

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended June 30, 2009

**INDEPENDENT SCHOOL DISTRICT NO. 281
ROBBINSDALE AREA SCHOOLS
NEW HOPE, MINNESOTA**

**4148 Winnetka Avenue North
New Hope, Minnesota 55427-1288**

Prepared by:

Finance Department

**Director of Finance:
Gary Hauan**



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**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
TABLE OF CONTENTS
YEAR ENDED JUNE 30, 2009**

INTRODUCTORY SECTION

LETTER OF TRANSMITTAL	1
SCHOOL BOARD AND ADMINISTRATION	8
ORGANIZATIONAL STRUCTURE	9
CERTIFICATE OF EXCELLENCE IN FINANCIAL REPORTING	10

FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT	11
REQUIRED SUPPLEMENTARY INFORMATION	
MANAGEMENT'S DISCUSSION AND ANALYSIS	13
BASIC FINANCIAL STATEMENTS	
STATEMENT OF NET ASSETS	25
STATEMENT OF ACTIVITIES	26
BALANCE SHEET – GOVERNMENTAL FUNDS	27
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS – GOVERNMENTAL FUNDS	28
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE – GOVERNMENTAL FUNDS	29
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE – GOVERNMENTAL FUNDS TO STATEMENT OF ACTIVITIES	30
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE – BUDGET AND ACTUAL – GENERAL FUND	31
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE – BUDGET AND ACTUAL – MAJOR FOOD SERVICE FUND	32
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE – BUDGET AND ACTUAL – MAJOR COMMUNITY SERVICE FUND	33
STATEMENT OF NET ASSETS – INTERNAL SERVICE FUNDS	34
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND BALANCE – INTERNAL SERVICE FUNDS	35
STATEMENT OF CASH FLOWS – INTERNAL SERVICE FUNDS	36
STATEMENT OF FIDUCIARY NET ASSETS	37
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS	37
NOTES TO BASIC FINANCIAL STATEMENTS	38
REQUIRED SUPPLEMENTARY INFORMATION	
SCHEDULE OF FUNDING PROGRESS AND EMPLOYER CONTRIBUTIONS FOR POSTEMPLOYMENT BENEFIT PLANS	68

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**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
TABLE OF CONTENTS (CONTINUED)
YEAR ENDED JUNE 30, 2009**

SUPPLEMENTAL INFORMATION

GENERAL FUND

BALANCE SHEET 69

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND
BALANCE – BUDGET AND ACTUAL 70

FOOD SERVICE SPECIAL REVENUE FUND

BALANCE SHEET 73

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND
BALANCE – BUDGET AND ACTUAL 74

COMMUNITY SERVICE SPECIAL REVENUE FUND

BALANCE SHEET 75

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND
BALANCE – BUDGET AND ACTUAL 76

CAPITAL PROJECTS FUND

BALANCE SHEET 77

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND
BALANCE – BUDGET AND ACTUAL 78

DEBT SERVICE FUND

BALANCE SHEET 79

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND
BALANCE – BUDGET AND ACTUAL 80

INTERNAL SERVICE FUNDS

COMBINING STATEMENT OF NET ASSETS 81

COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN
FUND BALANCE 82

COMBINING STATEMENT OF CASH FLOWS 83

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**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
TABLE OF CONTENTS (CONTINUED)
YEAR ENDED JUNE 30, 2009**

STATISTICAL SECTION (UNAUDITED)

NET ASSETS BY COMPONENT	84
CHANGES IN NET ASSETS	85
GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE AND LEVY TYPE	86
FUND BALANCES, GOVERNMENTAL FUNDS	87
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS	89
GENERAL GOVERNMENTAL TAX REVENUES BY SOURCE AND LEVY TYPE	91
OPERATING FUND REVENUE BY SOURCE	92
OPERATING FUND EXPENDITURES BY FUNCTION	93
TAX CAPACITIES AND MARKET VALUES	95
PRINCIPAL PROPERTY TAXPAYERS	97
PROPERTY TAX LEVIES AND COLLECTIONS	98
TAXABLE NET TAX CAPACITY AND ESTIMATED MARKET VALUE	99
PROPERTY TAX CAPACITY RATES	100
SCHOOL TAX LEVIES AND TAX RATES BY FUND	101
PROPERTY TAX LEVIES AND RECEIVABLES	102
RATIO OF OUTSTANDING DEBT BY TYPE	104
RATIO OF NET GENERAL OBLIGATION BONDED DEBT TO TAX CAPACITY, INDICATED MARKET VALUE, AND ESTIMATED MARKET VALUE AND NET GENERAL OBLIGATION BONDED DEBT PER CAPITA	105
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL BONDED DEBT TO TOTAL GENERAL EXPENDITURES	107
DIRECT AND OVERLAPPING DEBT	108
LEGAL DEBT MARGIN INFORMATION	109
DEMOGRAPHIC AND ECONOMIC STATISTICS	110
PRINCIPAL EMPLOYERS	111
FTE STAFF ALLOCATION	112
PHYSICAL PLANT CHARACTERISTICS	114
MISCELLANEOUS STATISTICAL FACTS	115
SCHEDULE OF INSURANCE COVERAGE	116
STUDENT ENROLLMENT	117
EXPENDITURES PER STUDENT	118
UNIFORM FINANCIAL ACCOUNTING AND REPORTING STANDARDS COMPLIANCE TABLE	119

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INTRODUCTORY SECTION

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ROBBINSDALE AREA SCHOOLS

4148 Winnetka Avenue N • New Hope MN 55427-1288 • 763-504-8000

December 10, 2009

To the School Board, Citizens, Employees and Students of Robbinsdale Area Schools

INTRODUCTION

The following Comprehensive Annual Financial Report (CAFR) of Independent School District No. 281, Robbinsdale Area Schools (the District) presents the financial position of the District as of June 30, 2009 and the results of its operations for the fiscal year then ended. This report is prepared in accordance with accounting principles generally accepted in the United States of America and audited in accordance with auditing standards generally accepted in the United States of America by a firm of licensed certified public accountants. State law requires the District to publish a complete set of audited financial statements within six months of the close of the District's fiscal year.

This report consists of management's representations concerning the finances of the District. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the District has established internal controls. The internal controls are designed to protect the District's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the District's financial statements in conformity with accounting principles generally accepted in the United States of America. Because the cost of internal controls should not be more than the benefits, the District's internal controls are designed to provide reasonable rather than absolute assurance that these financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

These financial statements have been audited by LarsonAllen LLP, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the District for the fiscal year ended June 30, 2009, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the District's financial statements for the fiscal year ended June 30, 2009, are fairly presented in conformity with accounting principles generally accepted in the United States of America.

FEDERAL SINGLE AUDIT AND STATE COMPLIANCE AUDIT

The independent audit of the financial statements of the District was part of a broader, federally mandated, "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited district's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. The District is also required to undergo an annual Minnesota State legal Compliance Audit under Minnesota Statutes Section 6.65. These reports are available in a separate document.

REPORT FORMAT

The CAFR is presented in three sections: introductory, financial, and statistical. The introductory section contains the table of contents, letter of transmittal, organizational chart, information on the School Board and Administration, and the Certificate of Excellence in Financial Reporting award. The financial section contains the independent auditor's report, Management's Discussion and Analysis (MD&A), basic financial statements, and the combining and individual fund statements and schedules. The statistical section contains supplemental financial and other statistical data, generally presented on a multi-year basis.

Accounting principles generally accepted in the United States of America require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of MD&A. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A of the District can be found immediately following the report of the independent auditors.

ROBBINSDALE AREA SCHOOLS PROFILE

The legal name of the District is Independent School District No. 281 and is often referred to as Robbinsdale Area Schools. The District, a Minneapolis suburban school district, serves a general population of approximately 100,852, covers an area of about 32 square miles, and enrolled 12,587 students for the 2008–2009 fiscal year. The District is Minnesota's eighth largest school district, in terms of student numbers. The District owns and operates 23 facilities in Brooklyn Center, Brooklyn Park, Crystal, Golden Valley, New Hope, Plymouth, and Robbinsdale. The District has two senior high schools, three middle schools, ten elementary schools and eight multi-purpose facilities.

The District provides a full range of public education services appropriate to grade levels ranging from pre-kindergarten through Grade 12. These include regular and enriched academic education, special education for exceptional children, and career/vocational education. Food service and transportation are provided as supporting programs. The District's community education program includes an early childhood and family education program, an adult basic education program and a myriad of classes for lifelong learning experiences for children and adults.

The District strives towards educational excellence and is proud of the achievements of its students and staff.

- Robbinsdale Cooper High School is an International Baccalaureate (IB) site, one of only 12 such sites in Minnesota. The academic curriculum of an IB site must follow an international standard and so IB diplomas are recognized worldwide.
- The District has five schools that have received the National School of Excellence Blue Ribbon designation.
- In 2009, college bound students had an ACT composite score of 22.4 which is less than the state average of 22.7.
- The District has a 95 percent graduation rate as measured by AYP.
- The District has an International Baccalaureate Middle Years Program. This program recently achieved authorization from the international organization in Geneva, citing outstanding program design. The District's program is the only Middle Years Program in Minnesota to achieve this distinction. Sandburg Middle School was one of four schools chosen worldwide to be used as a model for a Harvard University upcoming publication on best practices of interdisciplinary teaching methods among International Baccalaureate Middle Years Programs.
- Principal Christina Hester received the 2009 Human Rights Heroes Award from the Robbinsdale Human Rights Commission.
- Armstrong High School senior Joe Wheaton finished seventh in the state semifinals of the International Brain Bee competition.
- Cooper High School senior Morgan Mahowald won first place female in the high school section of the Minnesota State Chess Association tournament. She also went on to win first place 12th grade overall, the first girl to do so in the 44 year history of the championships.
- Cooper High School seniors Kevin Mehlhaff and Erin Lewis and Armstrong High School senior Austin Loeb are among 2,500 student's nationwide named winners of National Merit Scholarships for the 2008-09 academic year.
- Cooper High School and Armstrong High School were both ranked among the top 1,500 high schools by Newsweek magazine.

Mission:

To inspire and educate all learners to discover their potential and positively contribute to their community.

Vision:

Every student, staff member, parent and community member takes pride in Robbinsdale Area Schools because of it's:

Outstanding academic achievement
Nationally acclaimed programs
Positive learning environment
Extraordinary staff
Sound fiscal management
Sustained community support
Culture of innovation

Core Values:

- Respectful of one another.
- Responsible for one's actions.
- Responsive to the needs of others.
- Results that exceed expectations.

Board Priorities:

- Enrich and accelerate academic achievement.
- Provide high quality, engaging teaching that challenges every student.
- Cultivate learning environments characterized by mutual respect and personal responsibility.
- Strengthen relationships among students, staff, families and community members.
- Maximize resources and demonstrate financial accountability.

The School Board determines the mission and vision of the District and establishes goals. These goals are then monitored through workshops and frequent reports at public board meetings. The established District goals are used as guides in setting the annual superintendent goals. The School Board evaluates its performance and the performance of the superintendent annually.

The laws of the State of Minnesota give the authority to direct the District's business operations and educational functions to the District's School Board whose members are elected officials. The School Board has the authority to levy taxes, set fees, approve budgets, and staff positions along with other business and educational functions without prior approval from any other governmental unit. The School Board can issue debt generally with prior district voter approval. The Minnesota Department of Education does have some minor oversight responsibility over the District that is generally related to compliance and approval of certain laws and procedures, but not substantive in nature.

The financial reporting entity includes all the funds of the primary government (Independent School District 281). Component units are legally separate entities for which the District (primary government) is financially accountable. There are no organizations considered to be component units of the District.

BUDGETARY PROCESS

The District's budget sets forth the financial plan for the forthcoming fiscal year. It is based on the projected financial needs of the District to allocate limited resources in the best possible way to give the best educational opportunities to students. The budget process starts with the development of the plan and timeline with completion and adoption in June. The plan is disseminated to board members and administration and the preparation of the budget is implemented. The administration reviews enrollment projections and determines staffing levels needed for the forthcoming year. A preliminary financial forecast is prepared by the executive director of administrative and support services and staffing levels are determined keeping the financial projection in focus. The administration then recommends staff changes to the School Board for approval.

The budget process continues and involves staff at all levels as they inform administration of their needs and anticipated expenditures. These requests are then reviewed by the budget administrator, who determines their appropriateness, and, if appropriate, includes them in his/her budget. Each building principal is allocated an amount for supplies, materials, and equipment, based on student enrollment of that building, which he/she must allocate to those accounts under their control. When each administrator has his/her budget assembled he/she enters it in the finance system.

The director of finance prepares the salary and benefits budget and updates this data to the master budget. The finance department staff prepares estimates of other areas for inclusion in the master budget. Staff in the finance department review the data entered by each budget administrator and makes any necessary corrections. Preliminary budgets are compiled and presented to the School Board on a staggered schedule. The School Board considers these preliminary budgets, makes recommendations and changes, and adopts the final budget in June as required by state law.

The budget is then implemented and administered. Each administrator is responsible for approving purchase requisitions from their buildings or areas of responsibility. They must remain within the budget constraints and monitor their budgets from periodic reports that they receive from the finance department. They also have the ability to review their budgets online through their computer terminal.

The assistant superintendent of administrative and support services has responsibility for the financial integrity of the District. The availability of funds, the proper code classification, the maintenance of the coding structure and compliance with legal purchasing directives are all monitored by the finance and purchasing departments continuously. All bids and contracts must be authorized and approved by the School Board. The revenue and expenditure budgets are monitored and changed as conditions change. All revisions to the budget are approved by the School Board.

ECONOMIC FACTORS

The District is located in Hennepin County, which is one of seven counties that make up the Twin Cities Metropolitan Area. This seven-county area is the most populated area of Minnesota with service division jobs constituting the greatest growth of the area's employment. This growth is strongest in the professional, paraprofessional, and technical categories. The demand for workers is growing faster than supply with the greatest growth in the suburbs. The labor force in Hennepin County is projected to grow by 6 percent between 2000 and 2010. The number of jobs is expected to grow 9 percent during the same period. Within the metropolitan area, health services, business services, and retail trade are the most significant industries.

Unemployment in Hennepin County in 2008 increased to 4.6 percent from 4 percent in 2007.

Taxable market value in the District declined 2.3 percent for the year from \$9,442,319,235 to \$9,222,353,100.

The State of Minnesota guarantees each school district a base amount of funding per pupil unit through the General Education Funding Program. For fiscal year 2002, the Legislature enacted a major change in the program in that the levy component was removed and replaced with state aid. This places a huge reliance on the state to adequately fund the District's educational program and creates a direct relationship to the state's economic outlook. During the 2007 legislative session, the state increased the formula allowance per pupil unit to \$5,124 for fiscal year 2009 from \$5,074. At the end of the 2008 legislative session the legislature passed a onetime revenue increase of 1% and also gave districts authority to transfer \$51 per pupil of revenue from the operating capital account to general operations. Due to declining enrollment and increased costs the District has been deficit spending. These deficits were \$4.7 million in fiscal year 2006, \$7.7 million in fiscal year 2007 and \$2.3 million in fiscal year 2008. These shortfalls reduced the fund balance, a situation which was not sustainable. In order to address this situation, the District cut the budget by \$4.5 million for fiscal year 2008 and further cut the budget by \$6 million for fiscal year 2009. For fiscal year 2009 the District ended the year in a surplus spending situation.

The District has always been dependent on the state for its revenue authority. However, in the past the general education revenue, which funds the majority of the District's operations, was composed of aid and levy components. The amount of levy was determined by a state determined tax rate. This rate was adjusted up or down depending on the state's financial picture. By so doing, the state could shift revenue responsibility to local taxpayers in times of need or relieve local taxpayers in times of plenty. This is no longer the case as all general education revenue is state aid. Because of this, the District is extremely concerned about the state's financial picture.

Minnesota school districts also have the ability to raise additional revenue through voter approved excess levy referendums. The additional funding is capped at 26 percent of the general education formula allowance, an increase from 18.2 percent that was enacted by 2005 legislative action. The referendum formula determines the amount of the referendum that is state aid as compared to local levy, a process called equalization. For fiscal 2008 the District has voter approved authority for about \$848 per pupil unit of excess levy authority, which raises a total of approximately \$12.7 million. All of this revenue is provided from property taxes. The District asked voters for additional referendum authority in November of 2007. This authority was denied. This authority was approved in November of 2008 which gives the district \$9.4 million of additional revenue for fiscal year 2010. Some of the \$10.5 million budget reductions stated above will be restored.

CONFORMANCE WITH STATE ACCOUNTING REGULATIONS

The State of Minnesota established the Uniform Financial Accounting and Reporting (UFARS) system in 1976. These financial statements follow the guidelines established by UFARS.

CASH MANAGEMENT

The policy of the District is to invest idle funds. Cash is invested in certificates of deposit, commercial paper, and repurchase agreements as well as interest bearing checking accounts. Interest earned for the year, not including interest earned on bond refunding which is not available for District operations, amounted to \$584,000 as compared to \$1.7 million for the previous year. Interest rates decreased from an average of 3.51 percent for fiscal 2008 to an average rate of .80 percent for fiscal 2009. The amount of funds available for investment increased from \$34 million on July 1, 2008 to \$59 million on June 30, 2009. This amount includes proceeds of \$19 million from the sale of Other Post Employment Benefits bonds that were sold during the year. Short-term borrowing, which is sometimes needed by the District, was not needed for fiscal year 2009.

RISK MANAGEMENT

An insurance agency is used by the District to assist in the evaluation of its insurance coverage. A summary of this coverage is included in the Statistical Section of this report.


AWARDS AND ACKNOWLEDGEMENTS

The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to the District for its CAFR for the fiscal year ended June 30, 2008. This was the eighth consecutive year that the District received this prestigious award. In order to be awarded a Certificate of Excellence, the District published an easily readable and efficiently organized CAFR. This report satisfied both accounting principles generally accepted in the United States of America and applicable legal requirements. A Certificate of Excellence is valid for a period of one year only. We believe that our current CAFR continues to meet the Certificate of Excellence Program's requirements and we are submitting it to the ASBO to determine its eligibility for another certificate. The District also received its third Meritorious Budget Award from ASBO for its 2008–2009 budget. The District is the first Minnesota school district to receive this prestigious award.

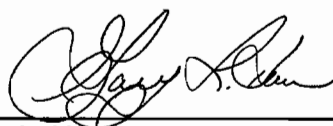
This report could not have been completed without the dedicated services of the District's Business Services Team. We would like to express our sincere thanks to all members of the District who assisted and contributed to the preparation of this report.

Our appreciation is also given to the School Board for their continued support in leading the District in sound and responsible financial management as well as academic excellence.

Respectfully submitted,



Stan Mack II
Superintendent



Gary L. Hauan
Director of Finance

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
SCHOOL BOARD AND ADMINISTRATION
JUNE 30, 2009**

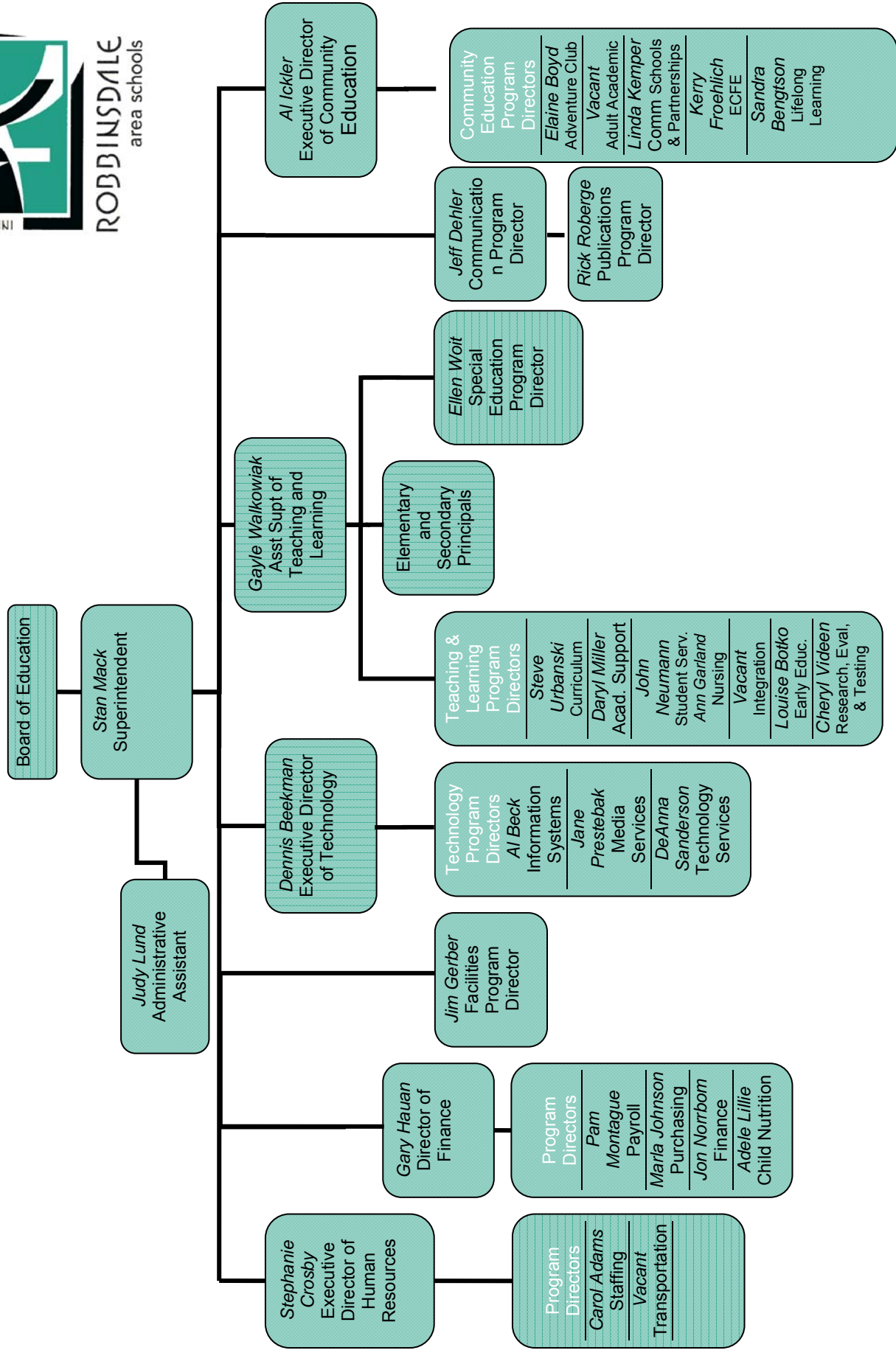
SCHOOL BOARD

<u>NAME</u>	<u>TERM ON BOARD EXPIRES</u>	<u>BOARD POSITION</u>
Tom Walsh	December 2009	Chairperson
Linda Johnson	December 2009	Vice Chairperson
Sherry Tyrrell	December 2011	Treasurer
Helen Bassett	December 2011	Clerk
Patsy Green	December 2009	Director
Barb Van Heel	December 2011	Director
Jonas Beugen	December 2009	Director

ADMINISTRATION

Stan F. Mack II	Superintendent
Gayle Walkowiak, Ph.D.	Assistant Superintendent of Teaching and Learning
Dennis Beekman	Executive Director of Technology
Al Ickler	Executive Director of Community Education
Stephanie Crosby	Executive Director of Human Resources
Gary Hauan	Director of Finance
Jeff Dehler	Program Director of Public Relations

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
ORGANIZATIONAL STRUCTURE
JUNE 30, 2009**



ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
CERTIFICATE OF EXCELLENCE IN FINANCIAL REPORTING
JUNE 30, 2009

ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL



This Certificate of Excellence in Financial Reporting is presented to

**ROBBINSDALE AREA SCHOOLS, INDEPENDENT SCHOOL
DISTRICT # 281**

**For its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2008**

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

Angel Peteman

President

John D. Russo

Executive Director

FINANCIAL SECTION

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INDEPENDENT AUDITORS' REPORT

School Board
Independent School District No. 281
Robbinsdale Area Schools
New Hope, Minnesota

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Independent School District No. 281, Robbinsdale, Minnesota as of and for the year ended June 30, 2009, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above, present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Independent School District No. 281 as of June 30, 2009 and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund and the Major Special Revenue Funds for the year then ended in conformity with U.S. generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 7, 2009, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, 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.

School Board
Independent School District No. 281
Robbinsdale Area Schools

The management's discussion and analysis and the Schedules of Funding Progress for Other Postemployment Benefits and Pension Benefits and the Schedule of Employer Contributions, as listed in the table of contents, are not required parts of the basic financial statements but are 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 District's basic financial statements. The individual fund schedules listed in the table of contents as supplemental information are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying Uniform Financial Accounting and Reporting Standards Compliance Table (Unaudited) is presented as supplemental information and is also not a required part of the basic financial statements of the District. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on it.

The introductory and statistical sections listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. These sections 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.


LarsonAllen LLP

Minneapolis, Minnesota
December 7, 2009

REQUIRED SUPPLEMENTARY INFORMATION

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
MANAGEMENT'S DISCUSSION AND ANALYSIS**

Independent School District 281's annual financial report presents our discussion and analysis of the District's financial performance during the fiscal year that ended on June 30, 2009. Please read it in conjunction with the transmittal letter at the front of this report and the District's financial statements, which immediately follows this section. Certain comparative information between the current year (2008-2009) and the prior year (2007-2008) is required to be presented in the MD&A.

FINANCIAL HIGHLIGHTS

Key financial highlights for the 2008-2009 fiscal year include the following:

- Overall revenues and expenses in the government-wide financial statements were \$174.4 million and \$163.2 million, respectively.
- Government-wide net assets increased \$11.1 million from the prior year.
- Total net assets at June 30, 2009 were \$102.1 million.
- The General Fund had an increase in fund balance of \$6.5 million.

