007</b>										
<b>2008</b>	863	700	157	11	4	1,735	34,772	76,330	48,235	51,466

<sup>1</sup>

<sup>2</sup> Source: GA Department of Education

**Notes: Information has been provided with the year of implementation  
of GASB Statement 34, June 30, 2002.**



# BIBB COUNTY SCHOOL DISTRICT

## FREE & REDUCED PRICE LUNCH ELIGIBILITY<sup>1</sup>

(as of October 31 of each fiscal year)

Fiscal	Number of Students Eligible for Free Meals	Number of Eligible for Reduced Price Meals	Total Number of Students Eligible for Free & Reduced Price Meals	Total Student Enrollment (FTE)	% of Students Eligible for Reduced Price Meals
1999	13,503	1,544	15,047		61.12%
2000	13,241	1,450	14,691	24,702	59.47%
2001		1,665	14,878	24,739	60.14%
2002	13,899	1,855	15,754		63.85%
2003	13,187	1,774	14,961	24,938	59.99%
2004		1,693	17,119	25,276	67.73%
2005	15,547	1,659	17,206		68.42%
2006	15,986	1,720	17,706	25,253	70.11%
2007		1,730	18,103	25,223	71.77%
2008	16,442	1,784	18,226		72.82%

<sup>1</sup> Source: GA Department of Education

Notes: Information has been provided with the year of implementation of GASB Statement 34, June 30, 2002.

**BIBB COUNTY SCHOOL DISTRICT**

**SCHOOL DATA<sup>19</sup>  
LAST SEVEN FISCAL YEARS**

	<b>FY2002</b>	<b>FY 2003</b>	<b>FY2004</b>	<b>FY2005</b>	<b>FY2006</b>	<b>FY2007</b>	<b>FY2008</b>
<b>ELEMENTARY SCHOOLS</b>							
<b>ALEXANDER II MAGNET</b>							
Grade levels served	K - Gr 6	K - Gr 6	K - Gr 6	K - Gr 6	K - Gr 6	K - Gr 6	K - Gr 5 <sup>24</sup>
Square feet	66,320	80,263 <sup>12</sup>	80,263	80,263	80,263	80,263	80,263
Capacity	425	500	500	500	500	500	500
Enrollment	360	360	463 <sup>15</sup>	517 <sup>14</sup>	577 <sup>14</sup>	580	549
<b>BARDEN</b>							
Grade levels served	K - Gr 6	K - Gr 6	K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 5	Pre K - Gr 5
Square feet	62,445	62,445	62,445	62,445	62,445	62,445	62,445
Capacity	500	500	500	500	500	500	500
Enrollment	565	579	532	462	445	382	431
<b>BERND</b>							
Grade levels served	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 5 <sup>1</sup>	Pre K - Gr 5	Pre K - Gr 5
Square feet	35,310	56,994 <sup>13</sup>	56,994	56,994	56,994	56,994	56,994
Capacity	300	475	475	475	475	475	475
Enrollment	412	408	569	530	473	515	497
<b>BROOKDALE</b>							
Grade levels served	K - Gr 6	K - Gr 6	K - Gr 6	K - Gr 5 <sup>2</sup>	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
Square feet	58,715	58,715	58,715	58,715	58,715	58,715	58,715
Capacity	600	600	600	600	600	600	600
Enrollment	565	573	497	473	453	481	419
<b>BRUCE</b>							
Grade levels served	K - Gr 6	K - Gr 6	Gr 3 - Gr 5 <sup>3,5</sup>	-	Pre K - Gr 5 <sup>5</sup>	Pre K - Gr 5	Pre K - Gr 5
Square feet	64,246	64,246	64,246	-	62,000 <sup>12</sup>	62,000	62,000
Capacity	500	500	500	-	475	475	475
Enrollment	575	499	293	-	556	617	535 <sup>11</sup>
<b>BURDELL/HUNT MAGNET</b>							
Grade levels served	K - Gr 6	K - Gr 6	K - Gr 6	K - Gr 6	K - Gr 5 <sup>1</sup>	K - Gr 5	K - Gr 5
Square feet	62,181	62,181	62,181	62,181	62,181	62,181	62,181
Capacity	525	525	525	525	525	525	525
Enrollment	678	584	565	503	421	426	499
<b>BURGHARD</b>							
Grade levels served	K - Gr 6	K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 5
Square feet	57,745	57,745	57,745	57,745	57,745	57,745	57,745
Capacity	475	475	475	475	475	475	475
Enrollment	485	461	513	502	493	428	403
<b>BURKE</b>							
Grade levels served	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 5 <sup>26</sup>
Square feet	53,812	53,812	53,812	53,812	53,812	53,812	53,812
Capacity	475	475	475	475	475	475	475
Enrollment	395	423	520	531	485	433	396
<b>CARTER</b>							
Grade levels served	K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 5 <sup>2</sup>	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
Square feet	62,003	62,003	62,003	62,003	62,003	62,003	62,003
Capacity	500	500	500	500	500	500	500
Enrollment	837	518 <sup>11</sup>	640	608	584	545	535
<b>DANFORTH</b>							
Grade levels served	Pre K - Gr 2	Pre K - Gr 2	Pre K - Gr 2	Pre K - Gr 2	Pre K - Gr 5 <sup>1,6</sup>	Pre K - Gr 5	Pre K - Gr 5
Square feet	36,291	36,291	36,291	36,291	36,291	50,140 <sup>13</sup>	50,140 <sup>13</sup>
Capacity	375	375	375	375	375	462	462
Enrollment	310	308	255	232	411	382	415
<b>HAMILTON</b>							
Grade levels served	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	<sup>21</sup>
Square feet	46,205	46,205	46,205	46,205	46,205	46,205	
Capacity	400	400	400	400	400	400	
Enrollment	385	320	378	350	400	395	
<b>HARTLEY</b>							
Grade levels served	Pre K - Gr 6	K - Gr 6	K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 5
Square feet	62,187	62,187	62,187	62,187	62,187	62,187	62,187
Capacity	525	525	525	525	525	525	525
Enrollment	568	532	389	383	338	307	471 <sup>21</sup>

