

GENESEE INTERMEDIATE SCHOOL DISTRICT

FLINT, MICHIGAN

AUDIT REPORT
FOR THE YEAR ENDED JUNE 30, 2007

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Lewis & Knopf, CPAs, P.C.

Serving You with Trust and Integrity

November 12, 2007

INDEPENDENT AUDITOR'S REPORT

To the Board of Education of
Genesee Intermediate School District

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of Genesee Intermediate School District, as of and for the year ended June 30, 2007, which collectively comprise the School District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Genesee Intermediate School District's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of Genesee Intermediate School District as of June 30, 2007, and respective changes in financial position and cash flows, (where applicable), thereof and the respective budgetary comparison for the General Fund, Special Education Fund and Career Technical Education Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report under separate cover dated November 12, 2007 on our consideration of the Genesee Intermediate School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Genesee Intermediate School District's basic financial statements. The additional information on pages 26 - 42 is presented for purposes of additional analysis and is not a required part of the basic financial statements. The additional information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

LEWIS & KNOFF, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

GENESEE INTERMEDIATE SCHOOL DISTRICT
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

The Management Discussion and Analysis, a requirement of GASB 34, is intended to be the Genesee Intermediate School District's administration's discussion and analysis of the financial results for the fiscal year ended June 30, 2007.

Generally accepted accounting principles (GAAP) according to GASB 34 requires the reporting of two types of financial statements: Fund Financial Statements and District Wide Financial Statements.

Fund Financial Statements:

The School District's fund financial statements provide detailed information about the most significant funds – not the School District as a whole. Some funds are required to be established by State law and by bond covenants. However, the School District establishes many other funds to help it control and manage money for particular purposes (the Special Education and Vocational Funds are examples) or to show that it is meeting legal responsibilities for using certain taxes, grants, and other money (such as bond-funded construction funds used for voter-approved capital projects). The governmental funds of the School District use the following accounting approach:

Governmental funds – All of the School District's services are reported in governmental funds. Governmental fund reporting focuses on showing how money flows into and out of funds and the balances left at year end are available for spending. They are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the operations of the School District and the services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the School District's programs. We describe the relationship (or differences) between governmental activities (reported in the statement of net assets and the statement of activities) and governmental funds in a reconciliation.

Proprietary funds use the accrual basis of accounting, the same as on the government-wide statements, therefore the statements will essentially match the business-type activities portion of the government-wide statements.

In the fund financial statements, purchased capital assets are reported as expenditures in the year of acquisition. No asset is reported. The issuance of debt is recorded as a financial resource. The current year's payments of principal and interest on long term obligations are recorded as expenditures. Future year's debt obligations are not recorded.

District Wide Financial Statements:

The District wide financial statements are full accrual basis statements. They report all of the District's assets and liabilities, both short and long term, regardless if they are "currently available" or not. For example, assets that are restricted for use in the Debt Funds solely for the payment of long term principal or interest are grouped with unrestricted assets of the General Fund. Capital assets and obligations of the District are reported in the Statement of Net Assets of the District wide financial statements.

One of the most important questions asked about the School District is, "As a whole, what is the School District's financial condition as a result of the year's activities?" The statement of net assets and the statement of activities, which appear first in the School District's financial statements, report information on the School District as a whole and its activities in a way that helps you answer this question. We prepare these statements to include all assets and liabilities, using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

GENESEE INTERMEDIATE SCHOOL DISTRICT
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

District Wide Financial Statements: (Continued)

These two statements report the Genesee Intermediate School District net assets – the difference between assets and liabilities, as reported in the statement of net assets – as one way to measure the School District’s financial health or financial position. Over time, increases or decreases in the School District’s net assets – as reported in the statement of activities – are indicators of whether its financial health is improving or deteriorating. The relationship between revenues and expenses is the School District’s operating results. However, the School District’s goal is to provide services to our students, not to generate profits as commercial entities do. One must consider many other nonfinancial factors, such as the quality of the education provided and the safety of the schools, to assess the overall health of the School District.

The statement of net assets and the statement of activities report the governmental activities for the School District, which encompasses all of the School District’s services, including instruction, support services. Property taxes, unrestricted State aid, and State and federal grants finance most of these activities.

The School District as Trustee – Reporting the School District’s Fiduciary Responsibilities

The School District is the trustee, or fiduciary, for its student activity funds. All of the School District’s fiduciary activities are reported in a separate statement of fiduciary net assets. We exclude these activities from the School District’s other financial statements because the School District cannot use these assets to finance its operations. The School District is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

SUMMARY OF NET ASSETS:

The following summarizes the net assets at the fiscal years ended June 30, 2007 and 2006:

	(IN MILLIONS)					
	GOVERNMENTAL		BUSINESS-TYPE		TOTAL	
	ACTIVITIES	ACTIVITIES	ACTIVITIES	ACTIVITIES	ACTIVITIES	ACTIVITIES
	2007	2006	2007	2006	2007	2006
Current Assets	\$43.0	\$44.8	\$7.0	\$4.3	\$50.0	\$49.1
Noncurrent Assets	12.3	8.3	6.9	8.2	19.2	16.5
Total Assets	<u>\$55.3</u>	<u>\$53.1</u>	<u>\$13.9</u>	<u>\$12.5</u>	<u>\$69.2</u>	<u>\$65.6</u>
Current Liabilities	9.0	8.5	0.7	0.2	9.7	8.7
Noncurrent Liabilities	2.2	1.4	0.0	0.0	2.2	1.4
Total Liabilities	<u>\$11.2</u>	<u>\$9.9</u>	<u>\$0.7</u>	<u>\$0.2</u>	<u>\$11.9</u>	<u>\$10.1</u>
Net Assets						
Invested in Capital Assets – Net of Debt	10.4	6.4	6.9	8.2	17.3	14.6
Restricted	5.6	7.9	0.0	0.0	5.6	7.9
Unrestricted	<u>28.1</u>	<u>28.9</u>	<u>6.3</u>	<u>4.0</u>	<u>34.4</u>	<u>32.9</u>
<u>TOTAL NET ASSETS</u>	<u><u>\$44.1</u></u>	<u><u>\$43.2</u></u>	<u><u>\$13.2</u></u>	<u><u>\$12.2</u></u>	<u><u>\$57.3</u></u>	<u><u>\$55.4</u></u>

This year as well as last year, the District is able to report positive balances in all three categories of net assets, both for the District as a whole, as well as for its separate governmental and business-type activities.

GENESEE INTERMEDIATE SCHOOL DISTRICT
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

RESULTS OF OPERATIONS:

For the fiscal years ended June 30, 2007 and 2006, the District wide results of operations were:

	(IN MILLIONS)					
	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES		TOTAL	
	2007	2006	2007	2006	2007	2006
Revenues:						
Program Revenues:						
Charges for Services	\$2.9	\$2.4	\$14.7	\$12.4	\$17.6	\$14.8
Operating Grants and Contributions	25.8	25.0	0.0	0.0	25.8	25.0
General Revenues:						
Property Taxes	41.5	39.5	0.0	0.0	41.5	39.5
Grants and State Aid	25.1	23.3	0.0	0.0	25.1	23.3
Other	6.1	1.1	0.2	2.8	6.3	3.9
Total Revenues	<u>\$101.4</u>	<u>\$91.3</u>	<u>\$14.9</u>	<u>\$15.2</u>	<u>\$116.3</u>	<u>\$106.5</u>
Functions/Program Expenses:						
Instruction	19.6	19.0	0.0	0.0	19.6	19.0
Support Services	41.0	34.9	0.0	0.0	41.0	34.9
Community Services	0.2	0.4	0.0	0.0	0.2	0.4
Depreciation and Other	0.6	0.6	0.0	0.0	0.6	0.6
Local District Services	0.0	0.0	13.9	12.3	13.9	12.3
Total Expenses	<u>\$61.4</u>	<u>\$54.9</u>	<u>\$13.9</u>	<u>\$12.3</u>	<u>\$75.3</u>	<u>\$67.2</u>
Excess Before Transfers	<u>\$40.0</u>	<u>\$36.4</u>	<u>\$1.0</u>	<u>\$2.9</u>	<u>\$41.0</u>	<u>\$39.3</u>
Transfers to Local Districts	<u>38.9</u>	<u>38.5</u>	<u>0.0</u>	<u>0.0</u>	<u>38.9</u>	<u>38.5</u>
<u>INCREASE (DECREASE) IN NET ASSETS</u>	<u>\$1.1</u>	<u>(\$2.1)</u>	<u>\$1.0</u>	<u>\$2.9</u>	<u>\$2.1</u>	<u>\$0.8</u>

FINANCIAL ANALYSIS

Analysis of Financial Position:

During the year ended June 30, 2007, the District's Total Net Assets increased by \$2,078,350 to a total of \$57,306,275. The largest portion of the net assets are the District's investment in capital assets. Net assets (invested in capital assets, net of related debt) increased by \$2,681,899 during the year due to purchases of new capital assets and principal payments on related debt exceeding depreciation. The districts Unrestricted Net Assets increased by \$1,662,147 during the year and the restricted portion of the net assets decreased by \$2,265,696. The restricted Net Assets consist of the restricted debt retirement funds that may only be used to pay bonded debt and restricted capital projects funds that may only be used to fund capital projects. The unrestricted net assets may be used to fund the educational services provided to students.

Analysis of Results of Operations

The district's overall revenues exceeded its expenses for the year by \$2,078,350. The total revenues increased by \$9,846,990. The major change was increases in property taxes, state aid and district services. Expenditures increased by \$8,494,360. There major changes are a result of increases in instructional expenditures supporting grants, grant activity, local district services, acquisition of land, purchase of a building and two building renovation projects.

GENESEE INTERMEDIATE SCHOOL DISTRICT
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

FINANCIAL ANALYSIS OF GOVERNMENT'S FUNDS – GOVERNMENTAL FUNDS

Analysis of Financial Position

The focus of the District's governmental funds is to provide information on near term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the district's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. An analysis of changes for the governmental funds is as follows:

General Fund

The district's general fund is the chief operating fund of the district. Fund balance for the general fund increased by \$1,661,708 during the year coming primarily from an increase in cash. Revenues for the year increased by \$3,963,224 primarily a result of increases in fees for service including but not limited to shared business services, fingerprinting services for all educational employees to comply with the new law, capturing allowable fees from other funds and new grant awards. Expenditures and other financing uses increased by \$1,611,187, primarily a net result of increased salary costs, employer liability costs, the implementation of new grant awards and a transfer from the Capital Project Fund. The major sources of general fund revenues are state aid and taxes. An analysis of the major revenue sources is as follows:

1. State of Michigan Aid (Section 81)

The State of Michigan aid provided under Section 81 of the State Aid Act provides the majority of state aid to the District's General Fund. Funding to the District under Section 81 is provided to comply with the requirements of the State Aid Act and to provide technical assistance to local districts as authorized by the intermediate school board. Funding under Section 81 was \$4,267,445 for the fiscal year and increase of \$128,313 from the prior year.

2. Property Taxes Levied For General Operations (General Fund Homestead and Non-Homestead Taxes)

The District levies .1635 mills of property taxes for operations (General Fund) on Homestead and Non-Homestead Properties. Under Michigan law, the taxable levy is based on the taxable valuation of properties. Annually, the taxable valuation increase in property values is capped at the rate of the prior year's CPI increase or 5 percent, whichever is less. At the time of sale, a property's taxable valuation is readjusted to the State Equalized Value, which is, theoretically, 50 percent of the market value. The District's property tax revenue for the 2006-2007 fiscal year was \$1,914,076. A decrease of \$566,730 from the prior year.

Special Education Fund

Unreserved fund balance for the special education fund decreased by \$2,020,066 during the year with the decrease coming primarily from a reduction in cash. Revenues for the year increased by \$3,976,384 primarily from increases in property taxes and state aid. Expenditures and other financing uses increased by \$4,978,783, primarily due to increased salary costs, employer liability costs and transfers to the Special Education Capital Project Fund. The major sources of special education revenues are Federal grants, state aid and taxes. An analysis of the major revenue sources is as follows:

1. State of Michigan Aid (Section 51)

The State of Michigan aid provided under Section 51 of the State Aid Act provides the majority of state aid to the District's Special Education Fund. Funding to the District under Section 51 is provided to reimburse the District for unreimbursed costs of special education programs, services and special education personnel. Funding under Section 51 was \$13,145,177 for the fiscal year an increase of \$1,871,646 from the previous year.

2. Property Taxes Levied For Special Education

The District levies 2.4078 mills of property taxes for operations (Special Education Fund) on Homestead and Non-Homestead Properties. Under Michigan law, the taxable levy is based on the taxable valuation of properties. Annually, the taxable valuation increase in property values is capped at the rate of the prior year's CPI increase or 5 percent, whichever is less. At the time of sale, a property's taxable valuation is readjusted to the State Equalized Value, which is, theoretically, 50 percent of the market value. The District's property tax revenue for the 2006-2007 fiscal year was \$28,187,575. An increase of \$1,786,758 from the prior year.

GENESEE INTERMEDIATE SCHOOL DISTRICT
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

FINANCIAL ANALYSIS OF GOVERNMENT'S FUNDS – GOVERNMENTAL FUNDS (Continued)

Analysis of Financial Position (Continued)

Career Technical Education Fund

Unreserved fund balance for the career technical education fund decreased by \$202,440 during the year with the decrease coming primarily from a reduction in cash. Revenues for the year increased by \$603,963 primarily from the increases in property taxes. Expenditures and other financing uses increased by \$178,845, primarily due to a net result of a decrease in the transfers to other funds in support of the GASC transportation consortium, and increased transfers to local districts. The major source of career technical education revenues is taxes. An analysis of the major revenue sources is as follows:

1. State of Michigan Aid (Sections 61 and 62)

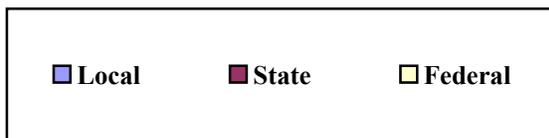
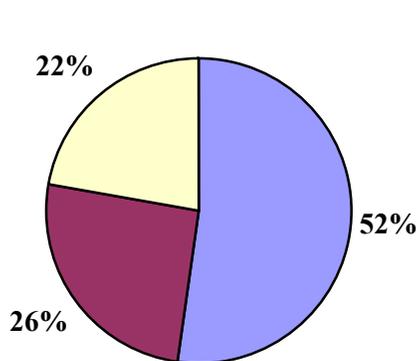
The State of Michigan aid provided under Sections 61 and 62 of the State Aid Act provides the majority of state aid to the District's Vocational Education Fund. Funding to the District under Sections 61 and 62 is provided to reimburse, on an added cost basis, the District for unreimbursed costs of its vocational-technical education center and vocational-technical programs and services. Funding under Sections 61 and 62 was \$2,181,479 for the fiscal year a decrease of \$173,305 from the previous year.

2. Property Taxes Levied For Vocational Education

The District levies 0.9628 mills of property taxes for operations (Vocational Education Fund) on Homestead and Non-Homestead Properties. Under Michigan law, the taxable levy is based on the taxable valuation of properties. Annually, the taxable valuation increase in property values is capped at the rate of the prior year's CPI increase or 5 percent, whichever is less. At the time of sale, a property's taxable valuation is readjusted to the State Equalized Value, which is, theoretically, 50 percent of the market value. The District's non-homestead property tax revenue for the 2006-2007 fiscal year was \$11,271,140. An increase of \$736,441 from the prior year.

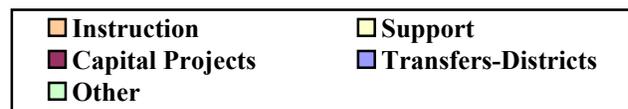
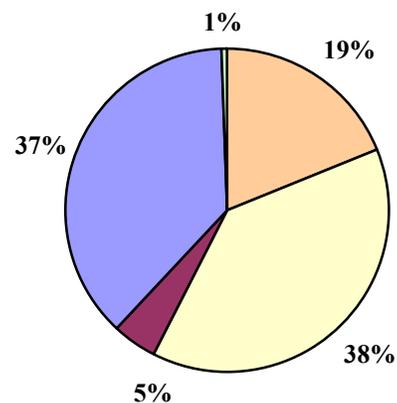
Revenues by Source – Governmental Activities

Total Revenues = \$101,496,209



Expenses by Source – Governmental Activities

Total Expenses = \$104,319,907



GENESEE INTERMEDIATE SCHOOL DISTRICT
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

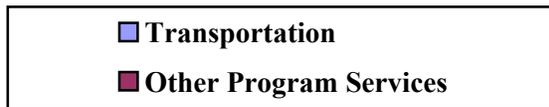
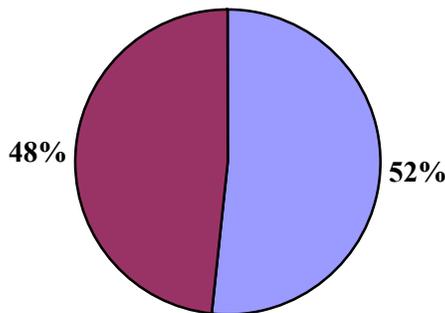
FINANCIAL ANALYSIS OF BUSINESS-TYPE ACTIVITIES

Enterprise fund

Net assets for the enterprise fund increased by \$967,525 during the year with the increase coming primarily from a increase in investment in capital assets, net of related debt. Revenues for the year increased by \$2,279,057 primarily a net result of the ISD as fiscal agent for GenNET local district costs, increased fees for service to include shared technical services, GenNET and the transportation consortiums. Expenditures and other financing uses increased by \$1,506,152 primarily due to the net result of increased salaries, benefits, employer liabilities, expanded shared technical services, higher fuel charges, depreciation and decreased expenditures for bus rentals.

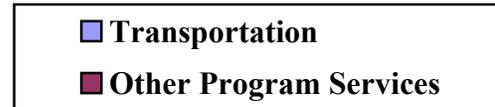
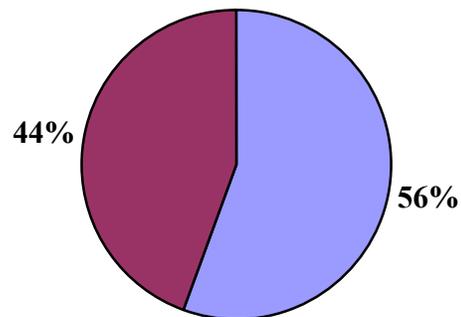
Revenues by Source – Business-Type Activities

Total Revenues = \$14,827,992



Expenses by Source – Business-Type Activities

Total Expenses = \$13,860,467



GENERAL FUND BUDGETARY HIGHLIGHTS:

GENERAL FUND BUDGET VS. ACTUAL

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Original & Final Budget %</u>	<u>Variance Actual & Final Budget %</u>
Revenue	\$13,258,220	\$20,437,782	\$20,162,181	54.15	1.35
Expenditures	15,523,744	19,384,944	18,500,473	24.87	4.56
<u>TOTAL</u>	<u>(\$2,265,524)</u>	<u>\$1,052,838</u>	<u>\$1,661,708</u>		

GENESEE INTERMEDIATE SCHOOL DISTRICT
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

SPECIAL EDUCATION FUND BUDGETARY HIGHLIGHTS:

SPECIAL EDUCATION FUND BUDGET VS. ACTUAL

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Original & Final <u>Budget %</u>	Variance Actual & Final <u>Budget %</u>
Revenue	\$62,379,766	\$66,861,274	\$66,053,213	7.18	1.21
Expenditures	65,720,525	69,409,935	68,073,279	5.61	1.93
<u>TOTAL</u>	<u>(\$3,340,759)</u>	<u>(\$2,548,661)</u>	<u>(\$2,020,066)</u>		

CAREER TECHNICAL EDUCATION FUND BUDGETARY HIGHLIGHTS:

CAREER TECHNICAL EDUCATION FUND BUDGET VS. ACTUAL

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Original & Final <u>Budget %</u>	Variance Actual & Final <u>Budget %</u>
Revenue	\$15,227,396	\$15,646,765	\$15,456,038	2.75	1.22
Expenditures	16,327,982	15,936,046	15,658,478	2.40	1.74
<u>TOTAL</u>	<u>(\$1,100,586)</u>	<u>(\$289,281)</u>	<u>(\$202,440)</u>		

ANALYSIS OF BUDGETS:

The Uniform Budget Act of the State of Michigan requires that the local Board of Education approve the original budget for the upcoming fiscal year prior to July 1, the start of the fiscal year.

As a matter of practice, Genesee Intermediate School District amends its budget during the school year. The June, 2007 budget amendment was the final budget for the fiscal year. Significant budget variations were as follows:

Original Budget vs. Final Budget

General Fund

Revenues: The general fund proposed budget estimated revenues at \$13.3 million dollars. The estimated revenue was adjusted to \$20.4 million dollars. The significant adjustments were a result of new grant awards and deferred grant awards utilized during the year, and a transfer from the Capital Project Fund..

Expenditures: The general fund adopted expenditures were budgeted at \$15.5 million dollars. The final amendment for general fund was \$19.4 million dollars. The significant adjustments were a result of grant awards in support of the Health, Safety and Nutrition department, the Middle College High School Health Partnership, Regional Assistance to High Priority Schools, expanded shared business services, and adjustments for deferred grant activity.

GENESEE INTERMEDIATE SCHOOL DISTRICT
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

ANALYSIS OF BUDGETS: (Continued)

Special Education Fund

Revenues: The special education fund proposed budget estimated revenues at \$62.4 million dollars. The estimated revenue was adjusted to \$66.9 million dollars. The significant adjustments were a net result of increased property tax revenue, state funding reimbursement for the Special Education Transportation Consortium expenditures and increased federal funding for IDEIA.

