

**DRAFT**

**WINTER SCHOOL DISTRICT**

**MEASURES M, D AND J GENERAL OBLIGATION BONDS**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED JUNE 30, 2010**

**AND**

**INDEPENDENT AUDITOR'S REPORT**

WEST CONTRA COSTA UNIFIED SCHOOL DISTRICT  
MEASURES M, D AND J GENERAL OBLIGATION BONDS

For the Year Ended June 30, 2010

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**WEST CONTRA COSTA UNIFIED SCHOOL DISTRICT  
MEASURES M, D AND J GENERAL OBLIGATION BONDS**

**COMBINING BALANCE SHEET**

June 30, 2010

	<u>Measure M</u>	<u>Measure D</u>	<u>Measure J</u>	<u>Measure M Measure D Measure J Combined</u>
<b>ASSETS</b>				
Cash and investments (Note 2):				
Cash in County Treasury	\$ 1,294,713	\$ 16,307	\$ 115,356,500	\$ 156,667,520
Cash with Fiscal Agent			7,867,666	7,867,666
Investments			22,101,830	22,101,830
Accounts receivable			87,031	87,031
<b>Total Assets</b>	<b>\$ 1,294,713</b>	<b>\$ 16,307</b>	<b>\$ 145,410,027</b>	<b>\$ 147,128,077</b>
<b>LIABILITIES</b>				
Accounts payable	\$	\$ 16,307	\$ 10,179,072	\$ 10,195,379
Retentions payable			9,093,009	9,093,009
<b>Total liabilities</b>		<b>16,307</b>	<b>19,272,081</b>	<b>19,288,388</b>
<b>Total</b>	<b>\$ 1,294,713</b>	<b>\$ 16,307</b>	<b>\$ 145,410,027</b>	<b>\$ 147,128,077</b>

**WEST CONTRA COSTA UNIFIED SCHOOL DISTRICT**  
**MEASURES M, D AND J GENERAL OBLIGATION BONDS**

**COMBINING STATEMENT OF REVENUES EXPENDITURES AND**

**CHANGE IN FUND BALANCE**

**For the Year Ended June 30, 2009**

	<u>Measure M</u>	<u>Measure D</u>	<u>Measure J</u>	<u>Measure M Measure D Measure J Combined</u>
Revenues:				
Interest income			\$ 144,273	\$ 144,273
Other local revenue			169,440	169,440
Proceeds from issuance of General Obligation Bonds			132,409,709	132,409,709
Other financing sources			<u>5,137,323</u>	<u>5,137,323</u>
Total revenues			<u>137,860,745</u>	<u>137,860,745</u>
Expenditures:				
Classified salaries			621,030	621,030
Employee benefits			240,784	240,784
Non-capitalized equipment and			1,966,563	1,966,563

**WEST CONTRA COSTA UNIFIED SCHOOL DISTRICT  
MEASURES M, D AND J GENERAL OBLIGATION BONDS  
NOTES TO BASIC FINANCIAL STATEMENTS**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

[REDACTED]

**NOTES TO BASIC FINANCIAL STATEMENTS**  
(Continued)

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Budgets and Budgetary Accounting (Continued)

As a first step in developing the bond construction program, the District together with its

WEST CONTRA COSTA UNIFIED SCHOOL DISTRICT  
MEASURES M, D AND J GENERAL OBLIGATION BONDS

NOTES TO BASIC FINANCIAL STATEMENTS

(Continued)

Encumbrances

Encumbrance accounting is used in all budgeted funds to reserve portions of applicable appropriations for which commitments have been made. Encumbrances are recorded for purchase orders, contracts, and other commitments when they are written



WEST CONTRA COSTA UNIFIED SCHOOL DISTRICT  
MEASURES M, N AND J GENERAL OBLIGATION BONDS

2. CASH AND INVESTMENTS (Continued)

Investments – Local Agency Investment Fund

\_\_\_\_\_ with the State of \_\_\_\_\_

**MEASURES M, D AND J GENERAL OBLIGATION BONDS**

**NOTES TO BASIC FINANCIAL STATEMENTS**  
(Continued)

**3. GENERAL OBLIGATION BOND ISSUES**

The bonds are general obligations of the District, and Contra Costa County is obligated to levy ad valorem taxes for the payment of and interest on, the principal of the bonds. The Bond Interest and Redemption Fund is maintained by the County Treasurer and is used to account for both the accumulation of resources from ad valorem tax levies and

WEST CONTRA COSTA UNIFIED SCHOOL DISTRICT  
MEASURES M, D AND J GENERAL OBLIGATION BONDS

(Continued)

GENERAL OBLIGATION BOND ISSUES (Continued)

Measure D (Continued)

On October 19, 2005, the District issued \$99,998,106 of Measure D, Series D bonds to

WEST CONTRA COSTA UNIFIED SCHOOL DISTRICT  
MEASURES M, D AND J GENERAL OBLIGATION BONDS

NOTES TO BASIC FINANCIAL STATEMENTS  
(Continued)

5. PURPOSE OF BOND ISSUANCE

Bond Authorization – Measure M

November 7, 2000 by an affirmative vote of more than two-thirds of the votes cast under  
the 2000 authorization. The District has issued \$45,000,000 General Obligation Bonds

WEST CONTRA COSTA UNIFIED SCHOOL DISTRICT

GENERAL OBLIGATION BONDS

NOTES TO BASIC FINANCIAL STATEMENTS

(Continued)

5. PURPOSE OF BOND ISSUANCE (Continued)

Bond Project List

The Bond Project List, which is an integral part of the proposition, lists the specific projects the District proposes to finance with proceeds of the bonds. Listed repairs, rehabilitation projects and upgrades will be completed as needed at individual campuses. Each project is assumed to include its share of costs of the election and

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL  
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN**

**AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH  
GOVERNMENT AUDITING STANDARDS**

Board of Education  
West Contra Costa Unified School District

We have audited the basic financial statements of West Contra Costa Unified School District (the "District") Measures M, D and J General Obligation Bonds (the "Bonds"), as of and for the year ended June 30, 2010, and have issued our report thereon dated [REDACTED] 2011.

