

# **Educational Service District**

**No. 113**

**Financial Statements**

August 31, 2006

Dr. Bill Keim  
Superintendent

John Molohon  
Assistant Superintendent, Financial and Management Services

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**ESD 113 GENERAL FUND  
GOVERNANCE AND ADMINISTRATION**

**Board of Directors**

Jean Sheridan - term ended January 8, 2006 .....	Director District #1
Rick Anthony - appointed April 12, 2006 .....	Director District #1
Bill Brumsickle .....	Director District #2
Dr. John Gott .....	Director District #3
Dr. Howard Coble .....	Director District #4
Rex Comstock .....	Director District #5
Marvin Lam .....	Director District #6
Dean Winner .....	Director District #7

**Administrators**

Dr. Bill Keim .....	Superintendent
John Molohon, MAPA, CSBA .....	Assistant Superintendent, Fiscal and Management Services
Dana Anderson - duties ended June 30, 2006 .....	Assistant Superintendent, Technology
Dana Anderson - duties assumed July 1, 2006 .....	Assistant Superintendent, Teaching and Learning
Dr. Kathy Budge - resigned effective July 5, 2006 .....	Assistant Superintendent, Teaching and Learning
Michael Hickman - began July 1, 2006 .....	Assistant Superintendent, Support Services
Sandy Nelson .....	Executive Director, Early Childhood
Deanna Dawes .....	Human Resources Director

# ESD 113 UNEMPLOYMENT INSURANCE COOPERATIVE FUND ADMINISTRATION

## ADVISORY BOARD

The Cooperative is governed by an Advisory Board made up of one representative from each district. The member districts are:

- |  |  |
|--|--|
| Aberdeen School District No. 14005       | Pioneer School District No. 23402        |
| Adna School District No. 21226           | Quinault School District No. 14097       |
| Cosmopolis School District No. 14099     | Rainier School District No. 34307        |
| Grapeview School District No. 23054      | Raymond School District No. 25116        |
| Hood Canal School District No. 23404     | Rochester School District No. 34401      |
| Hoquiam School District No. 14028        | Satsop School District No. 14104         |
| Mary M Knight School District No. 23311  | South Bend School District No. 25118     |
| Montesano School District No. 14066      | Southside School District No. 23042      |
| Morton School District No. 21214         | Taholah School District No. 14077        |
| Mossyrock School District No. 21206      | Tenino School District No. 34402         |
| Napavine School District No. 21014       | Toledo School District No. 21237         |
| North Beach School District No. 14064    | Tumwater School District No. 34033       |
| North River School District No. 25200    | Vader School District No. 21018          |
| North Thurston School District No. 34003 | White Pass School District No. 21303     |
| Oakville School District No. 14400       | Wishkah Valley School District No. 14117 |
| Olympia School District No. 34111        | Yelm School District No. 34002           |
| Onalaska School District No. 21300       | ESD 113                                  |
| Pe Ell School District No. 21301         |  |

## EXECUTIVE COMMITTEE

Between the meetings of the Advisory Board, a five-member Executive Committee exercises the Advisory Board's power. The Executive Committee is elected by the Advisory Board to two-year, staggered terms and meets as necessary between September 1 and August 31. For the period September 1, 2005, through August 31, 2006, the Executive Committee members were:

<u>Name</u>	<u>District</u>
Mr. Allen Jones .....	Tumwater School District
Mr. Marty Kay .....	Aberdeen School District
Mr. Scott Fenter .....	Pe Ell School District
Mr. Edward Rothlin .....	Adna School District
Ms. Carol Ersland .....	Mary M. Knight School District

## ESD ADMINISTRATION

ESD 113 is the Cooperative Administrator whose duty is the operational management of the Cooperative. The ESD 113 Board of Directors reviews and approves all expenditures. The Cooperative's fiscal year is from September 1 through August 31.

**ESD 113 WORKERS' COMPENSATION TRUST  
ADMINISTRATION**

**ADVISORY BOARD**

The Trust is governed by an Advisory Board made up of one representative from each district. The member districts are:

- |  |  |
|--|--|
| Aberdeen School District No. 14005       | Olympia School District No. 34111        |
| Adna School District No. 21226           | Onalaska School District No. 21300       |
| Boistfort School District No. 21234      | Pe Ell School District No. 21301         |
| Centralia School District No. 21401      | Pioneer School District No. 23402        |
| Chehalis School District No. 21302       | Quinalt School District No. 14097        |
| Cosmopolis School District No. 14099     | Rainier School District No. 34307        |
| Elma School District No. 14068           | Raymond School District No. 25116        |
| Grapeview School District No. 23054      | Rochester School District No. 34401      |
| Griffin School District No. 34324        | Satsop School District No. 14104         |
| Hood Canal School District No. 23404     | Shelton School District No. 23309        |
| Hoquiam School District No. 14028        | South Bend School District No. 25118     |
| Mary M Knight School District No. 23311  | Southside School District No. 23042      |
| Mc Cleary School District No. 14065      | Taholah School District No. 14077        |
| Montesano School District No. 14066      | Tenino School District No. 34402         |
| Morton School District No. 21214         | Toledo School District No. 21237         |
| Mossyrock School District No. 21206      | Tumwater School District No. 34033       |
| Napavine School District No. 21014       | Vader School District No. 21018          |
| North Beach School District No. 14064    | White Pass School District No. 21303     |
| North River School District No. 25200    | Willapa Valley School District No. 25160 |
| North Thurston School District No. 34003 | Winlock School District No. 21232        |
| Oakville School District No. 14400       | Wishkah Valley School District No. 14117 |
| Ocosta School District No. 14172         | Yelm School District No. 34002           |
|  | ESD 113                                  |

**EXECUTIVE COMMITTEE**

Between the meetings of the Advisory Board, a five-member Executive Committee exercises the Advisory Board's power. The Executive Committee is elected by the Advisory Board to two-year, staggered terms and meets as necessary between September 1 and August 31. For the period September 1, 2005, through August 31, 2006, the Executive Committee members were:

<u>Name</u>	<u>District</u>
Mr. Stan Pinnick .....	North Beach School District
Mr. George Crawford .....	Napavine School District
Mr. Shawn Lewis .....	North Thurston Public Schools
Mr. Jim Snyder .....	Grapeview School District
Paula Akerlund .....	Willapa Valley School District
Dr. Don Brannam .....	Griffin School District

**ESD ADMINISTRATION**

ESD 113 is the Trust Administrator whose duty is the operational management of the Trust. The ESD 113 Board of Directors reviews and approves all expenditures. The Trust's fiscal year is from September 1 through August 31.

**ESD 113 PROPERTY AND LIABILITY INSURANCE COOPERATIVE FUND  
ADMINISTRATION**

**ADVISORY BOARD**

The Cooperative is governed by an Advisory Board made up of one representative from each district. Members are insured by the Cooperative for occurrences during the years in which they participated. Participation periods appear after the district name. Member districts are:

Aberdeen S.D.	(9/1/1986 - 8/31/2003)	Onalaska S.D.	(9/1/1994 - 8/31/2003)
Adna S.D.	(9/1/1986 - 8/31/2003)	Pe Ell S.D.	(9/1/1987 - 8/31/2002)
Boistfort S.D.	(9/1/1986 - 8/31/2003)	Pioneer S.D.	(9/1/1994 - 8/31/2003)
Centralia S.D.	(9/1/1986 - 8/31/2003)	Quinault Lake S.D.	(9/1/1988 - 8/31/2003)
Chehalis S.D.	(9/1/1995 - 8/31/2003)	Rainier S.D.	(9/1/1986 - 8/31/2003)
Cosmopolis S.D.	(9/1/1987 - 8/31/2002)	Rochester S.D.	(9/1/1986 - 8/31/2003)
Elma S.D.	(9/1/1986 - 8/31/2003)	Satsop S.D.	(9/1/1986 - 8/31/2003)
Evaline S.D.	(9/1/1992 - 8/31/2003)	Shelton S.D.	(9/1/1991 - 8/31/2003)
Griffin S.D.	(9/1/1993 - 8/31/2003)	Southside S.D.	(9/1/1987 - 8/31/2003)
Hood Canal S.D.	(9/1/1987 - 8/31/2003)	Taholah S.D.	(9/1/1986 - 8/31/2003)
Mary M. Knight S.D.	(9/1/1988 - 8/31/2002)	Tenino S.D.	(9/1/1986 - 8/31/2003)
McCleary S.D.	(9/1/1987 - 8/31/2002)	Toledo S.D.	(9/1/1986 - 8/31/2003)
Montesano S.D.	(9/1/1986 - 8/31/2002)	Tumwater S.D.	(9/1/1986 - 8/31/2003)
Morton S.D.	(9/1/1987 - 8/31/2003)	Vader S.D.	(9/1/1988 - 8/31/2003)
Mossyrock S.D.	(9/1/1986 - 8/31/2002)	White Pass S.D.	(9/1/1986 - 8/31/2003)
Napavine S.D.	(9/1/1987 - 8/31/2003)	Willapa Valley S.D.	(9/1/1987 - 8/31/2002)
North Beach S.D.	(9/1/1986 - 8/31/2003)	Winlock S.D.	(9/1/1990 - 8/31/2003)
North River S.D.	(9/1/1986 - 8/31/2003)	Wishkah Valley S.D.	(9/1/1986 - 8/31/2002)
Oakville S.D.	(9/1/1986 - 8/31/2003)	Yelm S.D.	(9/1/1996 - 8/31/2002)
Ocosta S.D.	(9/1/1986 - 8/31/2000)	ESD 113	(9/1/1986 - 8/31/2003)
Olympia S.D.	(9/1/1986 - 8/31/2003)		

**EXECUTIVE COMMITTEE**

Between the meetings of the Advisory Board, a five-member Executive Committee exercises the Advisory Board's power. The Executive Committee is elected by the Advisory Board to two-year, staggered terms and meets as necessary between September 1 and August 31. For the period September 1, 2005, through August 31, 2006, the Executive Committee members were:

<u>Name</u>	<u>District</u>
Ms. Sharon Bower .....	Toledo School District
Mr. Brian Talbot .....	White Pass School District
Dr. John Flaherty .....	Morton Public Schools
Jack Baird .....	Centralia School District
Jim Crawford .....	Olympia School District

**ESD ADMINISTRATION**

ESD 113 is the Cooperative Administrator whose duty is the operational management of the Cooperative. The ESD 113 Board of Directors reviews and approves all expenditures. The Cooperative's fiscal year is from September 1 through August 31.

**Educational Service District 113**

**ANNUAL FINANCIAL STATEMENTS**

**FOR THE**

**GENERAL FUND**

**UNEMPLOYMENT COMPENSATION ENTERPRISE FUND  
WORKERS' COMPENSATION INSURANCE ENTERPRISE FUND  
PROPERTY AND LIABILITY INSURANCE FUND  
COMPENSATED ABSENCES LIABILITY POOL AGENCY FUND  
HEALTH CARE REIMBURSEMENT AGENCY FUND  
SCHEDULE OF LONG TERM DEBT**

**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**

Funds Administered by: Educational Service District 113

The accompanying financial statement has been prepared in accordance with appropriate accounting principles.



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John Molohon, Assistant Superintendent, Financial and Management Services

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12/21/2006  
Date

The attached statement shall be submitted to the Superintendent of Public Instruction, School Financial Services, and the Office of the State Auditor, Division of Audit, on or before December 1, 2006. The part of the statement concerning the Enterprise Fund for Workers' Compensation Insurance shall be submitted to the Chief Auditor in the Self-Insurance Division of the Department of Labor and Industries on or before December 1, 2006. Statistical information on schedule pages need not be submitted to the office of the State Auditor.

**Educational Service District 113**  
**ALL FUNDS**  
**COMBINED BALANCE SHEET**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**

ASSETS AND OTHER DEBITS	GOVERNMENTAL	PROPRIETARY	FIDUCIARY	TOTALS
	FUND TYPE	FUND TYPE	FUND TYPE	
	General Expense Fund	Enterprise Funds	Trust & Agency Funds	August 31, 2006
<b>ASSETS:</b>				
Imprest Cash	27,600.00	-	-	27,600.00
Cash on Hand	-	-	-	-
Cash and Cash Equivalents	3,308,581.05	12,263,220.40	505,837.93	16,077,639.38
Warrants Outstanding	(326,148.75)	(77,550.67)	(32,881.16)	(436,580.58)
Investments	-	-	-	-
Restricted Assets	XXXXX	XXXXX	-	-
Accounts Receivable	1,578,031.20	203,489.66	8,574.99	1,790,095.85
Assessments Receivable	XXXXX	XXXXX	-	-
Accrued Interest Receivable	-	-	-	-
Reinsurance Receivable - Current	XXXXX	-	-	-
Inventory- Supplies & Materials	-	XXXXX	-	-
Inventory-Cooperatives	-	XXXXX	XXXXX	-
Inventory - Lunchrooms	-	XXXXX	XXXXX	-
Prepaid Items	-	-	-	-
Land	XXXXX	XXXXX	-	-
Buildings	XXXXX	XXXXX	-	-
Pupil Transportation Equipment	XXXXX	XXXXX	-	-
Equipment	XXXXX	-	-	-
Leasehold Improvements	XXXXX	XXXXX	-	-
Accumulated Depreciation	XXXXX	-	-	-
Construction in Progress	XXXXX	XXXXX	-	-
<b>TOTAL ASSETS</b>	<b>4,588,063.50</b>	<b>12,389,159.39</b>	<b>481,531.76</b>	<b>17,458,754.65</b>
<b>OTHER DEBITS:</b>				
Amount Available for Debt Retirement-Current	-	XXXXX	XXXXX	-
Amount to be Provided for Debt Retirement-Current	-	XXXXX	XXXXX	-
<b>TOTAL ASSETS AND OTHER DEBITS</b>	<b>4,588,063.50</b>	<b>12,389,159.39</b>	<b>481,531.76</b>	<b>17,458,754.65</b>

<b>LIABILITIES:</b>				
Accounts Payable	772,493.87	252,310.51	-	1,024,804.38
Contracts Payable-Current	605.28	-	-	605.28
Notes Payable-Current	-	-	-	-
Accrued Interest Payable	-	-	-	-
Accrued Salaries Payable	48,508.23	XXXXX	-	48,508.23
Payroll Deductions & Taxes Payable	304,792.21	XXXXX	-	304,792.21
Estimated Vacation Leave Payable	XXXXX	-	-	-
Estimated Sick Leave Payable	XXXXX	-	-	-
Due to Other Governmental Units	XXXXX	XXXXX	-	-
Claims Reserve-Current	XXXXX	2,208,287.00	-	2,208,287.00
Claims Reserve-Prior Year	XXXXX	1,982,511.00	-	1,982,511.00
IBNR-Current	XXXXX	538,605.00	-	538,605.00
IBNR-Prior Year	XXXXX	1,610,421.00	-	1,610,421.00
Deferred Revenue	10,310.68	XXXXX	-	10,310.68
Unearned Revenue	-	XXXXX	XXXXX	-
Deposits	-	XXXXX	-	-
Contracts Payable-Long-Term	XXXXX	XXXXX	-	-
Notes Payable-Long-Term	XXXXX	-	-	-
Est. Unallocated Loss Adjustment Expenses	XXXXX	1,114,000.00	-	1,114,000.00
Future L & I Assessments	XXXXX	287,000.00	XXXXX	287,000.00
Deferred Compensation Payable	-	XXXXX	-	-
<b>TOTAL LIABILITIES</b>	<b>1,136,710.27</b>	<b>7,993,134.51</b>	<b>-</b>	<b>9,129,844.78</b>

<b>FUND EQUITY AND OTHER CREDITS:</b>				
Reserve for Debt Service	-	XXXXX	XXXXX	-
Reserve for Inventory	-	XXXXX	XXXXX	-
Reserve for Prepaid Items	-	XXXXX	XXXXX	-
Reserve for Transportation Equipment	-	XXXXX	XXXXX	-
Res. for Instructional Support Programs	1,270,480.16	XXXXX	XXXXX	1,270,480.16
Res. for Non Instructional Support Progs.	883,901.16	XXXXX	XXXXX	883,901.16
Claims Reserve	490,836.81	XXXXX	XXXXX	490,836.81
Contributed Fund Equity	XXXXX	XXXXX	XXXXX	-
Retained Earnings (deficit)	XXXXX	4,396,024.88	XXXXX	4,396,024.88
Reserve for Other Items	XXXXX	XXXXX	XXXXX	-
Unreserved Fund Balance	806,135.10	XXXXX	481,531.76	1,287,666.86
<b>TOTAL FUND EQUITY AND OTHER CREDITS</b>	<b>3,451,353.23</b>	<b>4,396,024.88</b>	<b>481,531.76</b>	<b>8,328,909.87</b>

<b>TOTAL LIABILITIES, FUND EQUITY &amp; OTHER CREDITS</b>	<b>4,588,063.50</b>	<b>12,389,159.39</b>	<b>481,531.76</b>	<b>17,458,754.65</b>
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**Educational Service District 113**  
**ALL GOVERNMENTAL FUNDS**  
**COMBINED STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**

Aug. 31, 2006

**REVENUES**

Local Sources	1,329,014.81
State Government Sources	3,667,654.85
Federal Government Sources	10,553,661.69
Cooperative Program Sources	4,513,924.94
Payments for Other Programs	2,894,344.47
Investment Earnings	100,597.85
<b>TOTAL REVENUES</b>	<b>23,059,198.61</b>

**EXPENDITURES**

**Current:**

General Operations	3,423,343.46
Instructional Support	14,744,322.41
Non Instructional Support	5,050,188.93

**Capital:**

Capital Outlay	159,868.02
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**Debt Service:**

Principal	-
Interest & Fiscal Charges	-
<b>TOTAL EXPENDITURES</b>	<b>23,377,722.82</b>

<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(318,524.21)</b>
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**OTHER FINANCING SOURCES (USES)**

Sale of Real Property	-
Sale of Personal Property	-
Long-Term Financing	-
Compensated Loss of Capital Assets	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>-</b>

<b>EXCESS (DEFICIENCY) OF REVENUE &amp; OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES &amp; OTHER FINANCING USES</b>	<b>(318,524.21)</b>
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<b>Fund Balances--September 1</b>	<b>3,769,877.44</b>
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Correction of prior year errors and other restatements as explained below	-
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<b>Fund Balances--August 31</b>	<b>3,451,353.23</b>
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**Educational Service District 113**  
**GOVERNMENTAL FUND TYPE**  
**COMBINED STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**

	General Fund		Budgeted Less Actual for Year
	Budget	Actual	
<b>REVENUES</b>			
Local Sources	1,034,145.00	1,329,014.81	(294,869.81)
State Government Sources	10,327,074.00	3,667,654.85	6,659,419.15
Federal Government Sources	10,885,671.00	10,553,661.69	332,009.31
Cooperative Program Sources	4,481,354.00	4,513,924.94	(32,570.94)
Payments for Other Sources	3,001,211.00	2,894,344.47	106,866.53
Investment Earnings	60,667.00	100,597.85	(39,930.85)
<b>TOTAL REVENUES</b>	<b>29,790,122.00</b>	<b>23,059,198.61</b>	<b>6,730,923.39</b>
<b>EXPENDITURES</b>			
<b>Current:</b>			
General Operations	2,812,492.00	3,423,343.46	(610,851.46)
Instructional Support	15,021,730.00	14,744,322.41	277,407.59
Non Instructional Support	12,165,778.00	5,050,188.93	7,115,589.07
<b>Capital:</b>			
Capital Outlay	424,442.00	159,868.02	264,573.98
<b>Debt Service:</b>			
Principal	-	-	-
Interest & Fiscal Charges	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>30,424,442.00</b>	<b>23,377,722.82</b>	<b>7,046,719.18</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(634,320.00)</b>	<b>(318,524.21)</b>	<b>315,795.79</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Sale of Real Property	-	-	-
Sale of Personal Property	-	-	-
Long-Term Financing	-	-	-
Compensated Loss of Capital Assets	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>EXCESS (DEFICIENCY) OF REVENUE &amp; OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES &amp; OTHER FINANCING USES</b>	<b>(634,320.00)</b>	<b>(318,524.21)</b>	<b>315,795.79</b>
<b>Fund Balances--September 1</b>	<b>3,047,518.00</b>	<b>3,769,877.44</b>	<b>722,359.44</b>
Correction of prior year errors and other restatements as explained below		-	-
<b>Fund Balances--August 31</b>	<b>2,413,198.00</b>	<b>3,451,353.23</b>	<b>1,038,155.23</b>

**Educational Service District 113**  
**PROPRIETARY TYPE FUNDS**  
**ENTERPRISE FUNDS**  
**COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN**  
**RETAINED EARNINGS / FUND BALANCE**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**

Aug. 31, 2006

**OPERATING REVENUES:**

Member Contributions Or Premiums	6,172,141.73
Supplemental Member Assessments	97,860.88
Other Operating Revenue	-
<b>TOTAL OPERATING REVENUES</b>	<b>6,270,002.61</b>

**OPERATING EXPENSES:**

Claims Paid On Current Losses	3,190,287.61
Estimated Current Claims Reserves	-
Increase (Decrease) In Estimated Prior Year Claims Payable	222,504.00
ESD Administration	818,835.82
Professional Fees	54,327.50
Reinsurance Premiums	186,354.71
Labor & Industry Assessments	626,070.51
Depreciation	-
Increase (Decrease) In Estimated Unallocated Loss Adjustment Expenses	32,000.00
Other Operating Expense	110,947.40
<b>TOTAL OPERATING EXPENSES</b>	<b>5,241,327.55</b>

<b>OPERATING INCOME:</b>	<b>1,028,675.06</b>
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**NONOPERATING REVENUES / (EXPENSES):**

Investment Earnings	401,316.33
Other Nonoperating Revenue	-
Interest Expense	-
Other Nonoperating Expense	-
Dividend Expense	-
<b>TOTAL NONOPERATING REVENUES / (EXPENSES)</b>	<b>401,316.33</b>

<b>NET INCOME</b>	<b>1,429,991.39</b>
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<b>Retained earnings/ -- September 1</b>	<b>2,966,033.49</b>
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Correction of prior year errors and other restatements as explained below	-
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<b>Retained earnings -- August 31</b>	<b>4,396,024.88</b>
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**Educational Service District 113**  
**PROPRIETARY FUND TYPE**  
**ENTERPRISE FUNDS**  
**COMBINED STATEMENT OF CASH FLOWS**  
**INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**