**BIBB COUNTY SCHOOL DISTRICT**

**SCHOOL DATA<sup>19</sup>  
LAST SEVEN FISCAL YEARS**

	<b>FY2002</b>	<b>FY 2003</b>	<b>FY2004</b>	<b>FY2005</b>	<b>FY2006</b>	<b>FY2007</b>	<b>FY2008</b>
<b>HEARD</b>							
Grade levels served	K - Gr 6	Pre K - Gr 6	Pre K - Gr 5 <sup>3</sup>	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
Square feet	53,394	53,394	53,394	53,394	53,394	53,394	53,394
Capacity	400	400	400	400	400	400	400
Enrollment	568	568	512	484	541	524	538
<b>HERITAGE</b>							
Grade levels served	-	Pre K - Gr 6 <sup>12</sup>	Pre K - Gr 6	Pre K - Gr 5 <sup>4</sup>	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
Square feet	-	72,500	72,500	72,500	72,500	72,500	72,500
Capacity	-	625	625	625	625	625	625
Enrollment	-	781	928	878	888	845	825
<b>INGRAM/PYE</b>							
Grade levels served	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 5
Square feet	63,275	63,275	63,275	63,275	63,275	63,275	46,205 <sup>21</sup>
Capacity	600	600	600	600	600	600	400 <sup>21</sup>
Enrollment	449	409	437	384	365	338	332
<b>JONES</b>							
Grade levels served	K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 5 <sup>1</sup>	Pre K - Gr 5	Pre K - Gr 5
Square feet	69,368	69,368	69,368	69,368	69,368	69,368	69,368
Capacity	450	450	450	450	450	450	450
Enrollment	528	594	481	495	430	472	459
<b>KING</b>							
Grade levels served	Gr 3-Gr 6	Gr 3-Gr 6	Gr 3-Gr 6	Gr 3-Gr 6 <sup>6</sup>	-	-	-
Square feet	71,106	71,106	71,106	71,106	-	-	-
Capacity	500	500	500	500	-	-	-
Enrollment	342	342	314	246	-	-	-
<b>LANE</b>							
Grade levels served	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 5 <sup>2</sup>	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
Square feet	48,010	48,010	48,010	48,010	48,010	48,010	48,010
Capacity	450	450	450	450	450	450	450
Enrollment	447	481	477	450	441	474	454
<b>MORGAN</b>							
Grade levels served	K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 5 <sup>4</sup>	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
Square feet	36,690	36,690	54,839	54,839	54,839	54,839	54,839
Capacity	400	400	500	500	500	500	500
Enrollment	621	520	482	420	418	452	454
<b>PORTER</b>							
Grade levels served	K - Gr 6	K - Gr 6	K - Gr 5 <sup>3</sup>	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
Square feet	41,640	41,640	41,495	41,495	41,495	41,495	41,495
Capacity	400	400	475	475	475	475	475
Enrollment	558	572	445	495	552	544	563
<b>REDDING</b>							
Grade levels served	K - Gr 6 <sup>7</sup>	-	-	-	-	-	-
Square feet	36,264	-	-	-	-	-	-
Capacity	342	-	-	-	-	-	-
Enrollment	459	-	-	-	-	-	-
<b>RICE</b>							
Grade levels served	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 5	Pre K - Gr 5
Square feet	47,164	47,164	47,164	47,164	47,164	47,164	47,164
Capacity	500	500	500	500	500	500	500
Enrollment	614	656	507	520	531	448	520 <sup>11</sup>
<b>RILEY</b>							
Grade levels served	K - Gr 6	K - Gr 6	K - Gr 6	Pre K - Gr 5 <sup>4</sup>	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
Square feet	55,971	55,971	55,971	55,971	55,971	55,971	55,971
Capacity	425	425	425	425	425	425	425
Enrollment	349	349	442	392	422	415	403
<b>SKYVIEW</b>							
Grade levels served	-	Pre K - Gr 6 <sup>7</sup>	Pre K - Gr 5 <sup>3</sup>	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
Square feet	-	67,542	72,342	72,342	72,342	72,342	72,342
Capacity	-	500	625	625	625	625	625
Enrollment	-	524	679	722	811	781	769