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

(Continued)

Compliance and Other Matters

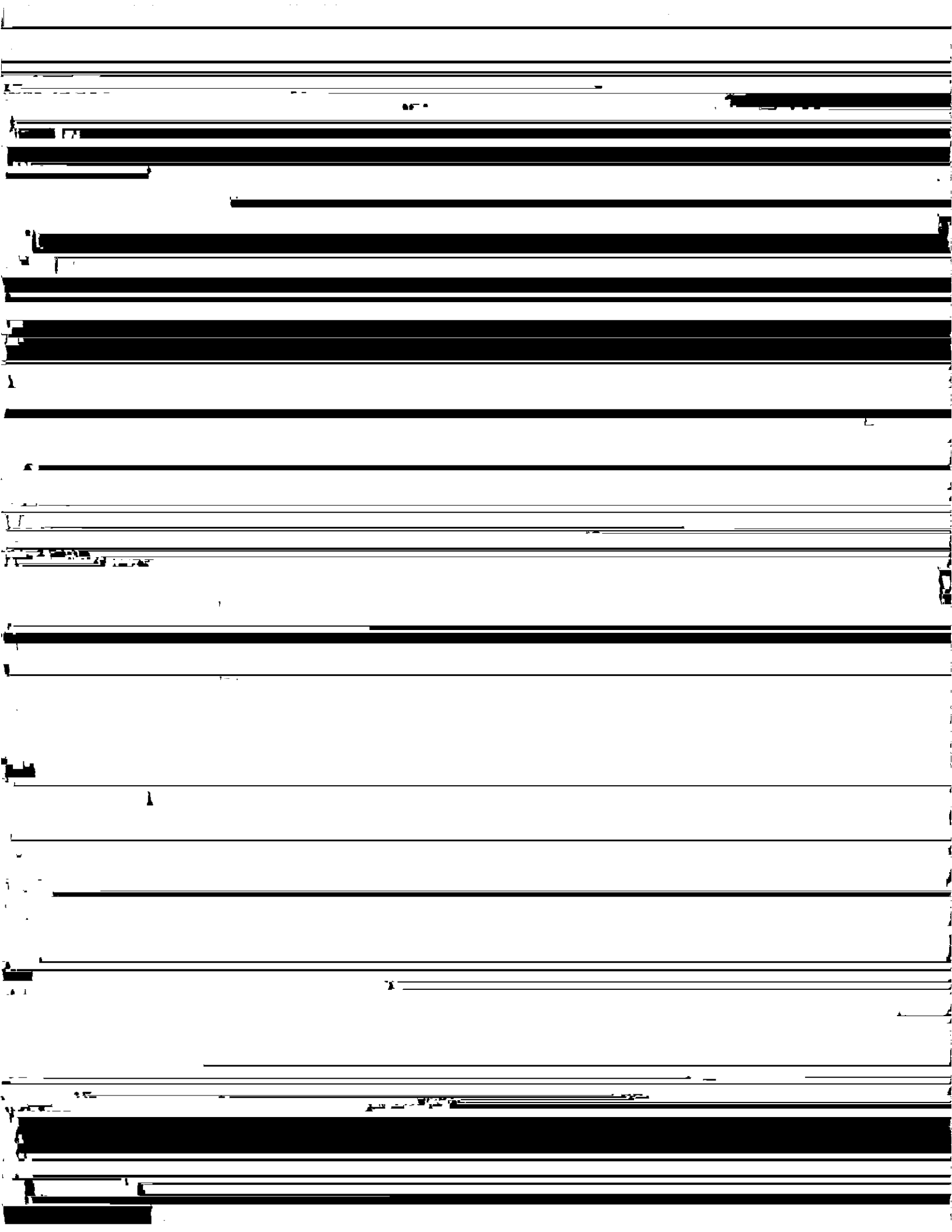
As part of obtaining reasonable assurance about whether the District's basic financial statements are free of material misstatement, we performed tests of the District's compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of amounts shown on the financial statements. Our testing was limited to the following areas of compliance with those

**INDEPENDENT AUDITOR'S REPORT ON STATE COMPLIANCE**

West Contra Costa Unified School District

We have audited the basic financial statements of the West Contra Costa Unified School District (the "District") Measures M, D and J General Obligation Bonds, as of and for the year ended June 30, 2010. Our audit was made in accordance with auditing standards generally accepted in the United States of America and the standards for financial and compliance audits





**WEST CONTRA COSTA UNIFIED SCHOOL DISTRICT**  
**MEASURES M, D AND J GENERAL OBLIGATION BONDS**  
**SCHEDULE OF PRIOR YEAR AUDIT FINDINGS AND QUESTIONED COSTS**  
**For the Year Ended June 30, 2010**

No matters were reported.