OVERVIEW OF THE FINANCIAL STATEMENTS

The financial section of the annual report consists of four parts – Independent Auditors' Report, required supplementary information which includes the management's discussion and analysis (this section), the basic financial statements, and supplemental information. The basic financial statements include two kinds of statements that present different views of the District:

- The first two statements are *government-wide financial statements* that provide both *short-term* and *long-term* information about the District's *overall* financial status.
- The remaining statements are *fund financial statements* that focus on *individual parts* of the District, reporting the District's operations in *more detail* than the government-wide statements.

The financial statements also include *notes* that explain some of the information in the statements and provide more detailed data.

Government-Wide Statements

The government-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net assets includes *all* of the District's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
MANAGEMENT'S DISCUSSION AND ANALYSIS**

The two government-wide statements report the District's *net assets* and how they have changed. Net assets – the difference between the District's assets and liabilities – is one way to measure the District's financial health or *position*.

- Over time, increases or decreases in the District's net assets are an indicator of whether its financial position is improving or deteriorating, respectively.
- To assess the overall health of the District you need to consider additional non-financial factors such as changes in the District's property tax base and the condition of school buildings and other facilities.

In the government-wide financial statements the District's activities are shown in one category:

- *Governmental Activities* – Most of the District's basic services are included here, such as regular and special education, transportation, administration, food services, and community education. Property taxes and state aids finance most of these activities.

Fund Financial Statements

The fund financial statements provide more detailed information about the District's *funds* – focusing on its most significant or “major” funds – not the District as a whole. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs:

- Some funds are required by State law and by bond covenants.
- The District may establish other funds to control and manage money for particular purposes (e.g., repaying its long-term debts) or to show that it is properly using certain revenues (e.g., federal grants).

The District has three kinds of funds:

- *Governmental Funds* – Most of the District's basic services are included in governmental funds, which generally focus on (1) how *cash and other financial assets* that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed *short-term* view that helps to determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information at the bottom of the governmental funds statements to explain the relationship (or differences) between them.
- *Proprietary Funds – Internal Service Funds* – The District maintains one type of proprietary fund. The Internal Service Fund is used as an accounting device to accumulate and allocate costs internally among the District's various functions. The District uses the Internal Service Fund to account for its employee dental and medical self insurance plan activities. These services have been included within governmental activities in the government-wide statements. Proprietary fund statements provide the same type of information as the government-wide statements, only in more detail.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
MANAGEMENT'S DISCUSSION AND ANALYSIS**

- *Fiduciary Funds* – The District is the trustee, or *fiduciary*, for assets that belong to others, such as the scholarship funds, the flexible benefit plan, and other postemployment benefits. The District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. All of the District's fiduciary activities are reported in a separate statement of fiduciary net assets and a statement of changes in fiduciary net assets. We exclude these activities from the government-wide financial and governmental fund statements because the District cannot use these assets to finance its operations.

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

Net Assets

The District's *combined* net assets were \$102 million on June 30, 2009. This was a change of 12.26% from the prior year (see Table A-1).

**Table A-1
The District's Net Assets**

	Governmental Activities as of June 30,		Percentage Change
	2009	2008	
Current and Other Assets	\$ 105,930,910	\$ 158,536,120	(33.18)%
Capital and Non-Current Assets	264,390,516	242,358,720	9.09
Total Assets	<u>370,321,426</u>	<u>400,894,840</u>	(7.63)
Current Liabilities	75,455,081	62,583,582	20.57
Long-Term Liabilities	192,790,082	247,380,651	(22.07)
Total Liabilities	<u>268,245,163</u>	<u>309,964,233</u>	(13.46)
Net Assets:			
Invested in Capital Assets			
Net of Related Debt	88,847,464	83,337,459	6.61
Restricted	4,291,767	7,250,169	(40.80)
Unrestricted	8,937,032	342,979	2505.71
Total Net Assets	<u>\$ 102,076,263</u>	<u>\$ 90,930,607</u>	12.26

The District received more revenue from property taxes due to increased levies for capital items. There was a decrease in state aid for Special Education which was largely determined by state formula (see Table A-5).

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
MANAGEMENT'S DISCUSSION AND ANALYSIS**

Changes in Net Assets

In Table A-2, Change in Net Assets, operations are reported on a governmental-wide basis with no reference to funds.

**Table A-2
Change in Net Assets**

	Governmental Activities for the Fiscal Year Ended June 30,		Total % Change
	2009	2008	
Revenues			
<u>Program Revenues</u>			
Charges for Services	\$ 10,081,158	\$ 9,896,232	1.87 %
Operating Grants and Contributions	25,307,867	27,647,715	(8.46)
Capital Grants and Contributions	3,160,964	946,211	234.07
<u>General Revenues</u>			
Property Taxes	43,182,319	43,909,608	(1.66)
Unrestricted State Aid	84,335,696	89,443,603	(5.71)
Investment Earnings	2,861,886	5,097,327	(43.86)
Other	5,425,585	2,580,623	110.24
Total Revenues	<u>174,355,475</u>	<u>179,521,319</u>	(2.88)
Expenses			
Administration	3,818,527	5,100,762	(25.14)
District Support Services	4,849,295	4,306,864	12.59
Regular Instruction	58,102,087	67,801,359	(14.31)
Vocational Education Instruction	3,653,486	3,404,780	7.30
Special Education Instruction	21,793,129	24,994,624	(12.81)
Instructional Support Services	5,480,770	7,817,597	(29.89)
Pupil Support Services	14,836,979	15,052,521	(1.43)
Sites and Buildings	25,418,110	16,616,469	52.97
Fiscal and Other Fixed Cost Programs	460,215	506,724	(9.18)
Food Service	5,778,326	6,201,918	(6.83)
Community Service	8,128,907	7,508,292	8.27
Interest and Fiscal Charges on Long-Term Liabilities	10,889,988	11,285,863	(3.51)
Total Expenses	<u>163,209,819</u>	<u>170,597,773</u>	(4.33)
Increase in Net Assets	11,145,656	8,923,546	
Beginning Net Assets	90,930,607	82,007,061	
Ending Net Assets	<u>\$ 102,076,263</u>	<u>\$ 90,930,607</u>	

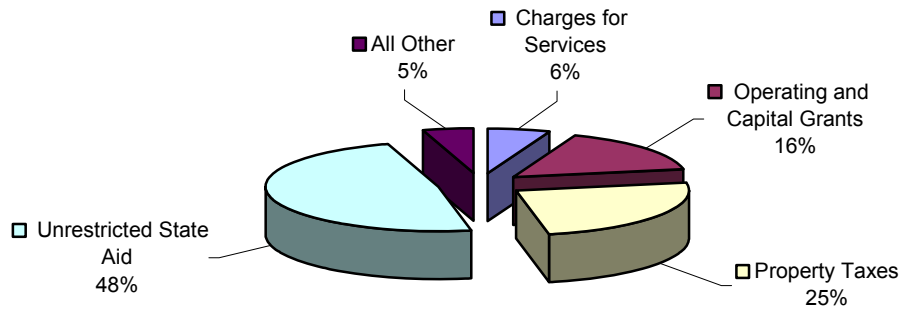
Total revenues were \$174.4 million while total expenses were \$163.2 million, increasing net assets by \$11.1 million.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
MANAGEMENT'S DISCUSSION AND ANALYSIS**

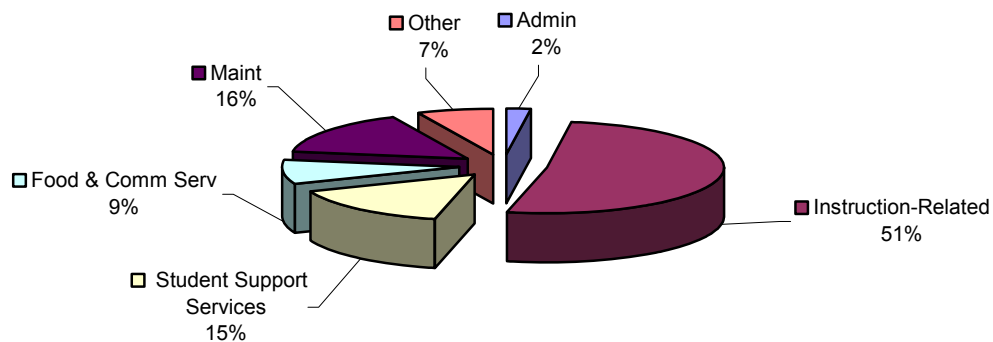
The cost of all *governmental* activities this year was \$163.2 million.

- Some of the cost was paid by the users of the District's programs (Table A-2, Charges for Services, \$10.1 million). The majority of this category, \$6.3 million, comes from food service meal sales and community education class tuition.
- The federal and state governments subsidized certain programs with grants and contributions (Table A-2, Operating and Capital Grants and Contributions, \$15.9 million).
- Most of the District's costs, \$145.3 million, were paid for with local property taxes, unrestricted state aid, investment earnings, and other general revenues.
- Governmental activities were paid for with \$43.2 million in property taxes, \$93.8 million of state aid, and with investment earnings and other general revenues.

**Figure A-1
Sources of District's Revenues for Fiscal 2009**



**Figure A-2
District Expenses for Fiscal 2009**



**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
MANAGEMENT'S DISCUSSION AND ANALYSIS**

All governmental activities include not only funds received for the general operation of the district but also include resources from the entrepreneurial-type funds of Food Service and Community Education. Funding for the general operation of the District is controlled by the state and the District does not have the latitude to allocate money received in Food Service or Community Education or for fiscal services to enhance general operation resources. The District cannot take funds from these restricted areas and use the funds to enhance instruction-related programs.

**Table A-3
Program Expenses and Net Cost of Services**

	Total Cost of Services		Percentage Change	Net Cost of Services		Percentage Change
	2009	2008		2009	2008	
Administration	\$ 3,818,527	\$ 5,100,762	(25.14)%	\$ 3,818,527	\$ 5,100,762	(25.14)%
District Support Services	4,849,295	4,306,864	12.59	4,846,016	4,295,325	12.82
Regular Instruction	58,102,087	67,801,359	(14.31)	52,985,887	63,077,501	(16.00)
Vocational Education Instruction	3,653,486	3,404,780	7.30	3,253,712	3,100,946	4.93
Special Education Instruction	21,793,129	24,994,624	(12.81)	9,718,768	7,920,381	22.71
Instructional Support Services	5,480,770	7,817,597	(29.89)	5,351,182	7,747,484	(30.93)
Pupil Support Services	14,836,979	15,052,521	(1.43)	12,291,955	12,892,574	(4.66)
Sites and Buildings	25,418,110	16,616,469	52.97	18,856,518	14,059,846	34.12
Fiscal and Other Fixed Cost Programs	460,215	506,724	(9.18)	460,215	506,724	(9.18)
Food Service	5,778,326	6,201,918	(6.83)	(184,386)	129,377	(242.52)
Community Service	8,128,907	7,508,292	8.27	2,371,448	1,990,832	19.12
Interest and Fiscal Charges on Long-Term Liabilities	10,889,988	11,285,863	(3.51)	10,889,988	11,285,863	(3.51)
Total	\$ 163,209,819	\$ 170,597,773	(4.33)	\$ 124,659,830	\$ 132,107,615	(5.64)

Total cost of services was \$163.2 million, a decrease of \$7.4 million but after applying program specific revenue, the net cost was \$134.1 million or an increase of \$2.0 million from the prior year.

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

The financial performance of the District as a whole is reflected in its governmental funds as well. As the District completed the year, its governmental funds reported a *combined* fund balance of \$38.0 million.

Revenues for the District's governmental funds were \$172.2 million while total expenditures were \$196.1 million. Based on these results, fund balance decreased \$24.0 million. Other financing sources (uses) caused a decrease in fund balance of \$33.7 million (largely due to bond refunding payments made from escrow as planned). The result is a total decrease in fund balance of \$57.7 million.

GENERAL FUND

The General Fund includes the primary operations of the District in providing educational services to students from kindergarten through grade 12 including pupil transportation activities and capital outlay projects.

Approximately 95.3% of General Fund operational revenue is controlled by a complex set of state funding formulas resulting in the local school board having no meaningful authority to determine the level of resources. This includes special education state aid that is based upon a cost reimbursement model providing approximately 52% of salaries/wages. Other state formulas then determine what portion of the revenue will be provided by property taxes and what portion will come from state aid.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
MANAGEMENT'S DISCUSSION AND ANALYSIS**

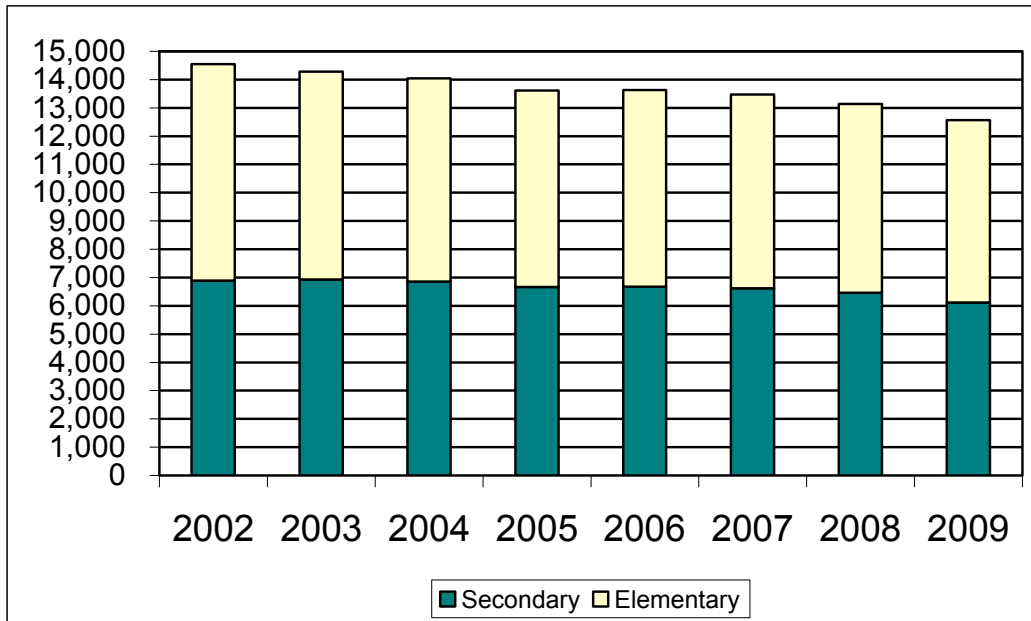
ENROLLMENT

Enrollment is a critical factor in determining revenue with approximately 70% of General Fund revenue being determined by enrollment. The following chart shows that the number of students decreased by 571 from 2008.

**Table A-4
Student Enrollment (Average Daily Membership)**

	2002	2003	2004	2005	2006	2007	2008	2009
Pre-K and HCP-K	90.25	88.19	110.28	116.24	109.00	135.20	148.34	123.22
Reg K	1,080.09	1,028.56	1,020.12	846.19	840.24	877.71	823.48	809.78
Elementary	6,478.74	6,230.06	6,057.45	5,984.74	6,003.49	5,836.11	5,705.87	5,523.05
Secondary	6,895.04	6,931.93	6,854.68	6,660.91	6,678.18	6,624.96	6,462.06	6,113.00
Total Students for Aid	14,544.12	14,278.74	14,042.53	13,608.08	13,630.91	13,473.98	13,139.75	12,569.05
Percent Change	0.21%	-1.82%	-1.65%	-3.09%	0.17%	-1.15%	-2.48%	-4.34%

**Figure A-3
Student Enrollment (Average Daily Membership)**



Over the past several years, the District has experienced a decline in average daily membership after peaking at 14,544 students in 2001-02. The District's pre-school population provides approximately 810 kindergarten students per year as compared to approximately 1,082 students graduating annually.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
MANAGEMENT'S DISCUSSION AND ANALYSIS**

The following schedule presents a summary of General Fund Revenues.

**Table A-5
General Fund Revenues**

Fund	Year Ended		Change	
	June 30, 2009	June 30, 2008	Increase (Decrease)	Percent
Local Sources:				
Property Taxes	\$ 21,737,121	\$ 19,387,506	\$ 2,349,615	12.1 %
Earnings on Investments	151,698	392,024	(240,326)	(61.3)
Other	6,029,570	6,180,962	(151,392)	(2.4)
State Sources	100,095,474	105,244,940	(5,149,466)	(4.9)
Federal Sources	5,826,420	5,489,892	336,528	6.1
Total General Fund Revenue	<u>\$ 133,840,283</u>	<u>\$ 136,695,324</u>	<u>\$ (2,855,041)</u>	(2.1)

General Fund revenue decreased \$2.9 million or 2.1% from the previous year.

Property Taxes increased \$2.3 million. A total of \$2.1 million of the increase was due to capital-related levies such as Health & Safety, Lease Levy and the Capital Projects Levy (for technology).

State Sources decreased \$5.1 million, with \$5.0 million related to a decrease in Special Education funding.

Federal Revenue is recorded in the year in which the related expenditure is made. Federal Sources increased by \$336,528.

General Fund Revenue is received in two major categories. In summary, the two categories are:

1. State Education Finance Appropriations
 - A. General Education Aid – The largest share of the education finance appropriation, general education aid, is intended to provide the basic financial support for the education program and is enrollment driven.
 - B. Categorical Aids – Categorical revenue formulas are used to meet costs of that program (i.e. special education) or promote certain types of programs (i.e., career and technical aid, adult basic education aid).

2. Property Tax Levies

The largest share of the levy is from voter-approved levies: the operating referendum which is also enrollment driven.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
MANAGEMENT'S DISCUSSION AND ANALYSIS**

The following schedule presents a summary of General Fund Expenditures.

**Table A-6
General Fund Expenditures**

	Year Ended		Amount of Increase (Decrease)	Percent Increase (Decrease)
	June 30, 2009	June 30, 2008		
Salaries	\$ 77,874,709	\$ 79,936,235	\$ (2,061,526)	(2.6)%
Employee Benefits	37,799,996	23,542,232	14,257,764	60.6
Purchased Services	20,897,729	25,481,822	(4,584,093)	(18.0)
Supplies and Materials	4,416,269	5,062,253	(645,984)	(12.8)
Capital Expenditures	3,720,524	4,682,715	(962,191)	(20.5)
Other Expenditures	1,600,960	1,217,633	383,327	31.5
Total Expenditures	<u>\$ 146,310,187</u>	<u>\$ 139,922,890</u>	<u>\$ 6,387,297</u>	4.6

Total General Fund expenditures increased \$6.4 million or 4.6% from the previous year.

In fiscal 2008, Salaries decreased due to budget reductions. Accounting entries needed to record the District sale of Other Post Employment Benefits (OPEB) Bonds is the reason for the increase in Employee Benefit costs from 2007-2008. Non-OPEB related Employee Benefits actually decreased \$1.6 million.

Purchased Services and Supplies and Materials consist of expenditures for fees for service, postage, utilities, diesel and gasoline, property insurance, maintenance repairs, leases, travel, telephone, tuition, instructional supplies and textbooks. These categories decreased to meet budget reduction targets.

General Fund Budgetary Highlights

While the District anticipated that the net change in fund balance would be \$1.7 million, total fund balance improved by \$6.5 million resulting in a fund balance of \$11.6 million at June 30, 2009.

Actual revenues were \$1.3 million more than budgeted primarily from property taxes, gifts and lease revenue. There was less than expected revenue in grants, Federal Aid and class fees. The actual expenditures were \$7.8 million less than budgeted. There was decreased spending in salaries, benefits, purchased services, supplies/utilities and capital expenditures due to expenditure reductions.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
MANAGEMENT'S DISCUSSION AND ANALYSIS**

DEBT SERVICE FUNDS

The Debt Service Fund had a deficiency of revenues under expenditures of \$1.8 million. In addition, there was a planned bond payment from funds held in escrow in the amount of \$72 million. The unreserved fund balance of \$3.6 million is available for meeting future debt service obligations.

OTHER MAJOR FUNDS

Revenues and other financing sources exceeded expenditures in the Food Service Fund by \$321,994 resulting in a fund balance of \$1.3 million at June 30, 2009. Expenditures exceeded revenues and other financing sources by \$177,610 in the Community Education Fund resulting in an ending fund balance of \$1.5 million. The revenues and other financing sources exceeded expenditures by \$2.7 million in the Capital Projects Fund resulting in an ending fund balance of \$4.2 million.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

By the end of 2009, the District had invested nearly \$322 million in a broad range of capital assets, including school buildings, athletic facilities, computer and audio-visual equipment, and administrative offices (see Table A-7). (More detailed information about capital assets can be found in Note 4 to the financial statements.) Total depreciation expense for the year was \$10.7 million.

**Table A-7
The District's Capital Assets**

	2009	2008	Percentage Change
Land	\$ 1,409,677	\$ 1,451,207	(2.9)%
Construction in Progress	29,072,432	24,524,436	18.5
Land Improvements	5,370,066	5,358,774	0.2
Buildings and Improvements	262,924,822	255,200,532	3.0
Equipment	23,206,775	23,556,760	(1.5)
Less: Accumulated Depreciation	(76,596,431)	(67,732,989)	13.1
Total	<u>\$ 245,387,341</u>	<u>\$ 242,358,720</u>	1.2

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
MANAGEMENT'S DISCUSSION AND ANALYSIS**

Long-Term Liabilities

At year-end, the District had \$197.3 million in general obligation bonds and capital leases payable outstanding as shown in Note 5 to the financial statements. The District also had an estimated \$6.5 million in pension, post employment severance and compensated absences payable at June 30, 2009, an increase of \$1.0 million since June 30, 2008.

**Table A-8
The District's Long-Term Liabilities**

	2009	2008	Percentage Change
General Obligation Bonds	\$ 195,245,000	\$ 239,270,000	(18.40)%
Net Bond Premium and Discount	249,608	(1,432,317)	(117.43)
Obligations Under Capital Leases	2,078,305	2,727,516	(23.80)
Net Pension Obligation	487,087	138,344	252.08
Severance Benefits Payable	4,678,561	3,963,836	18.03
Compensated Absences Payable	1,381,057	1,419,299	(2.69)
Total	<u>\$ 204,119,618</u>	<u>\$ 246,086,678</u>	(17.05)
Long-Term Liabilities:			
Due within One Year	\$ 10,842,449	\$ 76,360,826	
Due in More than One Year	193,277,169	169,725,852	
	<u>\$ 204,119,618</u>	<u>\$ 246,086,678</u>	

FACTORS BEARING ON THE DISTRICT'S FUTURE

With the exception of the voter-approved operating referendum, the District is dependent on the State of Minnesota for most of its revenue authority. Recent experience demonstrates that legislated revenue increases have not been sufficient to meet instructional program needs and increased costs due to inflation.

The basic revenue formula allowance was increased to \$5,124 in fiscal 2009 from \$5,074. In November 4, 2008, District voters approved an increase in the operating referendum to \$1,480.

The District will strive to maintain its long-standing commitment to academic excellence and educational opportunity for students within a framework of financial fiduciary responsibility.

Bond Ratings

The District's bonds presently carry a Standard and Poors Long Term Rating of "AAA/Stable" and a School Issuer Credit Rating of "A+/Stable".

Limitations on Debt

The state limits the amount of general obligation debt the District can issue to 15% of the assessed value of all taxable property within the District's corporate limits. Our outstanding debt is significantly below this limit – which is currently \$1.4 billion.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
MANAGEMENT'S DISCUSSION AND ANALYSIS**

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, please contact the Finance Department, Independent School District 281, 4148 Winnetka Avenue North, New Hope, Minnesota 55427.