**BIBB COUNTY SCHOOL DISTRICT**

**SCHOOL DATA<sup>19</sup>  
LAST SEVEN FISCAL YEARS**

	<b>FY2002</b>	<b>FY 2003</b>	<b>FY2004</b>	<b>FY2005</b>	<b>FY2006</b>	<b>FY2007</b>	<b>FY2008</b>
<b>SPRINGDALE</b>							
Grade levels served	K - Gr 6	K - Gr 6	K - Gr 6	Pre K - Gr 5 <sup>2</sup>	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
Square feet	64,564	64,564	64,564	64,564	64,564	73,190 <sup>13</sup>	73,190 <sup>13</sup>
Capacity	500	500	500	500	500	628	628
Enrollment	831	804	810	707	670	598	600
<b>TAYLOR</b>							
			New				
Grade levels served	K - Gr 6	K - Gr 6	K - Gr 6 <sup>8</sup>	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
Square feet	33,220	33,220	72,372 <sup>12</sup>	72,372	72,372	72,372	72,372
Capacity	475	475	600	600	600	600	600
Enrollment	557	449	589 <sup>11</sup>	549	527	466	503
<b>TINSLEY</b>							
Grade levels served	K - Gr 6	K - Gr 6 <sup>8</sup>	-	-	-	-	-
Square feet	59,359	59,359	-	-	-	-	-
Capacity	500	500	-	-	-	-	-
Enrollment	380	359	-	-	-	-	-
<b>UNION</b>							
Grade levels served	K - Gr 6	K - Gr 6	K - Gr 6	Pre K - Gr 5 <sup>4</sup>	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
Square feet	71,646	71,646	71,646	71,646	71,646	71,646	71,646
Capacity	625	625	625	625	625	625	625
Enrollment	675	500 <sup>11</sup>	548	406	425	447	515 <sup>11</sup>
<b>VINEVILLE MAGNET</b>							
Grade levels served	K - Gr 6	K - Gr 6	Pre K - Gr 6	K - Gr 6	K - Gr 6	K - Gr 6	K - Gr 5 <sup>24</sup>
Square feet	68,639	68,639	68,639	68,639	68,639	68,639	68,639
Capacity	500	500	500	500	500	500	500
Enrollment	524	497	464	452	466	468	471
<b>WEIR</b>							
Grade levels served	Pre K - Gr 6	Pre K - Gr 6	K - Gr 2 <sup>5</sup>	Pre K - Gr 5 <sup>5</sup>	-	-	-
Square feet	61,875	61,875	61,875	61,875	-	-	-
Capacity	500	500	500	500	-	-	-
Enrollment	459	507	312	589	-	-	-
<b>WILLIAMS</b>							
Grade levels served	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 5 <sup>24</sup>
Square feet	73,955	73,955	73,955	73,955	73,955	73,955	73,955
Capacity	475	475	475	475	475	475	475
Enrollment	439	497	461	451	411	402	341
<b>MIDDLE SCHOOLS</b>							
<b>APPLING</b>							
Grade levels served	Gr 7 - Gr 8	Gr 7 - Gr 8	Gr 7 - Gr 8	Gr 7 - Gr 8	Gr 6 - Gr 8 <sup>1</sup>	Gr 6 - Gr 8	Gr 6 - Gr 8
Square feet	60,495	60,495	60,495	74,069	74,069	74,069	74,069
Capacity	475	475	475	760	760	760	760
Enrollment	562	566	587	575	791	759	736
<b>BALLARD</b>							
Grade levels served	Gr 7 - Gr 8	Gr 7 - Gr 8 <sup>9</sup>	-	-	-	-	Gr 6 - Gr 8 <sup>22, 26</sup>
Square feet	61,826	61,826	-	-	-	-	110,084
Capacity	500	500	-	-	-	-	804
Enrollment	423	464	-	-	-	-	392
<b>BLOOMFIELD</b>							
Grade levels served	-	-	-	-	-	Gr 6 - Gr 7 <sup>12</sup>	Gr 6 - Gr 8 <sup>12</sup>
Square feet	-	-	-	-	-	101,989	101,989
Capacity	-	-	-	-	-	941	941
Enrollment	-	-	-	-	-	475	713
<b>HOWARD</b>							
Grade levels served	-	-	-	Gr 6 - Gr 8 <sup>2</sup>	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8
Square feet	-	-	-	113,620 <sup>12</sup>	113,620	113,620	113,620
Capacity	-	-	-	910	910	910	910
Enrollment	-	-	-	738	1,025	1,113	1,062
<b>MCEVOY</b>							
Grade levels served	Gr 7 - Gr 8	Gr 7 - Gr 8	Gr 7 - Gr 8	Gr 7 - Gr 8	Gr 7 - Gr 8	Gr 7 - Gr 8	<sup>22</sup>
Square feet	122,566	122,566	122,566	122,566	122,566	122,566	
Capacity	760	760	760	760	760	760	
Enrollment	759	830	845	624	626	448	

