

# Comprehensive Annual Financial Report

*of the*

**Board of Education**

*and the*

**Public Schools of  
Anne Arundel County**

*A Component Unit of the  
Anne Arundel County Government*

*For the Fiscal Year Ended*

**June 30, 2010**

Prepared By:

Division of Budget and Finance

Joanna D. Dickinson, *Supervisor of Finance*



Kevin M. Maxwell, Ph.D., *Superintendent of Schools*

Anne Arundel County Public Schools, 2644 Riva Road, Annapolis, MD 21401

Anne Arundel County Public Schools prohibits discrimination in matters affecting employment or in providing access to programs on the basis of race, color, religion, national origin, sex, age, marital status, sexual orientation, or disability unrelated in nature and extent so as to reasonably preclude performance. For more information, contact Mr. Leslie N. Stanton, Specialist in Human Relations, Anne Arundel County Public Schools, 2644 Riva Road, Annapolis, Maryland 21401, (410) 222-5318; TDD (410) 222-5500. [www.aacps.org](http://www.aacps.org)



BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

**Comprehensive Annual Financial Report**  
**Table of Contents**

Page

INTRODUCTORY SECTION:

Transmittal Letter to the Board of Education .....	1
Anne Arundel County Public Schools Organization Chart.....	7
Principal Officials .....	9
Certificate of Achievement of Excellence in Financial Reporting - Government Finance Officers Associations .....	11
Certificate of Excellence in Financial Reporting – Association of School Business Officials .....	12

FINANCIAL SECTION:

Independent Auditor’s Report .....	13
Management Discussion and Analysis .....	15

Basic Financial Statements:

Government-Wide Financial Statements – Title and Description.....	25
Statement of Net Assets.....	26
Statement of Activities .....	27
Fund Financial Statements – Title and Description .....	29
Balance Sheet – Governmental Funds .....	31
Statement of Revenues, Expenditures, and Changes in Fund Balance – Government Funds.....	32
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance of Governmental Funds to the Statement of Activities.....	33
Statement of Revenues, Expenditures, Encumbrances and Changes in Fund Balance – Budget and Actual – General Fund.....	34
Statement of Proprietary Fund Net Assets – Internal Service Fund .....	35
Statement of Revenues, Expenditures and Changes in Proprietary Fund Net Assets – Internal Service Fund.....	36
Statement of Proprietary Fund Cash Flows – Internal Service Fund .....	37
Statement of Fiduciary Net Assets – Fiduciary Funds .....	38
Statement of Changes in Fiduciary Net Assets – Fiduciary Funds.....	39
Notes to the Basic Financial Statements .....	41
Required Supplementary Information .....	56

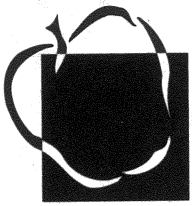
Supplementary Information:

Combining and Individual Fund Statements and Schedules – Title and Description .....	57
Combining Balance Sheet – Non-Major Governmental Funds.....	58
Combining Statement of Revenues, Expenditures and Changes in Fund Balance – Non-Major Governmental Funds – Special Revenue Funds .....	60
Combining Statement of Fiduciary Net Assets - Agency Funds.....	62
Combining Statement of Changes in Assets and Liabilities - Agency Funds.....	64
Combining Statement of Fiduciary Net Assets - Private Purpose Trust Funds .....	66

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

**Comprehensive Annual Financial Report**  
**Table of Contents (continued)**

	<u>Page</u>
Combining Statement of Changes in Fiduciary Net Assets	
– Private Purpose Trust Funds .....	66
Schedule of Revenues, Expenditures and Changes in Fund Balance	
– Budget and Actual – General Fund and Charter Schools (Non-GAAP Budgetary Basis) .....	68
SELECTED STATISTICAL INFORMATION (UNAUDITED) - TITLE AND DESCRIPTION:...	71
Financial Trends:	
Net Assets by Component.....	73
Changes in Net Assets – Governmental Activities .....	74
Fund Balances – Governmental Funds .....	76
Change in Fund Balances – Governmental Funds.....	78
General Fund Revenues .....	80
General Fund Expenditures and Encumbrances .....	80
Food Services Fund Revenues.....	82
Food Services Fund Expenditures .....	82
Capital Projects Fund Revenues .....	84
Capital Projects Fund Expenditures .....	84
General Fund Approved Operating Budgets .....	86
Debt Capacity:	
Ratios of Outstanding Debt by Type .....	88
Schedule of Capital and Operating Leases .....	90
Demographic Information:	
Taxable Assessed Value and Estimated Actual Value of Property .....	92
Principal Property Taxpayers.....	94
Demographic Statistics .....	95
Operating Data:	
Summary of Pupil Enrollment.....	96
Statistical Analysis .....	98
School Breakfast Program .....	99
School Lunch Program .....	99
Schedule of Insurance Coverage .....	100
Cost Per Pupil - General Fund .....	101
Principal Employers .....	102
Teacher’s Salary and Education.....	103
School Building Information.....	104



October 29, 2010

To the Members of the Board of Education:

In compliance with the Public School Laws of the State of Maryland, the Division of Budget and Finance publishes the Comprehensive Annual Financial Report of the Board of Education of Anne Arundel County which governs the Anne Arundel County Public Schools. Management is responsible for the financial information and representations contained in the financial statements and other sections of the annual report. In preparing the financial statements, the staff of the Division of Budget and Finance make estimates and judgments based on the best currently available information related to the effects of certain events and transactions.

The Comprehensive Annual Financial Report is presented in three sections: introductory, financial, and statistical. The introductory section includes this transmittal letter, the government's organizational chart, and a list of principal officials. The report of our independent public accountants, Clifton Gunderson, appears at the beginning of the financial section of the report. Their audit of the basic financial statements was performed in accordance with auditing standards generally accepted in the United States of America. It included a review of the school system's budgetary and accounting controls.

Generally Accepted Accounting Principles require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The Anne Arundel County Public Schools' MD&A can be found immediately following the report of the independent auditors.

All funds of the Board of Education (the Board) are included in this Comprehensive Annual Financial Report. For financial reporting purposes, the Board has been defined as a component unit of the Anne Arundel County Government. Therefore, the Board of Education is included in the Comprehensive Annual Financial Report of Anne Arundel County.

Information on enrollments, cost per pupil, insurance in force, and other supplemental information is included in the statistical section of the report. This information is presented for purposes of supplemental analysis and Management believes the information is accurate and complete.

The Single Audit Act and Office of Management and Budget (OMB) Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations," govern the auditing of Federal awards made to non-Federal entities. Information related to this single audit, including the supplemental schedule of federal grant awards, and independent auditors' reports on compliance and internal controls related to federal programs will be issued in a separate report on or before December 31, 2010.

This report is distributed in a manner which makes the financial information available to all interested parties. Copies are furnished to members of the Board, the Superintendent and staff, appropriate officials of the Federal Government, State of Maryland, and Anne Arundel

County and the County libraries. Copies are also furnished upon request to other school districts, individuals, and organizations. The report is included on the school system's web site: [www.aacps.org](http://www.aacps.org).

All matters relating to education and operations in the Anne Arundel County Public Schools are governed and controlled by the Board, as provided by the Public School Laws of Maryland. The Board has the authority to establish schools and to determine the geographical attendance areas for all schools.

### **STAFF AND STUDENT ACHIEVEMENTS**

- Chesapeake Science Point student Jack Andraka won a silver medal at the International Environmental Scientific Project Olympiad held in the Netherlands.
- North County High School freshman Luke Andraka won a \$96,000 "Genius Scholarship" at the Intel International Science and Engineering Fair.
- South River senior Joshua Hirakawa and Old Mill senior Gwendolyn Omolabi earned prestigious Posse Scholarships worth hundreds of thousands of dollars.
- Eleven Anne Arundel County Public Schools students earned \$1,000 scholarships from the Carson Foundation; 23 others had their status renewed.
- Nine county students were named All-State dancers, giving Anne Arundel County nearly one-third of the 30 dancers chosen in the statewide competition.
- Annapolis High School Teacher Kimberly Jakovics received a prestigious \$25,000 National Educator Award from the Milken Family Foundation.
- Broadneck High School teacher Jennifer Sweeney received a 2009-10 MAHPERD award for outstanding teaching and service in physical education.
- Glen Burnie High School ESOL teacher Erin Sullivan was named the 2009-2010 Anne Arundel County Public Schools Teacher of the Year.
- A record 48 Anne Arundel County educators earned National Board Certified status, the highest teaching credential in the nation.
- Annapolis' Jeff Macris became the first Anne Arundel County parent to win the statewide Comcast Parent Involvement Matters Award.
- Broadneck Elementary School earned the county library's 2009 Chesapeake Cup for having the highest enrollment in the Summer Reading Program.
- Jessup Elementary School received a 2010 National School of Character Award from the National Character Education Partnership.
- Lindale and Central middle schools met the criteria to become a Recognized ASCA Model Program (RAMP) by the American School Counselors Association.
- The Maryland Charter School Network named Chesapeake Science Point Public Charter School its 2010 Charter School of the Year.

- Israeli TV visited Annapolis High School to film an 11<sup>th</sup> grade IB Biology class in order to showcase an American community and its educational system.
- Southern High School became the tenth county school and first county high school to be named a National Blue Ribbon School.
- The Meade High School PTSA was recognized by the Southern Regional Education Board as an example of a “best practices in action” school.
- The NFL Network awarded a \$50,000 Keep Gym in School grant to Corkran Middle School to enhance physical education facilities at the school.
- Marley Glen Special School received a \$25,000 grant from Boundless Playgrounds to construct a playground for special needs students.

### **FINANCIAL INFORMATION**

The Board believes that all students have the right to educational opportunities that will permit them to realize their full potential as informed and productive citizens in a democratic society. Anne Arundel County Public Schools wants to provide the highest quality education in the State. Toward this end, we have committed to ambitious goals that will serve all students’ individualized needs. Attaining these goals and objectives – accelerating student achievement, a safe and orderly environment, communication and community collaboration – will ensure that students graduate from our schools endowed with basic and advanced skills that will allow them to enter higher education or the workforce.

All children should have the opportunity for a quality education conducted in a caring and disciplined environment, and accomplished at a cost in keeping with the best principles of financial management and responsibility to taxpayers. The cost of public education in Maryland is financed primarily by the County and State. Local Boards of Education in Maryland have no tax levying or borrowing authority and are required to maintain accounting records in a uniform format.

Management maintains a system of budgetary and accounting controls designed to ensure the reporting of reliable financial information. The system is designed to provide reasonable assurance that assets are safeguarded and transactions are recorded and executed with Management authorization. Internal control systems are subject to inherent limitations because of the need to balance costs against the benefits produced. Management believes that the existing system of budgetary and accounting controls provides reasonable assurance that errors or irregularities that could be material to the financial statements are prevented or would be detected within a timely period.

The Board utilizes a detailed line item budget which is prepared according to the guidelines and requirements set forth in the Public School Laws of Maryland, the Bylaws of the State Board of Education, and the State Financial Reporting Manual. The operating and capital budgets are deliberated by the Board through a series of public hearings and forwarded to the County Executive and County Council for their consideration and funding authority. Under state law, the County government sets the appropriation levels by major categories and projects for the Board. The Board may transfer funds among major categories or projects with approval of the County government. The Board has the authority to transfer funds within the major categories.

The Board is provided a monthly financial update for the General Fund. Interim financial statements are prepared for the Capital Projects Fund and are distributed to the Board, County officials, and school system administrators. The statements for the Capital Projects Fund include the appropriation balances remaining to be spent by project, category, and/or object of expenditure. Financial reports and/or statements prepared as often as required for the Food Service Fund, grant programs, and other funds are distributed to Management and the various funding agencies.

Administrators and school principals have daily information available showing the status of the expenditure accounts for which they are responsible. This information includes a detail of transactions and a summary of the balances to be spent from the appropriations allocated for goods and services among the programs so managed. The General Fund and Capital Projects Fund also have a test for the availability of a funding source in the accounting system which precludes any requisition for services, equipment, or supplies and materials from becoming an encumbrance if the account or group of accounts would be over-obligated.

### **Vision and Commitment**

It is the vision of Anne Arundel County Public Schools to have *every* student achieve at their individual potential in a safe, positive, and nurturing environment. AACPS is committed to providing the highest quality education in the State. This commitment requires ambitious goals that will serve all students' individualized needs. Attaining the goals of accelerating student achievement, creating a safe and orderly environment, enhancing community collaboration, increasing workforce quality, and ensuring equity in the application of all our programs will develop students who graduate from our schools endowed with the skills that will allow them to enter the workforce or be prepared to extend their learning at an institution of higher education. All children must be presented the opportunity for a quality education, conducted in a caring and disciplined environment, and accomplished at a cost in keeping with the best principles of financial management and responsibility to you, the citizens and taxpayers of Anne Arundel County. Providing the best possible education for every child and moving this school system from good to great is a journey that will require tremendous efforts from students, parents, staff, and elected officials ... but together, we can get there!

### **Local Economy, Financial Condition, and Planning**

The Board's major funding sources, Anne Arundel County and the State of Maryland, have been impacted by the economic downturn. The slowing of the economy has caused reduction in these entities' revenue streams. Investment earnings have also significantly decreased.

Due to these limitations, it has been necessary to redirect resources and reduce existing programs over the last several years. The Board continued a rolling hiring freeze, which has been in place for the last several years, and instituted a furlough of one to four days, depending upon employee group, in fiscal year 2010. Board employees worked four extended days for seven weeks this summer so that buildings could be closed on Fridays to save energy costs. The Board continues to examine ways to reduce cost and still maintain a higher level of service to our students and citizens.

The County continues to anticipate future growth as new residents move into the area as a result of the Base Realignment and Closure (BRAC) plans. This growth should boost some revenue sources but, coupled with the economic constraints noted above, will challenge the Board and Management to examine ways to reduce costs, while still providing for growth and maintaining a higher level of service to our students and citizens.



### GFOA and ASBO Certificates

The Government Finance Officers Association (GFOA) of the United States and Canada awarded a Certificate of Achievement for Excellence in Financial Reporting to Anne Arundel County Board of Education for the fiscal year ended June 30, 2009. The award is shown on page 11 of this report. For twenty-eight consecutive years, Anne Arundel County Board of Education has received the GFOA Certificate of Achievement for Excellence in Financial Reporting.

The Anne Arundel County Public Schools also received the Association of School Business Officials (ASBO) Certificate of Excellence in Financial Reporting for the Fiscal Year Ended June 30, 2009. The award is shown on page 12 of this report. For twenty-nine consecutive years, Anne Arundel County Board of Education has received the ASBO Certificate of Excellence in Financial Reporting. We believe our current report continues to conform to the requirements of these programs, and we are submitting it to GFOA and ASBO to determine its continuing eligibility for the certificates.

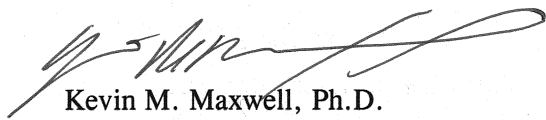
### Acknowledgments

The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the Division of Budget and Finance, the Internal Auditing Office, and others. We would like to express appreciation to all those who assisted in the closing of the school system's financial records and the preparation of this report. Also, we would like to express our appreciation to other departments and individuals who assisted in the preparation of this report.

### Conclusion

Should you have any questions about the financial details, needs, or plans for the Anne Arundel County Public Schools, please do not hesitate to call or write the Division of Budget and Finance.

Sincerely,



Kevin M. Maxwell, Ph.D.  
Superintendent of Schools  
Secretary-Treasurer of the Board of Education



Alex L. Szachnowicz, P.E.  
Chief Operating Officer



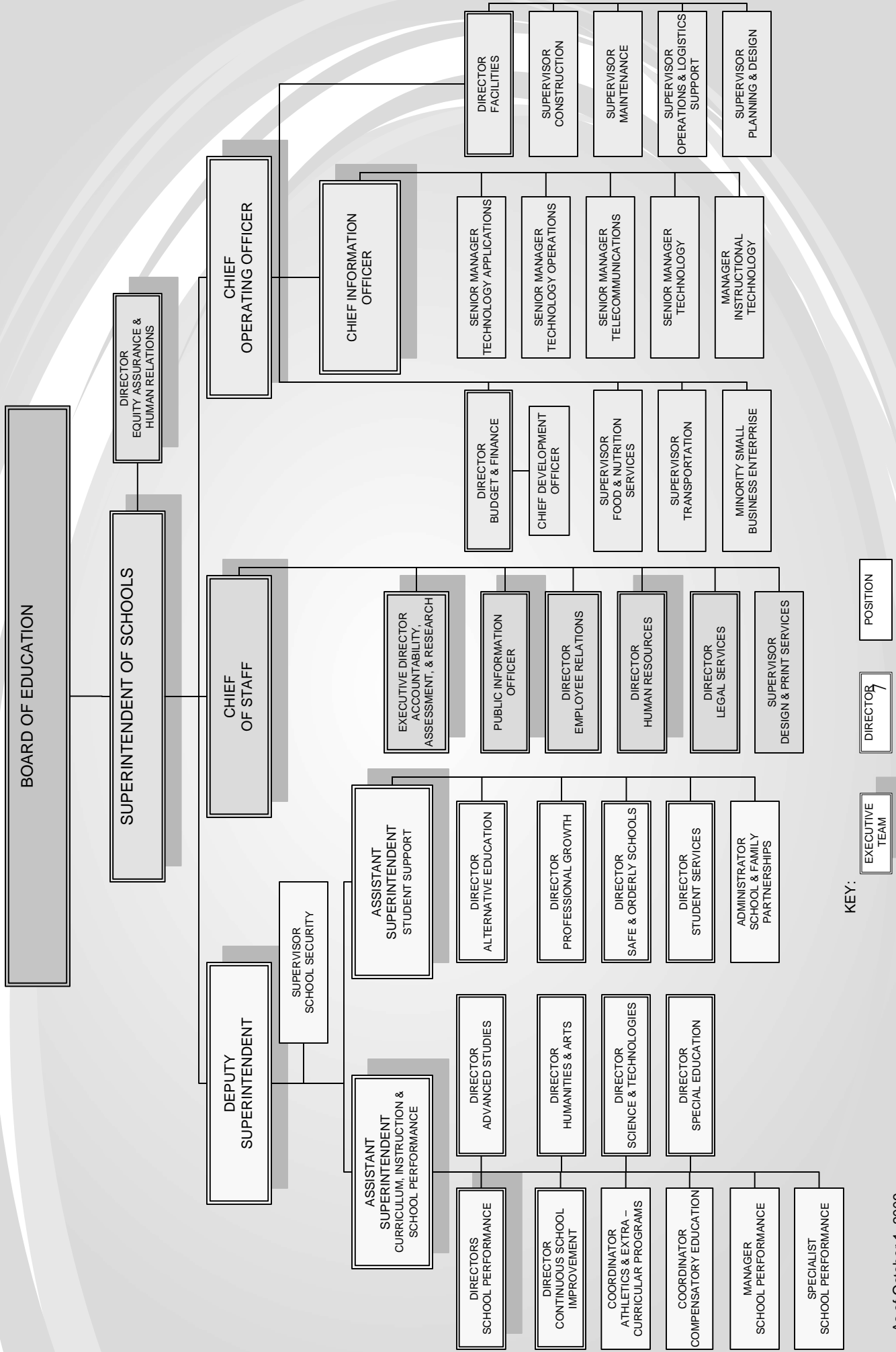
Susan A. Bowen  
Director of Budget and Finance

**NOTICE**

**Certain pages of this report have been left blank intentionally. These pages are identified by asterisks as shown on this page.**

\*\*\*\*\*

OVERVIEW



KEY:

- EXECUTIVE TEAM
- DIRECTOR
- POSITION

\*\*\*\*\*

**BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY  
PRINCIPAL OFFICIALS**

**BOARD MEMBERS**

<u>NAME</u>	<u>TERM EXPIRES</u>
Patricia Nalley, President	2012
Teresa Milio Birge, Vice President	2013
Victor E. Bernson, Jr.	2011
Kevin L. Jackson	2014
Eugene Peterson	2012
Andrew C. Pruski	2013
Deborah T. Ritchie	2015
Katharine N. Scruggs (student)	2011
Solon K. Webb	2015

**SUPERINTENDENT’S EXECUTIVE TEAM**

Kevin M. Maxwell, Ph.D.  
Superintendent of Schools

- Arlen Liverman Deputy Superintendent
- George Margolies Chief of Staff
- Alex L. Szachnowicz, P.E. Chief Operating Officer
- George Arlotto, Ed.D. Associate Superintendent for School Performance
- Maureen McMahan, Ph.D. Assistant Superintendent for Advanced Studies and Programs
- Andrea Kane Assistant Superintendent for Curriculum and Instruction
- Sally Pelham Assistant Superintendent for Student Support Services
- Donna C. Cianfrani, Ed.D. Regional Assistant Superintendent (Broadneck & Meade)
- Catherine Gilbert Regional Assistant Superintendent (Chesapeake & Old Mill)
- Catherine L. Herbert Regional Assistant Superintendent (North County & Severna Park)
- Lorna Leone Regional Assistant Superintendent (Arundel & South River)
- Dawn Lucarelli Regional Assistant Superintendent (Glen Burnie & Northeast)
- Christopher Truffer Regional Assistant Superintendent (Annapolis & Southern)
- Gregory Barlow Chief Information Officer
- Beverly Pish, Ed.D. Executive Director of Accountability, Assessment and Research
- Martha Pogonowski Director of Continuous School Improvement
- Carlesa Finney Director of Equity Assurance and Human Relations
- Florie Bozzella Director of Human Resources
- Bob Mosier Public Information Officer

\*\*\*\*\*

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Board of Education  
& the Public Schools of  
Anne Arundel County, Maryland

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2009

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



A stylized handwritten signature in black ink, appearing to read "JEFFREY R. EMER".

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Emer".

Executive Director

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

**ANNE ARUNDEL COUNTY PUBLIC SCHOOLS**

**For its Comprehensive Annual Financial Report (CAFR)**

For the Fiscal Year Ended June 30, 2009

Upon recommendation of the Association's Panel of Review which has judged that the Report substantially conforms to principles and standards of ASBO's Certificate of Excellence Program

President

Executive Director



## Independent Auditor's Report

Members of the Board of Education of  
Anne Arundel County  
Annapolis, Maryland

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Board of Education of Anne Arundel County, a component unit of Anne Arundel County, Maryland, as of and for the year ended June 30, 2010 and the budgetary statement for the year ended June 30, 2010, which collectively comprise the Board of Education of Anne Arundel County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Board of Education of Anne Arundel County's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Board of Education of Anne Arundel County as of June 30, 2010, and the respective changes in financial position and cash flows, where applicable, thereof, and the respective budgetary comparison for the general fund, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated September 28, 2010, on our consideration of the Board of Education of Anne Arundel County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis and the schedule of funding progress for pension and other post employment benefit plans is not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Board of Education of Anne Arundel County's basic financial statements. The combining and individual fund financial statements and schedules, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The introductory section and statistical tables listed in the table of contents have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

*Clifton Gunderson LLP*

Baltimore, Maryland  
September 28, 2010

## BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

### Management's Discussion and Analysis

This section of the Board of Education of Anne Arundel County's (the Board) annual financial report presents management's discussion and analysis of the Board's financial activities during the fiscal year ended June 30, 2010.

#### **FINANCIAL HIGHLIGHTS**

- The assets of the Board exceeded its liabilities at the close of the fiscal year ended June 30, 2010 by \$624,091,941, an increase of \$697,919.
- The unreserved fund balances in the General Fund, Food Services Fund, Capital Projects Fund, and Other Governmental Funds of \$24,785,253 may be used to meet the Board's ongoing obligation to the citizens and children of Anne Arundel County.
- The Board's net assets increased by \$697,919. This is a result of the increase in Other Post Employment Benefits (OPEB) liability offset against new buildings added and conservative management of the Board's spendable resources.
- At the close of the current fiscal year, the Board's General Fund reported an unreserved fund balance of \$20,567,213. Of this amount, \$6,000,000 has been appropriated in fiscal year 2011 and management has committed \$10,000,000 to fiscal year 2012.
- At the end of the current fiscal year, the Special Revenue (Food Services) Fund had an unreserved fund balance of \$2,367,130. This amount will be used to support the Board's food service program.

