

**COLUMBUS COMMUNITY CENTER
(A Program of Salt Lake City School District)**

**STATEMENT OF PROGRAM REVENUES AND
EXPENDITURES - BUDGET AND ACTUAL**

Year Ended June 30, 2013

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1329 South 800 East • Orem, Utah 84097-7700 • (801) 225-6900 • Fax (801) 226-7739 • www.squire.com

INDEPENDENT AUDITOR'S REPORT

Board of Education
Salt Lake City School District

Report on the Financial Statement

We have audited the accompanying statement of program revenues and expenditures – budget and actual of the Columbus Community Center, a program within the special programs fund of Salt Lake City School District, for the year ended June 30, 2013.

Management's Responsibility for the Financial Statement

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

Auditor's Responsibility

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

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

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

Opinion

In our opinion, the financial statement referred to above presents fairly, in all material respects, the results of activities of the Columbus Community Center for the year ended June 30, 2013 in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1 to the financial statement, the statement of program revenues and expenditures - budget and actual of the Columbus Community Center is intended to present the results of operations of only that portion of the special programs fund of the Salt Lake City School District that is attributable to the transactions of the Columbus Community Center.

Other Matter

Supplementary Information

Our audit was performed for the purpose of forming an opinion on the statement of program revenues and expenditures – budget and actual of the Columbus Community Center for the year ended June 30, 2013. The accompanying supplemental combining schedule of individual contract revenues and expenditures is presented for purposes of additional analysis and is not a required part of the statement of program revenues and expenditures – budget and actual.

The accompanying supplemental combining schedule of individual contract revenues and expenditures is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the statement of program revenues and expenditures – budget and actual. Such information has been subjected to the auditing procedures applied in the audit of the statement of program revenues and expenditures – budget and actual and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplemental combining schedule of indirect contract revenues and expenditures is fairly stated, in all material respects, in relation to the statement of program revenues and expenditures – budget and actual as a whole.

Squire & Company, PC

Orem, Utah
November 29, 2013

COLUMBUS COMMUNITY CENTER
(A Program of Salt Lake City School District)
STATEMENT OF PROGRAM REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
Year Ended June 30, 2013

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget</u>
Revenues:			
Federal	\$ 3,137,180	\$ 3,937,226	\$ 800,046
State	1,260,031	1,157,564	(102,467)
Local	<u>3,760,120</u>	<u>2,587,817</u>	<u>(1,172,303)</u>
Total revenues	8,157,331	7,682,607	(474,724)
Expenditures:			
Instruction:			
Salaries	3,986,473	3,794,931	191,542
Employee benefits	1,266,632	968,550	298,082
Supplies	1,340,301	714,897	625,404
Mileage	31,750	17,739	14,011
Workshop	16,606	14,142	2,464
Contract services	<u>162,905</u>	<u>183,938</u>	<u>(21,033)</u>
Total instruction	6,804,667	5,694,197	1,110,470
Administrative	(23,210)	-	(23,210)
Operation and maintenance of buildings	807,934	1,751,876	(943,942)
Equipment	382,818	58,271	324,547
Indirect costs	<u>185,122</u>	<u>178,157</u>	<u>6,965</u>
Total expenditures	<u>8,157,331</u>	<u>7,682,501</u>	<u>474,830</u>
Excess of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ 106</u>	<u>\$ 106</u>

The notes to statement of revenues and expenditures - budget and actual - are an integral part of this statement.

**COLUMBUS COMMUNITY CENTER
(A program of Salt Lake City School District)
NOTES TO STATEMENT OF PROGRAM REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL**

Note 1. Summary of Significant Accounting Policies

The accounting policies of the Columbus Community Center (the Center) are in compliance with generally accepted accounting principles applicable to governmental units in general and Utah school districts in particular. The following is a summary of the more significant policies:

Organization and Purpose – The Center, a program of Salt Lake City School District (the District) and accounted for within the special programs fund of the District, is operated by the District for the purpose of, but not limited to, providing supervised apartments and supported living and supported employment services for people with disabilities under service provider contracts with the State of Utah, Department of Human Services, Division of Services for People with Disabilities.

