

**TOWN OF WINSLOW, MAINE
SCHOOL DEPARTMENT**

Financial Statements

For the Year Ended June 30, 2018

**TOWN OF WINSLOW, MAINE
SCHOOL DEPARTMENT
For the Year Ended June 30, 2018**

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Independent Auditor's Report

Winslow School Board
Town of Winslow, Maine
School Department

Report on the Financial Statements

We have audited the accompanying financial statements of each major fund and the aggregate remaining fund information of the Town of Winslow, Maine School Department as of and for the year ended June 30, 2018, and the related notes to the financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each major fund, and the aggregate remaining fund information of the Town of Winslow, Maine School Department as of June 30, 2018, and the respective changes in financial position thereof and the budgetary comparison for the School Department general fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in the in the notes, the financial statements of the Town of Winslow, Maine School Department are intended to present the financial position and changes in financial position of only that portion of each major fund and the aggregate remaining fund information of the Town of Winslow, Maine that is attributable to the transactions of the Town of Winslow, Maine School Department. They do not purport to, and do not present fairly the financial position of the Town of Winslow, Maine as of June 30, 2018, the changes in its financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Other Matters

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Winslow, Maine School Department's basic financial statements. The combining and individual fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated September 24, 2018, on our consideration of the Town of Winslow, Maine's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Winslow, Maine's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "Raymond Kristen Ouellette".

September 24, 2018
South Portland, Maine

TOWN OF WINSLOW, MAINE
SCHOOL DEPARTMENT
Balance Sheet
Governmental Funds
June 30, 2018

	General Fund	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS			
Cash and cash equivalents	\$ 307,057	-	307,057
Accounts receivable	68,236	200,043	268,279
Interfund loans receivable	79,347	172,743	252,090
Prepaid expenditures	149,652	-	149,652
Inventory	-	14,477	14,477
Total assets	\$ 604,292	387,263	991,555
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	354,114	-	354,114
Accrued payroll	1,214,740	-	1,214,740
Interfund loans payable	-	252,090	252,090
Total liabilities	1,568,854	252,090	1,820,944
Fund balances (deficits):			
Restricted for grants and other purposes	-	345,888	345,888
Unassigned	(964,562)	(210,715)	(1,175,277)
Total fund balances (deficits)	(964,562)	135,173	(829,389)
Total liabilities and fund balances	\$ 604,292	387,263	991,555

See accompanying notes to financial statements.

TOWN OF WINSLOW, MAINE
SCHOOL DEPARTMENT
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the year ended June 30, 2018

	General Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues:			
Intergovernmental	\$ 7,987,152	1,388,867	9,376,019
Charges for services	545,259	405,145	950,404
Investment income	5,181	-	5,181
Other revenues	93,722	1,315	95,037
Total revenues	8,631,314	1,795,327	10,426,641
Expenditures:			
Current:			
Education	14,159,183	1,231,707	15,390,890
School lunch	-	627,626	627,626
On-behalf payment - Maine PERS	993,299	-	993,299
Debt service	413,350	-	413,350
Capital outlay	88,963	-	88,963
Total expenditures	15,654,795	1,859,333	17,514,128
Excess (deficiency) of revenues over (under) expenditures	(7,023,481)	(64,006)	(7,087,487)
Other financing sources (uses):			
Proceeds from capital lease	88,963	-	88,963
Transfers in for local appropriation	6,602,394	-	6,602,394
Transfers in	100,000	60,000	160,000
Transfers out	(60,000)	(100,000)	(160,000)
Total other financing sources (uses)	6,731,357	(40,000)	6,691,357
Net change in fund balances	(292,124)	(104,006)	(396,130)
Fund balances (deficits), beginning of year	(672,438)	239,179	(433,259)
Fund balances (deficits), end of year	\$ (964,562)	135,173	(829,389)

See accompanying notes to financial statements.

