

KIRK, RICHARDSON & POOLE, P. C.

Members of the American Institute of Certified Public Accountants

Tom Kirk, CPA	Don Richardson, CPA	Cindy Poole, CPA
7559 John T. White Road	P O. Box 8342	Fort Worth, Texas 76124-0342
(817) 451-7406	E-mail: krcpa@flash.net	Fax (817) 451-7597

December 5, 2011

Board of Trustees
Aledo Independent School District
Aledo, Texas

Dear Board Members:

Attached for your information and review are schedules comparing the 2010/11 school year with prior years. The following summarizes the significant changes in revenues and expenditures as compared to the 2009/10 school year.

REVENUES

Source	Amount Change From 2009/10	Percent Change From 2009/10
Local	\$3,745,637	13.7
State	482,435	8.6

EXPENDITURES BY OBJECT

Payroll Costs	\$(1,029,374)	(4.2)
Professional & Contracted Services	1,813,339	51.7

EXPENDITURES BY FUNCTION

Instruction	\$(1,193,266)	(6.1)
Intergovernmental Charges	1,303,872	62.1

On August 31, 2011, your total fund balance in the General Fund was \$16,856,367, an increase of \$4,533,345 over the previous year. Your total fund balance in the General Fund is the equivalent of 6.2 months of operating expenditures, an increase of 1.6 months over the prior year.

Sincerely,

Signed copy on file.

Kirk, Richardson & Poole, P.C.

cc Dan Manning, Superintendent
Earl Husfeld, Chief Financial Officer
Beverly Hanson, Business Manager

**ALEDO INDEPENDENT SCHOOL DISTRICT
ANALYSIS OF REVENUES, EXPENDITURES, AND FUND BALANCE
- GENERAL FUND
FOR THE YEARS ENDED AUGUST 31**

	2011		2010		CHANGE	
	\$	%	\$	%	\$	%
REVENUES:						
Local	31,060,781	83.7	27,315,144	83.0	3,745,637	13.7
State	6,059,999	16.3	5,577,564	17.0	482,435	8.6
Federal	0	0.0	0	0.0	0	-
Total	<u>37,120,780</u>	<u>100.0</u>	<u>32,892,708</u>	<u>100.0</u>	<u>4,228,072</u>	<u>12.9</u>
EXPENDITURES (BY OBJECT)						
Payroll Costs	23,382,138	71.6	24,411,512	75.3	(1,029,374)	(4.2)
Professional & Contracted Services	5,319,726	16.3	3,506,387	10.8	1,813,339	51.7
Supplies & Material	1,225,782	3.8	1,400,775	4.3	(174,993)	(12.5)
Other Operating Expenses	2,715,058	8.3	3,010,089	9.3	(295,031)	(9.8)
Debt Service	0	0.0	0	0.0	0	-
Capital Outlay	17,459	0.1	103,987	0.3	(86,528)	(83.2)
Total	<u>32,660,163</u>	<u>100.0</u>	<u>32,432,750</u>	<u>100.0</u>	<u>227,413</u>	<u>0.7</u>
EXPENDITURES (BY FUNCTION)						
Instruction	18,268,608	55.9	19,461,874	60.0	(1,193,266)	(6.1)
Instructional Resources & Media Services	456,983	1.4	431,044	1.3	25,939	6.0
Curriculum & Instructional Staff Development	68,043	0.2	47,570	0.1	20,473	43.0
Total Instruction & Instructional Related Serv.	<u>18,793,634</u>	<u>57.5</u>	<u>19,940,488</u>	<u>61.5</u>	<u>(1,146,854)</u>	<u>(5.8)</u>
Instructional Leadership	407,615	1.2	408,897	1.3	(1,282)	(0.3)
School Leadership	2,044,390	6.3	1,970,100	6.1	74,290	3.8
Total Instructional & School Leadership	<u>2,452,005</u>	<u>7.5</u>	<u>2,378,997</u>	<u>7.3</u>	<u>73,008</u>	<u>3.1</u>
Guidance & Counseling Services	693,086	2.1	722,875	2.2	(29,789)	(4.1)
Health Services	327,510	1.0	342,609	1.1	(15,099)	(4.4)
Food Service	0	0.0	25,502	0.0	(25,502)	(100.0)
Student Transportation	0	0.0	0	0.0	0	-
Extracurricular Activities	1,505,922	4.6	1,523,747	4.7	(17,825)	(1.2)
Total Support Services - Student (Pupil)	<u>2,526,518</u>	<u>7.7</u>	<u>2,614,733</u>	<u>8.1</u>	<u>(88,215)</u>	<u>(3.4)</u>
General Administration	1,524,747	4.7	1,532,531	4.7	(7,784)	(0.5)
Total Administrative Support Services	<u>1,524,747</u>	<u>4.7</u>	<u>1,532,531</u>	<u>4.7</u>	<u>(7,784)</u>	<u>(0.5)</u>
Plant Maintenance & Operations	3,222,607	9.9	3,147,885	9.7	74,722	2.4
Security & Monitoring Services	203,376	0.6	229,129	0.7	(25,753)	(11.2)
Data Processing Services	533,873	1.6	489,456	1.5	44,417	9.1
Total Plant Maintenance & Operations	<u>3,959,856</u>	<u>12.1</u>	<u>3,866,470</u>	<u>11.9</u>	<u>93,386</u>	<u>2.4</u>
Community Services	0	0.0	0	0.0	0	-
Total Ancillary Services	<u>0</u>	<u>0.0</u>	<u>0</u>	<u>0.0</u>	<u>0</u>	<u>-</u>
Debt Services	0	0.0	0	0.0	0	-
Total Debt Services	<u>0</u>	<u>0.0</u>	<u>0</u>	<u>0.0</u>	<u>0</u>	<u>-</u>
Facilities Acquisition and Construction	0	0.0	0	0.0	0	-
Total Facilities Acquisition & Construction	<u>0</u>	<u>0.0</u>	<u>0</u>	<u>0.0</u>	<u>0</u>	<u>-</u>
Intergovernmental Charges	3,403,403	10.4	2,099,531	6.5	1,303,872	62.1
Total Intergovernmental Charges	<u>3,403,403</u>	<u>10.4</u>	<u>2,099,531</u>	<u>6.5</u>	<u>1,303,872</u>	<u>62.1</u>
Total	<u>32,660,163</u>	<u>100.0</u>	<u>32,432,750</u>	<u>100.0</u>	<u>227,413</u>	<u>0.7</u>
ENDING FUND BALANCE:						
	<u>16,856,367</u>		<u>12,323,022</u>		<u>4,533,345</u>	<u>36.8</u>
FUND BALANCE RATIO:						
OPERATING EXPENDITURES	<u>6.2</u>		<u>4.6</u>		<u>1.6</u>	<u>34.8</u>
REFINED ADA:						
	<u>4,404</u>		<u>4,366</u>		<u>38</u>	<u>0.9</u>