Aug. 31, 2006

**CASH FLOWS FROM OPERATING ACTIVITIES:**

Cash Received From Contributions and Supplemental Member Assessments	6,229,937.28
Cash Received From Other Operations	-
Cash Payments to Employees for Salaries/Benefits	(540,573.16)
Cash Payments to Suppliers for Goods and Services	(143,514.72)
Cash Paid for Benefits/Claims	(3,506,556.48)
Cash Paid for ESD Administration	(128,767.17)
Cash Paid for Professional Services	(54,327.50)
Cash Paid for Reinsurance	(188,886.71)
Cash Paid for Labor & Industry Assessments	(638,624.95)
Cash Paid for Other Operating Expense	(110,947.40)
<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	<b>917,739.19</b>

**CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:**

Net Borrowings (Repayments) From Notes	-
Interest Paid on Notes	-
Operating Grants Received	-
<b>NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES</b>	<b>-</b>

**CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES:**

Proceeds From Sale of Notes	-
Acquisition/Construction of Capital Assets	-
Principal Paid on Notes	-
Interest Paid on Notes	-
Proceeds From Sale of Capital Assets	-
<b>NET CASH PROVIDED (USED) BY CAPITAL FINANCING ACTIVITIES:</b>	<b>-</b>

**CASH FLOWS FROM INVESTING ACTIVITIES:**

Interest Income Received From Investments	401,316.33
Purchases of Investment Securities	-
Proceeds From Sale(s) of Investment Securities	-
<b>NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES:</b>	<b>401,316.33</b>

<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS:</b>	<b>1,319,055.52</b>
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<b>CASH AND CASH EQUIVALENTS, SEPTEMBER 1</b>	<b>10,944,164.88</b>
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<b>CASH AND CASH EQUIVALENTS, AUGUST 31</b>	<b>12,263,220.40</b>
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**Educational Service District 113**  
**PROPRIETARY FUND TYPE**  
**ENTERPRISE FUNDS**  
**COMBINED RECONCILIATION OF OPERATING INCOME TO NET CASH**  
**PROVIDED BY OPERATING ACTIVITIES**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**

<b>OPERATING INCOME (LOSS):</b>
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**ADJUSTMENTS TO RECONCILE OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:**

(Increase) Decrease In Accounts Receivable
(Increase) Decrease In Assessments Receivable-Long-Term
(Increase) Decrease In Prepaid Items
(Increase) Decrease In Reinsurance Receivable
(Increase) Decrease In Interest Receivable
Increase (Decrease) In Warrants Redeemed
Increase (Decrease) In Accumulated Depreciation
Increase (Decrease) In Accounts Payable
Increase (Decrease) In Contracts Payable-Current
Increase (Decrease ) In Estimated Vacation Leave Payable
Increase (Decrease ) In Estimated Sick Leave Payable
Increase (Decrease) In Claims Reserve-Current
Increase (Decrease) In Claims Reserve-Prior Year
Increase (Decrease) In IBNR-Current
Increase (Decrease) In IBNR-Prior Year
Increase (Decrease) In Future L & I Assessments
Increase (Decrease) In Estimated Unallocated Loss Adjustment Expenses
<b>TOTAL ADJUSTMENTS</b>

<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>
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**Educational Service District 113**  
**ENTERPRISE FUNDS**  
**COMBINED BALANCE SHEET**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**

<b>ASSETS AND OTHER DEBITS</b>	Unemployment Fund	Insurance Fund	Workers' Comp Fund	TOTALS Aug. 31, 2006
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**ASSETS:**

Imprest Cash	-	-	-	-
Cash on Hand	-	-	-	-
Cash and Cash Equivalents	3,838,171.53	708,163.32	7,716,885.55	12,263,220.40
Warrants Outstanding	-	-	(77,550.67)	(77,550.67)
Accounts Receivable	18,137.01	102.08	185,250.57	203,489.66
Assessments Receivable - Long-Term	-	-	-	-
Reinsurance Receivable	-	-	-	-
Interest Receivable	-	-	-	-
Prepaid Items	-	-	-	-
Investments	-	-	-	-
Equipment	-	-	-	-
Accumulated Depreciation	-	-	-	-
<b>TOTAL ASSETS</b>	<b>3,856,308.54</b>	<b>708,265.40</b>	<b>7,824,585.45</b>	<b>12,389,159.39</b>

<b>LIABILITIES, FUND EQUITY</b>	Unemployment Fund	Insurance Fund	Workers' Comp Fund	TOTALS Aug. 31, 2006
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**LIABILITIES:**

Accounts Payable	36,969.23	27,577.86	187,763.42	252,310.51
Contracts Payable - Current	-	-	-	-
Notes Payable - Current	-	-	-	-
Accrued Interest Payable	-	-	-	-
Estimated Vacation Leave Payable	-	-	-	-
Estimated Sick Leave Payable	-	-	-	-
Claims Reserve - Current	271,859.00	213,000.00	1,723,428.00	2,208,287.00
Claims Reserve - Prior Year	67,965.00	272,000.00	1,642,546.00	1,982,511.00
IBNR - Current	-	-	538,605.00	538,605.00
IBNR - Prior Year	-	-	1,610,421.00	1,610,421.00
Notes Payable - Long-Term	-	-	-	-
Future L & I Assessments	-	-	1,114,000.00	1,114,000.00
Estimated Unallocated Loss Adjustment Expenses	-	-	287,000.00	287,000.00
<b>TOTAL LIABILITIES</b>	<b>376,793.23</b>	<b>512,577.86</b>	<b>7,103,763.42</b>	<b>7,993,134.51</b>

**FUND EQUITY:**

Retained Earnings (Deficit)	3,479,515.31	195,687.54	720,822.03	4,396,024.88
<b>TOTAL FUND EQUITY</b>	<b>3,479,515.31</b>	<b>195,687.54</b>	<b>720,822.03</b>	<b>4,396,024.88</b>

<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<b>3,856,308.54</b>	<b>708,265.40</b>	<b>7,824,585.45</b>	<b>12,389,159.39</b>
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**Educational Service District 113**  
**ENTERPRISE FUNDS**  
**COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN**  
**RETAINED EARNINGS / FUND BALANCE**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**

	Unemployment Fund	Insurance Fund	Workers' Comp Fund	Aug. 31, 2006
<b>OPERATING REVENUES:</b>				
Member Contributions Or Premiums	540,819.01	-	5,631,322.72	6,172,141.73
Supplemental Member Assessments	-	97,860.88	-	97,860.88
Other Operating Revenue	-	-	-	-
<b>TOTAL OPERATING REVENUES</b>	<b>540,819.01</b>	<b>97,860.88</b>	<b>5,631,322.72</b>	<b>6,270,002.61</b>
<b>OPERATING EXPENSES:</b>				
Claims Paid On Current Losses	219,176.17	157,437.87	2,813,673.57	3,190,287.61
Estimated Current Claims Reserves	-	-	-	-
Increase (Decrease) In Estimated Prior Year Claims Payable	(158,176.00)	(239,320.00)	620,000.00	222,504.00
ESD Administration	20,875.28	43,578.00	754,382.54	818,835.82
Professional Fees	30,762.00	-	23,565.50	54,327.50
Reinsurance Premiums	-	-	186,354.71	186,354.71
Labor & Industry Assessments	-	-	626,070.51	626,070.51
Depreciation	-	-	-	-
Increase (Decrease) In Estimated Unallocated Loss Adjustment Expenses	-	-	32,000.00	32,000.00
Other Operating Expense	-	-	110,947.40	110,947.40
<b>TOTAL OPERATING EXPENSES</b>	<b>112,637.45</b>	<b>(38,304.13)</b>	<b>5,166,994.23</b>	<b>5,241,327.55</b>
<b>OPERATING INCOME:</b>	<b>428,181.56</b>	<b>136,165.01</b>	<b>464,328.49</b>	<b>1,028,675.06</b>
<b>NONOPERATING REVENUES / (EXPENSES):</b>				
Investment Earnings	124,002.94	30,799.15	246,514.24	401,316.33
Other Nonoperating Revenue	-	-	-	-
Interest Expense	-	-	-	-
Other Nonoperating Expense	-	-	-	-
Dividend Expense	-	-	-	-
<b>TOTAL NONOPERATING REVENUES / (EXPENSES)</b>	<b>124,002.94</b>	<b>30,799.15</b>	<b>246,514.24</b>	<b>401,316.33</b>
<b>NET INCOME</b>	<b>552,184.50</b>	<b>166,964.16</b>	<b>710,842.73</b>	<b>1,429,991.39</b>
<b>Retained earnings/ -- September 1</b>	<b>2,927,330.81</b>	<b>28,723.38</b>	<b>9,979.30</b>	<b>2,966,033.49</b>
Correction of prior year errors and other restatements as explained below	-	-	-	-
<b>Retained earnings -- August 31</b>	<b>3,479,515.31</b>	<b>195,687.54</b>	<b>720,822.03</b>	<b>4,396,024.88</b>

**Educational Service District 113**  
**ENTERPRISE FUNDS**  
**COMBINED STATEMENT OF CASH FLOWS**  
**INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**

	Unemployment Fund	Insurance Fund	Workers' Comp Fund	Aug. 31, 2006
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>				
Cash Received From Contributions And Supplemental Member Assessments	545,773.71	97,758.80	5,586,404.77	6,229,937.28
Cash Received From Other Operations	-	-	-	-
Cash Payments To Employees For Salaries/Benefits	-	-	(540,573.16)	(540,573.16)
Cash Payments To Suppliers For Goods And Services	-	-	(143,514.72)	(143,514.72)
Cash Paid For Benefits/Claims	(267,408.01)	(336,216.72)	(2,902,931.75)	(3,506,556.48)
Cash Paid For ESD Administration	(20,875.28)	(43,578.00)	(64,313.89)	(128,767.17)
Cash Paid For Professional Services	(30,762.00)	-	(23,565.50)	(54,327.50)
Cash Paid For Reinsurance	-	-	(188,886.71)	(188,886.71)
Cash Paid For Labor & Industry Assessments	-	-	(638,624.95)	(638,624.95)
Cash Paid For Other Operating Expense	-	-	(110,947.40)	(110,947.40)
<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	<b>226,728.42</b>	<b>(282,035.92)</b>	<b>973,046.69</b>	<b>917,739.19</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>				
Net Borrowings (Repayments) From Notes	-	-	-	-
Interest Paid On Notes	-	-	-	-
Operating Grants Received	-	-	-	-
<b>NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES:</b>				
Proceeds From Sale Of Notes	-	-	-	-
Acquisition/Construction Of Capital Assets	-	-	-	-
Principal Paid On Notes	-	-	-	-
Interest Paid On Notes	-	-	-	-
Proceeds From Sale Of Capital Assets	-	-	-	-
<b>NET CASH PROVIDED (USED) BY CAPITAL FINANCING ACTIVITIES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>				
Interest Income Received From Investments	124,002.94	30,799.15	246,514.24	401,316.33
Purchases Of Investment Securities	-	-	-	-
Proceeds From Sale(S) Of Investment Securities	-	-	-	-
<b>NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES</b>	<b>124,002.94</b>	<b>30,799.15</b>	<b>246,514.24</b>	<b>401,316.33</b>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>350,731.36</b>	<b>(251,236.77)</b>	<b>1,219,560.93</b>	<b>1,319,055.52</b>
<b>CASH AND CASH EQUIVALENTS AT SEPTEMBER 1</b>	<b>3,487,440.17</b>	<b>959,400.09</b>	<b>6,497,324.62</b>	<b>10,944,164.88</b>
<b>CASH AND CASH EQUIVALENTS AT AUGUST 31</b>	<b>3,838,171.53</b>	<b>708,163.32</b>	<b>7,716,885.55</b>	<b>12,263,220.40</b>

**Educational Service District 113**  
**ENTERPRISE FUNDS**  
**COMBINED RECONCILIATION OF OPERATING INCOME TO NET CASH**  
**PROVIDED BY OPERATING ACTIVITIES**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**

	Unemployment Fund	Insurance Fund	Workers' Comp Fund	Aug. 31, 2006
<b>OPERATING INCOME (LOSS)</b>	428,181.56	136,165.01	464,328.49	1,028,675.06
<b>ADJUSTMENTS TO RECONCILE OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>				
(Increase) Decrease In Accounts Receivable	4,954.70	(102.08)	(44,917.95)	(40,065.33)
(Increase) Decrease In Assessments Receivable-Long-Term	-	-	-	-
(Increase) Decrease In Prepaid Items	-	-	-	-
(Increase) Decrease In Reinsurance Receivable	-	-	-	-
(Increase) Decrease In Interest Receivable	-	-	-	-
Increase (Decrease) In Warrants Redeemed	(32,724.07)	-	(89,258.18)	(121,982.25)
Increase (Decrease) In Accumulated Depreciation	-	-	-	-
Increase (Decrease) In Accounts Payable	(15,507.77)	(178,778.85)	(9,105.67)	(203,392.29)
Increase (Decrease) In Contracts Payable-Current	-	-	-	-
Increase (Decrease) In Estimated Vacation Leave Payable	-	-	-	-
Increase (Decrease) In Estimated Sick Leave Payable	-	-	-	-
Increase (Decrease) In Claims Reserve-Current	(126,541.00)	-	730,308.00	603,767.00
Increase (Decrease) In Claims Reserve-Prior Year	(31,635.00)	(239,320.00)	636,160.00	365,205.00
Increase (Decrease) In IBNR-Current	-	-	(640,955.00)	(640,955.00)
Increase (Decrease) In IBNR-Prior Year	-	-	(186,513.00)	(186,513.00)
Increase (Decrease) In Future L & I Assessments	-	-	81,000.00	81,000.00
Increase (Decrease) In Estimated Unallocated Loss Adjustment Expenses	-	-	32,000.00	32,000.00
<b>TOTAL ADJUSTMENTS</b>	(201,453.14)	(418,200.93)	508,718.20	(110,935.87)
<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	226,728.42	(282,035.92)	973,046.69	917,739.19

**Educational Service District 113**  
**GENERAL FUND**  
**BALANCE SHEET**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**

**ASSETS AND OTHER DEBITS**

Aug. 31, 2006

**ASSETS:**

Imprest Cash	27,600.00
Cash on Hand	-
Cash and Cash Equivalents	3,308,581.05
Warrants Outstanding	(326,148.75)
Investments	
Accounts Receivable - Short Term	1,578,031.20
Accrued Interest Receivable	
Inventory- Supplies & Materials	
Inventory-Cooperatives	
Inventory - Lunchrooms	
Prepaid Items	
<b>TOTAL ASSETS</b>	<b>4,588,063.50</b>

**LIABILITIES, FUND BALANCE & OTHER CREDITS**

**LIABILITIES:**

Accounts Payable	772,493.87
Contracts Payable - Current	605.28
Notes Payable - Current	
Accrued Interest Payable	
Accrued Salaries Payable	48,508.23
Payroll Deductions & Taxes Payable	304,792.21
Deferred Revenue	10,310.68
Unearned Revenue	
Deposits	
Deferred Compensation Payable	
<b>TOTAL LIABILITIES</b>	<b>1,136,710.27</b>

**FUND BALANCE AND OTHER CREDITS:**

Reserve for Debt Service	
Reserve for Inventory	
Reserve for Prepaid Items	
Reserve for Transportation Equipment	
Res. for Instructional Support Programs	1,270,480.16
Res. for Non Instructional Support Progs.	883,901.16
Res. for Other Items	490,836.81
Unreserved Fund Balance	806,135.10
<b>TOTAL FUND BALANCE AND OTHER CREDITS</b>	<b>3,451,353.23</b>

<b>TOTAL LIABILITIES, FUND BALANCE AND OTHER CREDITS</b>	<b>4,588,063.50</b>
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**Educational Service District 113**  
**GENERAL FUND**  
**STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**

Aug. 31, 2006

**REVENUES**

Local Sources	1,329,014.81
State Government Sources	3,667,654.85
Federal Government Sources	10,553,661.69
Cooperative Program Sources	4,513,924.94
Payments for Other Programs	2,894,344.47
Investment Earnings	100,597.85
<b>TOTAL REVENUES</b>	<b>23,059,198.61</b>

**EXPENDITURES**

**Current:**

General Operations	3,423,343.46
Instructional Support	14,744,322.41
Non Instructional Support	5,050,188.93

**Capital:**

Capital Outlay	159,868.02
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**Debt Service:**

Principal	-
Interest & Fiscal Charges	-
<b>TOTAL EXPENDITURES</b>	<b>23,377,722.82</b>

<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(318,524.21)</b>
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**OTHER FINANCING SOURCES (USES)**

Sale of Real Property	-
Sale of Personal Property	-
Long-Term Financing	-
Compensated Loss of Capital Assets	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>-</b>

<b>EXCESS (DEFICIENCY) OF REVENUE &amp; OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES &amp; OTHER FINANCING USES</b>	<b>(318,524.21)</b>
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<b>Fund Balances--September 1</b>	<b>3,769,877.44</b>
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Correction of prior year errors and other restatements as explained below	-
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<b>Fund Balances--August 31</b>	<b>3,451,353.23</b>
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**Educational Service District 113**  
**GENERAL FUND**  
**STATEMENT OF REVENUES AND OTHER FINANCING SOURCES**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**

**LOCAL SOURCES**

12 Tuition and Fees	381,536.11
13 Sale of Goods, Supplies and/or Services	866,804.84
14 Food Services Fees and Charges	
15 School Bus Fees and Charges	
16 Investment Earnings	100,597.85
17 Gifts and Donations	2,982.88
19 Rental of Property	11,649.50
20 Insurance Recoveries	6,495.38
21 Certification Fees	59,546.10
23 E-Rate	
22 Precertification Fees	
29 Local Sources, Unassigned	
<b>TOTAL LOCAL SOURCES</b>	<b>1,429,612.66</b>

**STATE GOVERNMENT SOURCES**

31 ESD Allotment	491,472.19
32 Special Education	
34 State Institutions, Centers, or Homes--Delinquent	
36 Special, Pilot or Enhancement Programs	272,708.47
37 Nursing Services	398,865.65
38 Traffic Safety Education	
39 State General Purpose, Unassigned	
40 Early Childhood	
41 Transportation - Operations	373,375.70
42 Transportation Reimbursement--Depreciation	49,017.17
43 Other State Agencies	1,662,210.47
49 State Special Purpose, Unassigned	420,005.20
<b>TOTAL STATE GOVERNMENT SOURCES</b>	<b>3,667,654.85</b>

**FEDERAL GOVERNMENT SOURCES**

51 Special Education, IDEA	1,414,060.11
53 Remedial	
54 Migrant	
58 Eisenhower Professional Development	
60 School Food Service	
61 Head Start	5,383,592.57
62 Youth Training Programs	737,575.19
63 USDA Commodities	241,880.04
69 Federal Special Purpose, Unassigned	2,776,553.78
<b>TOTAL FEDERAL GOVERNMENT SOURCES</b>	<b>10,553,661.69</b>

**PAYMENTS FOR COOPERATIVE PROGRAMS**

71 Payments from School Districts in Washington	4,409,207.94
72 Payments from School Districts in Other States	
73 Payments from Other Entities	104,717.00
<b>TOTAL PAYMENTS FOR COOPERATIVE PROGRAMS</b>	<b>4,513,924.94</b>

**PAYMENTS FOR OTHER PROGRAMS**

81 Payments from School Districts in Washington	1,676,622.59
82 Payments from School Districts in Other States	
83 Payments from Other Entities	1,217,721.88
<b>TOTAL PAYMENTS FOR OTHER PROGRAMS</b>	<b>2,894,344.47</b>

**OTHER FINANCING SOURCES**

92 Sale of Real Property	
93 Sale of Personal Property	
94 Compensated Loss of Fixed Assets	
95 Long-Term Financing	
<b>TOTAL OTHER FINANCING SOURCES</b>	<b>-</b>

<b>TOTAL REVENUES AND OTHER FINANCING SOURCES</b>	<b>23,059,198.61</b>
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**Educational Service District 113**  
**GENERAL FUND**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**  
**EXPENDITURE SUMMARY**

**PROGRAMS**

**ESD Operations:**

01 ESD Core Governmental And Indirect Services	1,811,626.93
02 ESD Direct Cost Centers And Agency Services	1,619,716.53
Total ESD Core Services	3,431,343.46

**Instructional Support:**

10 Instructional Resources	335,059.19
12 Special Education	2,123,647.89
16 Staff Development	366,142.77
18 Educational Technology	1,049,506.40
19 K-20	151,648.51
20 Drug & Alcohol Prevention	1,790,216.24
22 Traffic Safety	382,328.69
24 Math and Sciences	86,737.47
25 Communication, Reading and Writing	459,107.61
26 Art	-
27 Social Studies	1,960.05
28 Environmental Education	315,424.72
30 Highly Capable	6,744.80
32 Vocational	27,346.52
34 Early Childhood	6,263,681.12
36 Migrant Education	-
38 Alternative Learning Experience	-
40 Student Assessment	-
42 State Institutions	-
46 Health Education	-
48 Professional Development Centers	31,747.39
59 Other Instructional Support	1,450,695.63
Total Instructional Support	14,841,995.00

**Non Instructional Support:**

62 Adult Job Training	-
64 Data Processing	2,410,381.29
66 Risk Management	778,993.07
68 Public Communications	-
70 Transportation	339,208.44
72 Environmental Compliance	12,025.00
73 Nursing Services	369,916.15
74 Human Resource Services	205,815.46
76 Employment Programs	772,675.61
78 Fiscal Agent Services	161,173.91
80 Group Purchasing	-
82 Equipment Repair	-
89 Other Non Instructional Support	-
99 Transportation Equipment	54,195.43
Total Non Instructional Support	5,104,384.36

**TOTAL PROGRAM EXPENDITURES**

23,377,722.82

**Detail of Capital Outlay-- (Object 9) Expenditures**

ESD Operations	8,000.00
Instructional Programs	97,672.59
Non Instructional Programs	54,195.43
Total Object 9	159,868.02

**ACTIVITIES**

11 Board of Directors	19,243.85
12 Superintendent's Office	647,198.77
13 Business Office	627,008.54
14 Financial Services	127,522.41
15 Personnel	212,736.37
16 Regional Committee	2,669.07
17 Public Information	167,658.08
21 Staff Development	527,365.02
22 Curriculum Support	18,943.14
23 Certification	70,522.68
27 Direct Instruction	9,671,253.59
51 Supervision & Coordination	59,737.48
52 Operating Buses	279,470.96
53 Maintenance of Buses	-
54 Garage - Oper. & Maint.	-
55 Payments In-lieu Transportation	-
56 Insurance - Transportation	-
59 Purchase - Rebuild Buses	54,195.43
60 Facilities	557,676.49
73 Printing	-
75 Motor Pool	1,842.02
83 Debt Service - Interest	-
84 Debt Service - Principal	-
98 General Support	10,332,678.92
99 Transfers	-