#### **OVERVIEW OF THE FINANCIAL STATEMENTS**

This discussion and analysis are intended to serve as an introduction to the Board's basic financial statements. The Board's basic financial statements consist of: (1) Government-Wide financial statements, (2) fund financial statements, (3) budgetary comparison statement - General Fund and (4) Notes to the Basic Financial Statements.

#### **Government-Wide Financial Statements**

The Government-Wide financial statements are designed to provide readers with a broad overview of the Board's finances, in a manner similar to a private-sector business. The Statement of Net Assets presents information on all of the Board's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Board is improving or deteriorating.

The Statement of Activities presents information showing how the Board's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., earned but unused vacation leave).

All of the Board's basic services are included in the Government-Wide statements. These statements reflect, in total, the results of the governmental funds (i.e. General Fund, Capital Projects

## BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

### Management's Discussion and Analysis

Fund, Food Services Fund and Other Governmental Funds) and the Internal Service Fund (i.e., Self Insurance Fund). Expenses are shown by function (State Budget Category). Revenues are shown as charges for services, operating grants and contributions, capital grants and contributions, or general revenue. This breakdown shows the amount of general county revenue and unrestricted federal and state revenue that supports the Board's mission. The Government-Wide financial statements can be found on pages 13 and 14 of this report.

### **Fund Financial Statements**

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Board, like other governmental units, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Board can be divided into three categories: Governmental Funds, Proprietary Funds, and Fiduciary Funds.

**Governmental Funds** - Governmental funds are used to account for essentially the same functions reported as those reported in the Government-Wide financial statements. However, unlike the Government-Wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a Board's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the Government-Wide financial statements, it is useful to compare the information presented for Governmental Funds with similar information presented in the Government-Wide financial statements. By doing so, readers may better understand the long-term impact of the Board's near-term decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balance provide a reconciliation to facilitate this comparison between governmental funds and Government-Wide financial statements.

The Board maintains ten individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances for the General Fund, Capital Projects Fund and Special Revenue (Food Services) Fund. The basic governmental fund financial statements can be found on pages 15 - 17 of this report.

**Proprietary Funds** - Proprietary Funds provide the same type of information as the Government-Wide financial statements. Internal service funds are an accounting device used to accumulate and allocate costs internally among the Board's various functions. The Board uses an Internal Service Fund to account for the cost of health, dental, vision, disability and life insurance benefits provided to employees and retirees. The basic Proprietary Fund financial statements can be found on pages 19 – 21 of this report.

**Fiduciary Funds** - Fiduciary Funds are used to account for resources held for the benefit of parties outside the government. Fiduciary Funds are not included in the Government-Wide financial statements because the resources of those funds are not available to support Anne Arundel County Public Schools' own programs. The basic Fiduciary Fund financial statements can be found on pages 22 and 23 of this report.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Management's Discussion and Analysis

**Budgetary Comparison Statement**

The budgetary comparison statement as presented on page 18 shows the original appropriated budget, the final adopted budget including transfers and supplemental appropriations as approved by the County government. The statement also shows the actual revenues, expenditures including encumbrances, and fund balance on the legally prescribed budgetary basis of accounting. Differences between the legally prescribed reporting requirements and generally accepted accounting principles (GAAP) in the United States of America are set forth in Note 2 of the Notes to the Basic Financial Statements on page 27.

**Notes to the Basic Financial Statements**

The notes provide additional information that is essential to a full understanding of the data provided in the Government-Wide and fund financial statements. The Notes to the Basic Financial Statements can be found on pages 24 - 38 of this report.

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

As noted earlier, net assets may serve over time as a useful indicator of the Board's financial position. Assets exceeded liabilities by \$624,091,941 at the close of fiscal year ended June 30, 2010. By far the largest portion of the Board's net assets reflects its investment in capital assets (e.g., land, buildings, furniture and equipment), less accumulated depreciation and any related outstanding capital leases used to acquire those assets. The Board uses these assets to provide educational and other related services; consequently, these assets are not available for future spending. The long-term liabilities represent the estimated amount due for compensated absences (annual and sick leave), health care OPEB liability, and capital leases in periods beyond fiscal year 2010. Additional details can be found in Note 6 on page 31 of this report.

**Comparative Schedule of Net Assets**

	2010	2009
Cash and Cash Equivalents	\$ 136,245,534	\$ 144,026,297
Due from Other Governments	48,194,313	34,531,226
Prepaid Expenses	6,369,326	7,523,007
Other Assets	5,756,174	6,469,423
Capital Assets Not Being Depreciated	162,269,255	169,972,420
Capital Assets Being Depreciated		
Net of Accumulated Depreciation	581,596,103	539,476,064
Total Assets	\$ 940,430,705	\$ 901,998,437
Accounts Payable and Unpaid Claims	\$ 67,414,810	\$ 81,159,071
Accrual Salaries and Payroll Taxes	47,137,775	47,840,487
Retainage Payable	10,701,386	9,455,294
Long-Term Liabilities	175,269,086	130,615,738
Other Liabilities	15,815,707	9,533,825
Total Liabilities	\$ 316,338,764	\$ 278,604,415
Investment in Capital Assets,		
Net of Capital Lease Obligations	\$ 743,865,358	\$ 709,448,484
Restricted	2,607,491	3,113,499
Unrestricted (Deficit)	(122,380,908)	(89,167,961)
Total Net Assets	\$ 624,091,941	\$ 623,394,022

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Management's Discussion and Analysis

**Governmental Activities**

County and State funding continue to provide a substantial portion of the revenues. In fiscal year ended 2010, the County funding totaled \$570,668,133 of unrestricted revenues and \$61,526,168 of construction funds. This was 57.6% and 60.4% of total revenues in fiscal year 2010 and 2009, respectively. In fiscal year 2010 the State provided \$229,975,099 for unrestricted operating funds and \$40,970,053 of grants for restricted programs and construction. State sources comprised 24.7% and 24.4% of total revenues in fiscal years 2010 and 2009, respectively.

Operating grants for instructional and special needs of students continue to be available as a result of the aggressive grant application strategy undertaken by the Board. The Board managed over 100 grants totaling approximately \$58,219,018 during the fiscal year ended June 30, 2010. This compared to \$47,875,573 the previous year.

**Changes in Net Assets**

	2010	2009
<b>Revenues:</b>		
Program Revenues:		
Charges for Services	\$ 12,381,090	\$ 12,838,744
Operating Grants and Contributions	170,200,428	141,448,338
Capital Grants and Contributions	102,298,970	120,384,184
General Revenues:		
Federal Unrestricted	2,258,809	2,849,289
State Unrestricted	229,975,099	230,811,143
County Unrestricted	570,668,133	567,289,144
Investment Income	287,311	1,389,337
Miscellaneous	9,778,206	6,551,803
Total Revenues	1,097,848,046	1,083,561,982
<b>Expenses:</b>		
Administration	34,058,636	35,133,413
Mid-Level Administration	91,824,534	90,539,789
Instruction	552,505,383	540,439,378
Special Education	162,221,616	150,887,563
Pupil Services	7,627,164	7,510,877
Student Health	12,702,130	12,120,383
Transportation	44,003,536	41,997,345
Maintenance and Operations	168,159,378	182,807,519
Food Services	21,914,253	22,647,591
Other	2,133,497	1,673,879
Total Expenses	1,097,150,127	1,085,757,737
Change in Net Assets	697,919	(2,195,755)
Net Assets - July 1	623,394,022	625,589,777
Net Assets - June 30	\$ 624,091,941	\$ 623,394,022

**FINANCIAL ANALYSIS OF FUND FINANCIAL STATEMENTS**

As noted earlier, the Board uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of the Board's governmental funds is to provide

## BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

### Management's Discussion and Analysis

information on near-term inflows, outflows, and fund balances. Such information is useful in assessing the Board's resources available for spending at the end of the fiscal year.

#### **General Fund**

Anne Arundel County increased their funding of the Board's operating budget from fiscal year 2009 to 2010 by \$2,869,126, an amount needed only to meet maintenance of effort requirements and debt service obligations.

The State of Maryland funding increased \$6,866,611 due to an increase in eligible students under compensatory education and limited English proficiency programs. The State funding for the Teacher Retirement & Pension System on behalf of the Board increased \$12,069,467.

Federal funding increased \$19,830,193 due to the American Recovery and Reinvestment Act (ARRA), which stimulated spending in special education and compensatory education programs.

There was no increase in negotiated salaries for employees; rather employees were furloughed one to four days depending upon employee group, resulting in a downward trend in many budget categories such as Administration, Mid-Level Administration, and Instructional Salaries & Wages.

#### **Capital Projects Fund**

Spending for new construction and renovation of facilities through the Capital Budget decreased \$18,085,214 due to a decline in County revenue available for capital construction projects.

#### **Self-Insurance Fund**

The Board maintains this Internal Service Fund to account for employee's health, dental, vision, disability, and life insurance. The Board has a self-insured prescription drug program with Caremark; a self-insured health, dental, and vision program with CareFirst Blue Cross/Blue Shield; and a self-insured health program with Aetna Health.

The Federal Government, through the Medicare Program, provided the Board with a subsidy to cover a portion of the cost of prescription drugs for eligible retirees in the amount of \$2,634,612. Nationally, health care costs continue to rise at rates in excess of general inflationary trends. Health care costs are forecasted to increase at a rate greater than the general consumer price index. During the fiscal year ending June 30, 2010, the Board's health care self-insured and insurance premium cost increased \$11,278,375 or 8.9%.

The table below provides a comparative presentation of this fund's revenues and expenses for fiscal year 2010 and 2009.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Management's Discussion and Analysis

	2010	2009	% Increase (Decrease) from Prior Year
<b>Revenues:</b>			
Board Contributions	\$ 115,863,420	\$ 106,530,910	8.8%
Participants Contributions	22,427,764	18,489,920	21.3%
Federal Medicare Subsidy	2,634,612	1,504,837	75.1%
Other Contributions	28,439	260,307	-89.1%
Total Operating Revenues	140,954,235	126,785,974	11.2%
<b>Operating Expenses:</b>			
Insurance Claims and Expenses	138,196,753	126,918,378	8.9%
Other	458,712	677,385	-32.3%
Total Operating Expenses	138,655,465	127,595,763	8.7%
Operating Income	2,298,770	(809,789)	-383.9%
Interest Income	30,755	299,342	-89.7%
Changes in Net Assets	\$ 2,329,525	\$ (510,447)	-556.4%

**ANALYSIS OF BUDGETARY BASIS STATEMENTS**

**General Fund (Operating Budget)**

The total revenues for the fiscal year ended June 30, 2010 for the General Fund, on a non-GAAP Budgetary basis, were \$926,244,945. Related expenditures were \$921,695,771 for the fiscal year ended June 30, 2010. The Board realized a favorable liquidation of prior year encumbrances of \$1,521,823. This activity combined with a fund balance from the prior year of \$15,233,515 resulted in a budgetary fund balance of \$21,304,512 for the fiscal year ended June 30, 2010.

The increase in the General Fund operating budget from the original approved budget to the final budget was \$27,558,400. The major reasons for differences between the final approved budget and actual revenues and expenditures are: (1) Restricted revenues and expenditures were greater than projected due to the American Recovery and Reinvestment Act (ARRA) funding received for State Fiscal Stabilization Funds, Special Education and Title programs by approximately \$23,447,713; and (2) Due to the downward turn in the economy, investment rates plunged and our return on investment was substantially lower than the previous year.

The final budget for Instructional Salary and Wages declined due to the impact of furloughs and the activities cancelled due to severe winter weather as many employees elected not to participate in voluntary activities such as professional development and additional duties when compared to prior years. Special activity costs such as field trips, charter school transportation costs, and contracted services expenditures were lower than projected for Pupil Transportation. Fixed Charges primarily increased as a result of rising insurance costs for health care, worker's compensation and unemployment.



BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Management's Discussion and Analysis

The following table provides a comparison of budgetary results between the prior and current fiscal years.

	2010	2009	% Increase (Decrease) From Previous Year
<b>Revenues:</b>			
Anne Arundel County	\$ 591,453,897	\$ 584,285,503	1.23%
State of Maryland	273,251,934	277,686,352	-1.60%
United States Government	56,623,113	36,093,492	56.88%
Investment Interest Earned	271,344	1,258,347	-78.44%
Other	4,644,657	3,046,399	52.46%
Total Revenues	<u>\$ 926,244,945</u>	<u>\$ 902,370,093</u>	2.65%
<b>Expenditures:</b>			
Administration	\$ 23,097,186	\$ 23,193,299	-0.41%
Mid-Level Administration	62,678,489	63,142,025	-0.73%
Instructional Salaries & Wages	350,799,120	355,555,982	-1.34%
Textbooks & Instructional Supplies	14,505,708	13,033,443	11.30%
Other Instructional Costs	15,850,425	16,089,146	-1.48%
Special Education	118,721,077	112,156,683	5.85%
Pupil Services	5,513,343	5,573,568	-1.08%
Pupil Transportation	40,323,632	38,803,065	3.92%
Operation of Plant	63,339,494	61,854,175	2.40%
Maintenance of Plant	12,729,282	12,442,833	2.30%
Fixed Charges	172,654,744	161,495,303	6.91%
Community Service	91,202	101,579	-10.22%
Capital Outlay	3,961,672	2,493,300	58.89%
Debt Service	37,430,397	32,944,703	13.62%
Total Expenditures	<u>\$ 921,695,771</u>	<u>\$ 898,879,104</u>	2.54%

As noted earlier, ARRA funding was the significant factor resulting in increased revenues from prior year to current year. Most budgetary categories declined or remained flat, with the exception of those impacted by the ARRA which was concentrated in special education and textbooks and instructional supplies.

**Special Revenue (Food Services) Fund**

The table below provides a summary of the revenues and expenditures for this fund for fiscal year 2010 and 2009. The total revenues for the fiscal year ended June 30, 2010 for the Food Services Fund were \$20,813,659. Related expenditures were \$21,319,667. This fund had a fund balance of \$3,113,499 as of June 30, 2009. This resulted in a fund balance of \$2,607,491 for the fiscal year ended June 30, 2010. Federal regulations provide for the maintaining of a fund balance equal to an amount not to exceed three months expenditures so that funds are available to pay bills promptly and to handle emergency situations.

An increase in the rate for student meals negatively impacted the number of meals sold resulted in a decrease in the sale of food. The increase in Federal revenue is the result of the number of free and

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Management's Discussion and Analysis

reduced priced meals served to eligible students. The Board received approximately \$64,000 under the ARRA Equipment Assistance Grants for School Food Authorities program. The decrease in investment interest earned is a result of the current economic condition. The Horizon software system implementation resulted in the increase in contracted services. Percent increase (decrease) in revenues and expenditures over the previous year is shown in the following tabulations:

	<u>2010</u>	<u>2009</u>	% Increase (Decrease) from Previous Year
<b>Revenues:</b>			
Sale of Food:			
Lunches	\$ 5,278,650	\$ 6,125,319	-13.82%
A la Carte	4,938,477	5,072,106	-2.63%
Breakfast & Summer Programs	290,126	386,642	-24.96%
Total Food Sales	<u>10,507,253</u>	<u>11,584,067</u>	-9.30%
State of Maryland Subsidies	450,422	447,249	0.71%
United States Government Subsidies	9,337,125	8,716,472	7.12%
Investment Interest Earned	9,234	82,099	-88.75%
Other Revenues	509,625	19,547	2507.18%
Total Revenues	<u>\$ 20,813,659</u>	<u>\$ 20,849,434</u>	-0.17%
<b>Expenditures:</b>			
Cost of Food Sold	\$ 7,028,876	\$ 7,563,345	-7.07%
Salaries and Wages	6,996,309	7,405,597	-5.53%
Contracted Services	1,495,385	1,212,288	23.35%
Supplies and Materials	533,234	722,796	-26.23%
Other Charges	5,197,410	5,105,530	1.80%
Equipment	68,453	10,390	558.84%
Total Expenditures	<u>\$ 21,319,667</u>	<u>\$ 22,019,946</u>	-3.18%

**Capital Assets and Capital Projects Fund (Capital Budget)**

The Board's investment in capital assets net of accumulated depreciation as of June 30, 2010 was \$743,865,358. This investment in capital assets includes land, buildings, furniture and equipment as well as construction in progress.

**Capital Assets (Net of Depreciation)**

	<u>2010</u>	<u>2009</u>
Land and Site Improvements	\$ 55,354,737	\$ 55,293,075
Buildings and Additions	563,351,267	519,506,059
Furniture and Equipment	18,244,836	19,970,005
Construction in Progress	106,914,518	114,679,345
Total	<u>\$ 743,865,358</u>	<u>\$ 709,448,484</u>

# BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

## Management's Discussion and Analysis

Additional information on the Board's capital assets can be found in Note 7 on page 31 of this report.

Revenues of the Capital Projects Fund and expenditures related to major and all other projects are shown in the following table:

<b>Revenues:</b>	<b>2010</b>	<b>Percent of Total</b>	<b>2009</b>	<b>Percent of Total</b>
Anne Arundel County	\$ 61,526,168	60.0%	\$ 87,028,367	72.4%
State of Maryland	40,970,053	40.0%	33,043,205	27.5%
Investment Interest Earned	5,606	0.0%	43,217	0.0%
Other Income	45,840	0.0%	97,455	0.1%
<b>Total Revenue</b>	<b>\$ 102,547,667</b>	<b>100.0%</b>	<b>\$ 120,212,244</b>	<b>100.0%</b>
<b>Expenditures:</b>				
Severna Park Middle	\$ 16,610,199	16.24%	\$ 27,371,779	22.74%
Renovation of Building Systems	16,107,701	15.75%	15,888,740	13.20%
Southgate Elementary	11,803,338	11.54%	4,064,745	3.38%
Overlook Elementary	9,143,837	8.94%	1,130,694	0.94%
All Day K & Pre K	9,023,082	8.82%	1,381,167	1.15%
Pershing Hill Elementary	6,856,393	6.70%	1,036,544	0.86%
Open Space Enclosures	6,267,448	6.13%	810,366	0.67%
Freetown Elementary	2,861,547	2.80%	15,175,763	12.61%
Maintenance Backlog	2,282,323	2.23%	1,449,195	1.20%
Lake Shore Elementary	1,645,219	1.61%	16,611,505	13.80%
Germantown Elementary	1,583,478	1.55%	379,520	0.32%
Northeast Senior	1,493,440	1.46%	2,844,082	2.36%
Folger McKinsey Elementary	1,303,944	1.27%	519,735	0.43%
Point Pleasant Elementary	1,086,298	1.06%	539,568	0.45%
Major Roofs Replacement	1,062,653	1.04%	971,129	0.81%
Other Expenditures	13,168,070	12.87%	30,209,652	25.09%
<b>Total Expenditures</b>	<b>\$ 102,298,970</b>	<b>100.00%</b>	<b>\$ 120,384,184</b>	<b>100.00%</b>

## **COUNTY FINANCIAL OUTLOOK**

Anne Arundel County is fortunate to have a balanced economy enabling the county to remain steady during national economic fluctuations. The County's diverse economic base ranges from a strong government sector supported by the presence of Fort George G. Meade and the National Security Agency, a stable tourism sector, and home to one of the State's most important economic engines, Baltimore/Washington International Thurgood Marshall Airport.

One key driver of the County's sustained economic performance is federal procurement spending. Anne Arundel County ranks number one in Maryland for defense procurement contracts. Defense procurement spending will be bolstered by the expansion at Fort George G. Meade as a result of the Base Realignment and Closure process (BRAC). The BRAC initiative is underway with the Defense Information Systems Agency (DISA), Defense Media Publications (DMA), and the Adjudication Office under construction and slated to open in 2010. The National Security Agency (NSA) is also expanding by hiring 4,000 additional personnel over the next five to seven years. Additional growth of 10,000 personnel is projected as contractors cluster around Fort Meade to support NSA, DISA, and other government agencies located on the base. It is estimated that BRAC-related activities will add \$1 billion to Fort Meade's economic impact in the County, bringing the total impact of the federal campus to \$5 billion annually. National Business Park (NBP) is a key location for

## BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

### Management's Discussion and Analysis

contractors associated with BRAC providing office space with essential building security. The NBP is expected to double in size over the next 20 years, adding 2 million square feet of space and creating over 11,000 jobs.

Anne Arundel County continues to sustain a healthy tourism sector as people visit the County to enjoy the 524 miles of shoreline, the historic Annapolis area, the annual boat shows and many festivals, and the myriad of shopping choices the County has to offer. Anne Arundel County is ranked number one in the State of Maryland for tourism. The Baltimore/Washington International Thurgood Marshall Airport (BWI) is another important economic driver for Anne Arundel County. BWI supports over 9,000 direct jobs in the County and generates approximately \$5 billion.

### **Requests for Information**

This financial report is designed to provide a general overview of the Board's finances for all those with an interest in the system's finances. Questions concerning any of the information provided in this report or requests for additional finance information should be addressed to the Division of Budget and Finance, 2644 Riva Road, Annapolis, Maryland 21401.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

GOVERNMENT-WIDE  
FINANCIAL STATEMENTS

The Government-Wide financial statements are designed to provide readers with a broad overview of the Board's finances, in a manner similar to a private-sector business.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Statement of Net Assets

June 30, 2010

	<u>Governmental Activities</u>
<b>Assets:</b>	
Cash and Cash Equivalents	\$ 136,245,534
Due from Other Governments	48,194,313
Accounts Receivable	3,937,040
Prepaid Expense	6,369,326
Inventory	1,819,134
Capital Assets Not Being Depreciated	162,269,255
Capital Assets Being Depreciated, Net of Accumulated Depreciation	581,596,103
<b>Total Assets</b>	<u><u>\$ 940,430,705</u></u>
 <b>Liabilities:</b>	
Accrued Salaries and Payroll Taxes	\$ 67,414,810
Accounts Payable and Unpaid Claims	47,137,775
Due to Other Governments	318,816
Unearned Revenue	15,496,891
Retainage Payable	10,701,386
Non Current Liabilities	
Due Within One Year	9,257,623
Due in More Than One Year	166,011,463
<b>Total Liabilities</b>	<u><u>\$ 316,338,764</u></u>
 <b>Net Assets:</b>	
Invested in Capital Assets, Net of Related Debt	\$ 743,865,358
Restricted for Food Services	2,607,491
Unrestricted (Deficit)	(122,380,908)
<b>Total Net Assets</b>	<u><u>\$ 624,091,941</u></u>

The Notes to the Basic Financial Statements are an integral part of this statement.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Statement of Activities  
For the Fiscal Year Ended June 30, 2010

<b>Functions:</b>	Expenses	Program Revenue			Net (Expenses) Revenues and Changes In Net Assets
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental Activities					
Administration	\$ 34,058,636	\$ -	\$ 1,333,984	\$ 74,295	\$ (32,650,357)
Mid-Level Administration	91,824,534	-	8,940,528	26,288	(82,857,718)
Instructional Salaries and Wages	527,864,499	537,773	66,561,711	303,374	(460,461,641)
Textbooks and Instructional Supplies	14,595,287	-	2,701,881	-	(11,893,406)
Other Instructional Costs	10,045,597	-	2,210,394	-	(7,835,203)
Special Education	162,221,616	-	59,055,079	18,780	(103,147,757)
Pupil Services	7,627,164	-	302,980	-	(7,324,184)
Student Health Services	12,702,130	-	-	-	(12,702,130)
Pupil Transportation	44,003,536	-	19,048,147	299,926	(24,655,463)
Operation of Plant	75,307,845	-	256,597	38,097	(75,013,151)
Maintenance of Plant	92,851,533	-	-	101,492,957	8,641,424
Community Services	552,525	-	1,580	-	(550,945)
Food Services	21,914,253	10,507,253	9,787,547	42,388	(1,577,065)
Student Activities	1,038,603	1,336,064	-	2,865	300,326
Interest on Capital Leases	542,369	-	-	-	(542,369)
<b>Total</b>	<b>\$ 1,097,150,127</b>	<b>\$ 12,381,090</b>	<b>\$ 170,200,428</b>	<b>\$ 102,298,970</b>	<b>(812,269,639)</b>

**General Revenues:**

State Unrestricted	229,975,099
County Unrestricted	570,668,133
Federal Unrestricted	2,258,809
Investment Income	287,311
Miscellaneous	9,778,206
<b>Total General Revenues</b>	<b>812,967,558</b>
Change in net assets	697,919
Net Assets - July 1	623,394,022
<b>Net Assets - June 30</b>	<b>\$ 624,091,941</b>

The Notes to the Basic Financial Statements are an integral part of this statement.