**BIBB COUNTY SCHOOL DISTRICT**

**SCHOOL DATA<sup>19</sup>  
LAST SEVEN FISCAL YEARS**

	<b>FY2002</b>	<b>FY 2003</b>	<b>FY2004</b>	<b>FY2005</b>	<b>FY2006</b>	<b>FY2007</b>	<b>FY2008</b>
<b>MILLER</b>							
Grade levels served	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8 <sup>24</sup>
Square feet	105,170	105,170	105,170	105,170	105,170	115,099 <sup>13</sup>	115,099
Capacity	675	675	675	675	675	675	675
Enrollment	802	815	801	809	735	602	747
<b>RUTLAND</b>							
Grade levels served	-	-	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8
Square feet	-	-	112,153	112,153	112,153	112,153	112,153
Capacity	-	-	910	910	910	910	910
Enrollment	-	-	990	1,132	1,136	1,077	1,013
<b>WEAVER</b>							
Grade levels served	Gr 7 - Gr 8	Gr 7 - Gr 8	Gr 7 - Gr 8	Gr 6 - Gr 8 <sup>4</sup>	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8
Square feet	97,010	97,010	97,010	97,010	97,010	120,120 <sup>13</sup>	120,120
Capacity	760	760	760	760	760	1,039	1,039
Enrollment	1,065	1,103	1,132	1,142	972	939	944
<b>HIGH SCHOOLS</b>							
<b>CENTRAL</b>							
Grade levels served	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12
Square feet	107,025	107,025	107,025	107,025	107,025	107,025	107,025
Capacity	1,025	1,025	1,025	1,025	1,025	1,025	1,025
Enrollment	1,270	1,327	1,282	1,297	1,202	1,210	1,157
<b>HUTCHINGS</b>							
Grade levels served	-	Gr 9 - Gr 10	Gr 9 - Gr 11	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12
Square feet	-	160,131	160,131	160,131	160,131	160,131	160,131
Capacity	-	768	768	768	768	768	768
Enrollment	-	207	289	348	440	429	391
<b>NORTHEAST</b>							
Grade levels served	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12
Square feet	200,320	200,320	200,320	200,320	200,320	200,320	200,320
Capacity	1,575	1,575	1,575	1,575	1,575	1,575	1,575
Enrollment	939	875	929	922	909	893	878
<b>RUTLAND HS</b>							
Grade levels served	-	-	Gr 9 - Gr 12 <sup>10</sup>	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12
Square feet	-	-	222,388	222,388	222,388	222,388	222,388
Capacity	-	-	950	950	950	950	950
Enrollment	-	-	797	917	1,059	1,150	1,189
<b>SOUTHEAST</b>							
Grade levels served	Gr 9 - Gr 12	Gr 9 - Gr 12 <sup>10</sup>	-	-	-	-	-
Square feet	126,244	126,244	-	-	-	-	-
Capacity	1,100	1,100	-	-	-	-	-
Enrollment	894	747	-	-	-	-	-
<b>SOUTHWEST</b>							
Grade levels served	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12
Square feet	208,549	208,549	208,549	208,549	208,549	208,549	155,184 <sup>25</sup>
Capacity	1,525	1,525	1,525	1,525	1,525	1,525	1,525
Enrollment	1,160	1,184	1,171	1,026	949	944	942
<b>WESTSIDE</b>							
Grade levels served	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12
Square feet	169,250	169,250	169,250	169,250	169,250	169,250	169,250
Capacity	1,200	1,200	1,200	1,200	1,200	1,200	1,200
Enrollment	1,698	1,681	1,711	1,668	1,782	1,824	1,837
<b>SPECIALTY SCHOOLS</b>							
<b>BUTLER</b>							
Grade levels served	Pre K	Pre K	Pre K	Pre K	Pre K	Pre K	Pre K
Square feet	22,023	22,023	22,023	22,023	22,023	22,023	22,023
Capacity	171	171	171	171	171	171	171
Enrollment	90	106	101	91	93	88	18 <sup>23</sup>
<b>ELAM ALEXANDER</b>							
Grade levels served	K - Gr 6	K - Gr 6	K - Gr 6	K - Gr 6	K - Gr 6	K - Gr 6	K - Gr 6
Square feet	28,579	28,579	28,579	28,579	28,579	28,579	28,579
Capacity	190	190	190	190	190	190	190
Enrollment	- <sup>18</sup>	- <sup>18</sup>	- <sup>18</sup>	- <sup>18</sup>	- <sup>18</sup>	- <sup>18</sup>	- <sup>18</sup>