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BASIC FINANCIAL STATEMENTS

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
STATEMENT OF NET ASSETS
JUNE 30, 2009**

ASSETS

Cash and Investments	\$ 43,129,452
Cash and Investments Held by Trustee	15,254,043
Receivables:	
Property Taxes	28,416,282
Other Governments	14,420,356
Other	878,552
Prepaid Items	2,551,503
Inventories	402,255
Bond Issuance Costs, Net	878,467
Prefunded OPEB Obligation	19,003,175
Capital Assets:	
Land and Construction in Progress	30,482,109
Other Capital Assets, Net of Depreciation	<u>214,905,232</u>
Total Assets	<u>370,321,426</u>

LIABILITIES

Salaries and Compensated Absences Payable	1,594,840
Accounts and Contracts Payable	4,876,289
Accrued Interest	3,234,801
Due to Other Governmental Units	2,578,195
Net Pension Benefits	487,087
Unearned Revenue:	
Property Taxes	49,785,713
Local Sources	2,055,707
Long-Term Liabilities:	
Portion Due Within One Year	10,842,449
Portion Due in More Than One Year	<u>192,790,082</u>
Total Liabilities	<u>268,245,163</u>

NET ASSETS

Invested in Capital Assets, Net of Related Debt	88,847,464
Restricted for:	
General Fund State-Mandated Reserves	1,170,160
Food Service	1,286,039
Community Service	1,459,757
Debt Service	375,811
Unrestricted	<u>8,937,032</u>
Total Net Assets	<u>\$ 102,076,263</u>

See accompanying Notes to the Basic Financial Statements.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2009**

Functions	Expenses	Program Revenues			Net (Expense)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Assets
					Total Governmental Activities
Governmental Activities					
Administration	\$ 3,818,527	\$ -	\$ -	\$ -	\$ (3,818,527)
District Support Services	4,849,295	3,279	-	-	(4,846,016)
Regular Instruction	58,102,087	1,355,642	3,760,558	-	(52,985,887)
Vocational Education Instruction	3,653,486	661	399,113	-	(3,253,712)
Special Education Instruction	21,793,129	3,577	12,070,784	-	(9,718,768)
Instructional Support Services	5,480,770	24,911	104,677	-	(5,351,182)
Pupil Support Services	14,836,979	53,569	2,491,455	-	(12,291,955)
Sites and Buildings	25,418,110	2,299,097	1,101,531	3,160,964	(18,856,518)
Fiscal and Other Fixed Cost Programs	460,215	-	-	-	(460,215)
Food Service	5,778,326	2,908,809	3,053,903	-	184,386
Community Service	8,128,907	3,431,613	2,325,846	-	(2,371,448)
Interest and Fiscal Charges on Long-Term Liabilities	10,889,988	-	-	-	(10,889,988)
Total School District	\$ 163,209,819	\$ 10,081,158	\$ 25,307,867	\$ 3,160,964	(124,659,830)
General Revenues					
Property Taxes Levied for:					
					25,682,507
					1,644,391
					15,855,421
					84,335,696
					2,861,886
					2,456,890
					2,968,695
					135,805,486
					Change in Net Assets 11,145,656
					Net Assets - Beginning 90,930,607
					Net Assets - Ending \$ 102,076,263

See accompanying Notes to the Basic Financial Statements.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2009**

	Major Funds					Total
	General	Food Service	Community Service	Capital Projects	Debt Service	Governmental Funds 2009
ASSETS						
Cash and Investments	\$ 15,673,720	\$ 1,274,509	\$ 2,326,803	\$ 5,416,499	\$ 11,268,547	\$ 35,960,078
Cash and Investments Held by Trustee	-	-	-	-	15,254,043	15,254,043
Receivables:						
Current Property Taxes	18,126,440	-	854,047	-	8,363,111	27,343,598
Delinquent Property Taxes	694,400	-	36,850	-	341,434	1,072,684
Due from Other Minnesota School Districts	807,069	24,328	-	-	-	831,397
Due from Minnesota Department of Education	9,778,398	3,892	253,553	90,000	54,599	10,180,442
Due from Federal through Minnesota Department of Education	2,816,509	55,730	60,732	-	-	2,932,971
Due from Federal Government Received Directly	7,512	-	-	-	-	7,512
Due from Other Governmental Units	402,341	722	15,971	49,000	-	468,034
Other Receivables	161,059	5,847	36,005	6,280	668,649	877,840
Prepaid Items	2,523,531	11,205	16,767	-	-	2,551,503
Inventory	350,171	52,084	-	-	-	402,255
Total Assets	\$ 51,341,150	\$ 1,428,317	\$ 3,600,728	\$ 5,561,779	\$ 35,950,383	\$ 97,882,357
LIABILITIES AND FUND BALANCE						
Liabilities:						
Salaries and Compensated Absences Payable	\$ 1,011,777	\$ 17,717	\$ 190,593	\$ -	\$ -	\$ 1,220,087
Payroll Deductions and Employer Contributions Payable	313,420	16,386	43,975	972	-	374,753
Accounts and Contracts Payable	2,395,313	25,519	69,953	1,393,930	-	3,884,715
Due to Other Governmental Units	2,571,849	-	6,346	-	-	2,578,195
Deferred Revenue:						
Property Taxes Levied for Subsequent Year	32,226,759	-	1,626,979	-	15,931,975	49,785,713
Delinquent Property Taxes	512,446	-	27,708	-	254,146	794,300
Local Sources	711,497	82,656	175,417	-	230,958	1,200,528
Total Liabilities	39,743,061	142,278	2,140,971	1,394,902	16,417,079	59,838,291
Fund Balance:						
Reserved for:						
Staff Development	168,572	-	-	-	-	168,572
Alternative Facility Program	-	-	-	4,166,877	-	4,166,877
Severance Benefits	526,485	5,595	36,736	-	-	568,816
Health and Safety	1,001,588	-	-	-	-	1,001,588
Operating Capital	5,519,473	-	-	-	-	5,519,473
Prepaid Items	2,523,531	11,205	-	-	-	2,534,736
Community Education Programs	-	-	1,055,412	-	-	1,055,412
Early Childhood and Family Education Programs	-	-	210,140	-	-	210,140
School Readiness	-	-	39,131	-	-	39,131
Adult Basic Education	-	-	118,338	-	-	118,338
Bond Refundings	-	-	-	-	15,922,692	15,922,692
Unreserved:						
Undesignated, Reported In:						
General Fund	1,858,440	-	-	-	-	1,858,440
Debt Service Fund	-	-	-	-	3,610,612	3,610,612
Special Revenue Funds	-	1,269,239	-	-	-	1,269,239
Total Fund Balance	11,598,089	1,286,039	1,459,757	4,166,877	19,533,304	38,044,066
Total Liabilities and Fund Balance	\$ 51,341,150	\$ 1,428,317	\$ 3,600,728	\$ 5,561,779	\$ 35,950,383	\$ 97,882,357

See accompanying Notes to the Basic Financial Statements.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
RECONCILIATION OF THE BALANCE SHEET
TO THE STATEMENT OF NET ASSETS
GOVERNMENTAL FUNDS
JUNE 30, 2009**

Total Fund Balance for Governmental Funds **\$ 38,044,066**

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

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

Land	1,409,677
Construction in Progress	29,072,432
Land Improvements, Net of Accumulated Depreciation	1,239,307
Buildings and Improvements, Net of Accumulated Depreciation	207,203,499
Equipment, Net of Accumulated Depreciation	6,462,426

Some of the District's property taxes will be collected after year-end, but are not available soon enough to pay for the current period's expenditures and, therefore, are reported as deferred revenue in the funds. 794,300

Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. (3,234,801)

Bond issuance costs are reported as expenditures in the governmental funds. 878,467

Contribution of the District's OPEB bond proceeds to its irrevocable OPEB trust are recognized as expenditures at the fund level, while the assets of the trust, minus the OPEB liability recognized to date, are reflected as an assets in the Statement of Net Assets. 19,003,175

Net pension benefits obligations reported in the Statement of Net Assets do not require the use of current financial resources and are not reported as liabilities in the governmental funds until actually due. (487,087)

Internal service funds are used by management to charge the costs of health and dental insurance services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets. Internal service fund net assets at year-end are: 5,323,333

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

Bonds Payable	(195,245,000)
Unamortized Premiums	(1,233,361)
Unamortized Discounts	983,753
Obligations Under Capital Leases	(2,078,305)
Severance Benefits Payable	(4,678,561)
Compensated Absences Payable	(1,381,057)

Total Net Assets of Governmental Activities **\$ 102,076,263**

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2009**

	Major Funds					Total
	General	Food Service	Community Service	Capital Projects	Debt Service	Governmental Funds 2009
REVENUES						
Local Sources:						
Property Taxes	\$ 21,737,121	\$ -	\$ 1,391,777	\$ 7,000,000	\$ 13,419,687	\$ 43,548,585
Earnings on Investments	151,698	12,625	31,993	99,495	2,640,119	2,935,930
Other	6,029,570	2,908,809	3,929,883	40,628	-	12,908,890
State Sources	100,095,474	244,085	2,082,135	900,000	545,994	103,867,688
Federal Sources	5,826,420	2,809,818	300,601	-	-	8,936,839
Total Revenues	<u>133,840,283</u>	<u>5,975,337</u>	<u>7,736,389</u>	<u>8,040,123</u>	<u>16,605,800</u>	<u>172,197,932</u>
EXPENDITURES						
Current:						
Administration	6,436,322	-	-	-	-	6,436,322
District Support Services	4,879,355	-	-	-	-	4,879,355
Regular Instruction	63,476,168	-	-	-	-	63,476,168
Vocational Education Instruction	3,694,588	-	-	-	-	3,694,588
Special Education Instruction	23,907,159	-	-	-	-	23,907,159
Instructional Support Services	8,225,793	-	-	-	-	8,225,793
Pupil Support Services	15,745,348	-	-	-	-	15,745,348
Sites and Buildings	15,024,871	-	-	-	-	15,024,871
Fiscal and Other Fixed Cost Programs	460,215	-	-	-	-	460,215
Food Service	-	6,745,974	-	-	-	6,745,974
Community Service	-	-	10,062,161	-	-	10,062,161
Capital Outlay	3,720,524	4,877	63,351	14,460,696	-	18,249,448
Debt Service:						
Principal	620,331	28,880	-	-	7,455,000	8,104,211
Interest and Fiscal Charges	119,513	8,023	-	42,023	10,976,228	11,145,787
Total Expenditures	<u>146,310,187</u>	<u>6,787,754</u>	<u>10,125,512</u>	<u>14,502,719</u>	<u>18,431,228</u>	<u>196,157,400</u>
Deficiency of Revenues						
Under Expenditures	(12,469,904)	(812,417)	(2,389,123)	(6,462,596)	(1,825,428)	(23,959,468)
OTHER FINANCING SOURCES (USES)						
Sale of Equipment Proceeds	571	-	-	-	-	571
Sale of Real Property Proceeds	3,088,985	-	-	-	-	3,088,985
Insurance Recovery Proceeds	9,475	-	-	-	-	9,475
Bonds Proceeds	16,139,328	1,134,411	2,174,768	9,285,000	6,696,493	35,430,000
Bond Premium (Discount)	(188,983)	-	-	(110,188)	51,945	(247,226)
Payment to Refunded Bond Escrow Agent	-	-	-	-	(72,000,000)	(72,000,000)
Transfers In	-	-	36,745	-	-	36,745
Transfers Out	(36,745)	-	-	-	-	(36,745)
Total Other Financing Sources (Uses)	<u>19,012,631</u>	<u>1,134,411</u>	<u>2,211,513</u>	<u>9,174,812</u>	<u>(65,251,562)</u>	<u>(33,718,195)</u>
Net Change in Fund Balances	6,542,727	321,994	(177,610)	2,712,216	(67,076,990)	(57,677,663)
Fund Balances - Beginning	5,055,362	964,045	1,637,367	1,454,661	86,610,294	95,721,729
Fund Balances - Ending	<u>\$ 11,598,089</u>	<u>\$ 1,286,039</u>	<u>\$ 1,459,757</u>	<u>\$ 4,166,877</u>	<u>\$ 19,533,304</u>	<u>\$ 38,044,066</u>

See accompanying Notes to the Basic Financial Statements.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
RECONCILIATION OF THE STATEMENT OF
REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
GOVERNMENTAL FUNDS TO STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2009**

Net Change in Fund Balance-Total Governmental Funds \$ (57,677,663)

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

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

Capital Outlays	14,358,047
Gain on Disposal of Capital Assets	2,456,890
Proceeds from Sales of Capital Assets	(3,089,556)
Depreciation Expense	(10,696,760)

Contribution of the District's OPEB bond proceeds to its irrevocable OPEB trust are recognized as expenditures at the fund level, while the assets of the trust, minus the OPEB liability recognized to date, are reflected as an asset in the Statement of Net Assets. 18,728,813

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

General Obligation Bond Proceeds	(35,430,000)
Payment to Refunded Bond Escrow Agent	72,000,000
Bond Premium	247,226
Bond Issuance Costs	933,423
Repayment of Capital Leases	649,211
Repayment of Bond Principal	7,455,000
Change in Accrued Interest Expense - General Obligation Bonds	1,306,483
Amortization of Bond Issuance Costs	(894,543)
Amortization of Bond Premium	97,363
Amortization of Bond Discount	(1,186,927)

Delinquent property taxes receivable will be collected this year, but are not available soon enough to pay for the current period's expenditures and, therefore, are deferred in the funds (366,266)

In the statement of activities, certain operating expenses - severance benefits and compensated absences - are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). (1,025,226)

Internal service funds are used by the District to charge the costs of employee health and dental benefits to individual funds. The net revenue of the internal service funds is reported with governmental activities. 3,280,141

Change in Net Assets of Governmental Activities \$ 11,145,656

See accompanying Notes to the Basic Financial Statements.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual Amounts	Over (Under) Final Budget
	Original	Final		
REVENUES				
Local Sources:				
Property Taxes	\$ 21,539,571	\$ 21,539,571	\$ 21,737,121	\$ 197,550
Earnings on Investments	250,000	250,000	151,698	(98,302)
Other	5,551,710	5,551,710	6,029,570	477,860
State Sources	104,783,640	98,644,745	100,095,474	1,450,729
Federal Sources	5,811,516	6,562,129	5,826,420	(735,709)
Total Revenues	<u>137,936,437</u>	<u>132,548,155</u>	<u>133,840,283</u>	<u>1,292,128</u>
EXPENDITURES				
Current:				
Administration	5,076,257	5,068,389	6,436,322	1,367,933
District Support Services	3,881,271	3,864,109	4,879,355	1,015,246
Elementary and Secondary Regular Instruction	58,232,732	78,373,758	63,476,168	(14,897,590)
Vocational Education Instruction	3,898,716	3,884,983	3,694,588	(190,395)
Special Education Instruction	27,641,509	22,300,964	23,907,159	1,606,195
Instructional Support Services	6,614,667	7,927,714	8,225,793	298,079
Pupil Support Services	12,391,141	12,724,115	15,745,348	3,021,233
Sites and Buildings	13,500,284	13,775,692	15,024,871	1,249,179
Fiscal and Other Fixed Cost Programs	478,552	478,552	460,215	(18,337)
Capital Outlay	4,577,166	4,936,276	3,720,524	(1,215,752)
Debt Service:				
Principal	620,331	620,331	620,331	-
Interest and Fiscal Charges	119,513	119,513	119,513	-
Total Expenditures	<u>137,032,139</u>	<u>154,074,396</u>	<u>146,310,187</u>	<u>(7,764,209)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	904,298	(21,526,241)	(12,469,904)	9,056,337
OTHER FINANCING SOURCES (USES)				
Sale of Equipment Proceeds	-	-	571	571
Sale of Real Property Proceeds	-	3,200,000	3,088,985	(111,015)
Insurance Recovery Proceeds	-	-	9,475	9,475
Sale of Bonds Proceeds	-	20,065,000	16,139,328	(3,925,672)
Bond Premium (Discount)	-	-	(188,983)	(188,983)
Transfers Out	(47,930)	(47,930)	(36,745)	11,185
Total Other Financing Sources (Uses)	<u>(47,930)</u>	<u>23,217,070</u>	<u>19,012,631</u>	<u>(4,204,439)</u>
Net Change in Fund Balance	<u>\$ 856,368</u>	<u>\$ 1,690,829</u>	<u>6,542,727</u>	<u>\$ 4,851,898</u>
FUND BALANCE				
Beginning of Year			<u>5,055,362</u>	
End of Year			<u>\$ 11,598,089</u>	

See accompanying Notes to the Basic Financial Statements.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
MAJOR FOOD SERVICE FUND
YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual Amounts	Over (Under) Final Budget
	Original	Final		
REVENUES				
Local Sources:				
Earnings on Investments	\$ 50,000	\$ 50,000	\$ 12,625	\$ (37,375)
Other - Primarily Meal Sales	3,232,884	3,232,884	2,908,809	(324,075)
State Sources	247,232	247,232	244,085	(3,147)
Federal Sources	2,730,980	2,730,980	2,809,818	78,838
Total Revenues	<u>6,261,096</u>	<u>6,261,096</u>	<u>5,975,337</u>	<u>(285,759)</u>
EXPENDITURES				
Current:				
Food Service	6,125,650	6,125,650	6,745,974	620,324
Capital Outlay	96,903	60,000	4,877	(55,123)
Debt Service	36,903	36,903	36,903	-
Total Expenditures	<u>6,259,456</u>	<u>6,222,553</u>	<u>6,787,754</u>	<u>565,201</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,640	38,543	(812,417)	(850,960)
OTHER FINANCING SOURCES				
Sale of Bonds Proceeds	-	-	1,134,411	1,134,411
Net Change in Fund Balance	<u>\$ 1,640</u>	<u>\$ 38,543</u>	321,994	<u>\$ 283,451</u>
FUND BALANCE				
Beginning of Year			<u>964,045</u>	
End of Year			<u>\$ 1,286,039</u>	

See accompanying Notes to the Basic Financial Statements.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
MAJOR COMMUNITY SERVICE FUND
YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual Amounts	Over (Under) Final Budget
	Original	Final		
REVENUES				
Local Sources:				
Property Taxes	\$ 1,451,032	\$ 1,451,032	\$ 1,391,777	\$ (59,255)
Earnings on Investments	100,000	35,000	31,993	(3,007)
Other - Primarily Tuition and Fees	4,033,878	3,810,452	3,929,883	119,431
State Sources	1,929,082	2,015,719	2,082,135	66,416
Federal Sources	321,767	299,016	300,601	1,585
Total Revenues	7,835,759	7,611,219	7,736,389	125,170
EXPENDITURES				
Current:				
Community Service	8,110,482	8,080,145	10,062,161	1,982,016
Capital Outlay	41,884	55,817	63,351	7,534
Total Expenditures	8,152,366	8,135,962	10,125,512	1,989,550
Deficiency of Revenues Under Expenditures	(316,607)	(524,743)	(2,389,123)	(1,864,380)
OTHER FINANCING SOURCES (USES)				
Sale of Bonds Proceeds	-	-	2,174,768	2,174,768
Transfer In	47,930	47,930	36,745	(11,185)
Total Other Financing Sources (Uses)	47,930	47,930	2,211,513	2,163,583
Net Change in Fund Balance	\$ (268,677)	\$ (476,813)	(177,610)	\$ 299,203
FUND BALANCE				
Beginning of Year			1,637,367	
End of Year			\$ 1,459,757	

See accompanying Notes to the Basic Financial Statements.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
STATEMENT OF NET ASSETS
INTERNAL SERVICE FUNDS
JUNE 30, 2009**

ASSETS

Cash and Investments	\$ 7,169,374
Accounts Receivable	<u>712</u>
Total Assets	7,170,086

LIABILITIES

Accounts Payable	991,574
Deferred Revenue	<u>855,179</u>
Total Liabilities	<u>1,846,753</u>

NET ASSETS

Unrestricted	<u><u>\$ 5,323,333</u></u>
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See accompanying Notes to the Basic Financial Statements.

**ROBBINSDALE AREA SCHOOLS
 INDEPENDENT SCHOOL DISTRICT NO. 281
 STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN FUND BALANCE
 INTERNAL SERVICE FUNDS
 YEAR ENDED JUNE 30, 2009**

OPERATING REVENUES	
Charges for Services	\$ 13,454,667
OPERATING EXPENSES	
Health Insurance Claim Payments	9,075,078
Dental Insurance Claim Payments	<u>1,156,892</u>
Total Operating Expenses	<u>10,231,970</u>
Operating Income	3,222,697
NONOPERATING INCOME	
Earnings on Investments	<u>57,444</u>
Change in Net Assets	3,280,141
Total Net Assets - Beginning	<u>2,043,192</u>
Total Net Assets - Ending	<u><u>\$ 5,323,333</u></u>

See accompanying Notes to the Basic Financial Statements.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2009**

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from Interfund Services Provided	\$ 13,823,999
Payments for Medical Fees and Insurance Claims	(10,155,095)
Net Cash Provided by Operating Activities	3,668,904

CASH FLOWS FROM INVESTING ACTIVITIES

Interest Received	59,563
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Net Increase in Cash and Cash Equivalents 3,728,467

Cash and Cash Equivalents - Beginning 3,440,907

Cash and Cash Equivalents - Ending \$ 7,169,374

Displayed on Statements of Fund Net Assets as:

Cash and Investments \$ 7,169,374

RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES

Operating Income	\$ 3,222,697
Adjustments to Reconcile Operating Income to Net Cash	
Provided by Operating Activities:	
Increase in Accounts Payable	76,875
Increase in Deferred Revenue	369,332
Total Adjustments	446,207
Net Cash Provided by Operating Activities	\$ 3,668,904

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2009**

	Private- Purpose Trust	Employee Benefit Trust	Other Postemployment Benefits Trust
ASSETS			
Cash and Investments	\$ 371,118	\$ 290,973	\$ 18,545,447
Interest Receivable	1,338	-	-
Total Assets	<u>372,456</u>	<u>290,973</u>	<u>18,545,447</u>
LIABILITIES			
Due to Plan Participants	<u>81,014</u>	<u>-</u>	<u>163,496</u>
NET ASSETS			
Unreserved	<u>\$ 291,442</u>	<u>\$ 290,973</u>	<u>\$ 18,381,951</u>

**STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
YEAR ENDED JUNE 30, 2009**

	Scholarship Private- Purpose Trust	Employee Benefit Trust	Other Postemployment Benefits Trust
ADDITIONS			
Contributions to Trust	\$ -	\$ -	\$ 19,194,773
Gifts and Donations	108,349	964,736	-
Earnings on Investments	12,339	2,839	81,959
Total Additions	<u>120,688</u>	<u>967,575</u>	<u>19,276,732</u>
DEDUCTIONS			
Scholarships Awarded	22,801	-	-
Other Expenditures	148,752	-	-
Flexible Benefits	-	956,338	-
Retirement Benefits	-	-	894,781
Total Deductions	<u>171,553</u>	<u>956,338</u>	<u>894,781</u>
Change in Net Assets	(50,865)	11,237	18,381,951
Net Assets - Beginning of Year	<u>342,307</u>	<u>279,736</u>	<u>-</u>
Net Assets - End of Year	<u>\$ 291,442</u>	<u>\$ 290,973</u>	<u>\$ 18,381,951</u>

See accompanying Notes to the Basic Financial Statements.

NOTES TO BASIC FINANCIAL STATEMENTS

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Presentation

The financial statements of Independent School District No. 281 have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

B. Financial Reporting Entity

Independent School District No. 281, Robbinsdale Area Schools (the District) was formed and operates pursuant to applicable Minnesota laws and statutes. The District, located in Hennepin County, serves pre-kindergarten through Grade 12 students in all parts of the Cities of Brooklyn Center, Brooklyn Park, Crystal, Golden Valley, New Hope, Plymouth, and Robbinsdale. The district is governed by a seven-member School Board elected by the voters of the District to serve four-year terms.

U.S. Generally Accepted Accounting Principles (GAAP) require that the District's financial statements include all funds, departments, agencies, boards, commissions, and other organizations which are not legally separated from the District. In addition, the District's financial statements are to include all component units - entities for which the District is financially accountable.

Financial accountability includes such aspects as appointing a voting majority of the organization's governing body, significantly influencing the programs, projects, activities or level of services performed or provided by the organization or receiving specific financial benefits from, or imposing specific financial burden on, the organization. There are no other entities for which the District is financially accountable.

Student activities are determined primarily by student participants under the guidance of an adult and are generally conducted outside school hours. The School Board does have a fiduciary responsibility in establishing broad policies and ensuring that appropriate financial records are maintained for student activities. However, in accordance with Minnesota State Statutes, the District's School Board has not elected to control or exercise oversight responsibility with respect to the underlying student activities. Accordingly, the student activity accounts are not included in these financial statements.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basic Financial Statement Presentation

The Government-wide financial statements (i.e. the Statement of Net Assets and the Statement of Activities) display information about the reporting government as a whole. These statements include all the financial activities of the District, except for the fiduciary funds. The Fiduciary Funds are only reported in the statements of Fiduciary Net Assets at the fund financial statement level.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 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.

The District applies restricted resources first when an expense is incurred for purpose for which both restricted and unrestricted net assets are available. Depreciation expense that can be specifically identified by function is included in the direct expenses of each function. Interest on long-term debt is considered an indirect expense and is reported separately on the Statement of Activities. Generally, the effect of material interfund activity has been removed from the Government-wide financial statements.

Separate fund financial statements are provided for governmental and fiduciary funds. Major individual governmental funds are reported as separate columns in the fund financial statements. Fiduciary funds are presented in the fiduciary fund financial statements by type: pension (or other employee benefit) trust, private purpose trust, other postemployment benefits, and agency. Since, by definition, fiduciary fund assets are being held for the benefit of a third party and cannot be used for activities or obligations of the District, these funds are excluded from the Government-wide statements.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment applied is determined by its measurement focus and basis of accounting. The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are generally recognized as revenues in the fiscal year for which they are levied, except for amounts advance recognized in accordance with a statutory "tax shift" described later in these notes. Grants and similar items are recognized when all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this basis of accounting transactions are recorded in the following manner:

1. Revenue Recognition

Revenue is recognized when it becomes measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Property tax revenue is generally considered as available if collected within 60 days after year-end. State revenue is recognized in the year to which it applies according to Minnesota statutes and U.S. generally accepted accounting principles. Minnesota statutes include state aid funding formulas for specific fiscal years. Federal revenue is recorded in the year in which the related expenditure is made. Food service sales, community education tuition, and other miscellaneous revenue (except investment earnings) are recorded as revenues when received because they are generally not measurable until then. Investment earnings are recorded when earned because they are measurable and available. A six-month availability period is generally used for other fund revenue.

2. Recording of Expenditures

Expenditures are generally recorded when a liability is incurred. However, expenditures are recorded as prepaid for approved disbursements or liabilities incurred in advance of the year in which the item is to be used. Principal and interest on long-term debt issues are recognized on their due dates.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Measurement Focus and Basis of Accounting (Continued)

The District reports deferred revenue on its statement of net assets and balance sheet. Deferred revenues arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when resources are received by the District before it has a legal claim to them, as when grant monies are received prior to incurring the qualifying expenditures. In subsequent periods when both revenue recognition criteria are met or when the District has a legal claim to the resources, the liability for deferred revenue is removed and revenue is recognized.

The Employee Benefit, Scholarship Private-Purpose, and Other Postemployment Benefits Trust Funds are reported using the economic resources measurement focus. All fiduciary funds use the accrual basis of accounting as described earlier in these notes.

Internal service funds are presented in proprietary fund financial statements. Proprietary fund financial statements are reported using the accrual basis of accounting and economic measurement focus. Because the principal users of the internal services are the District's governmental activities, the internal service funds are consolidated into the governmental column when presented in the government-wide financial statements. The cost of these services is reported in the appropriate functional activity.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with proprietary fund's principal ongoing operations. The principal operating revenue of the District's internal service funds are charges to customers for service. Operating expenses for the internal service funds include the cost of services. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. The District applies only those applicable pronouncements of the Financial Accounting Standards Board issued on or before November 30, 1989 in accounting and reporting for its proprietary operations.

Description of Funds

The existence of the various District funds has been established by the State of Minnesota, Department of Education. The accounts of the District are organized on the basis of funds, each of which is considered a separate accounting entity. A description of the funds included in this report are as follows:

Major Governmental Funds

General Fund

The General Fund is used to account for all financial resources except those required to be accounted for in another fund. It includes the general operations and pupil transportation activities of the District, as well as the capital related activities such as maintenance of facilities equipment purchases, health and safety projects, and disabled accessibility projects.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Measurement Focus and Basis of Accounting (Continued)

Capital Projects Fund

The Capital Projects Fund is used to account for financial resources used for the acquisition or construction of major capital facilities.

