



MONTHLY SCHOOL BOARD STANDING COMMITTEE MEETINGS

Educational Support Center
Board Meeting Room
3600-52nd Street
Kenosha, WI 53144

December 4, 2012

5:30 P.M. – Audit/Budget/Finance
6:00 P.M. – Joint Planning/Facilities/Equipment,
Personnel/Policy & Curriculum/Program
6:30 P.M. – Personnel/Policy
6:45 P.M. – Curriculum/Program

Please Note: Committee meetings may start early
if preceding meeting adjourns early.

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AUDIT/BUDGET/FINANCE – 5:30 P.M.

- A) Approval of Minutes – November 13, 2012..... Pages 1-2
- B) 2011-2012 Financial Audit Report Pages 3-54
- C) Information Items
 - 1) Monthly Financial Statements Pages 55-68
 - 2) Quarterly Grants Summary Page 69
- D) Future Agenda Items
- E) Adjournment

**JOINT PLANNING/FACILITIES/EQUIPMENT, PERSONNEL/POLICY
And CURRICULUM/PROGRAM – 6:00 P.M. or Immediately Following
Conclusion of Preceding Meeting**

Planning/Facilities/Equipment

- A) Approval of Minutes – November 13, 2012 Planning/
Facilities/Equipment Page 70

Joint Planning/Facilities/Equipment & Personnel/Policy

- B) Approval of Minutes – November 13, 2012 Joint
Planning/Facilities/Equipment & Personnel/Policy Page 71

Joint Personnel/Policy & Curriculum/Program

- C) Approval of Minutes – November 13, 2012 Joint
Personnel/Policy & Curriculum/Program Pages 72

Joint Planning/Facilities/Equipment & Curriculum/Program

- D) Promethean Board Update Pages 73-76

**Joint Planning/Facilities/Equipment, Personnel/Policy &
Curriculum/Program**

- E) Policy/Rule 6311 – Elementary School Classroom
Utilization Pages 77-82
- F) Adjournment

**PERSONNEL/POLICY – 6:30 P.M. or Immediately Following Conclusion of
Preceding Committee Meeting**

- A) Approval of Minutes – November 13, 2012Page 83
- B) Policy/Rule 1240 – Access to Public Records Pages 84-89
- C) Information Items
- D) Future Agenda Items
- E) Adjournment

**CURRICULUM/PROGRAM – 6:45 P.M. or Immediately Following Conclusion of
Preceding Meeting**

- A) Approval of Minutes – November 13, 2012 Curriculum/
Program and Joint Personnel/Policy & Curriculum/
Program..... Pages 90-92
- B) Information Item
 - 1) TOSA Wisconsin Technology Initiative Grant Pages 93-96
 - 2) Teacher Resource Guides Pages 97-105
 - 3) Special Education Update..... Pages 106-107
 - 4) School Based Health Centers Update
- C) Future Agenda Items
- D) Adjournment

<p>There may be a quorum of the board present at these Standing Committee meetings; however, under no circumstances will a board meeting be convened nor board action taken as part of the committee process. The three board members who have been appointed to each committee and the community advisors are the only voting members of the Standing Committees.</p>
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KENOSHA UNIFIED SCHOOL BOARD
AUDIT/BUDGET/FINANCE MEETING
Educational Support Center – Room 110
November 13, 2012
MINUTES

A meeting of the Kenosha Unified Audit/Budget/Finance Committee chaired by Mr. Gallo was called to order at 7:41 P.M. with the following Committee members present: Mr. Nuzzo, Mr. Bryan, Ms. Marcich, Mr. Kent, Mr. Aceto, Mr. Coleman, Ms. Adams, and Mr. Gallo. Dr. Hancock was also present.

Approval of Minutes – September 11, 2012 and October 9, 2012 Audit/Budget/Finance and October 9, 2012 Joint Audit/Budget/Finance and Curriculum/Program Meetings

Mr. Bryan moved to approve the minutes as contained in the agenda. Ms. Marcich seconded the motion. Unanimously approved.

Waiver of Policy 1330 – Use of District Facilities

Mrs. Sheronda Glass, Executive Director of Business, presented the Waiver of Policy 1330 – Use of District Facilities. She indicated that the National Alliance on Mental Illness (NAMI) Kenosha County, Inc. is requesting a waiver of user rental fees for the Reuther High School gymnasium and kitchen for their 23rd Annual Mental Health Awareness Community Outreach event on Saturday, December 1, 2012. The estimated user rental fee which is being requested is \$235.00 for the gymnasium (\$47/hr) and \$240.00 (\$48/hr) for the kitchen. Mrs. Glass informed the Committee that Administration's recommendation is that the kitchen user fee of \$240.00 be waived; however, that the custodial fee and the gymnasium fee (\$235.00) *not* be waived due to the fact that there is no custodial coverage on that date and the District would have to have a custodian open, clean, and close the auditorium for their event. Furthermore, the use of heat and electricity would also be utilized for their event.

Mr. Nuzzo moved to forward the Waiver of Policy 1330 – Use of District Facilities from the National Alliance on Mental Illness (NAMI) Kenosha County, Inc. to the full Board for consideration with the recommendation that the kitchen user fee of \$240.00 be waived. Mr. Kent seconded the motion. Unanimously approved.

Information Items

Mrs. Tina Schmitz, Chief Financial Officer, presented the Monthly Financial Reports. She indicated in compliance with State Statute and in a continuing effort to keep stakeholders informed of the financial matters, the following three reports will be posted electronically on the District's website under the Finance Department: 1) a Revenue Detail Report; 2) an Expenditure Detail Report; and 3) a Revenue and Expenditure Summary Report. Ms. Stevens suggested that this report be included in the next Board agenda as an informational/communication item.

Mrs. Schmitz presented the Monthly Financial Statements. She noted that the quarterly Fund 10 transfers, which were mentioned last month and which have previously been done at the end of the year, will begin next month.

Mrs. Schmitz indicated that Mr. Timothy Bleick, of Milliman, Inc., was present via telephone to answer any questions relating to the Other Post Employment Benefit Actuary Study. Mr. Bleick answered questions of the Committee members and disconnected at 8:24 P.M.

Future Agenda Items

Mr. Bryan requested a breakdown of overall budget dollar amounts and percentages pertaining to salaries and benefits for each bargaining group within the District.

Meeting adjourned at 8:37 P.M.

Stacy Schroeder Busby
School Board Secretary

Kenosha Unified School District No. 1
Kenosha, Wisconsin

December 4, 2012
Audit, Budget and Finance Committee

2011-2012 Financial Audit Report

The District's Auditor, Schenck Solutions, has concluded their financial audit of the District's financial statements. Attached is a draft of the Comprehensive Annual Financial Report (CAFR) for the year ended June 30, 2012 including the District's Financial Statements, and Notes that correspond to the Basic Financial Statements.

The 2012 Comprehensive Annual Financial Report for the fiscal year ended June 30, 2012 will be finalized this month. Starting in 2000-2001, the District began presenting the financial statements in the form of a CAFR. This process is considerably more involved than preparing the basic financial statements that were previously prepared and presented to the Board of Education by our auditor. This report includes comprehensive financial statements, a statistical section, and statements of achievements over the past year.

Administrative Recommendation

No formal Committee or Board action is required other than to acknowledge receipt of the audit results. The final Comprehensive Annual Financial Report (CAFR) will also be distributed to the Board, as information only, at their regular board meeting on December 18, 2012, and made available at the District's website for public viewing.

Dr. Michele Hancock
Superintendent of Schools

Tina M. Schmitz
Chief Financial Officer

COMPREHENSIVE ANNUAL FINANCIAL REPORT

**-DRAFT-
Financial
Statements
& Notes**

FOR THE FISCAL YEAR ENDED JUNE 30, 2012



**Kenosha Unified
School District**

maximizing the brilliance of children



KENOSHA UNIFIED SCHOOL DISTRICT
Statement of Net Assets
As of June 30, 2012

	Governmental Activities	Business-type Activities	Total
Assets			
Current assets:			
Cash and investments	\$ 38,944,495	\$ 395,352	\$ 39,339,847
Receivables:			
Taxes	20,886,158	-	20,886,158
Accounts	2,859,056	-	2,859,056
Due from other governments	7,275,811	196,934	7,472,745
Internal balances	-	-	-
Inventories and prepaid items	4,331,514	123,547	4,455,061
Total current assets	74,297,034	715,833	75,012,867
Noncurrent assets:			
Land	8,693,976	-	8,693,976
Construction in progress	50,581,201	-	50,581,201
Site improvements	6,208,343	-	6,208,343
Buildings and building improvements	156,615,223	-	156,615,223
Furniture and equipment	44,774,291	2,599,790	47,374,081
Less: Accumulated depreciation	(102,301,764)	(1,407,790)	(103,709,554)
Total noncurrent assets	164,571,270	1,192,000	165,763,270
Total assets	238,868,304	1,907,833	240,776,137
Liabilities			
Current liabilities:			
Accounts payable	1,600,158	-	1,600,158
Short-term notes payable	34,000,000	-	34,000,000
Accrued Liabilities			
Payroll, payroll taxes, insurance	22,059,069	-	22,059,069
Interest	1,346,263	-	1,346,263
Unearned revenue	109,320	155,755	265,075
Current portion of long-term obligations	12,589,672	-	12,589,672
Total current liabilities	71,704,482	155,755	71,860,237
Noncurrent liabilities:			
Noncurrent portion of long-term obligations	177,262,308	-	177,262,308
Total non-current liabilities	177,262,308	-	177,262,308
Total liabilities	248,966,790	155,755	249,122,545
Net Assets			
Invested in capital assets, net of related debt	68,114,667	1,192,000	69,306,667
Restricted for:			
Debt service	24,177	-	24,177
Food service	-	560,078	560,078
Unrestricted (deficit)	(78,237,330)	-	(78,237,330)
Total net assets	(10,098,486)	1,752,078	(8,346,408)
Total liabilities and net assets	\$ 238,868,304	\$ 1,907,833	\$ 240,776,137

The Notes to the Basic Financial Statements are in integral part of this statement.

KENOSHA UNIFIED SCHOOL DISTRICT
Statement of Activities
For the Year ended June 30, 2012

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Government Activities	Business-Type Activities	Total
Governmental activities:						
Instruction:						
Regular instruction	\$ 128,336,544	\$ 1,003,151	\$ 8,367,623	\$ (118,965,770)		\$ (118,965,770)
Vocational instruction	4,766,726	46,130	223,855	(4,496,741)		(4,496,741)
Special education instruction	38,506,917	-	17,012,216	(21,494,701)		(21,494,701)
Other instruction	8,614,653	67,655	487,502	(8,059,495)		(8,059,495)
Total Instruction	180,224,840	1,116,936	26,091,196	(153,016,708)		(153,016,708)
Support services:						
Pupil services	16,501,657	-	2,772,076	(13,729,581)		(13,729,581)
Instructional staff services	14,706,861	-	1,256,003	(13,450,858)		(13,450,858)
General administration services	1,346,054	-	-	(1,346,054)		(1,346,054)
School administration services	15,453,446	-	155,548	(15,297,898)		(15,297,898)
Business services	3,668,185	-	233,180	(3,435,005)		(3,435,005)
Operations & maintenance of plant	27,324,006	-	-	(27,324,006)		(27,324,006)
Pupil transportation services	6,783,815	-	1,269,447	(5,514,368)		(5,514,368)
Central services	7,714,879	-	-	(7,714,879)		(7,714,879)
Insurance	1,338,975	-	-	(1,338,975)		(1,338,975)
Other support services	1,814,429	-	-	(1,814,429)		(1,814,429)
Community services	1,399,386	178,379	-	(1,221,007)		(1,221,007)
Interest and fiscal charges	6,903,323	-	1,246,724	(5,656,599)		(5,656,599)
Total Support Services	104,955,016	178,379	6,932,979	(97,843,658)		(97,843,659)
Total governmental activities	285,179,856	1,295,315	33,024,175	(250,860,366)		(250,860,367)
Business-type activities:						
School food service program	8,624,098	3,099,388	5,713,339		188,629	188,629
Total school district	\$ 293,803,954	\$ 4,394,703	\$ 38,737,514	(250,860,366)	188,629	(250,671,738)
General revenues:						
Taxes						
Property taxes, levied for general purposes				77,070,827	-	77,070,827
Property taxes, levied for debt services				14,625,987	-	14,625,987
Property taxes, levied for community services				1,984,170	-	1,984,170
Other taxes				307,072	-	307,072
State and federal aids not restricted to specific functions						
General				142,393,589	-	142,393,589
Other				2,784,406	-	2,784,406
Interest and investment earnings				71,411	204	71,615
Miscellaneous				8,177,329	-	8,177,329
Total general revenues				247,414,791	204	247,414,995
Change in net assets				(3,445,575)	188,833	(3,256,744)
Net assets - beginning of year (restated)				(6,652,911)	1,563,245	(5,089,666)
Net assets - end of year				\$ (10,098,486)	\$ 1,752,078	\$ (8,346,408)

The Notes to the Basic Financial Statements are in integral part of this statement.

KENOSHA UNIFIED SCHOOL DISTRICT
Balance Sheet
Governmental Funds
As of June 30, 2012

	General Fund	Debt Service Fund	Capital Projects Fund	Other Gov't Funds	Total Gov't Funds
Assets					
Cash and investments	\$ 38,296,273	\$ 24,177	\$ 341,397	\$ 282,648	\$ 38,944,495
Receivables:					
Taxes	20,886,158	-	-	-	20,886,158
Accounts	2,857,666	-	-	1,390	2,859,056
Due from other funds	173,229	-	-	-	173,229
Due from other governments	7,122,549	-	-	153,262	7,275,811
Inventories and prepaid items	4,317,847	-	-	13,667	4,331,514
Total assets	73,653,722	24,177	341,397	450,967	74,470,263
Liabilities and Fund Balances					
Liabilities:					
Short-term notes payable	34,000,000	-	-	-	34,000,000
Accounts payable	1,600,158	-	-	-	1,600,158
Accrued Liabilities					
Payroll, payroll taxes, insurance	22,059,069	-	-	-	22,059,069
Interest	201,447	-	-	-	201,447
Deferred revenue	109,320	-	-	-	109,320
Due to other funds	-	-	-	173,229	173,229
Total liabilities	57,969,994	-	-	173,229	58,143,223
Fund Balances:					
Nonspendable	4,317,847	-	-	-	4,317,847
Restricted for capital projects	-	-	341,397	-	341,397
Restricted for debt service	-	24,177	-	-	24,177
Assigned for community services	-	-	-	277,738	277,738
Unassigned	11,365,881	-	-	-	11,365,881
Total fund balances	15,683,728	24,177	341,397	277,738	16,327,040
Total liabilities and fund balances	\$ 73,653,722	\$ 24,177	\$ 341,397	\$ 450,967	

Total net assets reported for governmental activities in the statement of net assets are different from the amount reported above as total governmental funds fund balance because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the fund statements. Amounts reported for governmental activities in the statement of net assets:

Governmental capital asset	266,873,034	
Governmental accumulated depreciation	(102,301,764)	164,571,270

Long term liabilities, including bonds and notes payable, are not due in the current period and therefore are not reported in the fund statements. Long-term liabilities reported in the statement of net assets that are not reported in the funds balance sheet are:

General obligation debt	(117,674,000)	
Unamortized loss on advance refunding	595,470	
Accrued interest on general obligation debt	(1,144,816)	
Accrued OPEB obligation	(68,364,317)	
Compensated absences	(4,409,133)	(190,996,796)

Total net assets - governmental activities **\$ (10,098,486)**

The Notes to the Basic Financial Statements are in integral part of this statement.

KENOSHA UNIFIED SCHOOL DISTRICT
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2012

	Total General Fund	Debt Service Fund	Capital Projects Fund	Other Gov't Funds	Total Gov't Funds
Revenues:					
Property taxes	\$ 77,377,899	\$ 14,625,987	\$ -	\$ 1,984,170	\$ 93,988,056
Other local sources	2,760,004	8,388	34,415	178,379	2,981,186
Interdistrict sources	358,267	-	-	-	358,267
Intermediate sources	60,065	-	-	-	60,065
State sources	155,070,668	-	-	-	155,070,668
Federal sources	19,666,245	-	-	1,800,201	21,466,446
Other sources	560,499	7,249,094	445,912	-	8,255,505
Total revenues	255,853,647	21,883,469	480,327	3,962,750	282,180,193
Expenditures:					
Current:					
Instruction:					
Regular instruction	117,379,742	-	-	-	117,379,742
Vocational instruction	4,556,221	-	-	-	4,556,221
Special instruction	35,212,234	-	-	1,109,528	36,321,762
Other instruction	8,155,357	-	-	-	8,155,357
Total instruction	165,303,554	-	-	1,109,528	166,413,082
Support Services					
Pupil services	15,326,200	-	-	270,745	15,596,945
Instructional staff services	13,905,015	-	-	31,200	13,936,215
General administration services	1,288,420	-	-	-	1,288,420
Building administration services	14,322,475	-	-	155,548	14,478,023
Business services	2,096,424	-	-	1,390,084	3,486,508
Operation and maintenance	25,725,609	-	368,510	-	26,094,119
Pupil transportation	6,783,011	-	-	-	6,783,011
Central services	7,451,170	-	-	-	7,451,170
Insurance	1,338,975	-	-	-	1,338,975
Community service	-	-	-	1,385,600	1,385,600
Other support services	1,814,429	-	-	-	1,814,429
Total support services	90,051,728	-	368,510	3,233,177	93,653,415
Debt Service:					
Principal	-	16,339,000	-	-	16,339,000
Interest and fiscal charges	432,716	7,160,915	-	-	7,593,631
Total debt service	432,716	23,499,915	-	-	23,932,631
Capital Outlay:					
Capital outlay	417,643	-	4,015,115	-	4,432,758
Total expenditures	256,205,641	23,499,915	4,383,625	4,342,705	288,431,886
Excess (deficiency) of revenues over expenditures	(351,994)	(1,616,446)	(3,903,298)	(379,955)	(6,251,693)
Other Financing Sources (Uses):					
Net transfers from/(to)	(774,263)	774,263	-	-	-
Long-term debt issued	-	9,275,000	-	-	9,275,000
Payments on debt refinancing	-	(9,169,313)	-	-	(9,169,313)
Total other financing sources (uses)	(774,263)	879,950	-	-	105,687
NET CHANGE IN FUND BALANCES	(1,126,257)	(736,496)	(3,903,298)	(379,955)	(6,146,006)
Fund balances - beginning of year	16,809,985	760,673	4,244,695	657,693	22,473,046
Fund balances - end of year	\$ 15,683,728	\$ 24,177	\$ 341,397	\$ 277,738	\$ 16,327,040

The Notes to the Basic Financial Statements are in integral part of this statement.

KENOSHA UNIFIED SCHOOL DISTRICT
Reconciliation of Statement Revenues, Expenditures and Changes in Fund Balances
of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2012

Net Change in Fund Balances - Total Governmental Funds **\$ (6,146,006)**

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

The acquisition of capital assets are reported in the governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net assets and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities.

Capital outlay reported in governmental fund statements	4,432,758	
Depreciation expense reported in the statement of activities	(4,400,434)	
Amount by which capital outlays are greater (less) than depreciation in the current period.		32,324

Some existing loans were refinanced during the year.

The amount of the loan is reported in the governmental funds as a source of financing. In the statement of net assets however, loans are not reported as a financing source, but rather constitute a long-term liability. The amount of loans reported in the governmental funds statement is:

	(9,275,000)	
		(9,275,000)

Certain employee benefits are reported in the government funds when amounts are due. The statement of activities reports the value of benefits earned during the year. This year the accrual of these benefits decreased by:

(13,809,601)

Repayment of principal on long-term debt is reported in the governmental funds as an expenditure, but is reported as a reduction in long-term debt in the statement of net assets and does not affect the statement of activities.

The amount of long-term debt principal payments in the current year is:		24,874,000
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In governmental funds interest payments on outstanding debt are reported as an expenditure when paid. In the statement of activities interest is reported as it accrues.

The amount of interest paid during the current period	7,160,915	
The amount of interest accrued during the current period	(6,877,676)	
Interest paid is greater (less) than interest accrued by		283,239

The District refunded a prior debt issue by placing financial resources in an irrevocable trust to be used to refund the defeased debt. In the statement of activities, the difference is amortized over the life of the refunded bonds

Payment on debt refinancing	9,169,313	
Book value of refunded debt	(8,535,000)	
		634,313

Current year amortization of loss on advance refunding		(38,843)
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Change in Net Assets - Governmental Activities		<u><u>\$ (3,445,575)</u></u>
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The Notes to the Basic Financial Statements are in integral part of this statement.

KENOSHA UNIFIED SCHOOL DISTRICT
Statement of Net Assets
Proprietary Fund
As of June 30, 2012
(With Summarized Financial Information as of June 30, 2011)

	Food Service Fund	
	2012	2011
Assets		
Current Assets:		
Cash and investments	\$ 395,352	\$ -
Due from other governments	196,934	792,173
Inventories and prepaid items	123,547	143,820
Total current assets	715,833	935,993
Noncurrent Assets:		
Furniture and equipment	2,599,790	2,418,015
Less accumulated depreciation	(1,407,790)	(1,335,634)
Total non-current assets	1,192,000	1,082,381
Total assets	\$ 1,907,833	\$ 2,018,374
Liabilities		
Current Liabilities:		
Due to other funds	\$ -	\$ 294,014
Accounts payable	-	10,127
Unearned revenue	155,755	150,988
Total liabilities	155,755	455,129
Net Assets		
Invested in capital assets	1,192,000	1,082,381
Restricted for food service	560,078	480,864
Total net assets	1,752,078	1,563,245
Total liabilities and net assets	\$ 1,907,833	\$ 2,018,374

The Notes to the Basic Financial Statements are in integral part of this statement.

KENOSHA UNIFIED SCHOOL DISTRICT
Statement of Revenues, Expenses and Changes in Net Assets
Proprietary Fund
For the Year Ended June 30, 2012
(With Summarized Financial Information for the Year Ended June 30, 2011)

	Food Service Fund	
	2012	2011
Revenues:		
Operating revenue		
Food sales	\$ 3,099,388	\$ 2,982,191
State sources	135,121	139,790
Federal sources	5,075,797	4,771,868
Federal commodities	502,421	443,831
Total operating revenues	8,812,727	8,337,680
Operating Expenses:		
Salaries and wages	2,317,410	2,170,942
Employer paid benefits	1,043,863	1,071,645
Purchased services	100,279	162,734
Supplies, food and materials	5,090,390	4,801,127
Depreciation	72,156	63,615
Total operating expenses	8,624,098	8,270,063
Operating income	188,629	67,617
Non-operating revenues:		
Investment earnings	204	1,454
Total non-operating revenues	204	1,454
Change in net assets	188,833	69,071
Net Assets - beginning of year	1,563,245	1,494,174
Net Assets - end of year	\$ 1,752,078	\$ 1,563,245

The Notes to the Basic Financial Statements are in integral part of this statement.

KENOSHA UNIFIED SCHOOL DISTRICT
Statement of Cash Flows
Proprietary Fund
For the Year Ended June 30, 2012
(With Summarized Financial Information for the Year Ended June 30, 2011)

	Food Service Fund	
	2012	2011
Cash Flows from Operating Activities		
Cash received from user charges	\$ 3,104,155	\$ 3,010,960
Cash received from other government payments	5,806,157	4,826,400
Cash payments to employees for services	(3,361,273)	(3,242,587)
Cash payments for utilities and other purchased services	(100,279)	(162,734)
Cash payments to suppliers for goods and services	(4,871,837)	(4,426,719)
Net cash provided by operating activities	576,923	5,320
Cash Flows from Capital and Related Financing Activities		
Cash payments for acquisition of capital assets	(181,775)	(6,774)
Net cash used by capital and related financing activities	(181,775)	(6,774)
Cash Flows from Investing Activities		
Interest received	204	1,454
Net cash provided by investing activities	204	1,454
Net increase in cash and cash equivalents	395,352	-
Cash and cash equivalents - beginning of year	-	-
Cash and cash equivalents - end of year	\$ 395,352	\$ -
Reconciliation of change of net assets to net cash provided (used) by operating activities:		
Operating income	\$ 188,629	\$ 67,617
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	72,156	63,615
Changes in assets and liabilities:		
Due from other governments	595,239	(85,259)
Due to (from) other funds	(294,014)	(122,191)
Accounts receivable	-	53
Accounts payable	(10,127)	9,989
Inventories and prepaid items	20,273	42,779
Unearned revenue	4,767	28,717
Net cash provided by operating activities	\$ 576,923	\$ 5,320
Noncash Operating Activities		
During the years, the District received commodities from the U.S. Department of Agriculture in the amount of:	\$ 502,421	\$ 443,831

The Notes to the Basic Financial Statements are in integral part of this statement.

KENOSHA UNIFIED SCHOOL DISTRICT
Statement of Net Assets
Fiduciary Funds
As of June 30, 2012

	Retiree Health Ins	Private Purpose Trusts	Agency Fund
Assets			
Cash and investments	\$ 3,669,165	\$ 243,880	\$ 1,348,408
Assets held in trust for OPEB	4,445,321	-	-
Total assets	8,114,486	243,880	1,348,408
Liabilities			
Accounts payable	8,069	-	600
Due to student groups	-	-	1,347,808
Total liabilities	8,069	-	1,348,408
Net assets			
Held in trust	8,106,417	243,880	-
Total liabilities and net assets	\$ 8,114,486	\$ 243,880	\$ 1,348,408

The Notes to the Basic Financial Statements are in integral part of this statement.

KENOSHA UNIFIED SCHOOL DISTRICT
Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
For the Year Ended June 30, 2012

	Retiree Health Ins	Private Purpose Trusts
ADDITIONS		
Employer contributions	\$ 4,739,082	\$ -
Interest income ⁽¹⁾	27,667,098	1,531
Other income	2,370,122	38
Total additions	<u>34,776,302</u>	<u>1,569</u>
DEDUCTIONS		
Trust fund distributions	5,782,706	1,000
Change in net assets	<u>28,993,596</u>	<u>569</u>
Net Assets (deficit)--beginning of year	(20,887,179)	243,311
Net Assets--end of year	<u>\$ 8,106,417</u>	<u>\$ 243,880</u>

⁽¹⁾ Includes forgiveness of moral obligation debt of \$27,649,483, and \$17,615 of interest

The Notes to the Basic Financial Statements are in integral part of this statement.