**TOTAL EXPENDITURES BY ACTIVITY**

23,377,722.82

**OBJECTS OF EXPENDITURE**

(0) Debit Transfer	-
(1) (-) Credit Transfer	-
(2) Certificated Salaries	1,268,119.01
(3) Classified Salaries	10,380,200.03
(4) Employee Benefits	2,885,598.15
(5) Supplies & Materials	2,901,433.37
(7) Contract Services	4,467,584.74
(8) Travel	531,873.57
(9) Capital Outlay	942,913.95

**TOTAL EXPENDITURES BY OBJECT**

23,377,722.82

**Interest (Activity 83) Expenditures**

ESD Operations	-
Instructional Programs	-
Non Instructional Programs	-
Total Activity 83	-

**Educational Service District 113**  
**GENERAL FUND**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**  
**EXPENDITURE SUMMARY**

**ACTIVITY/OBJECT MATRIX**

ACTIVITY	Total	OBJECTS OF EXPENDITURE								
		Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
11 Board of Directors	19,243.85	-	XXXXX	XXXXX	XXXXX	XXXXX	18.18	9,399.15	9,826.52	-
12 Superintendent's Office	647,198.77	-	XXXXX	162,011.00	288,364.64	104,386.56	5,235.90	63,410.41	23,790.26	-
13 Business Office	627,008.54	-	XXXXX	-	299,205.89	79,290.26	16,569.68	225,075.56	6,867.15	-
14 Financial Services	127,522.41	-	XXXXX	-	91,971.02	21,462.85	411.40	9,725.03	3,952.11	-
15 Personnel	212,736.37	-	XXXXX	-	124,852.71	34,656.89	9,742.43	42,941.33	543.01	-
16 Regional Committee	2,669.07	-	XXXXX	-	-	-	-	2,669.07	-	-
17 Public Information	167,658.08	-	XXXXX	4,161.10	15,328.08	6,902.80	2,630.03	138,636.07	-	-
21 Staff Development	527,365.02	-	XXXXX	878.04	134,079.82	48,397.01	42,152.88	283,945.36	17,911.91	-
22 Curriculum Support	18,943.14	-	XXXXX	-	7,768.51	4,264.21	507.46	6,402.96	-	-
23 Certification	70,522.68	-	XXXXX	-	43,854.00	13,918.47	266.60	11,970.29	513.32	-
27 Direct Instruction	9,671,253.59	-	XXXXX	85,691.26	5,311,956.19	1,364,901.46	819,669.90	1,696,863.64	297,792.83	94,378.31
51 Transportation, Super.	59,737.48	-	XXXXX	-	45,628.71	14,099.72	-	9.05	-	-
52 Operating Buses	279,470.96	-	XXXXX	-	126,562.81	35,054.58	82,181.62	35,671.95	-	-
53 Maintenance of Buses	-	-	XXXXX	-	-	-	-	-	-	-
54 Garage - Oper. & Maint.	-	-	XXXXX	-	-	-	-	-	-	-
55 Payments In-lieu Trans	-	-	XXXXX	-	-	-	-	-	-	-
56 Insurance - Transp.	-	-	XXXXX	-	-	-	-	-	-	-
59 Purchase - Rebuild Bus	54,195.43	-	-	-	-	-	-	-	-	54,195.43
60 Facilities	557,676.49	-	XXXXX	-	80,793.05	31,269.66	51,587.78	370,473.66	290.14	23,262.20
73 Printing	-	-	-	-	-	-	-	-	-	-
75 Motor Pool	1,842.02	-	-	-	-	-	1,652.55	189.47	-	-
83 Debt Service - Interest	-	-	XXXXX	XXXXX	XXXXX	XXXXX	XXXXX	-	XXXXX	XXXXX
84 Debt Service - Principal	-	-	XXXXX	XXXXX	XXXXX	XXXXX	XXXXX	-	XXXXX	XXXXX
98 General Support	10,332,678.92	-	XXXXX	1,015,377.61	3,809,834.60	1,126,993.68	1,868,806.96	1,570,201.74	170,386.32	771,078.01
99 Transfers	-	-	-	XXXXX	XXXXX	XXXXX	XXXXX	XXXXX	XXXXX	XXXXX
<b>TOTALS</b>	<b>23,377,722.82</b>	<b>-</b>	<b>-</b>	<b>1,268,119.01</b>	<b>10,380,200.03</b>	<b>2,885,598.15</b>	<b>2,901,433.37</b>	<b>4,467,584.74</b>	<b>531,873.57</b>	<b>942,913.95</b>

**Educational Service District 113**  
**GENERAL FUND**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**  
**EXPENDITURE SUMMARY**

**PROGRAM 01 - ESD CORE GOVERNMENTAL AND INDIRECT SERVICES**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
11 Board of Directors	19,243.85						18.18	9,399.15	9,826.52	
12 Superintendent's Office	647,198.77			162,011.00	288,364.64	104,396.56	5,235.90	63,410.41	23,790.26	
13 Business Office	627,008.54				299,205.89	79,290.26	16,569.68	225,075.56	6,867.15	
14 Financial Services	127,522.41				91,971.02	21,462.85	411.40	9,725.03	3,952.11	
15 Human Resources	212,736.37				124,852.71	34,656.89	9,742.43	42,941.33	543.01	
16 Regional Committee	2,669.07									
17 Public Information	167,658.08			4,161.10	15,328.08	6,902.80	2,630.03	138,636.07		
22 Curriculum Support	18,943.14				7,768.51	4,264.21	507.46	6,402.96		
23 Certification	70,522.68				43,854.00	13,918.47	266.60	11,970.29	513.32	
98 General Support	(81,875.98)			(2,005.39)	(79,870.20)	(8,073.82)	3.80	69.63		8,000.00
<b>TOTALS</b>	<b>1,811,626.93</b>	<b>-</b>	<b>-</b>	<b>164,166.71</b>	<b>791,474.65</b>	<b>256,808.22</b>	<b>35,385.48</b>	<b>510,299.50</b>	<b>45,492.37</b>	<b>8,000.00</b>

**PROGRAM 02 - ESD DIRECT COST CENTERS AND AGENCY SERVICES**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
60 Facilities	452,143.62				80,793.05	31,269.66	28,071.54	288,674.41	72.76	23,262.20
73 Printing										
75 Motor Pool	1,842.02						1,652.55	189.47		
83 Debt Service - Interest	-									
84 Debt Service - Principal	-									
98 General Support	1,165,730.89			245.95	11,162.52	4,755.11	106,942.05	282,797.57	43.96	759,783.73
99 Transfers	-									
<b>TOTALS</b>	<b>1,619,716.53</b>	<b>-</b>	<b>-</b>	<b>245.95</b>	<b>91,955.57</b>	<b>36,024.77</b>	<b>136,666.14</b>	<b>571,661.45</b>	<b>116.72</b>	<b>783,045.93</b>

**PROGRAM 10 - INSTRUCTIONAL RESOURCES**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
21 Staff Development	-									
27 Direct Instruction	-									
60 Facilities	-									
83 Debt Service - Interest	-									
98 General Support	335,059.19				126,932.63	43,853.13	82,054.94	78,178.80	4,039.69	
99 Transfers	-									
<b>TOTALS</b>	<b>335,059.19</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>126,932.63</b>	<b>43,853.13</b>	<b>82,054.94</b>	<b>78,178.80</b>	<b>4,039.69</b>	<b>-</b>

**PROGRAM 12 - SPECIAL EDUCATION**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
21 Staff Development	53,476.01						12,709.69	40,766.32		
27 Direct Instruction	1,482,221.85				730,553.58	161,824.37	256,015.47	122,483.63	124,293.24	87,051.56
60 Facilities	-									
83 Debt Service - Interest	-									
98 General Support	587,950.03			342,344.10	101,162.06	29,284.61	83,865.66	20,708.28	10,585.32	
99 Transfers	-									
<b>TOTALS</b>	<b>2,123,647.89</b>	<b>-</b>	<b>-</b>	<b>342,344.10</b>	<b>831,715.64</b>	<b>191,108.98</b>	<b>352,590.82</b>	<b>183,958.23</b>	<b>134,878.56</b>	<b>87,051.56</b>

**PROGRAM 16 - STAFF DEVELOPMENT**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
21 Staff Development	366,142.77			878.04	115,477.86	44,528.49	24,516.77	174,318.89	6,422.72	
27 Direct Instruction	-									
60 Facilities	-									
83 Debt Service - Interest	-									
98 General Support	-									
99 Transfers	-									
<b>TOTALS</b>	<b>366,142.77</b>	<b>-</b>	<b>-</b>	<b>878.04</b>	<b>115,477.86</b>	<b>44,528.49</b>	<b>24,516.77</b>	<b>174,318.89</b>	<b>6,422.72</b>	<b>-</b>

**PROGRAM 18 - EDUCATIONAL TECHNOLOGY**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
21 Staff Development	-									
27 Direct Instruction	-									
60 Facilities	-									
83 Debt Service - Interest	-									
98 General Support	1,049,506.40			10,536.60	530,652.05	151,645.52	17,762.46	305,406.99	30,208.50	3,294.28
99 Transfers	-									
<b>TOTALS</b>	<b>1,049,506.40</b>	<b>-</b>	<b>-</b>	<b>10,536.60</b>	<b>530,652.05</b>	<b>151,645.52</b>	<b>17,762.46</b>	<b>305,406.99</b>	<b>30,208.50</b>	<b>3,294.28</b>

**Educational Service District 113**  
**GENERAL FUND**  
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**PROGRAM 19 - K-20**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
21 Staff Development	-									
27 Direct Instruction	-									
60 Facilities	-									
83 Debt Service—Interest	-									
98 General Support	151,648.51				113,758.79	30,224.63		7,665.09		
99 Transfers	-									
<b>TOTALS</b>	<b>151,648.51</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>113,758.79</b>	<b>30,224.63</b>	<b>-</b>	<b>7,665.09</b>	<b>-</b>	<b>-</b>

**PROGRAM 20 - SAFE AND DRUG-FREE SCHOOLS**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
21 Staff Development	-									
27 Direct Instruction	1,686,712.79				686,994.20	258,702.11	128,889.77	547,271.31	64,855.40	
60 Facilities	-									
83 Debt Service - Interest	-									
98 General Support	103,503.45				47,310.75	13,173.84	160.60	42,665.57	192.69	
99 Transfers	-									
<b>TOTALS</b>	<b>1,790,216.24</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>734,304.95</b>	<b>271,875.95</b>	<b>129,050.37</b>	<b>589,936.88</b>	<b>65,048.09</b>	<b>-</b>

**PROGRAM 22 - TRAFFIC SAFETY**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
21 Staff Development	-									
27 Direct Instruction	382,328.69			85,691.26	211,678.94	36,784.01	17,679.73	21,003.06	2,164.94	7,326.75
60 Facilities	-									
83 Debt Service - Interest	-									
98 General Support	-									
99 Transfers	-									
<b>TOTALS</b>	<b>382,328.69</b>	<b>-</b>	<b>-</b>	<b>85,691.26</b>	<b>211,678.94</b>	<b>36,784.01</b>	<b>17,679.73</b>	<b>21,003.06</b>	<b>2,164.94</b>	<b>7,326.75</b>

**PROGRAM 24 - MATH AND SCIENCES**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
21 Staff Development	-									
27 Direct Instruction	-									
60 Facilities	-									
83 Debt Service - Interest	-									
98 General Support	86,737.47				65,527.00	15,087.97	157.09	3,374.43	2,590.98	
99 Transfers	-									
<b>TOTALS</b>	<b>86,737.47</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>65,527.00</b>	<b>15,087.97</b>	<b>157.09</b>	<b>3,374.43</b>	<b>2,590.98</b>	<b>-</b>

**PROGRAM 25 - COMMUNICATION, READING AND WRITING**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
21 Staff Development	11,549.60				3,634.30	296.78	649.25	6,621.33	347.94	
27 Direct Instruction	-									
60 Facilities	-									
83 Debt Service - Interest	-									
98 General Support	447,558.01			10,536.60	282,440.50	71,860.07	11,158.99	50,434.26	21,127.59	
99 Transfers	-									
<b>TOTALS</b>	<b>459,107.61</b>	<b>-</b>	<b>-</b>	<b>10,536.60</b>	<b>286,074.80</b>	<b>72,156.85</b>	<b>11,808.24</b>	<b>57,055.59</b>	<b>21,475.53</b>	<b>-</b>

**PROGRAM 26 - ART**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
21 Staff Development	-									
27 Direct Instruction	-									
60 Facilities	-									
83 Debt Service - Interest	-									
98 General Support	-									
99 Transfers	-									
<b>TOTALS</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Educational Service District 113**  
**GENERAL FUND**  
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**EXPENDITURE SUMMARY**

**PROGRAM 27 - SOCIAL STUDIES**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
21 Staff Development	-									
27 Direct Instruction	-									
60 Facilities	-									
83 Debt Service - Interest	-									
98 General Support	1,960.05						339.23	683.58	937.24	
99 Transfers	-									
<b>TOTALS</b>	<b>1,960.05</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>339.23</b>	<b>683.58</b>	<b>937.24</b>	<b>-</b>

**PROGRAM 28 - ENVIRONMENTAL EDUCATION**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
21 Staff Development	-									
27 Direct Instruction	-									
60 Facilities	-									
83 Debt Service - Interest	-									
98 General Support	315,424.72				198,678.83	72,520.18	5,488.40	36,624.33	2,112.98	
99 Transfers	-									
<b>TOTALS</b>	<b>315,424.72</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>198,678.83</b>	<b>72,520.18</b>	<b>5,488.40</b>	<b>36,624.33</b>	<b>2,112.98</b>	<b>-</b>

**PROGRAM 30 - HIGHLY CAPABLE**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
21 Staff Development	-									
27 Direct Instruction	-									
60 Facilities	-									
83 Debt Service - Interest	-									
98 General Support	6,744.80				3,750.59	939.15	32.49	2,022.57		
99 Transfers	-									
<b>TOTALS</b>	<b>6,744.80</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,750.59</b>	<b>939.15</b>	<b>32.49</b>	<b>2,022.57</b>	<b>-</b>	<b>-</b>

**PROGRAM 32 - VOCATIONAL**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
21 Staff Development	-									
27 Direct Instruction	-									
60 Facilities	-									
83 Debt Service - Interest	-									
98 General Support	27,346.52				24,539.62	2,806.90				
99 Transfers	-									
<b>TOTALS</b>	<b>27,346.52</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>24,539.62</b>	<b>2,806.90</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**PROGRAM 34 - EARLY CHILDHOOD**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
21 Staff Development	64,449.25						2,371.71	50,936.29	11,141.25	
27 Direct Instruction	5,750,218.42				3,474,471.46	828,320.95	404,433.40	956,997.46	85,995.15	
60 Facilities	105,532.87						23,516.24	81,799.25	217.38	
83 Debt Service - Interest	-									
98 General Support	343,480.58				263,444.94	60,677.00	12,105.80	2,980.00	4,272.84	
99 Transfers	-									
<b>TOTALS</b>	<b>6,263,681.12</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,737,916.40</b>	<b>888,997.95</b>	<b>442,427.15</b>	<b>1,092,713.00</b>	<b>101,626.62</b>	<b>-</b>

**PROGRAM 36 - MIGRANT EDUCATION**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
21 Staff Development	-									
27 Direct Instruction	-									
60 Facilities	-									
83 Debt Service - Interest	-									
98 General Support	-									
99 Transfers	-									
<b>TOTALS</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Educational Service District 113**  
**GENERAL FUND**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**  
**EXPENDITURE SUMMARY**

**PROGRAM 38 - ALTERNATIVE LEARNING EXPERIENCE**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
21 Staff Development	-									
27 Direct Instruction	-									
60 Facilities	-									
83 Debt Service - Interest	-									
98 General Support	-									
99 Transfers	-									
TOTALS	-	-	-	-	-	-	-	-	-	-

**PROGRAM 40 - STUDENT ASSESSMENT**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
21 Staff Development	-									
27 Direct Instruction	-									
60 Facilities	-									
83 Debt Service - Interest	-									
98 General Support	-									
99 Transfers	-									
TOTALS	-	-	-	-	-	-	-	-	-	-

**PROGRAM 42 - STATE INSTITUTIONS**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
21 Staff Development	-									
27 Direct Instruction	-									
60 Facilities	-									
83 Debt Service - Interest	-									
98 General Support	-									
99 Transfers	-									
TOTALS	-	-	-	-	-	-	-	-	-	-

**PROGRAM 46 - HEALTH EDUCATION**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
21 Staff Development	-									
27 Direct Instruction	-									
60 Facilities	-									
83 Debt Service - Interest	-									
98 General Support	-									
99 Transfers	-									
TOTALS	-	-	-	-	-	-	-	-	-	-

**PROGRAM 48 - PROFESSIONAL DEVELOPMENT CENTERS**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
21 Staff Development	31,747.39				14,967.66	3,571.74	1,905.46	11,302.53		
27 Direct Instruction	-									
60 Facilities	-									
83 Debt Service - Interest	-									
98 General Support	-									
99 Transfers	-									
TOTALS	31,747.39	-	-	-	14,967.66	3,571.74	1,905.46	11,302.53	-	-

**PROGRAM 59 - OTHER INSTRUCTIONAL SUPPORT PROGRAMS**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
21 Staff Development	-									
27 Direct Instruction	-									
60 Facilities	-									
83 Debt Service - Interest	-									
98 General Support	1,450,695.63				886,101.82	240,889.33	68,505.78	227,131.02	28,067.68	
99 Transfers	-									
TOTALS	1,450,695.63	-	-	-	886,101.82	240,889.33	68,505.78	227,131.02	28,067.68	-

**Educational Service District 113**  
**GENERAL FUND**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**  
**EXPENDITURE SUMMARY**

**PROGRAM 62 - ADULT JOB TRAINING**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
60 Facilities	-									
83 Debt Service - Interest	-									
98 General Support	-									
99 Transfers	-									
TOTALS	-	-	-	-	-	-	-	-	-	-

**PROGRAM 64 - DATA PROCESSING**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
60 Facilities	-									
83 Debt Service - Interest	-									
98 General Support	2,410,381.29			653,719.75	197,938.21	93,161.17	1,400,107.28	40,265.36	25,189.52	
99 Transfers	-									
TOTALS	2,410,381.29	-	-	653,719.75	197,938.21	93,161.17	1,400,107.28	40,265.36	25,189.52	-

**PROGRAM 66 - RISK MANAGEMENT**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
60 Facilities	-									
83 Debt Service - Interest	-									
98 General Support	778,993.07				413,002.09	127,571.07	62,316.49	170,752.90	5,350.52	
99 Transfers	-									
TOTALS	778,993.07	-	-	-	413,002.09	127,571.07	62,316.49	170,752.90	5,350.52	-

**PROGRAM 68 - PUBLIC COMMUNICATIONS**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
60 Facilities	-									
83 Debt Service - Interest	-									
98 General Support	-									
99 Transfers	-									
TOTALS	-	-	-	-	-	-	-	-	-	-

**PROGRAM 70 - TRANSPORTATION**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
51 Transportation, Super.	59,737.48				45,628.71	14,099.72		9.05		
52 Operating Buses	279,470.96				126,562.81	35,054.58	82,181.62	35,671.95		
53 Maintenance of Buses	-									
54 Garage - Oper. & Maint.	-									
55 Payments In-lieu Trans	-									
56 Insurance - Transp.	-									
59 Purchase - Rebuild Bus	-									
60 Facilities	-									
83 Debt Service - Interest	-									
99 Transfers	-									
TOTALS	339,208.44	-	-	-	172,191.52	49,154.30	82,181.62	35,681.00	-	-

**PROGRAM 72 - ENVIRONMENTAL COMPLIANCE**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
60 Facilities	-									
83 Debt Service - Interest	-									
98 General Support	12,025.00							12,025.00		
99 Transfers	-									
TOTALS	12,025.00	-	-	-	-	-	-	12,025.00	-	-

**PROGRAM 73 - NURSING SERVICES**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
21 Staff Development	-									
27 Direct Instruction	369,771.84				208,258.01	79,270.02	12,651.53	49,108.18	20,484.10	
60 Facilities	-									
83 Debt Service - Interest	-									
98 General Support	144.31						94.31	50.00		
99 Transfers	-									
TOTALS	369,916.15	-	-	-	208,258.01	79,270.02	12,745.84	49,158.18	20,484.10	-

**PROGRAM 74 - HUMAN RESOURCES**

**OBJECTS OF EXPENDITURE**

**Educational Service District 113**  
**GENERAL FUND**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**  
**EXPENDITURE SUMMARY**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
60 Facilities	-									
83 Debt Service - Interest	-									
98 General Support	205,815.46				88,076.46	29,165.69	12,466.20	68,969.20	7,137.91	
99 Transfers	-									
TOTALS	205,815.46	-	-	-	88,076.46	29,165.69	12,466.20	68,969.20	7,137.91	-

**PROGRAM 76 - EMPLOYMENT PROGRAMS**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
60 Facilities	-									
83 Debt Service - Interest	-									
98 General Support	772,675.61				446,246.85	126,846.57	5,245.39	165,807.90	28,528.90	
99 Transfers	-									
TOTALS	772,675.61	-	-	-	446,246.85	126,846.57	5,245.39	165,807.90	28,528.90	-

**PROGRAM 78 - FISCAL AGENT SERVICES**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
60 Facilities	-									
83 Debt Service - Interest	-									
98 General Support	161,173.91				88,979.09	20,605.56		51,589.26		
99 Transfers	-									
TOTALS	161,173.91	-	-	-	88,979.09	20,605.56	-	51,589.26	-	-

**PROGRAM 80 - GROUP PURCHASING**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
60 Facilities	-									
83 Debt Service - Interest	-									
98 General Support	-									
99 Transfers	-									
TOTALS	-	-	-	-	-	-	-	-	-	-

**PROGRAM 82 - EQUIPMENT REPAIR**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
60 Facilities	-									
83 Debt Service - Interest	-									
98 General Support	-									
99 Transfers	-									
TOTALS	-	-	-	-	-	-	-	-	-	-

**PROGRAM 89 - OTHER NON INSTRUCTIONAL SUPPORT PROGRAMS**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
60 Facilities	-									
83 Debt Service - Interest	-									
98 General Support	-									
99 Transfers	-									
TOTALS	-	-	-	-	-	-	-	-	-	-

**PROGRAM 99 - TRANSPORTATION EQUIPMENT**

**OBJECTS OF EXPENDITURE**

ACTIVITY	Total	Debit Transfer (0)	Credit Transfer (1)	Cert. Salaries (2)	Class. Salaries (3)	Employee Benefits (4)	Supp. & Mat'ls (5)	Contract Services (7)	Travel (8)	Capital Outlay (9)
59 Purchase - Rebuild Bus	54,195.43									54,195.43
83 Debt Service - Interest	-									
99 Transfers	-									
TOTALS	54,195.43	-	-	-	-	-	-	-	-	54,195.43

**Educational Service District 113**  
**GENERAL EXPENSE FUND SCHEDULE OF LONG-TERM DEBT**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**

Description	(1) Beginning (*) Outstanding Debt Aug. 31, 2005	(2) Amount Issued	(3) Amount Redeemed	(4) Ending Outstanding Debt Aug. 31, 2006 (1)+(2)-(3)
<b>Total Non-Voted Bonds</b>	-	-	-	-
<b>Other Long-Term Debt:</b>				
<b>Capital Leases **</b>	108,443.04	17,518.20	30,614.40	95,346.84
<b>Notes Payable-Long Term</b>	-	-	-	-
<b>NonCancellable Operating Leases</b>	-	-	-	-
<b>Claims &amp; Judgments</b>	-	-	-	-
<b>Estimated Vacation Leave Payable-Long Term ++</b>	413,413.08	-	26,841.86	386,571.21
<b>Estimated Sick Leave Payable-Long Term ++</b>	204,315.23	-	37,384.64	166,930.59
<b>Other Long-Term Debt</b>	-	-	-	-
<b>Total Other Long-Term Debt</b>	<b>726,171.35</b>	<b>17,518.20</b>	<b>94,840.90</b>	<b>648,848.65</b>
<b>Total Long-Term Debt</b>	<b>726,171.35</b>	<b>17,518.20</b>	<b>94,840.90</b>	<b>648,848.65</b>

\* Beginning Outstanding Debt at September 1 is equal to Ending Outstanding Debt, August 31 of prior year

\*\* Xerox copiers are leased for 60 months.