TOWN OF WINSLOW, MAINE
SCHOOL DEPARTMENT
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Budgetary Basis
General Fund
For the year ended June 30, 2018

	Budgeted amounts		Actual	Variance with budget positive (negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 6,546,142	6,916,017	6,993,853	77,836
Charges for services	613,255	613,255	545,259	(67,996)
Investment income	-	-	5,181	5,181
Other revenue	98,367	98,367	93,722	(4,645)
Total revenues	7,257,764	7,627,639	7,638,015	10,376
Expenditures:				
Current:				
Regular instruction	6,380,017	6,380,017	6,397,068	(17,051)
Special education	2,243,227	2,243,227	2,248,767	(5,540)
CTE instruction	291,560	291,560	288,692	2,868
Other instruction	547,383	547,383	626,984	(79,601)
Student and staff support	1,330,340	1,330,340	1,294,601	35,739
System administration	294,548	294,548	294,383	165
School administration	862,287	862,287	876,080	(13,793)
Transportation	649,355	649,355	553,673	95,682
Facilities maintenance	1,457,966	1,457,966	1,475,392	(17,426)
Debt service	413,350	413,350	413,350	-
Total expenditures	14,470,033	14,470,033	14,468,990	1,043
Excess (deficiency) of revenues over (under) expenditures	(7,212,269)	(6,842,394)	(6,830,975)	11,419
Other financing sources (uses):				
Transfers in for local appropriation	6,972,269	6,602,394	6,602,394	-
Transfers in	100,000	100,000	100,000	-
Transfers out	(60,000)	(60,000)	(60,000)	-
Utilization of prior year surplus	200,000	200,000	-	(200,000)
Total other financing sources (uses)	7,212,269	6,842,394	6,642,394	(200,000)
Net change in fund balance - budgetary basis	-	-	(188,581)	(188,581)
Reconciliation to GAAP basis:				
Change in teacher summer salaries liability			(103,543)	
Net change in fund balance - GAAP basis			(292,124)	
Fund balance (deficit), beginning of year			(672,438)	
Fund balance (deficit), end of year	\$		(964,562)	

See accompanying notes to financial statements.

TOWN OF WINSLOW, MAINE
SCHOOL DEPARTMENT
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2018

		Private- purpose Trust Funds	Agency Funds
ASSETS			
Cash and cash equivalents	\$	36,617	153,576
Investments		102,248	-
Total assets		138,865	153,576
LIABILITIES			
Amounts held for others		-	153,576
Total liabilities		-	153,576
NET POSITION			
Held in trust	\$	138,865	-

See accompanying notes to financial statements.

TOWN OF WINSLOW, MAINE
SCHOOL DEPARTMENT
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the year ended June 30, 2018

		Private- purpose Trust Funds
Additions:		
Investment income	\$	4,996
Realized/unrealized gain (loss)		4,268
Donations		7,842
Total additions		17,106
Deductions:		
Other miscellaneous		16,295
Total deductions		16,295
Change in net position		811
Net position, beginning of year		138,054
Net position, end of year	\$	138,865

See accompanying notes to financial statements.

TOWN OF WINSLOW, MAINE
SCHOOL DEPARTMENT
Notes to Financial Statements

THE REPORTING ENTITY

The Winslow School Department operates as a department of the Town of Winslow, Maine, the financial statements of which have been issued in a separate report dated September 24, 2018 for the year ended June 30, 2018.

The accompanying fund financial statements present only the School Department's operations and are not intended to present fairly the financial position and results of operations of the Town of Winslow, Maine in conformity with accounting principles generally accepted in the United States of America. Certain disclosures relevant to both the Town of Winslow, Maine and the School Department are omitted herein and have been disclosed in the Town's basic financial statements. Additionally, all long-term debt is reflected only in the Town of Winslow, Maine's basic financial statements. This would include debt entered into by the Town for the benefit of the School Department, any capital leases currently outstanding, and the liability pertaining to the School Department's proportionate share of the net pension liability from the Maine Public Employees Retirement System.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Winslow School Department conform to accounting principles generally accepted in the United States of America as applicable to governmental units. The following is a summary of the more significant of such policies:

A. Basis of Presentation

The School Department's fund financial statements consist of statements which provide a more detailed level of financial information.

During the year, the School Department segregates transactions related to certain functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the School Department at this more detailed level. The focus of governmental fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. The fiduciary fund is reported by type.

B. Fund Accounting

The School Department uses funds to maintain its financial records during the fiscal year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. There are two categories of funds: governmental and fiduciary.

TOWN OF WINSLOW, MAINE
SCHOOL DEPARTMENT
Notes to Financial Statements, continued

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

Governmental Funds:

Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance.

The following is the School Department's only major governmental fund:

General Fund - The General Fund is the general operating fund of the School Department. All revenues not allocated by law or contractual agreement to another fund are accounted for in this fund. From the fund are paid the general operating expenditures, the fixed charges, and the capital improvement costs not paid through other funds.