\*\*\*\*\*



## BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

### FUND FINANCIAL STATEMENTS

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Board, like other governmental units, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the Board funds can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

#### **Governmental Funds**

Governmental funds are used to account for essentially the same functions as those reported in the Government-Wide financial statements. However, unlike the Government-Wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a school system's near-term financing requirements.

#### **Proprietary Funds**

Proprietary Funds provide the same type of information as the Government-Wide financial statements. Internal Service Funds are an accounting device used to accumulate and allocate costs internally among the school system's various functions. The Board uses an Internal Service Fund to account for the cost of health, dental, vision, disability and life insurance benefits provided to employees and retirees.

#### **Fiduciary Funds**

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not included in the Government-Wide financial statements because the resources of those funds are not available to support the Board's own programs.

\*\*\*\*\*

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Balance Sheet  
Governmental Funds  
June 30, 2010

	General Fund	Food Services Fund	Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
<b>Assets:</b>					
Cash and Cash Equivalents	\$ 109,246,778	\$ 3,762,162	\$ 2,790,884	\$ 1,463,763	\$ 117,263,587
Due from Other Governments:					
Anne Arundel County	27,765	-	9,368,523	-	9,396,288
State of Maryland	10,405,623	552,723	26,018,500	-	36,976,846
United States Government	600,770	-	-	-	600,770
Due from Other Funds:					
General Fund	-	-	1,668,410	4,222	1,672,632
Special Revenue Fund	1,464,659	-	-	-	1,464,659
Proprietary Fund	414,356	-	-	-	414,356
Other Governmental Funds	67,308	-	-	-	67,308
Accounts Receivable	1,228,708	33,585	-	5,747	1,268,040
Inventory	1,358,017	461,117	-	-	1,819,134
<b>Total Assets</b>	<b>\$ 124,813,984</b>	<b>\$ 4,809,587</b>	<b>\$ 39,846,317</b>	<b>\$ 1,473,732</b>	<b>\$ 170,943,620</b>
<b>Liabilities:</b>					
Accrued Salaries and Payroll Taxes	\$ 67,414,810	\$ -	\$ -	\$ -	\$ 67,414,810
Accounts Payable	18,239,321	307,094	13,305,911	235,457	32,087,783
Due to Other Governments:					
State of Maryland	97,054	-	140,169	-	237,223
Anne Arundel County	14,503	-	67,090	-	81,593
Due to Other Funds:					
General Fund	-	1,464,659	-	67,308	1,531,967
Capital Projects Fund	1,668,410	-	-	-	1,668,410
Proprietary Fund	4,971,436	-	-	-	4,971,436
Other Governmental Funds	4,222	-	-	-	4,222
Retainage Payable	9,074	-	10,692,312	-	10,701,386
Unearned Revenue	116,780	430,343	14,949,768	-	15,496,891
<b>Total Liabilities</b>	<b>92,535,610</b>	<b>2,202,096</b>	<b>39,155,250</b>	<b>302,765</b>	<b>134,195,721</b>
<b>Fund Balance:</b>					
Reserve for Encumbrances	\$ 10,353,144	\$ 3,808	\$ -	\$ 11,124	\$ 10,368,076
Reserve for Inventory	1,358,017	236,553	-	-	1,594,570
Unreserved Reported in:					
General Fund	20,567,213	-	-	-	20,567,213
Food Services Fund	-	2,367,130	-	-	2,367,130
Capital Projects Fund	-	-	691,067	-	691,067
Special Revenue Funds	-	-	-	1,159,843	1,159,843
<b>Total Fund Balance</b>	<b>32,278,374</b>	<b>2,607,491</b>	<b>691,067</b>	<b>1,170,967</b>	<b>36,747,899</b>
<b>Total Liabilities and Fund Balance</b>	<b>\$ 124,813,984</b>	<b>\$ 4,809,587</b>	<b>\$ 39,846,317</b>	<b>\$ 1,473,732</b>	<b>\$ 170,943,620</b>
 <b>Amounts reported in the Statement of Net Assets are different because:</b>					
Invested in Capital Assets used in governmental activities are not financial resources and, are not reported in the funds.					743,865,358
Non Current liabilities are not reported in the funds.					(175,269,086)
Internal service funds are used by management to charge the costs of certain activities, such as health and life insurance, to individual funds. The assets and liabilities of the internal service fund is included in governmental activities in the statement of net assets.					18,747,770
<b>Net Assets of Governmental Activities</b>					<b>\$ 624,091,941</b>

The Notes to the Basic Financial Statements are an integral part of this statement.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY  
Statement of Revenues, Expenditures and Changes in Fund Balance  
Governmental Funds  
For the Year Ended June 30, 2010

	General Fund	Food Services Fund	Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
<b>Revenues:</b>					
Anne Arundel County	\$ 570,470,882	\$ -	\$ 61,526,168	\$ -	\$ 631,997,050
State of Maryland	336,237,509	450,422	40,970,053	-	377,657,984
United States Government	56,165,244	9,337,125	-	29,768	65,532,137
Sale of Food	-	10,507,253	-	-	10,507,253
Investment Interest Earned	271,390	9,234	5,606	1,127	287,357
Gate Receipts	-	-	-	376,160	376,160
Student Payments	-	-	-	959,904	959,904
Other	5,228,475	509,625	45,840	87,494	5,871,434
<b>Total Revenues</b>	<b>\$ 968,373,500</b>	<b>\$ 20,813,659</b>	<b>\$ 102,547,667</b>	<b>\$ 1,454,453</b>	<b>\$ 1,093,189,279</b>
<b>Expenditures:</b>					
Current:					
Administration	\$ 22,892,789	\$ -	\$ -	\$ 12,744	\$ 22,905,533
Mid-Level Administration	62,035,433	-	-	-	62,035,433
Instructional Salaries and Wages	350,935,955	-	-	460,953	351,396,908
Textbooks and Instructional Supplies	14,550,935	-	-	425,316	14,976,251
Other Instructional Costs	14,384,640	-	-	79,779	14,464,419
Special Education	118,133,374	-	-	-	118,133,374
Pupil Services	5,514,152	-	-	-	5,514,152
Student Health Services	8,609,124	-	-	-	8,609,124
Pupil Transportation	41,781,417	-	-	81,913	41,863,330
Operation of Plant	63,942,566	-	-	-	63,942,566
Maintenance of Plant	12,383,211	-	30,935,000	-	43,318,211
Fixed Charges	239,473,960	-	-	44,826	239,518,786
Community Services	495,749	-	-	-	495,749
Food Services	-	21,319,667	-	-	21,319,667
Capital Outlay	2,956,723	-	71,363,970	-	74,320,693
Debt Service	-	-	-	-	-
Principal	5,886,613	-	-	-	5,886,613
Interest	542,369	-	-	-	542,369
<b>Total Expenditures</b>	<b>964,519,010</b>	<b>21,319,667</b>	<b>102,298,970</b>	<b>1,105,531</b>	<b>1,089,243,178</b>
Excess (deficiency) of revenues over (under) Expenditures	3,854,490	(506,008)	248,697	348,922	3,946,101
<b>Other Financing Sources:</b>					
Transfers	-	-	-	101,174	101,174
Capital Leases	4,557,593	-	-	-	4,557,593
<b>Total Other Financing Sources</b>	<b>4,557,593</b>	<b>-</b>	<b>-</b>	<b>101,174</b>	<b>4,658,767</b>
Net Change in Fund Balance	8,412,083	(506,008)	248,697	450,096	8,604,868
Fund Balance - July 1	23,866,291	3,113,499	442,370	720,871	28,143,031
<b>Fund Balance - June 30</b>	<b>\$ 32,278,374</b>	<b>\$ 2,607,491</b>	<b>\$ 691,067</b>	<b>\$ 1,170,967</b>	<b>\$ 36,747,899</b>

The Notes to the Basic Financial Statements are an integral part of this statement.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY  
Reconciliation of the Statement of Revenues, Expenditures and Changes  
in Fund Balance of Governmental Funds to the Statement of Activities  
For the Year Ended June 30, 2010

**Net Change in Fund Balance - Total Governmental Funds** \$ 8,604,868

**Amounts reported in the Statement of Activities are different because:**

Governmental Funds report capital outlays as expenditures. However, for the Statement of Activities, the cost of those allocated over their estimated useful lives as depreciation expense.

Capital Asset Additions, Net of Disposals	75,333,890
Depreciation Expense	(40,917,016)

Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Compensated Absences	(1,483,860)
Net OPEB Obligation	(43,255,235)

The amount financed by the leases is reported in the governmental funds as a source of financing.

On the other hand, capital leases are not revenues in the statement of activities, but rather constitute long term liabilities in the statement of net assets. Also expenditures for principal repayment of capital leases are measured by the amount of financial resources used by governmental funds and have no effect on net assets. 85,747

Internal service funds are used by management to charge the costs of certain activities, such as health and life insurance, to individual funds. The net revenue (expense) of the internal service funds is reported with governmental activities. 2,329,525

**Change in Net Assets of Governmental Activities** \$ 697,919

The Notes to the Basic Financial Statements are an integral part of this statement.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Statement of Revenues, Expenditures, Encumbrances and Changes in Fund Balance (Budget and Actual)

General Fund

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
<b>Revenues:</b>				
Anne Arundel County	\$ 592,879,500	\$ 592,879,500	\$ 591,453,897	\$ (1,425,603)
State of Maryland	275,775,600	273,869,129	273,251,934	(617,195)
United States Government	33,175,400	62,080,905	56,623,113	(5,457,792)
Other Sources:				
Investment Interest Earned	1,500,000	225,000	271,344	46,344
Other	2,457,000	4,291,366	4,644,657	353,291
<b>Total Revenues</b>	<b>905,787,500</b>	<b>933,345,900</b>	<b>926,244,945</b>	<b>(7,100,955)</b>
<b>Expenditures and Encumbrances:</b>				
Current:				
Administration	25,367,900	24,017,200	23,097,186	920,014
Mid-Level Administration	62,939,300	63,045,800	62,678,489	367,311
Instructional Salaries and Wages	361,392,900	354,048,400	350,799,120	3,249,280
Textbooks and Instructional Supplies	12,607,350	15,568,200	14,505,708	1,062,492
Other Instructional Costs	14,636,450	17,308,500	15,850,425	1,458,075
Special Education	112,912,400	122,811,000	118,721,077	4,089,923
Pupil Services	5,418,900	5,618,200	5,513,343	104,857
Pupil Transportation	41,808,000	40,720,500	40,323,632	396,868
Operation of Plant	63,497,400	65,309,100	63,339,494	1,969,606
Maintenance of Plant	12,563,900	12,952,700	12,729,282	223,418
Fixed Charges	156,226,900	174,973,000	172,654,744	2,318,256
Community Services	238,300	129,700	91,202	38,498
Capital Outlay	3,324,800	3,990,600	3,961,672	28,928
Debt Service	38,853,000	38,853,000	37,430,397	1,422,603
<b>Total Expenditures and Encumbrances</b>	<b>911,787,500</b>	<b>939,345,900</b>	<b>921,695,771</b>	<b>17,650,129</b>
Excess of Revenues over (under)				
Expenditures and Encumbrances	(6,000,000)	(6,000,000)	4,549,174	10,549,174
Fund Balance - July 1	6,000,000	6,000,000	15,223,515	9,223,515
Liquidation of Prior Year Encumbrances	-	-	1,521,823	1,521,823
<b>Fund Balance - June 30</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 21,294,512</b>	<b>\$ 21,294,512</b>

The Notes to the Basic Financial Statements are an integral part of this statement.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Statement of Proprietary Fund Net Assets  
Internal Service Fund  
June 30, 2010

	<u>Self-Insurance Fund</u>
<b>Assets:</b>	
<b>Current Assets:</b>	
Cash and Cash Equivalents	\$ 18,981,947
Prepaid Expenses	6,369,326
Due from Federal Government	1,220,409
Due from General Fund	4,971,436
<b>Total Current Assets</b>	<u>31,543,118</u>
<b>Non-Current Assets:</b>	
Accounts Receivable	<u>2,669,000</u>
<b>Total Assets</b>	<u>\$ 34,212,118</u>
<b>Current Liabilities:</b>	
Accounts Payable	\$ 3,936,958
Due to General Fund	414,356
Unpaid Claims	11,113,034
<b>Total Liabilities</b>	<u>15,464,348</u>
<b>Net Assets:</b>	
Unrestricted	<u>18,747,770</u>
<b>Total Net Assets</b>	<u>18,747,770</u>
<b>Total Liabilities and Net Assets</b>	<u>\$ 34,212,118</u>

The Notes to the Basic Financial Statements are an integral part of this statement.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Statement of Revenues, Expenditures, and Changes in Proprietary Fund Net Assets  
Internal Service Fund  
For the Year Ended June 30, 2010

	<u>Self-Insurance Fund</u>
<b>Operating Revenues:</b>	
Board Contributions	\$ 115,863,420
Employee Contributions	12,675,060
Retiree Contributions	9,752,704
Federal Medicare Subsidy	2,634,612
Other Contributions	28,439
<b>Total Operating Revenues</b>	<u>140,954,235</u>
<b>Operating Expenses:</b>	
Personal Services	253,677
Contractual Services	205,035
Insurance Claims and Expenses	138,196,753
<b>Total Operating Expenses</b>	<u>138,655,465</u>
Operating Income	2,298,770
<b>Non-Operating Revenue:</b>	
Interest Income	<u>30,755</u>
Change in Net Assets	2,329,525
Net Assets - July 1	16,418,245
<b>Net Assets - June 30</b>	<u>\$ 18,747,770</u>

The Notes to the Basic Financial Statements are an integral part of this statement.



BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Statement of Proprietary Fund Cash Flows  
Internal Service Fund  
For the Year Ended June 30, 2010

	Self-Insurance Fund
<b>Cash Flows from Operating Activities:</b>	
Cash Received from Governmental Funds	\$115,863,420
Cash Received from Employee Contributions	12,675,060
Cash Received from Retiree Contributions	9,752,704
Cash Received from Federal Government	2,404,407
Cash Received from Other Contributions	28,439
Cash Payments for Claims and Insurance Premiums	(135,465,071)
Cash Payments for Hospital Deposit	(106,606)
Cash Payments to Suppliers for Goods and Services	(205,035)
Cash Payments to Employees for Services	(253,677)
Net Cash Provided by Operating Activities	4,693,641
 <b>Cash Flows from Investing Activities:</b>	
Cash Received from Interest Earnings	30,755
Cash and Cash Equivalents - July 1	14,257,551
<b>Cash and Cash Equivalents - June 30</b>	<b>\$ 18,981,947</b>
 <b>Reconciliation of Operating Income to</b>	
<b>Net Cash Used in Operating Activities:</b>	
Operating Income	\$ 2,298,770
Changes in Assets and Liabilities:	
Increase in Accounts Receivable	(106,606)
Increase in Prepaid Expenses	1,153,681
Decrease in Accounts Payable	1,753,730
Decrease in Due from Federal Government	(230,205)
Increase in Due from/to General Fund	(343,902)
Increase in Unpaid Claims	168,173
Net Cash Provided by Operating Activities	\$ 4,693,641

The Notes to the Basic Financial Statements are an integral part of this statement.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Statement of Fiduciary Net Assets

Fiduciary Funds

June 30, 2010

	<u>Private Purpose Trust Funds</u>	<u>Agency Funds</u>
<b>Assets:</b>		
Cash and Cash Equivalents	\$ 254,135	\$ 7,250,070
Accounts Receivable	-	346,426
Due from State of Maryland	-	25,547
Due from County	-	19,137
Due from Agency Fund	-	9,747
Inventory	-	362,710
<b>Total Assets</b>	<u><u>\$ 254,135</u></u>	<u><u>\$ 8,013,637</u></u>
<b>Liabilities:</b>		
Accounts Payable	-	3,090,920
Due to General Fund	-	21,643
Due to Agency Fund	-	9,747
Due to Student Groups	-	4,891,327
<b>Total Liabilities</b>	<u><u>\$ -</u></u>	<u><u>\$ 8,013,637</u></u>
<b>Net Assets Held for Private Purpose Activities</b>	<u><u>\$ 254,135</u></u>	

The Notes to the Basic Financial Statements are an integral part of this statement.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Statement of Changes in Fiduciary Net Assets

Fiduciary Funds

For the Year Ended June 30, 2010

	<u>Private Purpose Trust Funds</u>
<b>Additions:</b>	
Investment Interest Earned	\$ 585
Other - Donations	<u>2,106</u>
<b>Total Additions</b>	<u>2,691</u>
<b>Deductions:</b>	
Scholarships and Claims	<u>73,817</u>
Change in Net Assets	(71,126)
Net Assets - July 1	<u>325,261</u>
<b>Net Assets - June 30</b>	<u><u>\$ 254,135</u></u>

The Notes to the Basic Financial Statements are an integral part of this statement.

\*\*\*\*\*

# BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

## Notes to the Basic Financial Statements

June 30, 2010

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

The accounting policies of the Board of Education of Anne Arundel County (the Board) conform to generally accepted accounting principles (GAAP) in the United States of America for governmental entities.

#### **Reporting Entity**

For financial reporting purposes, the Board of Education of Anne Arundel County has been defined as a component unit of the Anne Arundel County Government. Therefore, the financial information of the Board is included in the financial statements of the Anne Arundel County Government. The following circumstances set forth Anne Arundel County's financial accountability for the Board: (1) The County Council is responsible for approving the Board's budget and establishing spending limitations; (2) The County Council is responsible for levying taxes and collecting and distributing the funds to the Board; (3) The Board cannot issue bonded debt, but the County can and does issue bonds to finance school system operations. As a financial reporting entity, the Board includes in its financial statements the various operating departments of the Board and the public schools within Anne Arundel County. No other entities have been included in the Board's financial statements.

Government-Wide and Fund Financial Statements - The Government-Wide financial statements (i.e., the Statement of Net Assets and the Statement of Activities) report information on all of the nonfiduciary activities of the school system. For the most part, the effect of interfund activity has been removed from these statements. Exceptions to this general rule are the interfund activity between the governmental funds and the fiduciary funds.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or category. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Revenue not properly included among program revenues are reported instead as *general revenues*. As a general rule, restricted funds are spent before unrestricted funds.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the Government-Wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

#### **Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

Government-Wide - The Government-Wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the Internal Service Fund and Private-Purpose Trust Funds financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Fund Financial Statements - Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues

## BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

### Notes to the Basic Financial Statements

June 30, 2010

are recognized as soon as the monies are both measurable and available. Revenues are considered to be *available* when collectible within the current period, or soon enough thereafter, to pay liabilities of the current period. The Board considers revenue collected within 60 days of the end of the year as available. Under the modified accrual method, revenues from Federal and State expenditure-driven grant programs are deemed available and subject to accrual to the extent that eligible expenditures have been incurred and Federal or State funds are requested to pay invoices when due.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due.

Special Revenue (Food Services) Fund revenue includes the value of commodities donated by the United States Department of Agriculture which were received during the fiscal year. Expenditures include the value of commodities consumed during the fiscal year.

### **Fund Types**

The Board has the following funds:

General Fund - The General Fund is used to account for all financial resources of the Board used to provide the basic educational program and any financial resources that are not required to be accounted for in another fund.

Special Revenue (Food Services) Fund - The Food Services Fund is used to account for the financial resources of the school food services programs. A substantial portion of its revenues are derived from other governments and it is not intended to be self-sustaining from food sales. The Board exercises the appropriate budgetary and accounting control through use of an annual budget prepared by the food services department, which is reviewed and monitored by management during the fiscal year. There is no legal requirement for an approved budget.

Capital Projects Fund - The Capital Projects Fund is used to account for all financial resources relating to the construction of additional schools, as well as alterations and additions to existing schools. The budget for this fund is controlled by appropriation authority issued for each project for the life of that project. Appropriation authority does not lapse until the purpose for which the appropriation was made has been accomplished or abandoned.

Other Governmental Funds - The Other Governmental (Special Revenue) Funds are used to account for, and report the proceeds of, specific revenue sources that are restricted or committed to expenditures for specified purposes.

Fiduciary Funds - Fiduciary funds are used to report assets held in a trustee or agency capacity for others and, therefore, cannot be used to support the Board's own programs. These funds consist of Private Purpose Trust Funds for scholarships and agency funds held for School Activity Funds, Class Reunion Funds, and the Watershed Academy. Agency funds have no measurement focus.

Internal Service (Self-Insurance) Fund - The Self-Insurance Fund is used to account for the financial resources relating to health, dental, vision, disability and life insurance benefits provided to Board employees. The Statement of Revenues, Expenses, and Changes in Fund Net Assets for the Internal Service Fund has categorized revenue sources into operating and non-operating revenues.

## BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

### Notes to the Basic Financial Statements

June 30, 2010

Operating revenues include Board contributions, contributions by employees and system retirees, and other contributions. Interest earnings are categorized as non-operating revenues.

#### **Budgetary Requirements**

*Operating Budget (General Fund)* - The Anne Arundel County Public Schools operate within the following budget requirements for local educational agencies as specified by State law.

- The Board must submit an annual school budget in writing to the County Executive by March 1 of each year.
- The County Executive must submit a recommended budget for the school system to the County Council by May 1 of each year.
- The County Council must approve the Budget Appropriation Ordinance by June 1 of each year.
- The budget is prepared and approved by major expenditure/encumbrance categories as specified in the State law and as set forth in Note 3 of this report. The Board may not legally exceed the appropriation authority granted for each major category without County Government approval. During the fiscal year ended June 30, 2010, the Board requested and the County Government approved supplemental appropriations of \$27,558,400.
- The Board may not transfer funds between major categories without approval by the County Government. The Board has the authority to transfer funds between objects (i.e., salaries and wages, contracted services, supplies and materials, other charges and equipment) within the major categories but must notify the County of such action.
- Unencumbered appropriations lapse at the end of each fiscal year.

The General Fund is the only fund that has a legally adopted annual budget. The Capital Projects Fund has a legally adopted projects budget which is for the life of the project and not by fiscal year.

#### **Specific Financial Statement Elements**

*Cash and Cash Equivalents* - Cash and Cash Equivalents are short-term investments with a maturity of less than 90 days when purchased.

*Inventories* - Inventories are recorded at cost on a first-in, first-out (FIFO) valuation method and are considered expended when consumed. A fund balance reserve, equal to the value of inventory at fiscal year end, was established because inventory is not a spendable resource.

*Capital Assets* - Capital assets, which include property, buildings, and equipment, are reported in the Government-wide financial statements. Furniture and equipment is defined by the Board as assets with an initial, individual cost of at least \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs to buildings that do not add to the value of the asset or materially extend assets lives are not capitalized. The Board defines normal maintenance and repairs as any expense of \$250,000 or less. Major outlays for capital assets and improvements are capitalized as projects are constructed. Land and Construction in progress are not depreciated. Buildings and Equipment are depreciated using the straight line method over the following estimated useful lives:

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements  
June 30, 2010

<u>Assets</u>	<u>Years</u>	<u>Assets</u>	<u>Years</u>
Buildings and Additions	2 - 40	Automobiles and Light Trucks	10
School Buses	12	Furniture and Other Equipment	3 - 30
Heavy Trucks	15		

Due To Student Groups - The balance due to student groups represents financial resources held on behalf of a particular class, group, or club. If the student group were to be dissolved, all financial resources held on their behalf would become available to the general student population of the particular school. If the school were to close, the financial resources would become available to the Board for general educational use.