Expenditures: The special education fund adopted expenditures were budgeted at \$62.4 million dollars. The final amendment for the special education fund was \$66.9 million dollars. The significant adjustments were a net result of increases in instruction, student services, instructional staff, business administration, school administration, operation & maintenance of plant, transportation, other support services and community services.

Career Technical Education Fund

Revenues: The career technical education fund proposed budget estimated revenues at \$15.2 million dollars. The estimated revenue was adjusted to \$15.6 million dollars. The significant adjustments were a net result of increases in property tax revenue, income from deposits and investments and a decrease in state aid.

Expenditures: The career technical education fund adopted expenditures were budgeted at \$16.3 million dollars. The final amendment for the career technical education fund was \$15.9 million dollars. The significant adjustments were a net result of an increase in the allocations for instructional expenditures and general administration and a decrease in projected costs for the GASC Transportation Consortium.

Actual Results vs. Final Budget

General Fund

Revenues: The general fund actual revenue was \$20.2 million dollars. The final budget was estimated at \$20.4 million dollars. The variance between the actual and final budget was due to the deferral of Local, State and Federal Grants received in the current fiscal year.

Expenditures: The final budgeted expenditures and other financing uses for the general fund were \$19.4 million dollars. The actual expenditures were \$18.5 million dollars. The variance was due to not fully expending the allocations for the various function areas including grant activity crossing fiscal years.

Special Education Fund

Revenues: The special education fund actual revenue was \$66.0 million dollars. The final budget was estimated at \$66.9 million dollars. The variance between the actual and final budget was due to lower local, state and federal sources of income.

Expenditures: The final budgeted expenditures and other financing uses for the special education fund were \$69.4 million dollars. The actual expenditures were \$68.0 million dollars. The variance was due to not fully expending allocations for instruction, student services, operation & maintenance of plant and other financing sources.

GENESEE INTERMEDIATE SCHOOL DISTRICT
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

Actual Results vs. Final Budget (Continued)

Career Technical Education Fund

Revenues: The career technical education fund actual revenue was \$15.5 million dollars. The final was estimated at \$15.6 million dollars. The variance between the actual and final budget was due to not fully collecting local sources of revenue.

Expenditures: The final budgeted expenditures and other financing uses for the vocational education fund were \$15.6 million dollars. The actual expenditures were \$15.5 million dollars. The variance was due to not fully expending the final allocation for instructional support staff.

CAPITAL ASSET AND DEBT ADMINISTRATION

A. Debt, Principal Payments

The District made principal payments on bonded, long term debt obligations that reduced the amount of the District's long term liabilities as follows:

	Principal Balance 7-01-06	Increases 6-30-07	Principal Payments 6-30-07	Principal Balance 6-30-07
<u>Governmental Activities</u>				
Bonds Payable	\$1,860,159	\$0	\$0	\$1,860,159
Compensated Absences Payable	286,903	66,631	713	352,821
<u>Total Governmental Activities</u>	<u>\$2,147,062</u>	<u>\$66,631</u>	<u>\$713</u>	<u>\$2,212,980</u>
<u>Business Type Activities</u>				
Compensated Absences Payable	\$41,749	\$13,458	\$0	\$55,207

B. Capital Assets

The district's net investment in capital assets decreased by \$1,443,045 during the fiscal year. This can be summarized as follows:

	Balance 7-1-06	Additions	Deductions	Balance 6-30-07
<u>Governmental Activities</u>				
Capital Assets - Net of Depreciation	<u>\$8,303,122</u>	<u>\$602,149</u>	<u>\$887,293</u>	<u>\$8,017,978</u>
<u>Business-Type Activities</u>				
Capital Assets - Net of Depreciation	<u>\$8,233,592</u>	<u>\$607,978</u>	<u>\$1,926,519</u>	<u>\$6,915,051</u>

Significant capital asset additions were the purchase of buses, district vehicles, technology upgrades, Docutech, copier, land and building renovations for EKLC.

GENESEE INTERMEDIATE SCHOOL DISTRICT
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

* Foundation Allowance

The Board of Education and Administration agreed to an estimate no revenue increase in Section 81 for the 07-08 fiscal year based on information received from various educational organizations such as Michigan Association of School Business Officials, Michigan Association of School Administrators, and the Michigan Association of School Boards as well as discussions local state representatives. The political debate regarding the funding of public education and the current economic climate in the State of Michigan affect this estimate before the percentage increase is known.

* Retirement Rates

The continuing cost of health insurance to current and potential retirees continues to drive the rate increases the Michigan School Personnel Retirement System recommends to the legislature for approval. The rate is anticipated to increase to 16.72% in 07-08 from 17.74% in 06-07.

* The Genesee Intermediate School District 2007/2008 adopted budget is as follows:

	<u>General</u>	<u>Special</u>	<u>Career Tech</u>	<u>Total</u>
<u>REVENUE</u>	\$18,031,242	\$68,369,924	\$16,178,288	\$102,579,454
<u>EXPENDITURES</u>	<u>19,712,413</u>	<u>71,913,087</u>	<u>16,212,384</u>	<u>107,837,884</u>
<u>NET OVER (UNDER) BUDGET</u>	<u>(\$1,681,171)</u>	<u>(\$3,543,163)</u>	<u>(\$34,096)</u>	<u>(\$5,258,430)</u>

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide a general overview of the Genesee Intermediate School District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to:

Cynthia McCain
Executive Director of Finance
Genesee Intermediate School District
2413 West Maple Avenue, Flint, Michigan 48507-3493
Fax (810) 591-4864, Office Telephone (810) 591-4400
or Email - cmccain@geneseeisd.org

GENESEE INTERMEDIATE SCHOOL DISTRICT
STATEMENT OF NET ASSETS
AS OF JUNE 30, 2007

<u>ASSETS</u>	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
<u>CURRENT ASSETS</u>			
Cash and Cash Equivalents	\$25,322,695	\$4,997,084	\$30,319,779
Investments	2,420,747	0	2,420,747
Taxes Receivable	24,850	0	24,850
Accounts Receivable	2,664,809	1,865,771	4,530,580
Due from Other Governmental Units	11,356,168	0	11,356,168
Due from Other Funds	767	0	767
Inventory	15,426	2,858	18,284
Prepaid Expenses	1,224,071	163,449	1,387,520
Total Current Assets	<u>\$43,029,533</u>	<u>\$7,029,162</u>	<u>\$50,058,695</u>
<u>NON-CURRENT ASSETS</u>			
Construction in Progress	4,285,585	0	4,285,585
Capital Assets	21,233,786	14,630,598	35,864,384
Less: Accumulated Depreciation	<u>(13,215,808)</u>	<u>(7,715,548)</u>	<u>(20,931,356)</u>
Total Noncurrent Assets	<u>\$12,303,563</u>	<u>\$6,915,050</u>	<u>\$19,218,613</u>
<u>TOTAL ASSETS</u>	<u>\$55,333,096</u>	<u>\$13,944,212</u>	<u>\$69,277,308</u>
<u>LIABILITIES</u>			
<u>CURRENT LIABILITIES</u>			
Accounts Payable	\$4,836,876	\$222,305	\$5,059,181
Due to Other Governmental Units	115,590	0	115,590
Due to Other Funds	0	767	767
Salaries Payable	2,471,347	0	2,471,347
Accrued Expenses	627,560	0	627,560
Deferred Revenue	969,885	458,516	1,428,401
Current Portion of Long-Term Obligations	0	0	0
Total Current Liabilities	<u>\$9,021,258</u>	<u>\$681,588</u>	<u>\$9,702,846</u>
<u>NON-CURRENT LIABILITIES</u>			
Noncurrent Portion of Long-Term Obligations	<u>2,212,980</u>	<u>55,207</u>	<u>2,268,187</u>
<u>TOTAL LIABILITIES</u>	<u>\$11,234,238</u>	<u>\$736,795</u>	<u>\$11,971,033</u>
<u>NET ASSETS</u>			
<u>NET ASSETS</u>			
Invested in Capital Assets, Net of Related Debt	10,443,404	6,915,050	17,358,454
Restricted for Capital Projects	5,598,903	0	5,598,903
Unrestricted	<u>28,056,551</u>	<u>6,292,367</u>	<u>34,348,918</u>
Total Net Assets	<u>\$44,098,858</u>	<u>\$13,207,417</u>	<u>\$57,306,275</u>
<u>TOTAL LIABILITIES AND NET ASSETS</u>	<u>\$55,333,096</u>	<u>\$13,944,212</u>	<u>\$69,277,308</u>

See accompanying notes to the basic financial statements.

GENESEE INTERMEDIATE SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2007

<u>FUNCTIONS/PROGRAMS</u>	Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
	Expenses	Charges For Services	Operating Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities:						
Instruction	\$19,623,355	\$0	\$0	(\$19,623,355)	\$0	(\$19,623,355)
Support Services	41,023,695	2,911,986	25,789,823	(12,321,886)	0	(12,321,886)
Community Services	249,166	0	0	(249,166)	0	(249,166)
Transfers to Local Districts	38,888,942	0	0	(38,888,942)	0	(38,888,942)
Food Service	29,619	32,415	0	2,796	0	2,796
Interest - Bonded Debt	0	0	0	0	0	0
Depreciation - Unallocated	570,607	0	0	(570,607)	0	(570,607)
Total Governmental Activities	\$100,385,384	\$2,944,401	\$25,789,823	(\$71,651,160)	\$0	(\$71,651,160)
Business-Type Activities:						
Local District Services	13,860,467	14,676,692	0	0	816,225	816,225
<u>TOTALS</u>	\$114,245,851	\$17,621,093	\$25,789,823	(\$71,651,160)	\$816,225	(\$70,834,935)
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purposes				41,516,640	0	41,516,640
State Aid				24,010,483	0	24,010,483
Grants and Contributions Not Restricted to						
Specific Programs				1,148,632	0	1,148,632
Investment Earnings				1,989,011	110,809	2,099,820
Miscellaneous				4,097,219	40,491	4,137,710
Total General Revenues and Transfers				\$72,761,985	\$151,300	\$72,913,285
Change in Net Assets				\$1,110,825	\$967,525	\$2,078,350
Net Assets - Beginning - As Restated (Footnote 13)				42,988,033	12,239,892	55,227,925
<u>Net Assets - Ending</u>				\$44,098,858	\$13,207,417	\$57,306,275

See accompanying notes to the basic financial statements.

GENESEE INTERMEDIATE SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
AS OF JUNE 30, 2007

	General Fund	Special Education Fund	Career Technical Education Fund	General Capital Projects	Special Ed Capital Projects
<u>ASSETS</u>					
Cash and Cash Equivalents	\$6,990,960	\$8,788,694	\$3,112,213	\$1,771,696	\$3,401,803
Investments	153,286	1,837,711	429,750	0	0
Property Taxes Receivable	1,160	16,923	6,767	0	0
Accounts Receivable	2,138,622	344,981	108,028	73,178	0
Due From Other Governmental Units	1,370,473	9,133,627	852,068	0	0
Due From Other Funds	1,075	3,046,298	191,130	0	0
Inventory	12,595	2,831	0	0	0
Prepaid Expenses	762,551	453,478	8,042	0	0
<u>TOTAL ASSETS</u>	<u>\$11,430,722</u>	<u>\$23,624,543</u>	<u>\$4,707,998</u>	<u>\$1,844,874</u>	<u>\$3,401,803</u>
<u>LIABILITIES</u>					
Accounts Payable	\$299,501	\$3,336,794	\$306,737	\$17,349	\$876,495
Due to Other Governmental Units	30,337	72,194	13,059	0	0
Due to Other Funds	3,237,428	308	0	0	0
Salaries Payable	442,059	2,029,288	0	0	0
Accrued Expenses	112,323	515,237	0	0	0
Deferred Revenue	959,385	500	10,000	0	0
Total Liabilities	<u>\$5,081,033</u>	<u>\$5,954,321</u>	<u>\$329,796</u>	<u>\$17,349</u>	<u>\$876,495</u>
<u>FUND BALANCES</u>					
Reserved For:					
Inventory	12,595	2,831	0	0	0
Capital Projects	0	0	0	1,827,525	2,525,308
Unreserved:					
Undesignated, Reported In:					
General Fund	6,337,094	0	0	0	0
Special Education Fund	0	17,667,391	0	0	0
Career Technical Education Fund	0	0	4,378,202	0	0
Special Revenue Funds	0	0	0	0	0
Total Fund Balances	<u>\$6,349,689</u>	<u>\$17,670,222</u>	<u>\$4,378,202</u>	<u>\$1,827,525</u>	<u>\$2,525,308</u>
<u>TOTAL LIABILITIES AND FUND BALANCES</u>	<u>\$11,430,722</u>	<u>\$23,624,543</u>	<u>\$4,707,998</u>	<u>\$1,844,874</u>	<u>\$3,401,803</u>

See accompanying notes to the basic financial statements.

GENESEE INTERMEDIATE SCHOOL DISTRICT
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET ASSETS OF GOVERNMENTAL ACTIVITIES
AS OF JUNE 30, 2007

Other Governmental Funds	Total Governmental Funds		
		Total Governmental Fund Balances:	\$34,008,275
		Amounts reported for governmental activities in the statement of net assets are different because:	
\$1,257,329	\$25,322,695	Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds. The cost of the assets is \$21,233,786 and the accumulated depreciation is \$13,215,808	8,017,978
0	2,420,747		
0	24,850		
0	2,664,809		
0	11,356,168		
0	3,238,503	Construction in Progress	4,285,585
0	15,426		
0	1,224,071	Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term liabilities at year end consist of:	
<u>\$1,257,329</u>	<u>\$46,267,269</u>		
		Bonds Payable	\$1,860,159
\$0	\$4,836,876	Compensated Absences Payable	<u>352,821</u>
0	115,590	Total Long-Term Liabilities	<u>(2,212,980)</u>
0	3,237,736		
0	2,471,347	<u>TOTAL NET ASSETS -</u>	
0	627,560	<u>GOVERNMENTAL ACTIVITIES</u>	<u>\$44,098,858</u>
0	969,885		
<u>\$0</u>	<u>\$12,258,994</u>		
0	15,426		
1,246,070	5,598,903		
0	6,337,094		
0	17,667,391		
0	4,378,202		
11,259	11,259		
<u>\$1,257,329</u>	<u>\$34,008,275</u>		
<u>\$1,257,329</u>	<u>\$46,267,269</u>		

GENESEE INTERMEDIATE SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2007

	General Fund	Special Education Fund	Career Technical Education Fund	General Capital Projects	Special Ed Capital Projects
REVENUES					
Local Sources	\$9,703,871	31,079,624	\$11,745,137	\$243,895	\$198,467
State Sources	6,813,523	17,038,925	2,181,479	0	0
Federal Sources	2,994,787	17,934,664	1,529,422	0	0
Total Revenues	<u>\$19,512,181</u>	<u>\$66,053,213</u>	<u>\$15,456,038</u>	<u>\$243,895</u>	<u>\$198,467</u>
EXPENDITURES					
Current:					
Instruction	2,080,735	16,732,970	800,032	0	0
Student Services	2,258,509	9,458,884	25,659	0	0
Instructional Staff	5,761,346	1,300,571	1,339,309	0	0
General Administration	834,737	662,014	160,017	0	0
School Administration	584,774	541,216	0	0	0
Business Administration	1,152,158	999,676	48,177	0	0
Operation & Maintenance	794,208	2,272,688	22,568	0	0
Transportation	151,438	6,312,639	386,446	0	0
Support Services - Other	3,646,237	1,493,204	57,278	0	0
Community Services	7,125	242,041	0	0	0
Food Service	0	0	0	0	0
Capital Outlay					
Purchased Services	0	0	0	33,262	980,118
Building and Grounds	0	0	0	16,908	3,315,572
Furniture and Equipment	0	0	0	316,729	29,830
Total Expenditures	<u>\$17,271,267</u>	<u>\$40,015,903</u>	<u>\$2,839,486</u>	<u>\$366,899</u>	<u>\$4,325,520</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$2,240,914	\$26,037,310	\$12,616,552	(\$123,004)	(\$4,127,053)
OTHER FINANCING SOURCES (USES)					
Transfers to Local Districts	(818,163)	(25,423,722)	(12,647,057)	0	0
Other Transfers	(96,043)	(133,654)	(171,935)	0	0
Transfers to Other Funds (Net)	335,000	(2,500,000)	0	(650,000)	2,500,000
Total Other Financing Sources (Uses)	<u>(\$579,206)</u>	<u>(\$28,057,376)</u>	<u>(\$12,818,992)</u>	<u>(\$650,000)</u>	<u>\$2,500,000</u>
Net Change in Fund Balance	\$1,661,708	(\$2,020,066)	(\$202,440)	(\$773,004)	(\$1,627,053)
FUND BALANCE - BEGINNING - AS RESTATED (FOOTNOTE 13)					
	4,687,981	19,690,288	4,580,642	2,600,529	4,152,361
FUND BALANCE - ENDING					
	<u>\$6,349,689</u>	<u>\$17,670,222</u>	<u>\$4,378,202</u>	<u>\$1,827,525</u>	<u>\$2,525,308</u>

See accompanying notes to the basic financial statements.

GENESEE INTERMEDIATE SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2007

Other Governmental Funds	Total Governmental Funds		
		Total net change in fund balances - governmental funds	(\$2,823,698)
		Amounts reported for governmental activities in the statement of activities are different because:	
\$32,415	\$53,003,409	Governmental funds report capital outlays as expenditures.	
0	26,033,927	However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.	
0	22,458,873	This is the amount by which capital outlay exceeded depreciation in the current period.	(285,145)
\$32,415	\$101,496,209		
		Construction in Progress	4,285,585
0	19,613,737		
0	11,743,052	Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. This is the amount of repayments reported as expenditures in the governmental funds.	0
0	8,401,226		
0	1,656,768		
0	1,125,990		
0	2,200,011		
0	3,089,464	(Increase) in accrued compensated absences	(65,917)
0	6,850,523		
0	5,196,719	CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES	\$1,110,825
0	249,166		
29,619	29,619		
2,753	1,016,133		
0	3,332,480		
177,886	524,445		
\$210,258	\$65,029,333		
(\$177,843)	\$36,466,876		
0	(38,888,942)		
0	(401,632)		
315,000	0		
\$315,000	(\$39,290,574)		
\$137,157	(\$2,823,698)		
1,120,172	36,831,973		
\$1,257,329	\$34,008,275		

GENESEE INTERMEDIATE SCHOOL DISTRICT
STATEMENT OF NET ASSETS
PROPRIETARY FUND
AS OF JUNE 30, 2007

	<u>Local District Services</u>
<u>ASSETS</u>	
<u>CURRENT ASSETS</u>	
Cash	\$4,997,084
Accounts Receivable	1,865,771
Inventory	2,858
Prepaid Expenses	163,449
Total Current Assets	<u>\$7,029,162</u>
<u>NON-CURRENT ASSETS</u>	
Capital Assets:	
Equipment	6,411,359
Buses	8,219,239
Less Accumulated Depreciation	<u>(7,715,548)</u>
Total Noncurrent Assets	<u>\$6,915,050</u>
<u>TOTAL ASSETS</u>	<u>\$13,944,212</u>
<u>LIABILITIES</u>	
<u>CURRENT LIABILITIES</u>	
Accounts Payable	\$222,305
Due to Other Funds	767
Deferred Revenue	458,516
Total Current Liabilities	<u>\$681,588</u>
<u>NON-CURRENT LIABILITIES</u>	
Compensated Absences	<u>55,207</u>
Total Liabilities	<u>\$736,795</u>
<u>NET ASSETS</u>	
<u>NET ASSETS</u>	
Invested in Capital Assets - Net of Related Debt	6,915,050
Unrestricted	6,292,367
Total Net Assets	<u>\$13,207,417</u>
<u>TOTAL LIABILITIES AND NET ASSETS</u>	<u>\$13,944,212</u>

See accompanying notes to the basic financial statements.

GENESEE INTERMEDIATE SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
PROPRIETARY FUND
FOR THE YEAR ENDED JUNE 30, 2007

	<u>Local District Services</u>
<u>OPERATING REVENUES</u>	
Charges for Services	\$14,676,692
Other Miscellaneous Revenue	40,491
Total Operating Revenues	<u>\$14,717,183</u>
<u>OPERATING EXPENSES</u>	
Salaries & Wages	4,441,257
Employee Benefits	2,374,086
Purchased Services	2,174,568
Supplies & Materials	1,057,893
Capital Outlay	117,562
Other Expenses	1,789,746
Depreciation Expense	1,874,716
Total Operating Expenses	<u>\$13,829,828</u>
Operating Income	\$887,355
<u>NONOPERATING REVENUES (EXPENSES)</u>	
Interest Earned	110,809
Loss on Sale of Assets	(30,639)
Total Nonoperating Revenues (Expenses)	<u>\$80,170</u>
Change in Net Assets	\$967,525
<u>NET ASSETS - BEGINNING</u>	<u>12,239,892</u>
<u>NET ASSETS - ENDING</u>	<u>\$13,207,417</u>

See accompanying notes to the basic financial statements.