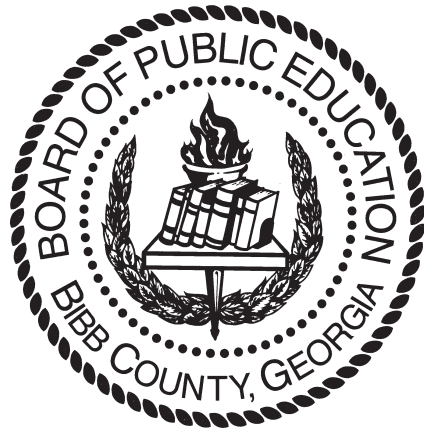
**BIBB COUNTY SCHOOL DISTRICT**

**SCHOOL DATA<sup>19</sup>  
LAST SEVEN FISCAL YEARS**

	<b>FY2002</b>	<b>FY 2003</b>	<b>FY2004</b>	<b>FY2005</b>	<b>FY2006</b>	<b>FY2007</b>	<b>FY2008</b>
<b>NEEL ALTERNATIVE</b>							
Grade levels served	Gr 6 - Gr 12	Gr 6 - Gr 12	Gr 6 - Gr 12	Gr 6 - Gr 12	Gr 6 - Gr 12	Gr 6 - Gr 12	Gr 6 - Gr 12
Square feet	39,244	39,244	39,244	39,244	39,244	39,244	39,244
Capacity	285	285	285	285	285	285	285
Enrollment	- <sup>18</sup>	- <sup>18</sup>	- <sup>18</sup>	- <sup>18</sup>	- <sup>18</sup>	- <sup>18</sup>	- <sup>18</sup>
<b>RENAISSANCE/TEEN PARENT CENTER</b>							
Grade levels served	Gr 6 - Gr 12	Gr 6 - Gr 12	Gr 6 - Gr 12	Gr 6 - Gr 12	Gr 6 - Gr 12	Gr 6 - Gr 12	Gr 6 - Gr 12
Square feet	22,470	22,470	22,470	22,470	22,470	22,470	22,470
Capacity	114	114	114	114	114	114	114
Enrollment	- <sup>17</sup>	- <sup>17</sup>	139 <sup>17</sup>	128 <sup>17</sup>	- <sup>17</sup>	- <sup>17</sup>	- <sup>17</sup>
Total Enrollment	24,597	24,879	25,276	25,148	25,253	25,116	24,916
Students housed in Residential Treatment Facilities						107 <sup>20</sup>	114 <sup>20</sup>
Grand Total						25,223	25,030