Annual and Sick Leave - Board employees are granted annual and sick leave at varying rates according to type of employee and years of service. Employees may accumulate annual leave up to a maximum which varies according to type of employee and years of service. Upon termination of employment, an employee is paid a per diem for accumulated annual leave. Upon retirement an employee is paid a per diem for accumulated annual leave and a specified daily rate for sick leave which varies according to bargaining unit. The current year's payments of annual and sick leave is included in the appropriate Governmental Fund expenditures. The future year anticipated cost is shown as liabilities in the Government-wide Statements.

School Construction Debt - The Board is not obligated to repay principal or interest on any debt incurred for school construction. Such bonds and loans are obligations of the County or State government. Accordingly, the Board does not record school construction debt service revenues, expenditures, or outstanding school construction debt in statements prepared in accordance with GAAP. The authorization for annual expenditures related to debt service emanate from the Anne Arundel County Operating Budget Ordinance. Annual debt service expenditures are fully offset by County revenue.

Encumbrances - Outstanding purchase order commitments (encumbrances) are reported as reservations of fund balances, since they do not constitute expenditures or liabilities on a GAAP basis.

Restricted Net Assets - The fund balance for the Food Services Fund in the amount of \$2,607,491 is shown as a restricted net asset.

Use of Estimates - The preparation of financial statements in accordance with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**NOTE 2 BUDGETARY BASIS OF ACCOUNTING**

The accompanying Statement of Revenues, Expenditures, Encumbrances, and Changes in Fund Balance - Budget and Actual - General Fund has been prepared on a budgetary basis of accounting which differs from GAAP. The purpose of the budgetary basis of accounting is to demonstrate compliance with the legal requirements of Anne Arundel County, the State of Maryland and special Federal and State grant programs. The differences between the two methods are set forth below.



BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements  
June 30, 2010

	Revenue	Expenditures	Fund Balance
Reported on the GAAP Basis of Accounting	\$ 972,931,093	\$ 964,519,010	\$ 32,278,374
Effect of Grant Revenue:			
Prior Year	(314,074)	-	-
Current Year	920,071	-	920,071
Effect of Encumbrances	-	3,369,808	(10,353,144)
Effect of Inventory	-	(300,693)	(1,358,017)
Capital Leases	(4,557,593)	(4,557,593)	-
Retirement costs paid on Board's behalf			
by State of Maryland	(62,628,729)	(62,628,729)	-
Health Services & other cost paid on Board's			
behalf by Anne Arundel County	(16,447,382)	(16,447,382)	-
Debt Service	37,430,397	37,430,397	-
Other Funds Reported as General Fund	(1,089,296)	(1,236,407)	(377,832)
Gain on Liquidation and Cancellation			
of Prior Year Encumbrances	-	1,521,823	-
Other	458	25,537	185,060
Reported on the Budgetary Basis of Accounting	\$ 926,244,945	\$ 921,695,771	\$ 21,294,512

**NOTE 3 GENERAL FUND APPROPRIATION TRANSFERS**

For the fiscal year ended June 30, 2010, the Anne Arundel County Council approved the following supplemental appropriations and appropriation transfers among categories:

	To	From
<b>Supplemental Revenue Sources:</b>		
United States Government	\$ -	\$ 20,156,531
State of Maryland	-	6,842,455
Other Sources	-	559,414
<b>Supplemental Appropriations:</b>		
Administration	383,400	-
Mid-Level Administration	43,700	-
Instructional Salaries & Wages	3,504,800	-
Textbooks & Instructional Supplies	3,129,600	-
Other Instructional Costs	3,144,300	-
Special Education	9,418,900	-
Pupil Services	25,300	-
Pupil Transportation	25,000	-
Fixed Charges	7,883,400	-
	\$ 27,558,400	\$ 27,558,400

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements  
June 30, 2010

	To	From
<b>Appropriations Transferred:</b>		
Administration	\$ -	\$ 1,734,100
Mid-Level Administration	62,800	-
Instructional Salaries & Wages	-	10,849,300
Textbooks & Instructional Supplies	-	168,750
Other Instructional Costs	-	472,250
Special Education	479,700	-
Pupil Services	174,000	-
Pupil Transportation	-	1,112,500
Operation of Plant	1,811,700	-
Maintenance of Plant	388,800	-
Fixed Charges	10,862,700	-
Community Services	-	108,600
Capital Outlay	665,800	-
	\$ 14,445,500	\$ 14,445,500

**NOTE 4 COMMITMENTS AND CONTINGENCIES**

In the normal course of operations, the Board is subject to lawsuits and claims. In the opinion of management, the disposition of such lawsuits and claims will not have a material effect on the Board's financial position or changes in financial position.

**Obligations Under Capital Leases**

The Board leases equipment under agreements recorded as capital leases. The value of these capital lease assets is below the Board's capitalization threshold. The annual lease payments are recorded as expenditures in the General Fund and the interest portion is recorded as an expense in Government-wide Statement of Activities. As of June 30, 2010, obligations under capital lease agreements are recorded at the present value of future minimum lease payments. The capital lease terms extend through the year ending June 30, 2014. Future minimum payments on obligations under capital lease agreements are as follows:

Year ended June 30,	Lease Payments
2011	\$ 5,425,145
2012	3,964,876
2013	1,876,675
2014	210,674
Total Future Minimum Payments	11,477,370
Less: Interest Component of Future Minimum Payments	(880,927)
Net Capital Lease Obligations	\$ 10,596,443

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements  
June 30, 2010

Operating Leases - The Board leases facilities and equipment under agreements reported as operating leases. The annual lease payments are recorded as expenses in the Government-wide Statement of Activities and as expenditures in the General Fund. Operating lease terms extend through the year ending June 30, 2014. Future minimum payments on operating leases with an initial or remaining noncancellable term in excess of one year are as follows:

<u>Year ended June 30,</u>	<u>Lease Payments</u>
2011	\$ 3,156,092
2012	1,262,041
2013	495,321
2014	38,063
2015	-
	<u>\$ 4,951,517</u>

Operating lease costs for the year ended June 30, 2010 were approximately \$3,395,419.

Capital Project Encumbrances - The Capital Projects Fund had outstanding commitments (encumbrances) in the amount of \$70,608,627 as of June 30, 2010. However, revenues provided by the State and County needed to liquidate encumbrances outstanding are not received until invoices for goods and services are rendered.

Grant Expenditures - Most grants specify the types of expenditures for which the grant funds may be used, and the reporting and record keeping with which the Board must comply. The expenditures made by the Board under some of these grants are subject to audit. The single audit report for fiscal year 2009 has not been cleared by the Maryland State Department of Education, and until this report is cleared, the Board is subject to a potential repayment of funds. In the opinion of management, adjustments for unallowable costs, if any, resulting from such audit will not have a material effect on the accompanying financial statements.

Medicaid Services Audit - A Federal audit of the Maryland Medicaid School-Based Services Program for the fiscal year ending June 30, 2000, resulted in a request from the Federal Government for the reimbursement of funds. This request is currently being adjudicated through the judicial system. As of June 30, 2010, \$1,170,169 of the estimated reimbursement request of approximately \$1,723,300 has been deducted by the Maryland Department of Health and Mental Hygiene from Medicaid funding otherwise due the Board of Education.

**NOTE 5 SPECIAL GRANT PROGRAM REVENUE**

Certain programs serving specific needs and purposes of the school system and the welfare of the students are funded by restricted Federal and State grants. Monies and subsidies received, amounting to approximately \$58,219,018 during the fiscal year ended June 30, 2010, was expended for the designated programs and did not supplant funding for the unrestricted programs. The grants were accounted for in the Governmental Funds.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements  
June 30, 2010

**NOTE 6 NONCURRENT LIABILITIES**

The following is a summary of the changes in noncurrent liabilities during the fiscal year:

	Balance July 1, 2009	Additions	Deductions	Balance 30-Jun-10	Due Within One Year
Capital Leases	\$ 10,682,190	\$ 4,557,593	\$ 4,643,340	\$ 10,596,443	\$ 4,910,631
Compensated Absences	38,829,783	18,632,522	17,148,662	40,313,643	4,346,992
Net OPEB Obligation	81,103,765	43,255,235	-	124,359,000	-
<b>Total NonCurrent Liabilities</b>	<b>\$ 130,615,738</b>	<b>\$ 66,445,350</b>	<b>\$ 21,792,002</b>	<b>\$ 175,269,086</b>	<b>\$ 9,257,623</b>

Compensated absences are funded with annual appropriations in the General Fund.

**NOTE 7 CHANGES IN CAPITAL ASSETS**

Changes in the various classes of capital assets during the year are as follows:

	Balance July 1,2009	Additions	Deletions	Balance June 30,2010
<b>Capital Assets, Not Being Depreciated:</b>				
Land and Site Improvements	\$ 55,293,075	\$ 61,662	\$ -	\$ 55,354,737
Construction In Progress	114,679,345	74,491,814	82,256,641	106,914,518
<b>Total Capital Assets, Not Being Depreciated</b>	<b>169,972,420</b>	<b>74,553,476</b>	<b>82,256,641</b>	<b>162,269,255</b>
<b>Capital Assets, Being Depreciated:</b>				
Buildings and Additions	970,570,601	82,194,979	1,795,033	1,050,970,547
Furniture and Equipment	46,445,298	1,089,994	1,383,576	46,151,716
<b>Total Capital Assets, Being Depreciated</b>	<b>1,017,015,899</b>	<b>83,284,973</b>	<b>3,178,609</b>	<b>1,097,122,263</b>
<b>Less Accumulated Depreciation for:</b>				
Buildings & Additions	(451,064,542)	(38,258,343)	1,703,605	(487,619,280)
Furniture & Equipment	(26,475,293)	(2,658,673)	1,227,086	(27,906,880)
<b>Total Accumulated Depreciation</b>	<b>(477,539,835)</b>	<b>(40,917,016)</b>	<b>2,930,691</b>	<b>(515,526,160)</b>
<b>Total Capital Assets, Being Depreciated, Net</b>	<b>539,476,064</b>	<b>42,367,957</b>	<b>247,918</b>	<b>581,596,103</b>
<b>Total Capital Assets, Less Accumulated Depreciation</b>	<b>\$ 709,448,484</b>	<b>\$ 116,921,433</b>	<b>\$ 82,504,559</b>	<b>\$ 743,865,358</b>

**Depreciation expense was charged to functions/categories as follows:**

Administration	\$ 74,295	Operation of Plant	38,097
Mid-Level Administration	26,288	Maintenance of Plant	40,111,003
Other Instructional Costs	303,374	Food Services	42,388
Special Education	18,780	Student Activities	2,865
Pupil Transportation	299,926	<b>Total Depreciation Expense</b>	<b>\$ 40,917,016</b>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements  
June 30, 2010

The following table provides the active projects that comprise total Construction in Progress at June 30, 2010.

**Active School Construction Projects as of June 30, 2010**

Project	Spent to Date	Remaining Commitment
Belle Grove	\$ 1,262,817	\$ 8,763,763
Folger Mckinsey	1,823,679	2,420,840
Germantown	1,962,998	9,264,951
Northeast	4,485,366	6,412,500
Open Space Enclosure	3,350,471	2,619,113
Overlook	10,671,823	2,998,056
Pershing Hill	8,068,310	8,773,781
Point Pleasant	1,625,866	55,506
Roof	2,711,015	2,934,651
Severna Park Middle	46,494,492	2,853,899
Southgate	16,502,064	3,700,221
Systemic	4,967,861	5,253,166
	103,926,762	56,050,447
Other Projects	2,987,756	14,628,980
	\$ 106,914,518	\$ 70,679,427

**NOTE 8 CASH AND CASH EQUIVALENTS**

The Board of Education maintains pooled and various separate cash accounts for its funds. The cash balances of the School Activity Funds on the Statement of Fiduciary Net Assets consist of individual demand accounts maintained by the schools. The Board considers any instrument with a maturity of three months or less when purchased as cash equivalents.

**Deposits**

At June 30, 2010, the carrying value of the Board's cash on hand and combined deposits, including amounts invested in repurchase agreements, was \$15,335,501; and \$128,414,238, was invested in the Maryland Local Government Investment Pool. The bank balance was \$21,843,591 and cash on hand was \$7,425. Of the bank balance, \$441,278 was covered by federal depository insurance, \$14,218,875 was covered by collateral held by the financial institution's trust department in the Board's name and \$7,183,438 was covered by collateral held by the Federal Reserve Bank of Richmond in the Board's name. Statutes authorize secured time deposits in Maryland banks. Statutes require uninsured deposits to be fully collateralized. Therefore, under the reporting requirements of Governmental Accounting Standards Board (GASB) Statement No. 40, the Board's deposits are not subject to custodial or credit risk at year end. Because of the short-term maturity and type of the investments there is limited interest rate risk.

## BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

### Notes to the Basic Financial Statements

June 30, 2010

#### **Investments**

Statutes authorize the Board to invest in obligations of the U.S. Government, federal government agency obligations, and repurchase agreements secured by direct government or agency obligations.

The Board is a participant of the Maryland Local Government Investment Pool (MLGIP), which provides all local government units of the State a relatively safe investment vehicle for the short-term investment of funds. The State Legislature created MLGIP with the passage of Article 95 22G, of the Annotated Code of Maryland. The MLGIP, under the administrative control of the State Treasurer, is managed by a single Baltimore - based financial institution, PNC. The pool has an AAA rating from Standard and Poors and maintains a \$1.00 per share value. An MLGIP Advisory Committee of current participants was formed to review the activities of the Fund on a quarterly basis and to provide suggestions to enhance the pool. The fair value of the pool is the same as the value of the pool shares.

Additionally, in accordance with reporting requirements of GASB Statement No. 40, the Board does not have any interest rate risk associated with investments. Investments in the MLGIP (a 2a7-like pool) and repurchase agreements are priced on a daily basis, with funds availability also on a daily basis. It should also be noted that the Board does not have any foreign currency risk associated with its investments.

#### **NOTE 9 POST EMPLOYMENT HEALTHCARE PLAN**

The Board first adopted GASB Statement No. 45, Accounting and Financial Reporting by Employers for Post Employment Benefits Other than Pensions (OPEB), for the fiscal year ended June 30, 2008. On an accrual basis of accounting, the cost of post employment healthcare benefits is recorded as an expense and liability in the year when the employee services are received. Recognition of the transition liability accumulated from prior years will be phased in over 30 years, commencing in fiscal year 2008.

#### **Plan Description**

An employee of the Board who is eligible to receive retirement annuity benefits from the State Retirement Agency and a member of the Board's group medical insurance plan may elect to continue membership in the Board's group medical, dental, and vision plans after retirement. The portion of the premium not funded by the Board must be deducted from the annuity which the member receives from the retirement agency. If the annuity is not sufficient to pay the premium, the retiree will be ineligible for the Board's benefits.

The Board provides healthcare, prescription drug, vision, and dental insurance benefits to retirees and their dependents with a Single-Employer Defined Benefit OPEB Plan. Retirees pay the full cost for vision benefits and retirees hired after September 15, 2002, also pay the full cost for dental benefits. The Board pays a portion of the cost of healthcare, prescription drug, and dental benefits for retirees, disabled retirees, and their spouses and dependents. The Board maintains separate medical coverage plans for active employees and retirees. The retiree plan is rated separately based on claims experience of the retiree group.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements  
June 30, 2010

As of July 1, 2008, the effective date of the biennial OPEB evaluation, there were at total of 12,030 eligible participants, including 8,505 Active Employees and 3,525 Retirees. There have been no significant changes in the number covered or the type of coverage since that date.

**Funding Policy**

The Board currently pays for post employment health care benefits on a pay-as-you-go basis. The Board in conjunction with County government has studied various funding options, including establishment of an OPEB trust fund, these financial statements assume that pay-as-you funding will continue. The Board anticipates utilizing a trust fund in the future to manage the retiree health care unfunded actuarial accrued liability. A schedule of funding progress for the past three years is included as Required Supplementary Information, immediately following these Notes to the Basic Financial Statements.

**Annual OPEB Cost and Net OPEB Obligation**

The Board's annual OPEB cost is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined using the projected unit credit cost method in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over an open period of thirty years. The net OPEB obligation of \$124,359,000 has been shown as a non-current liability in the Government-Wide financial statements. The following table shows the components of the Board's annual OPEB cost for the year and the amount actually contributed to the plan.

	<b>Fiscal Year Ended June 30,</b>		
	<b>2010</b>	<b>2009</b>	<b>2008</b>
Actuarial Accrued Liability (AAL)	\$ 1,096,678,000	\$ 1,054,803,000	\$ 1,033,327,000
Less: Value of Assets	-	-	-
Unfunded Actuarial Accrued Liability (UAAL)	<u>1,096,678,000</u>	<u>1,054,803,000</u>	<u>1,033,327,000</u>
Amortization of Unfunded			
Actuarial Accrued Liability (UAAL)	\$ 39,357,000	\$ 37,854,000	\$ 36,905,000
Normal Cost	34,505,000	32,862,000	25,770,000
Interest on Net OPEB Obligation	3,244,000	1,597,000	2,507,000
Adjustment to Annual Required Contribution	<u>(2,911,000)</u>	<u>(1,433,000)</u>	<u>-</u>
Total Annual OPEB Cost	74,195,000	70,880,000	65,182,000
Less: Pay-as-You-Go contribution	<u>(30,940,000)</u>	<u>(29,698,000)</u>	<u>(25,260,000)</u>
Increase in Net OPEB Obligation	43,255,000	41,182,000	39,922,000
Net OPEB Obligation, Beginning of Year	<u>81,104,000</u>	<u>39,922,000</u>	<u>-</u>
Net OPEB Obligation, End of Year	<u>\$ 124,359,000</u>	<u>\$ 81,104,000</u>	<u>\$ 39,922,000</u>
Percent of Annual OPEB Cost Contributed	41.70%	41.90%	38.75%
Annual Covered Payroll	<u>\$ 578,530,368</u>	<u>\$ 577,426,873</u>	<u>\$ 513,254,340</u>

**Actuarial Methods and Assumptions**

Projections of benefits for financial reporting purposes are based on the types of benefits provided at the time of the valuation and the sharing of benefit costs between the employer and plan

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements  
June 30, 2010

members at that time. The unfunded actuarial accrued liability is being amortized over 30 years (open period) on a level percentage of payroll using a 3.5% payroll growth rate. A 4% discount rate was used based on the Board's pay-as-you-go funding method. Actuarial valuations for OPEB plans involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revisions as results are compared to past expectations and new estimates are made about the future. The actuarial calculations of the OPEB plan reflect a long term perspective. The following tables present additional trends and assumptions used in the actuarial calculation.

<b>Medical and Prescription Drug Trends</b> <b>(Pre and Post - Medicare Eligibility)</b>					<b>Dental Trends</b> <b>(Pre and Post Medicare Eligibility)</b> <b>Annual Rate of Increase</b>		
Fiscal Year Beginning July 1,	July 1, 2008 Valuation		July 1, 2006 Valuation		Fiscal Year Beginning July 1,	July 1, 2008 Valuation	July 1, 200 Valuation
	Pre-65 %	Post-65 %	Pre-65 %	Post-65 %			
2008	10.5	8.5	10.5	10.5	2008	6.3	6.3
2009	10	8	9.5	9.5	2009	5.8	5.8
2010	9.5	7.5	8.5	8.5	2010	5.3	5.3
2011	9	7	7.5	7.5	2011	4.8	4.8
2012	8.5	6.5	6.5	6.5	2012	4.5	4.3
2013	8	6	5.5	5.5	2013 and Later	4.5	4
2014	7.5	5.5	5.5	5.5			
2015	7	5	5.5	5.5			
2016	6.5	5	5.5	5.5			
2017	6	5	5.5	5.5			
2018	5.5	5	5.5	5.5			
2019 and Later	5	5	5.5	5.5			

**Mortality:** *Males: 1983 Group Annuity Mortality Tables for males*  
*Females: 1983 Group Annuity Mortality Tables for males plus 3 years*

<u>Turnover</u>		<u>Disability</u>		<u>Retirement Age</u>	
Service (in years)	% Rate	Age	Rate	Age	Rate
0	12%	18-39	9%	55-59	5%
5	10%	40	23%	60-64	12%
10	60%	45	35%	65	100%
11 - 17	4%	50	62%		
18 - 30	3%	55	110%		

**Age Difference:** *Males are assumed to be 3 years older than females.*

**Family Assumptions:** *70% married at retirement.*  
*Parents assumed to be 30 years older than children.*  
*3% retire with dependent children.*  
*For current retirees, actual family status and ages were used.*

**Coverage:** *We have assumed that 90% of current active employees would elect coverage by retirement age under the medical/drug and dental plans and their retirement annuity is larger than their premium for coverage. For current retirees, we valued only those who have current coverage elections, with the assumption that retirees without coverage cannot elect coverage in the future.*



BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements  
June 30, 2010

**NOTE 10 DUE FROM (TO) OTHER GOVERNMENTS**

Amounts due from other Governments:

	Federal	State of Maryland	Anne Arundel County	Total
General Fund	\$ 600,720	\$ 10,405,623	\$ 27,765	\$ 11,034,108
Food Service Fund	-	552,723	-	552,723
Capital Projects Fund	-	26,018,500	9,368,523	35,387,023
	<u>\$ 600,720</u>	<u>\$ 36,976,846</u>	<u>\$ 9,396,288</u>	<u>\$ 46,973,854</u>

Amounts due to other Governments:

	Federal	State of Maryland	Anne Arundel County	Total
General Fund	\$ -	\$ 97,054	\$ 14,503	\$ 111,557
Capital Projects Fund	-	140,169	67,090	207,259
	<u>\$ -</u>	<u>\$ 237,223</u>	<u>\$ 81,593</u>	<u>\$ 318,816</u>

**NOTE 11 INTERFUND BALANCES**

All payroll and benefit costs generated in the Human Resources/Payroll system are recorded through the General Fund resulting in an interfund receivable. Certain other transactions that result in cost to various funds are paid from one fund resulting in an interfund receivable. All of these transactions are settled on a regular basis. Individual interfund receivables and payables as of June 30, 2009 are as follows:

Receivable Fund	Payable Fund	Amount
General Fund	Food Service Fund	\$ 1,464,659
General Fund	Proprietary Fund	414,356
General Fund	Other Governmental Funds	67,308
Capital Projects Fund	General Fund	1,668,410
Proprietary Fund	General Fund	4,971,436
Other Governmental Fund	General Fund	4,222
		<u>\$ 8,590,391</u>

**NOTE 12 RETIREMENT AND PENSION PLAN**

The Board's employees are covered by the Teachers Retirement System of the State of Maryland, the Teachers Pension System of the State of Maryland, or the Employees Retirement System of the State of Maryland. These systems are part of the Maryland State Retirement and Pension System (the State System), and are cost-sharing, multiple-employer public employee retirement systems. The State System provides pension, death and disability benefits to plan members and

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements  
June 30, 2010

beneficiaries. The State of Maryland pays a substantial portion of employer contributions on behalf of the Board.

The plan is administered by the State Retirement Agency (the Agency). Responsibility for the administration and operation of the State System is vested in a 12-member Board of Trustees. The State System was established by the State Personnel and Pensions Article of the Annotated Code of Maryland. The Agency issued a publicly available financial report that includes basic financial statements and required supplementary information for the State System. The report may be obtained by writing to the State Retirement and Pension System of Maryland, 120 East Baltimore Street, Baltimore, MD 21202, or by calling 410-625-5555.

The State Personnel and Pensions Article requires active members to contribute to the State System at the rate of 5% or 7% of their covered salary depending upon the retirement option selected. The Board is required to contribute at an actuarially determined rate. The State's contributions on behalf of the Board for the years ended June 30, 2010, 2009, and 2008 were \$62,628,729, \$50,559,262, and \$44,791,171; respectively, which were equal to the required contributions for each year. The Board's contribution for the years ended June 30, 2010, 2009, and 2008 were \$7,154,856, \$6,314,840, and \$7,004,014, respectively, which were equal to the required contributions for each year. A schedule of funding progress for the past three years is included as Required Supplementary Information, immediately following these Notes to the Basic Financial Statements.