GENESEE INTERMEDIATE SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
FOR THE YEAR ENDED JUNE 30, 2007

	Local District Services
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>	
Receipts from Local Districts	\$16,151,316
Receipts from Other Sources	41,258
Payments to Suppliers	(5,182,988)
Payments to Employees	(6,801,885)
Net Cash Provided By Operating Activities	\$4,207,701
<u>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</u>	
Purchases of Capital Assets	(607,978)
Proceeds from Sale of Assets	21,165
Net Cash (Used In) Capital and Related Financing Activities	(\$586,813)
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>	
Interest Earned	110,809
<u>NET INCREASE IN CASH AND CASH EQUIVALENTS</u>	\$3,731,697
<u>BALANCES - BEGINNING OF YEAR</u>	1,265,387
<u>BALANCES - END OF YEAR</u>	\$4,997,084
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided (Used)</u>	
<u>By Operating Activities</u>	
Operating Income	\$887,355
Adjustments to Reconcile Operating Income to Net Cash	
Provided (Used) by Operating Activities:	
Depreciation Expense	1,874,716
Change in Assets and Liabilities:	
Receivables	1,016,108
Inventory	(2,858)
Prepays	(17,349)
Compensated Absences	13,458
Payables	(23,012)
Due to Other Funds	767
Deferred Revenue	458,516
Net Cash Provided By Operating Activities	\$4,207,701

See accompanying notes to the basic financial statements.

GENESEE INTERMEDIATE SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUND
AS OF JUNE 30, 2007

	<u>Trust & Agency</u>
<u>ASSETS</u>	
Cash and Cash Equivalents	<u>\$152,884</u>
<u>TOTAL ASSETS</u>	<u>\$152,884</u>
<u>LIABILITIES</u>	
Due to Student Groups	\$151,839
Due to Employee Groups	<u>1,045</u>
<u>TOTAL LIABILITIES</u>	<u>\$152,884</u>

See accompanying notes to the basic financial statements.

GENESEE INTERMEDIATE SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Local Sources	\$6,241,648	\$9,817,008	\$9,703,871	(\$113,137)
State Sources	5,123,376	6,955,669	6,813,523	(142,146)
Federal Sources	1,893,196	3,015,105	2,994,787	(20,318)
Total Revenues	<u>\$13,258,220</u>	<u>\$19,787,782</u>	<u>\$19,512,181</u>	<u>(\$275,601)</u>
<u>EXPENDITURES</u>				
Current:				
Instruction	1,891,845	2,095,102	2,080,735	14,367
Student Services	1,128,542	2,237,147	2,258,509	(21,362)
Instructional Staff	4,352,751	5,966,872	5,761,346	205,526
General Administration	984,220	916,388	834,737	81,651
School Administration	499,131	674,613	584,774	89,839
Business Administration	992,981	1,258,619	1,152,158	106,461
Operation & Maintenance of Plant	817,488	858,267	794,208	64,059
Transportation	140,222	165,306	151,438	13,868
Support Services - Other	3,544,242	3,824,637	3,646,237	178,400
Community Services	2,000	9,458	7,125	2,333
Total Expenditures	<u>\$14,353,422</u>	<u>\$18,006,409</u>	<u>\$17,271,267</u>	<u>\$735,142</u>
Excess of Revenues Over Expenditures	(\$1,095,202)	\$1,781,373	\$2,240,914	\$459,541
<u>OTHER FINANCING SOURCES (USES)</u>				
Net Change in Fund Balance	<u>(1,170,322)</u>	<u>(728,535)</u>	<u>(579,206)</u>	<u>149,329</u>
	(\$2,265,524)	\$1,052,838	\$1,661,708	\$608,870
<u>FUND BALANCE - BEGINNING</u>			<u>4,687,981</u>	
<u>FUND BALANCE - ENDING</u>			<u>\$6,349,689</u>	

See accompanying notes to the basic financial statements.

GENESEE INTERMEDIATE SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL EDUCATION FUND
FOR THE YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Local Sources	\$29,841,988	\$31,524,589	\$31,079,624	(\$444,965)
State Sources	14,943,892	17,044,680	17,038,925	(5,755)
Federal Sources	17,593,886	18,292,005	17,934,664	(357,341)
Total Revenues	<u>\$62,379,766</u>	<u>\$66,861,274</u>	<u>\$66,053,213</u>	<u>(\$808,061)</u>
<u>EXPENDITURES</u>				
Current:				
Instruction	16,615,253	17,017,227	16,732,970	284,257
Student Services	9,202,457	9,558,057	9,458,884	99,173
Instructional Staff	1,123,935	1,306,303	1,300,571	5,732
General Administration	868,720	783,740	662,014	121,726
School Administration	547,663	565,159	541,216	23,943
Business Administration	904,970	1,002,614	999,676	2,938
Operation & Maintenance of Plant	2,036,365	2,439,907	2,272,688	167,219
Transportation	4,944,750	6,319,230	6,312,639	6,591
Support Services - Other	897,261	1,525,498	1,493,204	32,294
Community Services	20,050	280,433	242,041	38,392
Total Expenditures	<u>\$37,161,424</u>	<u>\$40,798,168</u>	<u>\$40,015,903</u>	<u>\$782,265</u>
Excess of Revenues Over Expenditures	\$25,218,342	\$26,063,106	\$26,037,310	(\$25,796)
<u>OTHER FINANCING SOURCES (USES)</u>				
Net Change in Fund Balance	<u>(28,559,101)</u>	<u>(28,611,767)</u>	<u>(28,057,376)</u>	<u>554,391</u>
	(\$3,340,759)	(\$2,548,661)	(\$2,020,066)	\$528,595
<u>FUND BALANCE - BEGINNING</u>			<u>19,690,288</u>	
<u>FUND BALANCE - ENDING</u>			<u>\$17,670,222</u>	

See accompanying notes to the basic financial statements.

GENESEE INTERMEDIATE SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
CAREER TECHNICAL EDUCATION FUND
FOR THE YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Local Sources	\$11,435,512	\$11,935,547	\$11,745,137	(\$190,410)
State Sources	2,257,296	2,180,585	2,181,479	894
Federal Sources	1,534,588	1,530,633	1,529,422	(1,211)
Total Revenues	<u>\$15,227,396</u>	<u>\$15,646,765</u>	<u>\$15,456,038</u>	<u>(\$190,727)</u>
<u>EXPENDITURES</u>				
Current:				
Instruction	799,000	800,032	800,032	0
Student Services	2,000	38,500	25,659	12,841
Instructional Staff	1,344,837	1,424,158	1,339,309	84,849
General Administration	96,506	161,666	160,017	1,649
Business Administration	44,501	50,803	48,177	2,626
Operation & Maintenance of Plant	89,877	23,445	22,568	877
Transportation	500,000	388,167	386,446	1,721
Support Services - Other	117,718	61,181	57,278	3,903
Total Expenditures	<u>\$2,994,439</u>	<u>\$2,947,952</u>	<u>\$2,839,486</u>	<u>\$108,466</u>
Excess of Revenues Over Expenditures	\$12,232,957	\$12,698,813	\$12,616,552	(\$82,261)
<u>OTHER FINANCING SOURCES (USES)</u>				
Net Change in Fund Balance	<u>(13,333,543)</u>	<u>(12,988,094)</u>	<u>(12,818,992)</u>	<u>(169,102)</u>
<u>FUND BALANCE - BEGINNING</u>			<u>4,580,642</u>	
<u>FUND BALANCE - ENDING</u>			<u>\$4,378,202</u>	

See accompanying notes to the basic financial statements.

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2007

1) DESCRIPTION OF THE DISTRICT AND REPORTING ENTITY

The School District operates under a locally elected five-member Board form of government and provides educational and supportive services as mandated by the State of Michigan and/or federal agencies. This Board of Education controls the School District's instructional and support facilities which provides special education services and support services to the students of the twenty-one local educational agencies and chartered schools within its borders.

REPORTING ENTITY

A reporting entity is comprised of the primary government, component units and other organizations that are included to ensure the financial statements are not misleading. The primary government of the School District consists of all funds, departments, boards and agencies that are not legally separate from the School District. For Genesee Intermediate School District, this includes general operations, special education services, career technical education services, food service and student and supportive service activities of the School District.

Component units are legally separate organizations for which the School District is financially accountable. Component units may also include organizations that are fiscally dependent on the School District in that the School District approves their budget, the issuance of their debt, or the levying of taxes. The School District has no component units.

2) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Genesee Intermediate School District 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. The School District also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, to its governmental and business-type activities and to its proprietary funds provided they do not conflict with or contradict GASB pronouncements. The most significant of the School District's accounting policies are described below:

A) FUND ACCOUNTING

The School District uses funds to maintain its financial records during the fiscal year. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to certain School District functions or activities. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The various funds of the School District are grouped into the categories governmental, proprietary and fiduciary.

Governmental Funds – Governmental funds focus 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 are the School District's 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. The general fund balance is available for any purpose provided it is expended or transferred according to the laws of the State of Michigan.

Special Education Fund – The special education fund is used to account for financial resources to be used specifically for providing special education services to students within the School District.

Career Technical Education Fund - The career technical education fund is used to account for financial resources to be used specifically for providing vocational education services to students within the School District.

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2007

2) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A) FUND ACCOUNTING (Continued)

Capital Projects Fund – The capital projects fund accounts for financial resources to be used for the acquisition, construction, or improvement of capital facilities other than those financed by proprietary funds.

The other governmental funds (non-major funds) of the School District account for other resources whose use is restricted to a particular purpose.

Enterprise Funds – Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The School District's enterprise fund is:

Local District Services Fund – This fund accounts for a myriad of services provided to local school districts on a fee basis. The major fee for service activities are transportation services for special education and the county-wide interactive voice, data and video network (GENNET).

Fiduciary Funds – Fiduciary fund reporting focuses on net assets and changes in net assets. The District's fiduciary funds consist of agency funds which are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The agency funds are used to account for amount held for student and employee groups.

B) BASIS OF PRESENTATION

Government-wide Financial Statements – The statement of net assets and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the School District that are governmental and those that are considered business-type activities.

The government-wide statements are prepared using the economic resources measurement focus. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the School District and for each function or program of the School District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and are therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues are presented as general revenues of the School District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the School District.

Fund Financial Statements – Fund financial statements report detailed information about the School District. The focus of governmental and enterprise fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Internal service funds are combined and the totals are presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by fund type.

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2007

2) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B) BASIS OF PRESENTATION (Continued)

The accounting and reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets and current liabilities, and a statement of revenues, expenditures and changes in fund balances, which reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

All proprietary fund types are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the statement of net assets. The statement of changes in fund net assets presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the School District finances and meets the cash flow needs of its proprietary activities.

Fiduciary funds are reported using the economic resources measurement focus.

C) BASIS OF ACCOUNTING

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting.

Revenues – Exchange and Non-exchange Transactions – Revenues resulting from exchange transactions, in which each party receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenues are recorded in the fiscal year in which the resources are measurable and 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 District, available means expected to be received within sixty days of the fiscal year-end.

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes 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 District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On a modified accrual basis, revenues from nonexchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end: property taxes available in advance, interest, tuition, grants, student fees and rentals.

Deferred Revenue – Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Grants and entitlements received before the eligibility requirements are met are recorded as deferred revenue. The long-term portion of the receivable for fees charged to local districts for the GENNET project have also been recorded as deferred revenue.

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2007

2) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C) BASIS OF ACCOUNTING (Continued)

Expenses/Expenditures – On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported in the operating statement as an expense with a like amount reported as donated commodities revenue. Unused donated commodities are reported as deferred revenue.

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. Allocations of cost, such as depreciation, are not recognized in governmental funds.

D) CASH AND CASH EQUIVALENTS

Cash and cash equivalents include amounts in demand deposits and certificates of deposit.

The District reports its investments in accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools* and No. 40 *Deposits and Investment Risk Disclosures*. Under these standards, certain investments are valued at fair value as determined by quoted market prices, or by estimated fair values when quoted market prices are not available. The standards also provide that certain investments are valued at cost (or amortized cost) when they are of a short-term duration, the rate of return is fixed, and the district intends to hold the investment until maturity. Accordingly, investments in banker acceptances and commercial paper are recorded at amortized cost.

State statutes authorize the District to invest in bonds and other direct and certain indirect obligations of the U.S. Treasury, certificates of deposit, savings accounts, deposit accounts, or depository receipts of a bank, savings and loan association, or credit union, which is a member of the Federal Deposit Insurance Corporation, Federal Savings and Loan Insurance Corporation, or National Credit Union Administration, respectively; in commercial paper rated at the time of purchase within the three highest classifications established by no less than two standard rating services and which matures not more than 270 days after the date of purchase. The District is also authorized to invest in U.S. Government or federal agency obligation repurchase agreements, bankers' acceptances of U.S. banks, and mutual funds composed of investments as outlined above.

E) PREPAID ASSETS

Payments made to vendors for services that will benefit periods beyond June 30, 2007, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

F) INVENTORY

On government-wide financial statements are stated at cost and are expensed when used.

On fund financial statements inventories are stated at cost. Inventory in governmental funds consists of expendable supplies held for consumption. The cost of inventory items is recorded as an expenditure in the governmental fund types when purchased.

G) CAPITAL ASSETS

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net assets and in the respective funds.

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2007

2) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G) CAPITAL ASSETS (Continued)

All capital assets are capitalized at cost (or estimated historical cost) using a \$5,000 capitalization threshold. The School District does not possess any infrastructure. Improvements are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend an assets life are not. Interest incurred during the construction of capital assets is also capitalized.

All reported capital assets are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Governmental Activities</u> <u>Estimated Lives</u>
Buildings and Improvements	20 – 50 years
Furniture and Equipment	5 – 10 years
Vehicles and Buses	5 – 10 years

H) INTERFUND BALANCES

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as “interfund receivables/payables.” These amounts are eliminated in the governmental and business-type activities columns of the statement of net assets, except for the net residual amounts due between governmental and business-type activities, which are presented as internal balances.

I) COMPENSATED ABSENCES

The School District reports compensated absences in accordance with the provisions of GASB Statement No. 16, “Accounting for Compensated Absences.” Sick leave benefits are accrued as a liability using the termination payment method. An accrual for earned sick leave is made to the extent that it is probable that the benefits will result in termination payments. The liability is based on the School District’s past experience of making termination payments.

The entire compensated absence liability is reported on the government-wide financial statements.

For governmental fund financial statements the current portion of unpaid compensated absences is the amount expected to be paid using expendable available resources. These amounts, if any, are recorded in the account “compensated absences payable” in the fund from which the employees who have accumulated unpaid leave are paid. The noncurrent portion of the liability is not reported. In proprietary funds, the entire amount of compensated absences is reported as a fund liability.

J) ACCRUED LIABILITIES AND LONG-TERM OBLIGATIONS

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements.

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2007

2) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J) ACCRUED LIABILITIES AND LONG-TERM OBLIGATIONS (Continued)

In general, payables and accrued liabilities that will be paid from governmental funds are reported on the governmental fund financial statements regardless of whether they will be liquidated with current resources. However, claims and judgements, the noncurrent portion of capital leases, compensated absences, contractually required pension contributions and special termination benefits that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they will be paid with current, expendable, available financial resources. In general, payments made within sixty days after year end are considered to have been made with current available financial resources. Bonds 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.

K) FUND BALANCE RESERVES

The School District reserves those portions of fund equity which are legally segregated for a specific future use or which do not represent available expendable resources and therefore are not available for appropriation or expenditure. Unreserved fund balance indicates that portion of fund equity which is available for appropriation in future periods. Fund equity reserves have been established for inventories.

L) NET ASSETS

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

M) OPERATING REVENUES AND EXPENSES

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the School District, those revenues are primary fees collected for providing transportation of special education students, fees collected for transportation of students in the Flint Community School Districts and fees collected for local district use of the GENNET interactive voice, data and video system.

N) CONTRIBUTIONS OF CAPITAL

Contributions of capital in proprietary fund financial statements arise from outside contributions of fixed assets, or from grants or outside contributions of resources restricted to capital acquisition and construction.

O) INTERFUND ACTIVITY

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues.

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after nonoperating revenues/expenses in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

P) EXTRAORDINARY AND SPECIAL ITEMS

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during the fiscal year ended June 30, 2007.

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2007

2) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Q) 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 amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

R) BUDGETARY DATA

The budgetary process is prescribed by provisions of the State of Michigan Budget Act and entails the preparation of budgetary documents within an established timetable. All funds, other than agency funds, are legally required to be budgeted and appropriated. The legal level of budgetary control has been established by the Board of Education at the function level. Any budgetary modifications may only be made by resolution of the Board of Education.

The School District follows these procedures in establishing the budgets for the individual funds as reflected in the financial statements.

- 1) Prior to June 30, the Superintendent submits to the School Board a proposed operating budget for the fiscal year commencing on July 1.
- 2) A public hearing is conducted during June to obtain taxpayer comments.
- 3) Prior to June 30, the budget is legally enacted through passage of a resolution.
- 4) For purposes of meeting emergency needs of the School District, transfer of appropriations may be made by the authorization of the Superintendent. Such transfers of appropriations must be approved by the Board of Education at its next regularly scheduled meeting.
- 5) The School Superintendent is charged with general supervision of the budget and shall hold the department heads responsible for performance of their responsibilities.
- 6) During the year the budget is monitored, and amendments to the budget resolution are made when deemed necessary.

Lapsing of Appropriations – At the close of each year all unspent appropriations revert to the respective funds from which they were appropriated and become subject to future appropriation.

3) STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY – BUDGET VIOLATIONS

1968 PA 2 provides that a local unit shall not incur expenditures in excess of the amount appropriated.

In the body of the financial statements, the District's actual expenditures and budgeted expenditures for the budgetary funds have been shown on a functional basis. The approved budgets of the District for these budgetary funds were adopted to the activity level.

During the year ended June 30, 2007, the District incurred expenditures in certain budgetary funds which were in excess of the amounts appropriated.

The District did not adopt a budget for the General Capital Projects or Special Ed Capital Projects fund.

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2007

4) DEPOSITS AND INVESTMENTS

As of June 30, 2007, the District had the following investments.

<u>Investment Type</u>	<u>Fair value</u>	<u>Weighted Average Maturity (Years)</u>	<u>Standard & Poor's Rating</u>	<u>%</u>
MILAF External Investment Pool - MICMS	\$ 2,390,169	0.0027	AAAm	98.74%
MILAF External Investment Pool - MIMAX	30,578	0.0027	AAAm	1.26%
<u>TOTAL</u>	<u>\$ 2,420,747</u>			100.00%

1 day maturity equals 0.0027, one year equals 1.00.

Interest rate risk. In accordance with its investment policy, the District will minimize interest rate risk, which is the risk that the market value of securities in the portfolio will fall due to changes in market interest rates, by; structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities in the open market; and, investing operating funds primarily in shorter-term securities, liquid asset funds, money market mutual funds, or similar investment pools and limiting the average maturity in accordance with the District's cash requirements.

Credit risk. State law limits investments in commercial paper and corporate bonds to a prime or better rating issued by nationally recognized statistical rating organizations (NRSROs). As of June 30, 2007, the District's investment in the investment pool was rated AAA by Standards & Poor's and AAA by Moody's Investors Service.

Concentration of credit risk. The District will minimize concentration of credit risk, which is the risk of loss attributed to the magnitude of the District's investment in a single issuer, by diversifying the investment portfolio so that the impact of potential losses from any one type of security or issuer will be minimized. More than 5% of the District's investments are in pooled investment accounts which represents 100% of the District's total investments.

Custodial credit risk – deposits. In the case of deposits, this is the risk that in the event of a bank failure, the District's deposits may not be returned to it. As of June 30, 2007, \$35,035,247 of the District's bank balance of \$35,135,247 was exposed to custodial credit risk because it was uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the District's name.

Custodial credit risk – investments. For an investment, this is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

The District will minimize custodial credit risk, which is the risk of loss due to the failure of the security issuer or backer, by; limiting investments to the types of securities allowed by law; and pre-qualifying the financial institutions, broker/dealers, intermediaries and advisors with which the District will do business.

Foreign currency risk. The District is not authorized to invest in investments which have this type of risk.

The above amounts as previously report in Note 4:

Deposits – Governmental Funds Including Fiduciary Funds of \$152,884	\$ 25,475,579
Deposits – Proprietary Fund	4,997,084
Investments – Governmental Funds	<u>2,420,747</u>
<u>TOTAL</u>	<u>\$ 32,893,410</u>

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2007

4) DEPOSITS AND INVESTMENTS (Continued)

The above amounts are reported in the financial statements as follows:

Cash Agency Fund	\$ 152,884
Cash – District Wide – Governmental Funds	25,322,695
Cash – Proprietary Fund	4,997,084
Investments – District Wide – Governmental Funds	<u>2,420,747</u>
 <u>TOTAL</u>	 <u>\$ 32,893,410</u>

5) PROPERTY TAXES

The School District levies its property taxes on December 1 and various municipalities collect its property taxes and remit them to the District through February. The delinquent real property taxes of the District are purchased by the County, and delinquent personal property taxes continue to be collected by the municipalities and recorded as revenue as they are collected. The county sells tax notes, the proceeds of which have been used to pay the District for these delinquent real property taxes. These delinquent real property taxes have been recorded as revenue in the current year.

6) RECEIVABLES

Receivables at June 30, 2007, consist of taxes, accounts (fees), intergovernmental grants and interest. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of federal funds.

A summary of the principal items of intergovernmental receivables (due from other governmental units) follows:

<u>GOVERNMENTAL ACTIVITIES</u>	<u>AMOUNT</u>
State Aid	\$ 3,648,521
Federal Grants	7,468,819
Other Grant Programs & Fees	<u>238,828</u>
 <u>TOTAL GOVERNMENTAL ACTIVITIES</u>	 <u>\$ 11,356,168</u>

7) UNEMPLOYMENT COMPENSATION

The District is subject to the Michigan Employment Security Act and has elected the reimbursement method of financing. Under this method, the District must reimburse the Employment Commission for all benefits charged against the District for the year. As of June 30, 2007, the School District had \$20,792 of estimated claims payable in conjunction with the program.

8) SHORT-TERM DEBT

The District has various options for short-term financing including tax anticipation notes, state aid anticipation notes and lines of credit. The District entered into no short-term financing arrangements during the fiscal year ended June 30, 2007.