- <sup>1</sup> Sixth grade classes at Bernd, Burdell/Hunt, Jones, and Danforth/King Elementary Schools moved to Appling Middle School effective with the 2005-2006 school year.
- <sup>2</sup> Sixth grade classes at Brookdale, Carter, Lane, and Springdale Elementary Schools moved to Howard Middle School effective with the 2004-2005 school year.
- <sup>3</sup> Sixth grade classes at Bruce, Heard, Porter, and Skyview Elementary Schools moved to Rutland Middle School effective with the 2003-2004 school year.
- <sup>4</sup> Sixth grade classes at Heritage, Morgan, Riley, and Union Elementary Schools moved to Weaver Middle School effective with the 2004-2005 school year.
- <sup>5</sup> Bruce Elementary and Weir Elementary Schools began the process of merging during the 2003-2004 school year. During that school year, students in grades K-2 were housed at Weir and the students in grades 3-5 were housed at Bruce. During the 2004-2005 school year, all students were housed at the Weir facility while the Bruce facility was being completely rebuilt. For the 2005-2006 school year, Weir closed and the students moved into a newly constructed facility located on the Bruce Elementary School site.
- <sup>6</sup> Danforth Primary and King Elementary Schools merged effective with the 2005-2006 school year. King closed and the students moved into the Danforth Primary facility.
- <sup>7</sup> Redding Elementary School closed at the end of the 2001-2002 school year. The students moved to the newly constructed Skyview Elementary School.
- <sup>8</sup> Taylor Elementary and Tinsley Elementary Schools merged effective with the 2003-2004 school year. Tinsley closed and the students moved into a newly constructed facility located on the Taylor Elementary School site.
- <sup>9</sup> Ballard Hudson Middle School closed at the end of the 2002-2003 school year. The students moved to the newly constructed Rutland Middle School.
- <sup>10</sup> Southeast High School was closed at the end of the 2002-2003 school year. The students were moved to the newly constructed Rutland High School.
- <sup>11</sup> Enrollment fluctuations caused by redistricting.
- <sup>12</sup> New facility.
- <sup>13</sup> New addition to facility.
- <sup>14</sup> Two new classes added at magnet school.
- <sup>15</sup> Four new classes added at magnet school.
- <sup>16</sup> Remodeling/renovations completed.
- <sup>17</sup> For the 2003-2004 and the 2004-2005 school years only, separate FTE counts were reported for the Renaissance Academy and the Teen Parent Center. During the 2005-2006 school year, the district reverted back to its prior practice of reporting these students at their home schools.
- <sup>18</sup> Students are counted at their home schools.
- <sup>19</sup> Source: District Records
- <sup>20</sup> 2006-2007 was the first year of implementation of SB 618 whereby local districts received flow-through funding for students housed in residential treatment facilities located within the district.
- <sup>21</sup> Hamilton School was closed and the students were rezoned to Hartley and Ingram/Pye. The Ingram/Pye students will be housed at the former Hamilton School facility during the two years of reconstruction of the Ingram/Pye facility.
- <sup>22</sup> McEvoy Middle School closed at the end of the 2006-2007 school year. The students were relocated to the newly constructed Ballard-Hudson facility.
- <sup>23</sup> Pre-K students at the Butler Center were counted in their home schools in error; this was corrected in subsequent FTE reports.
- <sup>24</sup> Sixth grade classes at Alexander II, Vineville Academy and Williams Elementary Schools were moved to Miller Middle School effective with the 2007-2008 school year.
- <sup>25</sup> Southwest High School Vocational Building was demolished.
- <sup>26</sup> Sixth grade classes at Burke, Hartley and Ingram/Pye Elementary Schools were moved to the Ballard Hudson Middle School effective with the 2007-2008 school year.

Notes:  
 All other enrollment fluctuations are due to the transient population in this community.  
 Pre-Kindergarten classes are moved between sites based on number of applications received.  
 Information has been provided with the year of implementation of GASB Statement 34, June 30, 2002



#### **IV. SINGLE AUDIT SECTION**

**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***

---

**To the Members of the Board of Education  
of the Bibb County School District  
Macon, Georgia**

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Bibb County School District as of and for the year ended June 30, 2008, which collectively comprise the Bibb County School District's basic financial statements and have issued our report thereon dated December 17, 2008. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Internal Control Over Financial Reporting**

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

Our consideration of the internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily disclose all deficiencies in the internal control that might be significant deficiencies or material weaknesses. However, as discussed below, we identified a certain deficiency in internal control over financial reporting that we consider to be a significant deficiency.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Bibb County School District's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Bibb County School District's financial statements that is more than inconsequential will not be prevented or detected by the Bibb County School District's internal control. We consider the deficiency described in the accompanying schedule of findings and questioned costs as item 08-2 to be a significant deficiency in internal control over financial reporting.



---

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the Bibb County School District's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies or material weaknesses. We consider item 08-2 to be a material weakness

#### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Bibb County School District's financial statements are free of 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 an instance noncompliance that is required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of findings and questioned costs as item number 08-1.

