
SACRAMENTO CITY UNIFIED SCHOOL DISTRICT
MEASURE I GENERAL OBLIGATION BONDS

FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2010

AND

INDEPENDENT AUDITOR'S REPORT

SACRAMENTO CITY UNIFIED SCHOOL DISTRICT

MEASURE I GENERAL OBLIGATION BONDS

For the Year Ended June 30, 2010

TABLE OF CONTENTS

	<u>Page</u>
Independent Auditor's Report	1
Financial Section:	
Combining Balance Sheet	2
Combining Statement of Revenues, Expenditures and Change in Fund Balance	3
Notes to the Financial Statements	4-7

Other Independent Auditor's Reports:

Independent Auditor's Report on Internal Control over Financial
Reporting and on Compliance and Other Matters Based on an

916.441.1000

INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Sacramento City Unified School District

We have audited the accompanying basic financial statements of Sacramento City Unified

SACRAMENTO CITY UNIFIED SCHOOL DISTRICT
MEASURE I GENERAL OBLIGATION BONDS
COMBINING BALANCE SHEET

June 30, 2010

ASSETS

Cash and investments (Note 2):	
Cash in County Treasury	\$ 17,065,944
Cash with Fiscal Agent	940
Accounts receivable	334,328
Due from other funds	<u>5,042,951</u>
 Total assets	 <u>\$ 22,444,163</u>

**LIABILITIES AND
FUND BALANCE**

Accounts payable	\$ 919,825
Due to other funds	<u>2,703</u>
 Total liabilities	 922,528
 Fund balance	 <u>21,521,635</u>
 Total liabilities and fund balance	 <u>\$ 22,444,163</u>

The accompanying notes are an integral
part of these financial statements.

SACRAMENTO CITY UNIFIED SCHOOL DISTRICT

MEASURE I GENERAL OBLIGATION BONDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGE IN FUND BALANCE

For the Year Ended June 30, 2010

Revenues:		
Interest income	\$	157,734
Other local revenue		<u>15,744</u>
Total revenues		<u>173,478</u>

Employee benefits		91,908
Books and supplies		66,911
Contract services and operating expenditures		2,693,645
Capital outlay		<u>17,956,931</u>
Total expenditures		<u>21,208,466</u>
Deficiency of revenues under expenditures		(21,034,988)

SACRAMENTO CITY UNIFIED SCHOOL DISTRICT

MEASURE I GENERAL OBLIGATION BONDS

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Sacramento City Unified School District (the "District")

SACRAMENTO CITY UNIFIED SCHOOL DISTRICT
MEASURE I GENERAL OBLIGATION BONDS
NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Accounting Estimates

The presentation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make

SACRAMENTO CITY UNIFIED SCHOOL DISTRICT

MEASURE I GENERAL OBLIGATION BONDS

NOTES TO BASIC FINANCIAL STATEMENTS
(Continued)

2. CASH AND CASH EQUIVALENTS (Continued)

Cash with Fiscal Agent

The Cash with Fiscal Agent for the Measure I General Obligation Bonds debt represents

SACRAMENTO CITY UNIFIED SCHOOL DISTRICT

MEASURE I GENERAL OBLIGATION BONDS

NOTES TO BASIC FINANCIAL STATEMENTS

3. GENERAL OBLIGATION BOND (Continued)

Further Specifications

No Administrator Salaries

Proceeds from the sale of bonds authorized by this proposition shall be used only for the construction, reconstruction, rehabilitation, or replacement of school facilities, including the furnishing and equipping of school facilities or the acquisition or lease of real property for school facilities and not for any other purpose, including teacher and

administrator salaries and other school operating expenses.

Bond Issuances

The bonds are general obligations of the District, and Sacramento 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 the payment of interest and redemption of principal of the bonds issued by the District.

**REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN
AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

(Continued)

This report is intended solely for the information of the Board of Education, Citizen's Oversight Committee and Sacramento City Unified School District's management, and is not intended to be used by anyone other than those specified parties.

INDEPENDENT AUDITOR'S REPORT ON STATE COMPLIANCE

Board of Education
Sacramento City Unified School District

We have audited the basic financial statements of the Sacramento City Unified School District (the "District") Measure I 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 contained

SACRAMENTO CITY UNIFIED SCHOOL DISTRICT

MEASURE I GENERAL OBLIGATION BONDS

SCHEDULE OF AUDIT FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2010

No matters were reported.

MEASURE I GENERAL OBLIGATION BONDS
SCHEDULE OF PRIOR YEAR AUDIT FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2010

No matters were reported.