KENOSHA UNIFIED SCHOOL DISTRICT
Budgetary Comparison Schedule of Budget and Actual
Total General Fund
For the Year Ended June 30, 2012

	Original Budgeted Amounts			Final Budgeted Amounts			Actual Amounts			Variance with Final Budget Positive (Negative)
	Special Education	Other General Fund	Total General Fund	Special Education	Other General Fund	Total General Fund	Special Education	Other General Fund	Total General Fund	
Revenues:										
Property and other local taxes	\$ -	\$ 77,365,827	\$ 77,365,827	\$ -	\$ 77,365,827	\$ 77,365,827	\$ -	\$ 77,377,899	\$ 77,377,899	\$ 12,072
Other local sources	7,000	2,623,866	2,630,866	7,000	2,670,259	2,677,259	10,064	2,749,940	2,760,004	82,745
Interdistrict sources	20,000	300,000	320,000	20,000	300,000	320,000	20,601	337,666	358,267	38,267
Intermediate sources	-	59,500	59,500	-	59,500	59,500	-	60,065	60,065	565
State sources	10,555,000	144,510,532	155,065,532	10,555,000	144,524,036	155,079,036	10,535,821	144,534,847	155,070,668	(8,368)
Federal sources	5,904,022	10,999,703	16,903,725	6,928,040	11,302,173	18,230,213	8,492,167	11,174,078	19,666,245	1,436,032
Other sources	-	26,669	26,669	-	101,669	101,669	-	560,499	560,499	458,830
Total revenues	16,486,022	235,886,097	252,372,119	17,510,040	236,323,464	253,833,504	19,058,653	236,794,994	255,853,647	2,020,143
Expenditures:										
Instruction:										
Regular instruction	-	119,028,673	119,028,673	26,600	118,108,161	118,134,761	14,397	117,523,965	117,538,362	596,399
Vocational instruction	-	4,880,998	4,880,998	12,500	4,839,122	4,851,622	2,278	4,569,836	4,572,114	279,508
Special instruction	36,515,596	-	36,515,596	36,609,434	-	36,609,434	35,232,327	-	35,232,327	1,377,107
Other instruction	-	8,646,885	8,646,885	-	8,521,487	8,521,487	-	8,155,357	8,155,357	366,130
Total instruction	36,515,596	132,556,556	169,072,152	36,648,534	131,468,770	168,117,304	35,249,002	130,249,158	165,498,160	2,619,144
Support Services										
Pupil services	6,070,187	9,517,703	15,587,890	6,113,723	9,506,695	15,620,418	6,194,496	9,181,428	15,375,924	244,494
Instructional staff services	773,820	13,241,083	14,014,903	1,145,298	14,852,693	15,997,991	995,533	12,960,432	13,955,965	2,042,026
General administration services	-	1,432,349	1,432,349	-	1,382,118	1,382,118	-	1,288,420	1,288,420	93,698
Building administration services	-	14,407,342	14,407,342	10,500	14,399,916	14,410,416	-	14,340,935	14,340,935	69,481
Business services	15,000	2,062,598	2,077,598	15,000	2,116,703	2,131,703	16,735	2,079,689	2,096,424	35,279
Operations and maintenance	-	27,368,527	27,368,527	-	27,605,129	27,605,129	10,408	25,739,646	25,750,054	1,855,075
Pupil transportation	2,404,160	4,000,974	6,405,134	2,869,726	4,054,106	6,923,832	2,847,395	3,949,116	6,796,511	127,321
Central services	-	5,723,554	5,723,554	-	5,362,923	5,362,923	-	7,517,128	7,517,128	(2,154,205)
Insurance	-	1,354,957	1,354,957	-	1,354,957	1,354,957	-	1,338,975	1,338,975	15,982
Interest	-	506,943	506,943	-	505,943	505,943	-	432,716	432,716	73,227
Other support services	-	1,184,500	1,184,500	-	1,184,500	1,184,500	107,409	1,707,020	1,814,429	(629,929)
Total support services	9,263,167	80,800,530	90,063,697	10,154,247	82,325,683	92,479,930	10,171,976	80,535,505	90,707,481	1,772,449
Total expenditures	45,778,763	213,357,086	259,135,849	46,802,781	213,794,453	260,597,234	45,420,978	210,784,663	256,205,641	4,391,593
Excess (deficiency) of revenues over expenditures	(29,292,741)	22,529,011	(6,763,730)	(29,292,741)	22,529,011	(6,763,730)	(26,362,325)	26,010,331	(351,994)	6,411,736
Other Financing Sources (Uses):										
Transfer from/(to)	29,292,741	(30,759,834)	(1,467,093)	29,292,741	(30,759,834)	(1,467,093)	26,362,325	(27,136,588)	(774,263)	(692,830)
Net Change in Fund Balance	-	(8,230,823)	(8,230,823)	-	(8,230,823)	(8,230,823)	-	(1,126,257)	(1,126,257)	7,104,566
Fund balance - beginning of year	-	16,809,985	16,809,985	-	16,809,985	16,809,985	-	16,809,985	16,809,985	-
Fund balance - end of year	\$ -	\$ 8,579,162	\$ 8,579,162	\$ -	\$ 8,579,162	\$ 8,579,162	\$ -	\$ 15,683,728	\$ 15,683,728	\$ 7,104,566

KENOSHA UNIFIED SCHOOL DISTRICT
Combining Balance Sheet
Nonmajor Governmental Funds
As of June 30, 2012

	<u>Special Revenue Funds</u>		Total Nonmajor Gov't Funds
	Head Start Fund	Community Service Fund	
Assets			
Cash and investments	\$ -	\$ 282,648	\$ 282,648
Accounts receivable	-	1,390	1,390
Due from other governments	153,262	-	153,262
Inventories and prepaid items	13,667	-	13,667
Total assets	166,929	284,038	450,967
Liabilities and Fund Balances			
Liabilities:			
Accounts payable	-	-	-
Due to other funds	166,929	6,300	173,229
Total liabilities	166,929	6,300	173,229
Fund Balances:			
Assigned for community services	-	277,738	277,738
Total fund balances	-	277,738	277,738
Total liabilities and fund balances	\$ 166,929	\$ 284,038	\$ 450,967

KENOSHA UNIFIED SCHOOL DISTRICT
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2012

	Special Revenue Funds		Total Nonmajor Gov't Funds
	Head Start Fund	Community Service Fund	
Revenues:			
Property taxes	\$ -	\$ 1,984,170	\$ 1,984,170
Other local sources	-	178,379	178,379
Federal sources	1,800,201	-	1,800,201
Total revenues	1,800,201	2,162,549	3,962,750
Expenditures:			
Current:			
Instruction:			
Special education	1,109,528	-	1,109,528
Total Instruction	1,109,528	-	1,109,528
Support Services			
Pupil services	270,745	-	270,745
Instructional staff services	31,200	-	31,200
Building administration services	155,548	-	155,548
Business services	233,180	1,156,904	1,390,084
Community service	-	1,385,600	1,385,600
Total support services	690,673	2,542,504	3,233,177
Capital Outlay:			
Capital outlay	-	-	-
Total expenditures	1,800,201	2,542,504	4,342,705
Net Change in Fund Balances	-	(379,955)	(379,955)
Fund balances - beginning of year	-	657,693	657,693
Fund balances - end of year	\$ -	\$ 277,738	\$ 277,738

KENOSHA UNIFIED SCHOOL DISTRICT
Comparative Balance Sheets
Total General Fund
As of June 30, 2012 and 2011

	2012			2011		
	Special Education	Other General Fund	Total General Fund	Special Education	Other General Fund	Total General Fund
Assets						
Cash and investments	\$ (3,415,716)	\$ 41,711,989	\$ 38,296,273	\$ -	\$ 37,574,314	\$ 37,574,314
Receivables:						
Taxes	-	20,886,158	20,886,158	-	20,188,842	20,188,842
Accounts	2,540,601	317,065	2,857,666	2,319,995	2,542,046	4,862,041
Due from other funds	-	173,229	173,229	(4,227,519)	5,350,268	1,122,749
Due from other governments	875,302	6,247,247	7,122,549	1,907,524	8,278,873	10,186,397
Inventories and prepaid items	-	4,317,847	4,317,847	-	4,522,438	4,522,438
Total assets	187	73,653,535	73,653,722	-	78,456,781	78,456,781
Liabilities and Fund Balance						
Liabilities:						
Short-term notes payable	-	34,000,000	34,000,000	-	35,000,000	35,000,000
Accounts payable	187	1,599,971	1,600,158	-	3,372,724	3,372,724
Accrued liabilities						
Payroll, payroll taxes, insurance	-	22,059,069	22,059,069	-	22,979,795	22,979,795
Interest	-	201,447	201,447	-	291,375	291,375
Deferred revenue	-	109,320	109,320	-	2,902	2,902
Total liabilities	187	57,969,807	57,969,994	-	61,646,796	61,646,796
Fund Balance:						
Nonspendable	-	4,317,847	4,317,847	-	4,522,438	4,522,438
Unassigned	-	11,365,881	11,365,881	-	12,287,547	12,287,547
Total fund balance	-	15,683,728	15,683,728	-	16,809,985	16,809,985
Total liabilities and fund balance	\$ 187	\$ 73,653,535	\$ 73,653,722	\$ -	\$ 78,456,781	\$ 78,456,781

KENOSHA UNIFIED SCHOOL DISTRICT
Comparative Statements of Revenues, Expenditures and Changes in Fund Balance
General Fund
Budget and Actual
For the Years Ended June 30, 2012 and 2011

	2012							2011						
	Final Budget			Actuals			VARIANCE POSITIVE (NEGATIVE)	Final Budget			Actuals			VARIANCE POSITIVE (NEGATIVE)
	Special Education	Other General Fund	Total General Fund	Special Education	Other General Fund	Total General Fund		Special Education	Other General Fund	Total General Fund	Special Education	Other General Fund	Total General Fund	
Revenues:														
Property taxes	\$ -	\$ 77,365,827	\$ 77,365,827	\$ -	\$ 77,377,899	\$ 77,377,899	\$ 12,072	\$ -	\$ 79,457,892	\$ 79,457,892	\$ -	\$ 79,471,094	\$ 79,471,094	\$ 13,202
Other local sources	7,000	2,670,259	2,677,259	10,064	2,749,940	2,760,004	82,745	-	3,207,336	3,207,336	8,138	2,959,730	2,967,868	(239,468)
Interdistrict sources	20,000	300,000	320,000	20,601	337,666	358,267	38,267	-	306,000	306,000	21,740	315,958	337,698	31,698
Intermediate sources	-	59,500	59,500	-	60,065	60,065	565	-	81,517	81,517	-	78,481	78,481	(3,036)
State sources	10,555,000	144,524,036	155,079,036	10,535,821	144,534,847	155,070,668	(8,368)	10,163,463	154,213,513	164,376,976	10,444,563	154,334,277	164,778,840	401,864
Federal sources	6,928,040	11,302,173	18,230,213	8,492,167	11,174,078	19,666,245	1,436,032	8,824,280	16,662,847	25,487,127	7,713,778	13,724,132	21,437,910	(4,049,217)
Other sources	-	101,669	101,669	-	560,499	560,499	458,830	-	157,732	157,732	-	1,361,022	1,361,022	1,203,290
Total revenues	17,510,040	236,323,464	253,833,504	19,058,653	236,794,994	255,853,647	2,020,143	18,987,743	254,086,837	273,074,580	18,188,219	252,244,694	270,432,913	(2,641,667)
Expenditures:														
Instruction:														
Regular instruction	26,600	118,108,161	118,134,761	14,397	117,523,965	117,538,362	596,399	-	127,828,564	127,828,564	-	128,271,217	128,271,217	(442,653)
Vocational instruction	12,500	4,839,122	4,851,622	2,278	4,569,836	4,572,114	279,508	7,402	5,859,141	5,866,543	6,590	5,898,595	5,905,185	(38,642)
Special instruction	36,609,434	-	36,609,434	35,232,327	-	35,232,327	1,377,107	36,166,968	-	36,166,968	36,553,564	-	36,553,564	(386,596)
Other instruction	-	8,521,487	8,521,487	-	8,155,357	8,155,357	366,130	-	8,951,681	8,951,681	-	8,650,960	8,650,960	300,721
Total instruction	36,648,534	131,468,770	168,117,304	35,249,002	130,249,158	165,498,160	(2,619,144)	36,174,370	142,639,386	178,813,756	36,560,154	142,820,772	179,380,926	567,170
Support Services														
Pupil services	6,113,723	9,506,695	15,620,418	6,194,496	9,181,428	15,375,924	244,494	6,094,252	9,135,947	15,230,199	6,167,543	9,093,449	15,260,992	(30,793)
Instructional staff services	1,145,298	14,852,693	15,997,991	995,533	12,960,432	13,955,965	2,042,026	1,941,582	14,393,804	16,335,386	1,778,673	14,244,741	16,023,414	311,972
General administration services	-	1,382,118	1,382,118	-	1,288,420	1,288,420	93,698	-	1,654,159	1,654,159	-	1,667,468	1,667,468	(13,309)
Building administration services	10,500	14,399,916	14,410,416	-	14,340,935	14,340,935	69,481	-	15,315,508	15,315,508	-	15,468,744	15,468,744	(153,236)
Business services	15,000	2,116,703	2,131,703	16,735	2,079,689	2,096,424	35,279	20,000	1,639,862	1,659,862	18,079	5,098,080	5,116,159	(3,456,297)
Operations and maintenance	-	27,605,129	27,605,129	10,408	25,739,646	25,750,054	1,855,075	-	26,642,101	26,642,101	-	26,874,250	26,874,250	(232,149)
Pupil transportation	2,869,726	4,054,106	6,923,832	2,847,395	3,949,116	6,796,511	127,321	3,041,211	4,832,938	7,874,149	3,117,881	3,933,998	7,051,879	822,270
Central services	-	5,362,923	5,362,923	-	7,517,128	7,517,128	(2,154,205)	-	6,247,135	6,247,135	-	6,826,525	6,826,525	(579,390)
Insurance	-	1,354,957	1,354,957	-	1,338,975	1,338,975	15,982	-	624,957	624,957	-	568,192	568,192	56,765
Principal and interest	-	505,943	505,943	-	432,716	432,716	73,227	-	506,943	506,943	-	508,277	508,277	(1,334)
Other support services	-	1,184,500	1,184,500	107,409	1,707,020	1,814,429	(629,929)	-	1,184,500	1,184,500	58,800	1,465,072	1,523,872	(339,372)
Total support services	10,154,247	82,325,683	92,479,930	10,171,976	80,535,505	90,707,481	1,772,449	11,097,045	82,177,854	93,274,899	11,140,976	85,748,796	96,889,772	(3,614,873)
Total expenditures	46,802,781	213,794,453	260,597,234	45,420,978	210,784,663	256,205,641	4,391,593	47,271,415	224,817,240	272,088,655	47,701,130	228,569,568	276,270,698	(4,182,043)
Excess (deficiency) of revenues over expenditures	(29,292,741)	22,529,011	(6,763,730)	(26,362,325)	26,010,331	(351,994)	6,411,736	(28,283,672)	29,269,597	985,925	(29,512,911)	23,675,126	(5,837,785)	(6,823,710)
Other Financing Sources (Uses):														
Transfer from/(to)	29,292,741	(30,759,834)	(1,467,093)	26,362,325	(27,136,588)	(774,263)	692,830	28,283,672	(29,269,597)	(985,925)	29,512,911	(30,498,836)	(985,925)	-
Net Change in Fund Balance	-	(8,230,823)	(8,230,823)	-	(1,126,257)	(1,126,257)	7,104,566	-	-	-	-	(6,823,710)	(6,823,710)	(6,823,710)
Fund balance - beginning of year	-	16,809,985	16,809,985	-	16,809,985	16,809,985	-	-	23,633,695	23,633,695	-	23,633,695	23,633,695	-
Fund balance - end of year	\$ -	\$ 8,579,162	\$ 8,579,162	\$ -	\$ 15,683,728	\$ 15,683,728	\$ 7,104,566	\$ -	\$ 23,633,695	\$ 23,633,695	\$ -	\$ 16,809,985	\$ 16,809,985	\$ (6,823,710)

KENOSHA UNIFIED SCHOOL DISTRICT
Comparative Balance Sheets
Special Revenue Trust Fund
As of June 30, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Assets		
Cash and investments	\$ -	\$ -
Accounts receivable	-	-
Total assets	<u>-</u>	<u>-</u>
Liabilities and Fund Balance		
Liabilities:		
Accounts payable	-	-
Due to other funds	-	-
Total Liabilities	<u>-</u>	<u>-</u>
Fund Balance:	<u>-</u>	<u>-</u>
Total fund balance	<u>-</u>	<u>-</u>
Total liabilities and fund balance	<u>\$ -</u>	<u>\$ -</u>

KENOSHA UNIFIED SCHOOL DISTRICT
Comparative Statements of Revenues, Expenditures and Changes in Fund Balance
Special Revenue Trust Fund
Budget and Actual
For the Years Ended June 30, 2012 and 2011

	2012			2011		
	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
Revenues:						
Local revenues	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-	-	-
Expenditures:						
Other Instruction	-	-	-	-	-	-
Building administration services	-	-	-	-	-	-
Business services	-	-	-	-	-	-
Total expenditures	-	-	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	-	-	-	-
Net Change in Fund Balance	-	-	-	-	-	-
Fund balance - beginning of year	-	-	-	-	-	-
Fund balance - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

KENOSHA UNIFIED SCHOOL DISTRICT
Comparative Balance Sheets
Debt Service Fund
As of June 30, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Assets		
Cash and investments	\$ 24,177	\$ 760,673
Total assets	<u><u>24,177</u></u>	<u><u>760,673</u></u>
 Liabilities and Fund Balance		
Due to other funds	-	-
Total liabilities	<u>-</u>	<u>-</u>
 Fund Balance:		
Restricted for debt service	24,177	760,673
Total fund balance	<u><u>24,177</u></u>	<u><u>760,673</u></u>
 Total liabilities and fund balance	<u><u>\$ 24,177</u></u>	<u><u>\$ 760,673</u></u>

KENOSHA UNIFIED SCHOOL DISTRICT
Comparative Statements of Revenues, Expenditures and Changes in Fund Balance
Debt Service Fund
Budget and Actual
For the Years Ended June 30, 2012 and 2011

	2012			2011		
	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
Revenues:						
Property taxes	\$ 14,625,987	\$ 14,625,987	\$ -	\$ 13,520,354	\$ 13,520,354	\$ -
Earnings on investments and rebates	5,287	8,388	3,101	16,934	16,934	-
Other revenue	1,517,679	7,249,094	5,731,415	1,094,831	1,094,831	-
Total revenues	16,148,953	21,883,469	5,734,516	14,632,119	14,632,119	-
Expenditures:						
Support Services						
Debt service						
Principal	10,119,000	16,339,000	(6,220,000)	8,913,000	8,913,000	-
Interest and fiscal charges	6,698,894	7,160,915	(462,021)	7,105,686	7,105,686	-
Total expenditures	16,817,894	23,499,915	(6,682,021)	16,018,686	16,018,686	-
Excess (deficiency) of revenues over expenditures	(668,941)	(1,616,446)	(947,505)	(1,386,567)	(1,386,567)	-
Other Financing Sources (Uses)						
Transfer from	985,925	774,263	(211,662)	985,925	985,925	-
Long-term debt issued	-	9,275,000	(9,275,000)	9,500,000	9,500,000	-
Payment on debt refinancing	-	(9,169,313)	9,169,313	(9,500,000)	(9,500,000)	-
Total other financing sources (uses)	985,925	879,950	(317,349)	985,925	985,925	-
Net Change in Fund Balance	316,984	(736,496)	(1,264,854)	(400,642)	(400,642)	-
Fund balance - beginning of year	760,673	760,673	-	1,161,315	1,161,315	-
Fund balance - end of year	\$ 1,077,657	\$ 24,177	\$ (1,264,854)	\$ 760,673	\$ 760,673	\$ -

KENOSHA UNIFIED SCHOOL DISTRICT
Comparative Balance Sheets
Capital Projects Fund
As of June 30, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Assets		
Cash and investments	\$ 341,397	\$ 4,310,104
Total assets	<u><u>341,397</u></u>	<u><u>4,310,104</u></u>
 Liabilities and Fund Balance		
Liabilities:		
Accounts payable	-	65,409
Total Liabilities	<u>-</u>	<u>65,409</u>
 Fund Balance:		
Restricted for capital projects	341,397	4,244,695
Total fund balance	<u>341,397</u>	<u>4,244,695</u>
 Total liabilities and fund balance	<u><u>\$ 341,397</u></u>	<u><u>\$ 4,310,104</u></u>

KENOSHA UNIFIED SCHOOL DISTRICT
Comparative Statements of Revenues, Expenditures and Changes in Fund Balance
Capital Projects Fund
Budget and Actual
For the Years Ended June 30, 2012 and 2011

	2012			2011		
	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
Revenues:						
Interest income	\$ 34,415	\$ 34,415	\$ -	\$ 35,000	\$ 219,553	\$ 184,553
Other sources	-	445,912	445,912	-	-	-
Total revenues	34,415	480,327	445,912	35,000	219,553	184,553
Expenditures:						
Current:						
Support Services						
Operation and maintenance	456,310	368,510	87,800	-	-	-
Capital Outlay:						
New construction	3,822,800	4,015,115	(192,315)	17,868,691	16,545,999	1,322,692
Total expenditures	4,279,110	4,383,625	(104,515)	17,868,691	16,545,999	1,322,692
Net Change in Fund Balance	(4,244,695)	(3,903,298)	341,397	(17,833,691)	(16,326,446)	1,507,245
Fund balance - beginning of year	4,244,695	4,244,695	-	20,571,141	20,571,141	-
Fund balance - end of year	\$ -	\$ 341,397	\$ 341,397	\$ 2,737,450	\$ 4,244,695	\$ 1,507,245

KENOSHA UNIFIED SCHOOL DISTRICT
Comparative Balance Sheets
Head Start Fund
As of June 30, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Assets		
Prepays	\$ 13,667	\$ -
Due from other governments	153,262	849,129
Total assets	<u>166,929</u>	<u>849,129</u>
Liabilities and Fund Balance		
Liabilities:		
Accounts payable	-	20,394
Due to other funds	166,929	828,735
Total liabilities	<u>166,929</u>	<u>849,129</u>
Fund Balance:	<u>-</u>	<u>-</u>
Total liabilities and fund balance	<u>\$ 166,929</u>	<u>\$ 849,129</u>

KENSOSHA UNIFIED SCHOOL DISTRICT
Comparative Statements of Revenues, Expenditures and Changes in Fund Balance
Head Start Fund
Budget and Actual
For the Years Ended June 30, 2012 and 2011

	2012			2011		
	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
Revenues:						
Federal sources	\$ 1,968,420	\$ 1,800,201	\$ (168,219)	\$ 2,047,632	\$ 2,047,632	\$ -
Total revenues	1,968,420	1,800,201	(168,219)	2,047,632	2,047,632	-
Expenditures:						
Special education	1,214,835	1,109,528	105,307	1,321,871	1,280,212	41,659
Total instruction	1,214,835	1,109,528	105,307	1,321,871	1,280,212	41,659
Support Services						
Pupil services	303,272	270,745	32,527	237,725	213,576	24,149
Instructional staff services	31,315	31,200	115	31,315	59,194	(27,879)
School building administration	168,219	155,548	12,671	218,174	227,497	(9,323)
Business services	250,779	233,180	17,599	238,547	267,153	(28,606)
Total support services	753,585	690,673	62,912	725,761	767,420	(41,659)
Total expenditures	1,968,420	1,800,201	168,219	2,047,632	2,047,632	-
Net Change in Fund Balance	-	-	-	-	-	-
Fund balance - beginning of year	-	-	-	-	-	-
Fund balance - end of year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

KENOSHA UNIFIED SCHOOL DISTRICT
Comparative Balance Sheets
Community Service Fund
As of June 30, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Assets		
Cash and investments	\$ 282,648	\$ 626,775
Accounts receivable	1,390	30,918
Total assets	<u>284,038</u>	<u>657,693</u>
 Liabilities and Fund Balance		
Liabilities:		
Accounts Payable	-	-
Due to Other Funds	6,300	-
Total liabilities	<u>6,300</u>	<u>-</u>
 Fund Balance:		
Assigned	277,738	657,693
Total fund balance	<u>277,738</u>	<u>657,693</u>
 Total liabilities and fund balance	<u>\$ 284,038</u>	<u>\$ 657,693</u>

KENOSHA UNIFIED SCHOOL DISTRICT
Comparative Statements of Revenues, Expenditures and Changes in Fund Balance
Community Service Fund
Budget and Actual
For the Years Ended June 30, 2012 and 2011

	2012			2011		
	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
Revenues:						
Property taxes	\$ 1,981,240	\$ 1,984,170	\$ 2,930	\$ 1,981,240	\$ 1,984,300	\$ 3,060
Other local sources	124,725	178,379	53,654	124,725	247,903	123,178
Total revenues	2,105,965	2,162,549	56,584	2,105,965	2,232,203	126,238
Expenditures:						
Support Services						
Business services	762,519	1,156,904	(394,385)	869,177	866,169	3,008
Community service	1,677,763	1,385,600	292,163	1,362,181	1,458,807	(96,626)
Total expenditures	2,440,282	2,542,504	(102,222)	2,231,358	2,324,976	(93,618)
Net Change in Fund Balance	(334,317)	(379,955)	(45,638)	(125,393)	(92,773)	32,620
Fund balance - beginning of year	657,693	657,693	-	750,466	750,466	-
Fund balance - end of year	\$ 323,376	\$ 277,738	\$ (45,638)	\$ 625,073	\$ 657,693	\$ 32,620

KENOSHA UNIFIED SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Year Ended June 30, 2012

Note 1 - Summary of Significant Accounting Policies

The financial statements of the Kenosha Unified School District No. 1 (the "District") have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The significant accounting principles and policies utilized by the District are described below.

Note 1(a) - Reporting Entity

The Kenosha Unified School District No. 1 is organized as a common school district governed by an elected seven-member school board. The District operates grades pre-kindergarten through grade 12, Head Start, and several adult education and recreation programs. The District is comprised of three municipal taxing districts (Kenosha, Pleasant Prairie, and Somers).

The accompanying financial statements present the activities of the Kenosha Unified School District No. 1 under GASB Statement 14 and 39 criteria. The school district is not a component unit of another reporting entity nor does it have any component units.

Note 1(b) - Basis of Presentation

Government-Wide Statements

The statement of net assets and the statement of activities present financial information about the District's governmental and business-type activities. These statements include the financial activities of the overall government in its entirety, except those that are fiduciary. Eliminations have been made to minimize the double counting of internal transactions. These statements distinguish between the governmental and business-type activities of the District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in part by fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for business-type activities and for each function of the district's governmental activities. Direct expenses are those that are specifically associated with and are clearly identifiable to a particular function. Program revenues include (a) charges paid by the recipients of goods or services offered by the programs and (b) 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, including all taxes, are presented as general revenues.

Fund Financial Statements

The fund statements provide information about the District's funds, including fiduciary funds. Separate statements for each fund category - governmental, proprietary, and fiduciary - are presented. The emphasis of fund financial statements is on major governmental and enterprise funds; each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as non-major funds.

KENOSHA UNIFIED SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Year Ended June 30, 2012

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal value. Nonoperating revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities. The District reports on the following funds:

Major Governmental Funds:

General Fund. This is the District's primary operating fund. It accounts for all financial activity that is not required to be accounted for in another fund. The District follows the regulatory requirements of the Wisconsin Department of Public Instruction, which requires educational programs for students with disabilities to be reported in a separate Special Education Fund (Fund 27) from other instructional activities reported in the General Fund (Fund 10). Under GAAP, the activities of the Special Education Fund are reported with General Fund activities because excess expenditures are financed by a transfer from Fund 10. General fund sources include financial aid received from the state and federal government and payments from other school districts.