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2007

9) CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2007, was as follows:

	<u>BALANCE</u> <u>JULY 1, 2006</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE</u> <u>JUNE 30, 2007</u>
<u>GOVERNMENTAL ACTIVITIES</u>				
Buildings and Improvements	\$11,169,924	\$0	\$0	\$11,169,924
Land Improvements	1,445,922	49,491	0	1,495,413
Furniture and Equipment	7,290,674	507,660	0	7,798,334
Vehicles	831,374	44,998	106,257	770,115
Totals at Historical Cost	<u>\$20,737,894</u>	<u>\$602,149</u>	<u>\$106,257</u>	<u>\$21,233,786</u>
Less: Accumulated Depreciation				
Buildings and Improvements	(6,118,917)	(348,656)	0	(6,467,573)
Land Improvements	(250,143)	(157,775)	0	(407,918)
Furniture and Equipment	(5,486,816)	(298,818)	0	(5,785,634)
Vehicles	(578,896)	(53,527)	(77,740)	(554,683)
Total Accumulated Depreciation	<u>(\$12,434,772)</u>	<u>(\$858,776)</u>	<u>(\$77,740)</u>	<u>(\$13,215,808)</u>
<u>GOVERNMENTAL ACTIVITIES</u>				
<u>CAPITAL ASSETS - NET</u>	<u>\$8,303,122</u>	<u>(\$256,627)</u>	<u>\$28,517</u>	<u>\$8,017,978</u>
<u>BUSINESS - TYPE ACTIVITIES</u>				
Furniture and Equipment	\$6,411,359	\$0	\$0	\$6,411,359
Buses	7,985,609	607,978	374,348	8,219,239
Totals at Historical Cost	<u>\$14,396,968</u>	<u>\$607,978</u>	<u>\$374,348</u>	<u>\$14,630,598</u>
Less: Accumulated Depreciation				
Furniture and Equipment	(3,532,151)	(928,658)	0	(4,460,809)
Buses	(2,631,225)	(946,058)	(322,545)	(3,254,738)
Total Accumulated Depreciation	<u>(\$6,163,376)</u>	<u>(\$1,874,716)</u>	<u>(\$322,545)</u>	<u>(\$7,715,547)</u>
<u>BUSINESS - TYPE ACTIVITIES</u>				
<u>CAPITAL ASSETS - NET</u>	<u>\$8,233,592</u>	<u>(\$1,266,738)</u>	<u>\$51,803</u>	<u>\$6,915,051</u>

Depreciation expense, when appropriate, was allocated to governmental functions. Depreciation expense that was not allocated appears on the statement of activities as "unallocated". Depreciation was recorded on the statement of activities as follows:

	<u>Governmental</u>	<u>Business –</u> <u>Type</u>	<u>TOTAL</u>
Instruction	\$ 9,618	\$ 2,533	\$ 12,151
Support Services	278,551	1,872,183	2,150,734
Unallocated	570,607	0	570,607
<u>TOTAL DEPRECIATION EXPENSE</u>	<u>\$ 858,776</u>	<u>\$ 1,874,716</u>	<u>\$ 2,733,492</u>

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2007

10) SELF INSURANCE POOL

The School District participates in a public entity risk pool (self-insurance pool) for its workers' compensation, property and casualty, general liability, and boiler insurance. The pool is through the MASB/SET/SEG and is administered by Corporate Services. The pool provides for reinsurance by various insurance companies at various levels, depending on the coverage. Should the pool experience significant losses in the aggregate, the School District may be required to pay additional monies to the pool. At present, the MASB/SET/SEG has not required additional funds, but rather has issued refunds based on experience gains over experience losses over the last few years. Premiums for the year ended June 30, 2007 were \$692,337 and the School District received a dividend refund of \$42,019.

11) LONG-TERM LIABILITIES

A) Durant Resolution Package Bonds

Genesee Intermediate School District issued Durant Resolution Bonds on November 24, 1998 in the amount of \$3,150,338 at the interest rate of 4.7613%. The bonds are a legal obligation of the school district but the annual State of Michigan appropriation is the only revenue source for making the annual debt service payments on the bonds. If the legislature fails to appropriate the bonds, the district is under no obligation for payment. The balance at June 30, 2007 was \$1,860,159.

B) Debt service requirements at June 30, 2007, were as follows:

Year Ended June 30,	Governmental Activities - Durant Bonds		
	Principal	Interest	Total
2008	\$0	\$0	\$0
2009	175,327	45,906	221,233
2010	183,666	37,558	221,224
2011	192,414	28,813	221,227
2012	201,564	19,651	221,215
2013	1,107,188	379,189	1,486,377
<u>TOTAL</u>	<u>\$1,860,159</u>	<u>\$511,117</u>	<u>\$2,371,276</u>

C) Changes in Long-Term Liabilities

<u>Governmental Activities:</u>	Balance			Balance June 30, 2007	Amount Due in One Year
	July 1, 2006	Additions	Deductions		
Bonds Payable	\$1,860,159	\$0	\$0	\$1,860,159	\$0
Compensated Absences Payable	286,903	66,631	713	352,821	0
<u>Total Governmental Activities</u>	<u>\$2,147,062</u>	<u>\$66,631</u>	<u>\$713</u>	<u>\$2,212,980</u>	<u>\$0</u>
<u>Business Type Activities</u>					
Compensated Absences Payable	\$41,749	\$13,458	\$0	\$55,207	\$0

The payment dates of sick days payable are undeterminable. The interest expenditures on long-term obligations for the year were \$0.

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2007

12) OPERATING LEASES

Genesee Intermediate School District has entered into several operating leases summarized below:

- A) The District entered into a lease with St. Agnes Parish for the use of the St. Agnes Convent. The lease, dated September 1, 2002, is for the term of five years. The building is being leased at a cost of \$44,907 per year, utilities included. The rent for each subsequent year shall be determined by Consumer Price Index. In addition a monthly service fee will be charged for the alarm system. The lease was terminated June 30, 2007.
- B) The District entered into a lease agreement with NuWest Associates for the use of space in the Ballenger Point Shopping Center. The building is being leased at a cost of \$70,065 per year plus tenant expenses and janitorial services. The rent for each subsequent year shall be determined by Consumer Price Index. The lease term begins on October 1, 2006 and ends on September 30, 2009. There is an option to renew the lease after the original term has expired.
- C) The District entered into a lease agreement with IKON Office Solutions, Inc. for a color copier. The lease calls for 60 monthly payments of \$1,275 and expires April 16, 2012.

The future minimum payments are as follows:

2008	\$ 131,790
2009	134,919
2010	45,405
2011	15,304
2012	<u>12,753</u>
 <u>TOTAL</u>	 <u>\$ 340,171</u>

13) FUND BALANCE RESTATEMENT

The following fund balance restatement was done to correct an error in the split of the 2005 City of Flint portion of the Genesee County tax revolving payment.

	General Fund	Special Ed	Career Tech	Total
Fund Balance - Beginning of Year	\$5,353,827	\$19,214,531	\$4,561,620	\$29,129,978
Adjustment	<u>(665,846)</u>	<u>475,757</u>	<u>19,022</u>	<u>(171,067)</u>
 <u>FUND BALANCE - AS RESTATED</u>	 <u>\$4,687,981</u>	 <u>\$19,690,288</u>	 <u>\$4,580,642</u>	 <u>\$28,958,911</u>

14) INTERFUND BALANCES

Interfund balances at June 30, 2007 consisted of the following:

DUE FROM				
DUE TO	General	Special	Career	Total
	Fund	Education	Technical	
General Fund	0	\$3,046,298	\$191,130	\$3,237,428
Special Education Fund	308	0	0	308
Enterprise Fund	<u>767</u>	<u>0</u>	<u>0</u>	<u>767</u>
 <u>TOTAL</u>	 <u>\$1,075</u>	 <u>\$3,046,298</u>	 <u>\$191,130</u>	 <u>\$3,238,503</u>

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2007

14) INTERFUND BALANCES (Continued)

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

15) INTERFUND TRANSFERS

Interfund transfers for the year ended June 30, 2007, consisted of the following:

		TRANSFERS FROM		
		Special Education Fund	Capital Projects Fund	Total
TRANSFERS TO	General Fund	\$0	\$335,000	\$335,000
	Capital Projects Fund	2,500,000	315,000	2,815,000
	TOTAL	\$2,500,000	\$650,000	\$3,150,000

Transfers were used to finance various capital projects accounted for in other funds in accordance with budgetary authorizations.

16) DEFINED BENEFIT PENSION PLAN

Plan Description

The School District participates in the Michigan Public School Employees' Retirement System (MPSERS), a statewide, cost-sharing, multiple-employer defined benefit public employee retirement system governed by the State of Michigan that covers substantially all employees of the School District. The MPSERS provides retirement, survivor and disability benefits to plan members and their beneficiaries. The MPSERS issues a publicly available financial report that includes financial statements and required supplementary information for the MPSERS. That report may be obtained by writing to the MPSERS at 7150 Harris Drive, PO Box 30673, Lansing, MI 48909-8103.

Funding Policy

Employer contributions to the MPSERS result from the implementing effects of the School Finance Reform Act. Under these procedures, each school district is required to contribute the full actuarial funding contribution amount to fund pension benefits, plus an additional amount to fund retiree health care benefit amounts on a cash disbursement basis. The pension benefit rate totals 16.34 percent for the period July 1, 2006 through September 30, 2006 and 17.74 percent for the period October 1, 2006 through June 30, 2007 of the covered payroll to the plan. Basic plan members make no contributions, but contribute to a member investment plan (MIP) at rates ranging from 3 percent to 4.3 percent of gross wages. The School District's contributions to the MPSERS pension plan for the years ended June 30, 2007, 2006 and 2005 were \$5,391,060, \$4,630,473 and \$3,830,068, respectively.

Postemployment Benefits

Under the MPSERS Act, all retirees participating in the MPSERS pension plan have the option of continuing health, dental and vision coverage. Retirees having these coverages contribute an amount equivalent to the monthly cost for Part B Medicare and 10 percent of the monthly premium amount for the health, dental and vision coverages. Required contributions for postemployment health care benefits are included as part of the School District's total contribution to the MPSERS pension plan discussed above.

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2007

17) RISK MANAGEMENT

The District is exposed to various risks of loss in conducting its operations, from property and casualty, theft, damage to various tort and liability claims and workman's compensation claims. The District limits its exposure to such claims through its participation in and payments of premiums to SET-SEG, Inc. Insurance Trust. The pool maintains a loss fund and is also required by the terms of the participation agreement to obtain insurance and reinsurance as necessary.

The terms of the participation agreement with the pool indicate that, should losses of the pool incurred in a given coverage period exceed the loss fund and the aggregate excess reinsurance, the fund may access its member districts on a pro-rata basis to cover excess losses. In past years the loss fund has exceeded the amount necessary to maintain prudent loss reserves, resulting in annual premium refunds to member districts. The District's management believes that participation in this pool provides sufficient coverage to protect the District from significant adverse financial impact.

18) GOVERNMENTAL REGULATION

Substantially all of the school district's facilities are subject to federal, state and local provisions regulating the discharge of materials into the environment. Compliance with these provisions has not had, nor does the school district expect such compliance to have, any material effect upon the capital expenditures, net revenue in excess of expenditures or financial condition of the school district. Management believes that its current practices and procedures for the control and disposition of such wastes comply with applicable federal and state requirements.

19) CONTINGENCIES AND COMMITMENTS

The District participates in a number of federally assisted grant programs. These programs are subject to program compliance audits. The audits of these programs for and including the year ended June 30, 2007, have been conducted and have been reported in this audit report. However, the compliance audit reports have not yet been accepted by the grantors. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time; although the District expects such amounts, if any, to be immaterial.

20) SUBSEQUENT EVENTS

During September, 2006, the Board approved one building purchase and renovations to an existing building. The District purchased the building for \$800,000 with projected additional renovation costs of \$2,552,608 to be used as the Transition Center for adult special needs students. The District also approved \$7,330,000 in renovations over three years to the Marion D. Crouse Instructional Center.

The transition renovation is complete. Students are tentatively to begin school at the new facility on October 23, 2007. However, all the furniture has not been received. The shipment is scheduled to arrive on October 17, 2007 with installation the week of October 22. Installation delay may push the first day of school to the next week.

Phase I of the MCIC program is complete. Staff and students have moved into the new addition. Phase II is scheduled for completion around Thanksgiving. Phase III is not scheduled for completion until the 2008-2009 fiscal year.

OTHER SUPPLEMENTAL
INFORMATION

GENESEE INTERMEDIATE SCHOOL DISTRICT
COMBINING BALANCE SHEET
OTHER GOVERNMENTAL FUNDS
AS OF JUNE 30, 2007

	School Service Fund	Durant Capital Projects	Total Other Governmental Funds
<u>ASSETS</u>			
Cash and Cash Equivalents	\$11,259	\$1,246,070	\$1,257,329
<u>TOTAL ASSETS</u>	<u>\$11,259</u>	<u>\$1,246,070</u>	<u>\$1,257,329</u>
<u>FUND BALANCES</u>			
Reserved - Capital Projects	\$0	\$1,246,070	\$1,246,070
Unreserved:			
School Service Fund	11,259	0	11,259
<u>TOTAL FUND BALANCES</u>	<u>\$11,259</u>	<u>\$1,246,070</u>	<u>\$1,257,329</u>

GENESEE INTERMEDIATE SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
OTHER GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2007

	School Service Fund	Durant Capital Projects	Total Other Governmental Funds
<u>REVENUES</u>			
Local Sources	\$32,415	\$0	\$32,415
<u>OTHER FINANCING SOURCES</u>			
Transfers from Other Funds	0	315,000	315,000
Total Revenues and Other Financing Sources	\$32,415	\$315,000	\$347,415
<u>EXPENDITURES</u>			
Food Service	29,619	0	29,619
Capital Outlay			
Purchased Services	0	2,753	2,753
Furniture and Equipment	0	177,886	177,886
Total Expenditures	\$29,619	\$180,639	\$210,258
Net Change in Fund Balance	\$2,796	\$134,361	\$137,157
<u>NET ASSETS - BEGINNING</u>	8,463	1,111,709	1,120,172
<u>NET ASSETS - ENDING</u>	\$11,259	\$1,246,070	\$1,257,329

INDIVIDUAL FUND SCHEDULES OF
REVENUES, EXPENDITURES AND
OTHER FINANCING USES

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES
FOR THE YEAR ENDED JUNE 30, 2007

REVENUES FROMLocal Sources

Current Tax Levy	\$1,917,919
Payments in Lieu of Taxes	16,499
Earnings on Investments and Deposits	226,522
Fees	2,597
Other Local Grants	1,115,885
Mott Middle College	2,909,389
Miscellaneous	3,515,060
Total Local Sources	<u>\$9,703,871</u>

State Sources

Intermediate Districts - Section 81	4,267,445
Renaissance Zone - Section 26a	207,600
Gifted and Talented - Section 57.3	1,845
Durant - Section 11F	315,034
Bus Driver Safety - Section 74	199,117
Math and Science - Section 99.1	69,556
Project Skip - Section 32b	143,803
Other State Grants	1,609,123
Total State Sources	<u>\$6,813,523</u>

Federal Sources

Bridges Plus	56,175
Title I Reg Assist	187,272
IASA Title V	45,815
Homeless Children and Youth	57,853
Title III Immigrant Education	27,861
Safe & Drug Free Learning	497,827
Safe and Drug-Free Schools	697,565
Reading First	36,662
Secondary Prevention	68,150
Even Start	141,702
Other Federal Grants	773,998
Color Me Healthy	24,310
Emergency Management/Crisis Response	230,724
Math & Science Partnerships	148,873
Total Federal Sources	<u>\$2,994,787</u>

TOTAL REVENUES

\$19,512,181

OTHER FINANCING SOURCES

Transfers from Other Funds	<u>650,000</u>
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TOTAL REVENUES AND OTHER FINANCING SOURCES\$20,162,181

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SPECIAL EDUCATION FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES
FOR THE YEAR ENDED JUNE 30, 2007

REVENUES FROMLocal Sources

Current Tax Levy	\$28,244,234
Payments in Lieu of Taxes	31,566
Earnings on Investments and Deposits	1,077,466
Miscellaneous	412,043
Contributions	32,747
Medicaid Fee-for-Service Program	1,281,568
Total Local Sources	<u>\$31,079,624</u>

State Sources

Special Education Foundation - Section 51a.2	5,543,380
Special Education - Section 51a	7,300,620
Court and State Agency Placed Pupils - Section 53a	(19,505)
School for the Deaf/Blind - Section 54	489,036
Special Education - Section 56	3,424,217
Center Program Fica/Retirement - Section 51a.8	301,177
Total State Sources	<u>\$17,038,925</u>

Federal Sources

IDEA Flowthrough	16,322,367
Enhancing Opportunities for Student with Disabilities	60,000
Preschool Incentive	508,946
Other Federal Grants	5,500
Transition Services	96,141
Infant and Toddler Formula	445,331
Medicaid Administrative Outreach Claims	426,092
Workforce Investment Act	70,287
Total Federal Sources	<u>\$17,934,664</u>

TOTAL REVENUES

\$66,053,213

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
CAREER TECHNICAL EDUCATION FUND
SCHEDULE OF REVENUES
FOR THE YEAR ENDED JUNE 30, 2007

REVENUES FROMLocal Sources

Current Tax Levy	\$11,293,799
Payments in Lieu of Taxes	12,623
Earnings on Investments and Deposits	314,166
Other Local Grants	25,938
Miscellaneous	98,611
Total Local Sources	<u>\$11,745,137</u>

State Sources

Career Technical Education Administration - Section 61a.2	17,435
Career Technical Education Millage Equalization - Section 62	2,164,044
Total State Sources	<u>\$2,181,479</u>

Federal Sources

Secondary Regional Allocation	1,342,547
Tech Prep Education	186,875
Total Federal Sources	<u>\$1,529,422</u>

TOTAL REVENUES

	<u><u>\$15,456,038</u></u>
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GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
FOR THE YEAR ENDED JUNE 30, 2007

INSTRUCTION

Salaries - Professional	\$1,324,237
Salaries - Non-Professional	103,748
Insurances	234,266
Fica, Retirement, Etc.	359,233
Other Benefits	576
Purchased Services	26,442
Supplies & Materials	32,233
Total Instruction	<u>\$2,080,735</u>

SUPPORT SERVICESSTUDENT SERVICES

Salaries - Professional	1,294,563
Salaries - Non-Professional	222,659
Insurances	168,014
Fica, Retirement, Etc.	367,595
Other Benefits	1,786
Purchased Services	116,562
Supplies & Materials	86,574
Capital Outlay	756
Total Student Services	<u>\$2,258,509</u>

INSTRUCTIONAL STAFF

Salaries - Professional	1,652,463
Salaries - Non-Professional	486,703
Insurances	432,659
Fica, Retirement, Etc.	519,559
Other Benefits	4,425
Purchased Services	2,134,909
Supplies & Materials	410,660
Capital Outlay	33,584
Other	86,384
Total Instructional Staff	<u>\$5,761,346</u>

GENERAL ADMINISTRATION

Salaries - Professional	421,266
Salaries - Non-Professional	116,702
Insurances	51,109
Fica, Retirement, Etc.	114,903
Other Benefits	112
Purchased Services	73,316
Supplies & Materials	24,634
Other	32,695
Total General Administration	<u>\$834,737</u>

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
FOR THE YEAR ENDED JUNE 30, 2007

SUPPORT SERVICES (Continued)SCHOOL ADMINISTRATION

Salaries - Professional	\$100,282
Salaries - Non-Professional	58,975
Insurances	40,796
Fica, Retirement, Etc.	46,501
Other Benefits	224
Purchased Services	211,786
Supplies & Materials	123,429
Capital Outlay	1,311
Other	1,470
Total School Administration	<u>\$584,774</u>

BUSINESS ADMINISTRATION

Salaries - Professional	169,916
Salaries - Non-Professional	494,429
Insurances	134,698
Fica, Retirement, Etc.	166,237
Other Benefits	2,838
Purchased Services	130,937
Supplies & Materials	4,837
Capital Outlay	2,771
Other	45,495
Total Business Administration	<u>\$1,152,158</u>

OPERATION & MAINTENANCE OF PLANT

Salaries - Non-Professional	177,245
Insurances	45,104
Fica, Retirement, Etc.	52,054
Other Benefits	128
Purchased Services	286,374
Supplies & Materials	233,163
Other	140
Total Operation & Maintenance of Plant	<u>\$794,208</u>

TRANSPORTATION

Salaries - Professional	46,906
Insurances	14,808
Fica, Retirement, Etc.	11,894
Other Benefits	3
Purchased Services	73,286
Supplies & Materials	4,420
Capital Outlay	121
Total Transportation	<u>\$151,438</u>

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
FOR THE YEAR ENDED JUNE 30, 2007

SUPPORT SERVICES (Continued)

OTHER SUPPORT SERVICES

Salaries - Professional	\$394,502
Salaries - Non-Professional	781,224
Insurances	219,868
Fica, Retirement, Etc.	293,312
Other Benefits	1,858
Purchased Services	1,242,953
Supplies & Materials	8,939
Capital Outlay	21,020
Other	682,561
Total Other Support Services	\$3,646,237

Total Support Services	\$15,183,407
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COMMUNITY SERVICES

Supplies & Materials	7,125
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Total Expenditures	\$17,271,267
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OTHER FINANCING USES

Transfers to Other Districts	818,163
Transfers to Other Funds	315,000
Other Transfers	77,809
Capital Improvement	18,234
Total Other Financing Uses	\$1,229,206

<u>TOTAL EXPENDITURES AND OTHER FINANCING USES</u>	\$18,500,473
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GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SPECIAL EDUCATION FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
FOR THE YEAR ENDED JUNE 30, 2007