We noted certain matters that we reported to management of the Bibb County School District in a separate letter dated December 17, 2008.

The Bibb County School District's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the Bibb County School District's responses, and accordingly, we express no opinion on them.

This report is intended solely for the information and use of the audit committee, management, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

*Mauldin & Jenkins, LLC*

Macon, Georgia  
December 17, 2008

**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE  
TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL  
OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

---

**To the Members of the Board of Education  
of the Bibb County School District  
Macon, Georgia**

**Compliance**

We have audited the compliance of the Bibb County School District with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2008. The Bibb County 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. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the Bibb County School District's management. Our responsibility is to express an opinion on the Bibb County School District's compliance based on our audit.

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

In our opinion, the Bibb County School District complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2008.

---

### **Internal Control Over Compliance**

The management of the Bibb County School District is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the Bibb County School District's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Bibb County School District's internal control over compliance.

A *control deficiency* in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in a more than remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of management, the audit committee, others within the entity, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

*Mauldin & Jenkins, LLC*

Macon, Georgia  
December 17, 2008

# BIBB COUNTY SCHOOL DISTRICT

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE FISCAL YEAR ENDED JUNE 30, 2008

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Contract or Project Number	Total Expenditures
<b>U. S. DEPARTMENT OF AGRICULTURE:</b>			
Passed through Georgia Department of Education:			
USDA-Food Distribution (non-cash)	10.550	N/A	\$ 722,882
School Breakfast Program	10.553	N/A	2,497,069
National School Lunch Program	10.555	N/A	7,005,321
School Snack Program	10.555	N/A	82,830
Total U. S. Department of Agriculture			10,308,102
<b>ENVIRONMENTAL PROTECTION AGENCY:</b>			
Direct Program:			
Clean Bus USA Program	66.036	SB-83289801	49,413
Total Environmental Protection Agency			49,413
<b>U. S. DEPARTMENT OF DEFENSE</b>			
Direct Program:			
Junior R.O.T.C.	Unknown	06/07	311,188
Total U. S. Department of Defense			311,188
<b>U. S. DEPARTMENT OF JUSTICE</b>			
Direct Program:			
COPS in Schools	16.710	2000SHWX0654	157,263
Total U. S. Department of Justice			157,263
<b>U. S. DEPARTMENT OF EDUCATION:</b>			
Direct programs:			
Impact Aid - Maintenance and Operations	84.041	20-GA-2001-0011	79,156
Safe Schools/Healthy Students	84.184L	Q184L030216	12,212
Subtotal direct programs, Department of Education			91,368

(Continued)

# BIBB COUNTY SCHOOL DISTRICT

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE FISCAL YEAR ENDED JUNE 30, 2008

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Contract or Project Number	Total Expenditures
<b>U. S. DEPARTMENT OF EDUCATION:</b>			
Passed through Georgia Department of Education:			
Title I Programs - Local Education Agency	84.010	30	\$ 11,287,552
Title I Programs - School Improvement Grant	84.010	576	548,000
Title I Programs - Delinquent	84.010	27	11,000
			11,846,552
Title VI-B Flowthrough	84.027	39	5,488,869
Title VI-B PL 94-142 SED Centers	84.027	184	309,949
			5,798,818
Title II - Part A	84.367	569/143	1,882,793
Title II - Part D	84.318	588	49,699
Title III - Part A	84.365	565	46,004
Title IV-B, 21st Century Community Learning Centers	84.287	578	304,835
Title V - Part A	84.298	570	49,354
Title VI-B Preschool Incentive	84.173	37	137,018
Drug Free Schools and Communities - State Grants	84.186A	61	131,393
Vocational Education - Basic Grants to States	84.048A	429/430	375,776
Title I-C, Migrant Education	84.011A	04/05	20,062
Subtotal - Passed through Georgia Department of Education			20,642,304
Total U. S. Department of Education			20,733,672
Total Expenditures of Federal Awards			\$ 31,559,638

# BIBB COUNTY SCHOOL DISTRICT

## NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE FISCAL YEAR ENDED JUNE 30, 2008

---

### **NOTE 1. BASIS OF PRESENTATION**

The Schedule of Expenditures of Federal Awards includes the federal grant activity of the Bibb County School District and is presented on the accrual basis of accounting.

The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of State and Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the financial statements.