Debt Service Fund. This fund accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental activities.

Capital Projects Fund. This fund accounts for the resources restricted for the acquisition or construction of specific capital projects or items.

Non-Major Governmental Funds:

Head Start Fund. This fund is used to account for the federal Head Start program.

Community Service Fund. This fund is used to account for activities such as adult education, community recreation programs such as evening swimming pool operation and softball leagues, elderly food service programs, non-special education preschool, day care services, and other programs which are not elementary and secondary educational programs but have the primary function of serving the community.

The District operates one enterprise fund, the *Food Service Fund*. This fund accounts for the activities of the District's food service, generally school breakfast, lunch and snack programs.

The District accounts for assets held as an agent for various student and parent organizations in a fiduciary agency fund.

The District accounts for assets that are accumulated to finance retiree health insurance benefits in the fiduciary fund – retiree health insurance trust.

The District accounts for assets that are accumulated to finance scholarships in the fiduciary fund – private purpose trust.

KENOSHA UNIFIED SCHOOL DISTRICT
Notes to the Basic Financial Statements
For the Year Ended June 30, 2012

Note 1(c) - Measurement Focus and Basis of Accounting

The government-wide, proprietary, and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues from exchange transactions are recorded when earned and expenses from exchange transactions are recorded at the time liabilities are incurred, regardless of when the related cash transaction takes place. Nonexchange transactions, in which the District gives or receives value without directly receiving or giving equal value in exchange, 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.

The governmental fund statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments. Compensated absences are recognized as fund liabilities when they are due. General capital asset acquisitions are reported as expenditures in governmental funds. General long-term debt and acquisitions under capital leases are reported as other financing sources.

Under the terms of grant agreements, the District may fund certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Therefore, when program expenses are incurred, both restricted and unrestricted net assets may be available to finance the program. It is the District's policy to first apply cost-reimbursement grant resources to such programs, followed by general revenues.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Note 1(d) - Assets and Liabilities

Cash and Investments

The District's cash and cash equivalents consist of cash on hand, demand deposits, and short-term investments with original maturities of three months or less from date of acquisition. All funds share common (pooled) checking and investment accounts unless regulations require separate investment accounts, such as the debt service fund.

Investments are stated at fair value, which is the amount at which an investment could be exchanged in a current transaction between willing parties. Fair values are based on quoted market prices. No investments are reported at amortized cost. Adjustments necessary to record investments at fair value are recorded in the operating statement as increases or decreases in investment income. Investment income on commingled investments of several funds is allocated based on average investment balances.

For purposes of the statement of cash flows, all cash deposits and highly liquid investments with original maturities of three months or less from date of acquisition are considered to be cash equivalents.

KENOSHA UNIFIED SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Year Ended June 30, 2012

Property Tax Levy

Under Wisconsin law, personal property taxes and first and second installments real estate taxes are collected by city, town, and village treasurers who then make proportional settlement with the school district and county treasurer for those taxes collected on their behalf. Third installments real estate taxes and delinquent taxes are collected by the county treasurer who then makes settlement with the city, town, village and school districts before retaining any for county purposes. Taxes collected by the township are made in two installments, the first by the town, and the second by the county treasurer.

The District's property taxes are levied on or before October 31 on the equalized property valuation certified by the Department of Revenue. As permitted by a collecting municipality's ordinance, taxes may be paid in full or two or more installments with the first installment payable the subsequent January 31st, and a final payment no later than the following July 31st. The District is paid by the collecting municipality its proportionate share of tax collections received through the last day of the preceding month on or before January 15th, and by the 20th of each subsequent month thereafter. On or before August 20th, the County Treasurer makes full settlement to the District for any remaining balance. The County assumes all responsibility for delinquent real property taxes.

Property taxes are recognized as revenue in the period for which the taxes are levied. The 2011 tax levy is used to finance operations of the District's fiscal year ended June 30, 2012. All property taxes are considered due on January 1st, when an enforceable lien is assessed against the property and the taxpayer is liable for the taxes. All taxes are collected within 60 days of June 30th and are available to pay current liabilities.

Accounts Receivable

All accounts receivable are shown at gross amounts with uncollectible amounts recognized under the direct write-off method. No allowance for uncollectible accounts has been provided since it is believed that such allowance would not be material.

Inventories and Prepaid Items

Inventories are valued at cost using the first-in/first-out (FIFO) method. The costs of governmental fund type inventories are recorded as expenditures when consumed rather than when purchased. Prepaid items represent payments made by the District for which benefits extend beyond June 30.

These non-liquid assets (inventories and prepaid items) of governmental fund types are offset by nonspendable fund balance accounts to signify that a portion of fund balance is not available for other subsequent expenditures.

Due to / Due from Other Funds

The amounts reported on the statement of net assets for due to and due from other funds represents amounts due between different fund types (governmental activities and business-type activities). Eliminations have been made for amounts due to and due from within the same fund type. See Note 5(d) for a detailed description of the individual interfund balances as of June 30, 2012.

KENOSHA UNIFIED SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Year Ended June 30, 2012

Capital Assets

Capital assets are reported at actual cost or estimated historical costs, based on appraisals conducted by an independent third-party professional appraisal firm. Donated assets are reported at estimated fair market value at the time received.

Capitalization thresholds (the dollar valued above which asset acquisitions are added to the capital asset accounts), depreciation methods, and estimated useful lives of capital assets reported in the Government-wide statements and proprietary funds are as follows:

	Capitalization Threshold	Depreciation Method	Estimated Useful Life
Buildings	\$5,000	Straight-line	50 years
Building improvements	\$5,000	Straight-line	20 to 25 years
Site improvements	\$5,000	Straight-line	10 to 20 years
Furniture & equipment*	\$5,000	Straight-line	5 to 15 years
Computer & related technology*	\$5,000	Straight-line	4 to 10 years
Library books*	\$5,000	Straight-line	7 years

* For these categories, the District recognizes similar group purchases exceeding \$5,000 under the capitalization threshold for the year.

Deferred Revenues

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

Vested Employee Benefits

Compensated Absences. Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the School District will compensate the employees for the benefits through paid time off or some other means. The School District records a liability for accumulated unused vacation time when earned for all employees with more than one year of service.

Generally, sick leave can be accumulated up to a maximum of 95 to 120 days depending on the employment agreement. Accumulated sick time may not be taken in compensation but, upon retirement for certain collective bargaining groups, the employee is granted a payout equal to 50% of cumulative sick days times their daily rate. The District accrues that sick leave which it deems probable of payout for employee retirement. Only sick leave relating to employees qualifying for retirement is accrued.

The entire compensated absence liability is reported on the government-wide financial statements. The estimated liabilities include required salary-related payments. For governmental fund financial statements only, the matured compensated absences payable to currently terminating employees are reported as a liability.

KENOSHA UNIFIED SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Year Ended June 30, 2012

Retirement Plans. District employees participate in the Wisconsin Retirement System. All contributions made by the District on behalf of its employees are reported as expenditures when paid.

Post-Employment Benefits. The District provides varying amounts of health insurance to eligible retired employees until age 65, based on the employment agreement in existence at the date of their retirement. The benefit is offered to all employees who retire from the District on or after attaining age 55 (age 58 under a certain employment agreement) with at least fifteen years of service. The District will cover the cost of a single premium or a family premium based on the applicable employment agreement.

The District conducted an actuarial valuation study to determine the Unfunded Frozen Actuarial Accrued Liability and annual required contribution for the post-retirement healthcare and life insurance plans on the basis of GASB 45. See Note 5(f) for more detail.

Long-term Obligations

In the government-wide financial statements, and proprietary fund statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. For the government-wide statements and the proprietary fund statements, bond issuance costs are reported as deferred charges while bond discounts and premiums and gains and losses are included with long-term obligations. Issuance costs, bond premiums and discounts are amortized over the life of the issue using the straight-line method. Gains or losses on advanced refundings are amortized over the remaining life of the old debt or life of the new debt, whichever is shorter.

In the fund financial statements, governmental fund types recognize bond issuance costs, bond premium and discounts during the current period. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures while bond premiums and discounts are recorded as other financing sources or uses.

Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles 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.

Net Assets and Fund Equity

Government-wide and Proprietary Fund Statements

Equity is classified as net assets and displayed in three components:

- Invested in capital assets, net of related debt – Amount of capital assets, net of accumulated depreciation, less outstanding balances of any bonds, mortgages, notes, or other borrowing that are attributable to the acquisition, construction, or improvement of those assets.
- Restricted net assets – Amount of net assets that are subject to restrictions that are imposed by 1) external groups, such as creditors, grantors, contributors or laws or regulations of other governments or 2) law through constitutional provisions or enabling legislation.
- Unrestricted net assets – Net assets that are neither classified as restricted nor as investment in capital assets, net of related debt.

KENOSHA UNIFIED SCHOOL DISTRICT
Notes to the Basic Financial Statements
For the Year Ended June 30, 2012

Governmental Fund Financial Statements

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

- Nonspendable fund balance – Amounts that are not in spendable form (such as inventory, prepaid items, or long-term receivables) or are legally or contractually required to remain intact.
- Restricted fund balance – Amounts that are constrained for specific purposes by external parties (such as grantor or bondholders), through constitutional provisions, or by enabling legislation.
- Committed fund balance – Amounts that are constrained by specific purposes by action of the Board of Education. These constraints can only be removed or changed by the Board of Education using the same action that was used to create them.
- Assigned fund balance – Amounts that are constrained for specific purposes by action of District management. The Board of Education has authorized the Superintendent to assign fund balance. Residual amounts in any governmental fund, other than the General Fund, are also reported as assigned.
- Unassigned fund balance – Amounts that are available for any purpose. Unassigned amounts are only reported in the General Fund.

The District has adopted a fund balance spend down policy regarding the order in which fund balance will be utilized. Where applicable, the policy requires restricted funds to be spent first, followed by committed funds, and then assigned funds. Unassigned funds would be spent last.

Summarized Information

The basic financial statements include certain prior-year summarized information in total but not at the level of detail required for a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the District's financial statements for the year ended June 30, 2011 from which the summarized information was derived.

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KENOSHA UNIFIED SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Year Ended June 30, 2012

Note 2 - Explanation of certain differences between governmental fund statements and government-wide statements

Due to the differences in the measurement focus and basis of accounting used on the government fund statements and government-wide statements certain financial transactions are treated differently. The basic financial statements contain a full reconciliation of these items.

Note 2(a) - Explanation of differences between governmental funds statement of revenues, expenditures and changes in fund balances and the statement of activities

Differences between the governmental funds statement of revenues, expenditures and changes in fund balance and the statement of activities fall into three broad categories. The amounts shown in the columns on the following page represent:

1. Long-term revenue differences arise because governmental funds report revenues only when they are considered "available", whereas the statement of activities reports revenues when earned. Differences in long-term expenses arise because governmental funds report on a modified accrual basis whereas the accrual basis of accounting is used on the statement of activities. The long-term expenses reported below recognize the change in vested employee benefits.
2. Capital related differences include: 1) the difference between proceeds for the sale of capital assets reported on governmental fund statements and the gain or loss on the sale of assets as reported on the statement of activities, and 2) the difference between recording an expenditure for the purchase of capital items in the governmental fund statements and depreciation expense on those items as recorded in the statement of activities.
3. Long-term debt transaction differences occur because both interest and principal payments are recorded as expenditures in the governmental fund statements, whereas interest expense is recorded in the statement of activities as incurred, and principal payments are recorded as a reduction of liabilities in the statement of net assets.

Continued on Next Page

KENOSHA UNIFIED SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Year Ended June 30, 2012

Note 2(b) – Detailed Explanation of Differences between Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balance and the Statement of Activities.

	Total Governmental Funds	Long-term Revenues/ Expenses	Capital Assets		Long-term Debt Transactions	Statement of Activities Total
			Acquisitions	Depreciation		
Revenues and Other Sources						
Property taxes						
Property taxes	\$ 93,680,984	\$ -	\$ -	\$ -	\$ -	\$ 93,680,984
Other taxes	307,072	-	-	-	-	307,072
Other local sources:						
Interest and investment earnings	71,411	-	-	-	-	71,411
Charges for services	1,295,315	-	-	-	-	1,295,315
Miscellaneous	1,614,460	-	-	-	-	1,614,460
Interdistrict sources						
Other grants not restricted	358,267	-	-	-	-	358,267
Intermediate sources (general state and federal aids)						
Operating grants and contributions	60,065	-	-	-	-	60,065
State sources:						
Operating grants and contributions	12,268,189	-	-	-	-	12,268,189
General state aid	142,393,589	-	-	-	-	142,393,589
Other grants not restricted	408,890	-	-	-	-	408,890
Federal sources						
Operating grants and contributions	19,449,197	-	-	-	-	19,449,197
Other grants not restricted	2,017,249	-	-	-	-	2,017,249
Other revenue sources:						
Operating grants and contributions	1,246,724	-	-	-	-	1,246,724
Miscellaneous	7,008,781	-	-	-	(445,912)	6,562,869
Total revenues	282,180,193	-	-	-	(445,912)	281,734,281
Expenditures						
Regular Instruction	117,379,742	7,066,559	-	3,890,243	-	128,336,544
Vocational Instruction	4,556,221	189,528	-	20,977	-	4,766,726
Special Instruction	36,321,762	2,182,337	-	2,818	-	38,506,917
Other Instruction	8,155,357	412,538	-	46,758	-	8,614,653
Pupil Services	15,596,945	903,496	-	1,216	-	16,501,657
Instructional Staff Services	13,936,215	662,109	-	108,537	-	14,706,861
General Administration Services	1,288,420	56,894	-	740	-	1,346,054
School Administration Services	14,478,023	963,517	-	11,906	-	15,453,446
Business Services	3,486,508	127,170	-	54,507	-	3,668,185
Operations & Maintenance	26,094,119	1,017,119	-	212,768	-	27,324,006
Pupil Transportation	6,783,011	-	-	804	-	6,783,815
Central Services	7,451,170	214,549	-	49,160	-	7,714,879
Insurance	1,338,975	-	-	-	-	1,338,975
Community Service	1,385,600	13,786	-	-	-	1,399,386
Principal	16,339,000	-	-	-	(16,339,000)	-
Interest and fiscal charges	7,593,631	-	-	-	(690,308)	6,903,323
Other Support Services	1,814,429	-	-	-	-	1,814,429
Capital outlay	4,432,758	-	(4,432,758)	-	-	-
Total expenditures/expenses	288,431,886	13,809,602	(4,432,758)	4,400,434	(17,029,308)	285,179,856
Other Financing Source/Uses - Changes in Net Assets						
Debt proceeds	9,275,000	-	-	-	(9,275,000)	-
Payments on debt refinancing	(9,169,313)	-	-	-	9,169,313	-
Total Other	105,687	-	-	-	(105,687)	-
Net Change for Year Ended June 30, 2012	\$ (6,146,006)	\$ (13,809,602)	\$ 4,432,758	\$ (4,400,434)	\$ 16,477,709	\$ (3,445,575)

KENOSHA UNIFIED SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Year Ended June 30, 2012

Note 3 - Stewardship and compliance; violations of finance related legal/contractual provisions

The District did not have any material violation of legal or contractual provisions for the fiscal year ended June 30, 2012, except for the item disclosed in Footnote 6(f).

Note 4 - Detailed disclosures regarding assets and revenues

Note 4(a) - Cash and Investments

Deposit and Investment Risks

Cash and Investments

The debt service and capital service fund accounts for their transactions through separate and distinct bank and investment accounts as required by State Statutes. In addition, the agency fund uses separate and distinct accounts. All other funds share in common bank and investment accounts.

Invested cash consists of deposits and investments that are restricted by Wisconsin Statutes to the following: time deposits; repurchase agreements; securities issued by federal, state and local governmental entities; statutorily authorized commercial paper and corporate securities; and the Wisconsin local government investment pool. Investments in the private-purpose trust fund and employee benefit trust fund may be invested in other types of investments as authorized under Wisconsin Statute 881.01, "Uniform Prudent Investor Act".

The carrying amount of the District's cash and investments totaled \$49,046,621 on June 30, 2012 as summarized below:

Petty Cash Funds	\$ 6,090
Deposits with Financial Institutions	663,081
Investments	
Repurchase Agreements	2,174,767
Wisconsin Local Government Investment Pool	27,653,131
Wisconsin Investment Series Cooperative	18,549,552
	<u>\$ 49,046,621</u>

Reconciliation to the Basic Financial Statements:

Basic Financial Statements	
Cash and Investments	\$ 39,339,847
Fiduciary Funds	
Retiree Health Insurance Trust Fund	8,114,486
Private-Purpose Trust Fund	243,880
Agency Fund	1,348,408
	<u>\$ 49,046,621</u>

KENOSHA UNIFIED SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Year Ended June 30, 2012

Deposits and investments of the District are subject to various risks. Presented below is a discussion of the specific risks and the District's policy related to the risk.

Custodial Credit Risk

Custodial credit risk for *deposits* is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for *investments* is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. Wisconsin statutes require repurchase agreements to be fully collateralized by bonds or securities issued or guaranteed by the federal government or its instrumentalities. The District does not have an additional custodial credit risk policy.

Deposits with financial institutions within the State of Wisconsin are insured by the Federal Deposit Insurance Corporation (FDIC) in the amount of \$250,000 for time and savings deposits and \$250,000 for demand deposits per official custodian per insured depository institution. Deposits with financial institutions located outside the State of Wisconsin are insured by the FDIC in the amount of \$250,000 per official custodian per depository institution. Deposits with credit unions are insured by the National Credit Union Share Insurance Fund (NCUSIF) in the amount of \$250,000 per credit union member. In addition, the District's non-interest bearing transaction accounts are fully insured through December 31, 2012. Also, the State of Wisconsin has a State Guarantee Fund which provides a maximum of \$400,000 per public depository above the amount provided by an agency of the U.S. Government. However, due to the relatively small size of the State Guarantee Fund in relation to the Fund's total coverage, total recovery of insured losses may not be available.

On June 30, 2012, \$0 of the District's deposits with financial institutions were in excess of federal depository insurance limits and uncollateralized.

On June 30, 2012, the District held repurchase agreement investments of \$2,174,767 of which the underlying securities are held by the investment's counterparty, not in the name of the District.

On June 30, 2012, the District's retiree health insurance trust held secured notes with no value. These secured notes are held by the investments counterparty, but in the name of the trust.

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KENOSHA UNIFIED SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Year Ended June 30, 2012

Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Wisconsin statutes limit investments in securities to the top two ratings assigned by nationally recognized statistical rating organizations. The District does not have an additional credit risk policy. Presented below is the actual rating as of year-end for each investment type.

Wisconsin Local Government Investment Pool	<u>\$ 27,653,131</u>
Wisconsin Investment Series Cooperative	
Cash Management Series	3,548,261
Investment Series	1,291
Term Series Investment Pool	<u>15,000,000</u>
Subtotal	<u>18,549,552</u>
Total Investments (Original Cost)	<u>\$ 46,202,683</u>

Concentration of Credit Risk

The investment policy of the District contains no limitations on the amount that can be invested in any one issuer. Investments in any one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) that represent 5% or more of total District investments are as follows:

Issuer:	Wisconsin Investment Series Cooperative
Investment Type and Amount:	Cash Management Series (\$3,548,261)
Investment Type and Amount:	Term Series Investment Pool (\$15,000,000)

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the District manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations.

Information about the sensitivity of the fair values of the District's investments to market interest rate fluctuations is provided by the following that shows the distribution of the District's investments by maturity (all mature in 12 months or less):

Repurchase Agreements	\$ 2,174,767
Wisconsin Local Government Investment Pool	27,653,131
Wisconsin Investment Series Cooperative	<u>18,549,552</u>
Total Investments	<u>\$ 48,377,450</u>

KENOSHA UNIFIED SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Year Ended June 30, 2012

Investments with Fair Values Highly Sensitive to Interest Rate Fluctuations

The District's investments do not include investments that are highly sensitive to interest rate fluctuations.

Investment in Wisconsin Local Government Investment Pool

The District has investments in the Wisconsin local government investment pool of \$27,653,131 at year-end. The Wisconsin local government investment pool (LGIP) is part of the State Investment Fund (SIF), and is managed by the State of Wisconsin Investment Board. The SIF is not registered with the Securities and Exchange Commission, but operates under the statutory authority of Wisconsin Chapter 25. The SIF reports the fair value of its underlying assets annually. Participants in the LGIP have the right to withdraw their funds in total on one day's notice. At June 30, 2012, the fair value of the District's share of the LGIP's assets was substantially equal to the carrying value.

Investment in Wisconsin Investment Series Cooperative

The District has investments in the Wisconsin Investment Series Cooperative (WISC) of \$18,549,552 at year end consisting of \$3,548,261 invested in the Cash Management Series, \$1,291 invested in the Investment Series and \$15,000,000 invested in a term series investment pool. The Cash Management Series has no minimum investment period, allows check writing privileges, and the average dollar weighted maturity is ninety (90) days or less. The Investment Series requires a 14 day minimum investment period and one business day withdrawal notice, and the average dollar weighted maturity is one hundred twenty (120) days or less. Term series Investment Pools consist of allowable investments under the Wisconsin Statutes which have maturities between 30 days and one year. The maturity date of the District's investment is August 1, 2012.

WISC is organized by and operated exclusively for Wisconsin public schools, technical colleges, and municipal entities. WISC is not registered with the Securities and Exchange Commission, but operates under Wisconsin intergovernmental Cooperation Statute, Wisconsin Statutes, Section 66.0301. WISC is governed by the Wisconsin Investment Series Cooperative Commission in accordance with the terms of the Intergovernmental Cooperation Agreement. WISC invests District funds in accordance with Wisconsin law. WISC reports the fair value of its underlying assets, at amortized cost, on a monthly basis. At June 30, 2012, the fair value of the District's share of the WISC assets was substantially equal to the carrying value.

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KENOSHA UNIFIED SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Year Ended June 30, 2012

Note 4(b) - Capital assets

Capital asset balances and activity for the year ended June 30, 2012 were as follows:

	Beginning Balance	Prior Year Adjustments	Increases	Decreases	Ending Balance
Governmental activities:					
Capital assets not being depreciated:					
Sites (land)	\$ 8,693,976	\$ -	\$ -	\$ -	\$ 8,693,976
Construction in progress	54,761,783	(8,195,697)	4,015,115	-	50,581,201
Total capital assets not being depreciated	63,455,759	(8,195,697)	4,015,115	-	59,275,177
Capital assets being depreciated:					
Site Improvements	6,208,343	-	-	-	6,208,343
Buildings	149,204,300	-	-	-	149,204,300
Building improvements	7,224,290	-	186,633	-	7,410,923
Furniture and equipment	44,543,281	-	231,010	-	44,774,291
Total capital assets being depreciated	207,180,214	-	417,643	-	207,597,857
Less accumulated depreciation for:					
Site improvements	(4,021,823)	-	(295,119)	-	(4,316,942)
Buildings & building improvements	(54,670,452)	-	(2,976,399)	-	(57,646,851)
Furniture and equipment	(39,209,055)	-	(1,128,916)	-	(40,337,971)
Total accumulated depreciation	(97,901,330)	-	(4,400,434)	-	(102,301,764)
Total capital assets being depreciated, net of accumulated depreciation	109,278,884	-	(3,982,791)	-	105,296,093
Governmental activities capital assets, net of accumulated depreciation	\$ 172,734,643	\$ (8,195,697)	\$ 32,324	\$ -	\$ 164,571,270
Business-type activities:					
Capital assets being depreciated:					
Furniture & Equipment	\$ 2,418,015	\$ -	\$ 181,775	\$ -	\$ 2,599,790
Less accumulated depreciation	(1,335,634)	-	(72,156)	-	(1,407,790)
Business-type activities capital assets, net of accumulated depreciation	\$ 1,082,381	\$ -	\$ 109,619	\$ -	\$ 1,192,000

* Depreciation expense was charged to governmental functions as follows:

Regular instruction	\$ 3,890,243
Vocational instruction	20,977
Special education instruction	2,818
Other instruction	46,758
Pupil services	1,216
Instructional staff services	108,537
General administration services	740
School administration services	11,906
Business services	54,507
Operation and maintenance of plant	212,768
Pupil transportation services	804
Central services	49,160
Total depreciation for governmental activities	\$ 4,400,434

KENOSHA UNIFIED SCHOOL DISTRICT
Notes to the Basic Financial Statements
For the Year Ended June 30, 2012

Note 5 - Detailed Disclosures Regarding Liabilities and Expenditures

Note 5(a) - Short-Term Debt

The District issues tax anticipation notes in advance of property tax collections. The notes are necessary because payments for the year begin in July whereas the tax collections are received from the municipalities beginning in January. Short-term debt activity for the year ended June 30, 2012 was as follows:

<u>Balance</u>	<u>Beginning Issued</u>	<u>Issued</u>	<u>Redeemed</u>	<u>Ending Balance</u>
Tax anticipation notes	\$35,000,000	\$49,000,000	\$50,000,000	\$34,000,000

The \$34,000,000 Tax and Revenue Anticipation Promissory Notes matures on September 20, 2012 and bears interest of .79% per annum due at maturity.

See Note 5(b) for interest incurred and paid for the year ended June 30, 2012.