**NOTE 13 RISK MANAGEMENT**

The Board 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. The Board participates in the County Government's Self-Insurance Fund. Commercial insurance policies are purchased by the County Government to provide coverage for property, boiler, private bus contractors and miscellaneous type coverages such as bonds and accident insurance.

The Board's actuarially determined contribution to the County's Self-insurance fund is charged annually to the Fixed Charges category of the General Fund. The Primary Government maintains the Self Insurance Fund and is responsible for the adjustment, defense, and payment of all claims and the provision for any incurred but not reported (IBNR) claims.

Coverage	Board's Share of Cost	General Fund Category
<b>County Self Insurance:</b>		
General Liability, Workers		
Compensation and Vehicle Liability	\$ 5,649,434	Fixed Charges
<b>Board Purchased Policies:</b>		
Real Property	691,173	Operation of Plant
Boiler & Miscellaneous	46,495	Fixed Charges
Private Bus Contractors	563,480	Transportation
Total	\$ 6,950,582	

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Notes to the Basic Financial Statements  
June 30, 2010

There have been no significant reductions in insurance coverage or any settled claims that have exceeded the amount of coverage in any of the past three years.

**NOTE 14**    **INTERNAL SERVICE FUND**

The Board established an Internal Service Fund effective July 1, 2002 to account for employee's health, dental, vision, disability and life insurance. The Board has a self-insured prescription drug program, a self-insured health, dental and vision program with Carefirst Blue Cross/Blue Shield, and, effective July 1, 2004, entered into a self-insured health program with Aetna Health. All other exposures were fully covered by insurance during the fiscal year. The cost of these programs is funded by employee premium payments and a Board contribution. The unpaid claims amount represents incurred but not reported (IBNR) claims.

Changes in the balances of claims liability during the past two years are shown below.

	<u>Year Ended</u> <u>June 30, 2010</u>	<u>Year Ended</u> <u>June 30, 2009</u>
Unpaid Claims, Beginning of Fiscal Year	\$ 10,944,861	\$ 9,869,530
Incurred Claims (including IBNRs)	135,633,244	119,168,364
Claim Payments	<u>(135,465,071)</u>	<u>(118,093,033)</u>
Unpaid Claims, End of Fiscal Year	<u>\$ 11,113,034</u>	<u>\$ 10,944,861</u>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Required Supplementary Information  
Schedule of Funding Progress  
Pension and Other Post-Employment Benefit Plans  
June 30, 2010

<u>Valuation Date</u>	<u>Value of Assets</u>	<u>Accrued Liability (AAL)</u>	<u>Unfunded AAL (UAAL)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAL as a % of Covered Payroll</u>
<b>Other Post-Employment Benefit Plan (OPEB):</b>						
June 30, 2008	\$ -	\$ 1,033,327,000	\$ 1,033,327,000	0.0%	\$ 513,254,340	201.3%
June 30, 2009	-	1,054,803,000	1,054,803,000	0.0%	577,426,873	182.7%
June 30, 2010	-	1,096,678,000	1,096,678,000	0.0%	578,530,368	189.6%
<b>State Retirement and Pension System of Maryland (dollar amounts in thousands):</b>						
June 30, 2007	\$ 37,886,936	\$ 47,144,354	\$ 9,257,418	80.4%	\$ 9,971,012	92.8%
June 30, 2008	39,504,284	50,244,047	10,739,763	78.6%	10,542,806	101.9%
June 30, 2009	34,284,569	52,729,171	18,444,603	65.0%	10,714,241	172.2%

Note: GASB Statement No. 45 was not applicable to the Board prior to fiscal year 2008. Accordingly no prior valuations were performed.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY  
SUPPLEMENTAL INFORMATION  
COMBINING FUND STATEMENTS AND SCHEDULES

The purpose of Combining Fund Statements is to provide a "link" between the fund financial statements and the non-major funds. Description of the nature and purpose of each non-major special revenue fund is show below:

**Special Revenue Funds** - These funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

Athletic Gate Receipts – This fund is used to account for the expenditure of the Board’s share of gate receipts from High School athletic events.

Green Street - This fund is used to account for expenditure of the receipts from the green street parking lot.

External Diploma Program – This fund is used to account for the expenditure of tuition and fees from the state-wide program to provide adults an opportunity to obtain a high school diploma.

Cisco Training – This fund is used to account for the expenditure of private funds available to assist with teacher training state-wide. Also a major portion is the collection of funds, fifty percent from parents/students and fifty percent from private donations so students may take the National Retail Federation exam.

Administration – This fund is used to account for amounts received for administering programs for other governmental agencies.

Summer Camps – This fund is used to account for the amounts received and spent on various self supporting summer camps.

NSA Programs – This fund is used to account for the expenditure of funds received from NSA to provide math instruction to selected students from the Baltimore-Washington region.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Combining Balance Sheet  
Non-Major Governmental Funds - Special Revenue Funds  
June 30, 2010

	Athletic Gate Receipts	Green Street	External Diploma
<b>Assets:</b>			
Cash and Investment	\$ 436,862	\$ 134,375	\$ 23,098
Accounts Receivable	-	-	-
Due from Special Revenue Funds	-	-	-
Due from General Funds	-	-	-
<b>Total Assets</b>	<u>\$ 436,862</u>	<u>\$ 134,375</u>	<u>\$ 23,098</u>
<b>Liabilities:</b>			
Accounts Payable	1,773	2,375	2,289
Due to Special Revenue Funds	-	-	-
Due to General Fund	4,994	-	32,523
<b>Total Liabilities</b>	<u>\$ 6,767</u>	<u>\$ 2,375</u>	<u>\$ 34,812</u>
<b>Fund Balance:</b>			
Reserve for Encumbrances	4,655	-	-
Undesignated	425,440	132,000	(11,714)
<b>Total Fund Balance</b>	<u>430,095</u>	<u>132,000</u>	<u>(11,714)</u>
<b>Total Liabilities and Fund Balance</b>	<u>\$ 436,862</u>	<u>\$ 134,375</u>	<u>\$ 23,098</u>

<u>Cisco Training</u>	<u>Administration</u>	<u>Camps &amp; Environmental Education</u>	<u>NSA Programs</u>	<u>Total Special Revenue Funds</u>
\$ 4,404	\$ 131,884	\$ 733,140	\$ -	\$ 1,463,763
-	-	-	5,747	5,747
-	-	-	-	-
-	4,222	-	-	4,222
<u>\$ 4,404</u>	<u>\$ 136,106</u>	<u>\$ 733,140</u>	<u>\$ 5,747</u>	<u>\$ 1,473,732</u>
-	-	229,020	-	235,457
-	-	-	-	-
-	-	24,044	5,747	67,308
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 253,064</u>	<u>\$ 5,747</u>	<u>\$ 302,765</u>
816	-	5,653	-	11,124
3,588	136,106	474,423	-	1,159,843
<u>4,404</u>	<u>136,106</u>	<u>480,076</u>	<u>-</u>	<u>1,170,967</u>
<u>\$ 4,404</u>	<u>\$ 136,106</u>	<u>\$ 733,140</u>	<u>\$ 5,747</u>	<u>\$ 1,473,732</u>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY  
Statement of Revenues, Expenditures and Changes in Fund Balance  
Non-Major Governmental Funds - Special Revenue Funds  
For the Fiscal Year Ended June 30, 2010

	Athletic Gate Receipts	Green Street	External Diploma
<b>Revenues:</b>			
United States Government	\$ -	\$ -	\$ -
Investment Interest Earned	1,000	127	-
Gate Receipts	376,160	-	-
Student Payments		-	10,262
Miscellaneous		76,167	-
<b>Total Revenues</b>	<u>377,160</u>	<u>76,294</u>	<u>10,262</u>
<b>Expenditures:</b>			
Administration	-	218	2,289
Instructional Salaries and Wages	114,879	-	23,882
Textbooks and Instructional Supplies	231,763	41,213	-
Other Instructional Costs	29,018	-	-
Pupil Transportation	-	-	-
Fixed Charges	8,909	769	8,641
<b>Total Expenditures</b>	<u>384,569</u>	<u>42,200</u>	<u>34,812</u>
Excess (deficiency) of revenues over (under) expenditures	(7,409)	34,094	(24,550)
Transfers In	-	-	-
Net Change in Fund Balances	<u>(7,409)</u>	<u>34,094</u>	<u>(24,550)</u>
Fund Balance - July 1	437,504	97,906	12,836
Fund Balance - June 30	<u>\$ 430,095</u>	<u>\$ 132,000</u>	<u>\$ (11,714)</u>



<u>Cisco Training</u>	<u>Administration</u>	<u>Camps &amp; Environmental Education</u>	<u>NSA Programs</u>	<u>Total Special Revenue Funds</u>
\$ -	\$ -	\$ -	\$ 29,768	\$ 29,768
-	-	-	-	1,127
-	-	-	-	376,160
-	-	949,642	-	959,904
283	11,044	-	-	87,494
<u>283</u>	<u>11,044</u>	<u>949,642</u>	<u>29,768</u>	<u>1,454,453</u>
-	10,216	-	21	12,744
-	-	302,042	20,150	460,953
1,633	-	149,201	1,506	425,316
923	-	49,838	-	79,779
-	-	76,166	5,747	81,913
-	-	23,997	2,510	44,826
<u>2,556</u>	<u>10,216</u>	<u>601,244</u>	<u>29,934</u>	<u>1,105,531</u>
(2,273)	828	348,398	(166)	348,922
-	-	101,174	-	101,174
<u>(2,273)</u>	<u>828</u>	<u>449,572</u>	<u>(166)</u>	<u>450,096</u>
6,677	135,278	30,504	166	720,871
<u>\$ 4,404</u>	<u>\$ 136,106</u>	<u>\$ 378,902</u>	<u>\$ -</u>	<u>\$ 1,170,967</u>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Combining Statement of Fiduciary Net Assets

Agency Funds

June 30, 2010

	<u>Class Reunion</u>	<u>School Activity</u>	<u>MSPP-ARR Title II-D Education Through Technology</u>	<u>Watershed Academy</u>	<u>Total Agency Funds</u>
<b>Assets:</b>					
Cash and Cash Equivalents	\$ 286,546	\$ 6,956,141	\$ -	\$ 7,383	\$ 7,250,070
Accounts Receivable	-	346,426	-	-	346,426
Due from State of Maryland	-	-	25,547	-	25,547
Due from County	-	-	-	19,137	19,137
Due from Agency Fund	9,747	-	-	-	9,747
Inventory	-	362,710	-	-	362,710
<b>Total Assets</b>	<u>\$ 296,293</u>	<u>\$ 7,665,277</u>	<u>\$ 25,547</u>	<u>\$ 26,520</u>	<u>\$ 8,013,637</u>
<b>Liabilities:</b>					
Accounts Payable	\$ 296,293	\$ 2,773,950	\$ 15,513	\$ 5,164	\$ 3,090,920
Due to General Fund	-	-	287	21,356	21,643
Due to Agency Fund	-	-	9,747	-	9,747
Due to Student Groups	-	4,891,327	-	-	4,891,327
<b>Total Liabilities</b>	<u>\$ 296,293</u>	<u>\$ 7,665,277</u>	<u>\$ 25,547</u>	<u>\$ 26,520</u>	<u>\$ 8,013,637</u>

\*\*\*\*\*

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Combining Statement of Changes in Assets and Liabilities - Agency Funds  
For the Fiscal Year Ended June 30, 2010

	Balance June 30, 2009	Additions	Deductions	Balance June 30, 2010
<b><u>Class Reunion</u></b>				
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 297,500	\$ 34,293	\$ 45,247	\$ 286,546
Due from Agency Fund	-	9,747	-	9,747
<b>Total Assets</b>	<b>\$ 297,500</b>	<b>\$ 44,040</b>	<b>\$ 45,247</b>	<b>\$ 296,293</b>
<b>Liabilities:</b>				
Accounts Payable	\$ 297,500	\$ 67,033	\$ 68,240	\$ 296,293
<b><u>School Activity Funds</u></b>				
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 7,232,638	\$ 13,960,320	\$ 14,236,817	\$ 6,956,141
Accounts Receivable	453,436	346,427	453,437	346,426
Inventory	287,036	362,710	287,036	362,710
<b>Total Assets</b>	<b>\$ 7,973,110</b>	<b>\$ 14,669,457</b>	<b>\$ 14,977,290</b>	<b>\$ 7,665,277</b>
<b>Liabilities:</b>				
Accounts Payable	\$ 2,850,437	\$ 1,489,680	\$ 1,566,167	\$ 2,773,950
Due to Student Groups	5,122,673	13,179,777	13,411,123	4,891,327
<b>Total Liabilities</b>	<b>\$ 7,973,110</b>	<b>\$ 14,669,457</b>	<b>\$ 14,977,290</b>	<b>\$ 7,665,277</b>
<b><u>MSPPA - Enhancing Education Through Technology</u></b>				
<b>Assets:</b>				
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -
Due from State of Maryland	-	25,547	-	25,547
<b>Total Assets</b>	<b>\$ -</b>	<b>\$ 25,547</b>	<b>\$ -</b>	<b>\$ 25,547</b>
<b>Liabilities:</b>				
Accounts Payable	\$ -	\$ 15,513	\$ -	\$ 15,513
Due to General Fund	-	287	-	287
Due to Agency Fund	-	9,747	-	9,747
<b>Total Liabilities</b>	<b>\$ -</b>	<b>\$ 25,547</b>	<b>\$ -</b>	<b>\$ 25,547</b>
<b><u>Watershed Academy</u></b>				
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 69,707	\$ 55,000	\$ 117,324	\$ 7,383
Due from County	-	19,137	-	19,137
<b>Total Assets</b>	<b>\$ 69,707</b>	<b>\$ 76,500</b>	<b>\$ 6,793</b>	<b>\$ 139,414</b>
<b>Liabilities:</b>				
Accounts Payable	\$ 69,707	\$ 5,164	\$ 69,707	\$ 5,164
Due to General Fund	-	51,999	30,643	21,356
<b>Total Liabilities</b>	<b>\$ 69,707</b>	<b>\$ 57,163</b>	<b>\$ 100,350</b>	<b>\$ 26,520</b>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY  
Combining Statement of Changes in Assets and Liabilities - Agency Funds  
For the Fiscal Year Ended June 30, 2010

	Balance June 30, 2009	Additions	Deductions	Balance June 30, 2010
<b><u>Totals - All Agency Funds</u></b>				
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 7,599,845	\$ 14,049,613	\$ 14,399,388	\$ 7,250,070
Accounts Receivable	453,436	346,427	453,437	346,426
Due from State of Maryland	-	25,547	-	25,547
Due from Agency Fund	-	9,747	-	9,747
Due from County	-	19,137	-	19,137
Inventory	287,036	362,710	287,036	362,710
<b>Total Assets</b>	<b>\$ 8,340,317</b>	<b>\$ 14,813,181</b>	<b>\$ 15,139,861</b>	<b>\$ 8,013,637</b>
<b>Liabilities:</b>				
Accounts Payable	\$ 3,217,644	\$ 1,577,390	\$ 1,704,114	\$ 3,090,920
Due to General Fund	-	52,286	30,643	21,643
Due to Agency Fund	-	9,747	-	9,747
Due to Student Groups	5,122,673	13,179,777	13,411,123	4,891,327
<b>Total Liabilities</b>	<b>\$ 8,340,317</b>	<b>\$ 14,819,200</b>	<b>\$ 15,145,880</b>	<b>\$ 8,013,637</b>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Combining Statement of Fiduciary Net Assets  
Private Purpose Trust Funds  
For the Fiscal Year Ended June 30, 2010

---

	Alice Farrell Memorial	Estates	Laramore Scholarship	Henry Rosso Memorial
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 23,020	\$ 103,743	\$ 4,387	\$ 6,255
<b>Net Assets:</b>				
Held for Private Purpose	\$ 23,020	\$ 103,743	\$ 4,387	\$ 6,255

Combining Statement of Changes in Fiduciary Net Assets.  
Private Purpose Trust Funds  
For the Fiscal Year Ended June 30, 2010

---

	Alice Farrell Memorial	Estates	Laramore Scholarship	Henry Rosso Memorial
<b>Additions:</b>				
Investment Interest Earned	\$ 64	\$ 402	\$ 11	\$ 15
Other Donations	-	2,106	-	-
Total Additions	64	2,508	11	15
<b>Deductions:</b>				
Scholarships and Claims	3,000	70,617	200	-
Change in Net Assets	(2,936)	(68,109)	(189)	15
Net Assets - July 1	25,956	171,852	4,576	6,240
Net Assets - June 30	\$ 23,020	\$ 103,743	\$ 4,387	\$ 6,255

<u>Pam Grant Memorial</u>	<u>Nochera Scholarship</u>	<u>Gearup Scholarship</u>	<u>Holt Scholarship</u>	<u>Free School</u>	<u>Total Private Purpose</u>
<u>\$ 7,995</u>	<u>\$ 2,465</u>	<u>\$ 2,490</u>	<u>\$ 3,360</u>	<u>\$ 100,420</u>	<u>\$ 254,135</u>
<u>\$ 7,995</u>	<u>\$ 2,465</u>	<u>\$ 2,490</u>	<u>\$ 3,360</u>	<u>\$ 100,420</u>	<u>\$ 254,135</u>

<u>Pam Grant Memorial</u>	<u>Nochera Scholarship</u>	<u>Gearup Scholarship</u>	<u>Holt Scholarship</u>	<u>Free School</u>	<u>Total Private Purpose</u>
\$ 21	\$ 6	\$ 7	\$ 8	\$ 51	\$ 585
-	-	-	-	-	2,106
<u>21</u>	<u>6</u>	<u>7</u>	<u>8</u>	<u>51</u>	<u>2,691</u>
-	-	-	-	-	73,817
21	6	7	8	51	(71,126)
7,974	2,459	2,483	3,352	100,369	325,261
<u>\$ 7,995</u>	<u>\$ 2,465</u>	<u>\$ 2,490</u>	<u>\$ 3,360</u>	<u>\$ 100,420</u>	<u>\$ 254,135</u>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Schedule of Revenues, Expenditures, Encumbrances and Changes in Fund Balance (Budget and Actual)  
General Fund and Charter Schools  
For the Fiscal Year Ended June 30, 2010

	Budgeted Amounts		General
	Original	Final	Fund Actual
<b>Revenues:</b>			
Anne Arundel County	\$ 592,879,500	\$ 592,879,500	\$ 591,203,897
State of Maryland	275,775,600	273,869,129	273,251,934
United States Government	33,175,400	62,080,905	56,623,113
Other Sources:			
Investment Interest Earned	1,500,000	225,000	271,344
Other	2,457,000	4,291,366	4,616,532
<b>Total Revenues</b>	<b>905,787,500</b>	<b>933,345,900</b>	<b>925,966,820</b>
<b>Expenditures and Encumbrances:</b>			
Current:			
Administration	25,367,900	24,017,200	22,662,735
Mid-Level Administration	62,939,300	63,045,800	62,119,590
Instructional Salaries and Wages	361,392,900	354,048,400	349,243,579
Textbooks and Instructional Supplies	12,607,350	15,568,200	14,505,708
Other Instructional Costs	14,636,450	17,308,500	15,721,778
Special Education	112,912,400	122,811,000	118,429,276
Pupil Services	5,418,900	5,618,200	5,513,343
Pupil Transportation	41,808,000	40,720,500	39,737,646
Operation of Plant	63,497,400	65,309,100	62,472,989
Maintenance of Plant	12,563,900	12,952,700	12,709,441
Fixed Charges	156,226,900	174,973,000	172,072,905
Community Services	238,300	129,700	91,202
Capital Outlay	3,324,800	3,990,600	3,961,672
Debt Service	38,853,000	38,853,000	37,430,397
<b>Total Expenditures and Encumbrances</b>	<b>911,787,500</b>	<b>939,345,900</b>	<b>916,672,261</b>
Excess of Revenues over (under) Expenditures and Encumbrances	(6,000,000)	(6,000,000)	9,294,559
Transfers to Charter Schools	-	-	(4,715,315)
Fund Balance - July 1	6,000,000	6,000,000	15,188,302
Liquidation of Prior Year Encumbrances	-	-	1,521,823
<b>Fund Balance - June 30</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 21,289,370</b>

The Notes to the Basic Financial Statements are an integral part of this statement.



Chesapeake Science Point Actual	Monarch Academy Actual	Combined	Variance with Final Budget
\$ 250,000	\$ -	\$ 591,453,897	\$ (1,425,603)
-	-	273,251,934	(617,195)
-	-	56,623,113	(5,457,792)
-	-	271,344	46,344
28,125	-	4,644,657	353,291
<u>278,125</u>	<u>-</u>	<u>926,244,945</u>	<u>(7,100,955)</u>
92,487	341,964	23,097,186	920,014
313,516	245,383	62,678,489	367,311
855,672	699,869	350,799,120	3,249,280
-	-	14,505,708	1,062,492
2,075	126,572	15,850,425	1,458,075
141,310	150,491	118,721,077	4,089,923
-	-	5,513,343	104,857
236,871	349,115	40,323,632	396,868
580,447	286,058	63,339,494	1,969,606
19,841	-	12,729,282	223,418
303,301	278,538	172,654,744	2,318,256
-	-	91,202	38,498
-	-	3,961,672	28,928
-	-	37,430,397	1,422,603
<u>2,545,520</u>	<u>2,477,990</u>	<u>921,695,771</u>	<u>17,650,129</u>
(2,267,395)	(2,477,990)	4,549,174	10,549,174
2,243,474	2,471,841	-	-
35,213	-	15,223,515	9,223,515
-	-	1,521,823	1,521,823
<u>\$ 11,292</u>	<u>\$ (6,149)</u>	<u>\$ 21,294,512</u>	<u>\$ 21,294,512</u>

\*\*\*\*\*

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

SELECTED STATISTICAL INFORMATION  
(UNAUDITED)

**Overview**

This section of the Comprehensive Annual Financial Report (CAFR) presents detailed data as a context for understanding what the information in the financial statements, note disclosures and required supplementary information say about the Board's overall financial health. The Statistical Section is supplementary information that is not subject to audit. Unless otherwise noted, the financial information in this section is derived from the School System's annual financial reports for the relevant years.

**Content**

Data contained in the Statistical Section of a CAFR typically covers five areas: financial trends, revenue capacity, debt capacity, demographic information, and operating information. However, since the Board does not have any material "own-source revenue," no revenue capacity schedules are presented in this Statistical Section.

*Financial Trends* - These schedules contain trend information to help the reader understand how the Board's financial performance and well-being has changed over time. Some of these schedules are presented for seven years only, extending back to when GASB 34 was implemented.

*Debt Capacity* - These schedules present information to help the reader assess the affordability of the Anne Arundel County Government's outstanding debt and ability to absorb additional debt in the future.

*Demographic Information* - These schedules offer demographic and economic indicators to help readers understand the environment of Anne Arundel County, in which the Board's financial activities take place.

*Operating Data* - These schedules offer operating data to help understand how the information in the Board's financial report relates to the services it provides and the activities it performs.