INSTRUCTION

Salaries - Professional	\$5,376,357
Salaries - Non-Professional	5,213,674
Insurances	2,916,054
Fica, Retirement, Etc.	2,666,328
Other Benefits	45,095
Purchased Services	90,502
Supplies & Materials	278,859
Capital Outlay	95,483
Other	50,618
Total Instruction	\$16,732,970

SUPPORT SERVICES

STUDENT SERVICES

Salaries - Professional	5,443,398
Salaries - Non-Professional	655,796
Insurances	1,275,300
Fica, Retirement, Etc.	1,532,302
Other Benefits	2,926
Purchased Services	267,112
Supplies & Materials	184,779
Capital Outlay	96,881
Other	390
Total Student Services	\$9,458,884

INSTRUCTIONAL STAFF

Salaries - Professional	210,424
Salaries - Non-Professional	256,202
Insurances	133,947
Fica, Retirement, Etc.	113,779
Other Benefits	2,928
Purchased Services	438,483
Supplies & Materials	53,010
Capital Outlay	91,798
Total Instructional Staff	\$1,300,571

GENERAL ADMINISTRATION

Salaries - Professional	62,110
Salaries - Non-Professional	73,721
Insurances	32,884
Fica, Retirement, Etc.	34,416
Other Benefits	1,343
Purchased Services	456,372
Supplies & Materials	1,168
Total General Administration	\$662,014

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SPECIAL EDUCATION FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
FOR THE YEAR ENDED JUNE 30, 2007

SUPPORT SERVICES (Continued)

SCHOOL ADMINISTRATION

Salaries - Professional	\$377,989
Insurances	61,434
Fica, Retirement, Etc.	93,206
Other Benefits	2,163
Purchased Services	4,459
Supplies & Materials	1,390
Other	575
Total School Administration	\$541,216

BUSINESS ADMINISTRATION

Salaries - Professional	152,998
Salaries - Non-Professional	373,471
Insurances	102,310
Fica, Retirement, Etc.	130,144
Other Benefits	2,042
Purchased Services	225,591
Supplies & Materials	6,408
Capital Outlay	194
Other	6,518
Total Business Administration	\$999,676

OPERATION & MAINTENANCE OF PLANT

Salaries - Non-Professional	577,164
Insurances	147,959
Fica, Retirement, Etc.	163,554
Other Benefits	233
Purchased Services	970,534
Supplies & Materials	397,601
Other	15,643
Total Operation & Maintenance of Plant	\$2,272,688

TRANSPORTATION

Purchased Services	6,308,512
Supplies & Materials	3,127
Capital Outlay	1,000
Total Transportation	\$6,312,639

OTHER SUPPORT SERVICES

Salaries - Professional	271,696
Salaries - Non-Professional	267,892
Insurances	108,717
Fica, Retirement, Etc.	130,595
Other Benefits	179
Purchased Services	681,893
Supplies & Materials	8,683
Other	23,549
Total Other Support Services	\$1,493,204

Total Support Services	\$23,040,892
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GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SPECIAL EDUCATION FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
FOR THE YEAR ENDED JUNE 30, 2007

<u>COMMUNITY SERVICES</u>	
Purchased Services	\$241,841
Other	200
Total Community Services	<u>\$242,041</u>
Total Expenditures	\$40,015,903
<u>OTHER FINANCING USES</u>	
Transfers to Other Districts	25,423,722
Transfers to Other Funds	2,500,000
Other Transfers	69,565
Capital Improvement	64,089
Total Other Financing Uses	<u>\$28,057,376</u>
<u>TOTAL EXPENDITURES AND OTHER FINANCING USES</u>	<u>\$68,073,279</u>

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
CAREER TECHNICAL EDUCATION FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
FOR THE YEAR ENDED JUNE 30, 2007

INSTRUCTION

Purchased Services	\$800,032
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SUPPORT SERVICESSTUDENT SERVICES

Purchased Services	20,588
Supplies & Materials	5,071
Total Student Services	\$25,659

INSTRUCTIONAL STAFF

Salaries - Professional	265,222
Salaries - Non-Professional	39,589
Insurances	43,943
Fica, Retirement, Etc.	76,087
Other Benefits	1,150
Purchased Services	885,760
Supplies & Materials	18,859
Capital Outlay	7,131
Other	1,568
Total Instructional Staff	\$1,339,309

GENERAL ADMINISTRATION

Salaries - Professional	32,803
Salaries - Non-Professional	14,606
Insurances	5,147
Fica, Retirement, Etc.	11,019
Other Benefits	16
Purchased Services	96,426
Total General Administration	\$160,017

BUSINESS ADMINISTRATION

Salaries - Professional	6,161
Salaries - Non-Professional	16,125
Insurances	4,169
Fica, Retirement, Etc.	5,498
Other Benefits	77
Purchased Services	12,694
Supplies & Materials	618
Capital Outlay	22
Other	2,813
Total Business Administration	\$48,177

OPERATION & MAINTENANCE OF PLANT

Salaries - Non-Professional	7,935
Insurances	909
Fica, Retirement, Etc.	2,022
Other Benefits	4
Purchased Services	6,359
Supplies & Materials	5,339
Total Operation & Maintenance of Plant	\$22,568

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
CAREER TECHNICAL EDUCATION FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
FOR THE YEAR ENDED JUNE 30, 2007

SUPPORT SERVICES (Continued)

TRANSPORTATION

Purchased Services	\$386,446
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OTHER SUPPORT SERVICES

Salaries - Professional	6,949
Salaries - Non-Professional	10,964
Insurances	5,125
Fica, Retirement, Etc.	4,665
Other Benefits	8
Purchased Services	29,044
Supplies & Materials	477
Other	46
Total Other Support Services	\$57,278

Total Support Services	\$2,039,454
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Total Expenditures	\$2,839,486
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OTHER FINANCING USES

Transfers to Other Districts	12,647,057
Capital Improvement	144,114
Other Transfers	27,821
Total Other Financing Uses	\$12,818,992

<u>TOTAL EXPENDITURES AND OTHER FINANCING USES</u>	\$15,658,478
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GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
TRUST AND AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS - OTHER GROUPS
FOR THE YEAR ENDED JUNE 30, 2007

	Due to (From) Other Groups July 1, 2006	Receipts	Disbursements	Due to (From) Other Groups June 30, 2007
<u>LEARNING CENTER ACTIVITIES</u>				
Alumni Party	\$133	\$834	\$700	\$267
Boxtops for Education	426	718	0	1,144
Camping	1,400	6,751	7,923	228
Cartridges	1,814	516	1,000	1,330
Cheerleaders	775	0	390	385
Christmas	1	0	0	1
Donations	6,891	1,438	3,503	4,826
Earth Day	554	0	0	554
Formal Wear	25	5	0	30
Graduation	931	998	1,636	293
Music	7	513	383	137
Phys Ed	288	0	0	288
Physical Therapy	482	0	0	482
Prom	514	3,332	2,921	925
Room & Building Accounts	3,433	2,058	1,466	4,025
S.K.I.P.	343	85	0	428
Senior Trip	8,653	8,415	7,141	9,927
Student Council	814	0	0	814
Volkman Memorial	1,793	30	35	1,788
Total Learning Center Activities	<u>\$29,277</u>	<u>\$25,693</u>	<u>\$27,098</u>	<u>\$27,872</u>
<u>MCIC ACTIVITIES</u>				
Bowling	25	200	200	25
CBI	0	3,031	556	2,475
Donations	8,257	12,778	3,427	17,608
Ellison	1	0	0	1
Fundraisers	19,315	15,673	19,281	15,707
Graduation	23	0	0	23
Homecoming	217	0	0	217
Music	115	0	0	115
Playgrounds	17,691	0	4,090	13,601
Popcorn	100	115	97	118
Rembcom	365	7,360	7,605	120
Rooms	5,621	4,702	4,491	5,832
School Store	842	61	894	9
Special Olympics	3,118	537	2,243	1,412
Speech	872	0	0	872
Student Portfolios	485	0	0	485
Summer Carnival	473	229	155	547
Swimming	216	0	0	216
TPA	366	3,080	2,501	945
Total MCIC Activities	<u>\$58,104</u>	<u>\$47,766</u>	<u>\$45,540</u>	<u>\$60,330</u>

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
TRUST AND AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS - OTHER GROUPS
FOR THE YEAR ENDED JUNE 30, 2007

	Due to (From) Other Groups July 1, 2006	Receipts	Disbursements	Due to (From) Other Groups June 30, 2007
<u>MOTT MIDDLE COLLEGE</u>				
Band CD	\$485	\$75	\$560	\$0
Band Trip	455	2,376	2,745	86
Cedar Point Trip	590	639	969	260
Community Service	37	166	203	0
Conference	1,765	0	0	1,765
Environmental Club	103	0	0	103
Excel Class	19	0	0	19
Field Trip	0	575	532	43
Field Trip #2	20	0	0	20
Holocaust Class	238	9,479	7,773	1,944
Lit Magazine	23	0	0	23
Medieval	68	0	0	68
Mike Alexander Memorial Fund	75	0	0	75
Music Dept.	0	193	134	59
Parent Organization	957	668	910	715
Prom Account	1,254	182	250	1,186
Senior Scholarship	552	0	0	552
Senior Class	397	1,698	1,585	510
Stratford	68	364	397	35
Steel Drum	1,637	0	1,637	0
Tuition	9	146	0	155
Yearbook	596	2,649	1,525	1,720
Total Mott Middle College	\$9,348	\$19,210	\$19,220	\$9,338
<u>EARLY CHILDHOOD PROGRAMS</u>				
Clothing Sales	1,457	1,487	1,032	1,912
Fundraiser	795	859	1,158	496
Library	0	745	0	745
Raffle	899	6,168	5,951	1,116
Rooms	5,743	6,769	5,019	7,493
Snack Sales	264	0	0	264
Spring Concert	0	210	210	0
VG's	0	342	0	342
Total Early Childhood Programs	\$9,158	\$16,580	\$13,370	\$12,368
<u>OTHER</u>				
Bus SVC Enhance	348	0	0	348
Employee Activities	0	5,614	5,614	0
HR Wellness	726	0	59	667
HSN Fundraiser	378	0	0	378
Medical Reimbursement	203	0	203	0
Pac Library Materials	417	0	0	417
Vision Reimbursement	37,985	86,040	92,746	31,279
Total Other	\$40,057	\$91,654	\$98,622	\$33,089

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
TRUST AND AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS - OTHER GROUPS
FOR THE YEAR ENDED JUNE 30, 2007

	Due to (From) Other Groups July 1, 2006	Receipts	Disbursements	Due to (From) Other Groups June 30, 2007
<u>COUNTRY CRAFTERS FAIR</u>				
Carman Ainsworth	\$159	\$469	\$628	\$0
Carter	268	887	1,061	94
Clio	353	1,101	1,250	204
Columbiaville	41	107	56	92
Cook	11	329	306	34
DTM	134	463	404	193
Garner	466	428	532	362
Gates	91	428	507	12
Grand Blanc Middle	131	482	519	94
Lake Fenton	150	428	417	161
McKinley	94	428	322	200
Music	101	428	432	97
Northern	105	523	556	72
Perry Center	136	386	442	80
Physical Therapy	194	428	613	9
Reid	416	642	889	169
Misc.	4,602	28,876	29,422	4,056
Rankin	57	428	412	73
Room and Building Accounts	3,654	16,079	15,848	3,885
Total Country Crafters Fair	<u>\$11,163</u>	<u>\$53,340</u>	<u>\$54,616</u>	<u>\$9,887</u>
<u>TOTAL TRUST AND AGENCY FUNDS</u>	<u>\$157,107</u>	<u>\$254,243</u>	<u>\$258,466</u>	<u>\$152,884</u>

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF BOND PRINCIPAL AND INTEREST REQUIREMENTS
AS OF JUNE 30, 2007

1998 DURANT RESOLUTION PACKAGE BONDS

DATE OF ISSUE - November 24, 1998

Original amount of issue - \$3,150,338

	<u>PRINCIPAL REQUIREMENT</u>	<u>INTEREST RATE</u>	<u>INTEREST REQUIREMENT</u>	<u>TOTAL FISCAL YEAR REQUIREMENTS</u>
<u>PAYMENT DATE - MAY 15TH</u>				
2008	\$0	4.761353%	\$0	\$0
2009	175,327	4.761353%	45,906	221,233
2010	183,666	4.761353%	37,558	221,224
2011	192,414	4.761353%	28,813	221,227
2012	201,564	4.761353%	19,651	221,215
2013	<u>1,107,188</u>	4.761353%	<u>379,189</u>	<u>1,486,377</u>
<u>TOTAL</u>	<u>\$1,860,159</u>		<u>\$511,117</u>	<u>\$2,371,276</u>

GENESEE INTERMEDIATE SCHOOL DISTRICT

FLINT, MICHIGAN

FEDERAL AWARDS
SUPPLEMENTAL INFORMATION

FOR THE YEAR ENDED JUNE 30, 2007

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November 12, 2007

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND
OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

To the Board of Education of
Genesee Intermediate School District

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Genesee Intermediate School District, as of and for the year ended June 30, 2007, which collectively comprise the Genesee Intermediate School District's basic financial statements and have issued our report thereon dated November 12, 2007. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Genesee Intermediate School District's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Genesee Intermediate School District's financial statements that is more than inconsequential will not be prevented or detected by the Genesee Intermediate School District's internal control.

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

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

Compliance and Other Matters

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



Genesee Intermediate School District
Page 2
November 12, 2007

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

Lewis Knopf, P.C.

LEWIS & KNOFF, P.C.
CERTIFIED PUBLIC ACCOUNTANTS



November 12, 2007

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

To the Board of Education of
Genesee Intermediate School District

Compliance

We have audited the compliance of Genesee Intermediate School District with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2007. Genesee Intermediate School District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Genesee Intermediate School District's management. Our responsibility is to express an opinion on Genesee Intermediate School District's compliance based on our audit.

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

In our opinion, Genesee Intermediate School District complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2007.

Internal Control Over Compliance

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



Genesee Intermediate School District
Page 2
November 12, 2007

A *control deficiency* in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

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

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

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Genesee Intermediate School District, as of and for the year ended June 30, 2007, and have issued our report thereon dated November 12, 2007. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the Genesee Intermediate School District's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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


LEWIS & KNOPF, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2007

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS- THROUGH PROJECT NUMBER	PROGRAM OR AWARD AMOUNT
<u>DIRECT PROGRAMS</u>			
Safe & Drug Free Learning	84.184L		
Safe & Drug Free Learning (04-05)		S184L020281-04	\$1,996,925
Emergency Management/Crisis Response	84.184E		
Emergency Management/Crisis Response (05-06)		Q184EO03509	487,962
MI Model Part for Character Education (06-07)	84.215S	Q215S060132	486,504
Total Direct Programs			<u>\$2,971,391</u>
<u>U.S. DEPARTMENT OF EDUCATION</u>			
<u>Passed Through Michigan Department of Education:</u>			
Title I Grants to Local Education Agencies	84.010		
Title I Reg Assist/High (06-07)		61570-0607	617,502
Title I Reg Assist/High (05-06)		51570-0506	40,000
Total Title I Grants to Local Education Agencies			<u>\$657,502</u>
Special Education - Grants to States	84.027		
Enhancing Opportunities for Students with Disabilities (05-06)		70480-EOSD	60,000
Self Provider Review (06-07)		70440-0607	5,500
Transition Services (05-06)		60490-TS	61,207
Transition Services (06-07)		70490-TS	52,500
IDEA Flowthrough (04-05)		50450-0405	15,596,982
IDEA Flowthrough (05-06)		60450-0506	16,145,187
IDEA Flowthrough (06-07)		70450-0607	16,273,611
Total Special Education - Grants to States			<u>\$48,194,987</u>
Career Technical Education - Basic Grants to States	84.048		
Secondary Regional Allocation (05-06)		63520-6012-15	1,341,319
Secondary Regional Allocation (06-07)		73520-7012-15	1,342,547
Total Career Technical Education - Basic Grants to States			<u>\$2,683,866</u>
Special Education - Preschool Grants	84.173		
Preschool Incentive (05-06)		60460-0506	520,562
Preschool Incentive (06-07)		70460-0607	509,868
Total Special Education - Preschool Grants			<u>\$1,030,430</u>
Special Education - Grants for Infants & Families With Disabilities	84.181		
Infant and Toddlers Formula Grant (04-05)		51340-190	493,537
Infant and Toddlers Formula Grant (05-06)		61340-190	423,972
Infant and Toddlers Formula Grant (06-07)		71340-190	416,866
Total Special Education - Grants for Infants & Families With Disabilities			<u>\$1,334,375</u>

ACCRUED (DEFERRED) REVENUE JULY 1, 2006	PRIOR YEAR EXPENDITURES	CURRENT YEAR EXPENDITURES	ADJUSTMENTS PRIOR YEARS	CURRENT YEAR CASH/ PAYMENTS IN KIND RECEIVED	ACCRUED (DEFERRED) REVENUE JUNE 30, 2007
\$267,245	\$1,499,097	\$497,827	\$0	\$765,072	\$0
489	52,688	230,724	0	209,759	21,454
0	0	346,387	0	265,637	80,750
<u>\$267,734</u>	<u>\$1,551,785</u>	<u>\$1,074,938</u>	<u>\$0</u>	<u>\$1,240,468</u>	<u>\$102,204</u>
0	0	177,152	0	0	177,152
1,858	29,880	10,120	0	11,978	0
<u>\$1,858</u>	<u>\$29,880</u>	<u>\$187,272</u>	<u>\$0</u>	<u>\$11,978</u>	<u>\$177,152</u>
0	0	60,000	0	57,329	2,671
0	0	5,500	0	0	5,500
47,567	61,207	0	0	47,567	0
0	0	96,141	0	37,549	58,592
8,910	15,596,982	0	0	8,910	0
5,994,925	15,879,444	265,742	0	6,248,051	12,616
0	0	16,056,624	0	10,094,313	5,962,311
<u>\$6,051,402</u>	<u>\$31,537,633</u>	<u>\$16,484,007</u>	<u>\$0</u>	<u>\$16,493,719</u>	<u>\$6,041,690</u>
229,227	1,341,319	0	0	229,227	0
0	0	1,342,549	0	950,373	392,176
<u>\$229,227</u>	<u>\$1,341,319</u>	<u>\$1,342,549</u>	<u>\$0</u>	<u>\$1,179,600</u>	<u>\$392,176</u>
216,309	510,255	10,307	0	226,616	0
0	0	498,639	0	327,119	171,520
<u>\$216,309</u>	<u>\$510,255</u>	<u>\$508,946</u>	<u>\$0</u>	<u>\$553,735</u>	<u>\$171,520</u>
36,308	493,537	0	0	36,308	0
126,437	211,876	212,095	0	317,070	21,462
0	0	233,235	0	188,872	44,363
<u>\$162,745</u>	<u>\$705,413</u>	<u>\$445,330</u>	<u>\$0</u>	<u>\$542,250</u>	<u>\$65,825</u>

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2007

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS- THROUGH PROJECT NUMBER	PROGRAM OR AWARD AMOUNT
<u>U.S. DEPARTMENT OF EDUCATION (Continued)</u>			
<u>Passed Through Michigan Department of Education(Continued):</u>			
Safe & Drug Free Schools & Communities - State Grants	84.186		
Safe & Drug Free Grants Carryover (04-05)		52860-0506	\$161,914
Safe & Drug Free Grants (05-06)		62860-0506	428,401
Safe & Drug Free Grants Carryover (05-06)		62860-0607	124,731
Safe & Drug Free Grants (06-07)		72860-0607	334,189
Total Safe & Drug Free Schools & Communities - State Grants			\$1,049,235
Education for Homeless Children and Youth	84.196		
HAA VII-B Homeless Child Education (05-06)		62320-0506	46,120
HAA VII-B Homeless Child Education C/O (05-06)		62320-0607C	21,641
HAA VII-B Homeless Child Education (06-07)		72320-0607	65,944
Total Education for Homeless Children and Youth			\$133,705
William F. Goodling Even Start Family Literacy Grant	84.213		
Even Start Family Literacy Health (05-06)		60390-D0615CES	225,000
Even Start Family Literacy Health (06-07)		70390-D0720CES	225,000
Even Start Family Literacy (05-06)		60390-C0632CES	225,000
Total Even Start Family Literacy			\$675,000
Tech-Prep Education	84.243A		
Career Technical Education - Tech Prep (04-05)		53540-5014-15	188,924
Career Technical Education - Tech Prep (05-06)		63540-6014-15	193,269
Career Technical Education - Tech Prep (06-07)		73540-7014-15	188,086
Total Tech-Prep Education			\$570,279
Innovative Education Program Strategies	84.298		
IASA Title V - Improving America's Schools Act (05-06)		60250-0506	70,476
IASA Title V - Improving America's Schools Act C/O (05-06)		60250-0607	1,667
IASA Title V - Improving America's Schools Act (06-07)		70250-0607	32,523
Total IASA Title V - Improving America's Schools Act			\$104,666
English Language Acquisition Grants	84.365		
Title III - Limited English (05-06)		60580-0506	22,440
Title III - Limited English (06-07)		70580-0607	27,703
Total English Language Acquisition Grants			\$50,143
Mathematics and Science Partnerships	84.366		
Mathematics and Science Partnerships (05-06)		62410-MSPF2005	300,000