Note 5(b) - Long-Term Liabilities

Long-term liability balances and activity for the year ended June 30, 2012 were as follows:

Governmental Activities:	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due within One Year
General obligation debt					
Bonds and notes payable	\$133,273,000	\$ 9,275,000	\$ 24,874,000	\$ 117,674,000	\$11,128,000
Total general obligation debt	133,273,000	9,275,000	24,874,000	117,674,000	11,128,000
Unamortized loss on advance refunding	-	(634,313)	(38,843)	(595,470)	-
Other liabilities:					
Accrued OPEB Obligation	55,423,991	17,679,408	4,739,082	68,364,317	-
Compensated absences	3,539,857	4,470,652	3,601,376	4,409,133	1,461,672
Total other liabilities	58,963,848	22,150,060	8,340,458	72,773,450	1,461,672
Total Long-Term Liabilities	\$192,236,848	\$ 30,790,747	\$ 33,175,615	\$ 189,851,980	\$12,589,672

Total interest paid and accrued during the year:

	<u>Expense</u>	<u>Paid</u>
General obligation debt	\$ 6,877,676	\$ 7,160,915
Short-term borrowing	432,716	342,788
Total Interest Paid	\$ 7,310,392	\$ 7,503,703

KENOSHA UNIFIED SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Year Ended June 30, 2012

The full faith, credit, and taxing powers of the District secure all general obligation debt, including business-type activities, if any. Bonds and notes payable is comprised of the following individual issues:

Governmental Activities				
	Issue Dates	Interest Rates	Date of Maturity	Balance 6/30/2012
Bond - KOSL/Bain	10/10/02	2.75%-4.5%	04/01/16	\$ 8,775,000
Bond - Pension	11/26/02	3%-5.1%	04/01/18	1,300,000
Bond - Refinancing	06/15/05	3.75%-5.0%	04/01/16	10,900,000
G.O. promissory notes - Nash	02/01/06	3.24%-3.81%	04/01/25	18,985,000
Bond - Brass	06/20/07	3.69%-3.98%	04/01/27	6,680,000
Bond - Mahone	07/15/09	3.5%-5.0%	04/01/20	1,280,000
Bond - ITA Refinancing	07/15/09	4.00%-5.25%	04/01/24	20,425,000
Bond - ITA BAB	07/15/09	8.00%	04/01/29	20,000,000
State Trust Fund Loan - Reuther	06/10/10	4.25%	03/15/17	1,874,000
State Trust Fund Loan - Reuther	06/10/10	4.25%	03/15/18	1,575,000
State Trust Fund Loan - ITA	06/10/10	4.25%	03/15/19	9,753,000
State Trust Fund Loan - Reuther	06/10/10	4.25%	03/15/20	3,672,000
State Trust Fund Loan - OPEB	06/10/11	3.75%	04/01/21	3,500,000
Bond - Refinancing	02/15/12	3.75%	04/01/18	8,955,000
Total Bonds and Notes				\$ 117,674,000

The legal debt limit and margin of indebtedness is set at 10% of equalized value by Section 67.03 (1) (b), Wisconsin Statutes. The margin of indebtedness at June 30, 2012 is:

Equalized value certified by Wisconsin Department of Revenue for:	2012	\$9,196,472,052
Margin of indebtedness at 10%		919,647,205
Deduct long-term debt applicable to debt margin		117,674,000
Margin of Indebtedness		\$ 801,973,205

Aggregate cash flow requirements for retirement of long-term principal and interest on notes and bonds (including State Trust Loans) as of June 30, 2012 as follows:

Governmental Activities			
Year ended June 30	Principal	Interest	Total
2013	\$ 11,128,000	\$ 5,780,485	\$ 16,908,485
2014	11,641,000	5,354,599	16,995,599
2015	12,102,000	4,885,881	16,987,881
2016	11,763,000	4,390,499	16,153,499
2017	6,924,000	3,890,225	10,814,225
2018-2022	30,411,000	15,244,368	45,655,368
2023-2027	25,700,000	8,156,138	33,856,138
2028-2029	8,005,000	967,200	8,972,200
Totals	\$117,674,000	\$ 48,669,395	\$ 166,343,395

KENOSHA UNIFIED SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Year Ended June 30, 2012

Defeasance of Debt

On February 15, 2012, the District issued \$9,275,000 General Obligation Refunding Bonds to purchase U.S. Government and Local Government Series securities of \$9,169,313 which were placed in an irrevocable trust which, together with investment income, will be sufficient to pay the principal of and interest on the 2014 through 2018 maturities of the November 26, 2002 General Obligation Bonds (Refunded Obligations) up to and including April 1, 2013 (call date). This advance refunding was undertaken to reduce total debt service payments over the next two years by \$_____ and resulted in an economic gain (difference between the present value of the debt service payments of the refunded and refunding bonds) of \$_____.

In the current and prior years, the District defeased certain general obligation notes and bonds by placing the proceeds of new debt in an irrevocable trust to provide for all future debt service payments on the old debt. Accordingly, the trust account assets and liability for the defeased debt is not included in the District's financial statements. At June 30, 2012, \$11,295,000 of debt outstanding is considered defeased.

Note 5(c) - Operating Leases

The District leases buildings and other equipment under non-cancelable operating leases. Total costs for such leases were \$735,292 for facility leases, \$105,884 for vehicle leases, and \$296,199 for copier leases for the year ended June 30, 2012. The future minimum lease payments totaling \$2,373,269 for these leases are as follows:

Fiscal Years	Lease Total
2013	727,545
2014	545,406
2015	480,431
2016	118,826
2017	47,335
2018-2022	162,045
2023-2027	162,045
2028-2031	129,636
Totals	<u>\$ 2,373,269</u>

Note 5(d) - Interfund Balances and Activity

The General Fund is due money from the various funds as follows: \$166,929 from Head Start and \$6,300 from Food Service. The balances result from the time lag between the dates that 1) interfund goods and services are provided or reimbursable expenditures occur, 2) transactions are recorded in the accounting system, and 3) payments between funds are made.

	Due from other funds	Due to other funds	Net internal balances on Statement of Net Assets
Governmental Activities			
General Fund	\$ 173,229	\$ -	\$ 173,229
Head Start Fund	-	166,929	(166,929)
Community Services Fund	-	6,300	(6,300)
Total Governmental Activities	\$ 173,229	\$ 173,229	\$ -

KENOSHA UNIFIED SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Year Ended June 30, 2012

Transfers within the reporting entity are substantially for the purposes of subsidizing operating functions, funding capital acquisitions or maintaining debt service on a routine basis. Resources are accumulated in a fund to support and simplify the administration of various projects. The government-wide statement of activities eliminates as reported within the segregated governmental and business-type activities columns. Only transfers between the two columns appear in this statement.

The following schedule reports transfers within the reporting entity:

	<u>Transfer out</u>	<u>Transfer in</u>	<u>Net Transfers on Statement of Activities</u>
Governmental Activities			
General Fund	\$ 774,263	\$ -	\$ 774,263
Debt Service Fund	-	774,263	(774,263)
Total Governmental Activities	\$ 774,263	\$ 774,263	\$ -

Note 5(e) - Contributions to Pension Plan

All eligible District employees participate in the Wisconsin Retirement System (WRS), a cost-sharing, multiple-employer, defined benefit, public employee retirement system. All employees, initially employed by a participating WRS employer prior to July 1, 2011, expected to work at least 600 hours a year (440 hours for teachers and school district educational support employees) and expected to be employed for at least one year from employee's date of hire are eligible to participate in the WRS. All employees, initially employed by a participating WRS employer on or after July 1, 2011, and expected to work at least 1200 hours a year (880 hours for teachers and school district educational support employees) and expected to be employed for at least one year from employee's date of hire are eligible to participate in the WRS. Employees hired to work nine or ten months per year, (e.g. teachers contracts), but expected to return year after year are considered to have met the one-year requirement.

Prior to June 29, 2011, covered employees in the General/Teacher/Educational Support Personnel category were required by statute to contribute 6.5% of their salary (3.9% for Executives and Elected Officials, 5.8% for Protective Occupations with Social Security, and 4.8% for Protective Occupations without Social Security) to the plan. Employers could make these contributions to the plan on behalf of employees. Employers were required to contribute an actuarially determined amount necessary to fund the remaining projected cost of future benefits.

Effective the first day of the first pay period on or after June 29, 2011 the employee required contribution was changed to one-half of the actuarially determined contribution rate for General category employees, including Teachers, and Executives and Elected Officials. Required contributions for protective employees are the same rate as general employees. Employers are required to contribute the remainder of the actuarially determined contribution rate. The employer may not pay the employee required contribution unless provided for by an existing collective bargaining agreement. Contribution rates are as follows:

	<u>2011</u>		<u>2012</u>	
	<u>Employee</u>	<u>Employer</u>	<u>Employee</u>	<u>Employer</u>
General (including Teachers)	5.80%	5.80%	5.90%	5.90%
Executives & Elected Officials	6.65%	6.65%	7.05%	7.05%
Protective with Social Security	5.80%	8.90%	5.90%	9.00%
Protective without Social Security	5.80%	11.20%	5.90%	11.30%

The payroll for the Kenosha Unified School District No. 1 employees covered by the WRS for the year

KENOSHA UNIFIED SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Year Ended June 30, 2012

ended June 30, 2012 was \$148,540,465; the employer's total payroll was \$150,077,690. The total required contribution for the year ended June 30, 2012 was \$17,397,439, which consisted of \$7,746,803 _____ or 5.8% of covered payroll from the employer for July 1, 2011 through December 31, 2011 and 5.9% of covered payroll from the employer for January 1, 2012 through June 30, 2012, and \$ _____, or 5.8% of covered payroll from employees for July 1, 2011 through December 31, 2011 and 5.9% of covered payroll from the employees for January 1, 2012 through June 30, 2012. Total contributions for the years ended June 30, 2011 and 2010 were \$14,800,727 and \$12,952,210, respectively, equal to the required contributions for each year.

Employees who retire at or after age 65 (62 for elected officials and 54 for protective occupation employees with less than 25 years of service, 53 for protective occupation employees with more than 25 years of service) are entitled to receive a retirement benefit. Employees may retire at age 55 (50 for protective occupation employees) and receive actuarially reduced benefits. The factors influencing the benefit are: (1) final average earnings, (2) years of creditable service, and (3) a formula factor. A final average earnings is the average of the employee's three highest year's earnings. Employees terminating covered employment and submitting application before becoming eligible for a retirement benefit may withdraw their contributions and, by doing so, forfeit all rights to any subsequent benefit. For employees beginning participation on or after January 1, 1990, and no longer actively employed on or after April 24, 1998, creditable service in each of five years is required for eligibility for a retirement annuity. Participants employed prior to 1990 and on or after April 24, 1998 and prior to July 1, 2011 are immediately vested. Participants who initially became WRS eligible on or after July 1, 2011 must have five years of creditable service to be vested.

The WRS also provides death and disability benefits for employees. Eligibility and the amount of all benefits are determined under Chapter 40 of Wisconsin Statutes.

The WRS issues an annual financial report that may be obtained by writing to the Department of Employee Trust Funds, P.O. Box 7931, Madison, WI 53707-7931.

Note 5(f) - Postemployment Benefits Trust

On August 22, 2006, the District established the Kenosha Unified School District Post Employment Benefits Trust (the "Trust") for the purpose of holding assets (the "Trust Estate") for the payment of benefits to the members of the District's postemployment health and other OPEB benefits plan, and incurring debt, as provided in the agreement. The Trust is reported as a fiduciary fund in the District's basic financial statements. Separate financial statements are not prepared for the Trust. The basis of accounting and valuation of investments of the Trust are described in Note 1 while the required disclosures on the Trust's investments can be found in Note 4(a).

A. Plan Descriptions and Contribution Information

The District administers a single-employer defined benefit OPEB plan providing District retirees with medical and other postemployment benefits. The plan is administered by the District and does not issue a standalone financial report.

KENOSHA UNIFIED SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Year Ended June 30, 2012

The District contracted with Milliman, Inc. to prepare an actuarial report dated October 22, 2010, which estimates the District's Expected Postretirement Benefit Obligation (EPSO) to be \$301,871,813 allocated, as follows:

Past Service Component (unfunded actuarial accrued liability)	\$145,248,524
Current Service Component (assets)	\$ 5,562,585
Future Service Component (present value of future normal costs)	<u>\$151,060,704</u>
Total Assets and Future Employer Contributions	\$301,871,813

The participant data as of July 1, 2010 was used in the development of the EPSO and ARC consisting of 2,373 active employees with the average age of 44.4 years and average service of 10.6 years, and 297 retirees (medical) with the average age of 61.3 years. Costs were calculated using the following assumptions:

Cost Assumptions for Medical (M) and Dental (D)

Age	Est. Male Costs		Est. Female Costs	
	Single	Family	Single	Family
55	M\$13,176 D\$648	M\$27,492 D\$1,356	M\$14,004 D\$684	M\$27,456 D\$1,356
60	M\$17,592 D\$672	M\$34,920 D\$1,416	M\$17,040 D\$708	M\$34,908 D\$1,416
64	M\$21,816 D\$696	M\$42,468 D\$1,440	M\$20,376 D\$720	M\$42,468 D\$1,440

B. Plan Assets and Debt Obligation

Plan Assets

The Trust has cash and investments totaling \$8,114,426 as of June 30, 2012.

Debt Obligations

In 2006, the Trust entered into the Indenture of Trust dated as of September 1, 2006 (the "Trust Note Indenture") and issued an aggregate of \$28.4 million of its taxable Post-Employment Benefits Trust Asset Backed Notes (the "Trust Notes") bearing interest at a floating rate based upon a spread over the 3-month LIBOR rate. The District issued \$9.5 million of its Taxable Note Anticipation Notes (the "District Notes") due September 1, 2011 and deposited the proceeds with the Trust. On June 8, 2011, the District refinanced these District Notes with the proceeds of a 10-year loan through the Wisconsin State Trust Fund Loan program. The combined proceeds of the Trust Notes and the District Notes were used to acquire an aggregate of \$37.5 million of floating rate credit-linked secured notes due 2013 (the "CDOs") issued by a Cayman Island investment vehicle (the "CDO Issuer"). The District anticipated that the Trust would receive interest payments on the CDOs sufficient to pay interest on the Trust Notes. The District expected to pay interest on the District Notes from its general funds, with excess Trust earnings on the CDOs expected to ultimately fund a portion of the District's OPEB liabilities.

Although the Trust Notes and the Trust Note Indenture provide that the Trust Notes are payable solely from the assets of the Trust that are pledged for that purpose under the Trust Note Indenture (including the Moral Obligation Contribution Agreement described below), it is an Event of Default under the Trust Note Indenture if the Asset Ratio falls below 95% and is not raised to at least 101% within 30 days after The Bank of New York Trust Company, N.A., the Trustee under the Trust Note Indenture (the "Indenture Trustee"), provides notice of that fact to the Trust and the District. The "Asset Ratio" is calculated by the valuation agent as the ratio of the value of the CDOs (as determined by the valuation agent, using a "market value" approach) to the outstanding principal amount of the Trust Notes.

KENOSHA UNIFIED SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Year Ended June 30, 2012

The District entered into a Moral Obligation Contribution Agreement with the Trust (the "Moral Obligation Agreement") in connection with the execution of the Trust Note Indenture and the issuance of the Trust Notes. In the Moral Obligation Contribution Agreement, the District agreed that if it is notified by the Indenture Trustee that the Asset Ratio is less than 101%, the District's Director of Business Services will include the amount of the deficiency in each annual budget submitted to the District School board until an appropriation of that amount is made and, if appropriated by the district School board from funds available for that purpose, will deposit with the Indenture Trustee for the account of the Trust an amount sufficient to cause the Asset Ratio to be at least 101%. The Moral Obligation Contribution Agreement includes a statement recognizing the District's "moral obligation" and expressing the District's "expectation and aspiration" to include any such deficiency in its next budget, but it expressly states that the District's obligation constitutes only a "moral obligation" and not a legal obligation or indebtedness of the District.

On February 7, 2008, the Indenture Trustee notified the Trust and the District that the Asset Ratio was below 95% and requested that the district pay such amounts to the Trust as were necessary to restore the Asset Ratio to 101% in accordance with the Moral Obligation Contribution Agreement.

Upon completion of the CDO transactions described above there were \$28.4 million of Trust Notes outstanding and \$37.5 million principal amount of CDOs held by the Trust. However, both the value of the CDOs and the Asset Ratio have since declined dramatically. As of June 30, 2010, the CDOs were valued in accordance with the Trust Note Indenture at \$0.

The District hired outside counsel in connection with these matters. Four other Wisconsin school districts and their OPEB investment trusts that have entered into similar financing arrangements have hired the same law firms for this purpose. The school boards for the five districts filed a lawsuit seeking rescission, actual and exemplary damages, costs and fees.

On August 10, 2011, the Securities and Exchange Commission ("SEC") filed a complaint against Stifel, Nicolaus & Co. Inc. and a former executive. On August 11, 2011, Stifel Financial Corp. ("Stifel") announced that it had finalized an agreement to purchase the Trust Notes from the holder of the Trust Notes.

On September 27, 2011, the SEC separately charged RBC Capital Markets LLC (RBCCM). The SEC subsequently accepted an Offer of Settlement and ordered RBCCM to pay disgorgement, prejudgment interest and a civil money penalty aggregating in the amount of \$30.4 million. Pursuant to the settlement order, RBCCM was ordered to pay such aggregate amount in specified proportions to each of the Plaintiffs, including a payment of \$6,331,061 to the District, which the District has received. The District has used \$633,106 of such amount to pay related attorneys fees, and used the remainder to pay down \$6 million of the June 10, 2011 State Trust Fund Loan. The District cannot use any of this payment for general or operating expenses. The District's suit against the RBCCM Defendants is still pending.

On March 6, 2012, the Stifel Defendants entered into a Partial Settlement Agreement with the Plaintiffs in the Plaintiffs' suit against the Stifel Defendants (the "Stifel Settlement"). Under the terms of the Stifel Settlement, Stifel paid \$13 million to the Plaintiffs and provided a standby letter of credit for an additional \$9.5 million to be paid when, among other conditions, Stifel's case with the SEC as described above is resolved. The Stifel Settlement also provides for an additional conditional payment by Stifel to the Plaintiffs of the difference between any amounts recovered by the Plaintiffs from the RBC Defendants and a maximum of \$11 million. Additionally, as part of the Stifel Settlement, all of the Stifel Defendants' counterclaims against the Plaintiffs have been dismissed. Finally, the Stifel Settlement relieves and releases the District from the terms of the Moral Obligation Agreement and

KENOSHA UNIFIED SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Year Ended June 30, 2012

any other obligation to pay the Trust Notes. Accordingly, the Trust removed the liability from the Statement of Net Assets and recognized an addition of \$27,649,483 during the year. The District received \$2,041,431 from Stifel pursuant to the Stifel Settlement and is entitled to receive an additional \$3,454,876 under the standby letter of credit. The District has used \$1,831,740 of this amount to pay related attorneys fees, and expects to use the remainder to pay down June 10, 2011 State Trust Fund Loan.

Following the Stifel Settlement, the Plaintiffs and Stifel sought and received leave to file an amended complaint adding Stifel as a plaintiff against the RBC Defendants, which amended complaint was filed April 23, 2012. On June 12, 2012, the RBC Defendants filed an answer to the amended complaint and filed counterclaims against the Plaintiffs and the Stifel Defendants. On August 6, 2012, the Plaintiffs and the Stifel Defendants filed a Motion to Dismiss the RBC Defendants' counterclaims. Hearings on the motion are scheduled for the fall of 2012. The outcome of these legal proceedings cannot be predicted at this time.

C. Annual OPEB Cost and Net OPEB Obligation

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

	06/30/11	06/30/12
Annual Required Contribution	19,159,300	18,706,056
Interest on net OPEB	1,508,929	1,801,280
Adjustment to Annual Required Contribution	(2,097,634)	(2,827,928)
Annual OPEB cost (expense)	18,570,595	17,679,408
Contributions made	(3,819,721)	(4,739,082)
Change in net OPEB obligation	14,750,874	12,940,326
OPEB obligation - beginning of year	40,673,117	55,423,991
OPEB obligation - end of year	\$55,423,991	\$68,364,317

The actuarial methods and assumptions used include techniques that are designed to reduce the effect of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with a long-term perspective of the calculations. Additional information as of the latest actuarial valuation follows:

Valuation date	June 30, 2010
Actuarial cost method	Projected Unit Credit
Amortization method	Level
Remaining amortization period	30 years
Actuarial assumptions:	
Investment rate of return	4%
Healthcare cost trend rate	8.0% initial
	3.0% estimate

KENOSHA UNIFIED SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Year Ended June 30, 2012

Trend Information – The District's annual OPEB cost, the percentage of the annual OPEB cost contributed to the plan, and the net OPEB obligation is as follows:

Year Ended	OPEB Cost	Contribution (ARC)	OPEB Cost Contributed	% of ARC Contributed	OPEB Obligation
6/30/2007	\$16,338,000	\$16,338,000	\$13,913,935	85.16%	\$2,424,065
6/30/2008	\$16,338,000	\$16,338,000	\$4,849,914	29.68%	\$13,912,151
6/30/2009	\$16,016,770	\$16,016,770	\$3,500,153	21.85%	\$26,428,768
6/30/2010	\$17,794,452	\$18,206,897	\$3,550,103	19.50%	\$40,673,117
6/30/2011	\$18,570,595	\$19,159,300	\$3,819,721	19.94%	\$55,423,991
6/30/2012	\$17,679,408	\$18,706,056	\$4,739,082	25.33%	\$68,364,317

D. Funded Status and Funding Progress

The funded status and progress of each plan as of the most recent actuarial valuation date is as follows (dollar amounts in millions):

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)- Entry Age	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a % of Covered Payroll
	(a)	(b)	(b - a)	(a / b)	(c)	([b-a] / c)
9/25/2006	\$1.8	\$126.3	\$124.5	1.4%	\$119.7	104.0%
9/25/2006	\$20.2	\$126.3	\$106.1	16.0%	\$120.8	87.8%
3/31/2009	\$5.5	\$124.0	\$118.5	4.4%	\$130.3	90.9%
7/1/2010	\$5.6	\$150.8	\$145.2	3.7%	\$140.6	103.3%

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Actuarially determined amounts are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Note 5(g) - Risk Management

The District is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; employee health and accident claims; and natural disasters. For all risks of loss, the District's policy is to purchase commercial insurance. Settled claims have not exceeded commercial coverage in any of the past three years and there has been no significant reductions in insurance coverage from coverage in the prior year. Additional coverage details may be found in the Statistical Section of this report.

Note 6 - Other Note Disclosures

KENOSHA UNIFIED SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Year Ended June 30, 2012

Note 6(a) - Excess of Actual Expenditure over Budget

There were no significant changes to the budget. The following individual funds had an excess of actual expenditures over budget by function for the year ended June 30, 2012:

General Fund	
Other General Fund	
Central services	2,154,205
Other support services	522,520
Special Education	
Pupil services	80,773
Business services	1,735
Operation and maintenance	10,408
Community Service Fund	
Business services	394,385
Debt Service Fund	
Principal	6,220,000
Interest and fiscal charges	462,021
Capital Projects Fund	104,515

Note 6(b) - Limitation of School District Revenues (Government)

Wisconsin statutes limit the amount of revenues school districts are permitted to derive from general state aids and property taxes unless a higher amount is approved by a referendum of the taxpayers. This limitation does not apply to revenues needed for the repayment of any general obligation debt (including refinanced debt) authorized by either of the following: (a) a resolution of the school board or a referendum prior to August 12, 1993, (b) a referendum on or after August 12, 1993.

Note 6(c) - Contingencies and Commitments

From time to time, the District is party to various pending claims and legal proceedings. Although the outcome of such matters cannot be forecasted with certainty, it is the opinion of management and the District's attorney that the likelihood is remote that any such claims or proceedings will have a material effect on the District's financial position or results of operations.

The District participates in a number of state and federally assisted grant programs. These programs are subject to program compliance audits by grantors or their representatives. The audits of these programs for or including the year ended June 30, 2012 have not been conducted. Accordingly, the District's compliance with applicable grant requirements will be established at some future date. 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.

KENOSHA UNIFIED SCHOOL DISTRICT
Notes to the Basic Financial Statements
For the Year Ended June 30, 2012

Note 6(d) - Changes in Beginning Fund Balances

The following discloses the restatement of governmental fund balances as of the beginning of the fiscal year:

	Governmental Activities
Net Assets, beginning of year, as previously stated	\$ 1,542,786
Decrease to adjusted capital assets	<u>\$ (8,195,697)</u>
Net Assets, beginning of year, as restated	<u><u>\$ (6,652,911)</u></u>

During the year, the District reviewed projects capitalized in prior years and identified \$8,195,697 of costs which were considered repairs and maintenance which were incorrectly capitalized into construction work in progress in accordance with the District's capitalization policies. Accordingly, an adjustment was made to remove the construction in progress (see Note 4(b)) and reduce net assets of the District's governmental activities.