\*\*\*\*\*

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Net Assets by Component  
Fiscal Years 2003-2010 (1)

<u>Fiscal Year</u>	<u>Invested in Capital Assets Net of Related Debt</u>	<u>Restricted</u>	<u>Unrestricted</u>	<u>Total Net Assets</u>
2003	\$ 542,663,898	\$ 4,231,392	\$ (11,919,473)	\$ 534,975,817
2004	541,977,474	3,389,742	(9,395,775)	535,971,441
2005	570,092,766	4,138,866	(8,478,614)	565,753,018
2006	572,434,343	4,996,339	(6,843,353)	570,587,329
2007	608,168,963	4,928,253	(367,585)	612,729,631
2008	662,749,200	4,284,011	(41,443,434)	625,589,777
2009	709,448,484	3,113,499	(89,167,961)	623,394,022
2010	743,865,358	2,607,491	(122,380,908)	624,091,941

(1) GASB 34 implemented as of 2002. Comparative 10 year information not available.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Changes in Net Assets - Governmental Activities (2)  
Fiscal Years 2002-2010 (1)

	2002	2003	2004	2005
<b>Expenses:</b>				
Administration	\$ 21,641,362	\$ 21,066,030	\$ 24,037,401	\$ 25,471,475
Mid-Level Administration	56,001,556	56,678,193	58,847,404	64,659,830
Instructional Salaries and Wages	318,121,272	331,149,873	339,471,975	361,024,873
Textbooks and Instructional Supplies	12,264,277	12,878,498	16,796,897	18,306,081
Other Instructional Costs	9,135,922	12,999,046	14,794,459	13,132,103
Special Education	88,068,729	97,267,221	96,718,000	104,129,282
Pupil Services	5,511,438	5,217,031	3,828,451	3,482,683
Student Health Services	-	-	-	-
Pupil Transportation	31,102,233	32,122,462	33,209,532	34,445,958
Operation of Plant	45,808,122	47,346,344	48,653,549	50,164,523
Maintenance of Plant	46,585,876	51,733,096	60,308,285	56,305,739
Community Services	140,402	145,237	134,950	138,229
Food Services	15,590,518	16,078,061	15,633,400	16,983,972
Student Activities	1,027,759	983,339	897,409	878,425
Interest on Capital Leases	-	-	-	-
<b>Total Expenses</b>	<u>650,999,465</u>	<u>685,664,431</u>	<u>713,331,712</u>	<u>749,123,173</u>
<b>Program Revenues:</b>				
Charges for Services				
Sale of Food	9,336,226	9,110,891	10,534,164	11,082,419
Other Charges for Services	2,135,975	3,383,660	6,138,786	4,683,160
Operating Grants and Contributions	97,246,265	108,410,500	107,257,170	113,804,079
Capital Grants and Contributions	36,214,616	41,952,598	47,381,781	70,603,823
<b>Total Program Revenues</b>	<u>144,933,082</u>	<u>162,857,649</u>	<u>171,311,901</u>	<u>200,173,481</u>
Total Net Expenses	<u>506,066,383</u>	<u>522,806,782</u>	<u>542,019,811</u>	<u>548,949,692</u>
<b>General Revenues:</b>				
State Unrestricted	154,758,415	136,958,619	149,658,831	157,224,508
County Unrestricted	394,902,007	383,752,698	389,657,413	414,355,197
Federal Unrestricted	2,969,770	3,946,646	3,434,910	4,060,598
Investment Income	1,712,941	924,549	569,246	1,543,953
Miscellaneous	1,787,686	1,155,224	1,791,999	1,547,013
<b>Total General Revenue</b>	<u>556,130,819</u>	<u>526,737,736</u>	<u>545,112,399</u>	<u>578,731,269</u>
<b>Change in Net Assets</b>	<u>\$ 50,064,436</u>	<u>\$ 3,930,954</u>	<u>\$ 3,092,588</u>	<u>\$ 29,781,577</u>

(1) GASB 34 implemented as of 2002. Comparative 10 year information not available.

(2) Accrual Basis of Accounting

2006	2007	2008	2009	2010
\$ 29,951,415	\$ 30,089,328	\$ 34,832,476	\$ 35,133,413	\$ 34,058,636
69,767,676	75,207,595	83,933,689	90,539,789	91,824,534
392,471,293	431,220,579	492,478,903	519,506,113	527,864,499
13,693,641	14,584,616	14,605,726	12,525,162	14,595,287
14,176,343	13,980,651	8,531,737	8,408,103	10,045,597
110,874,982	123,385,977	140,199,426	150,887,563	162,221,616
3,647,471	4,617,487	6,048,840	7,510,877	7,627,164
-	7,966,284	11,063,795	12,120,383	12,702,130
36,497,269	38,501,556	41,033,660	41,997,345	44,003,536
55,422,098	65,974,370	71,972,014	74,891,321	75,307,845
75,658,355	78,443,012	90,920,570	107,916,198	92,851,533
727,698	767,626	809,502	608,818	552,525
17,985,131	20,089,707	21,538,782	22,647,591	21,914,253
3,356	571,399	543,486	623,657	1,038,603
-	343,759	394,931	441,404	542,369
<u>820,876,728</u>	<u>905,743,945</u>	<u>1,018,907,537</u>	<u>1,085,757,737</u>	<u>1,097,150,127</u>
11,549,403	11,941,586	11,710,729	11,584,067	10,507,253
6,292,398	4,742,091	782,417	1,254,677	1,873,837
114,615,706	121,525,629	138,078,340	141,448,338	170,200,428
79,120,257	91,553,846	105,313,349	120,384,184	102,298,970
<u>211,577,764</u>	<u>229,763,152</u>	<u>255,884,835</u>	<u>274,671,266</u>	<u>284,880,488</u>
<u>609,298,964</u>	<u>675,980,793</u>	<u>763,022,702</u>	<u>811,086,471</u>	<u>812,269,639</u>
168,762,219	194,526,595	217,993,386	230,811,143	229,975,099
448,170,623	505,023,163	528,647,128	567,289,144	570,668,133
2,851,279	1,782,030	2,789,831	2,849,289	2,258,809
2,988,917	4,419,869	3,804,981	1,389,337	287,311
11,640,475	11,503,778	10,716,046	6,551,803	9,778,206
<u>634,413,513</u>	<u>717,255,435</u>	<u>763,951,372</u>	<u>808,890,716</u>	<u>812,967,558</u>
<u>\$ 25,114,549</u>	<u>\$ 41,274,642</u>	<u>\$ 928,670</u>	<u>\$ (2,195,755)</u>	<u>\$ 697,919</u>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Fund Balances - Governmental Funds (2)  
Fiscal Years 2002-2010 (1)

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
<b>General Fund:</b>				
Reserved	\$ 13,885,216	\$ 9,222,079	\$ 11,272,861	\$ 8,144,594
Unreserved	(4,713,344)	8,223,072	6,925,128	5,013,634
<b>Total General Fund</b>	<u>\$ 9,171,872</u>	<u>\$ 17,445,151</u>	<u>18,197,989</u>	<u>\$ 13,158,228</u>
<b>All Other Governmental Funds:</b>				
Reserved	\$ 191,282	\$ 145,928	\$ 271,171	\$ 262,005
Unreserved, reported in:				
Food Services Fund	2,540,593	1,802,280	2,905,278	3,892,535
Capital Projects Fund	(4,181,970)	(5,908,972)	663,792	662,635
Special Revenue Funds	597,863	657,541	647,474	652,448
<b>Total All Other Governmental Funds</b>	<u>\$ (852,232)</u>	<u>\$ (3,303,223)</u>	<u>\$ 4,487,715</u>	<u>\$ 5,469,623</u>

(1) GASB 34 implemented as of 2002. Comparative 10 year information not available.

(2) Modified Accrual Basis of Accounting



<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>
\$ 6,456,518	\$ 9,141,173	\$ 6,617,142	\$ 8,349,655	\$ 11,711,161
6,810,126	7,553,166	11,028,279	15,516,636	20,567,213
<u>\$ 13,266,644</u>	<u>\$ 16,694,339</u>	<u>\$ 17,645,421</u>	<u>\$ 23,866,291</u>	<u>\$ 32,278,374</u>
\$ 534,685	\$ 241,694	\$ 269,554	\$ 401,562	251,485
4,483,127	4,694,931	4,087,190	2,723,687	2,367,130
231,693	1,260,206	614,310	442,370	691,067
647,578	535,556	669,630	709,121	1,159,843
<u>\$ 5,897,083</u>	<u>\$ 6,732,387</u>	<u>\$ 5,640,684</u>	<u>\$ 4,276,740</u>	<u>\$ 4,469,525</u>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Change in Fund Balances - Governmental Funds (2)

Fiscal Years 2002-2011 (1)

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
<b>Revenues:</b>				
Anne Arundel County	\$ 421,914,495	\$ 413,118,529	\$ 426,599,634	\$ 472,934,229
State of Maryland	222,166,383	232,089,288	233,557,101	244,155,189
United States Government	30,430,871	33,081,353	37,051,317	42,869,890
Sale of Food	9,336,226	9,100,891	10,534,164	11,082,419
Investment Interest Earned	1,585,897	845,998	569,246	1,543,953
Gate Receipts	209,198	206,695	208,301	215,284
Student Payments	307,534	340,383	334,848	318,607
Other	2,644,041	1,905,662	2,545,954	2,293,549
<b>Total Revenues</b>	<u>688,594,645</u>	<u>690,688,799</u>	<u>711,400,565</u>	<u>775,412,520</u>
<b>Expenditures:</b>				
Current:				
Administration	17,550,753	17,122,414	19,747,891	20,629,170
Mid-Level Administration	43,179,845	42,179,006	43,231,052	47,742,047
Instructional Salaries and Wages	240,099,730	243,462,670	244,901,104	259,935,446
Textbooks and Instructional Supplies	12,264,277	12,878,498	16,796,897	18,306,081
Other Instructional Costs	6,286,861	8,676,228	13,625,689	18,301,444
Special Education	72,424,203	77,232,289	75,893,461	81,363,520
Pupil Services	4,184,137	4,106,794	2,971,302	2,686,120
Student Health Services				
Pupil Transportation	29,435,962	30,607,462	31,455,799	32,655,939
Operation of Plant	37,913,137	40,577,675	41,236,209	42,325,401
Maintenance of Plant	30,308,417	33,571,433	33,778,793	21,839,404
Fixed Charges	123,408,068	134,790,419	145,828,632	158,147,292
Community Services	140,402	145,237	134,950	138,229
Food Services	15,445,907	15,902,779	15,620,489	16,889,848
Capital Outlay	66,910,883	23,278,715	25,629,447	60,756,229
Debt Service				
Principal	450,409	375,774	182,637	1,653,471
Interest	40,722	32,973	18,868	12,163
<b>Total Expenditures</b>	<u>700,043,713</u>	<u>684,940,366</u>	<u>711,053,220</u>	<u>783,381,804</u>
Other Financing Sources				
Capital Leases	1,536,315	-	-	5,857,519
Net Change in Fund Balance	<u>\$ (9,912,753)</u>	<u>\$ 5,748,433</u>	<u>\$ 347,345</u>	<u>\$ (2,111,765)</u>
Debt Service as a Percentage of Noncapital Expenditures	<u>0.08%</u>	<u>0.06%</u>	<u>0.03%</u>	<u>0.23%</u>

(1) GASB 34 implemented as of 2002. Comparative 10 year information not available.

(2) Modified Accrual basis of Accounting

<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>
\$ 516,728,235	\$ 579,882,754	\$ 620,787,897	\$ 654,630,123	\$ 631,997,050
253,430,422	291,688,721	328,369,816	362,861,352	377,657,984
43,251,583	42,676,687	43,489,411	45,102,263	65,532,137
11,549,403	11,941,586	11,716,935	11,584,067	10,507,253
2,988,917	4,419,869	3,804,981	1,389,702	287,357
188,422	220,556	330,706	357,353	376,160
348,987	202,612	364,720	348,984	959,904
7,838,141	7,006,027	5,596,357	5,142,040	5,871,434
<u>836,324,110</u>	<u>938,038,812</u>	<u>1,014,460,823</u>	<u>1,081,415,884</u>	<u>1,093,189,279</u>
24,085,622	23,764,994	27,428,029	24,626,474	22,905,533
50,823,320	55,206,041	59,207,659	63,269,363	62,035,433
279,627,499	308,609,910	339,180,033	356,420,504	351,396,908
13,693,641	14,741,248	14,647,404	12,710,393	14,976,251
16,168,130	15,997,198	13,618,475	12,016,152	14,464,419
86,390,041	96,186,819	104,629,130	111,547,525	118,133,374
2,746,709	3,508,208	4,462,473	5,572,534	5,514,152
	7,966,284	11,063,795	8,364,954	8,609,124
34,606,397	36,661,609	38,936,318	39,929,110	41,863,330
46,793,623	57,097,734	61,264,313	63,867,463	63,942,566
42,652,287	39,349,391	44,779,626	61,354,005	43,318,211
171,845,350	187,467,236	197,382,334	216,308,917	239,518,786
727,698	796,775	841,447	628,713	495,749
17,919,649	20,006,393	20,954,594	22,019,946	21,319,667
47,845,615	67,471,526	76,443,668	73,859,955	74,320,693
2,598,761	3,907,422	5,230,169	5,767,644	5,886,613
219,293	343,759	394,931	441,404	542,369
<u>838,743,635</u>	<u>939,082,547</u>	<u>1,020,464,398</u>	<u>1,078,705,056</u>	<u>1,089,243,178</u>
4,508,515	5,306,734	5,862,954	2,146,098	4,658,767
<u>\$ 2,088,990</u>	<u>\$ 4,262,999</u>	<u>\$ (140,621)</u>	<u>\$ 4,856,926</u>	<u>\$ 8,604,868</u>
<u>0.36%</u>	<u>0.49%</u>	<u>0.60%</u>	<u>0.62%</u>	<u>0.62%</u>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

General Fund  
Revenues  
(Non-GAAP Budgetary Basis)  
Fiscal Years 2000-2010

	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
Anne Arundel County	\$ 362,517,970	\$ 386,765,837	\$ 405,166,515	\$ 416,481,114
State of Maryland	164,032,789	174,947,347	187,839,272	191,212,318
United States Government	21,355,098	24,957,498	27,935,903	31,003,293
Other	6,851,625	7,069,171	3,102,639	3,042,621
Total Revenues	<u>\$ 554,757,482</u>	<u>\$ 593,739,853</u>	<u>\$ 624,044,329</u>	<u>\$ 641,739,346</u>

General Fund  
Expenditures and Encumbrances  
(Non-GAAP Budgetary Basis)  
Fiscal Years 2001-2010

	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
Administration	\$ 16,017,121	\$ 16,171,381	\$ 17,861,025	\$ 18,340,870
Mid-Level Administration	40,951,719	43,077,028	42,317,221	44,157,359
Instructional Salaries and Wages	223,380,022	239,818,173	243,191,804	244,623,452
Textbooks and Instructional Supplies	11,622,452	11,927,731	13,384,178	18,490,390
Other Instructional Costs	8,754,957	9,904,897	11,269,968	12,361,493
Special Education	66,151,434	72,592,873	76,510,612	76,496,392
Pupil Service	3,720,244	4,125,082	4,081,927	2,986,280
Pupil Transportation	28,448,838	29,890,748	30,929,793	31,114,214
Operation of Plant	37,451,277	38,301,856	40,643,281	41,367,079
Maintenance of Plant	12,674,096	12,760,641	13,441,699	12,128,488
Fixed Charges	87,999,131	95,072,409	105,643,286	114,364,511
Community Services	112,567	140,297	146,186	137,584
Capital Outlay	1,086,876	1,590,299	1,237,053	1,353,282
Debt Service	19,832,970	19,184,337	21,326,515	25,881,114
<b>Total Expenditures and Encumbrances</b>	<u>\$ 558,203,704</u>	<u>\$ 594,557,752</u>	<u>\$ 621,984,548</u>	<u>\$ 643,802,508</u>

<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>
\$ 440,466,165	\$ 477,449,405	\$ 516,916,922	\$ 546,699,984	\$ 584,285,503	\$ 591,453,897
198,033,425	209,543,463	238,305,308	268,763,414	277,686,352	273,251,934
36,068,166	36,162,628	35,330,370	35,307,651	36,093,492	56,623,113
3,987,377	7,586,295	7,150,016	5,784,275	4,304,746	4,916,001
<u>\$ 678,555,133</u>	<u>\$ 730,741,791</u>	<u>\$ 797,702,616</u>	<u>\$ 856,555,324</u>	<u>\$ 902,370,093</u>	<u>\$ 926,244,945</u>

<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>
\$ 19,386,691	\$ 20,789,879	\$ 24,499,293	\$ 23,007,651	\$ 23,193,299	\$ 23,097,186
46,755,652	50,864,644	55,054,790	58,157,132	63,142,025	62,678,489
258,709,440	278,766,206	308,227,605	338,262,110	355,555,982	350,799,120
17,880,800	13,696,685	15,289,736	14,407,605	13,033,443	14,505,708
12,230,515	13,371,245	14,439,228	14,503,167	16,089,146	15,850,425
81,665,216	86,076,709	93,303,203	104,760,279	112,156,683	118,721,077
2,630,077	2,720,016	3,486,308	4,453,995	5,573,568	5,513,343
32,745,871	34,772,156	35,280,000	37,544,644	38,803,065	40,323,632
41,970,361	47,138,031	55,585,281	59,603,974	61,854,175	63,339,494
11,520,538	11,418,161	12,985,478	12,330,637	12,442,833	12,729,282
125,662,038	139,254,706	147,508,510	151,910,227	161,495,303	172,654,744
147,203	170,765	195,619	253,186	101,579	91,202
1,612,856	2,512,482	3,104,063	2,813,503	2,493,300	3,961,672
26,205,665	28,235,405	28,662,572	32,352,584	32,944,703	37,430,397
<u>\$ 679,122,923</u>	<u>\$ 729,787,090</u>	<u>\$ 797,621,686</u>	<u>\$ 854,360,694</u>	<u>\$ 898,879,104</u>	<u>\$ 921,695,771</u>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Food Services Fund  
Revenues  
Fiscal Years 2001-2010

	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
State of Maryland	\$ 182,099	\$ 252,693	\$ 297,501	\$ 315,478
United States Government	5,483,163	5,622,908	5,686,695	5,965,123
Other	9,360,608	9,448,696	9,155,122	10,579,639
Total Revenues	<u>\$ 15,025,870</u>	<u>\$ 15,324,297</u>	<u>\$ 15,139,318</u>	<u>\$ 16,860,240</u>

Food Services Fund  
Expenditures  
Fiscal Years 2001-2010

	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
Salaries and Wages	\$ 5,264,626	\$ 5,656,742	\$ 5,770,472	\$ 5,401,249
Contracted Services	763,581	876,924	889,260	1,006,080
Supplies and Materials	6,361,594	6,330,117	6,126,631	6,097,869
Other Charges	2,333,833	2,582,124	2,996,471	2,921,195
Equipment	157,502	231,698	119,945	194,096
Total Expenditures	<u>\$ 14,881,136</u>	<u>\$ 15,677,605</u>	<u>\$ 15,902,779</u>	<u>\$ 15,620,489</u>

<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>
\$ 306,724	\$ 331,934	\$ 387,296	\$ 429,768	\$ 447,249	\$ 450,422
6,365,812	6,658,427	7,268,239	7,892,694	8,716,472	9,337,125
11,184,036	11,786,761	12,282,772	11,987,890	11,685,713	11,026,112
<u>\$ 17,856,572</u>	<u>\$ 18,777,122</u>	<u>\$ 19,938,307</u>	<u>\$ 20,310,352</u>	<u>\$ 20,849,434</u>	<u>\$ 20,813,659</u>

<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>
\$ 5,773,319	\$ 6,243,625	\$ 6,616,737	\$ 6,938,876	\$ 7,405,597	\$ 6,996,309
777,652	846,604	1,212,917	1,267,425	1,212,288	1,495,385
6,616,532	6,678,707	7,023,115	7,822,727	8,286,141	7,562,110
3,281,044	3,694,624	4,498,988	4,812,026	5,105,530	5,197,410
441,301	456,089	654,636	113,540	10,390	68,453
<u>\$ 16,889,848</u>	<u>\$ 17,919,649</u>	<u>\$ 20,006,393</u>	<u>\$ 20,954,594</u>	<u>\$ 22,019,946</u>	<u>\$ 21,319,667</u>

Capital Project Fund  
Revenues  
Fiscal Years 2001-2010

	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
Anne Arundel County	\$ 64,159,599	\$ 54,332,995	\$ 34,170,709	\$ 35,999,634
State of Maryland	11,442,829	21,869,289	14,685,007	10,439,560
Other	279,336	582,844	159,152	612,233
	<u>\$ 75,881,764</u>	<u>\$ 76,785,128</u>	<u>\$ 49,014,868</u>	<u>\$ 47,051,427</u>

Capital Project Fund  
Expenditures  
Fiscal Years 2001-2010

	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
Site Improvement	\$ -	\$ -	\$ -	\$ -
Building	37,943,801	35,774,252	11,996,772	13,796,083
Remodeling	45,864,262	37,418,035	28,567,438	26,185,679
Equipment	4,968,445	4,372,128	3,274,542	7,400,019
	<u>\$ 88,776,508</u>	<u>\$ 77,564,415</u>	<u>\$ 43,838,752</u>	<u>\$ 47,381,781</u>



<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>
\$ 58,166,157	\$ 66,941,164	\$ 73,984,347	\$ 91,246,139	\$ 87,028,367	\$ 61,526,168
12,024,791	10,562,645	16,694,255	13,172,580	33,043,205	40,970,053
411,718	1,185,506	896,626	248,734	140,672	51,446
<u>\$ 70,602,666</u>	<u>\$ 78,689,315</u>	<u>\$91,575,228</u>	<u>\$ 104,667,453</u>	<u>\$120,212,244</u>	<u>\$ 102,547,667</u>

<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>
\$ 2,993,097	\$ 811,850	\$ 4,301,682	\$ 1,987,436	\$ 1,088,213	\$ 2,654,106
33,373,013	27,186,504	38,002,903	69,725,518	76,212,189	52,228,781
27,715,147	35,502,568	33,234,674	19,448,480	28,350,065	37,175,459
6,522,566	15,619,335	16,014,587	14,151,915	14,733,717	10,240,624
<u>\$ 70,603,823</u>	<u>\$ 79,120,257</u>	<u>\$91,553,846</u>	<u>\$ 105,313,349</u>	<u>\$ 120,384,184</u>	<u>\$ 102,298,970</u>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

General Fund  
Approved Operating Budgets  
Fiscal Years 2002-2012

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
Administration	\$ 16,238,700	\$ 18,060,300	\$ 18,420,600	\$ 19,497,600
Mid-Level Administration	43,084,000	42,583,100	44,202,300	47,234,000
Instructional Salaries and Wages	240,606,600	247,013,400	246,418,900	260,473,600
Textbooks and Instructional Supplies	12,313,500	13,822,800	18,795,000	18,017,500
Other Instructional Costs	10,337,400	11,710,100	12,769,000	13,675,100
Special Education	72,634,500	77,524,100	78,652,800	84,360,000
Pupil Service	4,151,500	4,281,700	3,065,100	2,735,400
Pupil Transportation	29,898,700	31,356,000	31,233,000	32,942,300
Operation of Plant	38,751,400	40,765,300	41,735,000	43,345,900
Maintenance of Plant	12,808,000	13,622,800	12,132,000	11,525,700
Fixed Charges	95,923,200	105,769,800	114,424,100	125,668,200
Community Services	155,000	176,200	164,000	179,300
Capital Outlay	1,663,600	1,252,900	1,358,000	1,683,100
Debt Service	19,800,000	21,660,000	26,220,000	26,405,000
	<u>\$ 598,366,100</u>	<u>\$ 629,598,500</u>	<u>\$649,589,800</u>	<u>\$ 687,742,700</u>

(1) Beginning with the FY2011 budget, debt service is no longer shown as an appropriation in the Board of Education's budget.