ACCRUED (DEFERRED) REVENUE JULY 1, 2006	PRIOR YEAR EXPENDITURES	CURRENT YEAR EXPENDITURES	ADJUSTMENTS PRIOR YEARS	CURRENT YEAR CASH/ PAYMENTS IN KIND RECEIVED	ACCRUED (DEFERRED) REVENUE JUNE 30, 2007
\$27,640	\$161,914	\$0	\$0	\$27,640	\$0
87,916	303,671	0	0	87,916	0
0	0	124,731	0	86,639	38,092
0	0	271,662	0	181,602	90,060
<u>\$115,556</u>	<u>\$465,585</u>	<u>\$396,393</u>	<u>\$0</u>	<u>\$383,797</u>	<u>\$128,152</u>
2,664	15,320	9,158	0	11,822	0
0	0	21,641	0	5,620	16,021
0	0	27,053	0	22,371	4,682
<u>\$2,664</u>	<u>\$15,320</u>	<u>\$57,852</u>	<u>\$0</u>	<u>\$39,813</u>	<u>\$20,703</u>
39,540	222,829	0	0	39,540	0
0	0	141,702	0	112,428	29,274
133,010	225,000	0	0	133,010	0
<u>\$172,550</u>	<u>\$447,829</u>	<u>\$141,702</u>	<u>\$0</u>	<u>\$284,978</u>	<u>\$29,274</u>
0	190,135	0	(1,211)	(1,211)	0
119,617	193,269	0	0	119,617	0
0	0	188,086	0	125,735	62,351
<u>\$119,617</u>	<u>\$383,404</u>	<u>\$188,086</u>	<u>(\$1,211)</u>	<u>\$244,141</u>	<u>\$62,351</u>
9,033	31,786	37,023	0	46,056	0
0	0	1,667	0	1,667	0
0	0	7,125	0	4,326	2,799
<u>\$9,033</u>	<u>\$31,786</u>	<u>\$45,815</u>	<u>\$0</u>	<u>\$52,049</u>	<u>\$2,799</u>
22,282	22,282	158	0	22,440	0
0	0	27,703	0	0	27,703
<u>\$22,282</u>	<u>\$22,282</u>	<u>\$27,861</u>	<u>\$0</u>	<u>\$22,440</u>	<u>\$27,703</u>
15,303	96,322	138,220	0	137,315	16,208

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2007

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS- THROUGH PROJECT NUMBER	PROGRAM OR AWARD AMOUNT
<u>U.S. DEPARTMENT OF EDUCATION (Continued)</u>			
<u>Passed Through Michigan Department of Education(Continued):</u>			
Improving Teacher Quality	84.367B		
Title IIa -Teacher & Principal Training C/O (04-05)		50390-B0538CES	\$3,723
Title IIa -Teacher & Principal Training (05-06)		60520-0607	2,998
Title IIa -Teacher & Principal Training (06-07)		70520-0607	2,998
Total Improving Teacher Quality			<u>\$9,719</u>
Total Passed Through the Michigan Department of Education			<u>\$56,793,907</u>
<u>Passed Through Flint Community Schools</u>			
Flint Safe Schools/Healthy Students (05-06)	84.184L	Q184L050244	246,800
Flint Safe Schools/Healthy Students (06-07)		Q184L050244	368,186
Total Flint Safe Schools/Healthy Students			<u>\$614,986</u>
<u>Passed Through Mott College</u>			
Tech Prep Demonstration (06-07)	84.243A	V353A050221-05B	64,582
<u>Passed Through Oakland Schools</u>			
Reading First	84.357		
Reading First State Grants (05-06)		071B3001242	40,000
<u>Passed Through Saginaw Valley State University</u>			
Math/Science Grant (06-07)	84.366	072410MSPF20	124,800
<u>Passed Through State of Michigan</u>			
Curriculum Development (06-07)	84.367B	N/A	<u>10,084</u>
<u>TOTAL U.S. DEPARTMENT OF EDUCATION</u>			<u>\$60,619,750</u>
<u>U.S. DEPARTMENT OF AGRICULTURE</u>			
<u>Passed Through Michigan State University</u>			
Color Me Healthy (05-06)	10.551	61-4998D	60,000
Color Me Healthy (06-07)	10.551	61-4993D	103,778
Total Color Me Healthy			<u>\$163,778</u>
<u>Passed Through MI Fitness</u>			
Integrated Nutrition Ed	10.561	ADMIN07-9902	<u>320,515</u>
<u>TOTAL U.S. DEPARTMENT OF AGRICULTURE</u>			<u>\$484,293</u>

ACCRUED (DEFERRED) REVENUE JULY 1, 2006	PRIOR YEAR EXPENDITURES	CURRENT YEAR EXPENDITURES	ADJUSTMENTS PRIOR YEARS	CURRENT YEAR CASH/ PAYMENTS IN KIND RECEIVED	ACCRUED (DEFERRED) REVENUE JUNE 30, 2007
\$3,723	\$3,723	\$0	\$0	\$3,723	\$0
0	0	2,998	0	2,998	0
0	0	0	0	0	0
<u>\$3,723</u>	<u>\$3,723</u>	<u>\$2,998</u>	<u>\$0</u>	<u>\$6,721</u>	<u>\$0</u>
\$7,122,269	\$35,590,751	\$19,967,031	(\$1,211)	\$19,952,536	\$7,135,553
16,743	71,568	37,347	0	54,090	0
0	0	263,825	0	263,376	449
<u>\$16,743</u>	<u>\$71,568</u>	<u>\$301,172</u>	<u>\$0</u>	<u>\$317,466</u>	<u>\$449</u>
0	0	64,582	0	0	64,582
0	0	36,662	0	0	36,662
0	0	10,653	0	0	10,653
0	0	8,522	0	10,083	(1,561)
\$7,406,746	\$37,214,104	\$21,463,560	(\$1,211)	\$21,520,553	\$7,348,542
34,660	34,660	24,310	0	58,970	0
0	0	67,559	0	54,156	13,403
<u>\$34,660</u>	<u>\$34,660</u>	<u>\$91,869</u>	<u>\$0</u>	<u>\$113,126</u>	<u>\$13,403</u>
0	0	207,547	0	162,862	44,685
\$34,660	\$34,660	\$299,416	\$0	\$275,988	\$58,088

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2007

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS- THROUGH PROJECT NUMBER	PROGRAM OR AWARD AMOUNT
<u>U.S. DEPARTMENT OF LABOR</u>			
<u>Passed Through Career Alliance, Inc.</u>			
WIA Youth Activities	17.259		
WIA Title I Year Round Youth Services (04-05)		007-K-4	\$176,924
WIA Title I Year Round Youth Services (05-06)		007-K-5	129,597
WIA Title I Year Round Youth Services (06-07)		007-K-6	83,760
SYETP (05-06)		007-K-5	76,331
SYETP (06-07)		007-K-6	<u>37,077</u>
<u>TOTAL U.S. DEPARTMENT OF LABOR</u>			<u>\$503,689</u>
<u>U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES</u>			
<u>Passed Through Michigan Department of Health & Human Services</u>			
Proud Father/Proud Parents (05-06)	93.558	PFPP-06-25001	70,000
Proud Father/Proud Parents (06-07)		PFPP-06-25001-2	<u>65,000</u>
Total Passed Through Michigan Department of Health & Human Services			<u>\$135,000</u>
<u>Passed Through Family Independence Agency</u>			
0-3 Secondary Prevention (05-06)	93.558	CTFPR-05-25001 3	84,360
0-3 Secondary Prevention (06-07)		CTFPR-05-25001 2	<u>84,360</u>
Total 0-3 Secondary Prevention			<u>\$168,720</u>
<u>Passed Through United Way</u>			
Bridges to the Future - TANF (05-06)	93.558	BA-05-25002-UWAY	112,950
Bridges to the Future - TANF (06-07)		BA-05-25002-UWAY	<u>85,050</u>
Total Passed Through United Way			<u>\$198,000</u>
<u>Passed Through the Michigan Department of Social Services</u>			
Medical Assistance Program Title XIX	93.778		
Medicaid Outreach		N/A	<u>426,092</u>
<u>TOTAL U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES</u>			<u>\$927,812</u>
<u>TOTAL SCHEDULE OF FEDERAL AWARDS</u>			<u>\$62,535,544</u>

ACCRUED (DEFERRED) REVENUE JULY 1, 2006	PRIOR YEAR EXPENDITURES	CURRENT YEAR EXPENDITURES	ADJUSTMENTS PRIOR YEARS	CURRENT YEAR CASH/ PAYMENTS IN KIND RECEIVED	ACCRUED (DEFERRED) REVENUE JUNE 30, 2007
\$900	\$99,395	\$0	\$0	\$0	\$900
39,046	53,266	0	0	23,433	15,613
0	0	33,211	0	15,797	17,414
4,250	76,331	0	0	0	4,250
0	0	37,077	0	37,077	0
<u>\$44,196</u>	<u>\$228,992</u>	<u>\$70,288</u>	<u>\$0</u>	<u>\$76,307</u>	<u>\$38,177</u>
8,175	8,175	26,927	0	35,102	0
0	0	49,476	0	28,024	21,452
<u>\$8,175</u>	<u>\$8,175</u>	<u>\$76,403</u>	<u>\$0</u>	<u>\$63,126</u>	<u>\$21,452</u>
(11,257)	70,993	13,367	0	2,110	0
0	0	54,783	0	63,270	(8,487)
<u>(\$11,257)</u>	<u>\$70,993</u>	<u>\$68,150</u>	<u>\$0</u>	<u>\$65,380</u>	<u>(\$8,487)</u>
(9,194)	42,884	23,785	0	14,591	0
0	0	32,390	0	31,391	999
<u>(\$9,194)</u>	<u>\$42,884</u>	<u>\$56,175</u>	<u>\$0</u>	<u>\$45,982</u>	<u>\$999</u>
0	0	426,092	0	426,092	0
<u>(\$12,276)</u>	<u>\$122,052</u>	<u>\$626,820</u>	<u>\$0</u>	<u>\$600,580</u>	<u>\$13,964</u>
<u>\$7,473,326</u>	<u>\$37,599,808</u>	<u>\$22,460,084</u>	<u>(\$1,211)</u>	<u>\$22,473,428</u>	<u>\$7,458,771</u>

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
NOTES/RECONCILIATION TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2007

<u>FEDERAL REVENUE RECOGNIZED FOR THE SCHEDULE</u> <u>OF EXPENDITURES OF FEDERAL AWARDS</u>	\$22,460,084
<u>Less: Adjustment</u>	<u>(1,211)</u>
<u>TOTAL</u>	<u>\$22,458,873</u>
<u>FEDERAL REVENUE RECOGNIZED PER THE GENERAL</u> <u>PURPOSE FINANCIAL STATEMENTS</u>	
General Fund	\$2,994,787
Special Education Fund	17,934,664
Career Technical Education Fund	<u>1,529,422</u>
<u>TOTAL</u>	<u>\$22,458,873</u>

- 1) The Schedule of Expenditures of Federal Awards had been prepared under the modified accrual basis of accounting.
- 2) Management has utilized the Grants Section Auditors Report (Form R7120) in preparing the Schedule of Expenditures of Federal Awards. All differences between the Schedule of Expenditures of Federal Awards and the Form R7120 have been reconciled in the attached reconciliation on page 10 of this report.
- 3) The State of Michigan adjusted the award for the 04-05 Career Technical Education - Tech Prep (CFDA 84.243A) grant.

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
RECONCILIATION OF FORM R 7120 "GRANT SECTION AUDITOR'S REPORT"
TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2007

Current Payments Per the Grant Section Auditor's Report (Form R 7120)		\$8,517,387
Current Payments Per the Grant Section Auditor's Report (Cash Management System)		
Add: Special Education (CFDA 84.027)	\$10,288,513	
Add: Career Technical Education (CFDA 84.048)	381,055	
Add: Preschool (CFDA 84.173)	336,636	
Add: Infant Toddler (CFDA 84.181)	214,361	
Add: Safe and Drug Free Schools (CFDA 84.186)	79,342	
Add: Education for Homeless Children and Youth (CFDA 84.196)	18,652	
Add: Even Start Family Literacy Grant (CFDA 84.213)	51,427	
Add: Tech-Prep Education (CFDA 84.243A)	46,520	
Add: Mathematics and Science Partnerships (CFDA 84.366)	18,643	
Total	18,643	\$11,435,149
<u>Add: Grants Passed Through Other Agencies</u>		
Direct Programs		
Safe & Drug Free Learning	\$765,072	
Emergency Response	209,759	
Michigan Model for Character Education (CFDA 84.215S)	265,637	
Total Direct Programs	265,637	1,240,468
<u>Passed Through Flint Community School:</u>		
Flint Safe Schools/Healthy Students (CFDA 84.184L)		317,466
<u>Passed Through State of Michigan</u>		
Curriculum Development (CFDA 84.367B)		10,083
<u>Passed Through Michigan State University</u>		
Color Me Healthy (CFDA 10.551)		113,126
<u>Passed Through MI Fitness</u>		
Integrated Nutrition Ed (CFDA 10.561)		162,862
<u>Passed Through Career Alliance, Inc</u>		
WIA Youth Activities (CFDA 17.259)		76,307
<u>Passed Through Michigan Department of Health & Human Service</u>		
Proud Father/Proud Parents (CFDA 93.558)		63,126
<u>Passed Through Family Independence Agenc</u>		
0-3 Secondary Prevention (CFDA 93.558)		65,380
<u>Passed Through United Way</u>		
Bridges to the Future - TANF (CFDA 93.558)		45,982
<u>Passed Through the Michigan Department of Social Service</u>		
Medical Assistance Program Title XIX (CFDA 93.778)		426,092
<u>TOTAL CURRENT YEAR RECEIPTS PER SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS</u>		\$22,473,428

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SUMMARY OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2007

SECTION I – SUMMARY OF AUDITOR’S RESULTS

Financial Statements

Type of auditor’s report issued: Unqualified

Internal control over financial reporting:

- Material weakness(es) identified? Yes No
- Reportable condition(s) identified that are not considered to be material weaknesses? Yes None reported

Noncompliance material to financial statements noted? Yes No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? Yes No
- Reportable condition(s) identified that are not considered to be material weaknesses? Yes None reported

Type of auditor’s report issued on compliance for major programs: Unqualified

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

Identification of major programs:

CFDA Number(s)	Name of Federal Program or Cluster
84.027/84.173	Special Education Cluster
93.778	Medical Assistance Program – Title XIX

Dollar threshold use to distinguish between type A and type B programs: \$673,766

Auditee qualified as low-risk auditee? Yes No

SECTION II – FINANCIAL STATEMENT FINDINGS

There were no current year findings.

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

There were no current year findings.

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2007

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

2006-1) CFDA #84.184L – Safe and Drug Free Learning
Project #S184L020281-3/S184L020281-04 Federal Award Year: 04-05/05-06

Specific Requirement: Allowable Cost/Cost Principles.

Condition: Semi-annual time certifications were not prepared completely by the District for 100% funded salaried employees. Certifications were not dated or signed nor were they done semi-annually.

Criteria: OMB Circular A-87 requires that when employees are expected to work solely on a single federal award or cost objective, charges for their salaries will be supported by periodic certifications that the employees worked solely on that program for the semi-annual period covered by the certification. These certifications must be prepared at least semi-annually and be signed by the employee or a supervisor with first-hand knowledge of the work performed by the employee. If a supervisor has first-hand knowledge of work performed by several employees each working on a single cost objective, the supervisor can use a blanket certification that lists all of the employees, the program that they worked on and the period covered. One supervisory signature would be adequate.

Questioned Cost: N/A.

Context: Less than 10 employees charged to the grants in question out of 90 + employees fall in to this category.

Effect of Condition: Compensation reimbursements could be disallowed.

Cause of Condition: The cause of the condition on which the finding is based is the lack of using the prescribed District format for the documentation of 100% funded salaried employees.

Recommendation: Use the standardized District forms and obtain the certifications semi-annually as required by the cost circular.

Status: This has been implemented.

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PROVIDED TO SUBRECIPIENTS
FOR THE YEAR ENDED JUNE 30, 2007

FEDERAL GRANTOR/PROGRAM TITLE/ SUBRECIPIENT	FEDERAL CFDA NUMBER	SUBRECIPIENT PROJECT NUMBER	SUBRECIPIENT AWARD AMOUNT
<u>DIRECT PROGRAMS</u>			
<u>Safe & Drug Free Learning (04-05)</u>	84.184L		
Atherton Community Schools		S184LO20281-4	\$14,081
Beecher School District		S184LO20281-4	27,925
Bendle Public Schools		S184LO20281-4	18,993
Carman-Ainsworth School District		S184LO20281-4	11,263
Clio Area Schools		S184LO20281-4	10,433
Davison Community Schools		S184LO20281-4	1,292
Fenton Area Public Schools		S184LO20281-4	4,365
Flushing Community Schools		S184LO20281-4	12,636
4 Childcare Unlimited		S184LO20281-5	22,801
Genesee County Community Mental Health Services		S184LO20281-4	14,072
Genesee School District		S184LO20281-4	7,786
Goodrich Area Schools		S184LO20281-4	2,193
Grand Blanc Community Schools		S184LO20281-4	19,014
Kearsley Community Schools		S184LO20281-4	5,316
Lake Fenton Community Schools		S184LO20281-4	17,298
LakeVille Community Schools		S184LO20281-4	6,968
Linden Community Schools		S184LO20281-4	16,130
Montrose Community Schools		S184LO20281-4	2,333
Mt. Morris Consolidated Schools		S184LO20281-4	5,000
Swartz Creek Community Schools		S184LO20281-4	8,487
Westwood Heights Schools		S184LO20281-4	145
<u>Total Safe & Drug Free Learning (04-05)</u>			\$228,531
<u>Partnerships in Character Education (06-07)</u>	84.215S		
Bendle Public Schools		Q215S060132	8,366
Clio Area Schools		Q215S060132	583
Coruna Public Schools		Q215S060132	11,182
Goodrich Area Schools		Q215S060132	7,982
LakeVille Community Schools		Q215S060132	7,246
Mt. Morris Consolidated Schools		Q215S060132	9,731
<u>Total Partnerships in Character Education (06-07)</u>			\$45,090
<u>Emergency Management/Crisis Response (05-06)</u>	84.184E		
Beecher School District		Q184EO50156	2,800
Bentley Community School District		Q184EO50156	2,100
Byron Area Schools		Q184EO50156	2,100
Carman-Ainsworth School District		Q184EO50156	6,300
Corunna Public Schools		Q184EO50156	3,500
Davison Community Schools		Q184EO50156	6,300
Dukette Catholic School		Q184EO50156	700
Durand Area Schools		Q184EO50156	4,275
Flint Community Schools		Q184EO50156	23,083
Flushing Community Schools		Q184EO50156	4,900
Genesee School District		Q184EO50156	1,400
Holy Rosary Catholic		Q184EO50156	700
Lake Fenton Community Schools		Q184EO50156	2,800
LakeVille Community Schools		Q184EO50156	4,959
Mt. Morris Consolidated Schools		Q184EO50156	4,900
New Lothrop Area Schools		Q184EO50156	1,400
Owosso Public Schools		Q184EO50156	5,533
Perry Public Schools		Q184EO50156	2,800
Swartz Creek Community Schools		Q184EO50156	3,640
Westwood Heights Schools		Q184EO50156	816
<u>Total Emergency Management/Crisis Response (05-06)</u>			\$85,006
<u>TOTAL DIRECT PROGRAMS</u>			\$358,627

DUE TO SUBRECIPIENTS JULY 1, 2006	SUBRECIPIENT'S PRIOR YEAR EXPENDITURES	CURRENT YEAR CASH TRANSFERRED TO SUBRECIPIENTS	FEDERAL EXPENDITURES REPORTED BY SUBRECIPIENTS	DUE TO SUBRECIPIENTS JUNE 30, 2007
\$0	\$14,081	\$0	\$0	\$0
0	27,925	0	0	0
0	18,993	0	0	0
0	11,263	0	0	0
0	10,433	0	0	0
0	1,292	0	0	0
1,787	4,365	1,787	0	0
426	12,636	426	0	0
4,302	22,801	4,302	0	0
0	14,072	0	0	0
0	7,786	0	0	0
0	2,193	0	0	0
0	19,014	0	0	0
0	5,316	0	0	0
0	17,298	0	0	0
0	6,968	0	0	0
0	16,130	0	0	0
0	2,333	0	0	0
5,000	5,000	5,000	0	0
0	8,487	0	0	0
0	145	0	0	0
<u>\$11,515</u>	<u>\$228,531</u>	<u>\$11,515</u>	<u>\$0</u>	<u>\$0</u>
0	0	8,366	8,366	0
0	0	583	583	0
0	0	11,182	11,182	0
0	0	7,982	7,982	0
0	0	7,246	7,246	0
0	0	9,731	9,731	0
<u>\$0</u>	<u>\$0</u>	<u>\$45,090</u>	<u>\$45,090</u>	<u>\$0</u>
0	0	2,800	2,800	0
0	0	2,100	2,100	0
0	0	2,100	2,100	0
0	0	6,300	6,300	0
0	0	3,500	3,500	0
0	0	6,300	6,300	0
0	0	700	700	0
0	0	4,275	4,275	0
0	0	23,083	23,083	0
0	0	4,900	4,900	0
0	0	1,400	1,400	0
0	0	700	700	0
0	0	2,800	2,800	0
0	0	4,959	4,959	0
0	0	4,900	4,900	0
0	0	1,400	1,400	0
0	0	5,533	5,533	0
0	0	2,800	2,800	0
0	0	3,640	3,640	0
0	0	816	816	0
<u>\$0</u>	<u>\$0</u>	<u>\$85,006</u>	<u>\$85,006</u>	<u>\$0</u>
\$11,515	\$228,531	\$141,611	\$130,096	\$0