Fiduciary and Agency Fund Types:

Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension-trust funds, investment-trust funds, private-purpose trust funds and agency funds. The agency fund is custodial in nature (assets equal liabilities) and does not involve measurement of results of operations. The School Department's agency fund accounts for those student activity programs which have student participation in the activity and have students involved in the management of the program.

C. Measurement Focus

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures, and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

D. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Governmental funds use the modified accrual basis of accounting. Fiduciary funds use the accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue and in the presentation of expenses versus expenditures.

TOWN OF WINSLOW, MAINE
SCHOOL DEPARTMENT
Notes to Financial Statements, continued

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

1. Revenues - Exchange and Non-exchange Transactions:

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the School Department, available means expected to be received within sixty days of fiscal year end.

Nonexchange transactions, in which the School Department receives value without directly giving equal value in return, include local assessments, grants, entitlements, and donations. On an accrual basis, revenue from local assessments is recognized in the fiscal year for which the assessments are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the School Department must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the School Department on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

2. Expenses/Expenditures:

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocation of costs, such as depreciation and amortization are not recognized in governmental funds.

Interfund Transactions - During the course of normal operations, the School Department has several transactions between funds including expenditures and transfers of resources to provide services. These transactions are reported as transfers. Transactions between funds which represent lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as interfund loans receivable or payable.

Inventories - Food services inventories are valued at the lower of cost (first-in, first-out basis) or market, and are offset with a nonspendable fund balance. Inventories include the value of the U. S. Department of Agriculture commodities donated to the School Lunch Program.

Compensated Absences - Under terms of union contracts and personnel administration policies, employees are granted vacation and sick leave in varying amounts. Accrued vacation and sick leave are accrued when incurred in the governmental-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

TOWN OF WINSLOW, MAINE
SCHOOL DEPARTMENT
Notes to Financial Statements, continued

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

Capital Assets - Capital assets result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position in the Town of Winslow, Maine's basic financial statements but are not reported in the fund financial statements.

Accrued Liabilities and Long-term Obligations - All payables, accrued liabilities, and long-term obligations are reported in the Town's government-wide financial statements.

In general, payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the governmental funds. However, compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current fiscal year. The capital leases and other long-term obligations that will be paid from governmental funds are not recognized as a liability in the fund financial statements until due.

Fund Equity - Governmental Fund fund balance is reported in five classifications that comprise a hierarchy based primarily on the extent to which the School Department is bound to honor constraints on the specific purposes for which those funds can be spent. The five classifications of fund balance for the Governmental Funds are as follows:

- *Nonspendable* – resources which cannot be spent because they are either a) not in spendable form or; b) legally or contractually required to be maintained intact.
- *Restricted* – resources with constraints placed on the use of resources which are either a) externally imposed by creditors (such as through debt covenants), grantors, contributors or laws or regulations of other governments or; b) imposed by law through constitutional provisions or enabling legislation.
- *Committed* – resources which are subject to limitations the School Department imposes on itself at its highest level of decision-making authority, and that remain binding unless removed in the same manner.
- *Assigned* – resources that are constrained by the School Department's intent to be used for specific purposes, but are neither restricted nor committed.
- *Unassigned* – resources which have not been assigned to other funds and that have not been restricted, committed, or assigned to specific purposes within the General Fund. The General Fund should be the only fund that reports a positive unassigned fund balance amount.

Generally, all unexpended budgetary accounts lapse at the close of the fiscal year. The School Board has the responsibility for committing fund balance amounts and likewise would be required to modify or rescind those commitments. The School Board maintains responsibility for assigning fund balances.

Although not a formal policy, when both restricted and unrestricted resources are available for use, it is the School Department's intent to use restricted resources first, then unrestricted resources as they are needed. When committed, assigned, and unassigned resources are available for use, it is the School Department's intent to use committed or assigned resources first, and then unassigned resources as they are needed.

TOWN OF WINSLOW, MAINE
SCHOOL DEPARTMENT
Notes to Financial Statements, continued

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

Use of Estimates - Preparation of the School Department's financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent items at the date of the financial statements and the reported amounts of revenues and expenses/expenditures during the reporting period. Actual results could differ from those estimates.

STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information - The School Department is responsible for preparing and submitting a budget to the voters. The budget is prepared on a basis consistent with accounting principles generally accepted in the United States of America, except for teacher summer salaries which are budgeted on a cash basis and Maine Public Employees Retirement System on-behalf payments. Maine Public Employees Retirement System contributions are made by the State of Maine on behalf of the District.