Basis of Accounting – The flow of current financial resources measurement focus and the modified accrual basis of accounting is followed by the Center. The modified accrual basis of accounting is used by the District in its special programs fund in conformity with generally accepted accounting principles for governmental entities.

Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual (i.e., when they become both measurable and available). Measurable means the amount of the transaction can be determined and available means collectible within the current period or soon thereafter to pay liabilities of the current period. All primary revenue sources in the governmental funds have been treated as susceptible to accrual. Therefore, the Center records revenues when reimbursable contract services are rendered. Expenditures, other than unmatured principal and interest on long-term debt, are recorded when the related fund liability is incurred.

Budgetary Data – The Statement of Program Revenues and Expenditures – Budget and Actual has been prepared on the modified accrual basis of accounting. The Center prepares budgets in conjunction with the District’s budgeting process. The District’s 2013 Comprehensive Annual Financial Report should be referred to for a description of the budgetary process.

Vacation and Sick Leave – The Center accrues salary-related payments for vacation and sick leave according to District policies. The District’s 2013 Comprehensive Annual Financial Report should be referred to for a description of this policy.

Equipment – Costs incurred for the purchase of equipment are recorded as expenditures in the special programs fund. Equipment costing \$5,000 or more is capitalized at cost and depreciated over its useful life in the District’s government-wide financial statements (statement of net assets and statement of activities) as presented in the District’s 2013 Comprehensive Annual Financial Report.

**COLUMBUS COMMUNITY CENTER
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NOTES TO STATEMENT OF PROGRAM REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL**

Note 2. Retirement Plans

The Center, in conjunction with the District, contributes to the State and School Contributory Retirement System and State and School Noncontributory Retirement System, cost-sharing multiple-employer defined benefit pension plans administered by the Utah Retirement Systems (Systems). The Systems provides refunds, retirement benefits, annual cost of living adjustments and death benefits to plan members and beneficiaries in accordance with retirement statutes. Because no separate information is available for the Center's retirement plan participation, reference should be made to the District's 2013 Comprehensive Annual Financial Report for details of the retirement plans.

COLUMBUS COMMUNITY CENTER
(A Program of Salt Lake City School District)
SUPPLEMENTAL COMBINING SCHEDULE OF INDIVIDUAL CONTRACT REVENUES AND EXPENDITURES
Year Ended June 30, 2013

	Bureau Land Management	NISH Navy Custodial	NISH Grounds Maintenance	Foothill Apartment Residential Services	Jones Court Residential Services	Covewood II Residence	Living Support and Training	Park Creek Residence	Connor Street Residence	Covewood Residence	Forrest Park Residence	Wren Road Residence
Revenues:												
Federal	\$ 27,276	\$ 72,782	\$ -	\$ 284,521	\$ 388,111	\$ 224,896	\$ 56,391	\$ 506,708	\$ 410,532	\$ 120,146	\$ 188,103	\$ 111,456
State	-	-	-	71,373	88,005	45,067	24,514	159,831	90,178	66,048	54,742	45,541
Local	-	-	90,202	34,580	35,273	14,850	-	26,617	34,993	17,390	28,334	34,410
Total revenues	27,276	72,782	90,202	390,474	511,389	284,813	80,905	693,156	535,703	203,584	271,179	191,407
Expenditures:												
Instruction:												
Salaries	13,621	29,375	31,643	98,203	192,511	54,113	35,043	352,605	184,687	84,226	78,902	107,613
Employee benefits	1,740	5,041	6,601	13,037	31,393	12,348	8,361	82,047	56,582	14,578	18,273	15,486
Supplies	267	1,079	20,839	28,396	19,728	20,827	299	31,169	28,671	24,766	29,490	11,439
Mileage	-	-	-	219	636	-	6,591	25	108	8	-	747
Workshop	-	-	-	-	100	-	-	-	205	-	-	-
Contract services	-	-	47,338	-	100	-	-	190	9,428	-	-	-
Total instruction	15,628	35,495	106,421	139,855	244,468	87,288	50,294	466,036	279,681	123,578	126,665	135,285
Administrative	4,466	8,038	16,357	22,608	22,161	23,222	9,211	43,597	23,278	52,193	11,332	42,815
Operation and maintenance of buildings	-	-	-	11,272	18,062	1,665	-	1,499	25,029	10,664	9,707	21,706
Equipment	-	-	-	-	-	-	-	-	-	-	-	-
Indirect costs	473	1,024	2,888	4,087	6,697	2,639	1,400	12,023	7,715	4,386	3,474	4,700
Total expenditures	20,567	44,557	125,666	177,822	291,388	114,814	60,905	523,155	335,703	190,821	151,178	204,506
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 6,709	\$ 28,225	\$ (35,464)	\$ 212,652	\$ 220,001	\$ 169,999	\$ 20,000	\$ 170,001	\$ 200,000	\$ 12,763	\$ 120,001	\$ (13,099)