# BIBB COUNTY SCHOOL DISTRICT

## SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE FISCAL YEAR ENDED JUNE 30, 2008

### A. SUMMARY OF AUDIT RESULTS

#### **Financial Statements**

Type of auditor's report issued

Unqualified

Internal control over financial reporting:

Material weaknesses identified?

yes  no

Significant deficiencies identified not considered  
to be material weaknesses?

yes  none reported

Noncompliance material to financial statements noted?

yes  no

#### **Federal Awards**

Internal Control over major programs:

Material weaknesses identified?

yes  no

Significant deficiencies identified not considered  
to be material weaknesses?

yes  none reported

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

Unqualified

Any audit findings disclosed that are required to  
be reported in accordance with OMB Circular  
A-133, Section 510(a)?

yes  no

Identification of major program:

CFDA Number

Name of Federal Program

10.553

U.S. Department of Agriculture

Child Nutrition Cluster

10.555

School Breakfast Program

National School Lunch Program

Dollar threshold used to distinguish between  
Type A and Type B programs:

\$946,789

Auditee qualified as low-risk auditee?

yes  no

**BIBB COUNTY SCHOOL DISTRICT**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2008**

---

**B. FINDINGS: FINANCIAL STATEMENTS AUDIT**

**08-1: Under Collateralization of School District Deposits  
Nonmaterial Noncompliance**

Criteria: The Official Code of Georgia (OCGA) Section 45-8-12 (c) requires all depositories of public funds to pledge securities of not less than 110% of the deposited public funds.

Condition: For the year ended June 30, 2008, the School District's deposits held at one financial institution were under collateralized.

Context: During our review of collateral confirmations obtained from the School District's financial institutions, we noted that School System deposits at one financial institution were undercollateralized by \$27,388.

Effect: School District accounts were not adequately collateralized at one financial institution, allowing for the possibility of loss of assets if the financial institution were to become insolvent.

Cause: The School District's deposits at one financial institution exceeded the deposit insurance coverage allotted by the financial institution for each account.

Recommendation: We recommend the School District periodically review a listing of all account balances with each respective financial institution and the limits on the deposit insurance coverage allowed by that financial institution to ensure that deposits do not exceed the allotted coverage.

Views of Responsible Officials and Planned Corrective Action: The Accounting Department will monitor all school activity balances monthly and if any deposits held at one financial institution are greater than 80% of the 110% collateralization amount measures will be taken to move funds to an institution that will guarantee the 110% collateralization of our deposits. Since the insurance coverage amount has been raised from \$100,000 to \$250,000, this issue should not occur in the future.

**08-2: Accounting for Claims Incurred But Not Reported (IBNR)**

Criteria: Internal controls should be in place to ensure that an estimate for workers' compensation claims incurred but not reported is properly recorded in the financial statements.

Condition: Internal controls did not detect a misstatement in claims incurred but not reported due to oversight by the School District as part of the year end closeout process.



**BIBB COUNTY SCHOOL DISTRICT**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2008**

---

**B. FINDINGS: FINANCIAL STATEMENTS AUDIT (CONTINUED)**

**08-2: Accounting for Claims Incurred But Not Reported (IBNR)**

Context: We addressed this matter with School District officials who determined the appropriate adjustments to liabilities in the Workers' Compensation Fund.

Effect: An audit adjustment in the amount of \$240,725 was required to adjust liabilities in the Workers' Compensation Fund.

Recommendation: We recommend the School District strengthen internal controls to ensure an accurate estimate for claims incurred but not reported is recorded in the financial statements.

Views of Responsible Officials and Planned Corrective Action: The workers' compensation coordinator has developed a schedule that includes all current claims incurred but not reported and will update as claims are processed and as new claims occur. This spreadsheet will be reviewed at least quarterly by the Assistant Superintendent for Human Resources and will be given to the Director of Accounting at the end of each fiscal year.

**C. FINDINGS AND QUESTIONED COSTS: MAJOR FEDERAL AWARD PROGRAMS AUDIT**

None reported.

# BIBB COUNTY SCHOOL DISTRICT

## SCHEDULE OF PRIOR YEAR FINDINGS FOR THE YEAR ENDED JUNE 30, 2008

---

### **07-1: Lack of consolidation of Title I funds with other federal grant funds**

Criteria: Per the Title I grant requirements, Title I grant funds must be consolidated with other federal funds in schoolwide Title I programs.

Condition: The School District did not consolidate Title I funds with other federal grant funds.

Status: Resolved.

### **07-2: Consultation with Private Schools, Safe Schools Healthy Students**

Criteria: The terms of the Safe Schools/Healthy Students grant specify that timely and meaningful consultation with appropriate private school officials must occur during the design and development stage of the program to provide for equitable participation of eligible private school children, teachers, and other educational personnel.

Condition: The District did not consult with private school officials to offer the opportunity for the private schools to participate in the program.

Status: Resolved