Debt Service Fund

The Debt Service Fund is used to account for the accumulation of resources for, and payment of, general long-term obligation bond principal, interest, and related costs. The regular debt service account is used for all general obligation bond and energy conservation loan debt service except for refunding bond issues, for which a separate refunding bond trust account has been established.

Nonmajor Governmental Funds

Food Service Special Revenue Fund

The Food Service Fund is used to account for food service revenues and expenditures.

Community Service Special Revenue Fund

The Community Service Fund is used to account for services provided to residents in the areas of recreation, civic activities, nonpublic pupils, veterans, adult or early childhood programs, K-6 extended day programs or other similar services.

Proprietary Funds

Internal Service Fund

Internal service funds account for the financing of goods or services provided by one department to other departments or agencies of the government, or to other governments, on a cost-reimbursement basis. The District's internal service funds are used to account for dental insurance offered by the District to its employees as a self-insured plan, and health insurance offered by the District to its employees as a self-insured plan.

Fiduciary Funds

Trust Funds

The District maintains Private-Purpose, Employee Benefit, and Other Postemployment Benefits Trust Funds which are used to account for money held by the District in the capacity of trustee or custodian, where both the principal and interest can be spent.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Budgeting

Budgets presented in this report for comparison to actual amounts are presented in accordance with U.S. generally accepted accounting principles. Each June, the School Board adopts an annual budget for all governmental funds. The budget for each fund is prepared on the same basis of accounting as the financial statements. The approved budget is published in summary form in the District's legal newspaper. Reported budget amounts represent the amended budget as adopted by the School Board. Legal budgetary control is at the fund level. Budgeted expenditure appropriations lapse at year-end.

Procedurally, in establishing the budgetary data reflected in these financial statements, the Superintendent submits to the School Board prior to July 1, a proposed operating budget for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means to finance them. The budget is legally enacted by School Board action. Revisions to budgeted amounts must be approved by the School Board.

Total fund expenditures in excess of the budget require approval of the School Board. Spending control is established by the amount of expenditures budgeted for the fund, but management control is exercised at line item levels.

Budgeted amounts include mid-year budget amendments that increased revenue and expenditure budgets as follows:

<u>Revenues</u>	<u>Original Budget</u>	<u>Amendments</u>	<u>Amended Budget</u>
General Fund	\$ 137,936,437	\$ (5,388,282)	\$ 132,548,155
Special Revenue Funds:			
Community Service Fund	7,835,759	(224,540)	7,611,219
Capital Projects Fund	8,350,000	(345,000)	8,005,000
Debt Service Fund	17,529,341	(563,584)	16,965,757
 <u>Expenditures</u>			
General Fund	\$ 137,032,139	\$ 17,042,257	\$ 154,074,396
Special Revenue Funds:			
Food Service Fund	6,259,456	(36,903)	6,222,553
Community Service Fund	8,152,366	(16,404)	8,135,962
Debt Service Fund	18,385,195	45,288	18,430,483

Budget provisions for the Debt Service Fund are set by state law governing required debt service levels.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Budgeting (Continued)

At the end of each fiscal year, if the General Fund has a net unreserved deficit fund balance, calculated in accordance with the uniform financial accounting and reporting standards for Minnesota school districts which excludes certain reserves specified in Minnesota statutes, exceeding 2.5% of expenditures, a condition referred to as "statutory operating debt" exists. That debt requires retirement through the accumulation of subsequent operating surpluses in accordance with a "special operating plan" approved by the Commissioner of the Department of Education.

F. Cash and Investments

Cash and investment balances from all funds are combined and invested to the extent available in various securities as authorized by Minnesota Statutes. Earnings from the pooled investments are allocated to the respective funds on the basis of applicable cash balance participation by each fund.

Cash and investments held by trustee include balances held in segregated accounts that are established for specific purposes. In the Debt Service Fund, the refunding bond escrow account held by trustee can be used only to retire refunded bond issues and to pay interest on refunding bond issues until the crossover refunding dates. Interest earned on these investments is allocated directly to the escrow account.

Investments are stated at their fair value as determined by quoted market prices, except for money market investments and participating interest-earning investment contracts that have a remaining maturity at time of purchase of one year or less which are recorded at amortized cost, provided that the fair value of those investments is not significantly affected by the impairment of the credit standing of the issuer or by other factors. Money market investments are short-term, highly liquid debt instruments including commercial paper, banker's acceptances, and U.S. Treasury and agency obligations. Investments in external investment pools operated in a manner consistent with the SEC's Rule 2a7 of the Investment Act of 1940 are valued at the pool's share price.

G. Accounts Receivable

Represents amounts receivable from individuals, firms, and corporations for goods and services furnished by the District. No substantial losses are anticipated from present receivable balances, therefore, no allowance for uncollectible accounts is deemed necessary.

H. Inventories

Inventories are recorded using the consumption method of accounting and consist of purchased food, supplies, and surplus commodities received from the federal government. Food and supply purchases are recorded at invoice cost, computed on a first-in, first-out method, and surplus commodities are stated at standardized cost, as determined by the Department of Agriculture.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepayments. Prepaid items are reported using the consumption method and recorded as an expense or expenditure at the time of consumption. That portion of the relevant funds' balances equal to material prepaid items has been reserved.

J. Property Taxes

The majority of the District's revenue in the General Fund is determined by statutory funding formulas. The total revenue allowed by these funds is allocated between property taxes and state aids by the Legislature based on education funding priorities.

Property tax levies are established by the School Board in December each year and are certified to the County for collection the following calendar year. In Minnesota, counties act as collection agents for all property taxes and are responsible for spreading all levies over taxable property. Such taxes become a lien on January 1. Taxes are generally due on May 15 and October 15 and counties generally remit taxes to the Districts at periodic intervals as they are collected. A portion of property taxes levied is paid through state credits which are included in revenue from state sources in the financial statements.

Generally, tax revenue is recognized in the fiscal year ending June 30, following the calendar year in which the tax levy is collectible, while the current calendar year tax levy is recorded as deferred revenue (property taxes levied for subsequent year). The majority of District revenue in the General and Special Revenue Funds is determined annually by statutory funding formulas. The total revenue allowed by these formulas is then allocated between taxes and state aids by the Legislature based on education funding priorities. Changes in this allocation are periodically accompanied by a change in property tax revenue recognition referred to as the "tax shift."

In accordance with State law, the current tax shift consists of an amount equal to 31% of the District's 2000 Pay 2001 operating referendum levy (frozen at \$3,392,196) advance recognized as revenue in fiscal 2009 with no corresponding state aid adjustment. The tax shift also includes certain other levies that are recognized early based on statutory requirements.

Taxes that remain unpaid are classified as delinquent taxes receivable. Revenue from these delinquent property taxes that is not collected within 60 days of year-end is deferred because it is not known to be available to finance the operations of the District in the current year. No allowance for uncollectible taxes has been provided as such amounts are not expected to be material. Current levies of local taxes, less the amount recognized as revenue in the current period, including portions assumed by the State which will be recognized as revenue in the next fiscal year beginning July 1, 2007, are included in the Property Taxes Levied for Subsequent Year account to indicate that, while they are current assets, they will not be recognized as revenue until the following year.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

K. Capital Assets

Capital assets are capitalized at historical cost, or estimated historical cost for assets where actual historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The District maintains a threshold level of \$2,000 or more for capitalizing capital assets. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Capital assets are recorded in the Government-wide financial statement, but are not reported in the Fund financial statements. Capital assets are depreciated using the straight-line method over their estimated useful lives. Since surplus assets are sold for an immaterial amount when declared as no longer needed for public school purpose by the District, no salvage value is taken into consideration for depreciation purposes. Useful lives vary from 20 to 50 years for land improvements and buildings, and 5 to 15 years for equipment.

Capital assets not being depreciated include land and construction in process.

The District does not possess any material amounts of infrastructure capital assets. Items such as sidewalks and other land improvements are considered to be part of the cost of buildings or other improvable property.

L. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs, if material, are reported as deferred charges and amortized over the term of the related debt.

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

M. Accrued Employee Benefits

Vacation Pay

In the fund financial statements, vacations owed at the District's fiscal year-end are accrued and included in salaries and compensated absences payable as of June 30. Because teachers are not eligible for vacation pay and amounts accrued to other employees are forfeited if not taken by January 1 of the following year, no long-term portion of vacation liabilities are recorded in the financial statements.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

M. Accrued Employee Benefits (Continued)

Compensated Absences

Eligible employees accrue vacation and sick leave at varying rates as specified by contract, portions of which may be carried over to future years. Employees are reimbursed for any unused, accrued vacation upon termination. Unused sick leave enters into the calculation of severance benefits for some employees upon termination. Compensated absences are accrued in the governmental fund statements only to the extent they have been used or otherwise matured prior to year-end. Unused vacation is accrued as it is earned in the government-wide financial statements.

Severance Benefits Payable

The District provides lump sum severance benefits to eligible employees in accordance with provisions in certain collectively bargained contracts. Members of certain of the District's groups may become eligible to receive lump sum severance pay benefits. Eligibility for these benefits is based on years of service and/or minimum age requirements. The amount of the severance or retirement benefit is calculated by converting a portion of unused accumulated sick leave. No individual can receive severance benefits in excess of one year's salary. Severance payables and the District's share of related benefits are recorded as a liability in the government-wide statements as it is earned and it becomes probable that it will vest at some point in the future. Severance pay is accrued in the governmental fund financial statements when the liability matures due to employee termination.

N. Risk Management and Self-Insurance

1. **General Insurance** – The District is exposed to various risk of loss related to torts: theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The District participates in Minnesota School Board Association Insurance Trust (MSBAIT), a public entity risk management and insurance program for approximately 375 member districts. The District pays an annual premium to MSBAIT for insurance coverage. The MSBAIT agreement provides that MSBAIT will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of certain limits for each insured event. The District carries commercial insurance for workers' compensation coverage. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years. There were significant reductions in the District's insurance coverage in fiscal 2009.
2. **Self-Insurance** – The District has established two internal service funds to account for and finance its uninsured risk of loss for respective employee dental and health insurance plans. Under these plans the internal service funds provide coverage to participating employees and their dependents for various dental and healthcare costs as described in the plans.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

N. Risk Management and Self-Insurance (Continued)

The District makes premium payments to the internal service funds on behalf of program participants based on provisional rates determined by insurance company estimates of monthly claims paid for each coverage class, plus the stop-loss health insurance premium costs and administrative service charges.

District claim liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred, but not reported. Because actual claim liabilities depend on complex factors such as inflation, changes in legal doctrines, and damage awards, the process used in computing a claim liability does not result in an exact amount. Claim liabilities are evaluated periodically to take into consideration recently settled claims, the frequency of claims, and other economic and social factors.

Changes in the balance of dental claim liabilities for the year are as follows:

<u>Fiscal Year Ended June 30,</u>	<u>Beginning of Fiscal Year Liability</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>Balance at Fiscal Year-End</u>
2009	\$ 64,088	\$ 1,156,892	\$ 1,154,476	\$ 66,504

Changes in the balance of health insurance charges and payments for the year are as follows:

<u>Fiscal Year Ended June 30,</u>	<u>Beginning of Fiscal Year Liability</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>Balance at Fiscal Year-End</u>
2009	\$ 850,611	\$ 9,075,078	\$ 9,000,619	\$ 925,070

O. Restricted Assets

Restricted assets are cash and cash equivalents and accrued interest thereon, whose use is limited by legal requirements such as a bond indenture. Restricted assets are reported only in the government-wide financial statements. In the fund financial statements these assets are reported as "cash and investments held by trustee" and the interest receivable is included within the accounts and interest receivable.

P. Statement of Cash Flows

For purpose of the Statement of Cash Flows, the District considers all highly liquid debt instruments with an original maturity for the time of purchase by the District of three months or less to be cash equivalents. The Proprietary Fund's equity in the government-wide cash and investment management pool is considered to be cash equivalent.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Q. Net Assets

Net assets represent the difference between assets and liabilities in the Government-wide and Fiduciary Fund financial statements. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any long-term debt used to build or acquire the capital assets. Net assets are reported as restricted in the Government-wide financial statement when there are limitations imposed on their use through external restrictions imposed by creditors, grantors, laws or regulations of other governments.

R. 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 and disclosures of contingent amounts of revenues and expenditures during this reporting period. Actual results could differ from these estimates.

NOTE 2 STEWARDSHIP AND ACCOUNTABILITY

Excess of Expenditures Over Budget

Expenditures exceeded budgeted amounts in the following funds during the year ended June 30, 2009.

	<u>Budget</u>	<u>Expenditures</u>	<u>Excess</u>
Special Revenue Funds:			
Food Service Fund	\$ 6,222,553	\$ 6,787,754	\$ 565,201
Community Service Fund	8,135,962	10,125,512	1,989,550
Debt Service Fund	18,430,483	18,431,228	745

The overages were considered by District management to be the result of necessary expenditures critical to operations and were approved by the Board.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009**

NOTE 3 DEPOSITS AND INVESTMENTS

A. Deposits

The District maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the statement of net assets and the balance sheet as "Cash and Investments." In accordance with Minnesota Statutes the District maintains deposits at financial institutions which are authorized by the School District's Board.

Custodial Credit Risk – Custodial credit risk for deposits is the risk that in the event of a bank failure, the School District's deposits may not be returned to it. The School District does not have a deposit policy for custodial credit risk and follows Minnesota Statutes for deposits. Minnesota Statutes require that all deposits be protected by insurance, surety bond, or collateral. The market value of collateral pledged must equal 110% of the deposits not covered by insurance or corporate surety bonds. Authorized collateral include: U.S. government treasury bills, notes, or bonds; issues of a U.S. government agency; general obligations of a state or local government rated "A" or better; revenue obligations of a state or local government rated "AA" or better; irrevocable standby letter of credit issued by a Federal Home Loan Bank; and time deposits insured by a federal agency. Minnesota Statutes require securities pledged as collateral be held in safekeeping in a restricted account at the Federal Reserve Bank or at an account at a trust departments of a commercial bank or other financial institution not owned or controlled by the depository.

The District's deposit policies do not further limit depository choices.

The carrying value and bank balance of the District's deposits in banks at June 30, 2009, is \$42,852,139 and \$44,721,514, respectively, and were entirely covered by federal depository insurance or by surety bonds and collateral in accordance with Minnesota Statutes.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009**

NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)

B. Investments

The District may also invest idle funds as authorized by Minnesota Statutes as follows:

- Direct obligations or obligations guaranteed by the United States or its agencies
- Shares of investment companies registered under the Federal Investment Company Act of 1940 and received the highest credit rating, is rated in one of the two highest rating categories by a statistical rating agency, and all of the investments have a final maturity of thirteen months or less
- General obligations rated "A" or better; revenue obligations rated "AA" or better
- General obligations of the Minnesota Housing Finance Agency rate "A" or better
- Bankers acceptances of United States banks eligible for purchase by the Federal Reserve System
- Commercial paper issued by United States banks corporations or their Canadian subsidiaries, of highest quality category by a least two nationally recognized rating agencies, and maturing in 270 days or less
- Guaranteed investment contracts guaranteed by United States commercial banks or domestic branches of foreign banks or United States insurance companies if similar debt obligations of the issuer or the collateral pledged by the issuer is in the top two rating categories
- Repurchase or reverse purchase agreement and securities lending agreements financial institutions qualified as a "depository" by the government entity, with banks that are members of the Federal Reserve System with capitalization exceeding \$10,000,000, a primary reporting dealer in U.S. government securities to the Federal Reserve Bank of New York, or certain Minnesota securities broker-dealers

At June 30, 2009, the District's investment balances were as follows:

State Board of Investments –

S.B.I Non Retirement Money Fund	\$ 9,481,893
S.B.I Internal Fixed Pool	9,710,731
	\$ 19,192,624

The District has funds invested in a variety of mutual funds with the State Board of Investments (S.B.I) at June 30, 2009. These investments are valued at fair market value. The average years to maturity for mutual funds are less than one year. The S.B.I. investments are unrated. The above investments are held within the other postemployment benefit trust. The funds are invested in accordance with the investment policy adopted by the District for the OPEB Trust.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009**

NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)

B. Investments (Continued)

Investments Held with Broker –

Custodial Credit Risk – For an investment, custodial risk is the risk that, in the event of failure of the counterparty, the School District will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. The School District's investment policy requires that brokers provide insurance to cover balances held in each investment account. As of June 30, 2009, the investment balances were fully covered by insurance for each brokerage firm.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The District's investment policy requires that all brokers used by the District must acknowledge in writing that investments purchased through the broker must comply with Minnesota state statutes governing the investment of public funds. As a means of limiting its exposure to fair value losses arising from rising interest rates, the District limits at least half of the District's investment portfolio to maturities of less than 30 months. Also, the District requires purchases of securities to be laddered with staggered maturity dates. Information about the sensitivity of the fair values of the School District's investments to market interest rate risk fluctuations is provided by the following table that shows the distribution of the School District's investments by maturity:

Type	Total	6 Months or Less	7 to 12 Months	13 to 24 Months	25 to 60 Months
U.S. Treasuries	\$ 15,250,953	\$ 266,333	\$ 275,721	\$ 5,732,809	\$ 8,976,090

Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The following chart summarizes year-end ratings for the School District's investments as rated by Moody's Investors Service:

Type	Credit Quality Rating	Amount
Wells Fargo Advantage Government Money Market Fund	AAAm	\$ 295,317

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009**

NOTE 3 DEPOSITS AND INVESTMENTS (CONTINUED)

B. Investments (Continued)

Concentration of Credit Risk

This is the risk associated with investing a significant portion of the District's investments (considered 5% or more) in the securities of a single issuer, excluding U.S. guaranteed investments (such as treasuries), investment pools, and mutual funds. The District places no limit on the amount that the District may invest in any one issuer. At June 30, 2009, the District's investment portfolio did not have any specific issuers with more than a 5% concentration.

The deposits and investments are presented in the financial statements as follows:

Cash and Investments - Statement of Net Assets	\$ 43,129,452
Cash and Investments Held by Trustee - Statement of Net Assets	15,254,043
Cash and Investments - Statement of Fiduciary Net Assets	19,207,538
Total Cash and Investments	\$ 77,591,033

NOTE 4 CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2009 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities				
Capital Assets, Not Being Depreciated:				
Land	\$ 1,451,207	\$ -	\$ (41,530)	\$ 1,409,677
Construction in Progress	24,524,436	9,481,964	(4,933,968)	29,072,432
Total Capital Assets, Not being Depreciated	25,975,643	9,481,964	(4,975,498)	30,482,109
Capital Assets, Being Depreciated:				
Land Improvements	5,358,774	76,905	(65,613)	5,370,066
Buildings and Improvements	255,200,532	9,142,838	(1,418,548)	262,924,822
Equipment	23,556,760	590,308	(940,293)	23,206,775
Total Capital Assets, Being Depreciated	284,116,066	9,810,051	(2,424,454)	291,501,663
Accumulated Depreciation for:				
Land Improvements	(4,096,434)	(99,938)	65,613	(4,130,759)
Buildings and Improvements	(47,374,663)	(9,179,401)	832,741	(55,721,323)
Equipment	(16,261,892)	(1,417,421)	934,964	(16,744,349)
Total Accumulated Depreciation	(67,732,989)	(10,696,760)	1,833,318	(76,596,431)
Total Capital Assets, Being Depreciated, Net	216,383,077	(886,709)	(591,136)	214,905,232
Governmental Activities Capital Assets, Net	\$ 242,358,720	\$ 8,595,255	\$ (5,566,634)	\$ 245,387,341

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009**

NOTE 4 CAPITAL ASSETS (CONTINUED)

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

Governmental Activities

Administration	\$ 6,069
District Support Services	461,630
Regular Instruction	148,342
Vocational Education Instruction	216
Special Education Instruction	1,674
Instructional Support Services	6,466
Pupil Support Services	425,432
Sites and Buildings	9,574,550
Food Service	67,562
Community Service	4,819
Total Depreciation Expense, Governmental Activities	<u>\$ 10,696,760</u>

NOTE 5 LONG-TERM LIABILITIES

A. Components of General Long-Term Debt

Issue Date	Net Interest Rate	Original Issue	Final Maturity	Principal Outstanding	
				Due Within One Year	Total
12-01-2002	3.000% - 5.000%	20,000,000	02-01-2024	\$ 800,000	\$ 16,375,000
08-01-2002	4.000% - 5.000%	28,625,000	02-01-2021	1,775,000	28,625,000
09-04-2003	2.500% - 4.750%	30,000,000	02-01-2024	1,250,000	24,900,000
11-03-2003	2.000% - 4.625%	11,315,000	02-01-2024	475,000	9,275,000
02-01-2005	3.000% - 4.505%	37,180,000	02-01-2022	2,335,000	37,180,000
02-01-2006	4.000% - 4.250%	14,125,000	02-01-2024	-	14,125,000
06-01-2006	4.000% - 4.375%	13,200,000	02-01-2027	470,000	12,310,000
12-27-2007	4.000%	6,530,000	02-01-2020	455,000	6,100,000
01-01-2008	4.000% - 4.375%	10,925,000	02-01-2028	390,000	10,925,000
08-01-2008	4.000% - 5.000%	9,285,000	02-01-2029	220,000	9,285,000
02-01-2009	4.200%	6,080,000	02-01-2020	425,000	6,080,000
08-01-2009	2.150% - 5.400%	20,065,000	02-01-2025	-	20,065,000
Total General Obligation Bonds				8,595,000	195,245,000
Bond Premium - Net				N/A	1,233,361
Bond Discounts - Net				N/A	(983,753)
Capital Lease Payable				379,330	2,078,305
Net Pension Obligation				-	487,087
Severance Benefits Payable				487,062	4,678,561
Compensated Absences Payable				1,381,057	1,381,057
				<u>\$ 10,842,449</u>	<u>\$ 204,119,618</u>

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009**

NOTE 5 LONG-TERM LIABILITIES (CONTINUED)

B. Minimum Debt Payments

Minimum annual principal and interest payments required to retire long-term debt, not including severance and health benefits payable are as follows:

Year Ending June 30,	General Obligation Bonds Payable		Capital Leases Payable	
	Principal	Interest	Principal	Interest
2010	\$ 8,595,000	\$ 10,408,708	\$ 379,330	\$ 100,789
2011	9,970,000	10,039,399	397,549	82,569
2012	24,230,000	9,556,016	416,645	63,473
2013	10,830,000	8,360,721	190,255	43,458
2014	11,220,000	7,809,201	199,455	34,258
2015 - 2019	63,730,000	29,803,204	495,069	47,678
2020 - 2023	55,830,000	10,520,785	-	-
2024 - 2029	10,840,000	1,305,350	-	-
Total	<u>\$ 195,245,000</u>	<u>\$ 87,803,384</u>	<u>\$ 2,078,303</u>	<u>\$ 372,225</u>

C. Description of Long-Term Debt

General Obligation School Building Bonds

These bonds were issued to finance acquisitions and/or construction of capital facilities. Assets of the Debt Service Fund, together with scheduled future ad valorem tax levies, are dedicated to the retirement of these bonds. Total deferred tax levies available to retire bond principal and interest payable at June 30, 2009 are \$279,448,522. These levies are subject to reduction if fund balances exceed limitations imposed by Minnesota law.

On August 1, 2002, the District issued \$28,625,000 of general obligation refunding bonds to refund, in advance of their stated maturities, the 2009 through 2021 maturities of the District's General Obligation School Building Bonds of 2000 totaling \$28,740,000. The proceeds of the 2002 issue were placed in an escrow account until the February 1, 2009 call date. After the refunding, the District will assume the principal and interest payments of the 2002 issue. This crossover refunding reduced the District's total future debt service payments by \$1,626,630 and resulted in a present value savings of \$965,568.

On February 1, 2005, the District issued \$37,180,000 General Obligation Refunding Bonds to refund, in advance of their stated maturities, the 2010 through 2022 maturities of the District's General Obligation School Building Bonds of 2001 totaling \$37,160,000. The proceeds of the 2005 issue have been placed in an escrow account until the call date of February 1, 2009. After the refunding, the District will assume the principal and interest payments of the 2005 issue. This crossover refunding reduced the District's total future debt service payments by \$2,789,625 and resulted in a present value savings of \$1,875,975.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009**

NOTE 5 LONG-TERM LIABILITIES (CONTINUED)

C. Description of Long-Term Debt (Continued)

General Obligation School Building Bonds (Continued)

On February 1, 2006, the District issued \$14,125,000 General Obligation Refunding Bonds to refund, in advance of their stated maturities, the 2013 through 2024 maturities of the District's General Obligation School Building Bonds of 2002 totaling \$13,875,000. The proceeds of the 2006 issue have been placed in an escrow account pending the February 1, 2012 call date of the refunding issue. Until the call date, the District will continue to make all debt service payments on the 2002 issue. After the refunding, the District will assume the principal and interest payments on the 2006 issue. This crossover refunding reduced the District's total future debt service payments by \$616,738 and resulted in a present value savings of \$378,695.

In December 2007, the District issued \$6,530,000 of General Obligation Refunding Bonds. The proceeds of this issue were used to refund, in advance of their stated maturities, the 2009 through 2020 maturities of the District's 1999 General Obligation Refunding Bonds totaling \$6,600,000 in their February 1, 2008 call date. This refunding reduced the District's total future debt services payments by \$321,625 and resulted in a present value savings to the District of approximately \$257,143.

In December 2008, the District issued \$6,080,000 of General Obligation Refunding Bonds. The proceeds of this issue were used to refund, in advance of their stated maturities, the 2009 through 2020 maturities of the District's 1998 General Obligation School Building Bonds totaling \$6,100,000 in their February 1, 2009 call date. This refunding reduced the District's total future debt services payments by \$90,370 and resulted in a present value savings to the District of approximately \$78,830.