**ALEDO INDEPENDENT SCHOOL DISTRICT
ANALYSIS OF REVENUES, EXPENDITURES, AND FUND BALANCE
- GENERAL FUND
FOR THE YEARS ENDED AUGUST 31**

	2007		2008		2009		2010		2011	
	\$000	%	\$000	%	\$000	%	\$000	%	\$000	%
REVENUES:										
Local	15,393	49.0	12,473	38.8	14,272	41.0	27,315	42.0	31,061	83.7
State	15,736	50.1	19,444	60.4	20,289	58.3	5,578	56.8	6,060	16.3
Federal	259	0.8	257	0.8	232	0.7	0	1.3	0	0.0
Total	<u>31,388</u>	<u>100.0</u>	<u>32,174</u>	<u>100.0</u>	<u>34,793</u>	<u>100.0</u>	<u>32,893</u>	<u>100.0</u>	<u>37,121</u>	<u>100.0</u>
EXPENDITURES (BY OBJECT)										
Payroll Costs	23,353	72.8	24,856	73.6	25,954	76.0	24,412	82.4	23,382	71.6
Professional & Contracted Services	2,858	8.9	2,806	8.3	2,808	8.2	3,506	6.4	5,320	16.3
Supplies & Material	2,272	7.1	2,390	7.1	2,764	8.1	1,401	7.4	1,226	3.8
Other Operating Expenses	691	2.2	788	2.3	808	2.4	3,010	2.4	2,715	8.3
Debt Service	176	0.5	0	0.0	0	0.0	0	0.0	0	0.0
Capital Outlay	2,735	8.5	2,909	8.6	1,803	5.3	104	1.5	17	0.1
Total	<u>32,085</u>	<u>100.0</u>	<u>33,749</u>	<u>100.0</u>	<u>34,137</u>	<u>100.0</u>	<u>32,433</u>	<u>100.0</u>	<u>32,660</u>	<u>100.0</u>
EXPENDITURES (BY FUNCTION)										
Instruction	16,757	52.2	18,399	54.5	20,364	59.7	19,462	61.7	18,269	55.9
Instructional Resources & Media Services	476	1.5	501	1.5	481	1.4	431	1.4	457	1.4
Curriculum & Instructional Staff Development	74	0.2	112	0.3	87	0.3	47	0.3	68	0.2
Total Instruction & Instructional - Related Serv.	<u>17,307</u>	<u>53.9</u>	<u>19,012</u>	<u>56.3</u>	<u>20,932</u>	<u>61.3</u>	<u>19,940</u>	<u>63.4</u>	<u>18,794</u>	<u>57.5</u>
Instructional Leadership	509	1.6	552	1.6	556	1.6	409	1.6	408	1.2
School Leadership	1,566	4.9	1,631	4.8	1,702	5.0	1,970	5.3	2,044	6.3
Total Instructional & School Leadership	<u>2,075</u>	<u>6.5</u>	<u>2,183</u>	<u>6.5</u>	<u>2,258</u>	<u>6.6</u>	<u>2,379</u>	<u>7.0</u>	<u>2,452</u>	<u>7.5</u>
Guidance & Counseling Services	1,080	3.4	1,107	3.3	1,203	3.5	723	3.7	693	2.1
Health Services	164	0.5	184	0.5	206	0.6	343	0.7	328	1.0
Food Service							26	0.0	0	0.0
Student (Pupil) Transportation	877	2.7	1,065	3.2	1,311	3.8	0	3.6	0	0.0