Budget to Actual Comparison Report by Fund Groups**2012 - 2013 Fund Summary Budget**

For the Period Ended 10/31/2012

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Fund 10 General Fund

----- 2013 -----						----- 2012 -----					
Source	Budget	Actual		Balance	% Rec	Budget	Actual		Balance	% Rec	Fiscal
Fund Balance - Beginning	15,683,728	15,683,728				16,809,985	16,809,985				
100 Operating Transfers In	0	0		0		0	0		0		0
200 Local revenues	77,583,774	1,425,882		76,157,892	1.84	80,036,086	1,238,419		78,797,667	1.55	80,127,839
300 Interdistrict revenues	300,000	0		300,000	0.00	300,000	0		300,000	0.00	337,666
500 Intermediate revenues	32,500	471		32,029	1.45	59,500	110		59,390	0.19	60,065
600 State aid	150,502,787	20,968,381		129,534,406	13.93	144,524,036	21,665,886		122,858,150	14.99	144,534,847
700 Federal aid	9,843,133	17,945		9,825,188	0.18	11,302,173	585,449		10,716,724	5.18	11,174,078
800 Debt proceeds	0	0		0		0	0		0		191,989
900 Revenue adjustments	510,000	395,213		114,787	77.49	101,669	26,802		74,867	26.36	368,510
Total Revenues	238,772,194	22,807,891		215,964,302	9.55	236,323,464	23,516,667		212,806,798	9.95	236,794,994
----- 2013 -----						----- 2012 -----					
Object	Budget	Actual	Encumbered	Balance	% Used	Budget	Actual	Encumbered	Balance	% Used	Fiscal
100 Salaries	111,630,431	26,160,943		85,469,488	23.44	116,466,586	26,318,346	2,048	90,146,193	22.60	116,612,881
200 Benefits	59,648,158	11,852,589	0	47,795,569	19.87	63,310,488	10,830,812		52,479,676	17.11	63,039,281
300 Purchased Services	18,993,654	3,520,156	1,999,521	13,473,977	18.53	18,366,656	4,238,470	3,110,004	11,018,183	23.08	16,479,618
400 Supplies	9,363,887	2,463,743	940,666	5,959,478	26.31	9,688,282	2,204,106	1,282,728	6,201,448	22.75	8,561,733
500 Capital Outlay	1,837,874	515,526	362,398	959,950	28.05	2,346,937	609,872	341,022	1,396,043	25.99	2,208,243
600 Debt Services	450,000	174,676	0	275,324	38.82	450,000	162,805		287,195	36.18	374,169
700 Insurance	2,326,707	1,014,468	0	1,312,239	43.60	1,326,707	1,151,750	0	174,957	86.81	1,334,928
800 Operating Transfers Out	30,515,305	9,994,412		20,520,893	32.75	30,759,834	500,000		30,259,834	1.63	27,136,588
900 Other objects	1,006,178	65,948	2,106	938,124	6.55	1,838,797	64,390	2,081	1,772,326	3.50	2,173,809
Total Expenditures	235,772,194	55,762,462	3,304,691	176,705,041	23.65	244,554,287	46,080,551	4,737,882	193,735,853	18.84	237,921,251
Net Revenue/Expenses	3,000,000	-32,954,571				-8,230,823	-22,563,885				-1,126,257
Fund Balance - Ending	18,683,728	-17,270,842				8,579,163	-5,753,899				15,683,728

Budget to Actual Comparison Report by Fund Groups

2012 - 2013 Fund Summary Budget

For the Period Ended 10/31/2012

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Fund 21 Special Revenue Trust

-----2013-----					-----2012-----				
Source	Budget	Actual	Balance	% Rec	Budget	Actual	Balance	% Rec	Fiscal
Fund Balance - Beginning	0	0			0	0			
200 Local revenues	0	0	0		0	0	0		0
Total Revenues	0	0	0		0	0	0		0
Net Revenue/Expenses	0	0			0	0			0
Fund Balance - Ending	0	0			0	0			0

Budget to Actual Comparison Report by Fund Groups**2012 - 2013 Fund Summary Budget**

For the Period Ended 10/31/2012

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Fund 25 Head Start

----- 2013 -----						----- 2012 -----					
Source	Budget	Actual		Balance	% Rec	Budget	Actual		Balance	% Rec	Fiscal
Fund Balance - Beginning	0	0				0	0				
700 Federal aid	1,956,394	177,984		1,778,410	9.10	1,968,420	392,070		1,576,350	19.92	1,800,201
Total Revenues	1,956,394	177,984		1,778,410	9.10	1,968,420	392,070		1,576,350	19.92	1,800,201
----- 2013 -----						----- 2012 -----					
Object	Budget	Actual	Encumbered	Balance	% Used	Budget	Actual	Encumbered	Balance	% Used	Fiscal
100 Salaries	887,074	208,881		678,193	23.55	893,487	204,985		688,502	22.94	822,771
200 Benefits	584,861	120,748		464,112	20.65	671,131	105,272		565,859	15.69	602,153
300 Purchased Services	155,449	10,183	20	145,247	6.55	155,449	11,725	1,381	142,343	7.54	140,644
400 Supplies	151,343	15,873	441	135,030	10.49	70,686	9,627	10,640	50,419	13.62	70,633
500 Capital Outlay	177,667	41,000		136,667	23.08	177,667	68,333		109,334	38.46	164,000
900 Other objects	0	1,482	0	-1,482		0	0		0		0
Total Expenditures	1,956,394	398,167	460	1,557,767	20.35	1,968,420	399,941	12,021	1,556,458	20.32	1,800,201
Net Revenue/Expenses	0	-220,183				0	-7,871				0
Fund Balance - Ending	0	-220,183				0	-7,871				0

Budget to Actual Comparison Report by Fund Groups**2012 - 2013 Fund Summary Budget**

For the Period Ended 10/31/2012

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Fund 27 Special Education

----- 2013 -----						----- 2012 -----					
Source	Budget	Actual	Balance	% Rec		Budget	Actual	Balance	% Rec	Fiscal	
Fund Balance - Beginning	0	0				0	0				
100 Operating Transfers In	29,983,235	9,994,412	19,988,823	33.33		29,292,741	0	29,292,741	0.00	26,362,325	
200 Local revenues	10,064	2,366	7,698	23.51		7,000	3,372	3,628	48.17	10,064	
300 Interdistrict revenues	20,000	0	20,000	0.00		20,000	0	20,000	0.00	20,601	
600 State aid	10,405,000	0	10,405,000	0.00		10,555,000	0	10,555,000	0.00	10,535,821	
700 Federal aid	6,888,115	0	6,888,115	0.00		6,928,040	380,921	6,547,119	5.50	8,492,167	
900 Revenue adjustments	0	0	0			0	0	0		0	
Total Revenues	47,306,414	9,996,778	37,309,636	21.13		46,802,781	384,293	46,418,488	0.82	45,420,978	
----- 2013 -----						----- 2012 -----					
Object	Budget	Actual	Encumbered	Balance	% Used	Budget	Actual	Encumbered	Balance	% Used	Fiscal
100 Salaries	26,875,618	5,892,077		20,983,541	21.92	25,858,619	5,005,044		20,853,575	19.36	25,448,012
200 Benefits	17,004,629	3,306,380		13,698,249	19.44	16,481,360	2,533,297		13,948,063	15.37	16,311,467
300 Purchased Services	2,923,106	786,474	265,053	1,871,579	26.91	3,356,575	728,709	211,221	2,416,645	21.71	3,239,388
400 Supplies	496,061	43,123	20,270	432,667	8.69	1,059,136	160,256	35,045	863,835	15.13	374,580
500 Capital Outlay	7,000	3,031	0	3,969	43.30	47,091	15,531	5,230	26,330	32.98	47,531
900 Other objects	0	0		0		0	0		0		0
Total Expenditures	47,306,414	10,031,085	285,323	36,990,006	21.20	46,802,781	8,442,837	251,495	38,108,449	18.04	45,420,978
Net Revenue/Expenses	0	-34,307				0	-8,058,544				0
Fund Balance - Ending	0	-34,307				0	-8,058,544				0

Budget to Actual Comparison Report by Fund Groups**2012 - 2013 Fund Summary Budget**

For the Period Ended 10/31/2012

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Fund 30-39 Debt Services Fund

----- 2013 -----					----- 2012 -----						
Source	Budget	Actual		Balance	% Rec	Budget	Actual		Balance	% Rec	Fiscal
Fund Balance - Beginning	24,177	24,177				760,673	760,673				
100 Operating Transfers In	500,000	0		500,000	0.00	985,925	500,000		485,925	50.71	774,264
200 Local revenues	15,626,548	2,034		15,624,514	0.01	14,631,273	1,795		14,629,477	0.01	14,634,375
800 Debt proceeds	0	0		0		0	0		0		9,275,000
900 Revenue adjustments	966,723	0		966,723	0.00	1,517,678	280,000		1,237,678	18.45	7,249,136
Total Revenues	17,093,271	2,034		17,091,237	0.01	17,134,876	781,795		16,353,081	4.56	31,932,775
----- 2013 -----					----- 2012 -----						
Object	Budget	Actual	Encumbered	Balance	% Used	Budget	Actual	Encumbered	Balance	% Used	Fiscal
600 Debt Services	16,908,485	2,485,103		14,423,382	14.70	16,817,894	2,837,333		13,980,561	16.87	32,223,360
900 Other objects	184,786	184,786		0	100.00	0	0		0		445,912
Total Expenditures	17,093,271	2,669,889		14,423,382	15.62	16,817,894	2,837,333		13,980,561	16.87	32,669,272
Net Revenue/Expenses	0	-2,667,856				316,982	-2,055,538				-736,497
Fund Balance - Ending	24,177	-2,643,679				1,077,655	-1,294,864				24,177

Budget to Actual Comparison Report by Fund Groups**2012 - 2013 Fund Summary Budget**

For the Period Ended 10/31/2012

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Fund 40-49 Capital Project Fund

----- 2013 -----						----- 2012 -----					
Source	Budget	Actual		Balance	% Rec	Budget	Actual		Balance	% Rec	Fiscal
Fund Balance - Beginning	341,397	341,397				4,244,696	4,244,696				
100 Operating Transfers In	32,070	0		32,070	0.00	0	0		0		0
200 Local revenues	300	0		300	0.00	34,415	34,415		0	100.00	34,415
800 Debt proceeds	0	0		0		0	0		0		0
900 Revenue adjustments	184,786	184,786		0	100.00	0	0		0		445,912
Total Revenues	217,156	184,786		32,370	85.09	34,415	34,415		0	100.00	480,327
----- 2013 -----						----- 2012 -----					
Object	Budget	Actual	Encumbered	Balance	% Used	Budget	Actual	Encumbered	Balance	% Used	Fiscal
300 Purchased Services	558,553	61,829	95,875	400,849	11.07	4,279,111	3,195,396	1,605,113	-521,398	74.67	4,383,626
Total Expenditures	558,553	61,829	95,875	400,849	11.07	4,279,111	3,195,396	1,605,113	-521,398	74.67	4,383,626
Net Revenue/Expenses	-341,397	122,957				-4,244,696	-3,160,981				-3,903,299
Fund Balance - Ending	0	464,354				0	1,083,715				341,397

Budget to Actual Comparison Report by Fund Groups**2012 - 2013 Fund Summary Budget**

For the Period Ended 10/31/2012

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Fund 50 Food Service

----- 2013 -----						----- 2012 -----					
Source	Budget	Actual		Balance	% Rec	Budget	Actual		Balance	% Rec	Fiscal
Fund Balance - Beginning	560,079	560,079				480,864	480,864				
200 Local revenues	2,834,551	618,282		2,216,269	21.81	2,857,631	679,127		2,178,504	23.77	3,099,592
600 State aid	142,370	0		142,370	0.00	142,370	0		142,370	0.00	134,928
700 Federal aid	4,935,985	85,123		4,850,862	1.72	5,054,136	440		5,053,696	0.01	5,575,097
Total Revenues	7,912,906	703,404		7,209,502	8.89	8,054,137	679,568		7,374,569	8.44	8,809,617
----- 2013 -----						----- 2012 -----					
Object	Budget	Actual	Encumbered	Balance	% Used	Budget	Actual	Encumbered	Balance	% Used	Fiscal
100 Salaries	2,121,141	495,414		1,625,727	23.36	2,146,618	404,858		1,741,760	18.86	2,317,410
200 Benefits	1,193,987	161,773		1,032,214	13.55	1,193,987	186,006		1,007,981	15.58	1,043,863
300 Purchased Services	213,097	38,032	174,260	806	17.85	213,097	47,073	93,315	72,709	22.09	117,245
400 Supplies	4,162,687	922,054	2,729,184	511,448	22.15	4,278,441	787,579	3,787,374	-296,512	18.41	4,989,429
500 Capital Outlay	151,264	1,614	386	149,264	1.07	151,264	154,537	12,202	-15,476	102.16	165,512
900 Other objects	70,730	12,067		58,663	17.06	70,730	12,315	0	58,415	17.41	96,944
Total Expenditures	7,912,906	1,630,954	2,903,830	3,378,122	20.61	8,054,137	1,592,368	3,892,891	2,568,878	19.77	8,730,402
Net Revenue/Expenses	0	-927,549				0	-912,801				79,215
Fund Balance - Ending	560,079	-367,470				480,864	-431,936				560,079

Budget to Actual Comparison Report by Fund Groups**2012 - 2013 Fund Summary Budget**

For the Period Ended 10/31/2012

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Fund 60 Student Activity Fund

----- 2013 -----					----- 2012 -----						
Source	Budget	Actual	Balance	% Rec	Budget	Actual	Balance	% Rec	Fiscal		
Fund Balance - Beginning	0	0			0	0					
200 Local revenues	0	0	0		0	150	-150		0		
Total Revenues	0	0	0		0	150	-150		0		
----- 2013 -----					----- 2012 -----						
Object	Budget	Actual	Encumbered	Balance	% Used	Budget	Actual	Encumbered	Balance	% Used	Fiscal
100 Salaries	0	5,269		-5,269		0	4,767		-4,767		0
200 Benefits	0	950		-950		0	890		-890		0
300 Purchased Services	0	0		0		0	0		0		0
400 Supplies	0	-345,568	63,512	282,056		0	-322,088	23,842	298,246		0
500 Capital Outlay	0	0		0		0	0		0		0
Total Expenditures	0	-339,349	63,512	275,837		0	-316,431	23,842	292,589		0
Net Revenue/Expenses	0	339,349				0	316,581				0
Fund Balance - Ending	0	339,349				0	316,581				0

Budget to Actual Comparison Report by Fund Groups**2012 - 2013 Fund Summary Budget**

For the Period Ended 10/31/2012

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Fund 70-79 Trust Funds

----- 2013 -----						----- 2012 -----				
Source		Budget	Actual	Balance	% Rec	Budget	Actual	Balance	% Rec	Fiscal
	Fund Balance - Beginning	8,351,997	8,351,997			-20,643,843	-20,643,843			
200	Local revenues	4,398,798	980,822	3,417,976	22.30	4,682,760	3,518	4,679,242	0.08	32,406,180
900	Revenue adjustments	0	0	0		0	6,331,061	-6,331,061		2,370,122
Total Revenues		4,398,798	980,822	3,417,976	22.30	4,682,760	6,334,579	-1,651,819	135.27	34,776,302

----- 2013 -----						----- 2012 -----						
Object		Budget	Actual	Encumbered	Balance	% Used	Budget	Actual	Encumbered	Balance	% Used	Fiscal
200	Benefits	3,370,000	1,304,171		2,065,829	38.70	3,370,000	1,336,091		2,033,909	39.65	3,130,609
300	Purchased Services	310,000	1,360		308,640	0.44	310,000	698,071		-388,071	225.18	2,644,705
400	Supplies	0	473		-473		0	0		0		1,377
600	Debt Services	0	0		0		0	6,000		-6,000		6,000
900	Other objects	0	0		0		0	0		0		15
Total Expenditures		3,680,000	1,306,005		2,373,995	35.49	3,680,000	2,040,162		1,639,838	55.44	5,782,706
Net Revenue/Expenses		718,798	-325,183				1,002,760	4,294,417				28,993,596
Fund Balance - Ending		9,070,795	8,026,814				-19,641,083	-16,349,426				8,350,297

Budget to Actual Comparison Report by Fund Groups**2012 - 2013 Fund Summary Budget**

For the Period Ended 10/31/2012

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Fund 81 Recreation Services Program

----- 2013 -----						----- 2012 -----					
Source	Budget	Actual		Balance	% Rec	Budget	Actual		Balance	% Rec	Fiscal
Fund Balance - Beginning	241,277	241,277				257,109	257,109				
200 Local revenues	428,000	16,044		411,956	3.75	452,419	18,537		433,882	4.10	418,098
Total Revenues	428,000	16,044		411,956	3.75	452,419	18,537		433,882	4.10	418,098
----- 2013 -----						----- 2012 -----					
Object	Budget	Actual	Encumbered	Balance	% Used	Budget	Actual	Encumbered	Balance	% Used	Fiscal
100 Salaries	291,773	87,763		204,010	30.08	323,925	86,968		236,957	26.85	257,717
200 Benefits	141,719	32,063		109,656	22.62	137,621	25,329		112,292	18.41	126,534
300 Purchased Services	45,400	11,527	8,257	25,617	25.39	48,700	9,123	8,072	31,505	18.73	32,212
400 Supplies	15,300	2,182	323	12,795	14.26	19,900	1,585	2,108	16,207	7.96	9,341
500 Capital Outlay	7,000	0	6,000	1,000	0.00	17,800	0	9,440	8,360	0.00	5,295
900 Other objects	4,000	390	0	3,610	9.75	4,000	449		3,551	11.22	2,831
Total Expenditures	505,192	133,925	14,580	356,687	26.51	551,946	123,454	19,620	408,872	22.37	433,930
Net Revenue/Expenses	-77,192	-117,881				-99,527	-104,917				-15,832
Fund Balance - Ending	164,085	123,396				157,582	152,192				241,277

Budget to Actual Comparison Report by Fund Groups**2012 - 2013 Fund Summary Budget**

For the Period Ended 10/31/2012

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Fund 82 Athletic Venues

----- 2013 -----						----- 2012 -----					
Source	Budget	Actual		Balance	% Rec	Budget	Actual		Balance	% Rec	Fiscal
Fund Balance - Beginning	7,999	7,999				7,630	7,630				
200 Local revenues	29,125	26,110		3,015	89.65	29,125	18,115		11,010	62.20	25,014
Total Revenues	29,125	26,110		3,015	89.65	29,125	18,115		11,010	62.20	25,014
----- 2013 -----						----- 2012 -----					
Object	Budget	Actual	Encumbered	Balance	% Used	Budget	Actual	Encumbered	Balance	% Used	Fiscal
100 Salaries	10,000	3,879		6,121	38.79	10,000	4,946		5,054	49.46	14,383
200 Benefits	0	567		-567		0	753		-753		2,131
300 Purchased Services	10,000	1,647	12,331	-3,978	16.47	10,000	1,516		8,484	15.16	5,747
400 Supplies	2,148	0		2,148	0.00	2,148	0		2,148	0.00	2,384
500 Capital Outlay	0	0		0		0	0		0		0
Total Expenditures	22,148	6,093	12,331	3,724	27.51	22,148	7,215		14,933	32.58	24,645
Net Revenue/Expenses	6,977	20,017				6,977	10,900				369
Fund Balance - Ending	14,976	28,016				14,607	18,530				7,999

Budget to Actual Comparison Report by Fund Groups**2012 - 2013 Fund Summary Budget**

For the Period Ended 10/31/2012

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Fund 83 Community Services Program

----- 2013 -----						----- 2012 -----					
Source	Budget	Actual		Balance	% Rec	Budget	Actual		Balance	% Rec	Fiscal
Fund Balance - Beginning	-6,293	-6,293				68,391	68,391				
200 Local revenues	1,680,267	0		1,680,267	0.00	1,628,421	0		1,628,421	0.00	1,629,861
Total Revenues	1,680,267	0		1,680,267	0.00	1,628,421	0		1,628,421	0.00	1,629,861
----- 2013 -----						----- 2012 -----					
Object	Budget	Actual	Encumbered	Balance	% Used	Budget	Actual	Encumbered	Balance	% Used	Fiscal
100 Salaries	389,766	94,729		295,036	24.30	508,805	104,483		404,322	20.54	426,556
200 Benefits	161,389	35,108		126,281	21.75	212,603	32,776		179,827	15.42	165,679
300 Purchased Services	331,607	13,455	25,320	292,832	4.06	325,890	8,750	17,970	299,169	2.69	307,380
400 Supplies	41,686	4,594	12,773	24,318	11.02	57,870	5,248	6,026	46,596	9.07	45,485
500 Capital Outlay	755,819	233,106		522,713	30.84	761,019	3,473	0	757,546	0.46	759,446
900 Other objects	0	0		0		0	0		0		0
Total Expenditures	1,680,267	380,993	38,093	1,261,181	22.67	1,866,187	154,731	23,996	1,687,460	8.29	1,704,546
Net Revenue/Expenses	0	-380,993				-237,766	-154,731				-74,684
Fund Balance - Ending	-6,293	-387,286				-169,375	-86,340				-6,293

Budget to Actual Comparison Report by Fund Groups**2012 - 2013 Fund Summary Budget**

For the Period Ended 10/31/2012

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Fund 85 CLC After School Program

----- 2013 -----					----- 2012 -----						
Source	Budget	Actual	Balance	% Rec	Budget	Actual	Balance	% Rec	Fiscal		
Fund Balance - Beginning	34,756	34,756			324,563	324,563					
200 Local revenues	0	6,251	-6,251		0	-23,925	23,925		34,418		
500 Intermediate revenues	0	288	-288		0	5,675	-5,675		55,157		
Total Revenues	0	6,539	-6,539		0	-18,250	18,250		89,576		
----- 2013 -----					----- 2012 -----						
Object	Budget	Actual	Encumbered	Balance	% Used	Budget	Actual	Encumbered	Balance	% Used	Fiscal
100 Salaries	0	0		0		0	0		0		146,449
200 Benefits	0	72		-72		0	0		0		18,769
300 Purchased Services	0	0		0		0	0		0		182,756
400 Supplies	0	0		0		0	0		0		31,409
Total Expenditures	0	72		-72		0	0		0		379,383
Net Revenue/Expenses	0	6,467				0	-18,250				-289,807
Fund Balance - Ending	34,756	41,222				324,563	306,313				34,756

Kenosha Unified School District No 1

Budget to Actual Comparison Report

2012 - 2013 District Summary Budget

For the Period Ended 10/31/2012

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All Funds

----- 2013 -----						----- 2012 -----					
Source	Budget	Actual		Balance	% Rec	Budget	Actual		Balance	% Rec	Fiscal
Fund Balance - Beginning	25,239,116	25,239,116				2,310,068	2,310,068				
100 Operating Transfers In	30,515,305	9,994,412		20,520,893	32.75	30,278,666	500,000		29,778,666	1.65	27,136,588
200 Local revenues	102,591,427	3,077,789		99,513,637	3.00	104,359,130	1,973,524		102,385,606	1.89	132,419,858
300 Interdistrict revenues	320,000	0		320,000	0.00	320,000	0		320,000	0.00	358,267
500 Intermediate revenues	32,500	759		31,741	2.33	59,500	5,785		53,715	9.72	115,223
600 State aid	161,050,157	20,968,381		140,081,776	13.02	155,221,406	21,665,886		133,555,520	13.96	155,205,596
700 Federal aid	23,623,627	281,051		23,342,575	1.19	25,252,769	1,358,880		23,893,889	5.38	27,041,543
800 Debt proceeds	0	0		0		0	0		0		9,466,989
900 Revenue adjustments	1,661,510	579,999		1,081,511	34.91	1,619,347	6,637,863		-5,018,516	409.91	10,433,680
Total Revenues	319,794,525	34,902,391		284,892,134	10.91	317,110,818	32,141,939		284,968,879	10.14	362,177,744

----- 2013 -----						----- 2012 -----					
Object	Budget	Actual	Encumbered	Balance	% Used	Budget	Actual	Encumbered	Balance	% Used	Fiscal
100 Salaries	142,205,802	32,948,955		109,256,848	23.17	146,208,040	32,134,396	2,048	114,071,596	21.98	146,046,180
200 Benefits	82,104,743	16,814,422	0	65,290,321	20.48	85,377,191	15,051,227		70,325,964	17.63	84,440,487
300 Purchased Services	23,540,867	4,444,663	2,580,636	16,515,568	18.88	27,065,478	8,938,834	5,047,076	13,079,569	33.03	27,533,321
400 Supplies	14,233,112	3,106,475	3,767,170	7,359,467	21.83	15,176,463	2,846,313	5,147,762	7,182,388	18.75	14,086,369
500 Capital Outlay	2,936,623	794,276	368,784	1,773,563	27.05	3,501,778	851,746	367,894	2,282,138	24.32	3,350,026
600 Debt Services	17,358,485	2,659,779	0	14,698,706	15.32	17,267,894	3,006,138		14,261,756	17.41	32,603,529
700 Insurance	2,326,707	1,014,468	0	1,312,239	43.60	1,326,707	1,151,750	0	174,957	86.81	1,334,928
800 Operating Transfers Out	30,515,305	9,994,412		20,520,893	32.75	30,759,834	500,000		30,259,834	1.63	27,136,588
900 Other objects	1,265,694	264,673	2,106	998,915	20.91	1,913,527	77,154	2,081	1,834,292	4.03	2,719,511
Total Expenditures	316,487,338	72,042,123	6,718,696	237,726,519	22.76	328,596,911	64,557,558	10,566,860	253,472,493	19.65	339,250,940
Net Revenue/Expenses	3,307,186	-37,139,732				-11,486,093	-32,415,619				22,926,804
Fund Balance - Ending	28,546,302	-11,900,616				-9,176,025	-30,105,551				25,237,416

Kenosha Unified School District
Summary of Grant Activity
As of November 16, 2012

PROJECT NUMBER		2011 - 2012		2012- 2013		FY 2012 - FY 2013
		BUDGET	ACTUAL	BUDGET *	ACTUAL AS OF 11/16/2012	
	GRANT TITLE					CHANGE IN BUDGET
623	21ST CENTURY LEARNING CENTER	\$600,000	\$579,870	\$700,000	\$163,214	\$100,000
640	AIMS PROGRAM / OFFICE OF JUSTICE ASSISTANCE	\$73,793	\$73,381	\$107,680	\$23,846	\$33,887
816	ARRA - ESEA TITLE I-A		\$113,771	\$0	\$0	\$0
814	ARRA - ESEA TITLE II-D COMPETITIVE EDUCATIONAL TECHNOLOGY		\$622	\$0	\$0	\$0
813	ARRA - IDEA FLOW THROUGH		\$158,509	\$0	\$0	\$0
817	ARRA ESEA TITLE I-A SUPPLEMENTAL		\$9,593	\$0	\$0	\$0
821	ARRA ESEA TITLE II-D EDUCATIONAL TECHNOLOGY		\$508	\$0	\$0	\$0
819	ARRA IDEA PRESCHOOL ENTITLEMENT		\$19,321	\$0	\$0	\$0
430	CARL PERKINS	\$223,971	\$223,855	\$211,416	\$160,212	(\$12,555)
360	CHARTER SCHOOL DISSEMINATION GRANT - HARBORSIDE	\$144,590	\$132,892		\$9,416	(\$144,590)
360	CHARTER SCHOOL DISSEMINATION GRANT - KTEC	\$125,000	\$44,282	\$200,361	\$70,612	\$75,361
595	EDUCATION JOBS FUND & SUPPLEMENTAL	\$1,679,354	\$1,679,354	\$0	\$0	(\$1,679,354)
141	ESEA TITLE I-A	\$5,991,883	\$5,437,748	\$6,187,896	\$1,648,680	\$196,013
145	ESEA TITLE I-A FOCUS SCHOOLS			\$84,000	\$0	\$84,000
140	ESEA TITLE I-D NEGLECTED/DELINQUENT	\$64,661	\$59,573	\$84,047	\$20,820	\$19,386
359/604	ESEA TITLE II-A TEACHER & PRINCIPAL TRAINING	\$948,079	\$930,142	\$934,654	\$55,425	(\$13,425)
391	ESEA TITLE III-A ENGLISH LANGUAGE ACQUISITION	\$262,248	\$224,193	\$257,729	\$39,837	(\$4,519)
601/611	HEAD START - FEDERAL PROGRAM	\$2,030,346	\$1,800,201	\$2,030,346	\$475,779	\$0
335	HOMELESS CHILDREN	\$60,225	\$60,219	\$52,000	\$7,293	(\$8,225)
345	IDEA EARLY INTERVENTION SERVICES	\$362,147	\$299,161	\$408,712	\$80,590	\$46,565
341	IDEA FLOWTHROUGH	\$4,783,052	\$3,251,327	\$3,817,454	\$939,556	(\$965,598)
347	IDEA PRESCHOOL ENTITLEMENT	\$294,468	\$132,435	\$172,715	\$36,708	(\$121,753)
342	IDEA SECLUSION AND RESTRAINT TRAINING			\$9,632	\$0	\$9,632
592	SAFE AND SUPPORTIVE SCHOOLS	\$472,816	\$348,635	\$375,000	\$79,779	(\$97,816)
376/594	USDA FRESH FRUIT AND VEGETABLE PROGRAM	\$141,136	\$139,502	\$22,985	\$0	(\$118,151)
334	WISCONSIN PARTNERSHIP FOR CHILDHOOD FITNESS	\$3,000	\$767		\$0	(\$3,000)
	TOTAL FEDERAL FUNDED GRANTS	\$18,260,769	\$15,719,863	\$15,656,627	\$3,811,767	(\$2,604,143)
395/396/397	AODA	\$20,000	\$19,270	\$25,000	\$5,415	\$5,000
399	HEAD START - WISCONSIN STATE PROGRAM	\$340,725	\$330,333	\$340,725	\$56,533	\$0
614	YOUTH OPPORTUNITIES (KABA)	\$22,500	\$289	\$22,500	\$2,150	\$0
	TOTAL STATE FUNDED GRANTS	\$383,225	\$349,891	\$388,225	\$64,098	\$5,000
	TOTAL	\$18,643,994	\$16,069,754	\$16,044,852	\$3,875,864	(\$2,599,143)

* FY13 Budget Amounts may contain carryover from FY12.

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KENOSHA UNIFIED SCHOOL BOARD
PLANNING/FACILITIES/EQUIPMENT MEETING
Educational Support Center – Room 110
November 13, 2012
MINUTES

A meeting of the Kenosha Unified Planning/Facilities/Equipment Committee chaired by Mr. Bryan was called to order at 5:35 P.M. with the following Committee members present: Mr. Nuzzo, Ms. Stevens, Ms. Bothe, Ms. Dahl, Mr. Zielinski, and Mr. Bryan. Dr. Hancock was also present. Mr. Valeri and Ms. Iqbal were absent.