<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011 (1)</b>
\$ 20,989,800	\$ 23,813,000	\$ 23,598,557	\$ 23,973,820	\$ 24,017,200	\$ 24,889,000
50,865,000	54,966,800	58,892,608	63,942,480	63,045,800	63,838,300
281,190,000	314,006,900	339,744,023	360,745,910	354,048,400	367,173,100
14,367,500	16,336,500	15,043,595	13,220,230	15,568,200	12,477,100
14,417,400	16,064,100	16,313,052	16,637,870	17,308,500	14,546,800
88,215,100	95,743,550	106,142,346	115,205,960	122,811,000	120,945,600
2,733,800	3,560,350	4,543,876	5,692,070	5,618,200	555,400
34,867,700	35,999,900	38,233,825	39,871,300	40,720,500	41,224,500
47,486,800	54,404,200	60,428,401	63,460,100	65,309,100	65,229,200
11,452,600	13,039,400	12,357,664	12,505,800	12,952,700	12,714,200
139,451,600	147,523,635	153,775,966	161,791,860	174,973,000	173,731,200
261,300	276,500	311,840	131,100	129,700	97,400
2,522,200	3,113,900	2,827,347	3,272,000	3,990,600	3,311,900
28,267,300	28,923,500	32,627,500	33,436,300	38,853,000	-
<b>\$ 737,088,100</b>	<b>\$ 807,772,235</b>	<b>\$864,840,600</b>	<b>\$ 913,886,800</b>	<b>\$ 939,345,900</b>	<b>\$ 900,733,700</b>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Anne Arundel County, Maryland  
Ratios of Outstanding Debt by Type  
Last Ten Fiscal Years  
*(in thousands of dollars, except per capita)*

Fiscal Year Ended June 30,	Governmental Activities					
	General Obligation Bonds	Bond Anticipation Notes	Tax Increment Bonds	State and Federal Loans	Capital Leases	Installment Purchase Agreements
2001	\$376,209	\$ 34,500	\$ 42,000	\$ 3,857	\$ 1,010	\$ 1,669
2002	433,115	56,000	42,000	3,547	341	3,837
2003	493,017	29,000	50,300	3,058	210	6,690
2004	499,547	32,500	56,215	2,724	162	8,398
2005	534,773	34,500	55,520	2,383	112	8,679
2006	553,117	38,000	54,795	3,177	57	9,031
2007	597,181	39,000	53,960	3,803	-	9,939
2008	599,704	49,800	53,085	3,782	82	11,398
2009	660,269	36,100	52,170	3,722	64	12,218
2010	742,132	60,720	51,020	4,356	44	12,198

(1) See the Demographic and Economic Statistics schedule for personal income and population data. These ratios are being calculated using personal income for the prior calendar year.

Total Governmental Activities	Business-Type Activities		Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
	Water, Wastewater and Solid Waste Bonds	Bond Anticipation Notes			
\$ 459,245	\$ 276,137	\$ 11,500	\$ 746,882	3.91%	\$ 1,503
538,840	277,780	24,000	840,620	4.26%	1,673
582,275	277,039	13,000	872,314	4.28%	1,726
599,546	269,205	20,000	888,751	3.98%	1,747
635,967	285,688	7,000	928,655	3.91%	1,820
658,177	285,960	21,000	965,137	3.85%	1,893
703,883	317,271	19,000	1,040,154	3.93%	2,032
717,851	329,448	17,000	1,064,299	3.78%	2,065
764,543	338,727	35,300	1,138,570	3.83%	2,184
870,470	365,382	38,500	1,274,352	4.11%	2,435

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Schedule of Capital and Operating Leases  
For the Fiscal Year Ending June 30, 2010

**Minimum Annual Capital Lease Payments**

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>Total Future Payments</u>
Computer Refresh Program	\$6,380,582	\$5,419,426	\$3,964,875	\$1,876,675	\$210,674	\$11,471,650
Laptop Computers	48,400	5,720	-	-	-	5,720
Total Lease Payments	6,428,982	5,425,146	3,964,875	1,876,675	210,674	11,477,370
Less: Interest	(542,369)	(514,515)	(267,653)	(89,886)	(8,873)	(880,927)
Capital Lease Amount	<u>\$5,886,613</u>	<u>\$4,910,631</u>	<u>\$3,697,222</u>	<u>\$1,786,789</u>	<u>\$201,801</u>	<u>\$10,596,443</u>

**Minimum Annual Operating Lease Payments**

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>Total Future Payments</u>
Media Services Building	\$106,628	\$53,248	\$-	\$-	\$-	\$53,248
Food Services - Riva Road	22,740	68,250	-	-	-	68,250
Printing & Postage Equipment	118,369	118,369	116,524	119,557	38,063	392,513
Copier Program	3,147,682	2,916,225	1,145,517	375,764	-	4,437,506
Total	<u>\$3,395,419</u>	<u>\$3,156,092</u>	<u>\$1,262,041</u>	<u>\$495,321</u>	<u>\$38,063</u>	<u>\$4,951,517</u>

**Capital Lease Obligation Outstanding**  
**Last Ten Fiscal Years**

Fiscal year ended June 30:

2001	482,497
2002	1,111,230
2003	620,368
2004	265,456
2005	4,469,504
2006	6,379,258
2007	7,778,569
2008	8,341,206
2009	10,682,190
2010	10,596,443

\*\*\*\*\*

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Anne Arundel County, Maryland  
Taxable Assessed Value and Estimated Actual Value of Property  
Last Ten Fiscal Years  
*(in thousands of dollars)*

Fiscal Year Ended June 30,	Real Property (1)				
	Residential Property	Commercial Property	Agricultural Property	Use Value Property	Total Real Property
2001	\$10,182,016	\$ 2,417,021	\$ 105,964	\$ 5,839	\$ 12,710,840
2002	26,685,494	6,604,609	264,319	7,293	33,561,715
2003	28,208,386	7,225,669	273,617	7,923	35,715,595
2004	31,063,571	7,752,955	295,573	4,163	39,116,262
2005	35,055,021	8,418,040	321,853	7,808	43,802,722
2006	40,599,140	9,279,649	348,915	25,746	50,253,450
2007	47,987,113	10,434,965	418,476	29,211	58,869,765
2008	57,402,598	11,510,687	503,200	29,126	69,445,611
2009	65,722,744	13,280,564	586,061	32,016	79,621,385
2010	69,478,501	14,351,158	555,503	32,005	84,417,167

(1) In the fiscal year which began July 1, 2001, the Maryland Truth in Taxation Act requires that real property be assessed at 100% of market value. Upon becoming effective on October 1, 2000, this legislation provided that real property tax rates generally shall be reduced to 40% of the current rates effective July 1, 2000. The legislation is intended to be revenue neutral.



Railroad/Utility Property	Personal Property		Total Taxable Assessed Value	Weighted Average Tax Rate (1)	Estimated Actual Value	Assessed Value as a Percentage of Actual Value
	Other Business Property	Total Personal Property				
\$ 1,458,739	\$ 950,392	\$ 2,409,131	\$15,119,971	\$ 2.33	\$ 34,186,231	44.23%
1,286,234	1,133,798	2,420,032	35,981,747	1.02	35,981,747	100.00%
1,234,663	1,211,291	2,445,954	38,161,549	1.01	38,161,549	100.00%
1,260,098	1,119,634	2,379,732	41,495,994	1.00	41,495,994	100.00%
1,318,689	1,088,197	2,406,886	46,209,608	0.98	46,209,608	100.00%
1,323,793	1,155,926	2,479,719	52,733,169	0.97	52,733,169	100.00%
1,380,834	1,208,714	2,589,548	61,459,313	0.94	61,459,313	100.00%
863,370	1,654,809	2,518,179	71,963,790	0.91	71,963,790	100.00%
856,853	1,896,751	2,753,604	82,374,989	0.90	82,374,989	100.00%
847,143	1,889,767	2,736,910	87,154,077	0.89	87,154,077	100.00%

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Anne Arundel County, Maryland  
Principal Property Tax Payers  
Current Year and Nine Years Ago

2010		
Taxpayer	Taxable Assessed Value	Percentage of Total County Taxable Assessed Value
Constellation Power Source Generation, Inc.	\$ 775,071,400	0.89%
Baltimore Gas and Electric Company	577,145,542	0.66%
Annapolis Mall LTD Partnership (Annapolis Mall)	381,286,265	0.44%
Arundel Mills Limited Partnership (Arundel Mills Mall)	326,079,082	0.37%
Verizon	247,506,200	0.28%
Wal-mart Stores, Inc.	109,903,034	0.13%
TKL East (Marley Station Mall)	108,393,418	0.12%
Anne Arundel Medical Center	107,823,666	0.12%
Northrop Grumman Corp.	104,630,920	0.12%
Annapolis Towne Center	99,471,999	0.11%
	<u>\$ 2,837,311,526</u>	<u>3.26%</u>

2001 (1)		
Taxpayer	Taxable Assessed Value	Percentage of Total County Taxable Assessed Value
Baltimore Gas and Electric Company	\$ 1,177,017,630	7.78%
Verizon	231,664,570	1.53%
Annapolis Mall LTD Partnership (Annapolis Mall)	72,519,770	0.48%
Arundel Mills Limited Partnership (Arundel Mills Mall)	70,551,030	0.47%
Northrop Grumman Corp.	44,482,560	0.29%
TKL East (Marley Station Mall)	41,251,800	0.27%
Wal-mart Stores, Inc.	20,559,980	0.14%
ARINC Incorporated	19,929,380	0.13%
Parole Town Center Associates LTD Partnership	18,046,970	0.12%
Riva Retail, Inc. (Festival at Riva)	14,768,400	0.10%
	<u>\$ 1,710,792,090</u>	<u>11.31%</u>

(1) In the fiscal year which began July 1, 2001, the Maryland Truth in Taxation Act requires that real property be assessed at 100% of market value. Upon becoming effective on October 1, 2000, this legislation provided that real property tax rates generally shall be reduced to 40% of the current rates effective July 1, 2000. The legislation is intended to be revenue neutral.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Anne Arundel County, Maryland  
Demographic Statistics

<u>Fiscal Year</u>	<u>Estimated April 1 Population (1)</u>	<u>Personal Income (2)</u>	<u>Per Capita Income (3)</u>	<u>Unemployment Rate (4)</u>	<u>Cost Per Pupil (5)</u>
2001	497,045	\$ 19,099,112	\$ 38,425	3.10%	\$ -
2002	502,574	19,733,166	39,264	3.70%	8,669
2003	505,443	20,400,115	40,361	3.90%	9,167
2004	508,722	22,351,127	43,936	3.80%	9,572
2005	510,194	23,767,497	46,585	3.50%	10,122
2006	509,947	25,094,586	49,210	3.30%	11,148
2007	511,875	26,489,989	51,751	3.10%	12,389
2008	515,328	28,141,058	54,608	4.40%	13,881
2009	521,209	29,734,887	57,050	6.40%	14,741
2010	523,347	31,020,062	59,272	7.0%	14,671

**Sources:**

- (1) Mid-year estimates obtained from the Population Division, U.S. Census Bureau, release date March 2009. These data supersede population estimates published in previous years. Year 2009 mid-year estimated by Anne Arundel County Planning & Zoning.
- (2) U.S. Bureau of Economic Analysis, release date April 2010. These data supersede population estimates published in previous years. Year 2009 and 2010 estimated by Anne Arundel County Planning & Zoning.
- (3) Per capita personal income is total personal income divided by total U.S. Census Bureau mid-year population.
- (4) Maryland Department of Labor, Licensing and Regulation monthly reports. Year 2009 average revised; Year 2010 average for 6 months.
- (5) Total expenses per Government-Wide Statement of Activities divided by Student Enrollment.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Summary of Actual and Projected Pupil Enrollment  
For Fiscal Years 2006 - 2015

	<u>Actual Enrollment at September 30</u>				
	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Kindergarten	4,822	4,812	5,258	5,406	5,667
Grades 1 - 5	26,732	26,527	26,622	27,167	27,728
Total K - 5	<u>31,554</u>	<u>31,339</u>	<u>31,880</u>	<u>32,573</u>	<u>33,395</u>
Ungraded ECI	186	180	179	225	212
Ungraded in PreKindergarten	960	940	1,266	1,291	1,304
Ungraded in Special Ctr. Elem	293	274	261	264	282
Total Special (K - 5)	<u>1,439</u>	<u>1,394</u>	<u>1,706</u>	<u>1,780</u>	<u>1,798</u>
Total Elementary	<u>32,993</u>	<u>32,733</u>	<u>33,586</u>	<u>34,353</u>	<u>35,193</u>
Grades 6 - 8	16,933	16,681	16,561	16,472	16,502
Grades 9 - 12	23,205	23,173	22,732	22,297	22,604
Total Grades 6 - 2	<u>40,138</u>	<u>39,854</u>	<u>39,293</u>	<u>38,769</u>	<u>39,106</u>
J. Albert Adams Academy	32	42	53	39	29
Evening High	166	199	213	212	201
Special Centers Secondary	304	283	260	285	253
Total Secondary Ungraded	<u>502</u>	<u>524</u>	<u>526</u>	<u>536</u>	<u>483</u>
Total Secondary	<u>40,640</u>	<u>40,378</u>	<u>39,819</u>	<u>39,305</u>	<u>39,589</u>
Total Enrollment	<u>73,633</u>	<u>73,111</u>	<u>73,405</u>	<u>73,658</u>	<u>74,782</u>

(1) Does not include students placed in non-public Special Education Facilities.

Source: Anne Arundel County Public Schools data.

**Projected Enrollment at September 30**

<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>
5,497	5,315	5,577	5,577	5,577
28,338	28,399	28,832	29,240	29,356
<u>33,835</u>	<u>33,714</u>	<u>34,409</u>	<u>34,817</u>	<u>34,933</u>
214	214	214	214	214
1,309	1,309	1,309	1,309	1,309
282	282	282	282	282
<u>1,805</u>	<u>1,805</u>	<u>1,805</u>	<u>1,805</u>	<u>1,805</u>
<u>35,640</u>	<u>35,519</u>	<u>36,214</u>	<u>36,622</u>	<u>36,738</u>
16,473	16,677	16,661	16,853	17,109
22,932	22,579	21,880	21,647	21,597
<u>39,405</u>	<u>39,256</u>	<u>38,541</u>	<u>38,500</u>	<u>38,706</u>
39	39	39	39	39
201	201	201	201	201
243	243	243	243	243
<u>483</u>	<u>483</u>	<u>483</u>	<u>483</u>	<u>483</u>
<u>39,888</u>	<u>39,739</u>	<u>39,024</u>	<u>38,983</u>	<u>39,189</u>
<u>75,528</u>	<u>75,258</u>	<u>75,238</u>	<u>75,605</u>	<u>75,927</u>

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Statistical Analysis

	<b>School Year</b>							
	<b>2002 - 2003</b>	<b>2003- 2004</b>	<b>2004- 2005</b>	<b>2005- 2006</b>	<b>2006- 2007</b>	<b>2007- 2008</b>	<b>2008- 2009</b>	<b>2009- 2010</b>
<b><u>Pupil Transportation:</u></b>								
Average # of pupils transported daily	55,171	55,562	54,122	55,349	55,109	55,847	55,868	56,635
Average - # buses in daily operation:								
County owned								
(for transportation of handicapped)	60	60	58	57	59	59	57	54
Privately owned	439	435	434	450	446	445	456	451
<b><u>Number of Schools:</u></b>								
Elementary	77	77	77	77	78	78	78	78
Middle	19	19	19	19	20	20	20	20
Senior High	12	12	12	12	12	12	12	12
Special Education Schools and Centers	10	10	10	12	11	11	11	11
Vocational Education Centers	2	2	2	2	2	2	2	2
Total	120	120	120	122	123	123	123	123
<b><u>Budgeted Positions:</u></b>								
Instructional Services:								
Central Office Administrators	41.8	40.0	41.0	44.0	41.0	44.5	42.0	42.5
Principals and Assistant Principals	254.0	259.5	260.0	260.0	264.0	270.0	272.5	270.5
Administrative Interns								
Teaching Staff	4,903.0	4,981.6	5,069.7	5,281.0	5,602.2	5,617.0	5,610.3	5,381.0
Instructional Assistants	565.4	560.2	635.9	718.6	781.3	786.3	796.5	669.8
Guidance Counselors	193.0	192.5	196.0	200.5	205.6	206.1	205.6	203.1
Permanent Substitutes	45.0	45.0	50.0	48.0	48.0	53.0	54.0	53.0
Support Services								
Central Office Administrators	11.0	11.0	13.0	13.0	15.0	16.0	16.0	15.0
Pupil Transportation	156.0	156.0	159.0	159.0	158.0	157.0	138.0	138.0
Pupil Personnel Workers, Asst. in Pupil Services, Psychologists, & Social Workers	86.7	88.3	80.7	86.2	110.3	106.3	114.5	104.2
Operation and Maintenance of Plant	913.0	920.5	921.6	910.6	922.1	925.1	924.5	921.5
Other Professional Staff	137.5	146.9	163.5	183.8	272.8	287.0	298.2	299.9
Other Non-Professional Staff	676.6	691.7	695.6	730.5	797.1	793.1	772.4	721.8
Total	7,983.0	8,093.2	8,286.0	8,635.2	9,217.4	9,261.4	9,244.5	8,820.2
<b><u>High School Graduates:</u></b>								
Day School	4,574	4,683	4,721	4,633	4,971	5,128	4,808	5,038
Evening School	64	91	119	122	106	116	100	79
Total	4,638	4,774	4,840	4,755	5,077	5,244	4,908	5,117

Source: Anne Arundel County Public Schools data.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

School Breakfast and School Lunch Programs

	School Year				
	2006	2007	2008	2009	2010
<b>School Breakfast Program:</b>					
<b>Charge per breakfast to students:</b>					
Regular	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.25	\$ 1.25
Reduced	0.30	0.30	0.30	0.30	0.30
Charge per breakfast to adults	1.65	1.65	1.65	1.75	1.75
Number of days breakfast served	180	180	179	180	176
Number of free breakfasts served	635,056	660,957	719,496	785,714	856,289
Average number of free breakfasts served to pupils daily	3,528	3,672	4,020	4,365	4,865
<b>Number of paid breakfasts served:</b>					
At reduced price	128,541	145,254	160,033	170,951	147,271
At regular price	442,591	521,882	591,405	547,073	424,603
<b>Average number of paid breakfasts served to pupils daily:</b>					
At reduced price	714	807	894	950	837
At regular price	2,459	2,899	3,304	3,039	2,413
Total number of breakfasts served to pupils	1,206,188	1,328,093	1,470,934	1,503,738	1,428,163
Average number of breakfasts served to pupils daily	6,701	7,378	8,218	8,354	8,115
Number of breakfast schools	118	118	118	119	120

<b>School Lunch Program:</b>					
<b>Charge per lunch to students:</b>					
Regular - Elementary	\$ 1.75	\$ 1.75	\$ 1.75	\$ 2.00	\$ 2.25
Regular - Secondary	2.00	2.00	2.00	2.25	2.50
Reduced	0.40	0.40	0.40	0.40	0.40
Charge per lunch to adults	3.05	3.05	3.05	3.25	3.50
Number of days lunches served	180	180	179	180	176
Number of free lunches served	1,339,427	1,338,864	1,416,110	1,561,613	1,795,902
Average number of free lunches served to pupils daily	7,441	7,438	7,911	8,676	10,204
<b>Number of paid lunches served:</b>					
At reduced price	429,784	430,686	456,449	484,072	451,873
At regular price	3,430,356	3,474,523	3,317,297	2,757,544	2,126,372
<b>Average number of paid lunches served to pupils daily:</b>					
At reduced price	2,388	2,393	2,550	2,689	2,567
At regular price	19,058	19,303	18,532	15,320	12,082
Total number of lunches served to pupils	5,199,567	5,244,073	5,189,856	4,803,229	4,374,147
Average number of lunches served to pupils daily	28,886	29,134	28,994	26,685	24,853

Source: Anne Arundel County Public Schools data.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Schedule of Insurance Coverage FY 2011

<u>Coverage</u>	<u>Insurance Company</u>	<u>Policy Period</u>	<u>Details of Coverage</u>	<u>Limits of Liability</u>	<u>Estimated Annual Premium</u>
Property	Selective Insurance	July 2010 - June 2011	Blanket coverage on all buildings and contents - all risk & Builders Risk	\$ 1,649,740,176	\$ 613,110
Builders Risk	Selective Insurance	July 2009 - August 2011 July 2010 - August 2011	Pershing Hill ES Germantown ES	\$ 13,500,000 \$ 12,599,300	
Boiler and Machinery	Hartford	July 2010 - June 2011	Blanket coverage on boilers, fired and unfired vessels, mechanical and electrical machinery (Repair and Replacement)	\$ 25,000,000	\$ 34,296
Honesty Blanket Bond	Travelers Casualty & Surety Company	July 2009 - June 2012	All employees, each	\$ 2,000,000	\$ 7,711
Public Official Bond	Travelers Casualty & Surety Company	July 2006 - June 2011	Superintendent's Public Official Bond	\$ 350,000	\$ 1,225
Public Official Bond	Travelers Casualty & Surety Company	July 2006 - June 2011	Superintendent's Public Official Bond	\$ 50,000	\$ 175
Safekeeping of Property	Ohio Casualty	August 18, 2010 - August 18, 2011	ROTC Program, Meade Senior HS	\$ 60,000	\$ 240
Safekeeping of Property	Ohio Casualty	September 2010 - August 2011	ROTC Program, Annapolis Senior HS	\$ 30,000	\$ 120
School Bus Liability	Selective Insurance	July 2010 - June 2011	All buses under contract Bodily Injury and Property Damage	\$ 5,000,000	\$ 603,445
Experience Based Students	Hartford Accident & Indemnity Company	October 3, 2010 - October 3, 2010	Students traveling from school to work location	\$ 5,000	\$ 2,331
Business Travel	Unum Life Insurance Company of America	June 11, 2010 - June 11, 2011	Board Members and all employee on authorized travel	\$ 100,000	\$ 2,340

Source: Anne Arundel County



BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Cost Per Pupil - General Fund  
School Years 2006 Through 2010

	<u>2006-07</u>	<u>2007-08</u>	<u>2008-09</u>	<u>2009-10</u>
<b>Expenditures &amp; Encumbrances:</b>				
Administration	\$ 24,499,293	\$ 23,007,651	\$ 23,193,299	\$ 23,097,186
Mid-Level Administration	55,054,790	58,157,132	63,142,025	62,678,489
Instructional Salaries & Wages	308,227,605	338,262,110	355,555,982	350,799,120
Textbooks & Instructional Supplies	15,289,736	14,407,605	13,033,443	14,505,708
Other Instructional Costs	14,439,228	14,503,167	16,089,146	15,850,425
Special Education	93,303,203	104,760,279	112,156,683	118,721,077
Pupil Services	3,486,308	4,453,995	5,573,568	5,513,343
Pupil Transportation	35,280,000	37,544,644	38,803,065	40,323,632
Operation of Plant	55,585,281	59,603,974	61,854,175	63,339,494
Maintenance of Plant	12,985,478	12,330,637	12,442,833	12,729,282
Fixed Charges	147,508,510	151,910,227	161,495,303	172,654,744
Community Services	195,619	253,186	101,579	91,202
Capital Outlay	3,104,063	2,813,503	2,493,300	3,961,672
Debt Service	28,662,572	32,352,584	32,944,703	37,430,397
Total Expenditures & Encumbrances	<u>797,621,686</u>	<u>854,360,694</u>	<u>898,879,104</u>	<u>921,695,771</u>
<b>Less:</b>				
Summer School	(878,312)	(957,098)	(975,399)	(978,017)
Adult Education	(1,208,404)	(1,539,340)	(1,905,789)	(1,266,471)
Home & Hospital Salaries	(2,343,404)	(2,397,279)	(1,732,024)	(1,599,529)
Additional Equipment	(4,146,321)	(3,284,084)	(5,296,901)	(6,584,233)
Community Services	(195,619)	(253,186)	(101,579)	(91,202)
Debt Service	(28,662,572)	(32,352,584)	(32,944,703)	(37,430,397)
<b>Net Total - Expenditures &amp; Encumbrances</b>	<u>\$ 760,187,054</u>	<u>\$ 813,577,123</u>	<u>\$ 855,922,709</u>	<u>\$ 873,745,922</u>
<b>Per Pupil - Expenditures &amp; Encumbrances (1)</b>	<u>\$ 10,768</u>	<u>\$ 11,495</u>	<u>\$ 11,968</u>	<u>\$ 12,288</u>
Pupils - Average Daily Membership	<u>70,598</u>	<u>70,777</u>	<u>71,515</u>	<u>71,106</u>

(1) The above calculations for cost per pupil follow the guidelines recommended by the Maryland State Department of Education. Not included are the expenditures made directly by the State of Maryland and allocated to the local school system, such as pension contributions to the Teachers' Retirement Systems of Maryland.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Anne Arundel County, Maryland  
Principal Employers  
Current Year and Nine Years Ago

2010

<u>Employer</u>	<u>Employees</u>	<u>Percentage of Total County Employment</u>
Ft. George G. Meade	36,209	9.81%
Anne Arundel Co. Public Schools	14,000	3.79%
BWI Thurgood Marshall Airport	9,717	2.63%
State of Maryland	9,082	2.46%
Northrop Grumman Corp.	8,000	2.17%
Anne Arundel County Government	4,163	1.13%
Southwest Airlines	3,200	0.87%
Anne Arundel Health System	2,800	0.76%
Baltimore Washington Medical Center	2,650	0.72%
U.S. Naval Academy	2,340	0.63%
	<u>92,161</u>	<u>24.97%</u>

2001

<u>Employer</u>	<u>Employees</u>	<u>Percentage of Total County Employment</u>
National Security Agency	25,000	9.63%
Ft. George G. Meade	11,042	4.25%
State of Maryland	8,788	3.39%
Anne Arundel County Public Schools	8,200	3.16%
Northrop Grumman Corp.	6,681	2.57%
Anne Arundel County Government	3,800	1.46%
US Airways	2,353	0.91%
U.S. Naval Academy	2,200	0.85%
Anne Arundel Health Systems, Inc.	2,000	0.77%
North Anne Arundel Health Systems, Inc.	1,700	0.65%
	<u>71,764</u>	<u>27.65%</u>

Sources: Anne Arundel Economic Development Corporation and the Maryland State Data Center.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

Teacher's Salary and Education  
July 2009 to June 2010

<u>Education</u>	<u>Salary Range</u>	<u>Number of Teachers</u>	<u>Average Salary</u>
Bachelor's Degree with Standard Professional Certification	\$ 43,452 - 59,535	1,341	\$ 47,334
Master's Degree with Standard Professional Certification	46,093 - 80,414	1,528	67,795
Master's Degree with Advance Professional Certification	47,007 - 82,016	2,069	65,172
Master's Degree plus 30 credits with Professional Certification	48,895 - 85,316	536	74,216
Master's Degree plus 60 credits with Professional Certification	50,858 - 88,750	141	80,384
Doctorate Degree with Professional Certification	51,869 - 90,520	57	77,643
Provisional Bachelor's Degree	40,166 - 41,776	65	37,797
Provisional Master's Degree	44,315 - 46,093	25	41,676

Source: Anne Arundel County Public Schools data.