D. Capital Leases

The District has entered into several capital lease agreements for equipment and additional space. The leases, with interest rates ranging from 3.26 to 6.15 percent, call for periodic principal and interest payments through January 15, 2017. At the end of each lease term, the District has the option to purchase the assets for \$1. The leased assets have been capitalized in equipment at a cost of \$4,112,216 (the present value of future minimum lease payments as of the inception dates of the leases). The leases are being paid through the General Fund and the Food Service Special Revenue Fund.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009**

NOTE 5 LONG-TERM LIABILITIES (CONTINUED)

E. Changes in Long-Term Debt

	June 30, 2008	Additions	Retirements	June 30, 2009	Due Within One Year
Bonds Payable	\$ 239,270,000	\$ 35,430,000	\$ 79,455,000	\$195,245,000	\$ 8,595,000
Bond Premium	439,191	891,533	97,363	1,233,361	-
Bond Discounts	(1,871,508)	(299,172)	(1,186,927)	(983,753)	-
Lease Purchase Obligations	2,727,516	-	649,211	2,078,305	379,330
Net Pension Obligation	138,344	369,094	20,351	487,087	-
Severance Benefits Payable	3,963,836	1,164,684	449,959	4,678,561	487,062
Compensated Absences Payable - Net	1,419,299	1,381,057	1,419,299	1,381,057	1,381,057
	<u>\$ 246,086,678</u>	<u>\$ 38,937,196</u>	<u>\$ 80,904,256</u>	<u>\$ 204,119,618</u>	<u>\$ 10,842,449</u>

NOTE 6 RESERVED FUND BALANCES

Certain portions of fund balance are reserved based on state requirements to track special program funding, to provide for funding on certain long-term liabilities, or as required by other outside parties. Any such "reserves" which have an accumulated deficit rather than a positive balance at June 30 are included in unreserved fund balance in the District's financial statements in accordance with accounting principles generally accepted in the United States of America. However, a description of these "deficit balance reserves" is included herein since the District has specific statutory authority to levy taxes for such deficits.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009**

NOTE 6 RESERVED FUND BALANCES (CONTINUED)

Reserved and unreserved designated fund balances at June 30, 2009 are as follows:

	Reserved	Unreserved/ Designated
General Fund:		
Reserved for Staff Development	\$ 168,572	\$ -
Reserved for Severance Benefits	526,485	-
Reserved for Health and Safety	1,001,588	-
Reserved for Operating Capital	5,519,473	-
Reserved for Prepaid Items	2,523,531	-
Total General Fund	9,739,649	-
Special Revenue Funds:		
Food Service Fund:		
Reserved for Severance Benefits	5,595	-
Reserved for Prepaid Items	11,205	-
Community Service Fund:		
Reserved for Prepaid Items	-	-
Reserved for Severance Benefits	36,736	-
Reserved for School Readiness	39,131	-
Reserved for Adult Basic Education	118,338	-
Reserved for Community Education Programs	1,055,412	-
Reserved for Early Childhood and Family Education Programs	210,140	-
Total Special Revenue Funds	1,476,557	-
Capital Projects - Building Construction Fund:		
Reserved for Alternative Facilities Program	4,166,877	-
Debt Service:		
Reserved for Bond Refunding	15,922,692	-
Total All Funds	\$ 31,305,775	\$ -

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009**

NOTE 6 RESERVED FUND BALANCES (CONTINUED)

A. Reserved for Severance Benefits

In accordance with state accounting regulations, a reserved fund balance is established for vested severance benefits. The reserved amount represents vested benefits for non-teaching employees that are estimated to be paid in fiscal year 2010-2011.

B. Reserved for Staff Development

A portion of the general education aid received by the District is reserved for staff development. The cumulative amount of aid received in excess of staff development expenditures has been reported as a reservation of fund balance in the General Fund.

C. Reserved for Health and Safety

Reserved for health and safety represents available resources to be used only to provide for the removal of hazardous substances and other state approved life/health safety projects. Under Minnesota Statutes, a deficit in this reserve generates specific future levy authority.

D. Reserved for Operating Capital

The District levies taxes and receives state aid to be used for the purchase of equipment, books and vehicles and to purchase, rent, improve and repair school facilities as allowed by state statute. The cumulative excess of such revenues over equipment and facilities expenditures is reported as a reservation of fund balance in the General Fund.

E. Reserved for Prepaid Items

At June 30, 2009, the General Fund includes a reserved fund balance for prepaid items. This represents amounts that are no longer available for general expenditures of the District.

F. Reserved for School Readiness Programs

The fund balance reservation represents accumulated resources available to provide school readiness programming.

G. Reserved for Adult Basic Education

The fund balance reservation represents the balance of carryover monies for all activity involving Adult Basic Education.

H. Reserved for Community Education Programs

The fund balance reservation represents accumulated resources available to provide general community education programming.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009**

NOTE 6 RESERVED FUND BALANCES (CONTINUED)

I. Reserved for Early Childhood and Family Education Programs

This fund balance reservation represents accumulated resources available to provide services for early childhood and family education programming.

J. Reserved for Alternative Facilities Program

This fund balance represents available for approved expenditures based on the ten-year plan for capital projects.

K. Reserved for Bond Refunding

Reserved for amounts held in escrow for the future refunding of callable bonds of the District.

NOTE 7 RETIREMENT PLANS

Substantially all employees of the District are required by state law to belong to pension plans administered by Teachers' Retirement Association (TRA) or Public Employees' Retirement Association (PERA), all of which are administered on a statewide basis. Disclosures relating to these plans follows:

A. Teacher's Retirement Association (TRA)

1. Plan Description

All teachers employed by the District are covered by a cost sharing, multiple employer defined benefit pension plan administered by the State of Minnesota Teachers Retirement Association (TRA). TRA members belong to either the Coordinated Plan or the Basic Plan. Coordinated members are covered by Social Security and Basic members are not. All Basic members were first hired prior to July 1, 1989. All new members must participate in the Coordinated Plan. These plans are established and administered in accordance with Minnesota Statutes, Chapters 354 and 356.

TRA provides retirement benefits as well as disability benefits to members, and benefits to survivors upon death of eligible members. Benefits are established by Minnesota statute and vest after three years of service credit. The defined retirement benefits are based on a member's highest average salary for any five consecutive years of allowable service, age, and a formula multiplier based on years of credit at termination of service.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009**

NOTE 7 RETIREMENT PLANS (CONTINUED)

A. Teacher's Retirement Association (TRA) (Continued)

1. Plan Description (Continued)

TRA publicly issues a Comprehensive Annual Financial Report (CAFR) presenting financial statements, supplemental information on funding levels, investment performance, and further information on benefits provisions. The report may be accessed at the TRA website at www.tra.state.mn.us. Alternatively, a copy of the report may be obtained by writing TRA at Teachers Retirement Association, 60 Empire Drive Suite 400, St. Paul, MN 55103-1855 or by calling (651) 296-6449 or 1-800-657-3853.

2. Funding Policy

Minnesota Statutes Chapter 354 sets the rates for the employee and employer contributions. These statutes are established and amended by the state legislature. Coordinated and Basic Plan members are required to contribute 5.5% and 9.0%, respectively, of their annual covered salary while the District is required to contribute at an actuarially determined rate.

The District is required to contribute the following percentages of annual covered payroll: 5.5% for Coordinated Plan members and 9.5% for Basic Plan members. The contribution requirements of plan members and the District are established and may be amended by State Statute. The District contributions for the years ended June 30, 2009, 2008 and 2007 were \$3,163,057, \$3,257,627 and \$2,945,898, respectively, equal to the required contributions for each year as set by state statute.

B. Public Employees' Retirement Association (PERA)

1. Plan Description

All full-time and certain part-time employees of the District (other than teachers) are covered by a defined benefit plan administered by the Public Employees' Retirement Association of Minnesota (PERA). PERA administers the Public Employees' Retirement Fund (PERF) which is a cost-sharing, multiple-employer retirement plan. This plan is established and administered in accordance with Minnesota Statutes, Chapters 353 and 356. PERF members belong to either the Coordinated Plan or the Basic Plan. Coordinated Plan members are covered by Social Security and Basic Plan members are not. All new members must participate in the Coordinated Plan.

PERA provides retirement benefits as well as disability benefits to members, and benefits to survivors upon death of eligible members. Benefits are established by state statute and vest after three years of credited service. The defined retirement benefits are based on a member's highest average salary for any five successive years of allowable service, age, and years of credit at termination of service. PERA issues a publicly available financial report that includes financial statements and required supplementary information for PERF. That report may be obtained on the Internet at www.mnpera.org, by writing to PERA at 60 Empire Drive #200, St. Paul, MN 55103-2088, or by calling (651) 296-7460 or 1-800-652-9026.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009**

NOTE 7 RETIREMENT PLANS (CONTINUED)

B. Public Employees' Retirement Association (PERA) (Continued)

2. Funding Policy

Minnesota Statutes Chapter 353 sets the rates for the employer and employee contributions. These statutes are established and amended by the state legislature. The District makes annual contributions to the pension plans equal to the amount required by state statutes. PERF Basic Plan members and Coordinated Plan members were required to contribute 9.10% and 6.00%, respectively, of their annual covered salary in 2007. Contribution rates in the Coordinated Plan increased in 2008 to 6.50%.

The District was required to contribute the following percentages of annual covered payroll: 11.78% for Basic Plan PERF members and 6.50% for Coordinated Plan members. Employer contribution rates for the Coordinated Plan increased to 6.75% effective January 1, 2009. The District's contributions for the years ended June 30, 2009, 2008 and 2007 were \$1,682,869, \$1,717,191 and \$1,616,599, respectively, equal to the contractually required contributions for each year as set by state statute.

NOTE 8 FLEXIBLE BENEFIT PLAN

The District has a flexible benefit plan which is classified as a "cafeteria plan" under Section 125 of the Internal Revenue Code. All employee groups of the District are eligible if and when the collective bargaining agreement or contract with their group allows eligibility. Eligible employees can elect to participate by contributing pre-tax dollars withheld from payroll checks to the plan for health care and dependent care benefits.

Before the beginning of the plan year, which is January 1 to December 31, each participant designates a total amount of pre-tax dollars to be contributed to the plan during the year. At June 30, the District is contingently liable for claims against the total amount of participants' annual contributions to the plan, whether or not such contributions have been made.

Payments of insurance premiums (health and dental) are made by the District directly to the designated insurance companies. These payments are made on a monthly basis and are accounted for in the General Fund.

Amounts withheld for medical reimbursement and dependent care are deposited into a separate District checking account on a monthly basis. All assets of the plan are held in a separate bank account, administered by an employee of the District. Payments are made by the District to participating employees upon submitting a request for reimbursement of eligible expenses incurred by the participant. The medical reimbursement and dependent care activity is included in the financial statements as an Employee Benefit Trust Fund.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009**

NOTE 8 FLEXIBLE BENEFIT PLAN (CONTINUED)

All plan property and income attributable to that property is solely the property of the District, subject to the claims of the District's general creditors. Participants' rights under the plan are equal to those of general creditors of the District in an amount equal to eligible health care and dependent care expenses incurred by the participants. The District believes that it is unlikely that it will use the assets to satisfy the claims of general creditors in the future.

NOTE 9 OTHER POSTEMPLOYMENT BENEFITS PLAN

At June 30, 2009, the District adopted Governmental Accounting Standards Board (GASB) Statement No. 45, *Accounting and Financial Reporting by Employers for Post-employment Benefits Other than Pensions*. The District engaged an actuary to determine the District's liability for post-employment healthcare benefits other than pensions as of July 1, 2008.

A. Plan Description

The District operates a single-employer retiree benefit plan ("the Plan") that provides health and dental insurance to eligible employees and their spouses through the District's health insurance plan. There are 1,798 active participants, 537 retired participants including spouses. Benefit and eligibility provisions are established through individual contracts and negotiations between the District and various unions representing District employees and are renegotiated each two-year bargaining period. The Plan does not issue a publicly available financial report.

B. Funding Policy

Contribution requirements are also negotiated between the District and union representatives. The District contributes 100% of the cost of current-year premiums for specified coverage levels of eligible retired plan members and their spouses. For fiscal year 2009, the District contributed \$20,831,842 to the plan, including OPEB proceeds of \$19,194,773, which were contributed to the OPEB trust following the sale of the bonds.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009**

NOTE 9 OTHER POSTEMPLOYMENT BENEFITS PLAN (CONTINUED)

C. Annual OPEB Cost and Net OPEB Obligation

The District's annual other post-employment benefit (OPEB) cost (expense) is calculated based on the annual required contribution (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any un-funded actuarial liabilities over a period not to exceed thirty years. The following table shows the components of the District's annual OPEB cost for the year, the amount actually paid from the plan, and changes in the District's net OPEB obligation.

Annual Required Contribution	\$ 2,098,134
Interest on Net OPEB Obligation	(10,974)
Adjustment to Annual Required Contribution	<u>15,868</u>
Annual OPEB Cost	2,103,028
Contributions Made	<u>(20,831,842)</u>
Increase in Net OPEB Obligation	(18,728,814)
Net OPEB Obligation - Beginning of Year	<u>(274,362)</u>
Net OPEB Obligation - End of Year	<u><u>\$ (19,003,176)</u></u>

The District's annual OPEB cost, the percentage of the annual OPEB cost contributed to the plan, and the net OPEB obligation for 2009:

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
<u>6/30/2009</u>	<u>\$ 2,098,134</u>	<u>990.6%</u>	<u>(19,003,176)</u>

D. Funded Status and Funding Progress

Based upon the July 1, 2008, most recent actuarial valuation date, the District's unfunded actuarial accrued liability (UAAL) as of June 30, 2009 was \$723,716. The annual payroll for active employees covered by the plan in the actuarial valuation was \$71,439,550 for a ratio of UAAL to covered payroll of 1.0%.

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

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009**

NOTE 9 OTHER POSTEMPLOYMENT BENEFITS PLAN (CONTINUED)

E. Actuarial Methods and Assumptions

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

In the July 1, 2008 actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 4.0% discount rate which is a blended rate of the expected long-term investment returns on plan assets and on the employer's own investments calculated based on the funded level of the plan at the valuation date. The initial healthcare trend rate for medical insurance was 10%, reduced by decrements to an ultimate rate of 5% after ten years; and an annual healthcare trend rate of 5% for dental insurance. The UAAL is being amortized as a level percentage of projected payrolls on an open basis. The remaining amortization period at June 30, 2009 was 28 years.

NOTE 10 PENSION BENEFITS PLAN

The District engaged an actuary to determine the District's liability for its pension benefits plan in accordance with the District adopted Governmental Accounting Standards Board (GASB) Statement No. 27, as of July 1, 2008.

A. Plan Description

The District provides pension benefits to certain eligible employees through the Independent School District No. 281 Pension Benefits Plan, a single-employer defined benefit plan administered by the District. All pension benefits are based on contractual agreements with union groups. Eligibility for these benefits is based on years of service and/or minimum age requirements. These contractual agreements do not include any specific contribution or funding requirement.

The pension benefits range from 2 days per year of service to a maximum of 30 days, to 160 days for principals retiring after age 55 with 15 years of service.

B. Funding Policy

Payments under the plan are made on a pay-as-you go basis. There are no invested plan assets accumulated for payment of future benefits. The General Fund is used for funding of all pension/retirement benefits. The employer makes all contributions.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009**

NOTE 10 PENSION BENEFITS PLAN (CONTINUED)

C. Annual Pension Cost and Net Pension Obligation

The District's annual pension cost (expense) is calculated based on the annual required contribution (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 27. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any un-funded actuarial liabilities over a period not to exceed thirty years. The following table shows the components of the District's annual pension cost for the year, the amount actually paid from the plan, and changes in the District's net pension obligation.

Annual Required Contribution	\$ 371,561
Interest on Net Pension Obligation	5,534
Adjustment to Annual Required Contribution	<u>(8,001)</u>
Annual Pension Cost	369,094
Contributions Made	<u>(20,351)</u>
Decrease in Net Pension Obligation	348,743
Net Pension Obligation - Beginning of Year	<u>138,344</u>
Net Pension Obligation - End of Year	<u><u>\$ 487,087</u></u>

The District's annual pension cost, the percentage of the annual pension cost contributed to the plan, and the net pension obligation for 2009 was:

Fiscal Year Ended	Annual Pension Cost	Percentage of Annual Pension Cost Contributed	Net Pension Obligation
<u>6/30/2009</u>	<u>\$ 371,561</u>	<u>5.5%</u>	<u>487,087</u>

D. Funded Status and Funding Progress

As of July 1, 2008, the most recent actuarial valuation date, the District's unfunded actuarial accrued liability (UAAL) was \$3,140,873. The annual payroll for active employees covered by the plan in the actuarial valuation was \$71,439,550 for a ratio of UAAL to covered payroll of 4.4%.

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

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2009**

NOTE 10 PENSION BENEFITS PLAN (CONTINUED)

E. Actuarial Methods and Assumptions

The annual required contribution for the current year was determined as part of the June 30, 2009 actuarial valuation using the projected unit actuarial cost method. The actuarial assumptions included a 4.0% discount rate, which is a blended rate of the expected long-term investment returns on plan assets and on the employer's own investments calculated based on the funded level of the plan at the valuation date and projected salary increases at 4%.

The actuarial methods and assumptions include techniques that are designed to reduce the effect of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations. The unfunded actuarial accrued liability is being amortized as a level dollar amount of projected payroll. The remaining amortization period at June 30, 2009 is 28 years.

NOTE 11 COMMITMENTS AND CONTINGENCIES

A. Federal and State Programs

Amounts received or receivable from federal and state agencies are subject to agency audit and adjustment. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable fund. The amount, if any, of funds which may be disallowed by the agencies cannot be determined at this time although the District expects such amounts, if any, to be immaterial.

B. Construction Contracts

At June 30, 2009, the District is committed to a number of contracts for the construction and improvement of various District properties. The District's remaining commitment under these contracts is approximately \$1,280,214.

C. Legal Contingencies

The District is a defendant in various lawsuits. Although the outcomes of these lawsuits are not presently determinable, the District believes that the resolution of these matters will not have a material adverse effect on its financial position.

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REQUIRED SUPPLEMENTARY INFORMATION

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**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
SCHEDULE OF FUNDING PROGRESS FOR POSTEMPLOYMENT BENEFIT PLANS**

Other Postemployment Benefits						
Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
7/1/2008	\$ 18,299,992	\$ 19,023,708	\$ 723,716	0.96	\$ 71,439,550	1.0%
7/1/2006	-	20,628,741	20,628,741	-	71,439,550	28.9

Supplemental Pension						
Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
7/1/2008	\$ -	\$ 3,140,873	\$ 3,140,873	-	\$ 71,439,550	4.4%
7/1/2006	-	1,373,345	1,373,345	-	71,439,550	1.9

SCHEDULE OF EMPLOYER CONTRIBUTIONS FOR POSTEMPLOYMENT BENEFIT PLANS

Year Ended June 30	Annual Required Contribution	Percentage Contributed
2009	\$ 2,103,028	990.6%

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SUPPLEMENTAL INFORMATION

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
GENERAL FUND
BALANCE SHEET
JUNE 30, 2009**

ASSETS

Cash and Investments	\$ 15,673,720
Receivables:	
Current Taxes	18,126,440
Delinquent Taxes	694,400
Accounts and Interest Receivable	161,059
Due from Other Minnesota School Districts	807,069
Due from Minnesota Department of Education	9,778,398
Due from Federal through the Minnesota Department of Education	2,816,509
Due from Federal Government Received Directly	7,512
Due from Other Governmental Units	402,341
Inventories	350,171
Prepaid Items	<u>2,523,531</u>
Total Assets	<u><u>\$ 51,341,150</u></u>

LIABILITIES AND FUND BALANCE

Liabilities:	
Salaries and Compensated Absences Payable	\$ 1,011,777
Payroll Deductions and Employer Contributions Payable	313,420
Accounts and Contracts Payable	2,395,313
Due to Other Minnesota School Districts	2,487,147
Due to Other Governmental Units	84,702
Property Taxes Levied for Subsequent Year	32,226,759
Deferred Revenue - Delinquent Taxes	512,446
Deferred Revenue	<u>711,497</u>
Total Liabilities	39,743,061

Fund Balance:

Reserved:	
Reserved for Staff Development	168,572
Reserved for Severance Benefits	526,485
Reserved for Health and Safety	1,001,588
Reserved for Operating Capital	5,519,473
Reserved for Prepaid Items	2,523,531
Unreserved, Undesignated	<u>1,858,440</u>
Total Fund Balance	<u>11,598,089</u>

Total Liabilities and Fund Balance	<u><u>\$ 51,341,150</u></u>
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**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2009**

	Final Budget	Actual Amounts	Over (Under) Final Budget
REVENUES			
Local Sources:			
Property Taxes	\$ 21,539,571	\$ 21,737,121	\$ 197,550
Earnings on Investments	250,000	151,698	(98,302)
Other	5,551,710	6,029,570	477,860
State Sources	98,644,745	100,095,474	1,450,729
Federal Sources	6,562,129	5,826,420	(735,709)
Total Revenues	<u>132,548,155</u>	<u>133,840,283</u>	<u>1,292,128</u>
EXPENDITURES			
Administration:			
Salaries	3,750,862	3,965,068	214,206
Employee Benefits	1,063,218	2,232,051	1,168,833
Purchased Services	138,808	114,116	(24,692)
Supplies and Materials	44,112	50,143	6,031
Capital Expenditures	4,400	9,998	5,598
Other Expenditures	71,389	74,944	3,555
Total Administration	<u>5,072,789</u>	<u>6,446,320</u>	<u>1,373,531</u>
District Support Services:			
Salaries	2,218,646	2,142,266	(76,380)
Employee Benefits	614,510	1,443,846	829,336
Purchased Services	926,674	1,145,724	219,050
Supplies and Materials	169,160	161,320	(7,840)
Capital Expenditures	328,451	207,014	(121,437)
Other Expenditures	(64,881)	(13,801)	51,080
Total District Support Services	<u>4,192,560</u>	<u>5,086,369</u>	<u>893,809</u>
Elementary and Secondary Regular Instruction:			
Salaries	38,976,588	39,288,212	311,624
Employee Benefits	32,263,538	17,279,352	(14,984,186)
Purchased Services	4,740,151	4,792,953	52,802
Supplies and Materials	2,049,311	1,477,546	(571,765)
Capital Expenditures	1,453,555	914,373	(539,182)
Other Expenditures	344,170	638,105	293,935
Total Elementary and Secondary Regular Instruction	<u>79,827,313</u>	<u>64,390,541</u>	<u>(15,436,772)</u>

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED JUNE 30, 2009**

	Final Budget	Actual Amounts	Over (Under) Final Budget
EXPENDITURES (Continued)			
Vocational Education Instruction:			
Salaries	\$ 2,041,368	\$ 1,946,669	\$ (94,699)
Employee Benefits	522,035	611,824	89,789
Purchased Services	1,245,499	1,021,679	(223,820)
Supplies and Materials	61,470	69,403	7,933
Capital Expenditures	23,600	21,217	(2,383)
Other Expenditures	14,611	45,013	30,402
Total Vocational Education Instruction	3,908,583	3,715,805	(192,778)
Special Education Instruction:			
Salaries	14,625,443	14,502,418	(123,025)
Employee Benefits	3,923,029	6,546,795	2,623,766
Purchased Services	3,617,892	2,745,164	(872,728)
Supplies and Materials	131,600	88,928	(42,672)
Capital Expenditures	25,500	15,149	(10,351)
Other Expenditures	3,000	23,854	20,854
Total Special Education Instruction	22,326,464	23,922,308	1,595,844
Instructional Support Services:			
Salaries	5,230,247	4,895,362	(334,885)
Employee Benefits	1,310,227	2,636,733	1,326,506
Purchased Services	525,003	274,673	(250,330)
Supplies and Materials	852,983	406,363	(446,620)
Capital Expenditures	85,000	272,897	187,897
Other Expenditures	9,254	12,662	3,408
Total Instructional Support Services	8,012,714	8,498,690	485,976
Pupil Support Services:			
Salaries	6,295,310	6,185,549	(109,761)
Employee Benefits	1,355,558	3,381,503	2,025,945
Purchased Services	4,033,289	4,991,971	958,682
Supplies and Materials	1,036,095	1,113,818	77,723
Capital Expenditures	301,417	330,093	28,676
Other Expenditures	3,863	72,507	68,644
Total Pupil Support Services	13,025,532	16,075,441	3,049,909

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED JUNE 30, 2009**

	Final Budget	Actual Amounts	Over (Under) Final Budget
EXPENDITURES (Continued)			
Sites and Buildings:			
Salaries	\$ 5,034,027	\$ 4,949,165	\$ (84,862)
Employee Benefits	1,368,425	3,667,892	2,299,467
Purchased Services	6,046,425	5,351,234	(695,191)
Supplies and Materials	1,326,815	1,048,748	(278,067)
Capital Expenditures	2,714,353	1,949,783	(764,570)
Other Expenditures	-	7,832	7,832
Total Sites and Buildings	16,490,045	16,974,654	484,609
Fiscal and Other Fixed Cost Programs:			
Purchased Services	478,552	460,215	(18,337)
Debt Service:			
Principal	620,331	620,331	-
Interest and Fiscal Charges	119,513	119,513	-
Total Debt Service	739,844	739,844	-
Total Expenditures	154,074,396	146,310,187	(7,764,209)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(21,526,241)	(12,469,904)	9,056,337
OTHER FINANCING SOURCES (USES)			
Sale of Equipment Proceeds	-	571	571
Sale of Real Property Proceeds	3,200,000	3,088,985	(111,015)
Insurance Recovery Proceeds	-	9,475	9,475
Sale of Bonds Proceeds	20,065,000	16,139,328	(3,925,672)
Bond Premium (Discount)	-	(188,983)	(188,983)
Transfers Out	(47,930)	(36,745)	11,185
Total Other Financing Sources (Uses)	23,217,070	19,012,631	(4,204,439)
Net Change in Fund Balance	\$ 1,690,829	6,542,727	\$ 4,851,898
FUND BALANCE			
Beginning of Year		5,055,362	
End of Year		\$ 11,598,089	

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
FOOD SERVICE SPECIAL REVENUE FUND
BALANCE SHEET
JUNE 30, 2009**

ASSETS

Cash and Investments	\$ 1,274,509
Receivables:	
Accounts and Interest Receivable	5,847
Due from Other Minnesota School Districts	24,328
Due from Minnesota Department of Education	3,892
Due from Federal through the Minnesota Department of Education	55,730
Due from Other Governmental Units	722
Inventory	52,084
Prepaid Items	11,205
	11,205
Total Assets	\$ 1,428,317