Mr. Bryan welcomed Mr. Zielinski to the Committee.

Approval of Minutes – September 11, 2012 Meeting

Mr. Nuzzo moved to approve the minutes as contained in the agenda. Ms. Dahl seconded the motion. Unanimously approved.

Information Items

Mr. Patrick Finnemore, Director of Facilities, presented the Utility Budget & Savings Program Update and noted that overall usage is approximately 1% less this year compared to last year.

Future Agenda Items

Mr. Finnemore indicated that he would be bringing 1) the Final ITA Job Cost Report, 2) a Space Utilization Report, 3) Policy Revisions (7000 series), and 4) the 2012-13 Capital Plan (in January) to the Committee on a future agenda.

Ms. Stevens requested a Promethean Board Update and indicated that she would forward a list of schools which were having climate issues (overheating) for a future agenda item.

Meeting adjourned at 5:45 P.M.

Stacy Schroeder Busby
School Board Secretary



KENOSHA UNIFIED SCHOOL BOARD
JOINT PLANNING/FACILITIES/EQUIPMENT
AND PERSONNEL/POLICY MEETING
Educational Support Center – Room 110
November 13, 2012
MINUTES

A joint meeting of the Kenosha Unified Planning/Facilities/Equipment and Personnel/Policy Committees chaired by Mr. Bryan was called to order at 5:47 P.M. with the following Committee members present: Mr. Nuzzo, Ms. Stevens, Ms. Bothe, Ms. Dahl, Mr. Zielinski, Mrs. Coleman, Mrs. Taube, Mr. Gallo, Mr. Retzlaff, Ms. Hamilton, Ms. Morrison, Ms. Ross, and Mr. Bryan. Dr. Hancock was also present. Mr. Valeri and Ms. Iqbal were absent. Mr. Jacobs and Mr. Wamboldt were excused.

Policy and Rule 1330 – Facilities Use And Policy 1331 – Classification Of Groups Using School District Facilities

Mrs. Sheronda Glass, Executive Director of Business Services, presented Policy and Rule 1330 – Facilities Use and Policy 1331 – Classification of Groups Using School District Facilities. She indicated that the current approval process for waiver of fees for the use of district facilities requires Board approval which can be cumbersome. Furthermore, more often than not, the request is approved at the recommendation of the administration. Therefore, to streamline the process, administration is recommending that the policy be revised to allow for the Director of Facilities and/or the Building Principal to approve all waivers. In the event a waiver is denied, the requestor may appeal to the Executive Director of Business. If it is not resolved at that level, the requester may then appeal to the Board of Education for a final decision.

Mrs. Taube requested that the Committee be notified if a church group requested use of a District facility for an extended period of time.

Mr. Bryan requested that a quarterly report of waiver requests be presented to the Committee for informational purposes only.

Mrs. Taube moved that the revisions to Policy and Rule 1330 – Facilities Use and Policy 1331 – Classifications of Groups Using School District Facilities be forwarded to the full Board for approval as a first reading at their November 27, 2012 meeting and as a second reading at their December 18, 2012 meeting. Mr. Nuzzo seconded the motion. Unanimously approved.

Meeting adjourned at 5:55 P.M.

Stacy Schroeder Busby
School Board Secretary



KENOSHA UNIFIED SCHOOL BOARD
JOINT PERSONNEL/POLICY AND
CURRICULUM/PROGRAM MEETING
Educational Support Center – Room 110
November 13, 2012
MINUTES

A joint meeting of the Kenosha Unified Personnel/Policy and Curriculum/Program Committees chaired by Mrs. Coleman was called to order at 6:26 P.M. with the following Committee members present: Mrs. Taube, Mr. Gallo, Mr. Retzlaff, Ms. Hamilton, Ms. Morrison, Ms. Ross, Ms. Stevens, Mrs. Reed, Mrs. Anderson, Mrs. Daghfal, Ms. Galli, and Mrs. Coleman. Dr. Hancock was also present. Mr. Jacobs, Mr. Wamboldt, and Ms. Santoro were excused. Mr. Simpkins was absent.

Policy/Rule 6110 - Instructional Program Mission and Beliefs

Dr. Sue Savaglio-Jarvis, Executive Director of Teaching and Learning, presented Policy/Rule 6110 – Instructional Program Mission and Beliefs. She indicated that it is the recommendation of administration to remove the policy and rule as it is outdated and does not reflect current focus or practice. Furthermore, Policy 6100 – Mission, Principles, Goals and Results clearly defines the focus of the Teaching and Learning Department along with the District's Transformation Plan.

Mrs. Taube moved to forward the recommendation for removal of Policy and Rule 6110 – Instructional Program Mission and Beliefs to the full Board for consideration. Ms. Stevens seconded the motion. Unanimously approved.

Meeting adjourned at 6:28 P.M.

Stacy Schroeder Busby
School Board Secretary

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KENOSHA UNIFIED SCHOOL DISTRICT No. 1
Kenosha, Wisconsin

December 4, 2012

Joint Planning/Facilities/Equipment & Curriculum/Program Standing Committees

PROMETHEAN BOARD UPDATE

Background:

At the November 13, 2012 Planning, Facilities, and Equipment Committee meeting there were a couple of questions related to the installation of Promethean boards. The questions were related to the number of boards in the district that had not been installed at that time. Although this is a rather simple question, we felt that this might be an opportune time to provide a little background on magnitude of the use of Promethean boards in the district, and the substantial effort that has went into making this a reality.

The table in the first attachment provides a summary of the number of Promethean board in the district; there are a total of 724 boards as of the date this report was written. The number of boards has grown exponentially the past few years due to some large group purchases including a single purchase of 150 boards last winter. In addition to all of the new boards being purchased and installed, there are a lot of existing boards that are moved sometimes from one room to another within a school because the teacher has been assigned a new classroom and other times from one school to another due to a school closure or because a school is getting a newer vintage board and the old board can be used by another school.

Promethean Board Installation:

When we first began purchasing and installing Promethean boards, we worked with trained contractors to have the boards installed. The cost to have contractors install the boards was very expensive related to the cost of the board itself, so it was decided early on to use in-house staff as much as possible to perform the installations. The KUSD carpenter crew went through the Promethean installation training and has performed the majority of the installations since that time. We did hire a contractor to install a number of boards this summer because the carpenter crew was working full-time on the remodels at Reuther and Vernon to support the charter school moves that are saving the district almost \$500,000 annually. To show the savings we are experiencing by having the installations done in-house, we performed a quick survey of what other school districts in the greater Milwaukee metro area are paying contractors to install boards. The table on the next page summarizes the cost comparison.

Our cost, including the contractor method we used this summer is so low because of the experience and creativity of our staff. We have the installation down to a science and

Installation Method	Cost Per Board
KUSD Carpenter Crew – Normal Hours	\$100
KUSD Carpenter Crew – Overtime	\$475
KUSD Contractor Cost	\$600
Milwaukee Area School District Cost	\$1,100 - \$1,500

have developed a mounting system that we replicate room to room modifying as necessary to work around the specific configuration of the space. We have developed specific brackets which we have made and purchase in bulk quantity. We cut and paint the framing boards and paint the brackets in a high volume assembly-line fashion as opposed to project-by-project basis, so even when we had the contractor install boards this summer, we provided all of the painted parts necessary in order to keep the cost to the schools as low as possible. Considering the quantity of boards installed in the district, the decision to use our in-house labor has conservatively saved our schools over \$400,000.

The majority of the boards are installed by the carpenter crew on overtime as generally the schools want the boards installed as soon as they arrive in the district, and since the crew members have full-time responsibilities maintaining our buildings the overtime route has been deemed the best method by the majority of schools. There are a number of schools that opt to save the overtime expense and have the boards installed during the normal hours of the crew. This does result in a longer wait as the installations are fit into the workloads of the crew members along with the hundreds of work orders that come in each month.

The priority for installation of the new board is by order date and when the purchase order was processed. In addition, the Building principal and the Instructional Technology department take into consideration whether the teacher(s) receiving the boards have gone through the 12-hour training program on how to effectively use the boards. As mentioned earlier we are also now having a great deal of board relocations, the largest of which was the relocation of over 40 boards from McKinley Middle School. The process for the relocation boards is the same as that for the new boards other than there are more labor hours due to the process to remove the board from its current location. Generally the new boards are given priority over the relocations, but sometimes special circumstances may alter that rule of thumb.

Number of Boards Not Currently Installed:

It was mentioned in the November Committee meeting that a particular school was promised a board in May but was still awaiting installation. That is certainly not the case; schools are given notice that a board will be installed in a two-week window shortly before the installation will occur. In almost all cases the board is installed and operational within that two-week window and will at most slide by a week if there are

unique circumstances that arise. We operate on an under-promise and over-deliver approach and would never promise a board if we were not able to deliver. In regards to the question of the current number of boards waiting to be installed, as of the date this report was written, there were a total of 5 new boards in the district not yet installed and 5 additional new boards that have been ordered but not yet delivered to KUSD. There were also 39 boards that need to be relocated from one room or one school to another, 24 of which are boards from McKinley Middle School. Most of the 39 boards have specific schools and rooms identified as to where they will be installed; others have not been assigned yet. The second attachment provides a summary of the boards that need to be installed.

There are actually times when there are no boards awaiting installation, but that certainly has not been the case the past year to the large volume of boards being purchased as well as the high volume of relocations. The volume of boards in the queue to be installed fluctuates based on all of the factors discussed above.

Summary:

The use of Promethean boards at KUSD has grown exponentially over the past couple of years. When first introduced there were a number of staff members in our schools that were very unsure whether they would ever want to use that technology, but over time through the efforts of the Instructional Technology Department and positive feedback from their peers, the interest in the boards has been phenomenal. We now have over 700 boards installed in the district and have more being installed every week. The installation process developed in-house has saved our schools over \$400,000 and the prices obtained through negotiation and volume purchases has saved substantial money as well. This initiative has been a huge success story for the district and is something that numerous school districts have used to learn from.

Dr. Michele Hancock
Superintendent of Schools

Dr. Sue Savaglio-Jarvis
Asst. Supt. of Teaching & Learning

Ann Fredriksson
Coordinator of Instructional Technology
& Library Media

Patrick Finnemore, P.E.
Director of Facilities

KUSD Promethean Boards 2012
587 Pro, 378 Pro, AB 378 Pro, AB+2 178, 387, 378, 187

High Schools			
School	Number of Boards	100 Series	300 Series & Up
Bradford	56	14	42
Harborside/Reuther	26	8	18
Hillcrest	4	0	4
Indian Trail Academy	33	4	29
Lakeview	5	0	5
Tremper	25	14	11
Middle Schools			
School	Number of Boards	100 Series	300 Series & Up
Bullen	52	11	41
K-Tech	16	3	13
Lance	25	7	18
Lincoln Middle	58	24	34
Mahone	40	5	35
Washington	35	9	26
Elementary Schools			
School	Number of Boards	100 Series	300 Series & Up
Brass	26	2	24
Bose	17	0	17
Brompton	9	9	0
Curtis Strange	19	4	15
DOL	10	0	10
EBSOLA	26	7	19
Forest Park	18	2	16
Frank	18	5	13
Grant	12	2	10
Grewenow	21	9	12
Harvey	7	4	3
Jefferson	13	1	12
Jeffery	15	5	10
McKinley	15	0	15
Nash	7	4	3
Pleasant Prairie	6	6	0
Prairie Lane	10	5	5
Roosevelt	20	4	16
Somers	10	7	3
Southport	16	8	8
Stocker	20	3	17
Vernon	13	0	13
Whittier	7	0	7
Wilson	10	0	10
Other			
Department	Number of Boards	100 Series	300 Series & Up
Superintendent Conference Room	1	0	1
IMC Computer Lab	1	0	1
IMC Digital Media Lab	1	0	1
ESC	1	0	1
Total Number of Boards			
Grand Total Promethean	724	186	538

KENOSHA UNIFIED SCHOOL DISTRICT NO. 1
Kenosha, Wisconsin

December 4, 2012

Personnel/Policy, Planning/Facilities/Equipment and Curriculum/Program

POLICY/RULE 6311 – ELEMENTARY SCHOOL CLASSROOM UTILIZATION

Elementary School Classroom Utilization, Policy 6311 and Guidelines for Classroom Utilization, Rule 6311 was affirmed in 2000 and revised in 2002. Currently, the Long-Range Facilities Planning Policy and Rule 7200 (copy attached) defines our District's protocol for facilities planning. The rule refers to site councils and staffing allocation from federal and state efforts that are no longer implemented. Currently, utilization of space within a school is defined to maximize all students' learning while meeting their educational needs. Therefore, it is recommended to remove policy and rule 6311.

Administrative Recommendation:

Administration recommends the Personnel/Policy, Planning/Facilities/Equipment and Curriculum/Program Committees forward to the School Board the recommendation for removal of Policy and Rule 6311 Elementary School Classroom Utilization because it does not reflect current practice. Administration will recommend that the Board approve removal of Policy/Rule 6311 as a first reading on December 18, 2012 and second reading on January 22, 2013.

Dr. Michele Hancock
Superintendent of Schools

Dr. Sue Savaglio-Jarvis
Assistant Superintendent of Teaching and Learning

Karen Davis
Assistant Superintendent
Elementary School Leadership

Patrick Finnemore
Director of Facilities Services

POLICY 6311

~~ELEMENTARY SCHOOL CLASSROOM UTILIZATION~~

~~The use of classrooms in Kenosha Unified School District elementary schools is consistent with sound educational principles that promote the standards and benchmarks established for student learning. The attached Council of Educational Facility Planners International Educational Specifications will guide instructional utilization of facilities.~~

~~LEGAL REF.: Wisconsin Statutes~~

~~Sections 120.12(2) [Board duty; advise regarding instruction and progress of students]~~

~~120.13 [Board power to do all things reasonable for the cause of education]~~

~~CROSS REF.: 4351.1, Teaching Load~~

~~5110, Equal Educational Opportunities~~

~~6310, Elementary School Curriculum~~

~~6430, Instructional Arrangements (The Learning Situation)~~

~~6432, Class Size~~

~~District Learning and Content Standards and Benchmarks~~

~~ADMINISTRATIVE REGULATIONS: None~~

~~AFFIRMED: March 28, 2000~~

~~REVISED: January 29, 2002~~

RULE 6311

~~GUIDELINES FOR CLASSROOM UTILIZATION~~

The following guidelines are provided to ensure the uniform administration of classroom space assignments throughout the District and to affirm that classroom space is used to support efforts to maintain class sizes that enhance student learning in relationship to District and school standards and benchmarks:

- ~~Site classroom utilization plans and revisions to the plan must be approved by the Superintendent or designee.~~
- ~~With the exception of providing appropriate space for the education of students with disabilities and early childhood students, priority in assignment of classroom space will be given to the accommodation of District efforts to maintain small class sizes.~~
- ~~Classrooms are to be allocated according to the total number of graded sections supported through staffing allocations including any increased allocations due to federal, state, and local class size reduction efforts.~~
- ~~In determining the use of auxiliary classrooms (art, music, science, computer labs, Title I, etc), principals must involve their site councils in the development of a building plan and priority list to address the conversion of auxiliary classrooms to graded classrooms.~~
- ~~In the development of site classroom utilization plans, consideration may be given to adjusting instructional approaches and teaching assignments for flexible and alternative use of classrooms through team teaching, shared classrooms, etc.~~

~~In all cases, provision must be made for equitable assignment of classroom space to meet the needs of students with disabilities and to meet the needs of students in early childhood programs.~~

POLICY 7200
FACILITIES PLANNING

School facilities should provide an environment for effective educational development for all students for a diverse student population.

Long-range plans should exist that provide a basis for meeting District facilities needs in an orderly manner and making school facilities available at the time and in the place needed. Planning of school facilities will be consistent with the best acceptable current methods for the practical implementation of educational programs. Educational, diversity and community needs shall be considered in the planning of school facilities.

A continuing effort shall be made to provide facilities that will enable all District students to have a suitable educational environment. Before renovating or adding to existing school buildings, careful consideration shall be given to whether present and future needs can best be met in this manner. Existing school buildings shall be evaluated in terms of instructional developments and their ability to meet future enrollment and educational needs.

The Superintendent of Schools or designee shall have primary responsibility for the development and administration of major facility construction, additions or remodeling programs. Planning of major facility construction additions or remodeling shall involve staff members and Board members. The District shall comply with federal, state and local laws, codes and ordinances relating to design and construction.

The public shall be kept informed of District facilities needs and plans.

LEGAL REF.: Wisconsin Statutes

- Sections 120.10(5) [Annual meeting power; designating building sites]
- 120.10(10m) [Annual meeting power; school capitalization expansion fund]
- 120.12(1) [Board duty; care, control and management of district property]
- 120.12(5) [Board duty; repair of school buildings]
- 120.12(21) [Board duty; consideration of effects on historic properties]
- 120.13(1) [Board power; do all things reasonable for cause of education]

CROSS REF.: ~~Policy 6010, Mission of Instructional Program~~
Policy 7210, Forecasting Enrollments and Evaluating Existing Buildings
Policy 7320, Consultant Services
Policy 7340, Site Selection and Acquisition

ADMINISTRATIVE REGULATIONS: None

AFFIRMED: June 10, 1991

REVISED: September 25, 2001
September 25, 2007

RULE 7200
FACILITIES PLANNING

A. Long-Range Planning

1. The Superintendent of Schools or designee shall establish a Long-Range Facilities Planning Committee for the purpose of developing a five-year plan that will be reviewed annually to determine long-range district facility needs and be presented to the School Board periodically as directed by the School Board.
2. A comprehensive long-range facilities plan should consider several factors, including the following:
 - a. The educational program to be offered.
 - b. The number and location of individuals to be served by the school system.
 - c. The space needs required beyond existing facilities.
 - d. The financial implications to the community.
 - e. The organization of attendance units.
 - f. The geographic and demographic characteristics of the District.
 - g. The adequacy of existing facilities to meet program needs.
 - h. The minority/majority of populations within the attendance area.

B. Instructional Design

1. Educational specifications shall be compiled by an instructional design committee appointed by the Superintendent of Schools when deemed necessary, when new facilities, additions or remodels are being considered. Members of this committee will represent the various instructional and service areas of the District and represent the Districts diverse student population (i.e. minority, special needs, majority, etc.). The educational specifications shall be submitted to the School Board for approval and referred to the facilities design committee.
2. Specifications for educational facility construction, additions or remodeling shall include:
 - a. Program considerations
 - b. Characteristics of the community
 - c. Instructional program
 - d. Other administrative considerations, such as:
 - i. Enrollment data
 - ii. Financial considerations
 - iii. Interrelationship of facility to District
 - iv. Description of curriculum organization
 - v. Personnel requirements
 - vi. Diversity of the student population
 - e. Relationship of spaces
 - f. Facilities required

C. Facilities Design

1. A planning committee, consisting of staff members appointed by the Superintendent of Schools or designee, Board members, and members of the community that reflects the diverse demographics of the District shall review educational specifications and construction plans at the various stages of development. Staff members representing the various instructional and service areas of the District, in addition to the architect/engineer, and other consultants may be invited for review of plans for specific areas.

RULE 7200
FACILITIES PLANNING
Page 2

2. Major facilities planning shall be based on the educational specifications and/or evaluation of existing buildings. "Major facility construction, additions and remodeling" shall be defined to include any projects that (a) are new construction or remodeling which would substantially change the nature of an existing building, and (b) would require funding other than the normal, annual District budgetary provisions.
3. The Superintendent of Schools shall have decision-making authority to revise plans and specifications recommended by the planning committee to avoid cost overruns and to ensure timely completion of the project, subject to School Board approval. Approval of plans at the various stages of development shall be by School Board action.
4. A milestone schedule for the entire project shall be developed and submitted to the School Board for approval.
5. An estimate of the costs of major construction, additions or remodeling shall be submitted to the School Board and based upon information furnished by the architect/engineer and/or the general contractor/construction manager. A total project cost estimate shall be prepared and include:
 - a. Construction cost including fixed equipment and site development
 - b. Architectural services
 - c. Movable equipment
 - d. Special assessments for sewer, water and paving
 - e. Contingency



KENOSHA UNIFIED SCHOOL BOARD
PERSONNEL/POLICY MEETING
Educational Support Center – Room 110
November 13, 2012
MINUTES

A meeting of the Kenosha Unified Personnel/Policy Committee chaired by Mrs. Coleman was called to order at 6:00 P.M. with the following Committee members present: Mrs. Taube, Mr. Gallo, Mr. Retzlaff, Ms. Hamilton, Ms. Morrison, Ms. Ross, and Mrs. Coleman. Dr. Hancock was also present. Mr. Jacobs and Mr. Wamboldt were excused.

Mrs. Coleman welcomed Ms. Ross, new student advisor, and Mr. Edward Kupka, Interim Director of Human Resources.

Approval of Minutes – October 9, 2012 Meeting

Mrs. Taube moved to approve the minutes as contained in the agenda. Mr. Gallo seconded the motion. Unanimously approved.

Information Items

Mr. Kristopher Keckler, Executive Director of Information and Accountability, presented the KUSD Enrollment (STEPS Grades PS-5) Report as presented in the agenda. The report consisted of enrollment numbers per classroom at the elementary level. He indicated that there was a slight increase of approximately 2.7 students per classroom. Ms. Karen Davis, Assistant Superintendent of Elementary School Leadership, answered various enrollment questions from the Committee members. She indicated that grades 4 and 5 have had a trend of higher enrollment numbers for the past few years. She also indicated that an additional teacher was added at Bose and EBSOLA and a high enrollment assistant at Frank to address high enrollment numbers.

There were no questions on the Recommendations Concerning Appointments, Leaves of Absences, Retirements, and Resignations.

Future Agenda Items

Mr. Keckler indicated that he would be bringing a Secondary Level Enrollment Report in the future. Mr. Retzlaff requested that a year-to-year comparison along with key identifiers be included in the report.

Mrs. Taube requested that a Reporting Process for Independent Contractors be presented to the Committee.

Meeting adjourned at 6:23 P.M.

Stacy Schroeder Busby
School Board Secretary

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KENOSHA UNIFIED SCHOOL DISTRICT

December 4, 2012

Personnel/Policy Standing Committee

Policy and Rule 1240 – Access to Public Records

Policy and Rule 1240 – Access to Public Records designates the Superintendent of Schools as the legal custodian of records. The policy also defines a “record” and provides guidance regarding records requests and records retention. Recommended changes to the policy include clearly stating that District records shall be retained for periods of time specific in the Wisconsin Records Retention Schedule for School Districts provided by the Wisconsin Department of Public Instruction and updating position titles in the “Legal Custodian(s) of Records” portion of the rule.

Administrative Recommendation:

Administration recommends that the Personnel/Policy Standing Committee forward the proposed revisions to Policy and Rule 1240 - Access to Public Records to the Board of Education for approval as a first and second reading at the December 18, 2012 and January 8, 2013 regular school board meetings.

Dr. Michele Hancock
Superintendent of Schools

Sheronda Glass
Executive Director of Business Services

POLICY 1240
ACCESS TO PUBLIC RECORDS

The School Board of the Kenosha Unified School District shall allow persons to have access to District records in accordance with this policy and accompanying rule and in accordance with state law.

The Superintendent of Schools is designated as the legal custodian of records for any school District authority. The legal custodian shall safely keep and preserve records of the District and shall have full legal power to render decisions and carry out duties related to those public records maintained by any District authority. The legal custodian may deny access to records only in accordance with state and federal laws.

Public records may be inspected, copied and/or excerpted during established District office hours. The legal custodian shall establish fees in accordance with state and federal law. A list of such fees shall be made available at the District office and updated as needed.

District records shall be retained for the periods of time specified ~~on~~ **in the Wisconsin Records Retention Schedule For School Districts provided by the Wisconsin Department of Public Instruction.** ~~adopted by the Board.~~ A public records notice shall be displayed in designated locations in the District.

LEGAL REF.: Wisconsin Statutes

Chapter 19, Subchapter II	[Public records and property]
Chapter 19, Subchapter IV	[Personal information practices]
Sections 103.13	[Records open to employees]
103.15	[Restrictions on use of test for HIV or antibodies to HIV]
118.125	[Student records]
118.126	[Privileged communication]
120.13(28)	[Board power to designate custodian(s) of records]
146.81-146.83	[Access to and confidentiality of patient health care records]
252.15	[Restrictions on use of HIV test]
938.396	[Interagency sharing of juvenile records]
ADM 12 of the Wisconsin Administrative Code	[electronic records management]
Americans with Disabilities Act of 199	[Maintenance of employee medical examinations]
Family Educational Rights and Privacy Act	[Confidentiality of student records]
Health Insurance Portability and Accountability Act [HIPPA – privacy of patient health/insurance records]	

CROSS REF.: 1200, Public ~~Relations~~ **Information** Program
4232.1, Employee HIV Infection
4260, Personnel Records
5533, Communicable Disease ~~Control~~
5533.1, Human Immunodeficiency Virus
6470, Student Records
7360, Facilities Project Records and Reports
8840, School Board Minutes

ADMINISTRATIVE REGULATIONS: None

POLICY 1240
ACCESS TO PUBLIC RECORDS
Page 2

AFFIRMED: December 28, 1990

REVISED: May 11, 1999
February 25, 2003
December 19, 2006

RULE 1240
ACCESS TO PUBLIC RECORDS

A. Definition

“Record” means any material on which written, drawn, printed, spoken, visual or electromagnetic information is recorded or preserved, regardless of physical form or characteristics, which has been created or is being kept by an authority. “Record” includes, but is not limited to, handwritten, typed or printed pages, maps, charts, photographs, films, recordings, tapes (including computer tapes), and computer printouts and optical disks. “Record” does not include drafts, notes, preliminary computations and like materials prepared for the originator’s personal use or prepared by the originator in the name of a person for whom the originator is working; materials which are purely the personal property of the custodian and have no relation to his or her office; materials to which access is limited by copyright, patent or bequest; and published materials in the possession of an authority other than a public library which are available for sale, or which are available for inspection at a public library.

B. Legal Custodian(s) of Records

The Superintendent of Schools/designee is the legal custodian of all School District records. Persons in the following positions are designated as deputies to act as legal custodians of particular records:

1. The School Board Secretary for all official Board records and minutes.
2. The ~~Director of Finance~~ **Chief Financial Officer** for all records relating to business services.
3. The Executive Director of ~~Human Resources~~ **Business Services** for all records relating to personnel services.
4. The ~~Executive Director of Curriculum and Instructional Services~~ **Assistant Superintendent of Teaching and Learning** for all records pertaining to curriculum and instruction.
5. The Director of Special Education **and Student Support** for all records relating to special education and student services.
6. The office of Student Support maintains records of former students.
7. The principal of each school under the direction of the Executive Directors of School Leadership ~~H/Coordinator of~~ **Director of Special Education and Student Support** for all student records and other records located in individual school buildings or centers of operation.

Upon request the Superintendent will provide information concerning the location of any District records not in the custody of any of the above named deputies.