COLUMBUS COMMUNITY CENTER
(A Program of Salt Lake City School District)
SUPPLEMENTAL COMBINING SCHEDULE OF INDIVIDUAL CONTRACT REVENUES AND EXPENDITURES (Continued)
Year Ended June 30, 2013

	Custodial Training Program	Utah Works Training Program	Laundry Training Program	Deli Training Program	Document Imaging Program	Supported Employment Program	Day Training Program	Day Activities Services	Columbus Production Services	Columbus Secure Shredding	Admini- stration	Total
Revenues:												
Federal	\$ 28,952	\$ -	\$ 24,748	\$ -	\$ -	\$ 126,116	\$ 107,920	\$ 467,396	\$ 461,534	\$ 329,638	\$ -	\$ 3,937,226
State	12,849	-	34,685	-	169	58,718	46,767	158,471	140,819	59,787	-	1,157,564
Local	16,357	394,162	168,657	8,820	50,399	-	26,673	5,031	836,084	764,985	-	2,587,817
Total revenues	58,158	394,162	228,090	8,820	50,568	184,834	181,360	630,898	1,438,437	1,154,410	-	7,682,607
Expenditures:												
Instruction:												
Salaries	62,310	333,558	163,736	9	36,145	124,406	79,295	249,150	758,322	442,478	282,980	3,794,931
Employee benefits	7,692	43,590	30,699	1	2,782	41,108	30,696	109,725	161,855	146,789	128,126	968,550
Supplies	15	45,789	-	9,825	4,145	1,335	1,489	15,957	352,713	53,322	13,337	714,897
Mileage	83	735	-	-	-	4,599	10	-	2,853	476	649	17,739
Workshop	-	-	-	-	-	229	-	300	2,370	4,465	6,473	14,142
Contract services	-	26,786	-	-	2,985	-	180	22,590	24,044	36,855	13,442	183,938
Total instruction	70,100	450,458	194,435	9,835	46,057	171,677	111,670	397,722	1,302,157	684,385	445,007	5,694,197
Administrative	1,842	17,472	28,413	2,903	3,349	8,429	25,957	54,985	64,530	71,060	(558,218)	-
Operation and maintenance of buildings	-	2,098	-	-	-	480	43,170	65,990	1,262,458	177,030	101,046	1,751,876
Equipment	-	1,344	-	-	-	-	-	-	44,762	-	12,165	58,271
Indirect costs	1,692	11,088	5,242	300	1,162	4,248	4,253	12,201	64,530	21,935	-	178,157
Total expenditures	73,634	482,460	228,090	13,038	50,568	184,834	185,050	530,898	2,738,437	954,410	-	7,682,501
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (15,476)	\$ (88,298)	\$ -	\$ (4,218)	\$ -	\$ -	\$ (3,690)	\$ 100,000	\$ (1,300,000)	\$ 200,000	\$ -	\$ 106