LIABILITIES AND FUND BALANCE

Liabilities:	
Salaries and Compensated Absences Payable	\$ 17,717
Payroll Deductions and Employer Contributions Payable	16,386
Accounts and Contracts Payable	25,519
Deferred Revenue	82,656
Total Liabilities	142,278
Fund Balance:	
Reserved for Severance and Health Benefits	5,595
Reserved for Prepaid Items	11,205
Unreserved, Undesignated	1,269,239
Total Fund Balance	1,286,039
Total Liabilities and Fund Balance	\$ 1,428,317

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
FOOD SERVICE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2009**

	<u>Original</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Over (Under) Final Budget</u>
REVENUES				
Local Sources:				
Earnings on Investments	\$ 50,000	\$ 50,000	\$ 12,625	\$ (37,375)
Other - Primarily Meal Sales	3,232,884	3,232,884	2,908,809	(324,075)
State Sources	247,232	247,232	244,085	(3,147)
Federal Sources	2,730,980	2,730,980	2,809,818	78,838
Total Revenues	<u>6,261,096</u>	<u>6,261,096</u>	<u>5,975,337</u>	<u>(285,759)</u>
EXPENDITURES				
Current:				
Salaries	1,952,787	1,952,787	1,963,671	10,884
Employee Benefits	671,899	671,899	1,851,084	1,179,185
Purchased Services	275,700	275,700	178,494	(97,206)
Supplies and Materials	3,220,264	3,220,264	2,743,684	(476,580)
Other Expenditures	5,000	5,000	9,041	4,041
Capital Outlay	60,000	60,000	4,877	(55,123)
Debt Service:				
Principal	28,880	28,880	28,880	-
Interest	8,023	8,023	8,023	-
Total Expenditures	<u>6,222,553</u>	<u>6,222,553</u>	<u>6,787,754</u>	<u>565,201</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	38,543	38,543	(812,417)	(850,960)
OTHER FINANCING SOURCES				
Sale of Bonds Proceeds	<u>-</u>	<u>-</u>	<u>1,134,411</u>	<u>1,134,411</u>
Net Change in Fund Balance	<u>\$ 38,543</u>	<u>\$ 38,543</u>	321,994	<u>\$ 283,451</u>
FUND BALANCE				
Beginning of Year			<u>964,045</u>	
End of Year			<u>\$ 1,286,039</u>	

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
COMMUNITY SERVICE SPECIAL REVENUE FUND
BALANCE SHEET
JUNE 30, 2009**

ASSETS

Cash and Investments	\$	2,326,803
Receivables:		
Current Taxes		854,047
Delinquent Taxes		36,850
Accounts and Interest Receivable		36,005
Due from Minnesota Department of Education		253,553
Due from Federal Government through the Minnesota Department of Education		60,732
Due from Other Governmental Units		15,971
Prepaid Items		16,767
		16,767
Total Assets	\$	3,600,728

LIABILITIES AND FUND BALANCE

Liabilities:		
Salaries and Compensated Absences Payable	\$	190,593
Payroll Deductions and Employer Contributions Payable		43,975
Accounts and Contracts Payable		69,953
Due to Other Governmental Units		6,346
Property Taxes Levied for Subsequent Year		1,626,979
Deferred Revenue - Delinquent Taxes		27,708
Deferred Revenue		175,417
Total Liabilities		2,140,971
Fund Balance:		
Reserved for Prepaid Items		-
Reserved for Community Education Programs		1,055,412
Reserved for Early Childhood Family Education Programs		210,140
Reserved for School Readiness		39,131
Reserved for Adult Basic Education		118,338
Reserved for Severance and Health Benefits		36,736
Unreserved, Undesignated		-
Total Fund Balance		1,459,757
Total Liabilities and Fund Balance	\$	3,600,728

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
COMMUNITY SERVICE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2009**

	Original	Final Budget	Actual Amounts	Over (Under) Final Budget
REVENUES				
Local Sources:				
Property Taxes	\$ 1,451,032	\$ 1,451,032	\$ 1,391,777	\$ (59,255)
Earnings on Investments	100,000	35,000	31,993	(3,007)
Other - Primarily Tuition and Fees	4,033,878	3,810,452	3,929,883	119,431
State Sources	1,929,082	2,015,719	2,082,135	66,416
Federal Sources	321,767	299,016	300,601	1,585
Total Revenues	7,835,759	7,611,219	7,736,389	125,170
EXPENDITURES				
Current:				
Salaries	5,302,795	5,337,447	5,331,166	(6,281)
Employee Benefits	1,541,928	1,564,553	3,647,040	2,082,487
Purchased Services	713,582	723,478	685,716	(37,762)
Supplies and Materials	371,666	360,716	327,274	(33,442)
Other Expenditures	180,511	93,951	70,965	(22,986)
Capital Outlay	41,884	55,817	63,351	7,534
Total Expenditures	8,152,366	8,135,962	10,125,512	1,989,550
Deficiency of Revenues				
Under Expenditures	(316,607)	(524,743)	(2,389,123)	(1,864,380)
OTHER FINANCING SOURCES (USES)				
Sale of Bonds Proceeds	-	-	2,174,768	2,174,768
Transfer In	47,930	47,930	36,745	(11,185)
Total Other Financing Sources (Uses)	47,930	47,930	2,211,513	2,163,583
Net Change in Fund Balance	\$ (268,677)	\$ (476,813)	(177,610)	\$ 299,203
FUND BALANCE				
Beginning of Year			1,637,367	
End of Year			\$ 1,459,757	

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
CAPITAL PROJECTS FUND
BALANCE SHEET
JUNE 30, 2009**

ASSETS

Cash and Investments	\$ 5,416,499
Other Receivables:	
Accounts and Interest Receivable	6,280
Due from Minnesota Department of Education	90,000
Due from Other Governmental Units	<u>49,000</u>
 Total Assets	 <u><u>\$ 5,561,779</u></u>

LIABILITIES AND FUND BALANCE

Liabilities:

Payroll Deductions and Employer Contributions Payable	\$ 972
Accounts and Contracts Payable	<u>1,393,930</u>
Total Liabilities	1,394,902

Fund Balance:

Reserved for Alternative Facility Program	<u>4,166,877</u>
 Total Fund Liabilities and Fund Balance	 <u><u>\$ 5,561,779</u></u>

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual Amounts	Over (Under) Final Budget
	Original	Final		
REVENUES				
Local Sources:				
Property Taxes	\$ 7,000,000	\$ 7,000,000	\$ 7,000,000	\$ -
Earnings on Investments	450,000	105,000	99,495	(5,505)
Other	-	-	40,628	40,628
State sources:	900,000	900,000	900,000	-
Total Revenues	<u>8,350,000</u>	<u>8,005,000</u>	<u>8,040,123</u>	<u>35,123</u>
EXPENDITURES				
Current:				
Salaries	198,328	198,328	200,284	1,956
Employee Benefits	54,727	54,727	60,225	5,498
Purchased Services	-	-	45,429	45,429
Bond Sale Costs	-	-	42,023	42,023
Capital Outlay	16,847,760	16,847,760	14,154,758	(2,693,002)
Total Expenditures	<u>17,100,815</u>	<u>17,100,815</u>	<u>14,502,719</u>	<u>(2,598,096)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(8,750,815)	(9,095,815)	(6,462,596)	2,633,219
OTHER FINANCING SOURCES (USES)				
Bonds Proceeds	9,200,000	9,200,000	9,285,000	85,000
Bond Premium (Discount)	-	-	(110,188)	(110,188)
Total Other Financing Sources (Uses)	<u>9,200,000</u>	<u>9,200,000</u>	<u>9,174,812</u>	<u>(25,188)</u>
Net Change in Fund Balance	<u>\$ 449,185</u>	<u>\$ 104,185</u>	2,712,216	<u>\$ 2,608,031</u>
Fund Balance - Beginning			<u>1,454,661</u>	
Fund Balance - Ending			<u>\$ 4,166,877</u>	

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
DEBT SERVICE FUND
BALANCE SHEET
JUNE 30, 2009**

	<u>Regular Debt Service</u>	<u>Other Postemployment Benefit Bonds</u>	<u>2009</u>
ASSETS			
Cash and Investments	\$ 10,620,870	\$ 647,677	\$ 11,268,547
Cash and Investments Held by Trustee	15,254,043	-	15,254,043
Receivables:			
Current Taxes	8,363,111	-	8,363,111
Delinquent Taxes	341,434	-	341,434
Accounts and Interest Receivable	668,649	-	668,649
Due from Minnesota Department of Education	54,599	-	54,599
Total Assets	<u>\$ 35,302,706</u>	<u>\$ 647,677</u>	<u>\$ 35,950,383</u>
LIABILITIES AND FUND BALANCE			
Liabilities:			
Property Taxes Levied for Subsequent Year	\$ 15,931,975	\$ -	\$ 15,931,975
Deferred Revenue - Delinquent Taxes	254,146	-	254,146
Deferred Revenue	230,958	-	230,958
Total Liabilities	<u>16,417,079</u>	<u>-</u>	<u>16,417,079</u>
Fund Balance:			
Reserved for Bond Refunding	15,922,692	-	15,922,692
Unreserved - Undesignated	2,962,935	647,677	3,610,612
Total Fund Balance	<u>18,885,627</u>	<u>647,677</u>	<u>19,533,304</u>
Total Liabilities and Fund Balance	<u>\$ 35,302,706</u>	<u>\$ 647,677</u>	<u>\$ 35,950,383</u>

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		2009 Actual		Actual Amounts	Over (Under) Final Budget
	Original	Final	Regular Debt Service	Other Postemployment Benefit Bonds		
REVENUES						
Local Sources:						
Property Tax	\$ 13,225,938	\$ 13,417,167	\$ 13,419,687	\$ -	\$ 13,419,687	\$ 2,520
Earnings on Investments	3,523,403	3,002,596	2,608,935	31,184	2,640,119	(362,477)
State Sources	780,000	545,994	545,994	-	545,994	-
Total Revenues	17,529,341	16,965,757	16,574,616	31,184	16,605,800	(359,957)
EXPENDITURES						
Debt Service:						
Bond Principal	7,455,000	7,455,000	7,455,000	-	7,455,000	-
Bond Interest	10,918,195	10,918,195	10,918,192	-	10,918,192	(3)
Loan Principal	-	-	-	-	-	-
Loan Interest	-	-	-	-	-	-
Paying Agent Fees and Other	12,000	57,288	58,036	-	58,036	748
Total Expenditures	18,385,195	18,430,483	18,431,228	-	18,431,228	745
Excess (Deficiency) of Revenues Over (Under) Expenditures	(855,854)	(1,464,726)	(1,856,612)	31,184	(1,825,428)	(360,702)
OTHER FINANCING SOURCES (USES)						
Bonds Proceeds	-	6,080,000	6,080,000	616,493	6,696,493	616,493
Bond Premium	-	51,945	51,945	-	51,945	-
Payment to Refunded Bond Escrow Agent	-	(73,997,839)	(72,000,000)	-	(72,000,000)	1,997,839
Total Other Financing Sources (Uses)	-	(67,865,894)	(65,868,055)	616,493	(65,251,562)	2,614,332
Net Change in Fund Balance	\$ (855,854)	\$ (69,330,620)	(67,724,667)	647,677	(67,076,990)	\$ 2,253,630
Fund Balance - Beginning			86,610,294	-	86,610,294	
Fund Balance - Ending			\$ 18,885,627	\$ 647,677	\$ 19,533,304	

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET ASSETS
JUNE 30, 2009**

	Health Benefits Self-Insurance	Dental Self-Insurance	Total
ASSETS			
Current Assets:			
Cash and Investments	\$ 6,424,335	\$ 745,039	\$ 7,169,374
Accounts Receivable	617	95	712
Total Assets	\$ 6,424,952	\$ 745,134	\$ 7,170,086
LIABILITIES AND NET ASSETS			
Liabilities:			
Accounts Payable	\$ 925,070	\$ 66,504	\$ 991,574
Deferred Revenue	797,309	57,870	855,179
Total Liabilities	1,722,379	124,374	1,846,753
Net Assets:			
Unrestricted	4,702,573	620,760	5,323,333
Total Liabilities and Net Assets	\$ 6,424,952	\$ 745,134	\$ 7,170,086

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND BALANCE
YEAR ENDED JUNE 30, 2009**

	<u>Health Benefits Self-Insurance</u>	<u>Dental Self-Insurance</u>	<u>Total</u>
OPERATING REVENUES			
Charges for Services:			
Contributions from Other Governmental Funds	\$ 12,123,610	\$ 1,331,057	\$ 13,454,667
OPERATING EXPENSES			
Health Insurance Claim Payments	9,075,078	-	9,075,078
Dental Insurance Claim Payments	-	1,156,892	1,156,892
Total Operating Expenses	<u>9,075,078</u>	<u>1,156,892</u>	<u>10,231,970</u>
Operating Income	3,048,532	174,165	3,222,697
NONOPERATING INCOME			
Earnings on Investments	<u>49,883</u>	<u>7,561</u>	<u>57,444</u>
Change in Net Assets	3,098,415	181,726	3,280,141
Net Assets - Beginning	<u>1,604,158</u>	<u>439,034</u>	<u>2,043,192</u>
Net Assets - Ending	<u>\$ 4,702,573</u>	<u>\$ 620,760</u>	<u>\$ 5,323,333</u>

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2009**

	<u>Health Benefits Self-Insurance</u>	<u>Dental Self-Insurance</u>	<u>Total</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Contributions from Governmental Funds	\$ 12,498,637	\$ 1,325,362	\$ 13,823,999
Payments for Medical Fees and Insurance Claims	<u>(9,000,619)</u>	<u>(1,154,476)</u>	<u>(10,155,095)</u>
Net Cash Provided by Operating Activities	3,498,018	170,886	3,668,904
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest Received	<u>51,575</u>	<u>7,988</u>	<u>59,563</u>
Net Increase in Cash and Cash Equivalents	3,549,593	178,874	3,728,467
Cash and Cash Equivalents - Beginning	<u>2,874,742</u>	<u>566,165</u>	<u>3,440,907</u>
Cash and Cash Equivalents - Ending	<u><u>\$ 6,424,335</u></u>	<u><u>\$ 745,039</u></u>	<u><u>\$ 7,169,374</u></u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES			
Operating Income	\$ 3,048,532	\$ 174,165	\$ 3,222,697
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:			
Increase in Accounts Payable	74,459	2,416	76,875
Increase (Decrease) in Deferred Revenue	375,027	(5,695)	369,332
Total Adjustments	<u>449,486</u>	<u>(3,279)</u>	<u>446,207</u>
Net Cash Provided by Operating Activities	<u><u>\$ 3,498,018</u></u>	<u><u>\$ 170,886</u></u>	<u><u>\$ 3,668,904</u></u>

STATISTICAL SECTION (UNAUDITED)

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
NET ASSETS BY COMPONENT
LAST EIGHT FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)**

	Fiscal Year							
	2002	2003	2004	2005	2006	2007	2008	2009
Governmental Activities								
Invested in Capital Assets,								
Net of Related Debt	\$ 29,104,054	\$ 43,741,896	\$ 42,714,842	\$ 52,592,852	\$ 61,350,940	\$ 76,314,964	\$ 83,337,459	\$ 88,847,464
Restricted	9,904,130	4,694,452	6,300,737	10,030,573	11,951,418	6,408,692	7,250,169	4,291,767
Unrestricted	<u>(4,095,942)</u>	<u>(4,737,496)</u>	3,773,321	3,808,033	161,405	<u>(3,930,494)</u>	342,979	8,937,032
Total Governmental Activities Net Assets	<u>\$ 34,912,242</u>	<u>\$ 43,698,852</u>	<u>\$ 52,788,900</u>	<u>\$ 66,431,458</u>	<u>\$ 73,463,763</u>	<u>\$ 78,793,162</u>	<u>\$ 90,930,607</u>	<u>\$ 102,076,263</u>

Note: The District began to report accrual information when it implemented GASB 34 in fiscal year 2002.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
CHANGES IN NET ASSETS
LAST EIGHT FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)**

	Fiscal Year							
	2002	2003	2004	2005	2006	2007	2008	2009
Expenses								
Governmental Activities:								
Administration	\$ 4,383,616	\$ 4,632,636	\$ 5,214,270	\$ 5,235,673	\$ 5,107,500	\$ 5,402,071	\$ 5,100,762	\$ 3,818,527
District Support Services	4,170,654	4,534,883	3,877,212	5,298,077	5,936,822	5,745,331	4,306,864	4,849,295
Regular Instruction	53,874,170	56,172,229	57,202,310	59,276,521	62,482,941	64,508,227	67,801,359	58,102,087
Vocational Education Instruction	2,748,357	3,277,514	2,795,618	2,974,670	3,864,581	3,754,694	3,404,780	3,653,486
Special Education Instruction	20,317,411	20,035,425	20,504,974	22,411,853	24,100,002	26,133,631	24,994,624	21,793,129
Instructional Support Services	6,374,353	6,943,816	7,446,207	7,045,401	7,072,539	7,437,755	7,817,597	5,480,770
Pupil Support Services	12,438,951	13,438,619	13,212,806	12,431,049	13,746,683	14,291,162	15,052,521	14,836,979
Sites and Buildings	19,871,954	16,683,146	14,761,896	12,554,931	15,836,442	13,852,363	16,616,469	25,418,110
Fiscal and Other Fixed Cost Programs	357,990	396,532	472,006	541,257	543,743	556,372	506,724	460,215
Food Service	4,809,166	5,083,827	5,427,225	5,280,997	5,890,900	5,847,585	6,201,918	5,778,326
Community Service	7,415,788	7,066,824	7,063,958	7,358,148	7,840,616	7,752,795	7,508,292	8,128,907
Deprecation Not Included in Other Functions	2,119,290	3,287,506	-	-	-	-	-	-
Interest on Long-Term Debt	5,731,831	7,269,950	8,843,020	9,077,366	10,278,443	11,691,901	11,285,863	10,889,988
Total Governmental Activities Expenses	144,613,531	148,822,907	146,821,502	149,485,943	162,701,212	168,973,867	170,597,773	163,209,819
Program Revenues								
Governmental Activities:								
Charges for Services:								
District Support Services	280,344	391,728	375,329	376,988	78,972	630	5,577	3,279
Regular Instruction	1,234,762	1,663,903	1,369,400	1,360,398	1,455,007	1,408,074	1,645,481	1,355,642
Vocational Education Instruction	1,020	704	3,329	8,684	3,695	614	6,712	661
Special Education Instruction	544,347	421,662	792,207	983,121	1,112,158	-	94,448	3,577
Instructional Support Services	77,445	41,789	66,894	15,791	13,380	21,341	21,803	24,911
Pupil Support Services	64,519	39,191	46,390	90,070	58,690	40,945	67,147	53,569
Sites and Buildings	1,471,663	1,559,922	1,539,971	1,332,248	1,321,771	1,135,458	1,610,412	2,299,097
Food Service	3,248,380	3,175,323	3,294,283	2,972,130	3,003,476	3,012,320	3,041,961	2,908,809
Community Service	3,234,146	3,178,079	3,173,119	3,111,009	3,350,744	3,457,365	3,402,691	3,431,613
Operating Grants and Contributions	22,593,447	22,915,215	23,216,017	22,564,759	25,167,057	25,114,338	27,647,715	25,307,867
Capital Grants and Contributions	987,222	989,065	939,539	931,500	996,350	1,010,651	946,211	3,160,964
Total Governmental Activities Program Revenues	33,747,275	34,376,581	34,816,478	33,746,698	36,561,300	35,199,736	38,480,156	38,549,989
Net Governmental Activities (Expense)/Revenue	(110,886,256)	(114,446,326)	(112,005,024)	(115,739,245)	(126,139,912)	(131,774,131)	(132,107,615)	(124,659,830)
General Revenues and Other Changes in Net Assets								
Governmental Activities:								
Property Taxes:								
General Purpose	31,247,931	15,811,990	22,750,796	16,137,361	8,478,897	19,803,459	19,353,381	25,682,507
Community Service	1,268,983	1,458,514	2,458,197	1,560,596	762,981	1,492,192	1,511,792	1,644,391
Facilities Improvement	3,675,539	5,500,000	7,000,000	7,000,000	7,500,000	6,754,779	8,500,000	-
Debt Service	4,975,962	8,543,354	8,880,017	13,570,111	13,437,178	13,579,060	14,379,806	15,855,421
Unrestricted Grants and Contributions	61,278,385	86,507,794	77,052,732	83,577,294	94,987,927	88,197,466	89,443,603	84,335,696
Gain on Sale of Capital Assets	-	-	(984,601)	448,754	-	-	-	2,456,890
Miscellaneous	2,586,949	1,931,033	3,259,395	4,277,162	4,066,492	2,183,860	2,745,252	2,968,695
Unrestricted Investment Earnings	1,361,387	3,480,251	698,536	2,810,525	3,938,742	5,092,714	5,097,327	2,861,886
Total Governmental Activities	106,395,136	123,232,936	121,095,072	129,381,803	133,172,217	137,103,530	141,031,161	135,805,486
Change in Net Assets	\$ (4,471,120)	\$ 8,786,610	\$ 9,090,048	\$ 13,642,558	\$ 7,032,305	\$ 5,329,399	\$ 8,923,546	\$ 11,145,656

Note: The District began to report accrual information when it implemented GASB 34 in fiscal year 2002.

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**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE AND LEVY TYPE
LAST EIGHT FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)**

Fiscal Year	Property Tax				Total
	General Purposes	Community Service	Facilities Improvement	Debt Service	
2002	\$ 31,247,931	\$ 1,268,983	\$ 3,675,539	\$ 4,975,962	\$ 41,168,415
2003	15,811,990	1,458,514	5,500,000	8,543,354	31,313,858
2004	22,750,796	2,458,197	7,000,000	8,860,017	41,069,010
2005	16,137,391	1,560,596	7,000,000	13,570,111	38,268,098
2006	8,478,897	762,981	7,500,000	13,437,178	30,179,056
2007	19,803,459	1,492,192	6,754,779	13,579,060	41,629,490
2008	19,494,046	1,535,756	8,500,000	14,379,806	43,909,608
2009	25,682,507	1,644,391	-	15,855,421	43,182,319

Note: The District implemented GASB Statement No. 34 in fiscal 2002. This information is not available for previous fiscal years.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)**

	Fiscal Year			
	2000	2001	2002	2003
General Fund				
Reserved	\$ 2,368,689	\$ 2,727,657	\$ 2,723,791	\$ 3,808,573
Unreserved	2,007,148	3,355,473	4,764,343	7,641,041
Total General Fund	\$ 4,375,837	\$ 6,083,130	\$ 7,488,134	\$ 11,449,614
All other Governmental Funds				
Reserved	\$ 25,727,462	\$ 38,868,311	\$ 7,783,768	\$ 32,548,064
Unreserved Reported in:				
Special Revenue Funds	438,246	318,573	299,123	485,000
Capital Project Funds	-	-	82,146	(5,790,706)
Debt Service Funds	1,733,466	2,241,397	384,915	857,956
Total All Other Governmental Funds	\$ 27,899,174	\$ 41,428,281	\$ 8,549,952	\$ 28,100,314
Total All Funds	\$ 32,275,011	\$ 47,511,411	\$ 16,038,086	\$ 39,549,928

Fiscal Year					
2004	2005	2006	2007	2008	2009
\$ 3,722,077	\$ 6,889,390	\$ 5,849,585	\$ 3,891,962	\$ 3,081,848	\$ 9,739,649
12,454,270	12,710,691	9,092,489	3,323,829	1,973,514	1,858,440
<u>\$ 16,176,347</u>	<u>\$ 19,600,081</u>	<u>\$ 14,942,074</u>	<u>\$ 7,215,791</u>	<u>\$ 5,055,362</u>	<u>\$ 11,598,089</u>
\$ 32,548,772	\$ 72,249,250	\$ 99,892,812	\$ 90,720,046	\$ 85,532,009	\$ 21,566,126
799,638	940,863	827,199	1,065,497	958,871	1,269,239
10,620,950	1,022,516	-	-	-	-
429,612	1,217,090	2,400,172	2,975,311	4,175,487	3,610,612
<u>\$ 44,398,972</u>	<u>\$ 75,429,719</u>	<u>\$ 103,120,183</u>	<u>\$ 94,760,854</u>	<u>\$ 90,666,367</u>	<u>\$ 26,445,977</u>
<u>\$ 60,575,319</u>	<u>\$ 95,029,800</u>	<u>\$ 118,062,257</u>	<u>\$ 101,976,645</u>	<u>\$ 95,721,729</u>	<u>\$ 38,044,066</u>