C. Records Requests

1. Any person has a right to inspect a District record and to make or receive a copy of any record as provided in state law. Records specifically exempted from disclosure by state or federal law or authorized to be exempted from disclosure by state law are exempted from disclosure under these procedures. These records include, but are not necessarily limited to, student records, certain types of records of District employees and individuals holding local public office in the District, computer programs and data, contractor’s records, identities of certain applicants for public positions, and records or any portion of a record qualifying as a common law trade secret.

If a record contains information that may be made public and information that may not be made public, the authority having custody of the record shall provide the information that may be made public and delete or redact the information that may not be made public from the record before release.

2. A request to inspect or copy a record shall be made to the legal custodian of the records. The request shall be deemed sufficient if it reasonably describes the requested record or the information requested. However, a request for a record without a reasonable limitation as to subject matter or length of time represented by the record does not constitute a sufficient request. No request may be refused because the person making the request is unwilling to be identified or to state the purpose of the request. However, if security reasons or federal law so dictate, identification may be required. Mail requests, if approved, may require a fee prepayment.

RULE 1240
ACCESS TO PUBLIC RECORDS

Page 2

3. Each legal custodian, upon request for any record, shall, as soon as practicable and without delay, either fill the request or notify the requester of the denial of the request.
4. A request for a record may be denied as described in these procedures. A legal custodian may deny access to a record, in whole or in part, only if he/she determines that the harm to the public through disclosure of the record outweighs the public benefit of access to the record. The legal custodian is authorized and encouraged to consult with the District's legal counsel in making such determination.
 - a. Oral requests may be denied orally unless a demand for a written statement of the reasons denying the request is made by the requester within five business days of the oral denial.
 - b. If a written request is denied in whole or in part, the requester shall receive a written statement of the reasons for the denials. Written denials must include a statement informing the requester that the denial may be reviewed by a court by mandamus under state law, or upon application to the Attorney General or a District attorney.
 - c. Any custodian who denies access to a record shall report such denial to the Superintendent as soon as possible.
5. Records will be available for inspection and copying during all regular office hours.
6. A requester shall be permitted to use facilities comparable to those available to District employees to inspect, copy or abstract a record.
7. The legal custodian may require supervision of the requester during inspection or may impose other reasonable restrictions on the manner of access to an original record if the record is irreplaceable or easily damaged.
8. A requester shall be charged a fee for the cost of copying and locating records as follows:
 - a. The fee for photocopying shall be set from time to time by the Superintendent.
 - b. If the form of a written record does not permit copying, the actual and necessary cost of photographing and photographic processing shall be charged.
 - c. The actual full cost of providing a copy of other records not on printed form on paper, such as films, computer printouts and audio or videotapes shall be charged.
 - d. If mailing or shipping is necessary, the actual cost thereof shall also be charged.
 - e. There shall be no charge for locating a record unless the actual cost therefore exceeds \$50.00 in which case the actual cost shall be determined by the legal custodian and billed to the requester.
 - f. The legal custodian shall estimate the cost of all applicable fees and may require a cash deposit adequate to assure payment, if such estimate exceeds \$5.00.
 - g. Elected officials and employees of the District shall not be required to pay for public records they may reasonably require for the proper performance of their official duties.
 - h. The legal custodian may provide copies of a record without charge or at a reduced charge where he/she determines that waiver or reduction of the fee is in the public interest.

D. Records Retention

1. District records shall be kept for the period of time specified in the records retention schedule adopted by the Board. Records not covered in the District's records retention schedule shall be kept for a period of not less than seven years, unless a shorter period is fixed by the state public records board or otherwise provided.
 - a. Student records shall be retained as outlined in District procedures relating to the maintenance and confidentiality of student records.
 - b. Any taped recording of a meeting of a governmental body (i.e., School Board) may be destroyed no sooner than 90 days after the minutes have been approved and published if the purpose of the

RULE 1240
ACCESS TO PUBLIC RECORDS
Page 3

recording was to make minutes of the meeting.

2. Records that no longer serve a useful, business, educational or historical purpose shall be destroyed subject to limitations of applicable laws and the record retention schedule adopted by the Board. Prior to destruction of any records, the Kenosha County Historical Society/District Archives shall be notified at least 60 days in advance to determine if historical interest justifies preservation of such records. The Kenosha County Historical Society/District Archives may, upon application, waive this notice.
3. No record may be destroyed at any time after the receipt of a request for inspection or copying of the record until after the request is granted or until at least 60 days after the date that the request is denied.
4. The District may provide for the keeping and preservation of public records through the use of microfilm or another reproductive device, optical imaging or electronic formatting. Any photographic reproduction that meets applicable state law standards shall be deemed an original record for all purposes.

A meeting of the Kenosha Unified Curriculum/Program Committee chaired by Mrs. Taube was called to order at 6:30 P.M. with the following Committee members present: Ms. Stevens, Mrs. Coleman, Mrs. Reed, Mrs. Anderson, Mrs. Daghfal, Ms. Galli, and Mrs. Taube. Dr. Hancock was also present. Ms. Santoro was excused. Mr. Simpkins was absent.

Approval of Minutes – October 9, 2012 Curriculum/Program and Joint Audit/Budget/Finance & Curriculum/Program

Ms. Stevens moved to approve the minutes as presented in the agenda. Mrs. Coleman seconded the motion. Unanimously approved.

Four-Year Graduation Rate – Cohort Analysis

Mr. Kristopher Keckler, Executive Director of Information and Accountability, presented the Four-Year Graduation Rate – Cohort Analysis as contained in the agenda. He indicated that the report provides a base cohort illustrating the progress of students from their initial assignment as a ninth grader on the official third Friday count day in the 2008-2009 school year until the end of the summer school four school years later in August, 2012. In addition, the graduation base cohort of the Class of 2011 was examined in terms of its progress during the year following its designated graduation year (fifth year). He noted that the cohort graduation rate presented in the report is slightly different than the rate published by the Wisconsin Department of Public Instruction (DPI) due to the fact that beginning with the 2009-2010 school year, the DPI reported a four year cohort graduation rate which includes all students who have been assigned to a *Wisconsin* public school cohort and were last enrolled in KUSD during the four year time period whether or not the student *began* in KUSD in their ninth grade. Additionally, the DPI's graduation rate is a factor in two priority areas of the new Accountability School Report Card: Closing the gaps and On-Track and Postsecondary Readiness.

Mrs. Coleman requested an Update on the Closing of the Achievement Gap Plan.

Ms. Stevens moved to forward the Four-Year Graduation Rate – Cohort Analysis to the full Board for acceptance. Mrs. Anderson seconded the motion. Unanimously approved.

Information Items

Mr. Keckler presented the Summary of New DPI School Report Cards. He indicated with the new report cards each school receives an accountability index score (ranging from 0 to 100) which is based on the school's performance in the following four priority areas: 1) student achievement, 2) student growth, 3) closing gaps, and 4) on-track/postsecondary readiness. He also explained the possibility of a deduction in relation to the three student engagement areas (test participation rate, absenteeism rate, and dropout rate) and how that deduction can affect the overall rating of a school.

Ms. Stevens requested an update on the AIMS Program which would include truancy numbers for each school.

Dr. Sue Savaglio-Jarvis, Executive Director of Teaching and Learning, presented the Update on Grade 8 Algebra. She indicated that with many research studies and the Common Core State Standards supporting a rigorous math curriculum, all 7th grade students were enrolled in Pre-Algebra as a prerequisite to Algebra in the 8th grade during the 2011-12 school year. Mrs. Christine Pratt, Coordinator of Science and Mathematics, discussed and answered questions pertaining to grouping, differentiating, and monitoring via the use of MAP, ALEKS, and Odyssey.

Mrs. Coleman requested a Progress/Monitor Report on Grade 7 & 8 Algebra (results from the 2012-13 first quarter).

Mr. Daniel Tenuta, Assistant Superintendent of Secondary School Leadership, presented the Asynchronous Learning Days. He indicated that five full professional learning days for staff have been granted for the next four years beginning with the 2012-2013 school year. During the professional learning days for staff, students will not be in attendance but will have the ability to participate in asynchronous on-line instructional activities that not only focus on the existing curriculum but also on enrichment activities and collaboration. Mr. Tenuta noted the summary of the middle and high school activities offered and answered questions of the Committee members.

Future Agenda Items

As noted above, the following items will be brought back to the Committee at a future time: 1) Update on the Closing the Achievement Gap Plan, 2) Update on the AIMS Program - including truancy numbers for each school, and 3) a Progress/Monitor Report on Grade 7 & 8 Algebra (results from the 2012-13 first quarter).

Meeting adjourned at 7:41 P.M.

Stacy Schroeder Busby
School Board Secretary



KENOSHA UNIFIED SCHOOL BOARD
JOINT PERSONNEL/POLICY AND
CURRICULUM/PROGRAM MEETING
Educational Support Center – Room 110
November 13, 2012
MINUTES

A joint meeting of the Kenosha Unified Personnel/Policy and Curriculum/Program Committees chaired by Mrs. Coleman was called to order at 6:26 P.M. with the following Committee members present: Mrs. Taube, Mr. Gallo, Mr. Retzlaff, Ms. Hamilton, Ms. Morrison, Ms. Ross, Ms. Stevens, Mrs. Reed, Mrs. Anderson, Mrs. Daghfal, Ms. Galli, and Mrs. Coleman. Dr. Hancock was also present. Mr. Jacobs, Mr. Wamboldt, and Ms. Santoro were excused. Mr. Simpkins was absent.

Policy/Rule 6110 - Instructional Program Mission and Beliefs

Dr. Sue Savaglio-Jarvis, Executive Director of Teaching and Learning, presented Policy/Rule 6110 – Instructional Program Mission and Beliefs. She indicated that it is the recommendation of administration to remove the policy and rule as it is outdated and does not reflect current focus or practice. Furthermore, Policy 6100 – Mission, Principles, Goals and Results clearly defines the focus of the Teaching and Learning Department along with the District's Transformation Plan.

Mrs. Taube moved to forward the recommendation for removal of Policy and Rule 6110 – Instructional Program Mission and Beliefs to the full Board for consideration. Ms. Stevens seconded the motion. Unanimously approved.

Meeting adjourned at 6:28 P.M.

Stacy Schroeder Busby
School Board Secretary

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KENOSHA UNIFIED SCHOOL DISTRICT NO. 1
Kenosha, Wisconsin

December 4, 2012
Curriculum/Program Standing Committee

TOSA Wisconsin Technology Initiative Grant

In Spring 2011, the Kenosha Unified School Board approved the initial Wisconsin Technology Initiative (WTI) TOSA grant which consisted of three phases. The first phase award of \$150,000 targeting our high schools was awarded that spring. The second TOSA grant award of \$75,000 to address our elementary level was awarded Spring 2012. This application round is our phase 3.

- Grant Announcement: October 19, 2012
- Grant Writing: October 31, 2012 – November 7, 2012
- Grant Application Due – November 16, 2012

Grant Title:

TOSA Wisconsin Technology Initiative
District/College Grant
Grant Request: \$75,000 grant

Grant Purpose:

With funding from the TOSA Foundation, the Wisconsin Technology Initiative (WTI) seeks to enhance student academic achievement, 21st-century skills, attendance, and engagement through the effective use of interactive classroom technologies in K–12 schools and preservice teaching institutions. The WTI Lighthouse District Grant provides funding for classroom interactive white boards, software and related peripherals, and is designed to achieve the following specific goals:

1. Leverage students' innate curiosity and passion for technology to increase their achievement and their engagement with a rigorous, accountability-driven, standards-based curriculum;
2. Provide professional development to teaching staff on the effective use of interactive classroom technologies to increase student achievement and engagement; and
3. Evaluate the degree to which the interactive technologies appraise the impact of the proposed project on student achievement and engagement, alignment of the curriculum with common core standards, and student-teacher collaboration

Vision

In order to maximize the brilliance of all children, Kenosha Unified Transformation Design mission is to assure that every student experiences high quality, personalized learning success. Focused efforts designed for coaching educators in embedding 21st Century tools, resources and formative assessment practices enables teachers to bridge the gap and deepen learning. Raising student achievement better prepares our students for success in college and careers.

Secondary (high school and middle school) math and science teachers will create formative assessment collections based on the Common Core State Standards (CCSS) and Next Generation Science Standards (NGSS). Teaming math and science teachers assists in integrating standards to bring about true STEM learning opportunities. Continuous collaboration between educators, building staff, district administrators and post secondary connections is fundamental to building capacity and increasing our academic successes within the District. The WTI Grant will afford us an opportunity to focus on our district secondary (high school and middle school) math and science classrooms and help us harness technology to improve formative assessments in STEM. The hand-held learner response system allows automated text analysis to evaluate constructed response assessments and provide immediate feedback for students.

The ActivExpression2 Learner Response System is designed to promote full-class participation and engagement throughout lessons while encouraging ongoing, real-time assessment of student progress. This tool also allows integrated self-paced learning by assigning quizzes with questions of varying difficulty enabling students to respond at their own pace. These features will help students acquire deeper conceptual understanding and transferable problem-solving skills. Interactive assessments that reveal student thinking are integral to our District's efforts to support our Transformational Design Plan Goal 1 – Improve Student Achievement.

Proposed Project Design

A technology proficiency assessment, known as Next Generation Assessments, was conducted by Kenosha Unified Spring of 2010. It revealed that our teachers' pedagogical knowledge needed to improve. Our average response score was at 1.8 out of 10. In our efforts to address this concern, support for teachers as they embed instructional technology in learning activities related to 21st Century standards, assessments, curriculum, and instruction is an emphasis. Professional development that addresses these efforts supports optimizing each child's learning potential through the utilization of technology tools and resources. The hand-held learning response devices aid in formative assessment practices.

Through this grant opportunity, teachers utilize the student learner response devices to:

- Transform traditional formative assessment methods to new interactive opportunities that provide immediate feedback
- Implement strategies that engage students in higher level thinking through various questioning techniques
- Probe prior knowledge and current thinking to guide teaching
- Give all students opportunities to share their voices

The above changes in teacher practices allow students to:

- Respond anonymously to monitor their own learning
- Measure their own strengths and weakness
- Practice skills and concepts with immediate feedback
- Work at level through self-paced assessment activities
- Increase on-task engagement experiences

This TOSA grant will focus on secondary math and science teachers. Teams at each school will be comprised of one math and one science teacher. Middle schools will have two teams per building, and high schools will have three teams per building. The teams will collaboratively integrate assessments that deepen STEM applications. Each participant will commit to attending two assessment professional development courses funded by the District. Additional sharing opportunities will take place through WebEx video conferencing opportunities to provide just-in-time collaboration and training. Teachers will learn to implement various questioning strategies with ActivExpressions2. These strategies measure specific learning targets and the data gathered will be used to adjust instruction as needed. As a final project of the grant, teacher leaders will work collaboratively (face to face and online) to produce formative assessment collections based on the CCSS and NGSS. These assessment collections will be located on the District online collaborative learning environment, My Big Campus, for anywhere anytime access. These assessments will be an additional resource for their STEM peers to ensure best practices.

KUSD seeks to connect with the teacher education program at Carthage College and the developing program at University Wisconsin Parkside. We have built into this grant application funding for four sets of ActivExpression2 to be used in these teacher prep programs. A separate summer course will be offered by KUSD to provide training for college instructors programs.

Relationship to District Budget:

These funds cover items over and above the District budget. The TOSA Foundation grant does not support position costs or costs associated with substitutes. The 10% district, matching requirement is coming from Instructional Technology to cover the costs of course instructors, additional sets of ActivExpression2s and video-conference resources.

District Staff Persons Involved in Developing/Implementing the Grant:

Annie Fredriksson, Coordinator – Instructional Technology and Library Media
Chris Pratt, Coordinator – Science and Mathematics
Mary Salani, Teacher Consultant - Instructional Technology

Administrative Recommendation:

No recommendation for full board review is necessary. The initial grant proposal was approved in spring of 2011. This is an informational update regarding the third round TOSA WTI grant opportunity for Kenosha Unified.

Dr. Michele Hancock
Superintendent of Schools

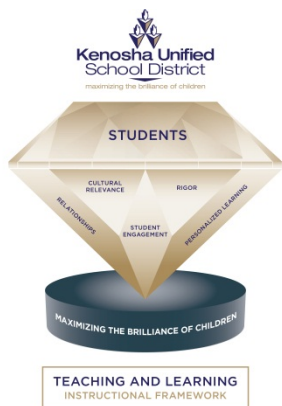
Dr. Sue Savaglio-Jarvis
Assistant Superintendent of Teaching and Learning

Annie Fredriksson
Coordinator - Library Media/Instructional Technology/Media Production

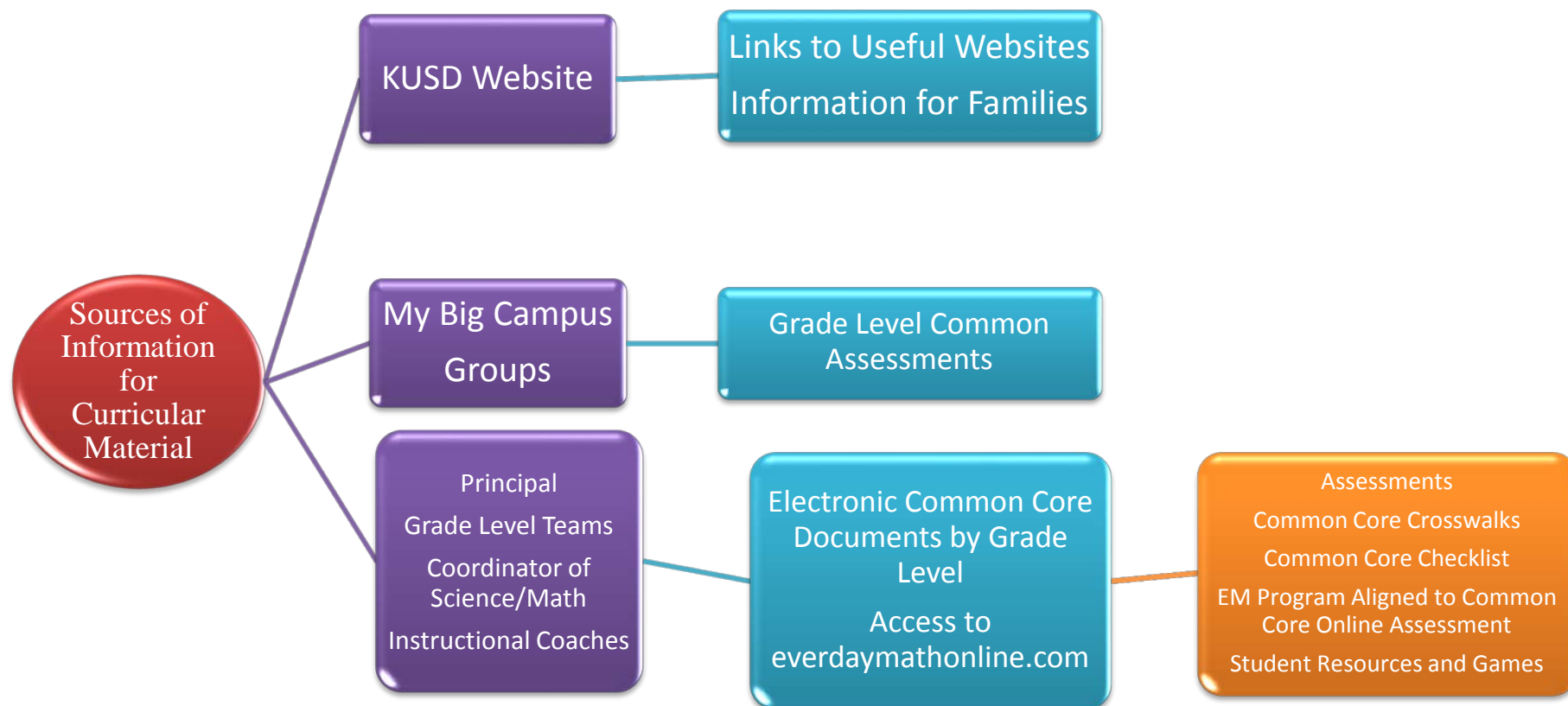
Mary Salani
Teacher Consultant – Instructional Technology

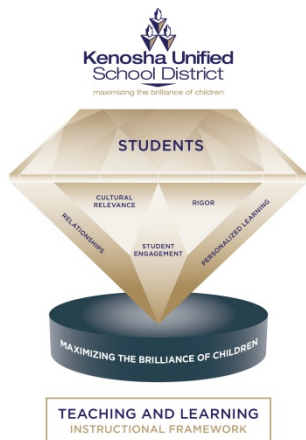
Timeline of Stages

Date	Activity	Responsible Lead
October 2012	Select Grant Participants	Dr. Kurt Sinclair, Principal, Bradford High School Dr. Beth Ormseth, Principal, Indian Trail High School Mr. Richard Aiello, Principal, Tremper Ms. Kim Fischer, Principal, Bullen Middle School Mr. Chad Dahlk, Principal, Lance Middle School Mr. Ernie Llanas, Principal, Lincoln Middle School Ms. Terri Huck, Principal, Lincoln Middle School Ms. Sharon Miller, Principal, Washington Middle School
November 2012	WTI/TOSA ActivExpression2 Course Development	Instructional Technology Teaching Consultants: Mary Salani, Michelle Valeri, and Rebecca Arnold
January 2013	Meet with all Grant Participants and Administrators <ul style="list-style-type: none"> Review the grant expectations Discuss equipment 	Mrs. Annie Fredriksson, Coordinator of Instructional Technology Instructional Technology Teaching Consultants
January 2013	Grant Participants Take the Pre- Next Generation Assessment for Teacher Technology Proficiency	Instructional Technology Teaching Consultants: Mary Salani, Michelle Valeri, and Rebecca Arnold
Spring 2013	Professional Development for Participants <ul style="list-style-type: none"> Level 1 course Two webx opportunities for further short shot training. 	Instructional Technology Teaching Consultants: Mary Salani, Michelle Valeri, and Rebecca Arnold
Early Summer 2013	Professional Development for Participants <ul style="list-style-type: none"> Level 2 15-hour course 	Instructional Technology Teaching Consultants: Mary Salani, Michelle Valeri, and Rebecca Arnold
Summer 2013	Professional Development for College Instructors <ul style="list-style-type: none"> Level 1 course 	Instructional Technology Teaching Consultants: Mary Salani, Michelle Valeri, and Rebecca Arnold
Summer 2013	Summer Institute 2013 <ul style="list-style-type: none"> Encourage participants to submit session proposal 	Annie Fredriksson. Coordinator of Instructional Technology Teacher Consultants & Institute Instructors
Ongoing	Administrative Evaluation of Grant Objectives	All Administrators associated with the WTI Grant



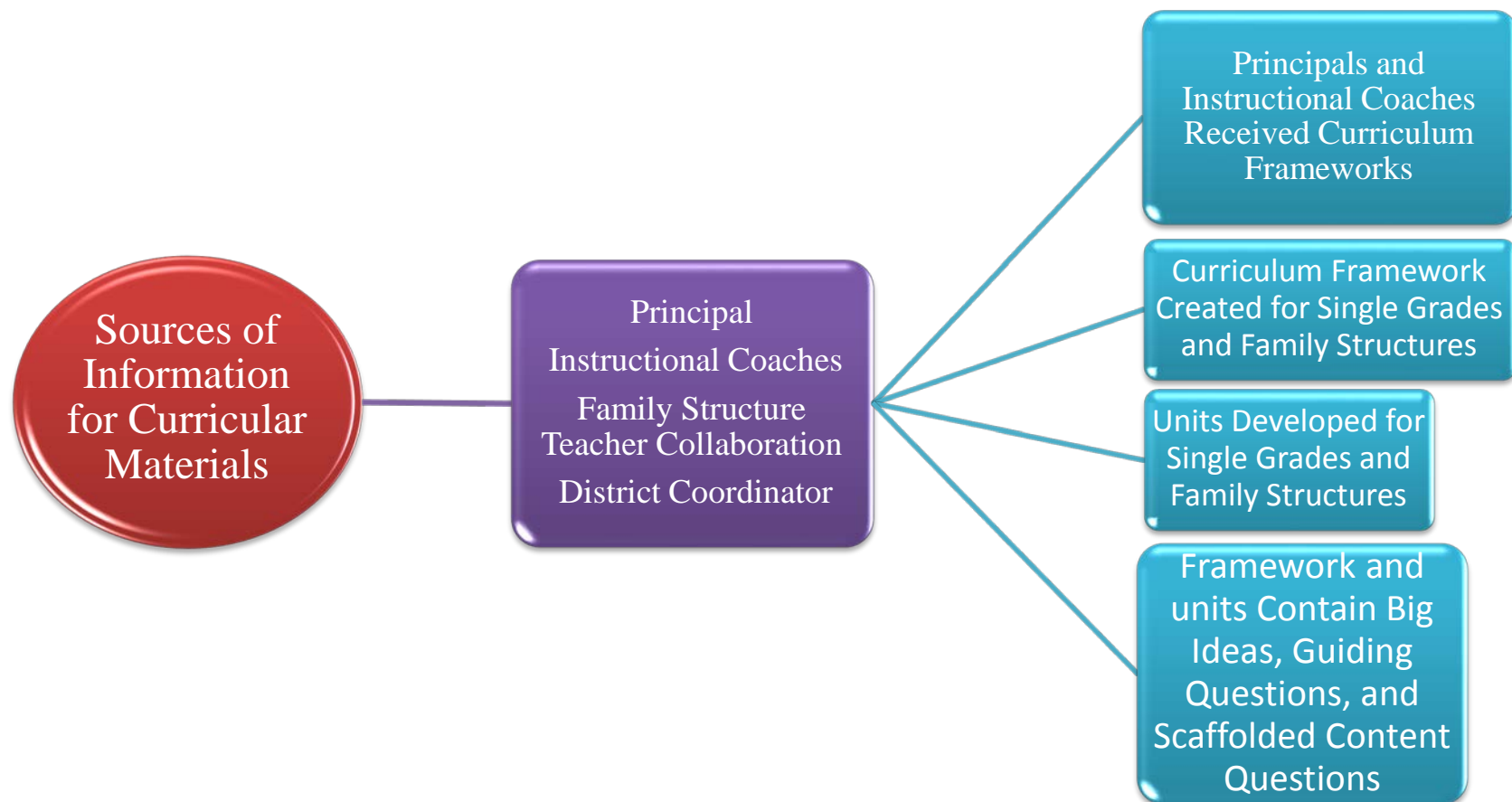
Grades K-5 Mathematics Teacher Resource Guide