The level of control (level at which expenditures may not exceed budget) is the School Department budget meeting article level. Generally, all unexpended budgetary accounts lapse at the close of the fiscal year.

The following budget articles were over-expended at June 30, 2018:

Regular instruction	\$ 17,501
Special education	5,540
Other instruction	79,601
School administration	13,793
Facilities maintenance	17,426

B. Deficit Fund Balance - At June 30, 2018, the following funds had deficit fund balances:

General Fund	\$ 964,562
School Lunch	210,715

These deficits will be funded by future operating revenues and local assessments.

BUDGETARY VS GAAP BASIS OF ACCOUNTING

The School Department general fund balance as shown on Statement 1 differs from the School Department fund balance calculated on a budgetary basis due to the accrued teachers summer salaries and benefits. The reconciliation is as follows:

	<u>School fund balance</u>
School fund balance (deficit), June 30, 2018--GAAP Basis	\$ (964,562)
<u>Accrued teacher summer salaries and benefits</u>	<u>1,199,134</u>
<u>Fund balance, June 30, 2018--budgetary basis</u>	<u>\$ 234,572</u>

TOWN OF WINSLOW, MAINE
SCHOOL DEPARTMENT
Notes to Financial Statements, continued

BUDGETARY VS GAAP BASIS OF ACCOUNTING, CONTINUED

Additionally, as required by generally accepted accounting principles (GAAP), the Town has recorded a revenue and expenditure for Maine Public Employees Retirement System contributions made by the State of Maine on behalf of the Winslow School Department. These amounts have not been budgeted in the School Department general fund and result in a difference in reporting on a budgetary basis of accounting vs. reporting under accounting principles generally accepted in the United States of America of \$993,299. These amounts have been included as an intergovernmental revenue and shown as “On-behalf payment – Maine PERS” expenditure on Statement 2. There is no effect on fund balance at the end of the year.

ACCRUED TEACHERS SALARIES AND BENEFITS

Teacher employment contracts run from September 1st to August 31st of the next year and payments are made throughout that period. Since teachers’ contracted services are constructively performed at the end of the school year, salaries paid to teachers during July and August represent liabilities of the School Department at June 30, 2018. The amount of teachers’ salaries and benefits earned but unpaid at June 30, 2018 was \$1,199,134.

RISK MANAGEMENT

The School Department is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets, errors and omissions; and natural disasters for which the School Department either carries commercial insurance or participates in a public entity risk pools. Currently, the School Department participates in several public entity and self-insured risk pools and self-insurance programs sponsored by the Maine Municipal Association for unemployment, workers’ compensation and property and casualty.

Based on the coverage provided by these pools, as well as coverage provided by commercial insurance purchased, the School Department is not aware of any material actual or potential claim liabilities which should be recorded at June 30, 2018.

STATE REIMBURSEMENT FOR DEBT SERVICE EXPENDITURES

The State of Maine currently reimburses the Winslow School Department for a portion of financing costs of school buildings. Continuation of such reimbursements is dependent upon continued appropriations by the State Legislature.

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS

These statements provide a more detailed view of the "basic financial statements" presented in the preceding subsection.

Combining statements are presented when there is more than one fund of a given fund type. Several individual fund statements are presented to provide additional detail and to present budgetary comparison.

**TOWN OF WINSLOW, MAINE
SCHOOL DEPARTMENT
General Fund
Comparative Balance Sheets
June 30, 2018 and 2017**

	2018	2017
ASSETS		
Cash and cash equivalents	\$ 307,057	314,285
Accounts receivable	68,236	17,755
Interfund loans receivable	79,347	-
Prepaid expenditures	149,652	133,749
Total assets	\$ 604,292	465,789
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	354,114	698
Accrued payroll	1,214,740	1,103,914
Interfund loans payable	-	33,615
Total liabilities	1,568,854	1,138,227
Fund balance (deficit):		
Unassigned	(964,562)	(672,438)
Total fund balance (deficit)	(964,562)	(672,438)
Total liabilities and fund balance	\$ 604,292	465,789

TOWN OF WINSLOW, MAINE
SCHOOL DEPARTMENT
General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Budgetary Basis
For the year ended June 30, 2018
(with comparative actual amounts for the year ended June 30, 2017)