Cocurricular/Extracurricular Activities	1,237	3.9	1,305	3.9	1,423	4.2	1,524	4.2	1,506	4.6
Total Support Services - Student (Pupil)	<u>3,358</u>	<u>10.5</u>	<u>3,661</u>	<u>10.8</u>	<u>4,143</u>	<u>12.1</u>	<u>2,616</u>	<u>12.2</u>	<u>2,527</u>	<u>7.7</u>
General Administration	1,363	4.2	1,356	4.0	1,158	3.4	1,533	3.6	1,524	4.7
Total Administrative Support Services	<u>1,363</u>	<u>4.2</u>	<u>1,356</u>	<u>4.0</u>	<u>1,158</u>	<u>3.4</u>	<u>1,533</u>	<u>3.6</u>	<u>1,524</u>	<u>4.7</u>
Plant Maintenance & Operations	4,405	13.7	4,181	12.4	4,397	12.9	3,148	10.9	3,223	9.9
Security & Monitoring Services	104	0.3	116	0.3	97	0.3	229	0.3	203	0.6
Data Processing Services	860	2.7	857	2.5	679	2.0	489	1.3	534	1.6
Total Support Services - Nonstudent Based	<u>5,369</u>	<u>16.7</u>	<u>5,154</u>	<u>15.3</u>	<u>5,173</u>	<u>15.2</u>	<u>3,866</u>	<u>12.6</u>	<u>3,960</u>	<u>12.1</u>
Community Services	20	0.1	20	0.1	20	0.1	0	0.1	0	0.0
Total Ancillary Services	<u>20</u>	<u>0.1</u>	<u>20</u>	<u>0.1</u>	<u>20</u>	<u>0.1</u>	<u>0</u>	<u>0.1</u>	<u>0</u>	<u>0.0</u>
Debt Service	176	0.5	0	0.0	0	0.0	0	0.0	0	0.0
Total Debt Service	<u>176</u>	<u>0.5</u>	<u>0</u>	<u>0.0</u>	<u>0</u>	<u>0.0</u>	<u>0</u>	<u>0.0</u>	<u>0</u>	<u>0.0</u>
Facilities Acquisition and Construction	2,417	7.5	2,363	7.0	224	0.7	0	0.4	0	0.0
Total Facilities and Construction	<u>2,417</u>	<u>7.5</u>	<u>2,363</u>	<u>7.0</u>	<u>224</u>	<u>0.7</u>	<u>0</u>	<u>0.4</u>	<u>0</u>	<u>0.0</u>
Intergovernmental	0	0.0	0	0.0	229	0.7	2,099	0.8	3,403	10.4
Total Intergovernmental	<u>0</u>	<u>0.0</u>	<u>0</u>	<u>0.0</u>	<u>229</u>	<u>0.7</u>	<u>2,099</u>	<u>0.8</u>	<u>3,403</u>	<u>10.4</u>
Total Expenditures	<u>32,085</u>	<u>100.0</u>	<u>33,749</u>	<u>100.0</u>	<u>34,137</u>	<u>100.0</u>	<u>32,433</u>	<u>100.0</u>	<u>32,660</u>	<u>100.0</u>
ENDING FUND BALANCE:										
	<u>12,034</u>		<u>10,525</u>		<u>11,131</u>		<u>12,323</u>		<u>16,856</u>	
FUND BALANCE RATIO:										
OPERATING EXPENDITURES	<u>4.5</u>		<u>3.7</u>		<u>3.9</u>		<u>4.6</u>		<u>6.2</u>	
REFINED ADA:										
	<u>4,168</u>		<u>4,189</u>		<u>4,163</u>		<u>4,366</u>		<u>4,404</u>	