++ Beginning in 2004-05 ESD 113 joined the Capital Compensated Absences Liability Pool. The Pool accumulates assets dedicated for current and future sick and vacation leave payable. Such payables are not included in this schedule of long-term debt.

**Educational Service District 113**  
**UNEMPLOYMENT COMPENSATION INSURANCE FUND**  
**BALANCE SHEET**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**

**ASSETS AND OTHER DEBITS**

Aug. 31, 2006

**ASSETS:**

Imprest Cash	
Cash on Hand	
Cash and Cash Equivalents	3,838,171.53
Warrants Outstanding	-
Accounts Receivable	18,137.01
Assessments Receivable - Long-Term	
Reinsurance Receivable	
Interest Receivable	
Prepaid Items	
Investments	
Equipment	
Accumulated Depreciation	
<b>TOTAL ASSETS</b>	<b>3,856,308.54</b>

**LIABILITIES AND FUND EQUITY**

Aug. 31, 2006

**LIABILITIES:**

Accounts Payable	36,969.23
Contracts Payable - Current	
Notes Payable - Current	
Accrued Interest Payable	
Estimated Vacation Leave Payable	
Estimated Sick Leave Payable	
Claims Reserve - Current	271,859.00
Claims Reserve - Prior Year	67,965.00
IBNR - Current	
IBNR - Prior Year	
Notes Payable - Long-Term	
Future L & I Assessments	
Estimated Unallocated Loss Adjustment Expenses	
<b>TOTAL LIABILITIES</b>	<b>376,793.23</b>

**FUND EQUITY:**

Retained Earnings (Deficit)	3,479,515.31
<b>TOTAL FUND EQUITY</b>	<b>3,479,515.31</b>

<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<b>3,856,308.54</b>
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**Educational Service District 113**  
**UNEMPLOYMENT COMPENSATION INSURANCE FUND**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN**  
**RETAINED EARNINGS / FUND BALANCE**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**

Aug. 31, 2006

**OPERATING REVENUES:**

Member Contributions Or Premiums	540,819.01
Supplemental Member Assessments	-
Other Operating Revenue	-
<b>TOTAL OPERATING REVENUES</b>	<b>540,819.01</b>

**OPERATING EXPENSES:**

Claims Paid On Current Losses	219,176.17
Estimated Current Claims Reserves	
Increase (Decrease) In Estimated Prior Year Claims Payable	(158,176.00)
ESD Administration	20,875.28
Professional Fees	30,762.00
Reinsurance Premiums	
Labor & Industry Assessments	
Depreciation	
Increase (Decrease) In Estimated Unallocated Loss Adjustment Expenses	
Other Operating Expense	
<b>TOTAL OPERATING EXPENSES</b>	<b>112,637.45</b>

<b>OPERATING INCOME:</b>	<b>428,181.56</b>
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**NONOPERATING REVENUES / (EXPENSES):**

Investment Earnings	124,002.94
Other Nonoperating Revenue	-
Interest Expense	
Other Nonoperating Expense	
Dividend Expense	
<b>TOTAL NONOPERATING REVENUES / (EXPENSES)</b>	<b>124,002.94</b>

<b>NET INCOME</b>	<b>552,184.50</b>
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<b>Retained earnings/ -- September 1</b>	<b>2,927,330.81</b>
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Correction of prior year errors and other restatements as explained below	
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<b>Retained earnings -- August 31</b>	<b>3,479,515.31</b>
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**Educational Service District 113**  
**UNEMPLOYMENT COMPENSATION INSURANCE FUND**  
**STATEMENT OF CASH FLOWS**  
**INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**

Aug. 31, 2006

**CASH FLOWS FROM OPERATING ACTIVITIES:**

Cash Received From Contributions And Supplemental Member Assessments	545,773.71
Cash Received From Other Operations	-
Cash Payments To Employees For Salaries/Benefits	
Cash Payments To Suppliers For Goods And Services	
Cash Paid For Benefits/Claims	(267,408.01)
Cash Paid For ESD Administration	(20,875.28)
Cash Paid For Professional Services	(30,762.00)
Cash Paid For Reinsurance	
Cash Paid For Labor & Industry Assessments	
Cash Paid For Other Operating Expense	-
<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	<b>226,728.42</b>

**CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:**

Net Borrowings (Repayments) From Notes	
Interest Paid On Notes	
Operating Grants Received	
<b>NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES</b>	<b>-</b>

**CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES:**

Proceeds From Sale Of Notes	
Acquisition/Construction Of Capital Assets	
Principal Paid On Notes	
Interest Paid On Notes	
Proceeds From Sale Of Capital Assets	
<b>NET CASH PROVIDED (USED) BY CAPITAL FINANCING ACTIVITIES</b>	<b>-</b>

**CASH FLOWS FROM INVESTING ACTIVITIES:**

Interest Income Received From Investments	124,002.94
Purchases Of Investment Securities	
Proceeds From Sale(S) Of Investment Securities	
<b>NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES</b>	<b>124,002.94</b>

<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>350,731.36</b>
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<b>CASH AND CASH EQUIVALENTS AT SEPTEMBER 1</b>	<b>3,487,440.17</b>
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<b>CASH AND CASH EQUIVALENTS AT AUGUST 31</b>	<b>3,838,171.53</b>
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**Educational Service District 113**  
**UNEMPLOYMENT COMPENSATION INSURANCE FUND**  
**RECONCILIATION OF OPERATING INCOME TO NET CASH**  
**PROVIDED BY OPERATING ACTIVITIES**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**

Aug. 31, 2006

<b>OPERATING INCOME (LOSS)</b>	428,181.56
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**ADJUSTMENTS TO RECONCILE OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:**

(Increase) Decrease In Accounts Receivable	4,954.70
(Increase) Decrease In Assessments Receivable-Long-Term	
(Increase) Decrease In Prepaid Items	
(Increase) Decrease In Reinsurance Receivable	
(Increase) Decrease In Interest Receivable	
Increase (Decrease) In Warrants Outstanding	(32,724.07)
Increase (Decrease) In Accumulated Depreciation	
Increase (Decrease) In Accounts Payable	(15,507.77)
Increase (Decrease) In Contracts Payable-Current	
Increase (Decrease) In Estimated Vacation Leave Payable	
Increase (Decrease) In Estimated Sick Leave Payable	
Increase (Decrease) In Claims Reserve-Current	(126,541.00)
Increase (Decrease) In Claims Reserve-Prior Year	(31,635.00)
Increase (Decrease) In IBNR-Current	
Increase (Decrease) In IBNR-Prior Year	
Increase (Decrease) In Future L & I Assessments	
Increase (Decrease) In Estimated Unallocated Loss Adjustment Expenses	
<b>TOTAL ADJUSTMENTS</b>	<b>(201,453.14)</b>

<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	<b>226,728.42</b>
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**Educational Service District 113**  
**UNEMPLOYMENT COMPENSATION FUND**  
**STATISTICAL INFORMATION**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**

This is a report of statistical information for school districts and educational service districts financing unemployment benefits through an enterprise fund.

<b>DISTRICT NAME</b>	<b>NUMBER OF EMPLOYEES COVERED 1/</b>	<b>NUMBER OF EMPLOYEES CLAIMING BENEFITS</b>	<b>AMOUNT OF DISTRICT CLAIMS 2/</b>
Aberdeen School District	867	23	20,331.58
Adna School District	178	12	854.66
Cosmopolis School District	43	-	-
Educational Service District	938	35	29,318.78
Grapeview School District	44	2	237.23
Hood Canal School District	97	8	2,792.26
Hoquiam School District	455	8	9,931.13
Mary M Knight School District	78	4	370.77
Montesano School District	326	10	2,526.78
Morton School District	123	7	3,656.08
Mossyrock School District	186	4	446.49
Napavine School District	194	-	-
North Beach School District	187	2	7.09
North River School District	36	2	347.56
North Thurston School District	2,660	54	30,410.90
Oakville School District	131	8	2,242.34
Olympia School District	1,888	41	36,503.96
Onalaska School District	256	10	3,617.11
Pe Ell School District	128	4	15.38
Pioneer School District	177	6	3,842.25
Quinalt School District	105	5	534.99
Rainier School District	194	5	1,072.83
Raymond School District	167	6	10,838.41
Rochester School District	422	29	13,013.58
Satsop School District	18	-	-
South Bend School District	163	4	815.04
Southside School District	83	5	3,053.63
Taholah School District	114	3	3,019.41
Tenino School District	356	12	113.28
Toledo School District	249	8	1,879.84
Tumwater School District	1,410	34	25,950.52
Vader School District	45	4	2,352.24
White Pass School District	187	9	3,806.41
Wishkah School District	78	3	2,357.95
Yelm Community Schools	1,028	18	2,915.71
<b>Totals</b>	<b>13,611</b>	<b>385</b>	<b>\$ 219,176.19</b>

1/ Actual number of W-2s issued in December of prior year.

2/ Number of employees claiming benefits and amount of benefits claimed should be obtained from Employment Security claims billed for the year.

**Educational Service District 113**  
**UNEMPLOYMENT COMPENSATION FUND**  
**RECONCILIATION OF CASH ON DEPOSIT WITH COUNTY TREASURER**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**

1.	Beginning Cash on Deposit with County Treasurer (as of Sept. 1)		3,487,440.17
2.	Add: Cash Increases		
	a. Payments from Members	545,773.71	
	b. Reinsurance Revenue		
	c. Investment Sold (excluding interest)		
	d. Investment Earnings	124,002.94	
	e. Beginning Cash in Transit		
	f. Other Increases (identify below)		
3.	Total Cash Increases		669,776.65
4.	Total Beginning Cash on Deposit with County Treasurer plus Cash Increases (1 + 3)		4,157,216.82
5.	Deduct: Cash Decreases		
	a. Warrants Redeemed	317,488.29	
	b. Investments Purchased		
	c. Ending Cash in Transit		
	d. Other Decreases (identify below)		
	Refund of excess indirects posted as 0506 receivable	1,557.00	
6.	Total Cash Decreases		319,045.29
7.	Ending Cash on Deposit with County Treasurer (as of August 31) (4 - 6)		3,838,171.53

**Educational Service District 113**  
**WORKERS' COMPENSATION FUND**  
**BALANCE SHEET**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**

**ASSETS AND OTHER DEBITS**

Aug. 31, 2006

**ASSETS:**

Imprest Cash	
Cash on Hand	
Cash and Cash Equivalents	7,716,885.55
Warrants Outstanding	(77,550.67)
Accounts Receivable	185,250.57
Assessments Receivable - Long-Term	
Reinsurance Receivable	
Interest Receivable	
Prepaid Items	
Investments	
Equipment	
Accumulated Depreciation	
<b>TOTAL ASSETS</b>	<b>7,824,585.45</b>

**LIABILITIES AND FUND EQUITY**

Aug. 31, 2006

**LIABILITIES:**

Accounts Payable	187,763.42
Contracts Payable - Current	
Notes Payable - Current	
Accrued Interest Payable	
Estimated Vacation Leave Payable	
Estimated Sick Leave Payable	
Claims Reserve - Current	1,723,428.00
Claims Reserve - Prior Year *	1,642,546.00
IBNR - Current	538,605.00
IBNR - Prior Year *	1,610,421.00
Notes Payable - Long-Term	
Future L & I Assessments	1,114,000.00
Estimated Unallocated Loss Adjustment Expenses	287,000.00
<b>TOTAL LIABILITIES</b>	<b>7,103,763.42</b>

**FUND EQUITY:**

Retained Earnings (Deficit) *	720,822.03
<b>TOTAL FUND EQUITY</b>	<b>720,822.03</b>

<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<b>7,824,585.45</b>
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\* Beginning in 2004-05 actuarial liabilities are no longer reduced for the future value of interest earnings. This change in accounting resulted in a shift of dollars from equity to liability.

**Educational Service District 113**  
**WORKERS' COMPENSATION FUND**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN**  
**RETAINED EARNINGS / FUND BALANCE**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**

Aug. 31, 2006

**OPERATING REVENUES:**

Member Contributions Or Premiums	5,631,322.72
Supplemental Member Assessments	-
Other Operating Revenue	-
<b>TOTAL OPERATING REVENUES</b>	<b>5,631,322.72</b>

**OPERATING EXPENSES:**

Claims Paid On Current Losses	2,813,673.57
Estimated Current Claims Reserves	
Increase (Decrease) In Estimated Prior Year Claims Payable *	620,000.00
ESD Administration	754,382.54
Professional Fees	23,565.50
Reinsurance Premiums	186,354.71
Labor & Industry Assessments	626,070.51
Depreciation	
Increase (Decrease) In Estimated Unallocated Loss Adjustment Expenses	32,000.00
Other Operating Expense (Return to Work)	110,947.40
<b>TOTAL OPERATING EXPENSES</b>	<b>5,166,994.23</b>

<b>OPERATING INCOME: *</b>	<b>464,328.49</b>
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**NONOPERATING REVENUES / (EXPENSES):**

Investment Earnings	246,514.24
Other Nonoperating Revenue	
Interest Expense	
Other Nonoperating Expense	
Dividend Expense	
<b>TOTAL NONOPERATING REVENUES / (EXPENSES)</b>	<b>246,514.24</b>

<b>NET INCOME</b>	<b>710,842.73</b>
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<b>Retained earnings/ -- September 1</b>	<b>9,979.30</b>
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Correction of prior year errors and other restatements as explained below	
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<b>Retained earnings -- August 31 *</b>	<b>720,822.03</b>
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\* Beginning in 2004-05 actuarial liabilities are no longer reduced for the future value of interest earnings. This change in accounting shifted dollars from equity to liability, resulting in a reduction of operating income for 2004-05.

**Educational Service District 113**  
**WORKERS' COMPENSATION FUND**  
**STATEMENT OF CASH FLOWS**  
**INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**

Aug. 31, 2006

**CASH FLOWS FROM OPERATING ACTIVITIES:**

Cash Received From Contributions And Supplemental Member Assessments	5,586,404.77
Cash Received From Other Operations	
Cash Payments To Employees For Salaries/Benefits	(540,573.16)
Cash Payments To Suppliers For Goods And Services	(143,514.72)
Cash Paid For Benefits/Claims	(2,902,931.75)
Cash Paid For ESD Administration	(64,313.89)
Cash Paid For Professional Services	(23,565.50)
Cash Paid For Reinsurance	(188,886.71)
Cash Paid For Labor & Industry Assessments	(638,624.95)
Cash Paid For Other Operating Expense	(110,947.40)
<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	<b>973,046.69</b>

**CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:**

Net Borrowings (Repayments) From Notes	
Interest Paid On Notes	
Operating Grants Received	
<b>NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES</b>	<b>-</b>

**CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES:**

Proceeds From Sale Of Notes	
Acquisition/Construction Of Capital Assets	
Principal Paid On Notes	
Interest Paid On Notes	
Proceeds From Sale Of Capital Assets	
<b>NET CASH PROVIDED (USED) BY CAPITAL FINANCING ACTIVITIES</b>	<b>-</b>

**CASH FLOWS FROM INVESTING ACTIVITIES:**

Interest Income Received From Investments	246,514.24
Purchases Of Investment Securities	
Proceeds From Sale(S) Of Investment Securities	
<b>NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES</b>	<b>246,514.24</b>

<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>1,219,560.93</b>
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<b>CASH AND CASH EQUIVALENTS AT SEPTEMBER 1</b>	<b>6,497,324.62</b>
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<b>CASH AND CASH EQUIVALENTS AT AUGUST 31</b>	<b>7,716,885.55</b>
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**Educational Service District 113**  
**WORKERS' COMPENSATION FUND**  
**RECONCILIATION OF OPERATING INCOME TO NET CASH**  
**PROVIDED BY OPERATING ACTIVITIES**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**

Aug. 31, 2006

<b>OPERATING INCOME (LOSS)</b>	464,328.49
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**ADJUSTMENTS TO RECONCILE OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:**

(Increase) Decrease In Accounts Receivable	(44,917.95)
(Increase) Decrease In Assessments Receivable-Long-Term	
(Increase) Decrease In Prepaid Items	
(Increase) Decrease In Reinsurance Receivable	
(Increase) Decrease In Interest Receivable	
Increase (Decrease) In Warrants Redeemed	(89,258.18)
Increase (Decrease) In Accumulated Depreciation	
Increase (Decrease) In Accounts Payable	(9,105.67)
Increase (Decrease) In Contracts Payable-Current	
Increase (Decrease ) In Estimated Vacation Leave Payable	
Increase (Decrease ) In Estimated Sick Leave Payable	
Increase (Decrease) In Claims Reserve-Current	730,308.00
Increase (Decrease) In Claims Reserve-Prior Year *	636,160.00
Increase (Decrease) In IBNR-Current	(640,955.00)
Increase (Decrease) In IBNR-Prior Year *	(186,513.00)
Increase (Decrease) In Future L & I Assessments *	81,000.00
Increase (Decrease) In Estimated Unallocated Loss Adjustment Expenses	32,000.00
<b>TOTAL ADJUSTMENTS</b>	<b>508,718.20</b>

<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	<b>973,046.69</b>
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**Educational Service District 113**  
**WORKERS' COMPENSATION FUND**  
**STATISTICAL INFORMATION**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**

This is a report of statistical information for school districts and educational service districts financing worker's compensation insurance benefits through an enterprise fund.

<b>DISTRICT NAME</b>	<b>NUMBER OF EMPLOYEES COVERED 1/</b>	<b>NUMBER OF NEW CLAIMS FILED IN PERIOD 2/</b>	<b>AMOUNT PAID ON NEW CLAIMS FILED IN PERIOD</b>	<b>AMOUNT ON CLAIMS FILED PRIOR TO PERIOD</b>
Aberdeen School District	647	36	29,160.93	112,158.43
Adna School District	81	2	817.74	8,970.44
Boistfort School District	28	-	-	11,927.43
Centralia School District	582	28	27,659.09	182,774.99
Chehalis School District	498	19	52,270.75	51,901.60
Cosmopolis School District	35	1	1,847.26	-
Elma School District	313	13	24,343.60	67,084.32
Grapeview School District	42	2	63,444.68	-
Griffin School District	123	7	21,274.69	23,093.26
Hood Canal School District	65	10	16,912.85	671.06
Hoquiam School District	362	17	59,291.23	12,217.08
M.M.Knight School District	48	-	-	-
McCleary School District	57	1	8,836.90	2,189.72
Montesano School District	221	15	19,015.93	119,369.24
Morton School District	75	2	1,034.35	266.16
Mossyrock School District	111	3	3,146.36	1,600.09
Napavine School District	107	4	2,327.62	-
No. Beach School District	120	3	2,158.22	5,642.45
No. River School District	31	2	23,361.69	190.07
No. Thurston School District	2,034	93	133,536.53	329,148.06
Oakville School District	94	1	201.68	74,629.40
Ocosta School District	137	5	3,149.08	24,871.20
Olympia School District	1,376	71	73,534.29	183,908.24
Onalaska School District	169	9	29,135.57	49,884.18
Pe Ell School District	72	1	1,034.59	-
Pioneer School District	131	5	10,577.25	5,438.73
Quinault School District	79	-	-	16,698.52
Rainier School District	152	5	4,988.88	20,603.52
Raymond School District	117	2	1,002.02	28,315.42
Rochester School District	307	8	18,515.02	60,792.13
Satsop School District	11	1	97.57	2,629.71
Shelton School District	662	38	27,084.15	170,147.67
So Bend School District	137	7	6,024.64	87,421.59
Southside School District	41	2	461.67	-
Taholah School District	70	6	1,037.42	143.11
Tenino School District	209	9	3,787.88	9,847.93
Toledo School District	147	3	3,103.05	1,031.86
Tumwater School District	1,096	31	38,383.32	166,895.97
Vader School District	25	3	1,920.77	-
White Pass School District	122	4	1,648.43	13,002.51
Willapa School District	87	6	6,853.55	6,990.89
Winlock School District	129	3	13,367.33	14,654.22
Wishkah School District	54	2	6,805.38	15,524.74
Yelm School District	786	48	73,235.25	75,484.48
ESD 113	558	19	21,577.32	17,974.63
<b>Total</b>	<b>12,343</b>	<b>547</b>	<b>\$ 837,966.53</b>	<b>\$ 1,976,095.05</b>

1/ Average of four quarters

2/ Claims with date of injury occurring during 2005-06

**Educational Service District 113**  
**WORKERS' COMPENSATION FUND**  
**RECONCILIATION OF CASH ON DEPOSIT WITH COUNTY TREASURER**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**

1.	Beginning Cash on Deposit with County Treasurer (as of Sept. 1)		6,497,324.62
2.	Add: Cash Increases		
	a. Payments from Members	5,582,819.48	
	b. Reinsurance Revenue	119,072.73	
	c. Investment Sold (excluding interest)		
	d. Investment Earnings	246,514.24	
	e. Beginning Cash in Transit		
	f. Other Increases (identify below)		
	Third Party Reimbursements	74,363.54	
	Supplemental Pension / Asbestos	906,750.83	
3.	Total Cash Increases		6,929,520.82
4.	Total Beginning Cash on Deposit with County Treasurer plus Cash Increases (1 + 3)		13,426,845.44
5.	Deduct: Cash Decreases		
	a. Warrants Redeemed	5,709,959.89	
	b. Investments Purchased		
	c. Ending Cash in Transit		
	d. Other Decreases (identify below)		
6.	Total Cash Decreases		5,709,959.89
7.	Ending Cash on Deposit with County Treasurer (as of August 31) (4 - 6)		7,716,885.55