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PROVIDED TO SUBRECIPIENTS
FOR THE YEAR ENDED JUNE 30, 2007

FEDERAL GRANTOR/PROGRAM TITLE/ SUBRECIPIENT	FEDERAL CFDA NUMBER	SUBRECIPIENT PROJECT NUMBER	SUBRECIPIENT AWARD AMOUNT
<u>U.S. DEPARTMENT OF EDUCATION</u>			
<u>IDEA Flowthrough (05-06)</u>	84.027		
Academy of Flint		060450-0506	\$59,552
Atherton Community Schools		060450-0506	254,349
Beecher School District		060450-0506	325,725
Bendle Public Schools		060450-0506	309,368
Bentley Community School District		060450-0506	205,278
Burton Glen Academy		060450-0506	81,857
Carman-Ainsworth School District		060450-0506	1,037,998
Center Academy		060450-0506	81,857
Clio Area Schools		060450-0506	624,612
Davison Community Schools		060450-0506	875,915
Fenton Area Public Schools		060450-0506	678,144
Flint Community Schools		060450-0506	3,730,955
Flushing Community Schools		060450-0506	749,520
Genesee School District		060450-0506	218,661
Genesee Intermediate School District		060450-0506	1,060,314
Goodrich Area Schools		060450-0506	340,595
Grand Blanc Community Schools		060450-0506	1,058,816
Grand Blanc Academy		060450-0506	84,831
International Academy of Flint		060450-0506	113,084
Kearsley Community Schools		060450-0506	615,690
Lake Fenton Community Schools		060450-0506	266,245
LakeVille Community Schools		060450-0506	309,368
Linden Community Schools		060450-0506	679,631
Linden Charter Schools		060450-0506	59,552
Madison Academy		060450-0506	6,020
Montrose Community Schools		060450-0506	356,952
Mt. Morris Consolidated Schools		060450-0506	746,546
Northridge Academy		060450-0506	68,474
Richfield Academy		060450-0506	53,604
Swartz Creek Community Schools		060450-0506	847,662
Westwood Heights Schools		060450-0506	206,765
Woodland Park Academy		060450-0506	37,247
<u>Total IDEA Flowthrough (05-06)</u>			\$16,145,187

DUE TO SUBRECIPIENTS JULY 1, 2006	SUBRECIPIENT'S PRIOR YEAR EXPENDITURES	CURRENT YEAR CASH TRANSFERRED TO SUBRECIPIENTS	FEDERAL EXPENDITURES REPORTED BY SUBRECIPIENTS	DUE TO SUBRECIPIENTS JUNE 30, 2007
\$59,552	\$59,552	\$59,552	\$0	\$0
68,353	239,294	83,408	15,055	0
118,280	325,725	118,280	0	0
0	309,368	0	0	0
1,200	205,278	1,200	0	0
40,707	81,857	40,707	0	0
245,074	1,037,998	245,074	0	0
40,857	81,857	40,857	0	0
115,217	624,612	115,217	0	0
0	875,915	0	0	0
0	678,144	0	0	0
514,641	3,730,955	514,641	0	0
180,773	749,520	180,773	0	0
0	217,923	738	738	0
0	0	0	0	0
7,121	340,595	7,121	0	0
215,357	902,009	372,164	156,807	0
(2,219)	82,612	0	2,219	0
0	113,084	0	0	0
137,702	615,690	137,702	0	0
0	266,245	0	0	0
0	309,368	0	0	0
0	679,631	0	0	0
30,936	59,552	30,936	0	0
0	6,020	0	0	0
73,976	345,080	85,848	11,872	0
92,665	746,546	92,665	0	0
68,474	68,474	68,474	0	0
33,200	33,200	53,604	20,404	0
0	847,662	0	0	0
68,413	206,765	68,413	0	0
11,135	29,035	19,347	8,212	0
<u>\$2,121,414</u>	<u>\$14,869,566</u>	<u>\$2,336,721</u>	<u>\$215,307</u>	<u>\$0</u>

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PROVIDED TO SUBRECIPIENTS
FOR THE YEAR ENDED JUNE 30, 2007

FEDERAL GRANTOR/PROGRAM TITLE/ SUBRECIPIENT	FEDERAL CFDA NUMBER	SUBRECIPIENT PROJECT NUMBER	SUBRECIPIENT AWARD AMOUNT
<u>U.S. DEPARTMENT OF EDUCATION (Continued)</u>			
<u>IDEA Flowthrough (06-07)</u>	84.027		
Academy of Flint		070450-0607	\$46,776
Atherton Community Schools		070450-0607	271,462
Beecher School District		070450-0607	312,314
Bendle Public Schools		070450-0607	329,822
Bentley Community School District		070450-0607	224,774
Burton Glen Academy		070450-0607	96,382
Carman-Ainsworth School District		070450-0607	1,174,583
Center Academy		070450-0607	74,497
Clio Area Schools		070450-0607	595,360
Davison Community Schools		070450-0607	890,078
Fenton Area Public Schools		070450-0607	703,326
Flint Community Schools		070450-0607	3,532,327
Flushing Community Schools		070450-0607	787,948
Genesee School District		070450-0607	216,020
Genesee Intermediate School District		070450-0607	1,119,168
Goodrich Area Schools		070450-0607	310,855
Grand Blanc Community Schools		070450-0607	939,684
Grand Blanc Academy		070450-0607	93,464
International Academy of Flint		070450-0607	108,054
Kearsley Community Schools		070450-0607	644,966
Lake Fenton Community Schools		070450-0607	261,249
LakeVille Community Schools		070450-0607	307,937
Linden Community Schools		070450-0607	728,129
Linden Charter Schools		070450-0607	73,038
Madison Academy		070450-0607	19,055
Montrose Community Schools		070450-0607	420,280
Mt. Morris Consolidated Schools		070450-0607	741,260
Northridge Academy		070450-0607	56,989
Richfield Academy		070450-0607	70,120
Swartz Creek Community Schools		070450-0607	825,882
Westwood Heights Schools		070450-0607	265,626
Woodland Park Academy		070450-0607	32,186
<u>Total IDEA Flowthrough (05-06)</u>			\$16,273,611

DUE TO SUBRECIPIENTS JULY 1, 2006	SUBRECIPIENT'S PRIOR YEAR EXPENDITURES	CURRENT YEAR CASH TRANSFERRED TO SUBRECIPIENTS	FEDERAL EXPENDITURES REPORTED BY SUBRECIPIENTS	DUE TO SUBRECIPIENTS JUNE 30, 2007
\$0	\$0	\$46,776	\$46,776	\$0
0	0	253,978	253,978	0
0	0	312,314	312,314	0
0	0	329,822	329,822	0
0	0	224,774	224,774	0
0	0	93,641	93,641	0
0	0	1,174,583	1,174,583	0
0	0	64,160	64,160	0
0	0	595,360	595,360	0
0	0	862,159	862,159	0
0	0	703,326	703,326	0
0	0	3,532,327	3,532,327	0
0	0	787,948	787,948	0
0	0	215,565	215,565	0
0	0	0	0	0
0	0	276,992	276,992	0
0	0	939,684	939,684	0
0	0	89,694	89,694	0
0	0	108,054	108,054	0
0	0	644,966	644,966	0
0	0	261,249	261,249	0
0	0	307,937	307,937	0
0	0	728,129	728,129	0
0	0	73,038	73,038	0
0	0	19,055	19,055	0
0	0	395,299	395,299	0
0	0	741,260	741,260	0
0	0	56,989	56,989	0
0	0	69,766	69,766	0
0	0	825,882	825,882	0
0	0	246,166	246,166	0
0	0	32,186	32,186	0
<u>\$0</u>	<u>\$0</u>	<u>\$15,013,079</u>	<u>\$15,013,079</u>	<u>\$0</u>

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PROVIDED TO SUBRECIPIENTS
FOR THE YEAR ENDED JUNE 30, 2007

FEDERAL GRANTOR/PROGRAM TITLE/ SUBRECIPIENT	FEDERAL CFDA NUMBER	SUBRECIPIENT PROJECT NUMBER	SUBRECIPIENT AWARD AMOUNT
<u>U.S. DEPARTMENT OF EDUCATION (Continued)</u>			
<u>Transition Services (05-06)</u>	84.027		
Beecher School District		060490-TS	\$1,085
Bendle Public Schools		060490-TS	1,393
Carman-Ainsworth School District		060490-TS	3,040
Clio Area Schools		060490-TS	1,475
Davison Community Schools		060490-TS	2,368
Fenton Area Public Schools		060490-TS	1,880
Flint Community Schools		060490-TS	4,989
Flushing Community Schools		060490-TS	2,370
Genesee School District		060490-TS	914
Grand Blanc Community Schools		060490-TS	6,329
Kearsley Community Schools		060490-TS	1,833
Lake Fenton Community Schools		060490-TS	1,688
LakeVille Community Schools		060490-TS	1,600
Linden Charter Schools		060490-TS	2,100
Montrose Community Schools		060490-TS	1,521
Mt. Morris Consolidated Schools		060490-TS	1,904
Swartz Creek Community Schools		060490-TS	1,620
Westwood Heights Schools		060490-TS	1,204
<u>Total Transition Services (05-06)</u>			\$39,313
<u>Transition Services (06-07)</u>	84.027		
Bendle Public Schools		070490-TS	1,451
Bentley Community School District		070490-TS	790
Carman-Ainsworth School District		070490-TS	2,954
Clio Area Schools		070490-TS	1,600
Davison Community Schools		070490-TS	2,400
Fenton Area Public Schools		070490-TS	1,895
Flint Community Schools		070490-TS	6,527
Flushing Community Schools		070490-TS	2,500
Genesee School District		070490-TS	930
Goodrich Area Schools		070490-TS	1,200
Grand Blanc Community Schools		070490-TS	3,100
International Academy of Flint		070490-TS	700
Kearsley Community Schools		070490-TS	1,840
Lake Fenton Community Schools		070490-TS	1,000
LakeVille Community Schools		070490-TS	1,600
Linden Charter Schools		070490-TS	2,100
Montrose Community Schools		070490-TS	1,600
Mt. Morris Consolidated Schools		070490-TS	1,900
Swartz Creek Community Schools		070490-TS	1,900
Westwood Heights Schools		070490-TS	1,305
<u>Total Transition Services (05-06)</u>			\$39,292

DUE TO SUBRECIPIENTS JULY 1, 2006	SUBRECIPIENT'S PRIOR YEAR EXPENDITURES	CURRENT YEAR CASH TRANSFERRED TO SUBRECIPIENTS	FEDERAL EXPENDITURES REPORTED BY SUBRECIPIENTS	DUE TO SUBRECIPIENTS JUNE 30, 2007
\$0	\$1,085	\$0	\$0	\$0
0	1,393	0	0	0
0	3,040	0	0	0
0	1,475	0	0	0
0	2,368	0	0	0
0	1,880	0	0	0
0	4,989	0	0	0
0	2,370	0	0	0
0	914	0	0	0
3,421	6,329	3,421	0	0
0	1,833	0	0	0
0	1,688	0	0	0
1,600	1,600	1,600	0	0
2,100	2,100	2,100	0	0
1,521	1,521	1,521	0	0
0	1,904	0	0	0
0	1,620	0	0	0
1,204	1,204	1,204	0	0
<u>\$9,846</u>	<u>\$39,313</u>	<u>\$9,846</u>	<u>\$0</u>	<u>\$0</u>
0	0	1,226	1,226	0
0	0	729	729	0
0	0	2,954	2,954	0
0	0	1,587	1,587	0
0	0	2,397	2,397	0
0	0	1,949	1,949	0
0	0	6,527	6,527	0
0	0	2,809	2,809	0
0	0	878	878	0
0	0	1,003	1,003	0
0	0	3,100	3,100	0
0	0	750	750	0
0	0	1,876	1,876	0
0	0	1,187	1,187	0
0	0	1,597	1,597	0
0	0	2,100	2,100	0
0	0	1,694	1,694	0
0	0	1,900	1,900	0
0	0	1,576	1,576	0
0	0	1,138	1,138	0
<u>\$0</u>	<u>\$0</u>	<u>\$38,977</u>	<u>\$38,977</u>	<u>\$0</u>

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PROVIDED TO SUBRECIPIENTS
FOR THE YEAR ENDED JUNE 30, 2007

FEDERAL GRANTOR/PROGRAM TITLE/ SUBRECIPIENT	FEDERAL CFDA NUMBER	SUBRECIPIENT PROJECT NUMBER	SUBRECIPIENT AWARD AMOUNT
<u>U.S. DEPARTMENT OF EDUCATION (Continued)</u>			
<u>Secondary Regional Allocation (05-06)</u>	84.048		
Beecher School District		063520-6012-15	\$15,000
Carman-Ainsworth School District		063520-6012-15	30,177
Clio Area Schools		063520-6012-15	15,000
Davison Community Schools		063520-6012-15	30,463
Fenton Area Public Schools		063520-6012-15	43,280
Flint Community Schools		063520-6012-15	843,634
Flushing Community Schools		063520-6012-15	22,028
Goodrich Area Schools		063520-6012-15	20,419
Grand Blanc Community Schools		063520-6012-15	48,108
Kearsley Community Schools		063520-6012-15	21,773
Montrose Community Schools		063520-6012-15	15,481
Mt. Morris Consolidated Schools		063520-6012-15	23,804
Shiawassee Regional Educational Authority		063520-6012-15	153,778
<u>Total Secondary Regional Allocation (05-06)</u>			<u>\$1,282,945</u>
<u>Secondary Regional Allocation (06-07)</u>	84.048		
Carman-Ainsworth School District		073520-7012-15	31,425
Clio Area Schools		073520-7012-15	15,000
Davison Community Schools		073520-7012-15	31,479
Fenton Area Public Schools		073520-7012-15	37,318
Flint Community Schools		073520-7012-15	841,304
Flushing Community Schools		073520-7012-15	27,063
Genesee Intermediate School District		073520-7012-15	58,531
Goodrich Area Schools		073520-7012-15	27,074
Grand Blanc Community Schools		073520-7012-15	49,421
Kearsley Community Schools		073520-7012-15	29,664
Montrose Community Schools		073520-7012-15	15,000
Mt. Morris Consolidated Schools		073520-7012-15	24,472
Shiawassee Regional Educational Authority		073520-7012-15	154,796
<u>Total Secondary Regional Allocation (05-06)</u>			<u>\$1,342,547</u>

DUE TO SUBRECIPIENTS JULY 1, 2006	SUBRECIPIENT'S PRIOR YEAR EXPENDITURES	CURRENT YEAR CASH TRANSFERRED TO SUBRECIPIENTS	FEDERAL EXPENDITURES REPORTED BY SUBRECIPIENTS	DUE TO SUBRECIPIENTS JUNE 30, 2007
\$0	\$15,000	\$0	\$0	\$0
0	30,177	0	0	0
0	15,000	0	0	0
0	30,463	0	0	0
0	43,280	0	0	0
0	843,634	0	0	0
0	22,028	0	0	0
0	20,419	0	0	0
0	48,108	0	0	0
0	21,773	0	0	0
2,614	15,481	2,614	0	0
0	23,804	0	0	0
0	153,778	0	0	0
<u>\$2,614</u>	<u>\$1,282,945</u>	<u>\$2,614</u>	<u>\$0</u>	<u>\$0</u>
0	0	31,425	31,425	0
0	0	15,000	15,000	0
0	0	31,479	31,479	0
0	0	37,318	37,318	0
0	0	841,304	841,304	0
0	0	27,063	27,063	0
0	0	0	0	0
0	0	27,074	27,074	0
0	0	49,421	49,421	0
0	0	29,664	29,664	0
0	0	15,000	15,000	0
0	0	24,472	24,472	0
0	0	154,796	154,796	0
<u>\$0</u>	<u>\$0</u>	<u>\$1,284,016</u>	<u>\$1,284,016</u>	<u>\$0</u>

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PROVIDED TO SUBRECIPIENTS
FOR THE YEAR ENDED JUNE 30, 2007

FEDERAL GRANTOR/PROGRAM TITLE/ SUBRECIPIENT	FEDERAL CFDA NUMBER	SUBRECIPIENT PROJECT NUMBER	SUBRECIPIENT AWARD AMOUNT
<u>U.S. DEPARTMENT OF EDUCATION (Continued)</u>			
<u>IDEA Preschool Incentive (05-06)</u>	84.173		
Beecher School District		060460-0506	\$6,556
Bendle Public Schools		060460-0506	25,032
Burton Glen Academy		060460-0506	596
Carman-Ainsworth School District		060460-0506	17,284
Center Academy		060460-0506	3,576
Clio Area Schools		060460-0506	34,568
Davison Community Schools		060460-0506	42,912
Fenton Area Public Schools		060460-0506	54,832
Flint Community Schools		060460-0506	110,856
Flushing Community Schools		060460-0506	16,688
Genesee School District		060460-0506	2,980
Genesee Intermediate School District		060460-0506	74,754
Goodrich Area Schools		060460-0506	8,940
Grand Blanc Community Schools		060460-0506	30,992
International Academy		060460-0506	2,384
Kearsley Community Schools		060460-0506	10,728
LakeVille Community Schools		060460-0506	10,132
Madison Academy		060460-0506	596
Montrose Community Schools		060460-0506	8,940
Mt. Morris Consolidated Schools		060460-0506	34,568
Northridge Academy		060460-0506	1,788
Richfield Academy		060460-0506	1,192
Swartz Creek Community Schools		060460-0506	16,688
Westwood Heights		060460-0506	1,192
Woodland Park		060460-0506	1,788
<u>Total IDEA Preschool Incentive (05-06)</u>			<u>\$520,562</u>

DUE TO SUBRECIPIENTS JULY 1, 2006	SUBRECIPIENT'S PRIOR YEAR EXPENDITURES	CURRENT YEAR CASH TRANSFERRED TO SUBRECIPIENTS	FEDERAL EXPENDITURES REPORTED BY SUBRECIPIENTS	DUE TO SUBRECIPIENTS JUNE 30, 2007
\$0	\$6,556	\$0	\$0	\$0
0	25,032	\$0	0	0
596	596	\$596	0	0
2,802	17,284	\$2,802	0	0
0	3,576	\$0	0	0
9,513	34,568	\$9,513	0	0
0	42,912	\$0	0	0
0	54,832	\$0	0	0
18,468	102,531	26,793	8,325	0
692	16,688	692	0	0
0	2,980	0	0	0
0	0	0	0	0
0	8,940	0	0	0
1,246	30,992	1,246	0	0
0	2,384	0	0	0
2,066	10,728	2,066	0	0
0	10,132	0	0	0
0	596	0	0	0
1,607	8,150	2,397	790	0
3,743	34,568	3,743	0	0
1,788	1,788	1,788	0	0
0	0	1,192	1,192	0
0	16,688	0	0	0
0	1,192	0	0	0
0	1,788	0	0	0
<u>\$42,521</u>	<u>\$435,501</u>	<u>\$52,828</u>	<u>\$10,307</u>	<u>\$0</u>

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PROVIDED TO SUBRECIPIENTS
FOR THE YEAR ENDED JUNE 30, 2007

FEDERAL GRANTOR/PROGRAM TITLE/ SUBRECIPIENT	FEDERAL CFDA NUMBER	SUBRECIPIENT PROJECT NUMBER	SUBRECIPIENT AWARD AMOUNT
<u>U.S. DEPARTMENT OF EDUCATION (Continued)</u>			
<u>IDEA Preschool Incentive (06-07)</u>	84.173		
Atherton Community Schools		070460-0607	\$3,144
Beecher School District		070460-0607	9,956
Bendle Public Schools		070460-0607	15,720
Bentley Community School District		070460-0607	7,860
Carman-Ainsworth School District		070460-0607	30,916
Center Academy		070460-0607	1,048
Clio Area Schools		070460-0607	27,248
Davison Community Schools		070460-0607	33,012
Fenton Area Public Schools		070460-0607	33,536
Flint Community Schools		070460-0607	99,560
Flushing Community Schools		070460-0607	20,960
Genesee School District		070460-0607	4,716
Genesee Intermediate School District		070460-0607	79,140
Goodrich Area Schools		070460-0607	9,432
Grand Blanc Community Schools		070460-0607	23,580
Kearsley Community Schools		070460-0607	15,720
Lake Fenton Community Schools		070460-0607	8,908
LakeVille Community Schools		070460-0607	4,716
Linden Community Schools		070460-0607	13,624
Linden Charter Academy		070460-0607	524
Montrose Community Schools		070460-0607	13,100
Mt. Morris Consolidated Schools		070460-0607	34,584
Northridge Academy		070460-0607	524
Richfield Public Academy		070460-0607	1,048
Swartz Creek Community Schools		070460-0607	14,148
Westwood Heights School District		070460-0607	2,620
Woodland Park		070460-0607	524
<u>Total IDEA Preschool Incentive (06-07)</u>			<u>\$509,868</u>
<u>Special Education - Infant & Toddlers Grant (05-06)</u>	84.181		
Carman-Ainsworth School District		051340-190	17,641
Easter Seals		051340-190	153,018
Flint Community Schools		051340-190	36,167
Grand Blanc Community Schools		051340-190	13,751
Mott Children's Health Center		051340-190	68,653
<u>Total Special Education - Infant & Toddlers Grant (05-06)</u>			<u>\$289,230</u>
<u>Special Education - Infant & Toddlers Grant (06-07)</u>	84.181		
Carman-Ainsworth School District		071340-190	7,900
Easter Seals		071340-190	77,039
Flint Community Schools		071340-190	22,000
Grand Blanc Community Schools		071340-190	13,750
Mott Children's Health Center		071340-190	59,000
<u>Total Special Education - Infant & Toddlers Grant (06-07)</u>			<u>\$179,689</u>