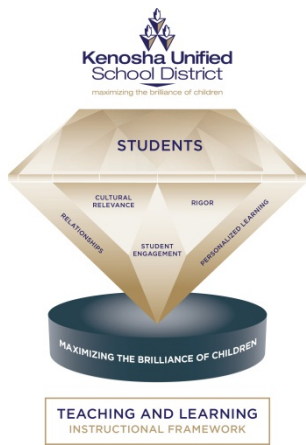




Social Studies

Teacher Resource Guide Grades K – 5

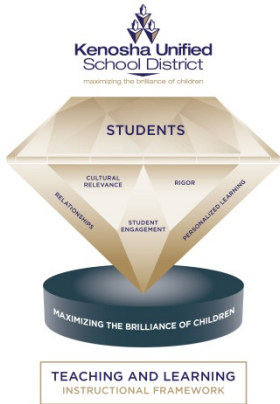




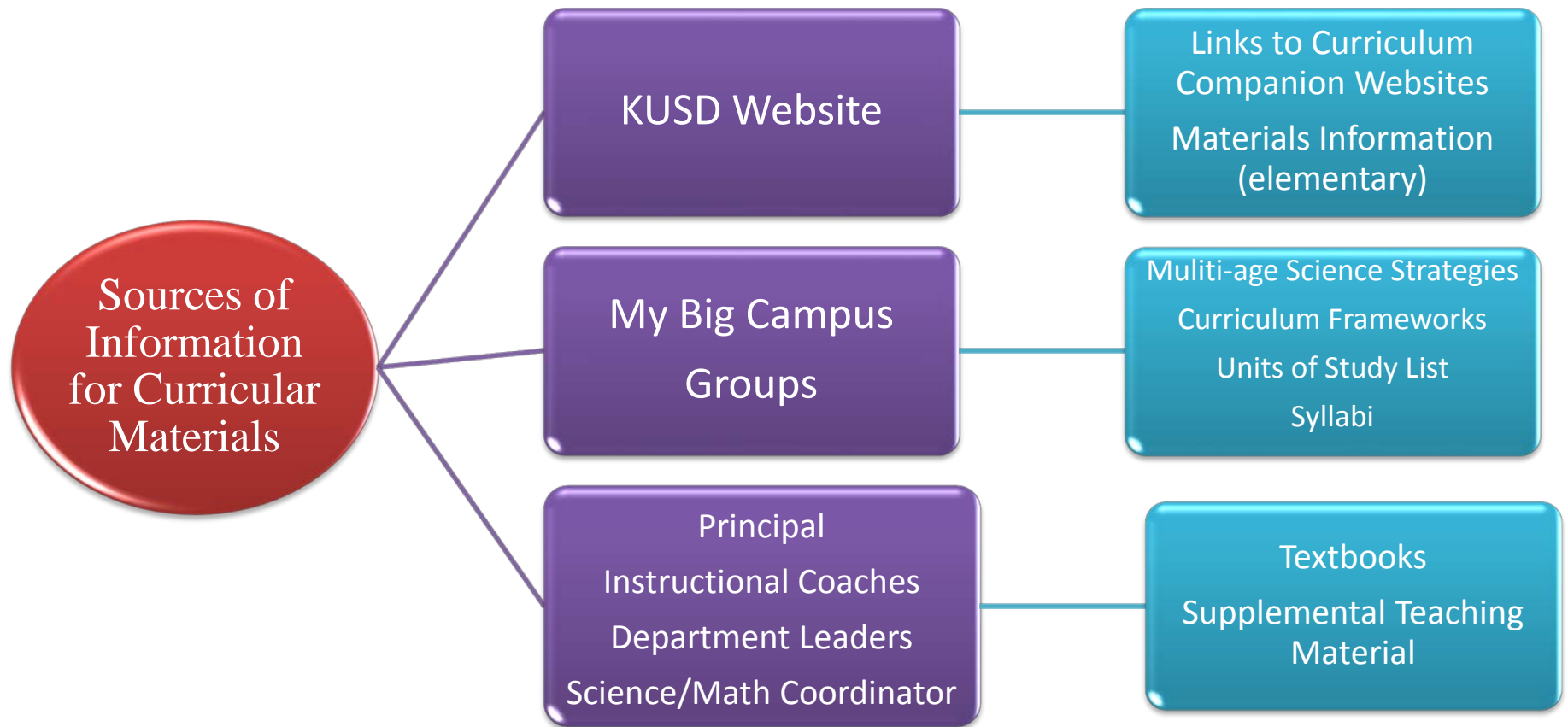
English/Language Arts

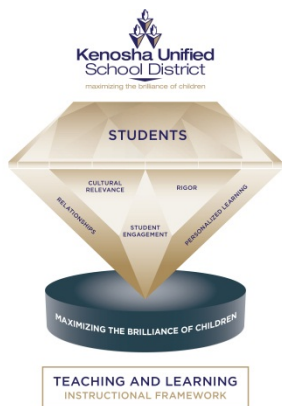
Teacher Resource Guide Grades K – 8



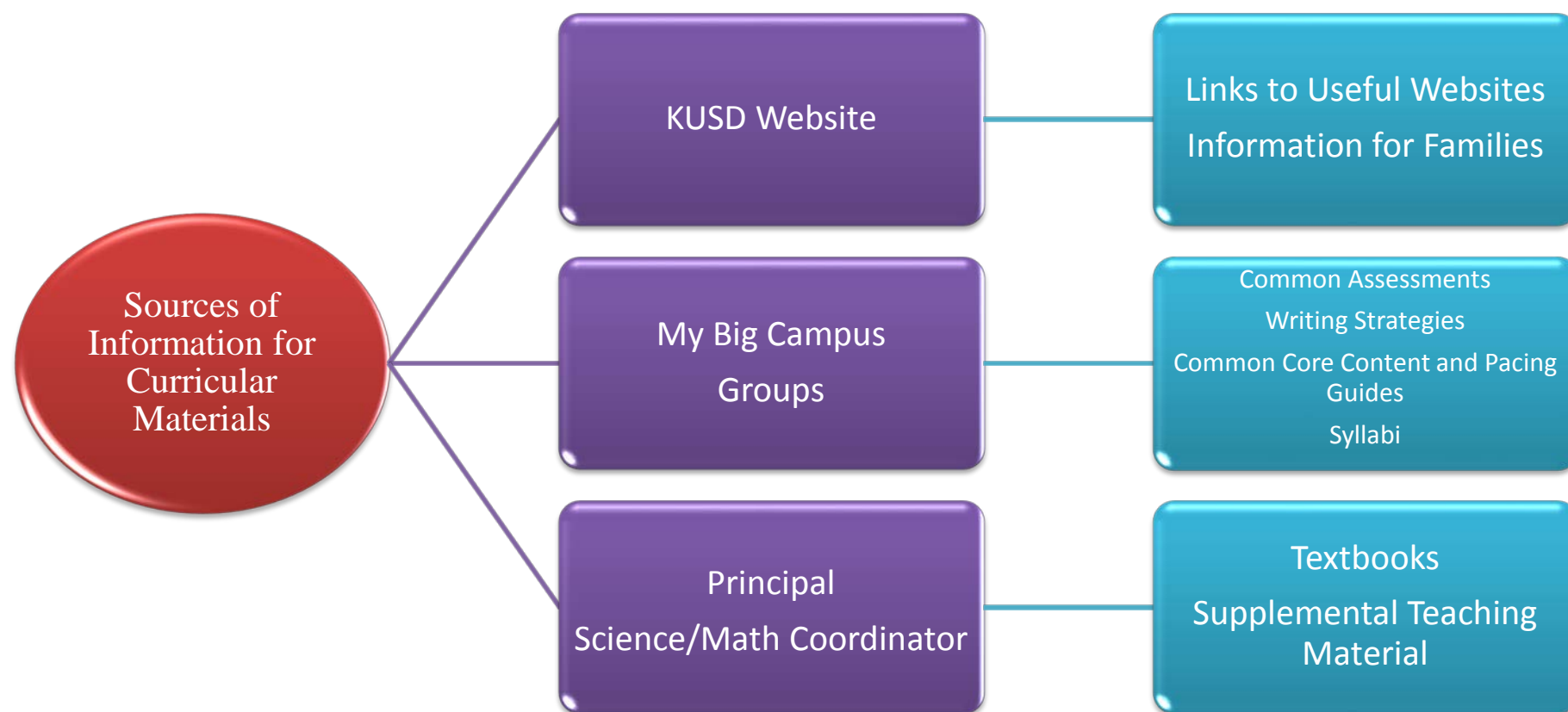


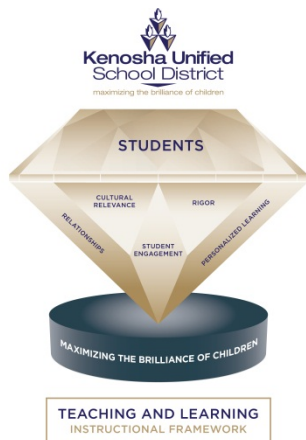
Science Teacher Resource Guide Grades K-12





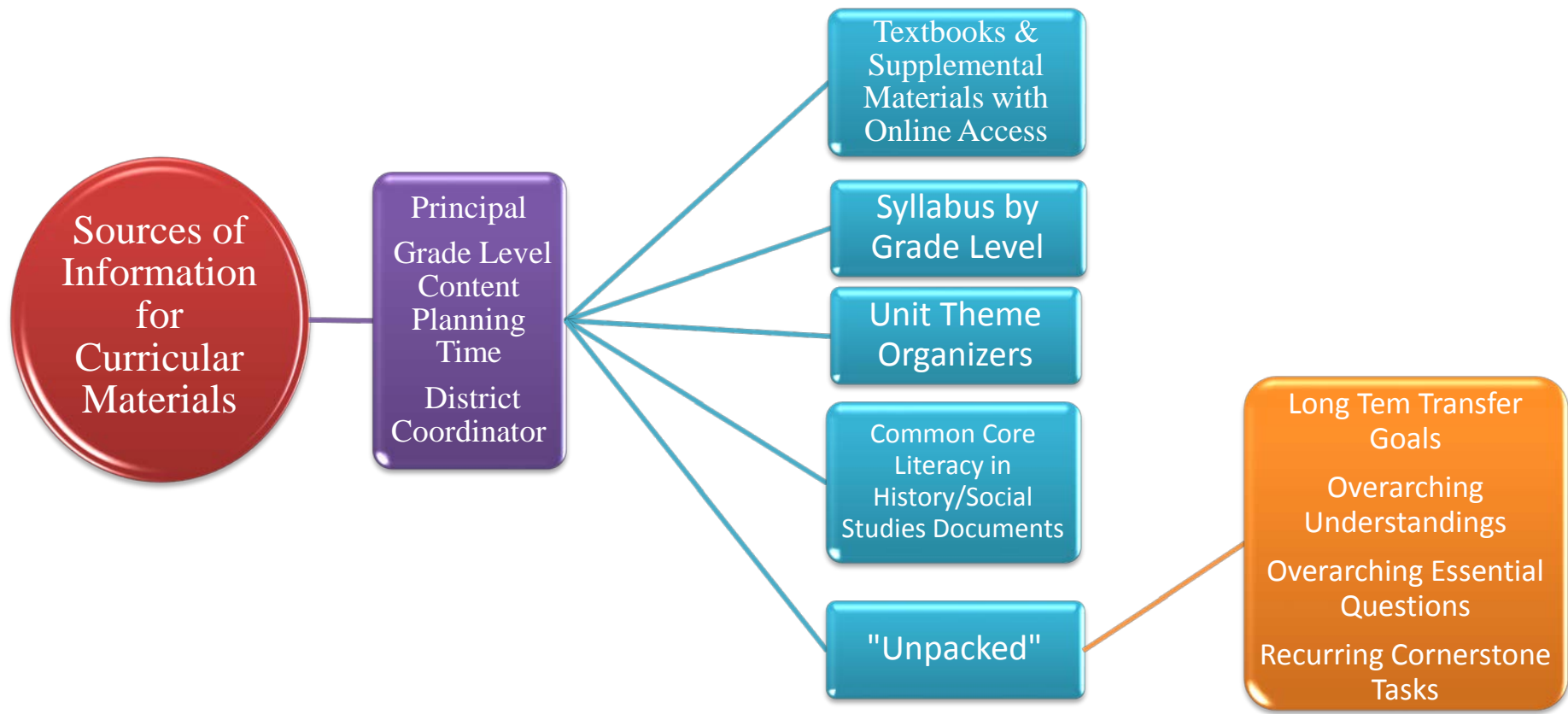
Middle School Mathematics Teacher Resource Guide

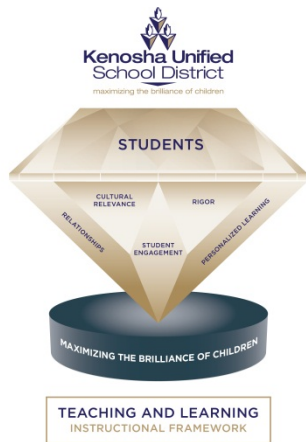




Social Studies

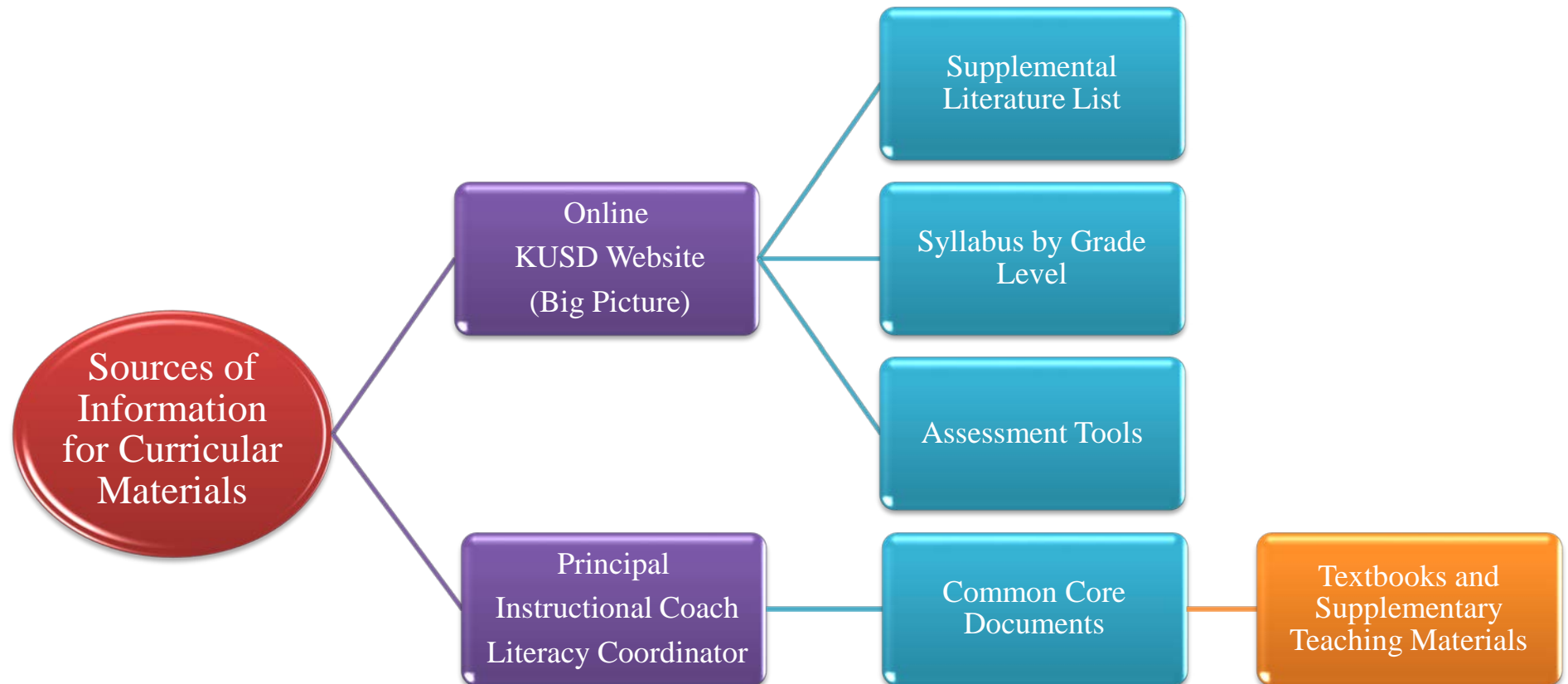
Teacher Resource Guide Grades 6 – 8

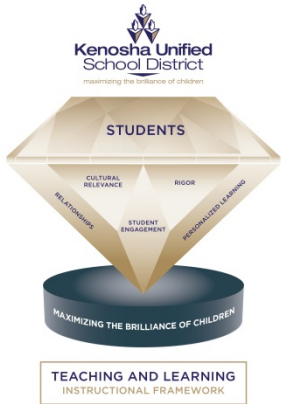




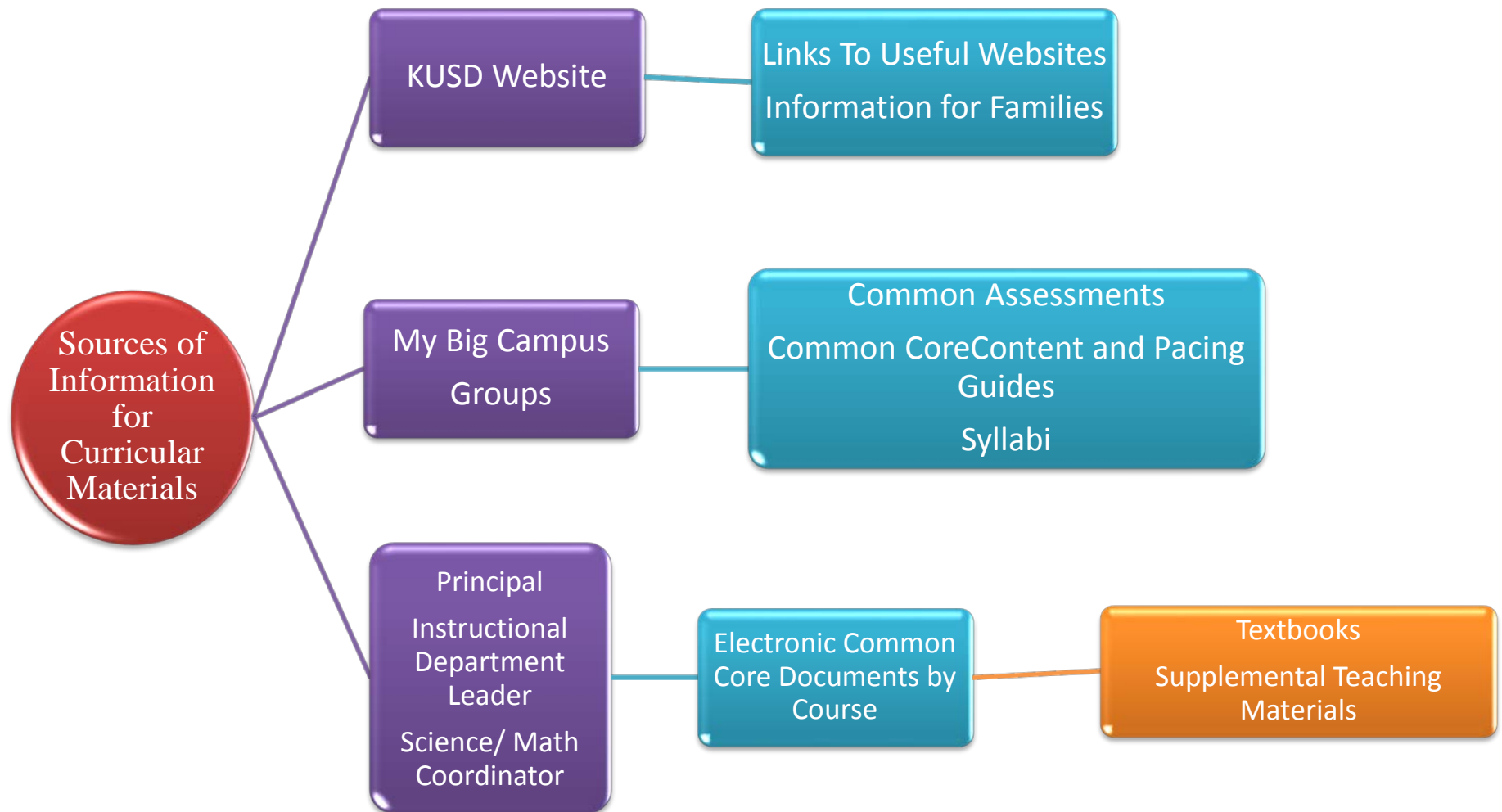
English/Language Arts

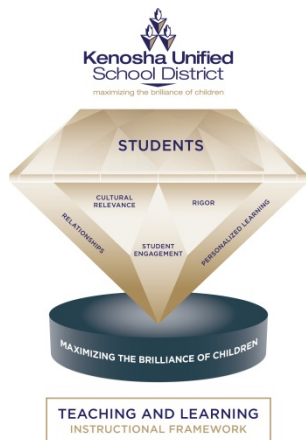
Teacher Resource Guide Grades 9 – 12





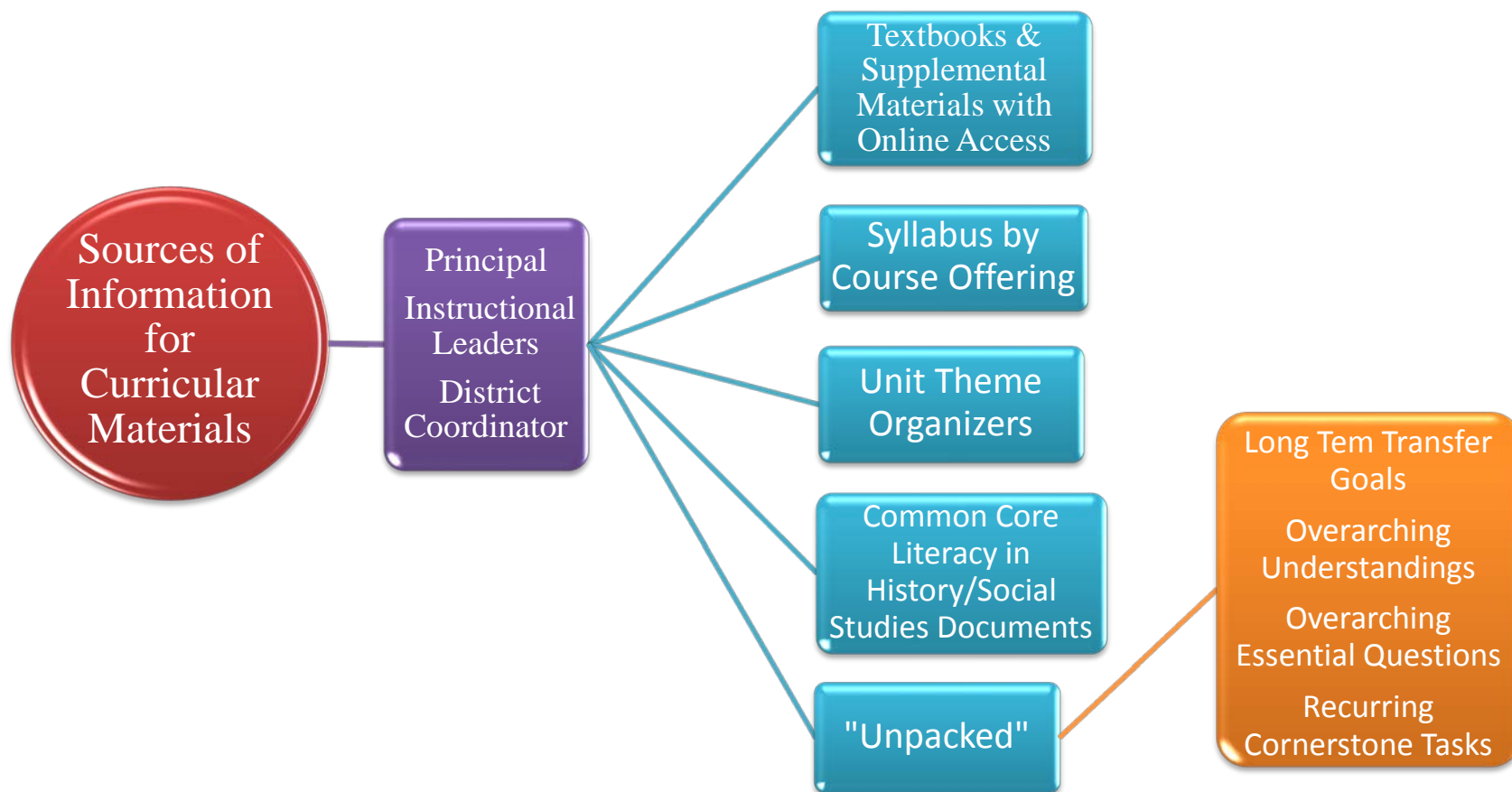
High School Mathematics Teacher Resource Guide





Social Studies

Teacher Resource Guide Grades 9 – 12



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Kenosha Unified School District
Kenosha, Wisconsin

December 4, 2012
Curriculum/Program Standing Committee

Special Education Update

The special education department of Kenosha Unified follows the District's transformation Plan for all of our students. Our mission is "To assure every child experiences high quality personalized learning success." A personalized learning system provides opportunities to maximize the potential of all students based on their needs, abilities, and preferences. We also follow all of the federal and state rules and regulations for our students with individual education needs. The following are some terms that are commonly referred to in special education.

IDEA – Individuals with Disabilities Education Act

FAPE – Free and Appropriate Public Education

LRE - Least Restrictive Environment

IEP – Individual Education Plan

IEP Team – general education, special education, principal, other staff as needed

The school district is bound to the legal requirements of the federal law known as IDEA. The law requires that we offer all students with disabilities FAPE in the LRE possible. What this means is that we (IEP Team) take each student who has an IEP and decide where that student will be successful. The law also says that each student will participate with their same age peers to the maximum extent possible.

Kenosha Unified Special Education Program at a Glance

Numbers of Students with IEP's by Disability

Autism	250
Cognitive Disability	174
Emotional Behavior Disability	227
Hearing Impaired	48
Learning Disability	906
Other Health Impaired	404
Orthopedic Impairment	40
Significant Developmental Delay	92
Speech and Language	704
Traumatic Brain Injury	12
Visual Impairment	<u>22</u>
Total Students with a Disability	2,879

(Definitions for all of the above disabilities are located on the District's Web Page under Special Education)

KUSD Programs									
	Most Restrictive		80% of the day self-contained		Combination Sp. Ed./Gen. Ed.		Full Inclusion		Dismissal from Special Ed.
KCDC	less than 1%								
Hillcrest	2%								
High School			19%		21%		57%		
Middle School			6%		16%		78%		
Elementary School			3%		10%		87%		
Early Education			13%				87%		

Elementary Self-Contained Programs

- Cognitive Disabilities Program – located at Harvey, Jeffrey, Nash, Somers, Southport, and Vernon
- Emotional Behavior Program – located at Bose, Brass, EBSOLA, Grewenow, and Stocker

Middle School Self-Contained Programs

- Cognitive Disabilities Program – located at Mahone and Lance
- Emotional Disabilities Program – located at Lincoln and Washington

High School Self-Contained Programs

- Cognitive Disabilities Program – Bradford, Indian Trail, and Tremper
- Emotional Behavior Program – Bradford, Hillcrest, Indian Trail, and Tremper

18 to 21 Year Old Cognitive Disability Program

- STEP Program – located at the Boys and Girls Club

Kenosha Unified is always cognizant of the confidentiality of our students, therefore, numbers of students with disabilities per school are not in this report. They are available upon request.

Dr. Michele Hancock
Superintendent of Schools

Dr. Sue Savaglio Jarvis
Assistant Superintendent of Teaching and Learning

Susan Valeri
Director of Special Education and Student Support