**Educational Service District 113**  
**PROPERTY AND LIABILITY INSURANCE FUND**  
**BALANCE SHEET**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**

**ASSETS AND OTHER DEBITS**

Aug. 31, 2006

**ASSETS:**

Imprest Cash	
Cash on Hand	
Cash and Cash Equivalents	708,163.32
Warrants Outstanding	-
Accounts Receivable	102.08
Assessments Receivable - Long-Term	
Reinsurance Receivable	
Interest Receivable	
Prepaid Items	
Investments	
Equipment	
Accumulated Depreciation	
<b>TOTAL ASSETS</b>	<b>708,265.40</b>

**LIABILITIES AND FUND EQUITY**

Aug. 31, 2006

**LIABILITIES:**

Accounts Payable	27,577.86
Contracts Payable - Current	
Notes Payable - Current	
Accrued Interest Payable	
Estimated Vacation Leave Payable	
Estimated Sick Leave Payable	
Claims Reserve - Current	213,000.00
Claims Reserve - Prior Year	272,000.00
IBNR - Current	
IBNR - Prior Year	
Notes Payable - Long-Term	
Future L & I Assessments	
Estimated Unallocated Loss Adjustment Expenses	
<b>TOTAL LIABILITIES</b>	<b>512,577.86</b>

**FUND EQUITY:**

Retained Earnings (Deficit)	195,687.54
<b>TOTAL FUND EQUITY</b>	<b>195,687.54</b>

<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<b>708,265.40</b>
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**Educational Service District 113**  
**PROPERTY AND LIABILITY INSURANCE FUND**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN**  
**RETAINED EARNINGS / FUND BALANCE**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**

Aug. 31, 2006

**OPERATING REVENUES:**

Member Contributions Or Premiums	
Supplemental Member Assessments	97,860.88
Other Operating Revenue	
<b>TOTAL OPERATING REVENUES</b>	<b>97,860.88</b>

**OPERATING EXPENSES:**

Claims Paid On Current Losses	157,437.87
Estimated Current Claims Reserves	
Increase (Decrease) In Estimated Prior Year Claims Payable	(239,320.00)
ESD Administration	43,578.00
Professional Fees	
Reinsurance Premiums	
Labor & Industry Assessments	
Depreciation	
Increase (Decrease) In Estimated Unallocated Loss Adjustment Expenses	
Other Operating Expense	
<b>TOTAL OPERATING EXPENSES</b>	<b>(38,304.13)</b>

<b>OPERATING INCOME:</b>	<b>136,165.01</b>
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**NONOPERATING REVENUES / (EXPENSES):**

Investment Earnings	30,799.15
Other Nonoperating Revenue	
Interest Expense	
Other Nonoperating Expense	
Dividend Expense	
<b>TOTAL NONOPERATING REVENUES / (EXPENSES)</b>	<b>30,799.15</b>

<b>NET INCOME</b>	<b>166,964.16</b>
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<b>Retained earnings/ -- September 1</b>	<b>28,723.38</b>
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Correction of prior year errors and other restatements as explained below	
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<b>Retained earnings -- August 31</b>	<b>195,687.54</b>
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**Educational Service District 113**  
**PROPERTY AND LIABILITY INSURANCE FUND**  
**STATEMENT OF CASH FLOWS**  
**INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**

Aug. 31, 2006

**CASH FLOWS FROM OPERATING ACTIVITIES:**

Cash Received From Contributions And Supplemental Member Assessments	97,758.80
Cash Received From Other Operations	
Cash Payments To Employees For Salaries/Benefits	
Cash Payments To Suppliers For Goods And Services	
Cash Paid For Benefits/Claims	(336,216.72)
Cash Paid For ESD Administration	(43,578.00)
Cash Paid For Professional Services	-
Cash Paid For Reinsurance	
Cash Paid For Labor & Industry Assessments	
Cash Paid For Other Operating Expense	
<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	<b>(282,035.92)</b>

**CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:**

Net Borrowings (Repayments) From Notes	
Interest Paid On Notes	
Operating Grants Received	
<b>NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES</b>	<b>-</b>

**CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES:**

Proceeds From Sale Of Notes	
Acquisition/Construction Of Capital Assets	
Principal Paid On Notes	
Interest Paid On Notes	
Proceeds From Sale Of Capital Assets	
<b>NET CASH PROVIDED (USED) BY CAPITAL FINANCING ACTIVITIES</b>	<b>-</b>

**CASH FLOWS FROM INVESTING ACTIVITIES:**

Interest Income Received From Investments	30,799.15
Purchases Of Investment Securities	
Proceeds From Sale(S) Of Investment Securities	
<b>NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES</b>	<b>30,799.15</b>

<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(251,236.77)</b>
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<b>CASH AND CASH EQUIVALENTS AT SEPTEMBER 1</b>	<b>959,400.09</b>
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<b>CASH AND CASH EQUIVALENTS AT AUGUST 31</b>	<b>708,163.32</b>
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**Educational Service District 113**  
**PROPERTY AND LIABILITY INSURANCE FUND**  
**RECONCILIATION OF OPERATING INCOME TO NET CASH**  
**PROVIDED BY OPERATING ACTIVITIES**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**

Aug. 31, 2006

<b>OPERATING INCOME (LOSS)</b>	136,165.01
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**ADJUSTMENTS TO RECONCILE OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:**

(Increase) Decrease In Accounts Receivable	(102.08)
(Increase) Decrease In Assessments Receivable-Long-Term	
(Increase) Decrease In Prepaid Items	
(Increase) Decrease In Reinsurance Receivable	
(Increase) Decrease In Interest Receivable	
Increase (Decrease) In Warrants Redeemed	-
Increase (Decrease) In Accumulated Depreciation	
Increase (Decrease) In Accounts Payable	(178,778.85)
Increase (Decrease) In Contracts Payable-Current	
Increase (Decrease ) In Estimated Vacation Leave Payable	
Increase (Decrease ) In Estimated Sick Leave Payable	
Increase (Decrease) In Claims Reserve-Current	
Increase (Decrease) In Claims Reserve-Prior Year	(239,320.00)
Increase (Decrease) In IBNR-Current	
Increase (Decrease) In IBNR-Prior Year	
Increase (Decrease) In Future L & I Assessments	-
Increase (Decrease) In Estimated Unallocated Loss Adjustment Expenses	
<b>TOTAL ADJUSTMENTS</b>	<b>(418,200.93)</b>

<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	<b>(282,035.92)</b>
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**Educational Service District 113**  
**PROPERTY AND LIABILITY INSURANCE FUND**  
**STATISTICAL INFORMATION**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**

This is a report of statistical information for school district and educational service districts financing property and liability insurance coverage through an enterprise fund.

DISTRICT NAME	FISCAL YEAR			NUMBER OF OPEN CLAIMS ON AUGUST 31, 2006	
	BUILDING VALUE INSURED	CONTENTS VALUE INSURED	TOTAL PREMIUMS	FOR OCCURRENCES DURING 2005-06	FOR OCCURRENCES IN PRIOR YEARS
Aberdeen *					
Adna *					
Boistfort *					
Centralia *					
Chehalis *					1
Cosmopolis *					
Elma *					
ESD 113 *					
Evaline *					
Griffin *					
Hood Canal *					
Mary M. Knight *					
McCleary *					
Montesano *					
Morton *					2
Mossyrock *					
Napavine *					1
North Beach *					
North River *					1
Oakville *					
Ocosta *					
Olympia *					1
Onalaska *					
Pe Ell *					
Pioneer *					
Quinault *					
Rainier *					
Rochester *					
Satsop *					
Shelton *					1
Southside *					
Taholah *					
Tenino *					1
Toledo *					1
Tumwater *					1
Vader *					
White Pass *					
Willapa Valley *					
Winlock *					1
Wishkah Valley *					
Yelm *					
Total	-	-	-	-	11

Notes:

\* District was a participating member in prior years and remains insured for all years in which they participated.



**Educational Service District 113**  
**TRUST & AGENCY FUNDS**  
**COMBINED BALANCE SHEET**  
**FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**

<b>ASSETS AND OTHER DEBITS</b>	Compensated Absences Liability Pool Aug. 31, 2006	Health Reimbursement Arrangement Aug. 31, 2006	Total Trust & Agency Aug. 31, 2006
<b>ASSETS:</b>			
Imprest Cash			-
Cash on Hand	-	-	-
Cash and Cash Equivalents	494,432.70	11,405.23	505,837.93
Warrants Outstanding	(32,881.16)	-	(32,881.16)
Investments			-
Restricted Assets			-
Accounts Receivable-Short-Term	8,574.99	-	8,574.99
Assessments Receivable			-
Accrued Interest Receivable			-
Reinsurance Receivable			-
Inventory- Supplies & Materials			-
Prepaid Items			-
Land			-
Buildings			-
Pupil Transportation Equipment			-
Equipment			-
Leasehold Improvements			-
Accumulated Depreciation			-
Construction in Progress			-
<b>TOTAL ASSETS</b>	470,126.53	11,405.23	481,531.76
<b>TOTAL ASSETS AND OTHER DEBITS</b>	470,126.53	11,405.23	481,531.76

<b>LIABILITIES, FUND EQUITY &amp; OTHER CREDITS</b>	Compensated Absences Liability Pool Aug. 31, 2006	Health Reimbursement Arrangement Aug. 31, 2006	Total Trust & Agency Aug. 31, 2006
<b>LIABILITIES:</b>			
Accounts Payable	-	-	-
Contracts Payable - Current			-
Notes Payable - Current			-
Accrued Interest Payable			-
Accrued Salaries Payable			-
Payroll Deductions & Taxes Payable			-
Estimated Vacation Leave Payable			-
Estimated Sick Leave Payable			-
Due to Other Governmental Units			-
Claims Reserve-Current			-
Claims Reserve-Prior Year			-
IBNR-Current			-
IBNR-Prior Year			-
Deferred Revenue			-
Deposits			-
Contracts Payable - Long-Term			-
Notes Payable - Long-Term			-
Est. Unallocated Loss Adjustment Expenses			-
Deferred Compensation Payable			-
<b>TOTAL LIABILITIES</b>	-	-	-
<b>FUND EQUITY AND OTHER CREDITS:</b>			
Unreserved, Undesignated Fund Balance	470,126.53	11,405.23	481,531.76
<b>TOTAL FUND EQUITY AND OTHER CREDITS</b>	470,126.53	11,405.23	481,531.76
<b>TOTAL LIABILITIES, FUND EQUITY &amp; OTHER CREDITS</b>	470,126.53	11,405.23	481,531.76

**Educational Service District 113**  
**Notes to the Financial Statements**  
**September 1, 2005 through August 31, 2006**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. REPORTING ENTITY**

Educational Service District 113 (ESD 113) is one of nine political subdivisions of the State of Washington organized pursuant to Title 28A Revised Code of Washington (RCW) for the purpose of:

- 1) Providing cooperative and informational services to local school districts;
- 2) Assisting the Superintendent of Public Instruction and State Board of Education in the performance of their respective duties; and
- 3) Providing services to school districts to assure equal educational opportunities for students.

ESD 113 serves 45 school districts in Grays Harbor, Lewis, Mason, Pacific, and Thurston counties.

Oversight responsibility for the district's operations is vested with an independently elected board of directors. Management of the district is appointed by and is accountable to the board of directors. Fiscal responsibility, including budget authority and the power to operate cooperative programs consistent with provisions of state statutes, also rests with the board of directors.

**B. BASIS OF PRESENTATION - FUND ACCOUNTING**

ESD 113 presents governmental fund financial statements and related notes on the modified accrual basis of accounting as prescribed by generally accepted accounting principles (GAAP) and required by its regulatory agencies, the Office of Superintendent of Public Instruction and the State Auditor's Office. However, the district elects to not present district wide financial statements, and management's discussion and analysis, which are departures from GAAP. Long-term debt is reported on a required supplementary schedule. The accounts of the district are organized on the basis of funds, each of which is considered a separate accounting entity. The regulatory agencies require all funds be presented as major funds. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures (or expenses) as appropriate. The various funds in the report are grouped into governmental and fiduciary funds as follows:

**GOVERNMENTAL FUNDS**

The General Fund is used to account for all expendable financial resources, except those required to be accounted for in another fund.

**PROPRIETARY FUNDS**

Chapter 48.62 RCW authorizes the governing body of any one or more governmental entities to form together into or join a pool or organization for the joint self-insuring to the same extent that they may individually self-insure. Separate agreements to form an unemployment pool, workers' compensation pool, and a property and liability insurance pool were made pursuant to the provisions of Chapter 39.34 RCW, the Interlocal Cooperation Act.

***Unemployment Compensation Insurance Enterprise Fund***

The ESD 113 Unemployment Insurance Fund was formed on January 1, 1978, when school districts and ESD 113 joined together by signing an Interlocal Governmental Agreement to pool their self-insured losses. Thirty-four school districts in the State of Washington and ESD 113 have joined the unemployment pool. The purpose of this fund is to share the risk of unemployment compensation claims arising from previous employees of the thirty-four member school districts and ESD 113. Member districts pay a percentage of their employee's wages up to a legally prescribed "base salary". These contributions plus investment earnings pay for unemployment claims and for the administration of the fund. Each member district must maintain a minimum balance in the fund. This minimum balance is based on one and one-half percent of taxable wages paid during the prior calendar year.

### ***Workers' Compensation Insurance Enterprise Fund***

The ESD 113 Workers' Compensation Trust was formed in the spring of 1983 when school districts and ESD 113 joined together by signing an Interlocal Governmental Agreement to pool their self-insured losses. Forty-four school districts in the State of Washington and ESD 113 have joined the workers' compensation pool.

This fund is used to account for all the financial resources belonging to member districts participating in this self-insurance program. The purpose of this fund is to provide workers' compensation insurance benefits to employees injured in the course of their employment with the member school districts and ESD 113.

The program is financed by contributions made by the member districts on a monthly basis. Contributions are based on the number of worker hours reported for the month and the member district's individual premium rates for the two reporting classes, 61-3 (certificated, administrative, and clerical) and 61-4 (classified, except administrative and clerical). The fund also collects the supplemental pension assessment which is forwarded in total to the Department of Labor and Industries each quarter. A district's premium rates are determined by historical claims data as well as by the total collection requirement of the fund.

The rate structure is determined by using a method prescribed in WAC 296-15-061(9). The first method is to collect based on the fund's total hours using the rates prescribed by the Department of Labor and Industries plus a 25% contingency. Since group self-insurers are required to purchase aggregate retention coverage, the second method is to fund to the level of the aggregate retention. This amount is estimated at the beginning of each coverage period and will vary from year to year. The aggregate retention represents the maximum liability for claims filed in each coverage period. With this method the fund must also provide adequate resources for future administrative costs of the program should the fund cease to exist.

In each year, except for FY 1984-85, method one was used as it resulted in lower premium rates for the member districts. Eventually the fund will be able to base its overall collections on the actual expected cost of its claims and administrative expenses by determining an estimated liability amount for each claim. This estimated liability amount represents the expected cost of a given claim over its life (which is essentially endless due to the reopening rights currently allowed in Title 51 of the Revised Code of Washington).

The Trust's outstanding claim related obligations net of self-insured retention and aggregate stop-loss coverage as of August 31 each year is estimated by an independent third party actuarial firm. Beginning in 2004-05, the full undiscounted liability is carried on the Trust balance sheet. In prior years, the actuarial liability was discounted for future investment earnings as estimated by the actuarial firm.

### ***Property and Liability Insurance Enterprise Fund***

The purpose of this fund, begun in FY 1986-87, is to self-insure against various types of liability and property damage claims filed against the forty member districts and ESD 113. Member districts paid a contribution based on their enrollment, number of vehicles, property valuation, and previous loss history. These contributions plus investment earnings pay for liability and property damage claims and for the administration of the fund.

Beginning with September 1, 2000 one district ceased assuming future risks through the Cooperative and purchased insurance from another entity. Effective September 1, 2002, nine more districts began to purchase insurance from other entities. Additional members intended to leave the Cooperative the following year. On August 20, 2003, the Advisory Board voted to begin to close down the Cooperative. This action was taken because the current insurance market offered much lower premiums to districts acting individually than to districts acting as a cooperative. All members had purchased insurance from another entity by September 1, 2003.

Closing down the Insurance Cooperative means that the Cooperative will assume no new risks as of September 1, 2003. The Cooperative continues, however, to be responsible for the resolution of all open claims as of August 31, 2003 and other liabilities arising from the time of operation of the Cooperative up to that date.

Liabilities assumed in prior years include both the 11 open claims for the period 1996-2003, and the incurred but not yet reported (IBNR) liabilities for the period 9/1/1986 – 8/31/2006. An example of an IBNR might be abuse of a student which occurred many years ago, and was first claimed and reported in 2005. For each claim, the EIC is liable for the single incident retention limit set by the insurance policy the EIC purchased in the

year the claim occurred. For 2002-03 this amount was \$100,000. In 2001-02 the amount was \$75,000. Prior years had lesser amounts. All claim settlements will be paid out of Cooperative assets.

Provisions of the Cooperative agreement echoing Chapter 48.62 RCW and Chapter 236-22 WAC require that remaining assets only be distributed after all financial and legal obligations of the EIC have been resolved.

#### FIDUCIARY FUNDS

Fiduciary funds that include pension (and other employee benefit), private-purpose trust funds, and agency funds, are used to account for assets held by the district in a trustee and agency capacity. An agency fund is used to account for assets held by the district as an agent for the Compensated Absences Liability Pool. The purpose of the Compensated Absences Liability Pool, which began operation in 2004-05, is to provide a funding mechanism to pay for the cash-out of liability for compensated absences when employees of member districts leave service or retire.

Member districts pay in a monthly assessment based on their estimated unfunded compensated absences liability. The member districts submit a claim one or two times a year to be reimbursed for qualifying cash outs of unused vacation and sick leave.

As of August 31, 2006, membership consisted of twelve school districts.

#### C. BASIS OF ACCOUNTING

The district's accounting policies, as reflected in the accompanying financial statements, conform to the Accounting Manual for Educational Service Districts in the State of Washington, issued jointly by the State Auditor and the Office of the Superintendent of Public Instruction. This manual allows for a practice that differs from generally accepted accounting principles in the following manner:

1. District wide statements are not presented.
2. The financial statements do not report capital assets.
3. Debt is not reported on the face of the financial statements. It is reported in the notes to the financial statements and on the Schedules of Long-Term and Short-Term Debt, which are required parts of the financial statements.
4. The original budget is not presented. This information is available through the Office of Superintendent of Public Instruction.
5. The Management Discussion and Analysis is not required.

The modified accrual basis of accounting is used for all governmental funds. Revenues are recognized as soon as they are both measurable and available. "Measurable" means the amount of the transaction can be determined and the district considers all revenues available if they are collected within 60 days after year end to pay liabilities of the current period. However, categorical program claims and inter-district billings are measurable and available and are, therefore, accrued.

Expenditures are recognized under the modified basis of accounting when the related fund liability is incurred, except for unmatured principal and interest on long-term debt which are recorded when due. The fund liability is incurred when the goods or services have been received. For federal grants, the recognition of expenditures is dependent on the obligation date, (obligations means purchased order issued, contracts awarded, or goods and services received).

All governmental funds reporting focus primarily on the sources, uses, and balances of current financial resources and often have a budgetary orientation. This means that only current assets and current liabilities are included on their balance sheets.

A full accrual basis of accounting is used for all enterprise funds. Revenue is recognized when it is earned and expenses are recognized when incurred.

D. BUDGETARY DATA

GENERAL BUDGETARY POLICIES

Chapter 28A.310 RCW and Chapter 392-125 WAC mandate ESD budget policies and procedures for the General Fund. The General Fund budget is adopted by the board after a public hearing. Expenditures may be incurred only within a legally approved appropriation. Appropriations lapse at the end of the fiscal period.

BUDGETARY BASIS OF ACCOUNTING

For budget and accounting purposes, revenues and expenditures are accounted for on a modified accrual basis as prescribed by law for governmental funds. Fund balance is budgeted as available resources and, pursuant to law, the budgeted ending fund balance cannot be negative.

E. ASSETS, LIABILITIES, AND FUND EQUITY

DEPOSITS AND INVESTMENTS

All of the district's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

The Thurston County treasurer is the ex-officio treasurer for the district. In this capacity, the county treasurer receives deposits and transacts investments on the district's behalf.

All of the district's investments during the year and at year-end were insured or registered and held by the district or its agent in the district's name. The district's year-end investments are as follows:

	No. of Securities	Carrying Amount	Market Value
County Treasurer's Investment Pool	6	15,192,920.80	15,192,920.80

F. COMPENSATED ABSENCES

Vacation leave and vested sick leave are entered as outstanding debt in the general fund schedule of long term debt. Prior to 2004-05, all expenditures for these items were recorded when paid.

Beginning in 2004-05, the ESD 113 joined the Capital Compensated Absences Liability Pool. Payroll contributions are made to the Pool at the time leave is earned to reserve assets for expenditures related to sick leave and vacation leave buy out at retirement and certain other instances. Such expenditures are recorded at the time leave is earned rather than at the time of cash out. Expenditures of leave taken during employment continue to be recorded when paid.

No debt exists for other employee benefits.

VACATION LEAVE

Employees earn vacation leave at an increasing rate. Beginning employees earn eight hours of vacation leave per month. The monthly accrual increases to a maximum of 14.67 hours for those employees with sixteen or more years of service. Employees may accumulate up to thirty days of vacation leave which is carried forward to the next year. Employees in the Head Start and ECEAP Programs are eligible to earn vacation leave if they work more than 210 days per year. A maximum of 30 days of vacation leave may be cashed out at the time the employee terminates employment with the ESD.

SICK LEAVE

Employees earn sick leave at a rate of one day per month to a maximum of one year's accumulation. Under the provisions of RCW 28A.310.490, sick leave accumulated by district employees is reimbursed at death or retirement at the rate of one day for each four days of accrued leave, limited to 180 accrued days. This chapter also provides for an annual buy out of an amount up to the maximum annual accumulation of 12 days. For buy out purposes employees may accumulate such leave to a maximum of 192 days, including the annual accumulation, as of December 31 of each year.

These expenditures are recorded when paid, except termination sick leave that is accrued upon death, retirement, or upon termination provided the employee is at least 55 years of age and has sufficient years of service. Vested sick leave was computed using the vesting method of GASB 16.