	2018		Variance positive (negative)	2017 Actual
	Adjusted budget	Actual		
Revenues:				
State education subsidy	\$ 6,881,017	6,881,882	865	6,934,636
State agency client	35,000	102,971	67,971	50,687
Other intergovernmental revenue	-	9,000	9,000	9,000
Tuition	583,255	512,329	(70,926)	649,126
Rental of facilities	30,000	32,930	2,930	32,126
Investment earnings	-	5,181	5,181	3,254
Other revenues	98,367	93,722	(4,645)	201,188
Total revenues	7,627,639	7,638,015	10,376	7,880,017
Expenditures:				
Current:				
Winslow Elementary	3,166,989	3,182,971	(15,982)	3,132,326
Winslow Junior High School	2,411,452	2,356,447	55,005	2,390,756
Winslow High School	3,967,187	4,004,656	(37,469)	3,900,748
Special Education	2,243,227	2,248,767	(5,540)	2,085,206
Vocational	291,560	288,692	2,868	271,098
ELL	62,398	89,729	(27,331)	60,622
Health	239,056	237,705	1,351	225,433
Alternative education	41,663	36,097	5,566	39,967
Certification	7,292	8,363	(1,071)	7,085
Technology	359,987	353,849	6,138	389,082
Central Office/Board of Education	535,918	528,514	7,404	454,292
Transportation	649,355	639,704	9,651	611,824
ARC	18,105	17,652	453	17,200
Maintenance and custodial	62,494	62,494	-	48,402
Debt service:				
Principal	300,000	300,000	-	472,727
Interest	113,350	113,350	-	134,536
Total expenditures	14,470,033	14,468,990	1,043	14,241,304
Excess (deficiency) of revenues over (under) expenditures	(6,842,394)	(6,830,975)	11,419	(6,361,287)
Other financing sources (uses):				
Transfers in for local appropriation	6,602,394	6,602,394	-	6,427,616
Transfers in	100,000	100,000	-	-
Transfers out	(60,000)	(60,000)	-	(50,000)
Utilization of prior year surplus	200,000	-	(200,000)	-
Total other financing sources (uses)	6,842,394	6,642,394	(200,000)	6,377,616
Net change in fund balances - budgetary basis	-	(188,581)	(188,581)	16,329
Reconciliation to GAAP basis:				
Change in teacher summer salaries liability		(103,543)		13,592
Net change in fund balance - GAAP basis		(292,124)		29,921
Fund balance (deficit), beginning of year		(672,438)		(702,359)
Fund balance (deficit), end of year	\$	(964,562)		(672,438)

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds account for specific resources, the expenditure of which is restricted by law or administrative action for particular purposes.

Special revenue funds are established for the following purposes:

Other Special Revenue Funds

To account for various federal and state grants for special programs administered by the School Department.

Adult Education Fund

To account for the revenues and expenditures associated with the Adult Education Program.

School Lunch Program

To account for the activity of the school lunch operations.

TOWN OF WINSLOW, MAINE
SCHOOL DEPARTMENT
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2018

	Special Revenue Funds			Total Nonmajor Governmental Funds
	Other Special Revenue Funds	Adult Education Fund	School Lunch Program	
ASSETS				
Accounts receivable	\$ 173,145	-	26,898	200,043
Interfund loans receivable	165,050	7,693	-	172,743
Inventory	-	-	14,477	14,477
Total assets	\$ 338,195	7,693	41,375	387,263
LIABILITIES AND FUND BALANCES				
Liabilities:				
Interfund loans payable	-	-	252,090	252,090
Total liabilities	-	-	252,090	252,090
Fund balances (deficits):				
Restricted	338,195	7,693	-	345,888
Unassigned	-	-	(210,715)	(210,715)
Total fund balances (deficits)	338,195	7,693	(210,715)	135,173
Total liabilities and fund balances	\$ 338,195	7,693	41,375	387,263

TOWN OF WINSLOW, MAINE
SCHOOL DEPARTMENT
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the year ended June 30, 2018

	Special Revenue Funds			Total Nonmajor Government Funds
	Other Special Revenue Funds	Adult Education Fund	School Lunch Program	
Revenues:				
Intergovernmental	\$ 1,000,801	-	388,066	1,388,867
Charges for services	226,541	-	178,604	405,145
Other revenue	1,315	-	-	1,315
Total revenues	1,228,657	-	566,670	1,795,327
Expenditures:				
Current:				
Education	1,231,707	-	-	1,231,707
School lunch	-	-	627,626	627,626
Total expenditures	1,231,707	-	627,626	1,859,333
Excess (deficiency) of revenues over (under) expenditures	(3,050)	-	(60,956)	(64,006)
Other financing sources (uses):				
Transfers in	-	-	60,000	60,000
Transfers out	(100,000)	-	-	(100,000)
Total other financing sources (uses)	(100,000)	-	60,000	(40,000)
Net change in fund balances	(103,050)	-	(956)	(104,006)
Fund balances (deficits), beginning of year	441,245	7,693	(209,759)	239,179
Fund balances (deficits), end of year	\$ 338,195	7,693	(210,715)	135,173