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)**

	Fiscal Year			
	2000	2001	2002	2003
Revenues				
Local Sources:				
Property Taxes	\$ 38,821,175	\$ 38,831,690	\$ 40,946,210	\$ 31,309,507
Earnings on Investments	1,760,780	2,194,604	1,361,388	3,480,251
Other	13,093,561	13,811,117	13,390,168	13,033,780
State Sources	68,493,299	74,511,966	79,251,644	103,924,379
Federal Sources	4,171,154	4,311,251	5,003,800	5,743,690
Total Revenues	<u>126,339,969</u>	<u>133,660,628</u>	<u>139,953,210</u>	<u>157,491,607</u>
Expenditures				
Current:				
Administration	5,284,777	5,131,240	4,288,276	4,620,756
District Support Services	3,852,907	4,167,795	4,258,836	4,618,537
Regular Instruction	48,522,036	50,903,754	52,280,030	56,273,772
Vocational Education Instruction	2,967,758	2,941,269	2,766,720	3,109,376
Special Education Instruction	17,379,656	18,769,432	20,178,776	20,159,184
Instructional Support Services	4,660,657	5,157,794	6,361,637	6,941,485
Pupil Support Services	10,651,050	11,920,764	12,336,898	13,563,668
Sites and Buildings	9,712,932	10,520,938	11,113,984	11,927,090
Fiscal and Other Fixed Cost Programs	326,549	337,551	357,990	396,532
Food Service	4,314,803	4,959,558	4,820,607	5,080,679
Community Service	6,002,804	7,118,458	7,356,927	6,995,240
Capital Outlay	31,853,656	44,250,045	36,900,800	39,680,948
Debt Service:				
Principal	615,720	1,045,805	2,384,166	3,984,298
Interest and Fiscal Charges	1,806,449	2,897,422	5,243,570	6,627,055
Total Expenditures	<u>147,951,754</u>	<u>170,121,825</u>	<u>170,649,217</u>	<u>183,978,620</u>
Deficiency of Revenues				
Over Expenditures	(21,611,785)	(36,461,197)	(30,696,007)	(26,487,013)
Other Financing Sources (Uses)				
Refunding Bonds Issued	-	-	-	28,625,000
Bonds Issued	40,000,000	50,766,402	-	21,017,806
Premium on Bonds Issued	-	-	-	-
Discount on Bonds Issued	-	-	-	-
Bond Retirement from Escrow Account	-	-	-	-
Sale of Real Property	-	115,972	2,365	356,050
Transfers In	37,361	-	23,720	24,832
Transfers Out	(37,361)	-	(23,720)	(24,832)
Capital Leases	-	815,223	-	-
Total Other Financing Sources (Uses)	<u>40,000,000</u>	<u>51,697,597</u>	<u>2,365</u>	<u>49,998,856</u>
Net Change in Fund Balances	<u>\$ 18,388,215</u>	<u>\$ 15,236,400</u>	<u>\$ (30,693,642)</u>	<u>\$ 23,511,843</u>

Fiscal Year					
2004	2005	2006	2007	2008	2009
\$ 41,308,814	\$ 38,209,467	\$ 30,206,352	\$ 41,457,260	\$ 43,742,997	\$ 43,548,585
698,536	2,810,525	3,937,795	5,055,338	5,007,995	2,935,930
13,759,439	14,568,427	14,816,609	12,166,427	13,200,939	12,908,890
94,453,060	100,783,983	111,939,567	104,391,164	108,875,380	103,867,688
6,755,228	6,289,570	8,418,823	8,996,614	8,602,694	8,936,839
<u>156,975,077</u>	<u>162,661,972</u>	<u>169,319,146</u>	<u>172,066,803</u>	<u>179,430,005</u>	<u>172,197,932</u>
5,055,107	4,953,172	5,019,474	5,434,638	5,136,706	6,436,322
5,065,616	5,464,759	5,417,684	5,410,584	3,870,005	4,879,355
53,811,523	54,369,786	57,513,966	59,128,600	61,004,645	63,476,168
2,847,300	2,960,304	3,802,133	3,768,456	3,532,437	3,694,588
20,607,297	22,272,197	24,138,496	26,214,918	25,172,502	23,907,159
7,468,285	7,009,628	6,769,216	7,559,968	7,909,523	8,225,793
12,522,634	12,242,275	14,316,255	13,901,826	15,862,991	15,745,348
13,855,230	14,526,035	16,952,150	18,956,879	16,134,479	15,024,871
472,006	541,257	543,743	556,372	506,724	460,215
5,336,708	5,236,226	5,358,964	5,680,803	5,726,143	6,745,974
6,842,041	7,081,412	7,556,152	7,588,438	7,508,986	10,062,161
32,644,681	17,474,658	8,971,276	17,563,528	26,522,419	18,249,448
4,115,471	5,970,584	6,873,776	6,939,286	7,847,953	8,104,211
7,944,242	10,035,941	10,508,388	10,817,764	11,099,803	11,145,787
<u>178,588,141</u>	<u>170,138,234</u>	<u>173,741,673</u>	<u>189,522,060</u>	<u>197,835,316</u>	<u>196,157,400</u>
(21,613,064)	(7,476,262)	(4,422,527)	(17,455,257)	(18,405,311)	(23,959,468)
-	37,180,000	14,125,000	-	-	6,080,000
41,315,000	-	13,200,000	-	17,455,000	29,350,000
-	370,311	-	-	-	51,945
(26,163)	-	(176,570)	-	174,695	(299,171)
-	-	-	-	(6,582,971)	(72,000,000)
-	4,091,150	306,554	-	-	3,099,031
24,343	28,390	32,382	40,067	36,667	36,745
(24,343)	(28,390)	(32,382)	(40,067)	(36,667)	(36,745)
1,349,618	289,282	-	1,369,645	1,103,671	-
<u>42,638,455</u>	<u>41,930,743</u>	<u>27,454,984</u>	<u>1,369,645</u>	<u>12,150,395</u>	<u>(33,718,195)</u>
<u>\$ 21,025,391</u>	<u>\$ 34,454,481</u>	<u>\$ 23,032,457</u>	<u>\$ (16,085,612)</u>	<u>\$ (6,254,916)</u>	<u>\$ (57,677,663)</u>

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
GENERAL GOVERNMENTAL TAX REVENUES BY SOURCE AND LEVY TYPE
LAST TEN YEARS
(UNAUDITED)**

Fiscal Year	Property Tax				Total
	General Fund	Community Service Special Revenue Fund	Capital Projects -- Building Construction Fund	Debt Service Fund	
2000	\$ 33,037,465	\$ 1,172,100	\$ 4,509,134	\$ 102,476	\$ 38,821,175
2001	30,936,522	1,252,749	4,992,049	1,650,370	38,831,690
2002	31,072,496	1,262,230	3,675,539	4,935,945	40,946,210
2003	15,807,639	1,458,514	5,500,000	8,543,354	31,309,507
2004	23,055,012	2,445,815	7,000,000	8,807,987	41,308,814
2005	16,303,601	1,546,014	7,000,000	13,359,852	38,209,467
2006	8,506,806	764,306	7,500,000	13,435,240	30,206,352
2007	19,686,017	1,487,241	6,754,779	13,529,223	41,457,260
2008	19,387,504	1,529,506	8,500,000	14,325,986	43,742,996
2009	21,737,121	1,391,777	7,000,000	13,419,687	43,548,585

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
OPERATING FUND REVENUE BY SOURCE (1)
LAST TEN FISCAL YEARS
(UNAUDITED)**

Year Ended June 30,	Local Property Tax Levies	State Revenue	Federal Revenue	Other Local and Miscellaneous (2)	Total
2000	\$ 34,209,565 28.96%	\$ 67,593,299 57.22%	\$ 4,157,639 3.52%	\$ 12,158,332 10.29%	\$ 118,118,835 100.00%
2001	32,189,271 26.13%	73,445,071 59.61%	4,313,624 3.50%	13,263,035 10.76%	123,211,001 100.00%
2002	32,334,727 25.11%	78,346,058 60.84%	4,939,235 3.84%	13,144,233 10.21%	128,764,253 100.00%
2003	17,266,153 12.48%	102,235,334 73.87%	5,676,855 4.10%	13,225,060 9.56%	138,403,402 100.00%
2004	25,500,825 18.41%	92,846,918 67.05%	6,589,416 4.76%	13,542,193 9.78%	138,479,352 100.00%
2005	17,849,615 12.66%	98,989,581 70.23%	6,291,330 4.46%	17,827,196 12.65%	140,957,722 100.00%
2006	9,271,112 6.45%	110,263,251 76.72%	8,418,823 5.86%	15,761,962 10.97%	143,715,148 100.00%
2007	21,173,258 14.52%	102,800,232 70.51%	8,996,614 6.17%	12,828,899 8.80%	145,799,003 100.00%
2008	20,917,011 13.89%	107,346,719 71.28%	8,602,694 5.71%	13,727,526 9.12%	150,593,950 100.00%
2009	23,128,898 15.68%	102,421,694 69.41%	8,936,839 6.06%	13,064,578 8.85%	147,552,009 100.00%

(1) Operating funds include the General Fund, Food Service Special Revenue Fund, and Community Service Special Revenue Fund.

(2) Includes interest earnings.

Note: Beginning in fiscal year 2003, the general education tax levy was eliminated and replaced with state aid.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
OPERATING FUND EXPENDITURES BY FUNCTION (1)(2)
LAST TEN FISCAL YEARS
(UNAUDITED)**

Year Ended June 30,	District and School Administration	District Support Services	Regular Instruction	Vocational Instruction	Exceptional Instruction
2000	\$ 5,284,777 4.60%	\$ 3,891,671 3.39%	\$ 48,767,536 42.46%	\$ 2,967,758 2.58%	\$ 17,379,655 15.13%
2001	5,131,240 4.21%	4,167,795 3.42%	50,951,703 41.77%	2,941,269 2.41%	18,769,432 15.39%
2002	4,288,276 3.37%	4,258,836 3.35%	52,280,030 41.14%	2,766,720 2.18%	20,178,776 15.88%
2003	4,620,756 3.44%	4,618,537 3.44%	56,273,772 41.90%	3,109,376 2.32%	20,159,184 15.01%
2004	5,055,107 3.75%	5,065,616 3.76%	53,811,523 39.94%	2,847,300 2.11%	20,607,297 15.30%
2005	4,953,172 3.60%	5,464,759 3.97%	54,369,786 39.52%	2,960,304 2.15%	22,272,197 16.00%
2006	5,019,473 3.38%	5,417,684 3.64%	57,513,966 38.69%	3,802,133 2.56%	24,138,496 16.24%
2007	5,434,638 3.51%	5,410,584 3.50%	59,128,600 38.21%	3,768,456 2.43%	26,214,918 16.94%
2008	5,136,707 3.36%	4,153,570 2.72%	61,004,643 39.96%	3,532,437 2.31%	25,172,502 16.49%
2009	6,446,320 3.95%	5,369,933 3.29%	64,390,541 39.45%	3,715,805 2.28%	23,922,308 14.66%

(1) Operating funds include the General Fund, Food Service Special Revenue Fund, and Community Service Special Revenue Fund.

(2) Capital expenditures are included by function.

(3) Includes food service.

Community Education	Instructional Support Services	Pupil Support Services (3)	Sites, Buildings, and Equipment	Fiscal and Other Fixed Cost Programs	Total
\$ 6,007,269 5.23%	\$ 4,665,799 4.06%	\$ 15,022,075 13.08%	\$ 10,140,173 8.83%	\$ 724,185 0.63%	\$ 114,850,898 100.00%
7,325,189 6.00%	5,162,514 4.23%	16,028,863 13.14%	10,977,678 9.00%	540,391 0.44%	121,996,074 100.00%
7,356,927 5.79%	6,361,637 5.01%	17,157,505 13.50%	11,350,906 8.93%	1,085,295 0.85%	127,084,908 100.00%
6,995,240 5.21%	6,941,485 5.17%	18,644,347 13.88%	12,030,512 8.96%	918,572 0.68%	134,311,781 100.00%
6,842,041 5.08%	7,468,285 5.54%	17,859,342 13.26%	14,212,367 10.55%	952,582 0.71%	134,721,460 100.00%
7,081,412 116.00%	7,009,628 5.10%	17,478,501 12.70%	14,644,220 10.64%	1,339,310 0.97%	137,573,289 100.00%
7,556,152 5.08%	6,769,216 4.55%	19,675,219 13.24%	17,507,239 11.78%	1,239,244 0.83%	148,638,822 100.00%
7,623,819 4.93%	7,559,968 4.88%	19,618,579 12.68%	18,956,879 12.25%	1,045,753 0.67%	154,762,194 100.00%
7,503,320 4.91%	7,909,523 5.18%	21,321,681 13.97%	16,397,133 10.74%	543,646 0.36%	152,675,162 100.00%
10,125,512 6.20%	8,498,690 5.21%	23,109,599 14.16%	17,184,530 10.53%	460,215 0.28%	163,223,453 100.00%

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
TAX CAPACITIES AND MARKET VALUES
LAST TEN FISCAL YEARS
(UNAUDITED)**

For Taxes Collectible	Tax Capacity Valuation					
	Agricultural	Non-Agricultural	Fiscal Disparities		Tax Increment	Total Taxable
			Contribution	Distribution		
2000	\$ 4,649	\$ 79,298,347	\$ (8,060,180)	\$ 11,490,733	\$ (4,523,576)	\$ 78,209,973
2001	5,052	88,081,671	(9,108,716)	12,779,968	(5,878,129)	85,879,846
2002	4,667	69,243,762	(6,116,144)	8,262,211	(4,717,322)	66,677,174
2003	5,169	74,303,160	(6,253,081)	8,882,380	(4,801,534)	72,136,094
2004	5,676	81,064,921	(6,988,688)	9,841,663	(5,198,376)	78,725,196
2005	6,156	88,825,046	(7,168,616)	10,249,312	(4,631,417)	87,280,481
2006	7,001	96,626,046	(7,140,013)	10,429,065	(4,420,033)	95,502,066
2007	8,039	104,339,645	(7,632,611)	11,277,082	(4,311,991)	103,680,164
2008	6,257	109,023,705	(8,295,134)	12,889,339	(4,974,485)	108,649,682
2009	2,090	107,097,428	(9,216,881)	14,526,516	(4,727,857)	107,681,296

Source: State of Minnesota School Tax Report

<u>Total Direct Tax Rate</u>	<u>Taxable Market Value</u>	<u>Tax Capacity as a Percentage of Market Value</u>
48.492 %	\$ 4,708,060,700	1.66 %
46.682	5,159,502,428	1.66
30.213	5,650,773,030	1.18
29.179	6,205,075,300	1.16
34.258	6,896,806,800	1.14
29.989	7,649,568,300	1.14
28.489	8,394,674,999	1.14
28.750	9,069,367,363	1.14
27.243	9,442,319,235	1.15
27.214	9,222,353,100	1.17

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO
(UNAUDITED)**

Taxpayer	2009			2000		
	Net Tax Capacity	Rank	Percent of Total Net Tax Capacity	Net Tax Capacity	Rank	Percent of Total Net Tax Capacity
United Health Care Services, Inc.	\$ 560,010	1	0.52 %	\$ 701,925	2	0.90 %
Target Corporation	531,980	2	0.49	-	-	-
US Retail Partners, LLC	466,278	3	0.43	-	-	-
Honeywell, Inc.	433,290	4	0.40	768,425	1	0.98
BIGOS Management, Inc	432,500	5	0.40	-	-	-
Crystal Shopping Center Association	419,250	6	0.39	357,175	6	0.46
CRW Plymouth, LLC	290,350	7	0.27	-	-	-
HP 3 LLC	286,270	8	0.27	-	-	-
AGA Medical Corporation	281,470	9	0.26	-	-	-
Brooks Mall Properties, LLC	261,190	10	0.24	-	-	-
Plymouth SPE LLC	-	-	-	243,355	12	0.31
J P Foodservice Inc.	-	-	-	229,425	13	0.29
Talisman Brookdale, LLC	-	-	-	696,544	3	0.89
Liberty Property Ltd Partnership	-	-	-	292,845	9	0.37
U.S. West, Inc.	-	-	-	427,910	5	0.55
North Ridge Care Center, Inc.	-	-	-	317,068	8	0.41
Dayton Hudson Corporation	-	-	-	320,285	7	0.41
BPP Retail LLC	-	-	-	666,435	4	0.85
TLN Lanel A Ltd Partnership	-	-	-	228,750	14	0.29
Theis & Talle Management	-	-	-	225,000	15	0.29
Sears Roebuck and Company	-	-	-	278,425	11	0.36
Dayton Hudson Corporation No. T-664	-	-	-	290,035	10	0.37
Total	\$ 3,962,588		3.68 %	\$ 6,043,602		7.73 %
Total District Tax Capacity	\$ 107,681,296			\$ 78,209,973		

Source: Hennepin County Auditor

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(UNAUDITED)**

<u>Tax Collection Year</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Levy Collected</u>	<u>Delinquent Tax Collections</u>	<u>Total Tax Collections</u>	<u>Percent of Total Tax Collections to Tax Levy</u>
2000	\$ 38,087,710	\$ 37,711,538	99.0 %	\$ 340,377	\$ 38,051,915	99.9 %
2001	41,315,362	40,682,957	98.5	486,546	41,169,503	99.6
2002	31,212,289	30,686,799	98.3	114,851	30,801,650	98.7
2003	32,842,187	32,626,772	99.3	131,130	32,757,902	99.7
2004	38,012,186	37,223,725	97.9	117,489	37,341,214	98.2
2005	38,359,997	37,961,423	99.0	163,321	38,124,744	99.4
2006	41,295,991	40,769,997	98.7	186,678	40,956,675	99.2
2007	43,274,446	42,385,731	97.9	253,915	42,639,646	98.5
2008	43,330,988	42,447,121	98.0	256,994	42,704,115	98.6
2009	51,829,311	25,685,713	49.6	—	25,685,713	49.6

Note 1: Total tax levy includes certified levy (including fiscal disparities) less tax credits.

Note 2: Property taxes are remitted to the District based on a calendar fiscal year; the current tax collections for the most recent levy represents collections through the District's fiscal year-end of June 30.

Source: Hennepin County Auditor and district records

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
TAXABLE NET TAX CAPACITY AND ESTIMATED MARKET VALUE
ALL TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(UNAUDITED)**

<u>Tax Collection Year</u>	<u>Sales Ratio</u>	<u>Taxable Net Tax Capacity</u>	<u>Estimated Market Value</u>	<u>Percent Total Tax Capacity of Estimated Market Value</u>	<u>Indicated Market Value (1)</u>
2000	92.4	\$ 78,209,973	\$ 4,708,060,700	1.66 %	\$ 5,095,303,788
2001	90.7	85,879,846	5,159,502,428	1.66	5,688,536,304
2002	87.4	66,677,174	5,650,773,030	1.18	6,465,415,366
2003	83.8	72,136,094	6,205,075,300	1.16	7,404,624,463
2004	83.1	78,725,196	6,896,806,800	1.14	8,299,406,498
2005	83.1	87,280,481	7,649,568,300	1.14	9,205,256,679
2006	86.0	95,502,066	8,394,674,999	1.14	9,761,249,999
2007	90.7	103,680,164	9,069,367,363	1.14	9,999,302,495
2008	95.7	108,649,682	9,442,319,235	1.15	9,866,582,273
2009	96.8	107,681,296	9,222,353,100	1.17	9,527,224,277

(1) Calculated by dividing the estimated market value by the sales ratio.

Note: Taxable net tax capacity is as adjusted for fiscal disparities and tax increments.

Source Hennepin County Auditor

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
PROPERTY TAX CAPACITY RATES
ALL OVERLAPPING GOVERNMENTAL UNITS
LAST TEN FISCAL YEARS
(UNAUDITED)**

Tax Collection Year	Property Tax Rate – Based on Tax Capacity Values									
	ISD No. 281 (1)	City of Brooklyn Center	City of Brooklyn Park	City of Crystal	City of Golden Valley	City of New Hope	City of Plymouth	City of Robbinsdale	Special Districts (2)	Hennepin County
2000	48.492	34.645	31.908	26.539	30.803	27.705	14.958	24.513	7.661	39.655
2001	46.682	36.052	30.435	25.867	26.786	34.334	13.994	23.927	8.126	37.624
2002	30.213	58.901	49.130	44.538	51.488	53.735	24.658	47.111	7.068	50.409
2003	29.179	54.021	45.186	40.687	46.954	49.591	24.198	42.132	7.757	50.607
2004	34.258	53.693	43.771	41.451	45.445	49.253	23.922	40.784	7.192	47.324
2005	29.989	51.723	38.201	39.589	45.302	46.086	23.813	36.707	7.382	44.172
2006	28.489	48.069	39.099	37.887	43.308	42.375	23.746	37.214	6.998	41.016
2007	28.750	44.292	35.254	36.059	41.282	42.101	23.280	36.083	7.310	39.110
2008	27.243	43.896	37.744	35.441	42.990	41.694	22.887	35.067	7.397	38.571
2009	27.214	47.521	39.652	38.288	45.914	41.062	24.368	37.000	7.154	40.413

Tax Collection Year	Total Tax Capacity Rate for Taxpayers as a							ISD No. 281 Market Value Base Tax (3)
	Brooklyn Resident	Brooklyn Park Resident	Crystal Resident	Golden Valley Resident	New Hope Resident	Plymouth Resident	Robbinsdale Resident	
2000	130.453	127.716	122.347	126.611	123.513	110.766	120.321	0.17106
2001	128.484	122.867	118.299	119.218	126.766	106.426	116.359	0.17950
2002	146.591	136.820	132.228	139.178	141.425	112.348	134.801	0.21625
2003	141.564	132.729	128.230	134.497	137.134	111.741	129.675	0.18362
2004	142.467	132.545	130.225	134.219	138.027	112.696	129.558	0.16580
2005	133.266	119.744	121.132	126.845	127.629	105.356	118.250	0.15038
2006	124.572	115.602	114.390	118.811	118.878	100.249	113.717	0.16298
2007	119.462	110.424	111.229	116.452	117.271	98.450	111.253	0.14295
2008	117.107	110.955	108.652	116.201	114.905	96.098	108.278	0.13703
2009	122.302	114.433	113.069	120.695	115.843	99.149	111.781	0.23696

- (1) Beginning in 1999, the rate does not include the referendum, which is spread on School District Referendum Market Value.
- (2) Special districts include the Metro Mosquito Control, Metropolitan Council, Metropolitan Transit, Hennepin Parks, Park Museum, and the HCRRA.
- (3) District voters have authorized additional school funding through an operating referendum.

Source Hennepin County Auditor

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**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
SCHOOL TAX LEVIES AND TAX RATES BY FUND
LAST TEN FISCAL YEARS
(UNAUDITED)**

	Year Collectible	General Fund	Community Service Special Revenue Fund	Capital Projects – Building Construction Fund	Debt Service Fund	Total All Funds
Levies (1)						
	2000	\$ 39,764,977	\$ 1,258,825	\$ 4,992,049	\$ 1,661,167	\$ 47,677,018
	2001	41,158,009	1,282,324	3,675,539	5,001,298	51,117,170
	2002	16,305,540	1,605,059	5,500,000	9,413,709	32,824,308
	2003	16,077,193	1,797,826	7,000,000	9,499,620	34,374,639
	2004	16,641,319	1,702,830	7,000,000	14,334,041	39,678,190
	2005	16,454,466	1,593,550	7,500,000	14,257,044	39,805,060
	2006	19,948,502	1,581,123	6,754,779	14,320,955	42,605,359
	2007	19,405,120	1,600,173	8,500,000	15,011,999	44,517,292
	2008	22,037,194	1,446,549	7,000,000	14,005,938	44,489,681
	2009	29,770,358	1,626,979	5,700,000	15,931,974	53,029,311
Tax Capacity Rates						
	2000	0.39857	0.01599	0.04926	0.02110	0.48492
	2001	0.34359	0.01489	0.05028	0.05806	0.46682
	2002	0.03646	0.02498	0.09420	0.14648	0.30212
	2003	0.04064	0.02468	0.09610	0.13037	0.29179
	2004	0.04733	0.02183	0.08971	0.18371	0.34258
	2005	0.03643	0.01798	0.08462	0.16086	0.29989
	2006	0.04807	0.01653	0.07060	0.14969	0.28489
	2007	0.04637	0.01537	0.08161	0.14415	0.28750
	2008	0.06698	0.01324	0.06405	0.12816	0.27243
	2009	0.05029	0.01552	0.05437	0.15196	0.27214
Referendum Market Value Tax Rate (2)						
	2000	0.00171	-	-	-	0.00171
	2001	0.00180	-	-	-	0.00180
	2002	0.00216	-	-	-	0.00216
	2003	0.00184	-	-	-	0.00184
	2004	0.00166	-	-	-	0.00166
	2005	0.00150	-	-	-	0.00150
	2006	0.00163	-	-	-	0.00163
	2007	0.00143	-	-	-	0.00143
	2008	0.00137	-	-	-	0.00137
	2009	0.00237	-	-	-	0.00237

(1) The levies include the HACA, Education Homestead Credit adjustment and the Homestead Market Value adjustment.

(2) The referendum levy was converted to a market value referendum in 1999, resulting in a separate tax rate computed on the total market value of the District's property.

Note: Beginning with the levy collectible in 2002, the General Education Revenue Program, which had components of levy and state aid, was converted to a program funded in total with state aid.

Source: School Tax Report

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
PROPERTY TAX LEVIES AND RECEIVABLES
LAST TEN FISCAL YEARS
(UNAUDITED)**

For Taxes Collectible	Original Levy					Total Levy
	Local Spread	Fiscal Disparities	Education Homestead Credit Aid	Homestead Market Value Credit Aid		
2000	\$ 30,813,664	\$ 7,274,046	\$ 9,589,308	\$ -	\$ 47,677,018	
2001	33,576,197	7,739,165	9,802,891	-	51,118,253	
2002	28,222,369	2,989,920	-	1,613,463	32,825,752	
2003	28,305,424	4,536,763	-	1,533,904	34,376,091	
2004	33,360,521	4,651,665	-	1,667,805	39,679,991	
2005	33,148,334	5,211,980	-	1,446,525	39,806,839	
2006	36,541,557	4,721,394	-	1,344,862	42,607,813	
2007	38,252,655	5,022,136	-	1,245,826	44,520,617	
2008	37,825,091	5,509,677	-	1,156,841	44,491,609	
2009	45,963,074	5,913,454	-	1,155,523	53,032,051	

Note 1: Delinquent taxes receivable are written off after seven years.

Note 2: Beginning with the levy collectible in 2002, the general education levy was eliminated and replaced with state aid.

Note 3: A portion of the total spread levy is paid through various property tax credits received as state aid.

Note 4: A portion of the total spread levy is paid through various property tax credits which are paid through state aids and have been included in collections.

Note 5: Delinquent taxes receivable are written off after seven years. The amount of collections has been adjusted to reflect the write off of delinquent taxes receivable.