## G. RISK POOLS

### UNPAID CLAIMS LIABILITIES

The unemployment and workers' compensation insurance pools establish claims liabilities based on estimates of the ultimate cost of claims, including future claim adjustment expenses, that have been reported but not settled, and of claims that have been incurred but not reported. The length of time for which such costs must be estimated varies depending on the coverage involved. Estimated amounts of salvage and subrogation and reinsurance recoverable on unpaid claims are deducted from the liability for unpaid claims. Because actual claims costs depend on such complex factors as inflation, changes in doctrines of legal liability, and damage awards, the process used in computing claims liabilities does not necessarily result in an exact amount. Claims liabilities are recomputed periodically using a variety of actuarial and statistical techniques to produce current estimates that reflect recent settlements, claim frequency, and other economic and social factors. A provision for inflation in the calculation of estimated future claims costs is implicit in the calculation because reliance is placed both on actual historical data that reflect past inflation and on other factors that are considered to be appropriate modifiers of past experience. Adjustments to claims liabilities are charged or credited to expense in the periods in which they are made.

### REINSURANCE

The workers' compensation insurance pool uses reinsurance agreements to reduce its exposure to large losses on all types of insured events. Reinsurance permits recovery of a portion of losses from re-insurers, although it does not discharge the primary liability of the pool as direct insurer of the risks reinsured. The pool does not report reinsured risks as liabilities unless it is probable that those risks will not be covered by re-insurers.

### MEMBER ASSESSMENTS AND UNEARNED MEMBER ASSESSMENTS

Unemployment pool and workers' compensation insurance pool member assessments are collected in advance and recognized as revenue in the period for which insurance protection is provided. The assessments are calculated based on prior years' claims costs.

### CLAIMS RESERVES

Proprietary fund claims are charged to income as incurred. Claim reserves represent the accumulation of estimates for reported, unpaid claims, plus a provision for claims incurred, but not reported. These estimates are continually reviewed and updated and any resulting adjustments are reflected in current earnings.

### EXEMPTION FROM FEDERAL AND STATE TAXES

Pursuant to revenue ruling number 90-74, income of Municipal Risk Pools is excluded from gross income under IRC Section 115(1). Chapter 48.62 RCW exempts the pool from insurance premium taxes and business and occupation taxes imposed pursuant to Chapter 82.04 RCW.

## **NOTE 2 – CAPITAL ASSETS**

Expenditures for capital assets are recorded in the year purchased. Capital assets are recorded at cost and where cost information is not available, estimated replacement cost is used. No depreciation is recorded on capital assets. Property and Equipment consisted of the following at August 31, 2006:

	2006
Office Furnishings and Equipment	\$ 2,179,097
Office Facility and Land Used in Operations	\$ 2,944,937
Total Property and Equipment	\$ 5,124,034

The district's capital assets are insured for replacement and valued in the amount of \$ 4,212,070 for the building and \$ 5,359,673 for contents for fiscal year 2006. In the opinion of the district's insurance consultant, this amount is sufficient to adequately fund replacement of the district's assets.

## **NOTE 3 - PENSIONS**

**A. GENERAL INFORMATION**

Substantially all district full-time and qualifying part-time employees participate in one of the following three contributory, multi-employer, cost-sharing statewide retirement systems managed by the Washington State Department of Retirement Systems (DRS): Teachers' Retirement System (TRS), Public Employees' Retirement System (PERS) and School Employees' Retirement System (SERS). Participation in the programs was as follows:

Membership by retirement system program as of September 30, 2004:

Program	Active Members	Inactive Vested Members	Retired Members
TRS	67,270	7,022	37,321
PERS	155,578	22,567	68,609
SERS	50,350	5,564	2,131

Certificated public employees are members of TRS. Noncertificated public employees are members of PERS (if Plan 1) or SERS.

Plan 1 under the TRS and PERS programs are defined benefit pension plans whose members joined the system on or before September 30, 1977. Plan 1 members are eligible to retire with full benefits after five years of credited service and attainment of age 60, after 25 years of credited service and attainment of age 55, or after 30 years of credited service.

Plan 2 under the TRS or SERS programs are defined benefit pension plans whose members joined on or after October 1, 1977 but before June 30, 1996 or August 31, 2000 for TRS or SERS programs, respectively. Members of TRS and SERS are eligible to retire with full benefits after five years of credited service and attainment of age 65 or after 20 years of credited service and attainment of age 55 with the benefit actuarially reduced from age 65.

Plan 3 under the TRS and SERS programs are defined benefit, defined contribution pension plans whose members joined on or after July 1, 1996 or September 1, 2000 for SERS and TRS, respectively. Members are eligible to retire with full benefits after five years of credited service and attainment of age 60 or after ten years of credited service and attainment of age 55 with the benefit actuarially reduced from age 65.

Average final compensation (AFC) of Plan 1 TRS and PERS members is the highest average salary during any two consecutive years. For Plan 2 and Plan 3 TRS and SERS members, it is the highest average salary during any five consecutive years.

The retirement allowance of Plan 1 TRS and PERS members is the AFC multiplied by 2 percent per year of service capped at 60 percent with a cost-of-living adjustment. For Plan 2 TRS and SERS members, it is the AFC multiplied by 2 percent per year of service with provision for a cost-of-living adjustment. For the defined benefit portion of Plan 3 TRS and SERS it is the AFC multiplied by 1 percent per year of service with a cost-of-living adjustment.

The employer contribution rates for PERS, TRS, and SERS (Plans 1, 2 and 3) and the TRS and SERS Plan 2 employee contribution rates are established by the Pension Funding Council based upon advice from the Office of the State Actuary. The employee contribution rate for Plan 1 in PERS and TRS is set by statute at 6 percent and does not vary from year to year. The employer rate is the same for all plans in a system. The methods used to determine the contribution requirements are established under chapters 41.40 41.32 and 41.35 RCW for PERS, TRS and SERS respectively.

The district contribution represents its full liability under both systems, except that future rates may be adjusted to meet the system needs.

**B. CONTRIBUTIONS**

Employee contribution rates as of August 31, 2006:

Plan 1 TRS	6.00%	Plan 1 PERS	6.00%
Plan 2 TRS	2.48%	Plan 2 PERS	3.50%
Plan 3 TRS & SERS	5.00% (minimum) 15.00% (maximum)	Plan 2 SERS	2.75%

For Plan 3 TRS and SERS, rates adjusted based upon age may be chosen. The optional rates range begins at 5 percent and increases to a maximum of 15 percent.

Employer contribution rates as of August 31, 2006:

Plan 1 TRS	2.92%	Plan 1, 2, 3 PERS	3.69% *
Plan 2 TRS	2.92%	Plan 2 SERS	2.94%
Plan 3 TRS	2.92% *	Plan 3 SERS	2.94% *

\* Equals defined benefit portion only.

These rates include a DRS Administrative Expense rate of .190%.

Statutorily required employer required contributions to TRS (July 1- June 30) and to PERS (January 1 – December 31) are as follows:

Plan	FY 05-06	FY 04-05	FY 03-04
Plan 1 TRS	\$5,186.18	\$3,884.92	\$ 6,004.15
Plan 2 TRS	\$13,236.94	\$6,662.03	\$ 5,372.08
Plan 3 TRS	\$38,905.22	\$18,356.94	\$ 14,063.21
Plan 1 PERS	\$17,744.76	\$14,945.93	\$ 12,741.65
Plan 2 SERS	\$43,942.24	\$33,877.44	\$ 31,283.64
Plan 3 SERS	\$56,584.44	\$39,249.38	\$ 33,336.54

Historical trend information showing TRS and PERS progress in accumulating sufficient assets to pay benefits when due is presented in the State of Washington's June 30, 2004, comprehensive annual financial report. This report is available from:

State of Washington  
Office of Financial Management  
300 Insurance Building  
P.O. Box 43113  
Olympia, Washington 98504-3113

#### **NOTE 4 - RISK MANAGEMENT**

The district is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

##### **A. UNITED SCHOOL INSURANCE PROGRAM**

The district is a member of the United Schools Insurance Program. Chapter 48.62 RCW authorizes the governing body of any one or more governmental entities to form together into or join a pool or organization for the joint purchasing of insurance, and/or joint self-insuring, and/or joint hiring or contracting for risk management services to the same extent that they may individually purchase insurance, self-insure, or hire or contract for risk management services. An agreement to form a pooling arrangement was made pursuant to the provisions of Chapter 39.34 RCW, the Interlocal Cooperation Act. The pool was formed on September 1, 1985 when 29 school districts in the state of Washington joined together by signing a Joint Purchasing Agreement to pool their self-insured losses and jointly purchase insurance and administrative services. Two hundred and ten schools have joined the Pool.

The pool allows members to jointly purchase insurance coverage and provide related services such as administration, risk management, claims administration, etc. Coverage for Public Officials Liability is on a "claims made basis". All other coverages are on an "occurrence basis". The pool provides the following forms

of group purchased insurance coverage for its members: property, liability, vehicle liability, other mobile equipment, boiler and machinery, bonds of various types, excess liability, and public official liability.

The pool acquires liability insurance from unrelated underwriters that are subject to a per-occurrence deductible of \$100,000. Members are responsible for the first \$1,000 of the deductible amount of each claim, while the pool is responsible for the remaining \$99,000. Insurance carriers cover insured losses over \$100,000 to the limits of each policy. Since the pool is a cooperative program, there is a joint liability among the participating members towards the sharing of the \$99,000 portion of the deductible. The pool, however, purchases a stop loss policy in the amount of \$2,328,000 to eliminate any risk to members and, in addition, fully funds the stop loss through the budget and unreserved equity.

Property insurance is subject to a per-occurrence deductible of \$50,000. Members are responsible for the first \$1,000 of the deductible amount of each claim, while the pool is responsible for the remaining \$49,000.

Boiler and machinery insurance is subject to a per-occurrence deductible of \$2,500. Members are responsible for the deductible amount of each claim.

Each new member now pays the pool an admittance fee. This amount covers the member's share of unrestricted reserves. Members contract to remain in the pool for a minimum of one year, and must give notice before August 31 before terminating participation the following September 1. The Joint Purchasing Agreement is renewed automatically each year. Even after termination, a member is still responsible for the contributions to the pool for any unresolved, unreported, and in-process claims for the period they were a signatory to the Joint Purchasing Agreement.

The pool is fully funded by its member participants. Claims are filed by members with Canfield & Associates, which has been contracted to perform pool administration, claims adjustment and administration and loss prevention for the pool. Fees paid to the third party administrator under this arrangement for the years ended August 31, 2005 and 2006 were \$820,031 and \$970,916, respectively.

A Board of Directors of nine members is selected by the membership from six areas of the state on a staggered term basis and is responsible for conducting the business affairs of the pool. The Board of Directors has contracted with Canfield & Associates to perform day-to-day administration of the pool. This pool has no employees.

#### **B. ESD 113 Workers Compensation Trust**

The district is a member of the Workers' Compensation Insurance Enterprise Fund administered by ESD 113. This fund is operated for the district's benefit in-lieu-of the district having to make monthly premium payments to the state of Washington for workers' compensation insurance beneficiaries as they occur and minimizes the district's cost for this program. In the fiscal year ended August 31, 2006, the district made payments totaling \$236,220.33 to the Workers' Compensation Insurance Enterprise Fund.

### **NOTE 5 - LONG-TERM OBLIGATIONS**

Unfunded and accrued vacation and sick leave are entered as outstanding debt in the general fund schedule of long term debt. Portions of long-term accrued vacation and sick leave are reduced by ongoing contributions to the Capital Compensated Absences Liability Pool.

Leased copiers are entered as outstanding debt in the general fund schedule of long term debt. ESD 113 has no other long-term debt.

### **NOTE 6 - SUMMARY OF SIGNIFICANT CONTINGENCIES**

#### **A. EXCESS WORKERS' COMPENSATION INSURANCE CONTRACTS**

The workers' compensation insurance pool maintains an excess insurance contract which provides coverage over the pool's self-insured retention limits. The limits provided by the workers' compensation excess insurance contract is as follows.

Workers' Compensation Specific Incident	\$ 300,000
Workers' Compensation Aggregate	\$ 4,346,191

The workers' compensation insurance pool retains responsibility for the payment of claims within specified self-insured retention limits prior to the application of coverage provided by its excess insurance contracts.

**B. PROPERTY AND LIABILITY INSURANCE COOPERATIVE**

On 9/1/1986, the District joined together with other school districts to form ESD 113 Insurance Cooperative (EIC), a public entity risk pool for property and casualty insurance.

On August 20, 2003, the EIC Advisory Board voted to begin to close down the EIC. The EIC continues to be responsible for the resolution of all open claims and other liabilities arising from the time of operation of the EIC up to August 31, 2003. The EIC provided property and liability insurance to members. Provisions of the EIC agreement, Chapter 48.62 RCW, and Chapter 236-22 WAC require that remaining assets only be distributed after all financial and legal obligations of the EIC have been resolved.

Based on the EIC's February, 2006, actuarial study by PriceWaterhouseCoopers and current EIC year-end reports, the EIC does not hold sufficient assets to cover the estimated liabilities for which it is responsible. A member assessment is necessary to provide sufficient assets to adequately fund remaining EIC responsibilities. The District is liable for costs arising for claims from 9/1/1986 when the District joined EIC until 8/31/2003 when the District left the EIC.

It is both probable and reasonably estimated that the district may be liable for at least \$652 or a possible (worst case assumption) assessment of \$2,608 over the next four years. Of this amount \$652 is due in the 2006-07 year. The remainder is reported here as a contingent liability in the amount \$1,956.

The projected assessment is based on current claims reported and an actuarial projection based on the prior eight years. An actuarial study of the contingency will be conducted once a year to reevaluate the District's probable liability. The time period for disclosing the contingency may change with each year's evaluation.

**C. LITIGATION**

The ESD 113 has no known legal obligations which would materially impact the financial position of the district.

**NOTE 7 - OTHER DISCLOSURES**

ESD 113 participates in the King County Directors' Association, a purchasing cooperative consisting of more than 200 school districts throughout the state. ESDs are considered associate members and, unlike school districts, do not accrue equity in this cooperative. In the fiscal year ended August 31, 2006, ESD 113 purchases from this cooperative totaled \$34,200.93.

**NOTE 8 - SUBSEQUENT EVENTS**

There were no events after the balance sheet date which would have a material impact on the next or future years.

**Educational Service District 113**  
**Schedule of Expenditures of Federal Awards**  
**FOR THE YEAR ENDED AUGUST 31, 2006**

Federal CFDA NO.	Federal Agency Name	Federal Program Title	Pass- Through Agency	Expenditures		Total
				From Pass Through Awards	From Direct Awards	
<b>U.S. DEPT. OF AGRICULTURE</b>						
10.558	USDA Commodities		OSPI	\$241,880		\$241,880
<b>US Dept of Agriculture Subtotal</b>						\$241,880
<b>U.S. DEPT OF THE INTERIOR</b>						
15.FFB	Fish & Wildlife Service				\$31,757	<u>\$31,757</u>
<b>US Dept of the Interior Subtotal</b>						\$31,757
<b>DEPT OF JUSTICE</b>						
16.540	Juvenile Justice & Delinquency Prevention		DSHS	\$7,040		\$7,040
16.540	Juvenile Justice & Delinquency Prevention		DSHS	\$316		<u>\$316</u>
CFDA Total						\$7,356
<b>US Dept of the Justice Subtotal</b>						\$7,356
<b>DEPT OF LABOR</b>						
17.259	WIA Youth Activities		Thurston County	\$737,575		\$737,575
17.259	WIA Youth Activities		Thurston County	\$15,397		<u>\$15,397</u>
CFDA Total						\$752,972
<b>Dept of Labor Subtotal</b>						\$752,972
<b>DEPT OF TRANSPORTATION</b>						
20.600	National Highway Traffic Safety Administration		Wa Traffic Safety Comrn	\$3,700		\$3,700
<b>Dept of Transportation Subtotal</b>						\$3,700
<b>U.S. ENVIRONMENTAL PROTECTION AGENCY</b>						
66.460	NonPoint Source Implementation		Dept of Ecology	\$127		\$127
<b>U.S. Environmental Protection Agency Subtotal</b>						\$127
<b>U.S. DEPT OF EDUCATION</b>						
84.010	Title I - School Improvement Facilitator		OSPI	\$32,684		\$32,684
84.010	Title I - School and District Improvement		OSPI	\$35,000		<u>\$35,000</u>
CFDA Total						\$67,684
84.027	Special Education IDEA		OSPI	\$192,865		\$192,865
84.027	Special Education IDEA B		OSPI	\$1,179,865		\$1,179,865
84.027A	Special Education IDEA B Curr WASA Conf.		OSPI	\$16,350		<u>\$16,350</u>
CFDA Total						\$1,389,080

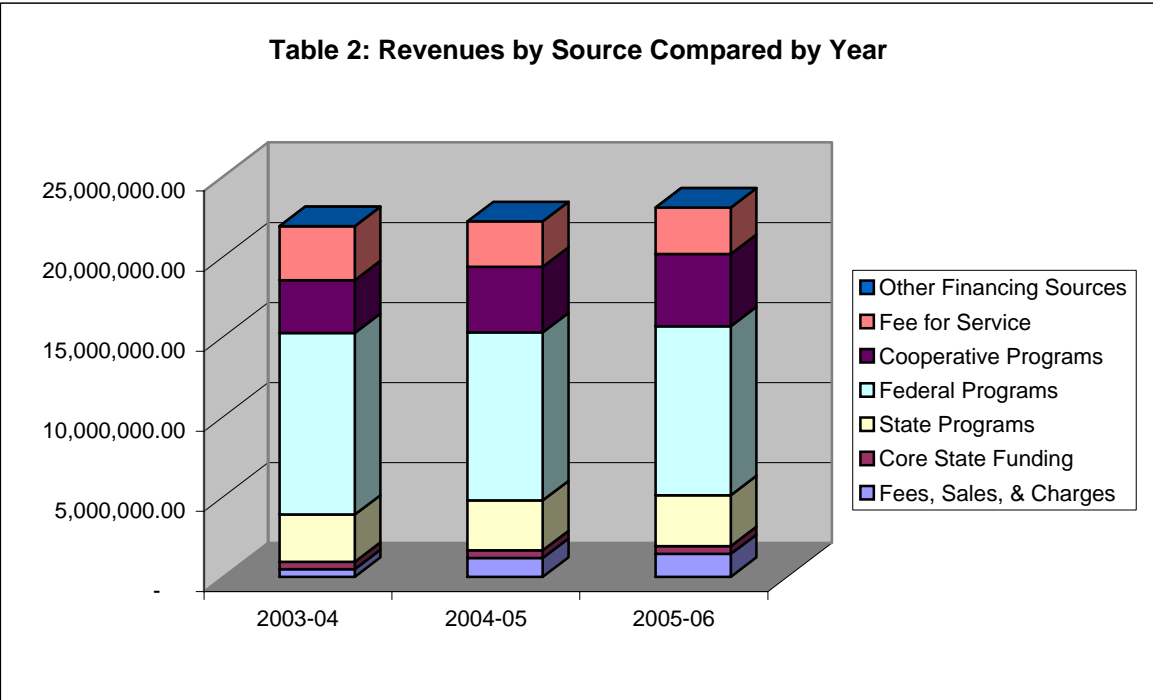
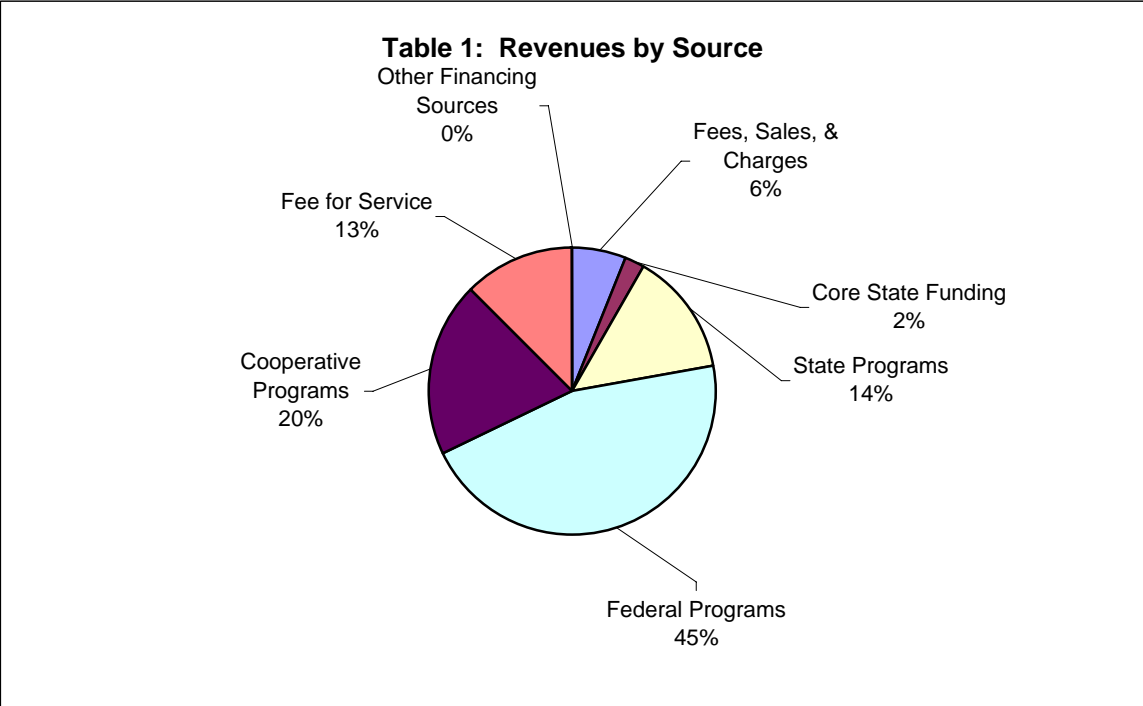
84.048	Office for Vocational and Adult Education	OSPI	\$4,228	\$4,228
84.173A	Special Education Preschool	OSPI	\$24,980	\$24,980
84.181A	Special Ed-Infant Toddler Early Intervention	DSHS	\$85,238	\$85,238
84.181A	Family Resource Coordinator Training	ESD 112	\$12,891	<u>\$12,891</u>
	CFDA Total			\$98,129
84.184A	Alcohol Reduction Grant	Northwest ESD 189	\$59,772	\$59,772
84.184E	Emergency Response Crisis Management	Puget Sound ESD	\$46,390	<u>\$46,390</u>
	CFDA Total			\$106,163
84.186	Safe and Drug Free Schools	OSPI	\$297,161	\$297,161
84.215	Fund for the Improvement of Education-Teaching American History			\$2,136
84.287	21st Century Community Learning Center	OSPI	\$823,446	\$823,446
84.287C	21st Century Schools Consortium Cohort 3	OSPI	\$527,595	<u>\$527,595</u>
	CFDA Total			\$1,351,041
84.367	Title II, Part A, ESEA NCLB	OSPI	\$83,725	\$83,725
84.367	Title II, Part A, Secondary Education	OSPI	\$5,039	\$5,039
84.367A	Title II, Part A, Highly Qualified Teachers	OSPI	\$23,071	\$23,071
84.367A	Improving Teaching Quality	OSPI	\$25,000	<u>\$25,000</u>
	CFDA Total			\$136,835
	<b>US Dept of Education Subtotal</b>			<b>\$3,477,438</b>
	<b>DEPT. OF HEALTH AND HUMAN SERVICES</b>			
93.243	Substance Abuse and Mental Health Services			\$276,904
93.283	Steps to a Healthier US	OSPI	\$4,344	\$4,344
93.600	Head Start			\$ 5,383,593
93.959	Prevention/Intervention of Substance Abuse	OSPI	\$375,178	\$375,178
	<b>Dept of Health and Human Services Subtotal</b>			<b>\$6,040,019</b>
	<b>DEPT. OF HOMELAND SECURITY</b>			
97.024	FEMA - Emergency Food and Shelter Program			\$645
	<b>Total Federal Awards Expended</b>			<b>\$10,555,895</b>