DUE TO SUBRECIPIENTS JULY 1, 2006	SUBRECIPIENT'S PRIOR YEAR EXPENDITURES	CURRENT YEAR CASH TRANSFERRED TO SUBRECIPIENTS	FEDERAL EXPENDITURES REPORTED BY SUBRECIPIENTS	DUE TO SUBRECIPIENTS JUNE 30, 2007
\$0	\$0	\$0	\$0	\$0
0	0	9,956	9,956	0
0	0	26,724	26,724	0
0	0	0	0	0
0	0	30,916	30,916	0
0	0	1,048	1,048	0
0	0	27,248	27,248	0
0	0	33,012	33,012	0
0	0	56,068	56,068	0
0	0	99,560	99,560	0
0	0	20,960	20,960	0
0	0	4,716	4,716	0
0	0	0	0	0
0	0	0	0	0
0	0	23,580	23,580	0
0	0	15,720	15,720	0
0	0	0	0	0
0	0	4,716	4,716	0
0	0	0	0	0
0	0	524	524	0
0	0	12,419	12,419	0
0	0	34,584	34,584	0
0	0	201	201	0
0	0	1,048	1,048	0
0	0	14,148	14,148	0
0	0	2,385	2,385	0
0	0	524	524	0
<u>\$0</u>	<u>\$0</u>	<u>\$420,057</u>	<u>\$420,057</u>	<u>\$0</u>
9,741	9,741	17,641	7,900	0
42,112	78,198	116,932	74,820	0
14,167	14,167	36,167	22,000	0
0	0	13,751	13,751	0
9,653	9,653	68,653	59,000	0
<u>\$75,673</u>	<u>\$111,759</u>	<u>\$253,144</u>	<u>\$177,471</u>	<u>\$0</u>
0	0	7,900	7,900	0
0	0	38,554	38,554	0
0	0	22,000	22,000	0
0	0	11,906	11,906	0
0	0	59,000	59,000	0
<u>\$0</u>	<u>\$0</u>	<u>\$139,360</u>	<u>\$139,360</u>	<u>\$0</u>

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PROVIDED TO SUBRECIPIENTS
FOR THE YEAR ENDED JUNE 30, 2007

FEDERAL GRANTOR/PROGRAM TITLE/ SUBRECIPIENT	FEDERAL CFDA NUMBER	SUBRECIPIENT PROJECT NUMBER	SUBRECIPIENT AWARD AMOUNT
<u>U.S. DEPARTMENT OF EDUCATION (Continued)</u>			
<u>Safe & Drug Free Grants - (04-05)</u>	84.186		
Atherton Community Schools		052860-0405	\$17,056
Beecher School District		052860-0405	3,806
Bendle Public Schools		052860-0405	24,556
Bentley Community School District		052860-0405	371
Carman-Ainsworth School District		052860-0405	13,628
Clio Area Schools		052860-0405	9,761
Davison Community Schools		052860-0405	11,416
Flushing Community Schools		052860-0405	10,617
Genesee School District		052860-0405	11,698
Goodrich Area Schools		052860-0405	6,455
Grand Blanc Community Schools		052860-0405	5,282
Kearsley Community Schools		052860-0405	9,897
Lake Fenton Community Schools		052860-0405	16,578
LakeVille Community Schools		052860-0405	8,993
Linden Community Schools		052860-0405	15,198
Mt Morris Consolidated Schools		052860-0405	15,977
New Lothrop Area Schools		052860-0405	1,516
<u>Total Safe & Drug Free Grants - (04-05)</u>			<u>\$182,805</u>
<u>Safe & Drug Free Grants - (05-06)</u>	84.186		
Almont Community Schools		062860-0506	3,230
Beecher School District		062860-0506	2,200
Bendle Public Schools		062860-0506	2,200
Bentley Community School District		062860-0506	205
Byron Area Schools		062860-0506	2,200
Carman-Ainsworth School District		062860-0506	1,132
Corunna Public Schools		062860-0506	2,600
Davison Community Schools		062860-0506	3,675
Flushing Community Schools		062860-0506	3,000
Grand Blanc Academy		062860-0506	1,071
Imlay City Christian Academy		062860-0506	1,400
Imlay City Community Schools		062860-0506	2,500
International Academy		062860-0506	1,223
Kearsley Community Schools		062860-0506	1,674
Lake Fenton Community Schools		062860-0506	2,200
LakeVille Community Schools		062860-0506	2,600
Laingsburg Community Schools		062860-0506	2,166
Lapeer County ISD		062860-0506	1,800
Linden Community Schools		062860-0506	1,588
Montrose Community Schools		062860-0506	2,017
Morrice Area Schools		062860-0506	1,392
Mt Morris Consolidated Schools		062860-0506	3,000
New Lothrop Area Schools		062860-0506	1,229
North Branch Schools		062860-0506	2,600
Owosso Public Schools		062860-0506	17,180
Swartz Creek Community Schools		062860-0506	498
Westwood Heights		062860-0506	956
<u>Total Safe & Drug Free Grants - (05-06)</u>			<u>\$67,536</u>

DUE TO SUBRECIPIENTS JULY 1, 2006	SUBRECIPIENT'S PRIOR YEAR EXPENDITURES	CURRENT YEAR CASH TRANSFERRED TO SUBRECIPIENTS	FEDERAL EXPENDITURES REPORTED BY SUBRECIPIENTS	DUE TO SUBRECIPIENTS JUNE 30, 2007
\$0	\$0	\$17,056	\$17,056	\$0
0	0	3,806	3,806	0
0	0	24,556	24,556	0
0	0	371	371	0
0	2,825	10,803	10,803	0
0	0	9,761	9,761	0
0	0	11,416	11,416	0
0	0	10,617	10,617	0
0	0	11,698	11,698	0
0	0	6,455	6,455	0
0	0	5,282	5,282	0
0	0	9,897	9,897	0
0	0	16,578	16,578	0
0	0	8,993	8,993	0
0	1,282	13,916	13,916	0
0	1,709	14,268	14,268	0
0	1,516	0	0	0
<u>\$0</u>	<u>\$7,332</u>	<u>\$175,473</u>	<u>\$175,473</u>	<u>\$0</u>
0	3,230	0	0	0
2,200	2,200	2,200	0	0
0	2,200	0	0	0
0	205	0	0	0
413	2,200	413	0	0
0	1,132	0	0	0
0	2,600	0	0	0
3,675	3,675	3,675	0	0
3,000	3,000	3,000	0	0
0	1,071	0	0	0
0	1,400	0	0	0
0	2,500	0	0	0
418	1,223	418	0	0
0	1,674	0	0	0
0	2,200	0	0	0
0	2,600	0	0	0
0	2,166	0	0	0
0	1,800	0	0	0
0	1,588	0	0	0
0	2,017	0	0	0
0	1,392	0	0	0
0	3,000	0	0	0
0	1,229	0	0	0
0	2,600	0	0	0
0	17,180	0	0	0
498	498	498	0	0
0	956	0	0	0
<u>\$10,204</u>	<u>\$67,536</u>	<u>\$10,204</u>	<u>\$0</u>	<u>\$0</u>

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PROVIDED TO SUBRECIPIENTS
FOR THE YEAR ENDED JUNE 30, 2007

FEDERAL GRANTOR/PROGRAM TITLE/ SUBRECIPIENT	FEDERAL CFDA NUMBER	SUBRECIPIENT PROJECT NUMBER	SUBRECIPIENT AWARD AMOUNT
<u>U.S. DEPARTMENT OF EDUCATION (Continued)</u>			
<u>Safe & Drug Free Grants - (06-07)</u>	84.186		
Almont Community Schools		072860-0506	\$2,068
Beecher School District		072860-0506	2,200
Bendle Public Schools		072860-0506	1,557
Bentley Community School District		072860-0506	1,959
Byron Area Schools		072860-0506	1,814
Carman-Ainsworth School District		072860-0506	2,996
Center Academy		072860-0506	792
Corunna Public Schools		072860-0506	2,000
Durand Area Schools		072860-0506	650
Goodrich Area Schools		072860-0506	2,248
Grand Blanc Academy		072860-0506	1,254
Imlay City Christian Academy		072860-0506	1,100
Imlay City Community Schools		072860-0506	2,600
International Academy		072860-0506	1,774
Kearsley Community Schools		072860-0506	598
Lake Fenton Community Schools		072860-0506	2,200
Lakeville Community Schools		072860-0506	2,599
Laingsburg Community Schools		072860-0506	2,184
Montrose Community Schools		072860-0506	1,700
Mt. Morris		072860-0506	3,000
North Branch Schools		072860-0506	2,600
Owosso Public Schools		072860-0506	28,131
Perry Public Schools		072860-0506	2,200
Resource Center		072860-0506	2,000
St. Roberts School		072860-0506	483
<u>Total Safe & Drug Free Grants - (06-07)</u>			\$72,707
<u>William F. Goodling Even Start Family Literacy Grant</u>			
<u>Even Start Family Literacy (05-06)</u>	84.213		
Carman-Ainsworth School District		060390/CO632CES	225,000
<u>Even Start Family Literacy (06-07)</u>	84.213		
Carman-Ainsworth School District		070390/DO720CES	225,000
<u>Career Technical Education Tech Prep - (05-06)</u>			
<u>Career Technical Education Tech Prep - (05-06)</u>	84.243		
Carman-Ainsworth School District		063540-6014-15	180
Flint Community Schools		063540-6014-15	11,094
Mott Community College		063540-6014-15	66,955
Shiawassee RESD		063540-6014-16	14,000
<u>Total Career Technical Education Tech Prep - (05-06)</u>			\$92,229
<u>Career Technical Education Tech Prep - (06-07)</u>			
<u>Career Technical Education Tech Prep - (06-07)</u>	84.243		
Flint Community Schools		073540-7014-15	18,645
Mott Community College		073540-7014-15	79,480
Shiawassee RESD		073540-7014-15	24,241
<u>Total Career Technical Education Tech Prep - (06-07)</u>			\$122,366

DUE TO SUBRECIPIENTS JULY 1, 2006	SUBRECIPIENT'S PRIOR YEAR EXPENDITURES	CURRENT YEAR CASH TRANSFERRED TO SUBRECIPIENTS	FEDERAL EXPENDITURES REPORTED BY SUBRECIPIENTS	DUE TO SUBRECIPIENTS JUNE 30, 2007
\$0	\$0	\$2,068	\$2,068	\$0
0	0	2,200	2,200	0
0	0	1,557	1,557	0
0	0	1,959	1,959	0
0	0	1,814	1,814	0
0	0	2,996	2,996	0
0	0	792	792	0
0	0	2,000	2,000	0
0	0	650	650	0
0	0	2,248	2,248	0
0	0	1,254	1,254	0
0	0	1,100	1,100	0
0	0	2,600	2,600	0
0	0	1,774	1,774	0
0	0	598	598	0
0	0	2,200	2,200	0
0	0	2,599	2,599	0
0	0	2,184	2,184	0
0	0	1,700	1,700	0
0	0	3,000	3,000	0
0	0	2,600	2,600	0
0	0	28,131	28,131	0
0	0	2,200	2,200	0
0	0	2,000	2,000	0
0	0	483	483	0
<u>\$0</u>	<u>\$0</u>	<u>\$72,707</u>	<u>\$72,707</u>	<u>\$0</u>
133,010	225,000	133,010	0	0
0	0	141,702	141,702	0
180	180	180	0	0
4,154	11,094	4,154	0	0
34,174	66,955	34,174	0	0
0	14,000	0	0	0
<u>\$38,508</u>	<u>\$92,229</u>	<u>\$38,508</u>	<u>\$0</u>	<u>\$0</u>
0	0	18,645	18,645	0
0	0	79,480	44,720	(34,760)
0	0	24,241	24,241	0
<u>\$0</u>	<u>\$0</u>	<u>\$122,366</u>	<u>\$87,606</u>	<u>(\$34,760)</u>

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PROVIDED TO SUBRECIPIENTS
FOR THE YEAR ENDED JUNE 30, 2007

FEDERAL GRANTOR/PROGRAM TITLE/ SUBRECIPIENT	FEDERAL CFDA NUMBER	SUBRECIPIENT PROJECT NUMBER	SUBRECIPIENT AWARD AMOUNT
<u>U.S. DEPARTMENT OF EDUCATION (Continued)</u>			
<u>General Fund - Innovative Education Program Strategies</u>			
<u>IASA Title V - (06-07)</u>	84.298		
Alpha Montessori School		070250-0607	\$118
Dukette Catholic School		070250-0607	101
Fairhaven Seventh-Day Adventist		070250-0607	16
Faith Baptist School		070250-0607	601
Genesee Academy		070250-0607	272
Genesee Christian School		070250-0607	638
Holy Family		070250-0607	956
Holy Redeemer		070250-0607	228
Holy Rosary Catholic		070250-0607	217
Kingdom Academy		070250-0607	105
Powers Catholic High School		070250-0607	1,250
St. John's - Fenton		070250-0607	868
St. John's Vienney Catholic School		070250-0607	476
St. Paul Lutheran School		070250-0607	331
St. Pius X Catholic School		070250-0607	281
St. Roberts School		070250-0607	481
St. Thomas Moore Academy		070250-0607	205
Valley Christian Academy		070250-0607	224
Valley School		070250-0607	89
<u>Total IASA Title V (06-07)</u>			<u>\$7,457</u>
 <u>General Fund - Mathematics and Science Partnerships</u>			
<u>Mathematics and Science Partnerships (05-06)</u>	84.366		
Kettering University		62410-MSPF2005	<u>23,585</u>
<u>TOTAL U.S. DEPARTMENT OF EDUCATION</u>			<u>\$37,640,929</u>

DUE TO SUBRECIPIENTS JULY 1, 2006	SUBRECIPIENT'S PRIOR YEAR EXPENDITURES	CURRENT YEAR CASH TRANSFERRED TO SUBRECIPIENTS	FEDERAL EXPENDITURES REPORTED BY SUBRECIPIENTS	DUE TO SUBRECIPIENTS JUNE 30, 2007
\$0	\$0	\$0	\$0	\$0
0	0	101	101	0
0	0	0	0	0
0	0	600	600	0
0	0	272	272	0
0	0	565	565	0
0	0	956	956	0
0	0	228	228	0
0	0	217	217	0
0	0	0	0	0
0	0	1,250	1,250	0
0	0	868	868	0
0	0	476	476	0
0	0	313	313	0
0	0	281	281	0
0	0	481	481	0
0	0	205	205	0
0	0	223	223	0
0	0	89	89	0
<u>\$0</u>	<u>\$0</u>	<u>\$7,125</u>	<u>\$7,125</u>	<u>\$0</u>
<u>23,585</u>	<u>23,585</u>	<u>23,585</u>	<u>0</u>	<u>0</u>
\$2,457,375	\$17,154,766	\$20,275,322	\$17,783,187	(\$34,760)

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PROVIDED TO SUBRECIPIENTS
FOR THE YEAR ENDED JUNE 30, 2007

FEDERAL GRANTOR/PROGRAM TITLE/ SUBRECIPIENT	FEDERAL CFDA NUMBER	SUBRECIPIENT PROJECT NUMBER	SUBRECIPIENT AWARD AMOUNT
<u>U.S. DEPARTMENT OF LABOR</u>			
<u>WIA Title I Year Round Youth Services (05-06)</u>	17.259		
Bendle Public Schools		007-K-5	\$741
Bentley Community School District		007-K-5	591
Carman-Ainsworth School District		007-K-5	1,032
Clio Community Schools		007-K-5	1,032
Davison Community Schools		007-K-5	591
Fenton Area Public Schools		007-K-5	391
Flushing Community Schools		007-K-5	782
Goodrich Area Schools		007-K-5	782
Grand Blanc Community Schools		007-K-5	782
Kearsley Community Schools		007-K-5	1,173
LakeVille Community Schools		007-K-5	1,182
Mt Morris Consolidated Schools		007-K-5	2,887
Swartz Creek Community Schools		007-K-5	882
Westwood Heights Schools		007-K-5	1,564
<u>Total WIA Title I Year Round Youth Services (05-06)</u>			<u>\$14,412</u>
<u>WIA Title I Year Round Youth Services (06-07)</u>	17.259		
Bentley Community School District		007-K-6	246
Carman-Ainsworth School District		007-K-6	492
Clio Community Schools		007-K-6	369
Davison Community Schools		007-K-6	123
Fenton Area Public Schools		007-K-6	123
Flushing Community Schools		007-K-6	246
Grand Blanc Community Schools		007-K-6	246
Kearsley Community Schools		007-K-6	123
Mt Morris Consolidated Schools		007-K-6	984
Swartz Creek Community Schools		007-K-6	369
Westwood Heights Schools		007-K-6	492
<u>Total WIA Title I Year Round Youth Services (06-07)</u>			<u>\$3,813</u>
<u>WIA SYETP (05-06)</u>	17.259		
Disability Network Center			8,000
Genesee Area Skill Center			32,996
<u>Total WIA SYETP (05-06)</u>			<u>\$40,996</u>
<u>WIA SYETP (06-07)</u>	17.259		
Genesee Area Skill Center			18,000
<u>TOTAL U.S. DEPARTMENT OF LABOR</u>			<u>\$77,221</u>

DUE TO SUBRECIPIENTS JULY 1, 2006	SUBRECIPIENT'S PRIOR YEAR EXPENDITURES	CURRENT YEAR CASH TRANSFERRED TO SUBRECIPIENTS	FEDERAL EXPENDITURES REPORTED BY SUBRECIPIENTS	DUE TO SUBRECIPIENTS JUNE 30, 2007
741	\$741	\$741	\$0	\$0
591	591	591	0	0
1,032	1,032	1,032	0	0
1,032	1,032	1,032	0	0
591	591	591	0	0
391	391	391	0	0
782	782	782	0	0
782	782	782	0	0
782	782	782	0	0
1,173	1,173	1,173	0	0
1,182	1,182	1,182	0	0
2,887	2,887	2,887	0	0
882	882	882	0	0
1,564	1,564	1,564	0	0
<u>\$14,412</u>	<u>\$14,412</u>	<u>\$14,412</u>	<u>\$0</u>	<u>\$0</u>
0	0	246	246	0
0	0	492	492	0
0	0	369	369	0
0	0	123	123	0
0	0	123	123	0
0	0	246	246	0
0	0	246	246	0
0	0	123	123	0
0	0	984	984	0
0	0	369	369	0
0	0	492	492	0
<u>\$0</u>	<u>\$0</u>	<u>\$3,813</u>	<u>\$3,813</u>	<u>\$0</u>
8,000	8,000	8,000	0	0
32,996	32,996	32,996	0	0
<u>\$40,996</u>	<u>\$40,996</u>	<u>\$40,996</u>	<u>\$0</u>	<u>\$0</u>
0	0	18,000	18,000	0
<u>\$55,408</u>	<u>\$55,408</u>	<u>\$77,221</u>	<u>\$21,813</u>	<u>\$0</u>

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PROVIDED TO SUBRECIPIENTS
FOR THE YEAR ENDED JUNE 30, 2007

FEDERAL GRANTOR/PROGRAM TITLE/ SUBRECIPIENT	FEDERAL CFDA NUMBER	SUBRECIPIENT PROJECT NUMBER	SUBRECIPIENT AWARD AMOUNT
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
<u>Medical Assistance Program Title XIX</u>	93.778		
<u>Medicaid Outreach (06-07)</u>			
Atherton Community Schools		N/A	\$4,876
Beecher School District		N/A	8,465
Bendle Public Schools		N/A	6,586
Bentley Community Schools		N/A	4,215
Carman-Ainsworth School District		N/A	23,222
Clio Area Schools		N/A	14,891
Davison Community Schools		N/A	22,544
Fenton Area Public Schools		N/A	15,862
Flint Community Schools		N/A	80,181
Flushing Community Schools		N/A	19,032
Genesee School District		N/A	4,214
Goodrich Area Schools		N/A	8,835
Grand Blanc Community Schools		N/A	32,108
Kearsley Community Schools		N/A	16,250
Lake Fenton Community Schools		N/A	7,095
LakeVille Community Schools		N/A	8,271
Linden Community Schools		N/A	13,616
Montrose Community Schools		N/A	7,582
Mt Morris Consolidated Schools		N/A	15,287
Swartz Creek Community Schools		N/A	17,990
Westwood Heights Schools		N/A	5,598
<u>TOTAL U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES</u>			<u>\$336,720</u>
<u>TOTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PROVIDED TO SUBRECIPIENTS</u>			<u>\$38,413,497</u>

DUE TO SUBRECIPIENTS JULY 1, 2006	SUBRECIPIENT'S PRIOR YEAR EXPENDITURES	CURRENT YEAR CASH TRANSFERRED TO SUBRECIPIENTS	FEDERAL EXPENDITURES REPORTED BY SUBRECIPIENTS	DUE TO SUBRECIPIENTS JUNE 30, 2007
\$0	\$0	\$4,876	\$4,876	\$0
0	0	8,465	8,465	0
0	0	6,586	6,586	0
0	0	4,215	4,215	0
0	0	23,222	23,222	0
0	0	14,891	14,891	0
0	0	22,544	22,544	0
0	0	15,862	15,862	0
0	0	80,181	80,181	0
0	0	19,032	19,032	0
0	0	4,214	4,214	0
0	0	8,835	8,835	0
0	0	32,108	32,108	0
0	0	16,250	16,250	0
0	0	7,095	7,095	0
0	0	8,271	8,271	0
0	0	13,616	13,616	0
0	0	7,582	7,582	0
0	0	15,287	15,287	0
0	0	17,990	17,990	0
0	0	5,598	5,598	0
<u>\$0</u>	<u>\$0</u>	<u>\$336,720</u>	<u>\$336,720</u>	<u>\$0</u>
<u>\$2,524,298</u>	<u>\$17,438,705</u>	<u>\$20,830,874</u>	<u>\$18,271,816</u>	<u>(\$34,760)</u>