TOWN OF WINSLOW, MAINE
SCHOOL DEPARTMENT
Other Special Revenue Funds
Schedule of Revenues, Expenditures and Changes in Fund Balances
For the year ended June 30, 2018

	Balances beginning of year	Revenues	Expenditures	Transfers	Balances end of year
Grant Funds:					
Title I	\$ -	366,669	366,669	-	-
MaineCare	231,756	124,520	83,505	(100,000)	172,771
Local Entitlement	-	321,634	321,634	-	-
Title IIA - Supporting Effective Instruction	-	64,782	64,782	-	-
Title VI - Rural Small Schools	-	45,857	45,857	-	-
21st Century	-	56,397	56,397	-	-
E*Rate	24,965	-	-	-	24,965
Transition grant	38,879	-	38,785	-	94
Fiscal agent	16,041	20,942	28,138	-	8,845
Total grant funds	311,641	1,000,801	1,005,767	(100,000)	206,675
Other Special Funds:					
Before and after school care	122,440	226,541	224,676	-	124,305
Insurance proceeds	943	1,065	-	-	2,008
Gizmo garden fund	4,000	-	999	-	3,001
Special education fund	412	-	65	-	347
Homeless	1,809	250	200	-	1,859
Total other special funds	129,604	227,856	225,940	-	131,520
Total	\$ 441,245	1,228,657	1,231,707	(100,000)	338,195

PRIVATE-PURPOSE TRUST FUNDS

Trust funds are established to account for assets received by the School Department and held in a fiduciary capacity as trustee or agent.

AGENCY FUNDS

The Agency funds account for the various student activity accounts.

TOWN OF WINSLOW, MAINE
SCHOOL DEPARTMENT
Private-purpose Trust
Combining Statement of Fiduciary Net Position
June 30, 2018
(with comparative totals for June 30, 2017)

		Bowden	Esther Gagne	High School	Totals	
		Scholarship	Scholarship		2018	2017
		Fund	Fund	Scholarships		
ASSETS						
Cash and cash equivalents	\$	9,165	25,127	2,325	36,617	36,070
Investments		-	-	102,248	102,248	101,984
Total assets	\$	9,165	25,127	104,573	138,865	138,054
NET POSITION						
Restricted for principal		1,646	25,000	-	26,646	26,646
Unrestricted		7,519	127	104,573	112,219	111,408
Total net position	\$	9,165	25,127	104,573	138,865	138,054

TOWN OF WINSLOW, MAINE
SCHOOL DEPARTMENT
Private-purpose Trust
Combining Statement of Changes in Fiduciary Net Position
For the year ended June 30, 2018
(with comparative totals for the year ended June 30, 2017)

	Bowden Scholarship Fund	Esther Gagne Scholarship Fund	High School Scholarships	Totals	
				2018	2017
Additions:					
Investment income	\$ 10	50	4,936	4,996	3,173
Realized/unrealized gain (loss)	-	-	4,268	4,268	6,025
Donations	1,111	-	6,731	7,842	27,991
Total additions	1,121	50	15,935	17,106	37,189
Deductions:					
Other miscellaneous	600	-	15,695	16,295	6,880
Total deductions	600	-	15,695	16,295	6,880
Change in net position	521	50	240	811	30,309
Net position, beginning of year	8,644	25,077	104,333	138,054	107,745
Net position, end of year	\$ 9,165	25,127	104,573	138,865	138,054

TOWN OF WINSLOW, MAINE
SCHOOL DEPARTMENT
Agency Funds
Statement of Changes in Assets and Liabilities
For the year ended June 30, 2018

	Balance beginning of year	Additions	Deductions	Balance end of year
ASSETS				
High School activity funds	\$ 52,025	94,007	91,473	54,559
High School athletics fund	20,503	28,969	35,124	14,348
Junior High activity funds	47,341	35,152	33,044	49,449
Elementary School activity funds	29,938	37,503	32,221	35,220
Total assets	149,807	195,631	191,862	153,576
LIABILITIES				
Amounts held for others	149,807	195,631	191,862	153,576
Total liabilities	\$ 149,807	195,631	191,862	153,576