**NOTES TO SCHEDULE OF EXPENDITURE OF FEDERAL AWARDS**

Note 1 - Basis of Accounting

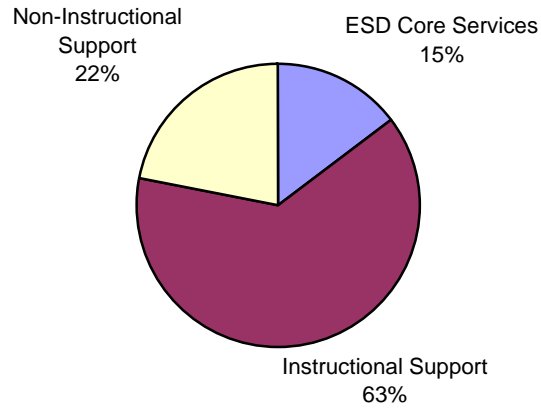
The Schedule of Expenditures of Federal Awards is prepared on the modified accrual basis of accounting. Expenditures represent only the federally funded portions of the program. District records should be consulted to determine amounts expended or matched from non-federal

**Educational Service District 113  
GENERAL FUND REVENUES  
FOR THE FISCAL YEAR ENDED AUGUST 31, 2006  
WITH COMPARISON TO PRIOR YEARS**

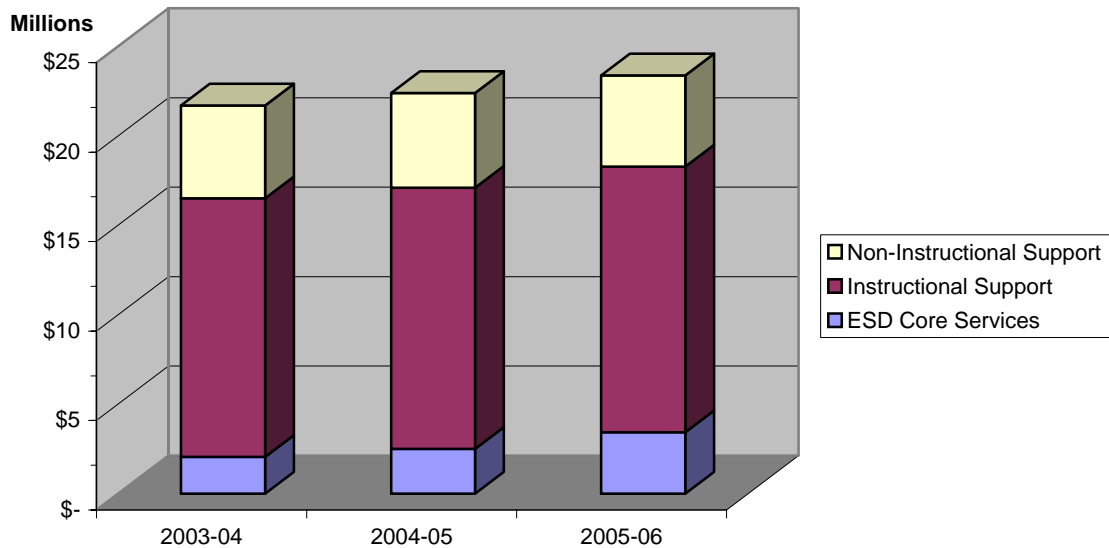


**Educational Service District 113  
GENERAL FUND EXPENDITURES  
FOR THE FISCAL YEAR ENDED AUGUST 31, 2006  
WITH COMPARISON TO PRIOR YEARS**

**Table 3: Expenditures By Support Type**

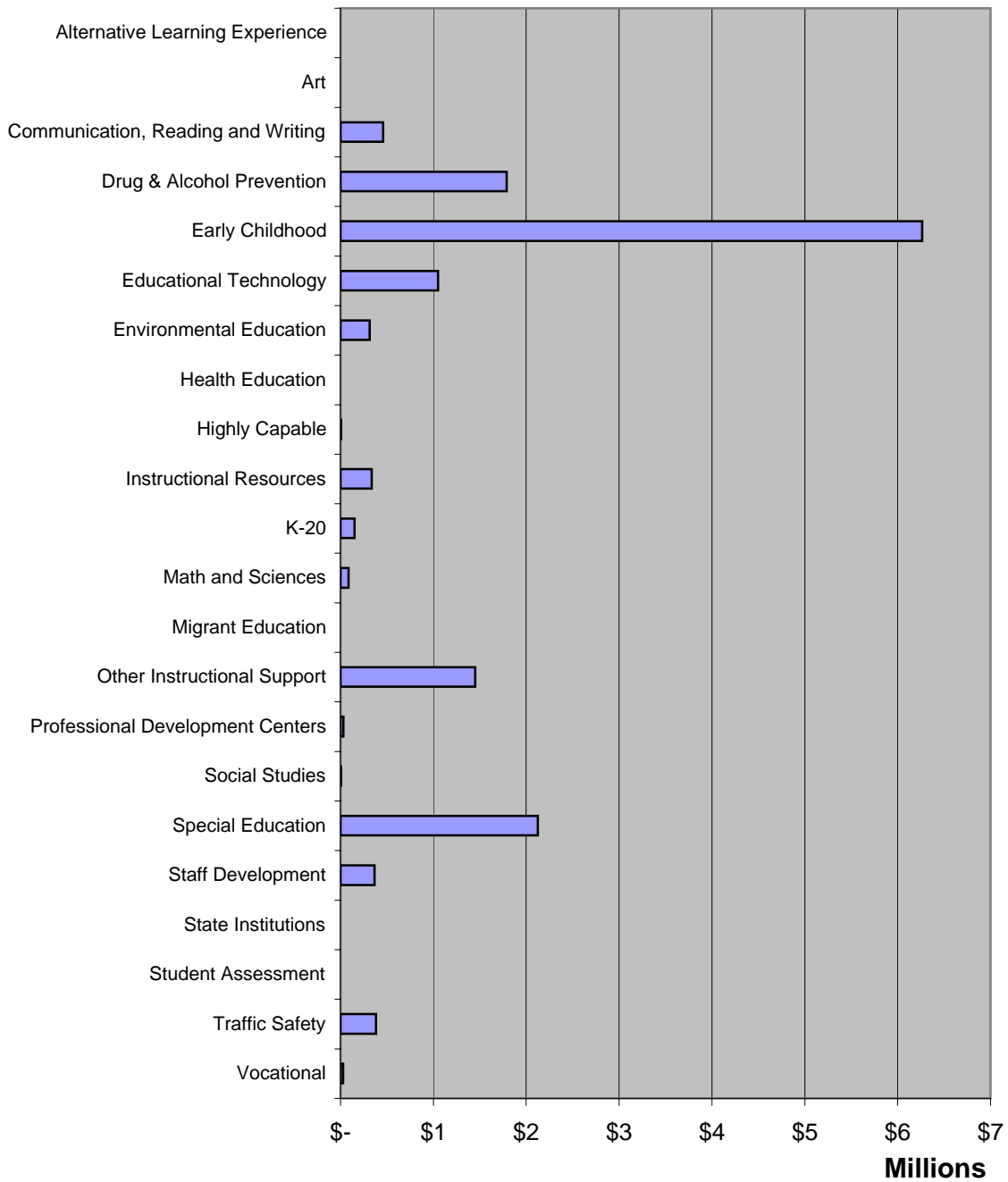


**Table 4: Expenditures by Support Type Compared by Year**



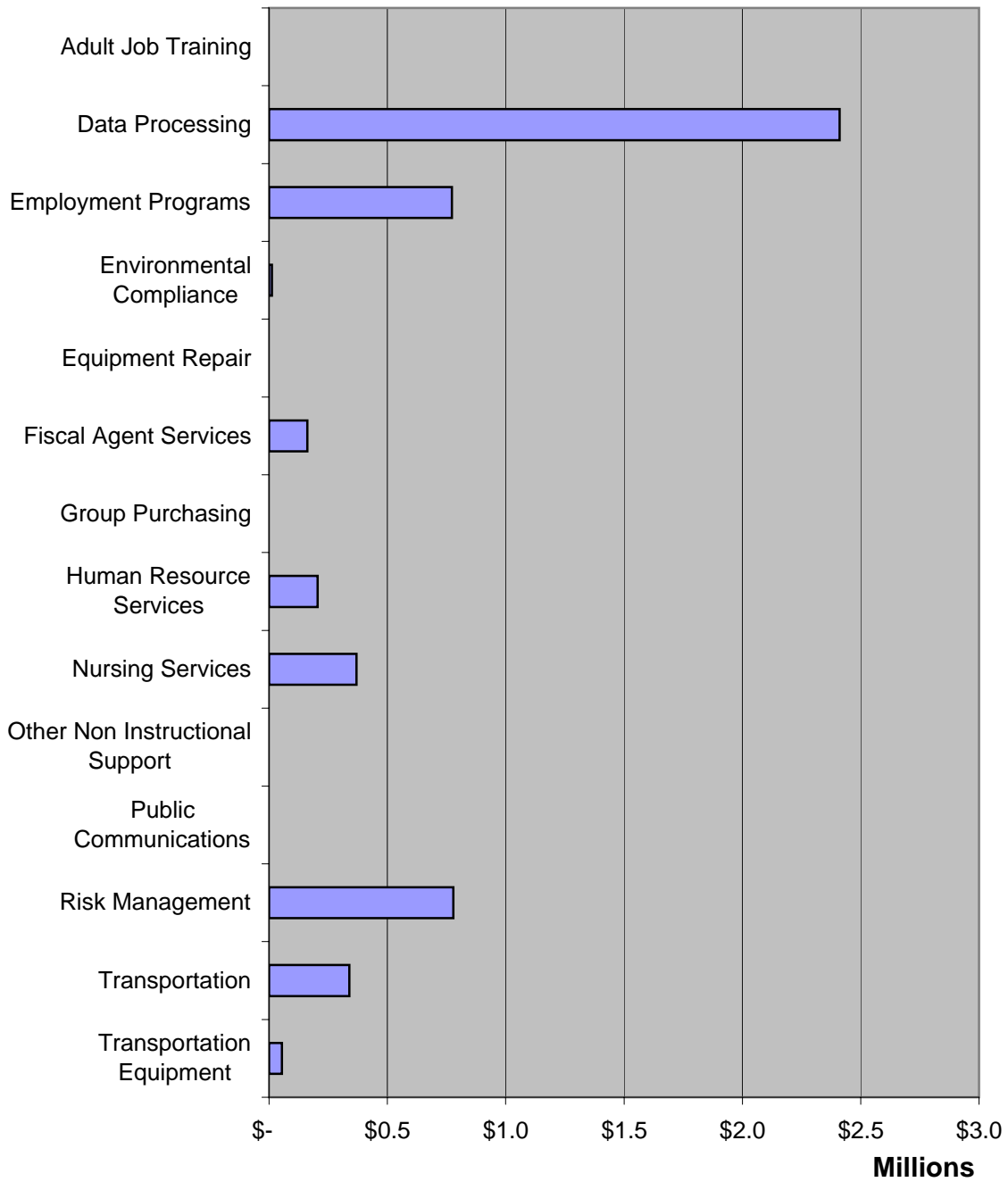
**Educational Service District 113  
GENERAL FUND EXPENDITURES  
FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**

**Table 5: Instructional Support Programs**



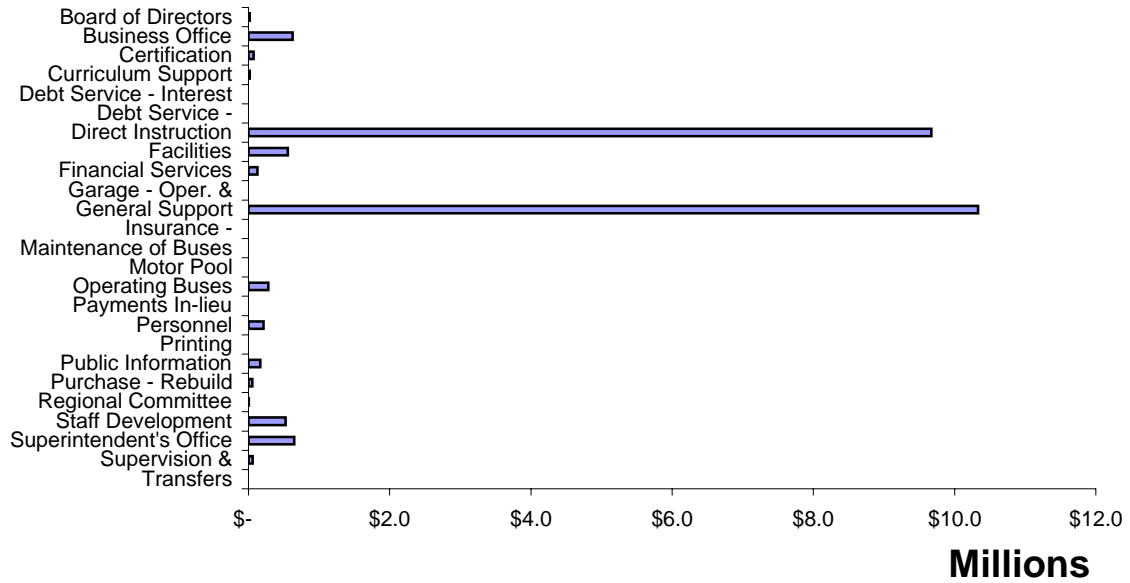
**Educational Service District 113  
GENERAL FUND EXPENDITURES  
FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**

**Table 6: Non-Instructional Support Programs**

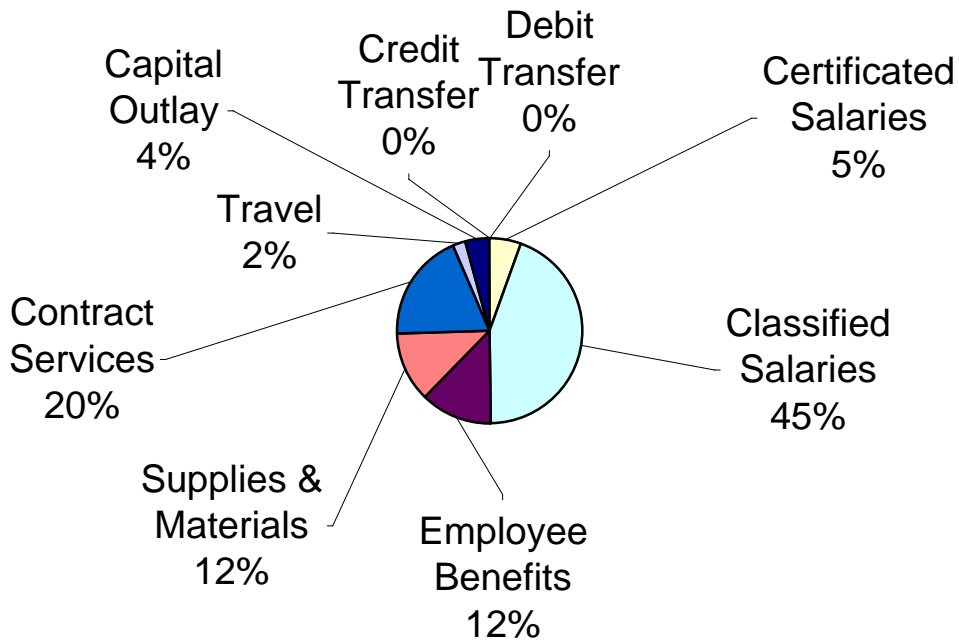


**Educational Service District 113  
GENERAL FUND EXPENDITURES  
FOR THE FISCAL YEAR ENDED AUGUST 31, 2006**

**Table 7: Expenditures by Activity**



**Table 8: Expenditures by Object**



## Fiscal Year 2005-06 Ending August 31, 2006 - Final: General Fund Details by Program - Subprogram

<b>Core Programs 01 Instructional Programs 10 through 59 Non-Instructional Programs 60 through 80</b>		Beginning Balance	Actual Revenues and Other Financing Sources	Actual Direct Expenditure	Indirect Rate	Indirect Cost Expenditure for ESD Operations	Net Resources (Contributed) Used to Fund ESD Operations	Support From (To) Another Fund Balance	Balance	FTE
01-00	Unreserved Fund	879,843	567	(17,077)	0%	-	16,510	(76,631)	803,211	-
01-01	Compensated Absence Suspense Account	(90,407)	-	90,407	0%	-	-	-	-	-
01-03	Receptionist, General Support	-	-	(25,866)	0%	-	25,866	-	-	0.50
01-11	Board of Directors	-	41,381	(19,244)	0%	-	(22,138)	-	-	-
01-12	Superintendent's Office	-	244,481	(298,467)	0%	-	53,987	-	-	2.00
01-13	Business Office	-	199,149	(609,932)	0%	-	410,782	-	-	5.45
01-14	Financial Services / State Reports	-	130,975	(127,522)	0%	-	(3,452)	-	-	1.30
01-15	Human Resources	-	71	(212,736)	0%	-	212,665	-	-	2.30
01-16	Regional Committee	-	2,307	(2,669)	0%	-	363	-	-	-
01-17	Communications	-	-	(70,042)	0%	-	70,042	-	-	-
01-18	Technology / Communications	-	1,190	(161,505)	0%	-	160,314	-	-	1.50
01-19	Web Services	-	-	(71,751)	0%	-	71,751	-	-	-
01-22	Teaching and Learning	-	18,913	(16,513)	0%	-	(2,400)	-	-	0.25
01-23	Teaching and Learning, Asst Supt	-	-	(175,639)	0%	-	175,639	-	-	1.50
01-24	Grant Writing / Evaluation	-	-	(494)	0%	-	494	-	-	-
01-25	Certification	-	102,490	(68,392)	0%	-	(34,098)	-	-	1.25
01-30	Regional Knowledge Bowl	-	10,635	(10,245)	0%	-	(390)	-	-	-
01-31	Art Show	-	-	(1,343)	0%	-	1,343	-	-	-
01-32	Teacher of the Year	-	-	(161)	0%	-	161	-	-	-
01-35	State Certification Conference	2,765	2,290	(2,131)	0%	-	-	-	2,924	-
01-59	Readiness to Learn - Match	-	-	(2,269)	0%	-	2,269	-	-	-
01-99	Emergency Capacity	-	8,037	(8,037)	0%	-	-	-	-	-
02-28	YWE Admin Holding Account	-	8,331	(5,708)	0%	-	(2,623)	-	-	-
02-29	Copy Reserve Center	1,425	74,236	(66,373)	0%	-	-	-	9,287	0.05
02-39	Postage Charges	4,551	44,888	(45,291)	0%	-	-	-	4,147	0.05
02-60	McPhee Facility	-	324,655	(324,649)	0%	-	-	(5)	-	2.25
02-61	Conference Rooms	-	10,518	(72,128)	0%	-	-	61,609	-	-
02-75	Motor Pool Reserve Cost Center	-	2,970	(1,842)	0%	-	-	-	1,128	-
02-82	Computer Network Direct Cost Center	-	201,588	(201,588)	0%	-	-	-	-	-
02-91	Facility Reserve	252,498	96,209	(666,874)	0%	-	-	549,163	230,996	-
02-92	Voice Network Reserve Center	82,818	15,349	(122,721)	0%	-	-	-	(24,554)	0.30
02-93	A/V Network Reserve Center	60,000	-	(62,537)	0%	-	-	-	(2,536)	-
02-94	Computer Lease Reserve Center	19,844	29,291	(34,410)	0%	-	-	-	14,725	-
02-95	Mobile Lab Reserve Center	-	2,268	(15,597)	0%	-	-	-	(13,328)	-
10-01	Media Center	24,305	276,446	(272,864)	9%	(24,558)	-	25,179	28,508	3.66
10-02	MASK	-	28,418	(62,195)	9%	(5,598)	-	4,658	(34,716)	-
12-01	SE Lewis Co Coop - State	250,713	673,386	(689,704)	9%	(62,073)	-	-	172,321	10.48
12-03	SpEd - CSA	-	192,865	(176,940)	9%	(15,925)	-	-	-	1.71
12-04	SE Lewis Co Coop - Federal	-	1,179,865	(1,129,057)	5%	(50,808)	-	-	-	11.35
12-08	SE WASA Conference Support	-	16,350	(15,000)	9%	(1,350)	-	-	-	-
12-13	SpEd Preschool - CSA	-	24,980	(22,918)	9%	(2,063)	-	-	-	0.24
12-61	Early Intervention Services	-	85,238	(78,202)	9%	(7,038)	-	1	-	1.56
12-64	SE Family Resource Coordinator Training	-	12,891	(11,827)	9%	(1,064)	-	-	-	0.18