Source: State of Minnesota School Tax Report

Uncollected Taxes Receivable as of June 30, 2009

Delinquent		Current	
Amount	Percent	Amount	Percent
\$ -	\$ - %	\$ -	\$ - %
-	-	-	-
-	-	-	-
31,195	0.09	-	-
26,864	0.07	-	-
50,873	0.13	-	-
115,150	0.27	-	-
218,268	0.49	-	-
630,334	1.42	-	-
-	-	<u>27,343,598</u>	51.56
<u>\$ 1,072,684</u>		<u>\$ 27,343,598</u>	

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**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(UNAUDITED)**

Fiscal Year	Governmental Activities			Percentage of Personal Income (1)	Per Capita (1)
	General Obligation Bonds	Capital Leases	Total Primary Government		
2000	\$ 58,900,000	\$ 1,750,439	\$ 60,650,439	0.14 %	\$ 601
2001	108,275,000	2,201,990	110,476,990	0.23	1,095
2002	106,445,000	1,704,957	108,149,957	0.22	1,072
2003	151,520,000	1,327,792	152,847,792	0.31	1,516
2004	189,140,000	2,304,693	191,444,693	0.38	1,898
2005	221,010,000	1,981,145	222,991,145	0.41	2,211
2006	242,080,000	1,346,059	243,426,059	0.43	2,414
2007	235,580,000	2,302,108	237,882,108	0.40	2,359
2008	239,270,000	2,727,515	241,997,515	0.38	2,400
2009	195,245,000	2,078,303	197,323,303	N/A	1,957

(1) See the Schedule of Demographic and Economic Statistics for personal income and population data.

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

N/A – Not Available

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
RATIO OF NET GENERAL OBLIGATION BONDED DEBT TO TAX CAPACITY, INDICATED
MARKET VALUE, AND ESTIMATED MARKET VALUE AND NET GENERAL OBLIGATION
BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS
(UNAUDITED)**

<u>Fiscal Year</u>	<u>Gross Bonded Debt</u>	<u>Less Debt Service Funds on Hand</u>	<u>Net Bonded Debt</u>	<u>Tax Capacity</u>	<u>Percent of Net Debt to Tax Capacity</u>
2000	\$ 58,900,000	\$ 1,733,466	\$ 57,166,534	\$ 78,209,973	73.09 %
2001	108,275,000	2,241,397	106,033,603	85,879,846	123.47
2002	106,445,000	384,914	106,060,086	66,677,174	159.07
2003	151,520,000	32,221,665	119,298,335	72,136,094	165.38
2004	189,140,000	30,808,215	158,331,785	78,725,196	201.12
2005	221,010,000	69,557,196	151,452,804	87,280,481	173.52
2006	242,080,000	84,405,017	157,674,983	95,502,066	165.10
2007	235,580,000	84,915,734	150,664,266	103,680,164	145.32
2008	239,270,000	86,610,293	152,659,707	108,649,682	140.51
2009	195,245,000	18,885,626	176,359,374	107,681,296	163.78

(1) Calculated by dividing the estimated market value by the sales ratio established for the District by the Minnesota Department of Revenue.

Note: The gross bonded debt includes the proceeds of refunding issues in the amounts of \$28,625,000 for fiscal year 2003, \$37,180,000 for fiscal year 2005, and \$14,125,000 for fiscal year 2006. The amount held in escrow for these bonds is included in debt service funds on hand.

Sources: 1990 census data for 1999, 2000 census data for 2000–2009, annual school district census, and U.S. census

<u>Indicated Market Value (IMV) (1)</u>	<u>Percent of Net Debt to IMV</u>	<u>Estimated Market Value (EMV)</u>	<u>Percent of Net Debt to EMV</u>	<u>Estimated Population</u>	<u>Net Bonded Debt per Capita</u>
\$ 5,095,303,788	1.12 %	\$ 4,708,060,700	1.21 %	100,852	\$ 567
5,688,536,304	1.86	5,159,502,428	2.06	100,852	1,051
6,465,415,366	1.64	5,650,773,030	1.88	100,852	1,052
7,404,624,463	1.61	6,205,075,300	1.92	100,852	1,183
8,299,406,498	1.91	6,896,806,800	2.30	100,852	1,570
8,894,846,860	1.70	7,649,568,300	1.98	100,852	1,502
9,317,064,372	1.69	8,394,674,999	1.88	100,852	1,563
9,999,302,495	1.51	9,069,367,363	1.66	100,852	1,494
9,866,582,273	1.55	9,442,319,235	1.62	100,852	1,514
9,527,224,277	1.85	9,222,353,100	1.91	100,852	1,749

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES
FOR GENERAL BONDED DEBT TO TOTAL GENERAL EXPENDITURES
LAST TEN FISCAL YEARS
(UNAUDITED)**

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest and Other Fiscal Charges</u>	<u>Total Debt Service Expenditures</u>	<u>Total General Expenditures (1)</u>	<u>Percent of Debt Service to General Expenditures</u>
2000	\$ 66,938	\$ 1,343,178	\$ 1,410,116	\$ 147,951,754	0.95 %
2001	625,000	2,588,937	3,213,937	170,121,825	1.89
2002	1,830,000	5,002,880	6,832,880	170,649,217	4.00
2003	3,550,000	6,259,229	9,809,229	183,978,620	5.33
2004	3,695,000	7,551,018	11,246,018	178,588,141	6.30
2005	5,310,000	8,203,090	13,513,090	170,138,234	7.94
2006	6,255,000	7,344,726	13,599,726	173,741,673	7.83
2007	6,500,000	7,461,562	13,961,562	189,522,060	7.37
2008	7,165,000	7,378,289	14,543,289	197,835,316	7.35
2009	7,755,000	7,559,667	15,314,667	196,123,633	7.81

(1) General expenditures includes all governmental funds.

Note: The Debt Service expenditures do not include bond refundings.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
DIRECT AND OVERLAPPING DEBT
JUNE 30, 2009
(UNAUDITED)**

Governmental Unit	Tax Capacity	General Obligation Debt	Percent Allocable to ISD No. 281	Portion Allocable to ISD No. 281
ISD No. 281	\$ 107,681,296	\$ 195,245,000	100.00 %	\$ 195,245,000
Overlapping Debt:				
Hennepin County	1,463,839,411	506,840,000	10.20	51,697,680
City of Brooklyn Center	19,982,186	23,835,000	22.30	5,315,205
City of Brooklyn Park	60,841,678	27,035,000	5.50	1,486,925
City of Crystal	17,076,268	2,630,000	100.00	2,630,000
City of Golden Valley	33,320,788	23,605,000	53.90	12,723,095
City of Plymouth	106,283,845	16,670,000	20.90	3,484,030
City of New Hope	17,357,938	5,960,000	100.00	5,960,000
City of Robbinsdale	11,309,066	7,985,000	100.00	7,985,000
Metropolitan Council	3,247,288,594	189,490,000	3.00	5,684,700
Hennepin Regional RR Authority	1,463,839,411	43,895,000	6.80	2,984,860
Hennepin Parks	1,106,071,828	82,325,000	9.10	7,491,575
Total Overlapping Debt				<u>107,443,070</u>
Total Direct and Overlapping Debt				<u><u>\$ 302,688,070</u></u>

Source: Hennepin County Property Tax Division

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(UNAUDITED)**

Fiscal Year	Estimated Market Value	Debt Limit	Total Net Debt Applicable to Limit	Legal Debt Margin	Net Debt Applicable to Limit as a Percentage of Debt Limit
2000	\$ 4,708,060,700	\$ 470,806,070	\$ 57,166,534	\$ 413,639,536	12.14 %
2001	5,159,502,428	515,950,243	106,033,603	409,916,640	20.55
2002	5,650,773,030	565,077,303	106,060,086	459,017,217	18.77
2003	6,205,075,300	620,507,530	119,298,335	501,209,195	19.23
2004	6,896,806,800	1,034,521,020	158,331,785	876,189,235	15.30
2005	7,649,568,300	1,147,435,245	151,452,804	995,982,441	13.20
2006	8,394,674,999	1,259,201,250	157,674,983	1,101,526,267	12.52
2007	9,069,367,363	1,360,405,104	150,664,266	1,209,740,838	11.07
2008	9,442,319,235	1,416,347,885	152,659,707	1,263,688,178	10.78
2009	9,215,649,967	1,382,347,495	176,359,374	1,205,988,121	12.76

Legal Debt Margin Calculation for Fiscal Year 2009

Market value	<u>\$ 9,215,649,967</u>
Debt limit (15% of market value)	\$ 1,382,347,495
Debt applicable to limit	
General obligation bonds	195,245,000
Less amount set aside for repayment of general obligation debt	<u>18,885,626</u>
Total net debt applicable to limit	<u>176,359,374</u>
Legal debt margin	<u>\$ 1,205,988,121</u>

Note 1: Beginning in fiscal year 2003 the debt limit changed from 10 percent to 15 percent of market value.

Note 2: Under state finance law, the District's outstanding general obligation debt should not exceed 15 percent of total market property value. By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying general obligation bonds.

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
DEMOGRAPHICS AND ECONOMIC STATISTICS
AS OF JUNE 30, 2009
(UNAUDITED)**

Fiscal Year	Hennepin County (1)						ISD No. 281	
	Population	Personal Income	Per Capita Personal Income	Median Age	Labor Force	Unemployment Rate	Population (2)	School Enrollment (3)
2000	1,116,200	\$ 48,080,315,000	\$ 43,075	34.9	655,599	2.6	100,852	14,431
2001	1,114,977	48,447,980,604	43,452	34.9	676,037	3.2	100,852	14,409
2002	1,122,259	49,078,630,588	43,732	34.9	687,258	4	100,852	14,544
2003	1,121,035	50,604,640,935	45,141	36.2	693,591	4.7	100,852	14,279
2004	1,120,897	53,849,012,777	48,041	36.7	675,296	4.5	100,852	14,043
2005	1,119,364	56,429,377,968	50,412	36.9	674,764	3.7	100,852	13,608
2006	1,122,093	59,364,330,165	52,905	37.2	664,469	3.5	100,852	13,630
2007	1,136,599	63,967,791,720	56,280	37.2	669,389	4	100,852	13,474
2008	1,140,988	N/A	N/A	N/A	660,319	4.9	100,852	13,140
2009	N/A	N/A	N/A	N/A	660,319 (4)	N/A	100,852	13,140

Sources:

- (1) Hennepin County
- (2) U.S. census
- (3) ISD No. 281
- (4) Estimated

N/A – Not Available

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**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
PRINCIPAL EMPLOYERS
AS OF JUNE 30, 2009
(UNAUDITED)**

Employer	2009		
	Approximate Number of Employees	Rank	Percentage of Total County Employment
Wells Fargo Bank	20,000 (1)	1	3.10 %
North Memorial Medical Center	5,328	2	0.83
General Mills, Inc.	5,000	3	0.78
Boston Scientific	3,500	4	0.54
Robbinsdale Area Schools (ISD No. 281)	1,760	5	0.27
Honeywell	1,377	6	0.21
Promeon	1,350 (2)	7	0.21
Carlson Marketing Travel Group	1,300 (3)	8	0.20
Minnesota Masonic Homes North Ridge	900	9	0.14
Prudential Insurance Company	700	10	0.11
St. Therese Care Center	566	11	0.09
Caterpillar Paving Products	550	12	0.09
Assurant Health	450	13	0.07
Tennant Company	400	14	0.06
Nilfisk-Advance Incorporated	370	15	0.06
Total	43,551		6.60 %

(1) Total employees for the entire state. Data for previous years is not available.

(2) Includes locations in Brooklyn Center and Brooklyn Park.

(3) Includes the City of Robbinsdale location only.

Note: Residents of the District are employed throughout the metropolitan area. Major employers in close proximity to the District are listed above.

Sources: Minnesota Department of Employment and Economic Development and Springsted, Public Sector Advisor

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
FTE STAFF ALLOCATION
LAST TEN FISCAL YEARS
(UNAUDITED)**

	<u>1999-2000</u>	<u>2000-2001</u>	<u>2001-2002</u>	<u>2002-2003</u>	<u>2003-2004</u>
Superintendent	1.24	0.75	1.00	1.00	1.00
Cabinet	5.96	4.33	6.98	6.44	6.58
Principals	18.00	17.00	18.00	16.13	18.69
Assistant Principals	10.80	10.00	10.00	9.07	9.98
Program Directors	27.02	29.86	37.53	49.20	52.73
Program Assistants	63.04	84.67	94.68	94.46	94.45
Teachers	845.10	850.84	848.73	811.11	826.36
Counselors	13.67	17.04	17.60	17.42	17.93
Social Workers	9.08	9.12	9.38	12.26	13.54
Psychologists	11.47	12.82	13.35	11.99	12.69
Nurses	9.75	7.56	5.00	5.00	5.00
Special Assignments	19.83	32.37	36.65	36.68	38.57
Education Assistants	327.17	315.31	305.95	325.88	332.87
Bus Monitor	-	9.35	9.07	10.79	11.96
Custodians	117.50	117.71	111.37	107.08	108.10
Custodial/Bus Drivers	53.06	64.05	74.21	64.45	62.53
Mechanics	6.00	6.60	6.42	5.26	5.64
Transportation Part-Time	42.53	49.45	44.45	43.94	45.80
Community Education	72.12	60.84	70.49	81.34	74.92
Office Employees	84.97	87.78	114.29	82.09	84.77
Food Service	106.39	107.36	101.81	96.86	89.27
Casual	4.52	2.77	0.48	5.03	5.55
Total	<u><u>1,849.22</u></u>	<u><u>1,897.58</u></u>	<u><u>1,937.44</u></u>	<u><u>1,893.49</u></u>	<u><u>1,918.93</u></u>

<u>2004-2005</u>	<u>2005-2006</u>	<u>2006-2007</u>	<u>2007-2008</u>	<u>2008-2009</u>
1.00	1.00	1.00	1.00	1.00
6.10	7.00	6.00	5.00	5.00
16.00	15.00	15.00	15.00	15.00
10.84	11.08	11.00	11.00	11.00
45.77	40.71	43.40	43.58	40.69
97.33	82.70	88.16	85.40	87.93
801.66	825.93	843.76	824.16	760.80
17.76	17.98	18.40	18.28	17.11
13.13	12.10	13.70	12.47	11.50
10.64	9.69	11.09	10.85	9.96
4.17	10.86	10.57	9.89	10.03
36.96	40.78	40.66	38.33	47.62
326.94	346.20	351.74	333.91	357.16
10.61	10.34	11.11	12.35	12.31
102.53	102.17	104.60	95.81	101.30
57.38	50.32	45.49	40.58	35.37
5.72	5.53	5.45	6.00	6.00
46.67	56.59	60.26	48.85	47.11
68.74	71.32	74.73	69.50	63.05
84.68	83.22	83.48	83.29	84.58
85.73	92.94	90.24	93.80	91.12
2.00	-	-	-	-
<u>1,852.36</u>	<u>1,893.46</u>	<u>1,929.84</u>	<u>1,859.05</u>	<u>1,815.64</u>

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
PHYSICAL PLANT CHARACTERISTICS
AS OF JUNE 30, 2009
(UNAUDITED)**

Facility	Grades Housed	Year Built	Year of Major Additions	Acreage	Total Square Footage	Actual Enrollment*
Cooper	9-12	1964	2000	40	293,816	1,811
Armstrong	9-12	1970	1997	52	328,600	2,020
Plymouth	6-8	1968	1990	22	180,500	1,000
Sandburg	6-8	1959	1966, 1999	36	174,939	1,045
Robbinsdale	K-5	1956	1976	18.34	269,107	1,381
Forest	K-5	2005	-	14	75,870	546
Lakeview	K-5	1964	-	5.75	55,648	425
Meadow Lake	K-5	1961	1965	15	79,860	577
Neill	K-5	1957	1968, 2000	14	71,037	472
Noble	K-5	1954	1956, 2000, 2006	10	56,800	320
Northport	K-5	1956	1957, 1984	14	65,300	406
Pilgrim Lane	K-5	1966	-	11.5	58,168	382
Sonnesyn	K-5	1962	1968	15	76,187	569
Sunny Hollow	K-5	1960	1965	14	74,564	487
Zachary Lane	K-5	1969	1993	14	73,596	518
<u>Multi-Purpose Facilities</u>						
Highview	Vacant	1968	-	0.35	5,533	-
Hosterman	Leased	1962	-	28	176,400	-
Cavanagh	EC/K-ALC	1958	-	12	55,526	86
Olson	Leased	1971	-	9.2	44,000	-
New Hope	Various	1960	-	14	55,902	-
Winnetka	Community Education	1967	-	9	55,584	-
Transportation		1966	-	10.5	48,843	-
Administration		1968	-	3.32	41,412	-
Totals					<u><u>2,417,192</u></u>	<u><u>12,045</u></u>

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
MISCELLANEOUS STATISTICAL FACTS
AS OF JUNE 30, 2009
(UNAUDITED)**

Old district changed to ISD No. 281	1957
Form of government	School Board – Superintendent
Fiscal year begins	July 1
Area of ISD No. 281	32 square miles
Number of high schools	2
Number of middle schools	3
Number of elementary schools	10
Number of auxiliary buildings	8
Number of communities served	7
Staffing Ratio	
Elementary School	30.4 - 33.4
Middle School	23.6
High School	27.1
Extracurricular activities at high school	
Athletic	30
Non-athletic	30+
Teacher education	
Bachelors degree	100%
Masters degree or doctorate	71%

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
SCHEDULE OF INSURANCE COVERAGE
AS OF JUNE 30, 2009
(UNAUDITED)**

<u>Type of Coverage</u>	<u>Amount of Coverage</u>
Property Coverage:	
Real and Personal Property (All Locations)	\$ 391,854,100
Demolition Cost	1,000,000
Increased Cost of Construction	1,000,000
Exterior Signs	25,000
Supplementary Accounts Receivable	25,000
Supplementary Valuable Papers and Records	100,000
Inland Marine Coverage:	
Miscellaneous Equipment	2,500
Mini-computer Equipment and Media	12,000,000
Mini-computer Extra Expense	10,000
Liability Coverage:	
Bodily Injury and Property Damage per Occurrence	1,000,000
Combined Single Limit Annual Aggregate	1,000,000
Medical Payments:	
Other than Students:	
Each Person	5,000
Each Accident	50,000
Students:	
Each Student	1,000
Each Accident	5,000
Annual Aggregate	50,000
Crime Coverage:	
Employee Dishonesty	50,000
Faithful Performance	50,000
Money and Securities on Premises	10,000
Money and Securities off Premises	50,000
Automobile Coverage:	
Liability Protection	5,200,000
Personal Injury Protection	40,000
Uninsured and Underinsured Motorist Protection	1,000,000
Collision	Varies
Comprehensive	Varies
Excess Liability Coverage:	
Underlying Coverage	1,200,000
Excess Amount Coverage Per Occurrence	4,000,000
School Leaders Legal Liability Coverage Annual Aggregate	1,000,000
Boiler and Machinery Coverage	5,000,000

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
STUDENT ENROLLMENT
LAST TEN FISCAL YEARS
(UNAUDITED)**

Year Ended June 30,	Average Daily Membership (ADM) (Including Enrollment Option ADM)					Total Pupil Units
	Pre-Kindergarten and Handicapped Kindergarten	Kindergarten	Elementary	Secondary	Total	
2000	95.03	1,093.64	6,605.51	6,636.85	14,431.03	16,526.55
2001	83.96	1,058.77	6,501.13	6,765.31	14,409.17	16,545.93
2002	90.25	1,080.09	6,478.74	6,895.04	14,544.12	16,713.63
2003	88.19	1,028.56	6,230.06	6,931.93	14,278.74	16,461.84
2004	110.28	1,020.12	6,057.45	6,854.68	14,042.53	16,191.14
2005	116.24	846.19	5,984.74	6,660.91	13,608.08	15,867.76
2006	109.00	840.24	6,003.49	6,678.18	13,630.91	15,804.23
2007	135.20	877.71	5,836.11	6,624.96	13,473.98	15,599.42
2008	148.47	823.46	5,707.23	6,462.19	13,141.35	15,277.10
2009 *	132.03	809.99	5,523.86	6,121.47	12,587.35	14,611.33

*Estimated

(1) ADM is weighted as follows in computing pupil units. This is referred to as weighted average daily membership (WADM)

Fiscal Year	Pre-Kindergarten	Handicapped Kindergarten	Kindergarten	Elementary Grades 1-3	Elementary Grades 4-6	Secondary
2000-2007	1.250	1.000	0.557	1.115	1.060	1.300
2008-2009	1.250	1.000	0.612	1.115	1.060	1.300

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
EXPENDITURES PER STUDENT
YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)
(UNAUDITED)**

	State Average	Seven-County	ISD No. 281	
	2008	Metro Average 2008	2008	2009
Expenditures (1) Per Student (ADM) (2):				
General Fund:				
Administration	\$ 412	\$ 363	\$ 417	\$ 505
District Support Services	399	402	335	383
Elementary and Secondary				
Regular Instruction	4,528	4,716	4,516	4,980
Vocational Education Instruction	142	145	264	290
Special Education Instruction	1,703	1,900	1,884	1,876
Instructional Support Services	461	546	486	645
Pupil Support Services	835	919	1,101	1,235
Sites and Buildings and Other	811	778	1,008	1,215
Total General Fund Expenditures	<u>\$ 9,291</u>	<u>\$ 9,769</u>	<u>\$ 10,011</u>	<u>\$ 11,129</u>
ADM Used Per Profile Model Format			<u>13,352</u>	<u>12,745</u>

**ROBBINSDALE AREA SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 281
UNIFORM FINANCIAL ACCOUNTING AND REPORTING STANDARDS
COMPLIANCE TABLE
JUNE 30, 2009
(UNAUDITED)**

01 GENERAL FUND

Total Revenue	\$ 133,849,758
Total Expenditures	\$ 146,310,187
<i>Reserved:</i>	
403 Staff Development	\$ 168,572
405 Deferred Maintenance	\$ -
406 Health & Safety	\$ 1,001,588
407 Capital Project Levy	\$ -
408 Cooperative Programs	\$ -
411 Severance Pay	\$ 526,485
414 Operating Debt	\$ -
416 Levy Reduction	\$ -
417 Taconite Building Maint	\$ -
419 Encumbrances	\$ -
423 Certain Teacher Programs	\$ -
424 Operating Capital	\$ 5,519,473
426 \$25 Taconite	\$ -
427 Disabled Accessibility	\$ -
428 Learning & Development	\$ -
434 Area Learning Center	\$ -
435 Contracted Alt. Programs	\$ -
436 State Approved Alt. Program	\$ -
438 Gifted & Talented	\$ -
441 Basic Skills Programs	\$ -
445 Career and Technical Programs	\$ -
446 First Grade Preparedness	\$ -
449 Safe Schools Crime	\$ -
450 Prekindergarten	\$ -
451 QZAB Payments	\$ -
452 OPEB Liab Not In Trust	\$ -
453 Unfunded Sev & Retirement Levy	\$ -
<i>Unreserved:</i>	
418 Severance - Ins. Premium	\$ -
422 Unreserved/Undesignated	\$ 4,381,971

02 FOOD SERVICE

Total Revenue	\$ 5,975,337
Total Expenditures	\$ 6,787,754
<i>Reserved:</i>	
411 Severance Pay	\$ 5,595
419 Encumbrances	\$ -
452 OPEB Liab Not In Trust	\$ -
<i>Unreserved:</i>	
418 Severance - Ins. Premium	\$ -
422 Unreserved/Undesignated	\$ 1,280,444

04 COMMUNITY SERVICE

Total Revenue	\$ 7,736,389
Total Expenditures	\$ 10,125,512
<i>Reserved:</i>	
411 Severance Pay	\$ 36,736
419 Encumbrances	\$ -
426 \$25 Taconite	\$ -
431 Community Education	\$ 1,055,412
432 E. C. F. E.	\$ 210,140
444 School Readiness	\$ 39,131
447 Adult Basic Education	\$ 118,338
452 OPEB Liab Not In Trust	\$ -
<i>Unreserved:</i>	
418 Severance Premium	\$ -
422 Unreserved/Undesignated	\$ -

06 BUILDING CONSTRUCTION

Total Revenue	\$ 8,040,123
Total Expenditures	\$ 14,502,719
<i>Reserved:</i>	
407 Capital Projects Levy	\$ -
409 Alternative Facility Program	\$ 4,166,877
413 Project Funded by COP	\$ -
419 Encumbrances	\$ -
<i>Unreserved:</i>	
422 Unreserved/Undesignated	\$ -

07 DEBT SERVICE

Total Revenue	\$ 16,574,616
Total Expenditures	\$ 18,431,228
<i>Reserved:</i>	
425 Bond Refundings	\$ 15,922,692
451 QZAB Payments	\$ -
<i>Unreserved:</i>	
422 Unreserved/Undesignated	\$ 2,962,935

08 TRUST

Total Revenue	\$ 1,088,263
Total Expenditures	\$ 1,127,891
<i>Reserved:</i>	
419 Encumbrances	\$ -
<i>Unreserved:</i>	
422 Unreserved/Undesignated	\$ 582,415

09 AGENCY

<i>Unreserved: Should Always Be -0-</i>	
422 Unreserved/Undesignated	\$ -

20 INTERNAL SERVICE

Total Revenue	\$ 13,512,111
Total Expenditures	\$ 10,231,970
<i>Reserved:</i>	
419 Encumbrances	\$ -
<i>Unreserved:</i>	
422 Unreserved/Undesignated	\$ 5,323,333

25 OPEB REVOCABLE TRUST

Total Revenue	\$ -
Total Expenditures	\$ -
<i>Unreserved:</i>	
422 Unreserved/Undesignated	\$ -

45 OPEB IRREVOCABLE TRUST

Total Revenue	\$ 19,276,732
Total Expenditures	\$ 894,781
<i>Unreserved:</i>	
422 Unreserved/Undesignated	\$ 18,381,951

47 OPEB DEBT SERVICE

Total Revenue	\$ 31,184
Total Expenditures	\$ -
<i>Reserved:</i>	
425 Bond Refundings	\$ -
<i>Unreserved:</i>	
422 Unreserved/Undesignated	\$ 647,677

FY09 SAFE SCHOOL MAINTENANCE OF EFFORT

Total Expenditures	\$ 2,798,118
FTE	22.23

FY09 OPERATING CAPITAL TRANSFER

Per Pupil Amount	\$ -
AMCPU	\$ -
Total Transfer	\$ -

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