## Fiscal Year 2005-06 Ending August 31, 2006 - Final: General Fund Details by Program - Subprogram

Core Programs 01 Instructional Programs 10 through 59 Non-Instructional Programs 60 through 80		Beginning Balance	Actual Revenues and Other Financing Sources	Actual Direct Expenditure	Indirect Rate	Indirect Cost Expenditure for ESD Operations	Net Resources (Contributed) Used to Fund ESD Operations	Support From (To) Another Fund Balance	Balance	FTE
16-01	Curriculum Projects	32,026	-	(1,319)	9%	(119)			30,587	-
16-03	Parent Conference	2,934	-	(9)	9%	(1)			2,923	-
16-06	Computer Inservice Classes	33,074	61,121	(21,625)	9%	(1,946)			70,623	0.26
16-07	Regional Technology Academy	-	9,550	(7,772)	9%	(699)			1,078	0.14
16-09	Content Specialist Workshops	-	101,472	(43,847)	9%	(3,946)		(53,679)	-	-
16-11	WAC Inservice Committee	80,859	32,020	(29,747)	0%	-			83,132	-
16-15	SPU/ESD Teacher Certification Program	(494)	9,576	(9,239)	9%	(831)			(987)	-
16-16	SpEd Inservice Classes	46,897	103,702	(82,303)	9%	(7,407)			60,888	0.50
16-20	SpEd WAC Inservice	-	4,198	(4,198)	0%	-			-	-
16-21	CBEC Inservice	102	394	(382)	0%	-			114	-
16-22	Science Inservice	(6,464)	23,193	(11,074)	9%	(997)		(4,658)	-	-
16-23	Consortium-WAAS	-	19,888	(19,888)	0%	-			-	-
16-30	Teacher Assistance Workshops	21,938	7,880	(8,928)	9%	(804)		2,274	22,359	0.06
16-50	Teacher Evaluation Training	(738)	-	-	9%	-		738	-	-
16-60	Renaissance Learning	6,027	2,946	(2,309)	9%	(208)			6,456	-
16-64	ESEA ParaPro Training	-	83,725	(76,812)	9%	(6,913)			-	0.75
16-70	ParaPro Training	2,274	-	-	9%	-		(2,274)	-	-
16-80	School Nurse Inservice And Contracts	3,524	35,310	(46,691)	9%	(4,202)		11,864	(193)	0.35
16-81	RTL Inservice Medicaid Match	-	11,863	-	0%	-		(11,862)	-	-
16-99	Instructional Program Support	500,000	-	-	0%	-		(110,767)	389,232	-
18-03	Educational Technology Center - State	-	158,613	(145,516)	9%	(13,096)			-	1.40
18-07	Network Services Coop	25,905	463,159	(408,995)	6%	(22,727)		5,624	62,964	4.81
18-09	NovaNet	14,752	222,884	(209,914)	9%	(18,892)			8,830	0.08
18-16	Chautauqua Experience	-	-	-	9%	-			-	-
18-18	NTI's ( Ed Tech)	29,116	-	(750)	9%	(68)		15,000	43,297	-
18-27	E2T2 - Math (No Limit)	101,463	213,996	(226,023)	9%	(20,342)			69,094	2.16
18-30	e-Teacher Certification	-	(900)	(8)	9%	(1)		908	-	-
18-31	e-Principal Certification	-	-	-	9%	-			-	-
18-32	e-CDP Chemical Dependency Cert	-	-	-	9%	-			-	-
18-33	eCARD	-	-	(5)	9%	-		5	-	-
18-34	eFOLIO	-	63,169	(35,638)	9%	(3,207)		(7,705)	16,619	0.10
18-35	ePRO	-	-	-	9%	-			-	-
18-36	eTRACK	-	-	(6,499)	9%	(585)		7,083	-	-
18-37	eCMS	-	2,500	(2,500)	9%	(225)		225	-	-
18-38	e-Mail	-	-	-	9%	-			-	-
18-39	Flash News	-	5,522	(4,592)	9%	(413)		(516)	-	-
18-40	SPI SPDMS	-	27,794	(9,067)	9%	(816)		(15,000)	2,910	-
19-13	K20 ITU Support - State	-	162,796	(149,355)	9%	(13,442)			-	1.94
19-14	Washington State Libraries	-	2,500	(2,294)	9%	(206)			-	-
20-02	CDL Drug and Alcohol Testing	24,669	61,218	(42,826)	9%	(3,854)		(29,513)	9,694	-
20-05	SAP Title 4 Safe Drug Free Schools CA (Sep	-	297,161	(291,334)	2%	(5,827)			-	3.60
20-08	DASA Prevention / Intervention - State Grant	-	84,433	(46,483)	82%	(37,950)			-	0.60
20-14	SAP Inservice Training	25,504	63,619	(44,883)	9%	(4,040)			40,199	-

### Fiscal Year 2005-06 Ending August 31, 2006 - Final: General Fund Details by Program - Subprogram

Core Programs 01 Instructional Programs 10 through 59 Non-Instructional Programs 60 through 80		Beginning Balance	Actual Revenues and Other Financing Sources	Actual Direct Expenditure	Indirect Rate	Indirect Cost Expenditure for ESD Operations	Net Resources (Contributed) Used to Fund ESD Operations	Support From (To) Another Fund Balance	Balance	FTE
20-15	SAP Professional Development	-	-	-	9%	-		68,820	68,819	-
20-18	DASA Prevention / Intervention - Federal	-	375,178	(375,178)	0%	-			-	3.72
20-19	Alcohol Reduction / ESD 189	-	59,772	(54,837)	9%	(4,935)			-	0.89
20-20	Wa DOH Tobacco Settlement Funds	-	249,087	(228,520)	9%	(20,567)			-	3.31
20-23	SAP-SAMSA	-	276,904	(254,041)	9%	(22,864)			-	3.07
20-25	Emergency Response and Crisis Managemen	-	46,390	(42,560)	9%	(3,830)			-	-
20-26	Tobacco Prevention Resource Center	-	21,800	(4,613)	9%	(415)		(16,772)	-	-
20-27	Emergency Response and Crisis Mgmt-Gray	-	76,510	(70,193)	9%	(6,317)			-	-
20-28	Juvenile Rehabilitation Administration	-	-	-	9%	-			-	-
20-30	SAP Grays Harbor Treatment	-	223,499	(155,474)	9%	(13,993)		(31,762)	22,270	2.95
20-33	SAP GH Prevention	39,953	15,374	(20,649)	9%	(1,858)			32,819	-
20-40	SAP Lewis County Treatment	26,245	81,011	(86,628)	9%	(7,796)		(10,352)	2,481	0.64
20-50	SAP Thurston County Treatment	6,683	88,968	(71,998)	9%	(6,480)		(9,934)	7,239	0.86
22-01	TSE - Administration	(9,038)	5,914	(41,194)	9%	(3,707)		34,851	(13,173)	0.27
22-02	TSE - Traffic Safety Class - WTSC	-	3,700	(3,810)	0%	-		109	-	-
22-04	TSE - North Thurston	-	73,959	(56,669)	9%	(5,100)		(12,189)	-	-
22-05	TSE - Yelm	-	31,239	(31,230)	9%	(2,811)		2,802	-	-
22-07	TSE - Chehalis	-	17,622	(13,255)	9%	(1,193)		(3,173)	-	-
22-08	TSE - Napavine	-	16,821	(4,473)	9%	(403)		(11,945)	-	-
22-10	TSE - Olympia	-	46,458	(34,638)	9%	(3,117)		(8,702)	-	-
22-11	TSE - Aberdeen	-	7,476	(5,431)	9%	(489)		(1,556)	-	-
22-12	TSE - Ocosta	-	4,539	(6,000)	9%	(540)		2,001	-	-
22-13	TSE - Rochester	-	24,030	(20,101)	9%	(1,809)		(2,119)	-	-
22-14	TSE - Adna	-	10,947	(7,900)	9%	(711)		(2,336)	-	-
22-15	TSE - Elma	-	32,039	(29,251)	9%	(2,633)		(155)	-	-
22-16	TSE - Shelton	-	26,700	(24,597)	9%	(2,214)		111	-	-
22-18	TSE - Toledo	-	14,151	(12,075)	9%	(1,087)		(989)	-	-
22-20	TSE - Onalaska	-	7,209	(4,531)	9%	(408)		(2,269)	-	-
22-21	TSE - Montesano	-	22,161	(21,513)	9%	(1,936)		1,287	-	-
22-22	TSE - Rainier	-	6,942	(4,153)	9%	(374)		(2,414)	-	-
22-23	TSE - North Beach	-	10,947	(9,019)	9%	(812)		(1,116)	-	-
22-24	TSE - Mary M. Knight	-	-	(922)	9%	(83)		1,004	-	-
22-25	TSE - Lake Chelan	-	12,540	(12,476)	9%	(1,123)		1,059	-	-
22-26	TSE - North Mason	-	8,910	(12,237)	9%	(1,101)		4,427	-	-
22-27	TSE - Centralia	-	17,355	(15,433)	9%	(1,389)		(532)	-	-
22-28	TSE - Taholah	-	4,005	(3,222)	9%	(290)		(493)	-	-
22-29	TSE - Ritzville	-	6,600	(8,200)	9%	(738)		2,337	-	-
24-09	Math Helping Corps	-	94,544	(86,737)	9%	(7,806)			-	0.81
25-09	Content Specialists	-	851	(114,686)	0%	-		113,834	-	0.97
25-10	CSA - Title 1 Accountability	-	35,000	(32,110)	9%	(2,890)			-	0.26
25-11	OSPI SIP	-	32,684	(31,453)	9%	(2,831)		1,599	-	0.38
25-12	Content Specialist School Contracts	11,991	226,487	(217,075)	9%	(19,537)			1,866	1.75
25-13	CSA - Title II, Teacher Quality	-	25,000	(22,936)	9%	(2,064)			-	0.46

## Fiscal Year 2005-06 Ending August 31, 2006 - Final: General Fund Details by Program - Subprogram

Core Programs 01 Instructional Programs 10 through 59 Non-Instructional Programs 60 through 80		Beginning Balance	Actual Revenues and Other Financing Sources	Actual Direct Expenditure	Indirect Rate	Indirect Cost Expenditure for ESD Operations	Net Resources (Contributed) Used to Fund ESD Operations	Support From (To) Another Fund Balance	Balance	FTE
25-15	Secondary Education	-	5,039	(4,623)	9%	(416)		-	-	
25-17	CSA-Title IIA-Highly Qualif Teachers/Princip	-	23,071	(21,166)	9%	(1,905)		-	-	
25-18	Center for Strengthening the Teaching Profes	-	9,931	(7,079)	9%	(637)		2,214	-	
25-19	CSA-Regional Learning Assessment Center	-	3,825	(3,509)	9%	(316)		-	-	
25-33	Assessment Center	6,762	-	(4,471)	9%	(402)		1,889	-	
27-01	History Grant	-	2,136	(1,960)	9%	(176)		-	-	
28-01	Cispus Learning Center	-	211,821	(206,925)	2%	(4,897)		-	5.00	
28-11	WAC Inservice #2	-	4,139	(4,139)	0%	-		-	-	
28-12	Department of Ecology	-	127	(209)	9%	(19)	100	-	-	
28-13	CBEC - US Dept Fish and Wildlife	-	31,944	(29,135)	9%	(2,622)		187	0.18	
28-14	CBEC	-	73,387	(67,328)	9%	(6,059)		-	0.65	
28-15	CBEC National Fish & Wildlife	-	(2,233)	-	9%	-	2,232	-	-	
28-16	CBEC-National Fish & Wildlife	-	5,000	(4,589)	9%	(413)	2	-	-	
28-17	CBEC-Grays Harbor College	-	3,379	(3,100)	9%	(279)		-	-	
30-01	Highly Capable Coop	(15,278)	8,025	(6,745)	9%	(607)	875	(13,730)	-	
32-02	Lewis County Voc Coop	(431)	27,680	(27,347)	9%	(2,461)		(2,558)	0.36	
34-22	HS Federal	-	5,384,483	(4,939,893)	9%	(444,590)		-	118.82	
34-24	HS DSHS Subsidy	28,947	281,454	(257,539)	9%	(23,179)		29,683	11.43	
34-41	ECEAP	-	902,468	(827,953)	9%	(74,516)		-	17.57	
34-50	HS Programwide Donation	17,599	5,440	(5,461)	9%	(491)		17,086	-	
34-60	BFNEP (ECEAP Feast)	2,345	3,986	(3,657)	9%	(329)		2,344	-	
34-61	HS Healthy Kids	14,781	3,990	(7,269)	9%	(654)		10,848	-	
34-80	HS UCLA Health Care	5,019	-	-	9%	-		5,018	-	
34-81	Crisis Nursery	5,342	1,315	-	9%	-		6,656	-	
34-98	USDA Nutrition	-	241,881	(221,909)	9%	(19,972)		-	1.88	
48-32	Paraprofessional Training - State	-	31,747	(31,747)	0%	-		-	0.11	
59-01	Readiness to Learn	-	58,320	(53,505)	9%	(4,815)		-	-	
59-12	Century 21 - State	-	823,446	(755,455)	9%	(67,991)		-	12.74	
59-13	Century 21 - State	-	527,595	(484,032)	9%	(43,563)		-	12.37	
59-14	Accreditation	2,839	3,500	(3,292)	9%	(296)		2,751	-	
59-15	School Nurse Corps, RTL, Mason County	-	154,847	(142,062)	9%	(12,786)		-	-	
59-16	Oakville Agreement	-	13,462	(12,351)	9%	(1,112)		-	-	
64-01	CRDC Fiscal Coordination	-	2,426,983	(344,287)	0%	-	(2,082,695)	-	4.25	
64-02	CRDC Student Records Coordination	-	-	(277,172)	0%	-	277,172	-	4.00	
64-03	CRDC Data Operations	-	-	(1,690,125)	0%	-	1,690,125	-	3.63	
64-04	CRDC Support Staff	-	-	(14,618)	0%	-	14,618	-	0.38	
64-05	CRDC Equipment Reserve	250,477	74,162	(28,953)	0%	-	100,780	396,466	-	
64-06	Additional Services	3,207	74,374	(54,337)	9%	(4,890)		18,353	-	
64-07	Business Manager Academy	-	32,400	(889)	9%	(80)		31,431	-	
66-01	Unemployment Comp. Insurance Coop	-	19,467	(19,467)	0%	-		-	-	
66-03	Workers Comp. Insurance Coop	-	778,913	(714,599)	9%	(64,314)		-	8.88	
66-04	Property / Liability Insurance Coop	-	39,843	(39,843)	0%	-		-	-	
66-05	Canfield Rental	-	3,606	(5,084)	9%	(458)		1,936	-	

### Fiscal Year 2005-06 Ending August 31, 2006 - Final: General Fund Details by Program - Subprogram

<b>Core Programs 01 Instructional Programs 10 through 59 Non-Instructional Programs 60 through 80</b>		Beginning Balance	Actual Revenues and Other Financing Sources	Actual Direct Expenditure	Indirect Rate	Indirect Cost Expenditure for ESD Operations	Net Resources (Contributed) Used to Fund ESD Operations	Support From (To) Another Fund Balance	Balance	FTE
70-01	HS Transportation Operations	-	373,801	(339,208)	9%	(30,529)		(4,063)	-	7.21
72-03	Asbestos Abatement Services	2,445	13,025	(12,025)	9%	(1,082)			2,363	-
73-03	School Nurse Corp	-	398,866	(365,932)	9%	(32,934)			-	4.24
73-05	School Nurse Corp STEPS	-	4,344	(3,984)	9%	(359)			-	-
74-01	Personnel Coop	76,733	246,320	(205,032)	9%	(18,453)		2,910	102,477	2.20
74-02	Fingerprinting	-	-	(784)	9%	(71)			(854)	-
76-01	YWE - General Account	271,404	812	(1,790)	9%	(161)		7,331	277,595	-
76-04	YWE - WIA	-	737,575	(737,575)	0%	-			-	10.69
76-14	YWE Juvenile Justice (July-June)	-	7,040	(6,459)	9%	(581)			-	0.08
76-15	DropOut Prevention Intervention	-	15,397	(15,005)	3%	(392)			-	0.43
76-16	Maple Lane Life Skills	1,055	7,932	(5,092)	9%	(458)		(3,437)	-	-
76-17	Green Hill Life Skills	-	10,296	(5,873)	9%	(529)		(3,894)	-	-
76-18	United Way-Lewis Co. Youth Program	-	645	(592)	9%	(53)			-	-
76-19	YWE-Juvenile Justice-Lewis County	-	316	(290)	9%	(26)			-	-
78-04	School Information Research Services	-	108,181	(106,606)	1%	(1,575)			-	1.00
78-05	Capacity for Other Programs	-	-	-	0%	-			-	-
78-08	Legal Services	(2)	40,202	(44,660)	0%	-		4,791	329	-
78-09	OSPI Career Technical Club Grant - Federal	-	4,228	(3,879)	9%	(349)			-	-
78-10	OSPI Career Technical Club Grant - State	-	6,571	(6,029)	9%	(543)			-	-
78-99	Non-Instructional Program Support	500,000	-	-	0%	-		(500,000)	-	-
99-01	HS Transportation Vehicles	61,479	49,017	(54,195)	9%	(4,626)		4,063	55,737	-
<b>Grand Totals</b>		<b>3,742,279</b>	<b>23,059,377</b>	<b>(23,377,723)</b>		<b>(1,380,458)</b>	<b>1,137,085</b>	<b>(0)</b>	<b>3,180,538</b>	<b>313.01</b>

<b>Program Summary</b>		Estimated Beginning Fund Balance	Estimated Revenues and Other Financing Sources	Estimated Expenditure		Indirect Cost Expenditure	Indirect Cost Revenue Needed	Interfund Transfer Into (Out of) This Reserve	Estimated Ending Fund Balance
Total Instructional Programs		1,362,145	16,012,274	(14,841,995)		(1,217,995)	-	(43,773)	1,270,656
Total Non-instructional Programs		1,166,797	5,474,315	(5,104,384)		(162,463)	-	(490,364)	883,901
Total Cost and Reserve Center Programs Before Adjustment		421,136	810,302	(1,619,717)		-	(2,623)	610,767	219,866
Adjustment for Imprest Account		27,600							27,600
Adjustment for Indirects Unused In Core								243,373	
Total Cost and Reserve Center Programs After Adjustment		448,736	810,302	(1,619,717)	0	0	(2,623)	854,140	490,839
Total Core Programs Before Adjustment		792,201	762,486	(1,811,627)		-	1,139,708	(76,631)	806,137
Adjustment for Coop Membership Fees for Double Levy Fail Districts								Already Included Above	
Total Core Programs After Adjustment		792,201	762,486	(1,811,627)	-	-	1,139,708	(76,631)	806,137
Reserve for Inventory		-							-
Reconciling Adjustment		(2)	(178)						
<b>Grand Totals</b>		<b>3,769,877</b>	<b>23,059,199</b>	<b>(23,377,723)</b>		<b>(1,380,458)</b>	<b>1,137,085</b>	<b>243,373</b>	<b>3,451,353</b>

## Fiscal Year 2005-06 Ending August 31, 2006 - Final: Changes in General Fund Balances

Fund Balance Detail	Beginning Fund Balance	Actual Revenues and Other Financing Sources	Actual Expenditures	Previous Transfers Fund Balance Increases (Decreases)	Closing Fund Balance Increases (Decreases)	Ending Fund Balance
Reserve for Imprest Account	27,600					27,600
Reserve for Copiers/Printers (Began 9.04)	1,425	74,236	(66,373)	0	0	9,288
Reserve for Postage (Began 9.04)	4,551	44,888	(45,291)	0	0	4,148
Reserve for Facilities	252,498	431,382	(1,063,650)	0	610,767	230,997
Reserve for Motor Pool	0	2,970	(1,842)	0	0	1,128
Cost Center Adj. (Computer Network,YWE)	0	209,919	(207,296)	(2,623)	0	0
Reserve for Voice Network (Begin 9.05)	82,818	15,349	(122,721)	0	0	(24,554)
Reserve for Audio/Visual Network (Begin 9.05)	60,000	0	(62,537)	0	0	(2,537)
Reserve for Desktop Hardware (Began 9.04)	19,844	29,291	(34,410)	0	0	14,725
Reserve for Mobile Lab Laptops (Begin 1.06)	0	2,268	(15,597)	0	0	(13,329)
Reserve for Annual Federal Indirect Adjustments					243,373	243,373
Reserve for Other Items (Subtotal)	448,736	810,302	(1,619,717)	(2,623)	854,140	490,839
Reserve for Inventory	0					0
Reserve for Instructional Programs	1,362,145	16,012,274	(14,841,995)	(1,217,995)	(43,773)	1,270,656
Reserve For Non-Instr. Programs	1,166,797	5,474,315	(5,104,384)	(162,463)	(490,364)	883,901
Unreserved Fund Balance	792,201	762,486	(1,811,627)	1,139,708	(76,631)	806,137
Reconciling Adjustment to F-185	(2)	(178)	-		-	-
<b>Totals</b>	<b>3,769,877</b>	<b>23,059,199</b>	<b>(23,377,723)</b>	<b>(243,373)</b>	<b>243,373</b>	<b>3,451,353</b>

### Purpose of Reserves

Reserve for Imprest Account - Restriction of amount to be available for checking.  
 Reserve for Copier / Printer - Restriction of fund balance for purchase and lease of agency copiers and printers.  
 Reserve for Postage Machine - Restriction of fund balance for purchase of agency postage machine.  
 Reserve for Facilities - Restriction of fund balance for facility improvements.  
 Reserve for Voice Network - Restriction of fund balance for purchase and replacement of telephone system and handsets.  
 Reserve for Audio/Visual Network - Restriction of fund balance for purchase and replacement of A/V systems.  
 Reserve for Desktop Hardware - Restriction of fund balance for purchase and replacement of desktop computers and monitors.  
 Reserve for Mobile Lab Laptops - Restriction of fund balance for purchase of laptop computers  
 Reserve for Annual Federal Indirect Adjustments - Restriction of fund balance for increases (decreases) in federal indirect rates.  
 Reserve for Inventory - Restriction of fund balance for the replacement of normal inventory levels.  
 Reserve for Instructional Programs - Accumulated excess of revenues over expenditures in a range of programs.  
 Reserve for Non-Instructional Programs - Accumulated excess of revenues over expenditures in a range of programs.

### Explanation of Transfers 2005-06

Reserve for Imprest Account: No changes.  
 Reserve for Copier / Printer: Excess of per copy charges and maintenance / purchase expenditures for the current year.  
 Reserve for Postage Machine: Excess of machine surcharge over postage costs. Current machine purchased in 2003-04.  
 Reserve for Facilities: Increased by interest earnings on ESD General Fund balance, facility cost center revenues, and transfers for land purchase. Decreased by facility cost center subsidies, land purchase.  
 Reserve for Voice Network - Recovery of cost of new phone system in summer 2005. Costs to be recovered over up to 8 years.  
 Reserve for Desktop Hardware: Excess of monthly lease payments over purchases.  
 Reserve for Audio / Visual network: Excess of revenues over purchases.  
 Reserve for Annual Federal Indirect Adjustments: Excess (shortfall) of current year indirects.  
 Reserve for Inventory: No changes.  
 Reserve for Instructional Programs - See details on Table 2.  
 Reserve for Non-Instructional Programs - See details on Table 2.