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

School Building Information  
Last Ten Fiscal Years

Fiscal Year Ended June 30,

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
<b>Elementary Schools:</b>										
<i>Annapolis (1896)</i>										
Square Feet	37,475	37,475	37,475	37,475	37,475	37,475	37,475	37,475	37,475	37,475
Capacity	319	319	319	319	319	271	271	271	271	271
Enrollment	264	211	207	220	227	209	187	194	189	170
<i>Arnold (1967)</i>										
Square Feet	56,255	56,255	56,255	56,255	56,255	56,255	56,255	56,255	56,255	56,255
Capacity	441	441	441	441	441	389	433	433	433	456
Enrollment	463	461	453	408	404	407	430	450	460	462
<i>Belle Grove (1952)</i>										
Square Feet	31,850	31,850	31,850	31,850	31,850	31,850	31,850	31,850	31,850	31,850
Capacity	222	222	222	222	222	206	206	206	206	206
Enrollment	178	179	170	175	163	161	166	198	189	189
<i>Belvedere (1954)</i>										
Square Feet	68,476	68,476	68,476	68,476	68,476	68,476	68,476	68,476	68,476	68,476
Capacity	606	606	606	606	606	511	531	531	531	531
Enrollment	503	492	513	493	519	491	497	516	497	505
<i>Benfield (1962)</i>										
Square Feet	42,234	42,234	42,234	42,234	42,234	42,234	42,234	42,234	42,234	42,234
Capacity	354	354	379	379	379	353	353	353	353	353
Enrollment	379	397	421	435	420	453	473	473	454	470
<i>Bodkin (1970)</i>										
Square Feet	72,267	72,267	72,267	72,267	72,267	72,267	72,267	72,267	72,267	72,267
Capacity	604	604	604	604	604	593	593	593	593	593
Enrollment	580	604	613	584	606	594	598	575	563	589
<i>Broadneck (1975)</i>										
Square Feet	74,540	74,540	74,540	74,540	74,540	74,540	74,540	74,540	74,540	74,540
Capacity	651	651	651	651	651	596	557	557	557	557
Enrollment	592	591	573	650	637	636	614	647	657	636
<i>Brock Bridge (1970)</i>										
Square Feet	72,267	72,267	73,113	73,113	73,113	73,113	73,113	73,113	73,113	73,113
Capacity	564	564	564	564	564	537	537	537	537	537
Enrollment	445	485	502	535	538	571	637	582	630	626
<i>Brooklyn Park (1972)</i>										
Square Feet	74,540	74,540	74,540	74,540	74,540	74,540	74,540	74,540	74,540	74,540
Capacity	664	664	664	664	664	411	411	411	411	411
Enrollment	361	362	367	359	357	355	339	375	369	403
<i>Cape St. Claire (1968)</i>										
Square Feet	72,500	72,500	72,500	72,500	72,500	72,500	72,500	72,500	72,500	72,500
Capacity	601	744	744	744	744	650	658	658	658	658
Enrollment	681	674	673	658	659	645	658	672	684	736
<i>Central (1972)</i>										
Square Feet	72,267	73,113	73,113	73,113	73,113	73,113	73,113	73,113	73,113	73,113
Capacity	544	544	544	544	544	547	635	635	635	635
Enrollment	548	562	588	569	583	588	617	669	680	730
<i>Crofton (1969)</i>										
Square Feet	59,721	59,721	66,321	66,321	66,321	66,321	66,321	66,321	66,321	66,321
Capacity	614	614	614	614	614	503	503	535	512	512
Enrollment	728	753	737	744	731	730	724	733	536	529
<i>Crofton Meadows (1989)</i>										
Square Feet	68,338	68,338	68,338	68,338	68,338	68,338	68,338	68,338	68,338	68,338
Capacity	514	514	514	514	514	481	481	481	481	481
Enrollment	571	563	521	494	472	460	443	426	386	367
<i>Crofton Woods (1971)</i>										
Square Feet	72,267	73,113	73,113	73,113	73,113	73,113	73,113	73,113	73,113	73,113
Capacity	636	636	636	636	636	527	527	527	527	527
Enrollment	640	607	566	583	564	544	546	561	558	558
<i>Davidsonville (2002)</i>										
Square Feet	42,816	69,111	69,111	69,111	69,111	69,111	69,111	69,111	69,111	69,111
Capacity	394	394	614	614	614	595	595	595	595	595
Enrollment	596	595	601	631	626	613	640	622	620	632
<i>Deale (1995)</i>										
Square Feet	53,444	53,444	53,444	53,444	53,444	53,444	53,444	53,444	53,444	53,444
Capacity	337	337	337	337	337	330	330	330	330	330
Enrollment	353	314	336	318	310	278	290	294	292	297

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

School Building Information  
Last Ten Fiscal Years

Fiscal Year Ended June 30,

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
<b>Eastport (1963)</b>										
Square Feet	34,658	34,658	34,658	34,658	34,658	34,658	34,658	34,658	34,658	34,658
Capacity	294	294	294	294	294	270	270	270	270	270
Enrollment	216	222	191	210	205	204	193	204	218	224
<b>Edgewater (1953)</b>										
Square Feet	52,326	52,326	52,326	52,326	52,326	52,326	52,326	52,326	52,326	52,326
Capacity	476	476	476	476	476	435	411	411	411	411
Enrollment	451	419	403	413	390	391	419	428	443	453
<b>Ferndale Early Childhood (2007)</b>										
Square Feet	30,530	30,530	30,530	18,287	18,287	18,287	24,076	24,076	24,076	24,076
Capacity	247	197	197	64	64	86	174	174	174	174
Enrollment	147	155	137	62	85	66	75	104	137	122
<b>Folger McKinsey (1958)</b>										
Square Feet	52,849	52,849	52,849	52,849	52,849	52,849	52,849	52,849	52,849	52,849
Capacity	554	554	554	554	554	458	458	458	458	458
Enrollment	596	570	566	568	587	587	609	596	603	598
<b>Fort Smallwood (1977)</b>										
Square Feet	64,907	64,907	64,907	64,907	64,907	64,907	64,907	64,907	64,907	64,907
Capacity	611	611	611	611	611	489	489	489	489	489
Enrollment	331	332	347	354	404	408	420	423	427	413
<b>Four Seasons (1974)</b>										
Square Feet	74,540	75,254	75,254	75,254	75,254	75,254	75,254	75,254	75,254	75,254
Capacity	651	651	651	651	651	638	638	638	638	638
Enrollment	703	651	660	673	662	734	681	696	524	553
<b>Frank Hebron-Harman (2007)</b>										
Square Feet	52,695	52,695	52,695	52,695	52,695	52,695	79,875	79,875	79,875	79,875
Capacity	499	499	499	499	548	493	686	686	686	686
Enrollment	485	492	434	412	418	438	459	555	615	662
<b>Freetown (2009)</b>										
Square Feet	49,457	49,457	49,457	49,457	49,457	49,457	49,457	49,457	49,457	82,460
Capacity	464	464	464	464	464	457	457	457	457	572
Enrollment	418	422	391	363	365	383	386	409	422	438
<b>George Cromwell (1964)</b>										
Square Feet	42,110	42,110	42,110	42,110	42,110	42,110	42,110	42,110	42,110	42,110
Capacity	424	424	424	395	395	322	322	322	322	322
Enrollment	255	253	233	304	277	284	263	257	260	246
<b>Georgetown East (1972)</b>										
Square Feet	68,216	68,216	68,216	68,216	68,216	68,216	68,216	68,216	68,216	68,216
Capacity	529	529	529	529	529	460	460	460	460	460
Enrollment	413	377	353	386	348	318	315	341	326	334
<b>Germantown (1967)</b>										
Square Feet	54,748	54,748	54,748	54,748	54,748	54,748	54,748	54,748	54,748	54,748
Capacity	523	523	523	523	523	388	388	388	388	388
Enrollment	409	420	410	409	418	435	398	405	462	472
<b>Glen Burnie Park (1962)</b>										
Square Feet	43,641	43,641	43,641	43,641	43,641	43,641	44,275	44,275	44,275	44,275
Capacity	389	389	389	389	389	389	389	389	389	389
Enrollment	454	440	432	426	385	368	325	317	351	336
<b>Glendale (2001)</b>										
Square Feet	75,065	75,065	75,065	75,065	75,065	75,065	75,065	75,065	75,065	75,065
Capacity	519	519	519	519	519	492	492	569	569	569
Enrollment	458	493	491	477	494	476	479	484	478	438
<b>High Point (1975)</b>										
Square Feet	74,540	74,540	75,764	75,764	75,764	75,764	75,764	75,764	75,764	75,764
Capacity	591	591	591	591	591	541	541	541	541	541
Enrollment	636	624	602	557	576	566	600	604	637	635
<b>Hillsmere (1967)</b>										
Square Feet	49,130	49,130	49,130	49,130	49,130	49,130	49,130	49,130	49,130	49,130
Capacity	449	449	449	449	449	476	476	476	476	476
Enrollment	335	363	369	369	379	366	385	417	407	414
<b>Hilltop (1970)</b>										
Square Feet	74,290	74,290	74,290	74,290	74,290	74,290	74,290	74,290	74,290	74,290
Capacity	639	639	639	639	639	564	564	564	564	564
Enrollment	615	617	589	577	567	576	553	509	536	527

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

School Building Information  
Last Ten Fiscal Years

Fiscal Year Ended June 30,

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
<b>Jacobsville (1998)</b>										
Square Feet	66,756	66,756	66,756	66,756	66,756	66,756	66,756	66,756	66,756	66,756
Capacity	611	611	611	611	611	604	604	604	604	604
Enrollment	658	642	614	586	552	528	517	528	524	533
<b>Jessup (1955)</b>										
Square Feet	83,868	83,868	83,868	83,868	83,868	83,868	83,868	83,868	83,868	83,868
Capacity	649	649	649	649	649	477	477	477	477	477
Enrollment	679	658	637	617	586	522	497	432	432	452
<b>Jones (1957)</b>										
Square Feet	45,393	45,393	45,393	45,393	45,393	45,393	45,393	45,393	45,393	45,393
Capacity	307	307	307	307	307	308	308	352	352	352
Enrollment	276	277	294	317	297	313	299	296	324	332
<b>Lake Shore (1953)</b>										
Square Feet	36,134	36,134	36,134	36,134	36,134	36,134	36,134	36,134	36,134	63,422
Capacity	342	342	342	342	342	272	272	272	272	342
Enrollment	331	346	334	313	299	319	309	306	309	313
<b>Linthicum (1971)</b>										
Square Feet	70,644	70,644	71,682	71,682	71,682	71,682	71,682	71,682	71,682	71,682
Capacity	614	614	614	614	614	455	455	455	455	455
Enrollment	473	440	438	428	419	389	385	382	391	408
<b>Lothian (1956)</b>										
Square Feet	66,281	66,281	66,281	66,281	66,281	66,281	66,281	66,281	66,281	66,281
Capacity	609	609	609	609	609	499	499	499	499	499
Enrollment	483	468	428	464	489	490	507	525	511	474
<b>Manor View (1971)</b>										
Square Feet	72,267	72,267	72,267	72,267	72,267	72,267	72,267	72,267	72,267	72,267
Capacity	546	636	636	636	636	549	549	549	549	549
Enrollment	589	611	561	557	598	543	488	543	637	614
<b>Marley (2005)</b>										
Square Feet	40,801	40,801	40,801	40,801	67,111	67,111	67,111	67,111	67,111	67,111
Capacity	364	364	364	364	364	555	555	555	555	555
Enrollment	543	509	473	487	518	502	519	486	476	503
<b>Maryland City (1965)</b>										
Square Feet	49,130	49,130	49,130	49,130	49,130	49,130	49,130	49,130	49,130	49,130
Capacity	476	476	476	476	476	392	392	392	392	392
Enrollment	362	359	345	319	344	296	309	367	415	396
<b>Mayo (2005)</b>										
Square Feet	30,450	30,450	30,450	30,450	60,648	60,648	60,648	60,648	60,648	60,648
Capacity	267	267	267	267	267	352	352	352	352	352
Enrollment	300	297	253	240	261	316	317	315	330	324
<b>Meade Heights (1997)</b>										
Square Feet	74,000	74,000	74,000	74,000	74,000	74,000	74,000	74,000	74,000	74,000
Capacity	559	559	559	559	559	514	514	514	514	514
Enrollment	626	673	631	608	620	700	702	305	307	305
<b>Millersville (1965)</b>										
Square Feet	45,994	45,994	45,994	45,994	45,994	45,994	45,994	45,994	45,994	45,994
Capacity	444	444	444	444	444	409	409	409	409	409
Enrollment	381	353	344	377	376	370	389	392	359	381
<b>Mills-Parole (1952)</b>										
Square Feet	54,280	54,280	54,280	54,280	54,280	54,280	54,280	54,280	54,280	54,280
Capacity	431	431	431	431	431	401	401	401	401	401
Enrollment	396	408	409	434	434	402	409	466	456	502
<b>Nantucket (2008)</b>										
Square Feet	-	-	-	-	-	-	-	-	79,875	79,875
Capacity	-	-	-	-	-	-	-	-	712	712
Enrollment	-	-	-	-	-	-	-	-	696	721
<b>North Glen (1959)</b>										
Square Feet	39,905	39,905	39,905	39,905	39,905	39,905	43,565	43,565	43,565	43,565
Capacity	287	287	287	287	287	271	271	271	271	271
Enrollment	259	270	262	241	241	231	213	262	254	237
<b>Oak Hill (1971)</b>										
Square Feet	72,267	72,267	73,113	73,113	73,113	73,113	73,113	73,113	73,113	73,113
Capacity	619	619	619	619	619	550	550	550	550	550
Enrollment	456	470	474	475	465	443	442	459	519	525

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

School Building Information  
Last Ten Fiscal Years

Fiscal Year Ended June 30,

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
<b>Oakwood (1957)</b>										
Square Feet	42,132	42,132	42,132	42,132	42,132	42,132	42,132	42,132	42,132	42,132
Capacity	337	337	337	337	337	283	283	283	283	283
Enrollment	276	259	281	281	266	227	215	235	275	292
<b>Odenton (1961)</b>										
Square Feet	71,302	71,302	71,302	71,302	71,302	71,302	71,302	71,302	71,302	71,302
Capacity	482	482	482	419	419	429	429	429	429	429
Enrollment	446	421	464	460	441	417	386	362	351	326
<b>Overlook (1955)</b>										
Square Feet	41,154	41,154	41,154	41,154	41,154	41,154	41,154	41,154	41,154	41,154
Capacity	369	369	369	369	369	294	294	294	294	294
Enrollment	274	259	257	272	249	245	229	222	215	212
<b>Park (1996)</b>										
Square Feet	68,779	68,779	68,779	68,779	68,779	68,779	68,779	68,779	68,779	68,779
Capacity	459	459	459	459	459	493	493	493	493	493
Enrollment	435	417	399	410	412	417	394	394	370	382
<b>Pasadena (2008)</b>										
Square Feet	46,259	46,259	46,259	46,259	46,259	46,259	46,259	68,023	68,023	68,023
Capacity	414	414	414	414	414	308	308	383	383	383
Enrollment	414	419	417	373	336	326	322	322	348	353
<b>Pershing Hill (1960)</b>										
Square Feet	39,200	39,200	39,200	39,200	39,200	39,200	39,200	39,200	39,200	39,200
Capacity	394	394	394	394	394	297	297	297	297	297
Enrollment	393	357	342	335	289	282	196	201	167	168
<b>Piney Orchard (2000)</b>										
Square Feet	66,790	66,790	66,790	66,790	66,790	66,790	66,790	66,790	66,790	66,790
Capacity	611	611	611	611	611	559	559	559	559	559
Enrollment	431	512	542	588	593	648	661	699	533	550
<b>Point Pleasant (1958) (1967)</b>										
Square Feet	102,121	102,121	102,121	102,121	102,121	102,121	102,121	102,121	102,121	102,121
Capacity	746	634	634	634	634	566	584	584	584	584
Enrollment	559	552	528	505	539	534	528	522	533	507
<b>Quarterfield (1969)</b>										
Square Feet	49,130	49,130	49,130	49,130	49,130	49,130	49,130	49,130	49,130	49,130
Capacity	504	504	504	504	504	468	468	468	468	468
Enrollment	423	389	414	408	417	412	404	422	444	436
<b>Richard Henry Lee (1972)</b>										
Square Feet	61,000	61,000	61,000	61,000	61,000	61,000	61,000	61,000	61,000	61,000
Capacity	524	524	524	524	524	522	522	547	547	547
Enrollment	499	499	464	472	458	471	479	494	491	482
<b>Ridgeway (1999)</b>										
Square Feet	69,152	69,152	69,152	69,152	69,152	69,152	69,152	69,152	69,152	69,152
Capacity	554	554	554	554	554	524	541	541	541	541
Enrollment	637	621	609	595	587	555	553	540	585	561
<b>Rippling Woods (1974)</b>										
Square Feet	76,500	76,500	76,500	76,500	76,500	76,500	76,500	76,500	76,500	76,500
Capacity	624	624	624	624	624	609	609	609	609	609
Enrollment	660	658	688	631	687	679	675	680	685	665
<b>Riviera Beach (1955)</b>										
Square Feet	50,916	50,916	50,916	50,916	50,916	50,916	50,916	50,916	50,916	50,916
Capacity	379	379	379	379	379	321	321	321	321	321
Enrollment	338	330	339	306	285	273	262	246	244	265
<b>Rolling Knolls (1963)</b>										
Square Feet	38,951	38,951	38,951	38,951	38,951	38,951	38,951	38,951	38,951	38,951
Capacity	364	364	364	364	364	316	316	362	362	362
Enrollment	315	309	331	318	321	361	351	365	416	451
<b>Seven Oaks (2005)</b>										
Square Feet	-	-	-	-	-	-	-	81,209	81,209	81,209
Capacity	-	-	-	-	-	-	-	633	633	633
Enrollment	-	-	-	-	-	-	-	581	578	597
<b>Severn (1963)</b>										
Square Feet	55,975	55,975	55,975	55,975	55,975	55,975	55,975	55,975	55,975	55,975
Capacity	429	429	429	429	429	434	434	434	499	499
Enrollment	439	439	439	391	389	403	424	443	456	439

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

School Building Information  
Last Ten Fiscal Years

	Fiscal Year Ended June 30,									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
<b>Severna Park (1964)</b>										
Square Feet	48,662	48,662	48,662	48,662	48,662	48,662	48,662	48,662	48,662	48,662
Capacity	292	292	292	292	292	344	344	344	344	344
Enrollment	317	346	337	324	292	291	300	311	324	330
<b>Shady Side (1971)</b>										
Square Feet	72,267	72,267	73,113	73,113	73,113	73,113	73,113	73,113	73,113	73,113
Capacity	561	561	561	561	561	458	502	502	502	502
Enrollment	478	473	459	467	458	461	429	410	457	458
<b>Shipley's Choice (1988)</b>										
Square Feet	68,119	68,119	68,119	68,119	68,119	68,119	68,119	68,119	68,119	68,119
Capacity	459	459	459	459	459	432	432	432	432	432
Enrollment	437	419	431	428	433	457	452	461	448	434
<b>Solley (1995)</b>										
Square Feet	74,082	74,082	74,082	74,082	74,082	74,082	74,082	74,082	74,082	74,082
Capacity	559	559	559	559	559	587	587	587	587	587
Enrollment	624	593	579	541	558	548	581	580	575	645
<b>South Shore (1997)</b>										
Square Feet	49,508	49,508	49,508	49,508	49,508	49,508	49,508	49,508	49,508	49,508
Capacity	312	312	312	312	312	216	216	216	216	216
Enrollment	285	264	223	236	255	241	236	250	237	255
<b>Southgate (1969)</b>										
Square Feet	45,994	45,994	45,994	45,994	45,994	45,994	45,994	45,994	45,994	45,994
Capacity	514	514	514	514	514	479	479	479	479	479
Enrollment	617	621	586	551	511	522	477	476	472	478
<b>Sunset (1971)</b>										
Square Feet	72,267	72,267	73,113	73,113	73,113	73,113	73,113	73,113	73,113	73,113
Capacity	591	591	591	591	591	468	468	468	468	468
Enrollment	547	510	514	497	460	464	469	481	469	508
<b>Tracey's (2008)</b>										
Square Feet	37,549	37,549	37,549	37,549	37,549	37,549	37,549	56,640	56,640	56,640
Capacity	322	322	322	322	322	261	409	397	397	397
Enrollment	328	314	307	313	329	294	257	261	267	372
<b>Tyler Heights (1962)</b>										
Square Feet	47,544	47,544	47,544	47,544	47,544	47,544	47,544	47,544	47,544	47,544
Capacity	418	418	418	418	418	382	382	382	382	382
Enrollment	262	270	255	260	285	307	294	344	345	390
<b>Van Bokkelen (1973)</b>										
Square Feet	69,616	69,616	70,525	70,525	70,525	70,525	70,525	70,525	70,525	70,525
Capacity	574	574	574	574	574	644	644	644	644	644
Enrollment	472	475	430	433	424	374	375	385	361	375
<b>Waugh Chapel (1967)</b>										
Square Feet	49,130	49,130	49,130	49,130	49,130	49,130	49,130	49,130	49,130	49,130
Capacity	499	499	499	499	499	442	442	442	442	442
Enrollment	400	375	361	352	401	387	407	410	447	452
<b>West Annapolis (1956)</b>										
Square Feet	31,669	31,669	31,669	31,669	31,669	31,669	31,669	31,669	31,669	31,669
Capacity	254	254	254	254	254	262	262	262	262	262
Enrollment	261	275	262	268	225	229	210	244	243	274
<b>West Meade (1964)</b>										
Square Feet	38,093	38,093	38,093	38,093	38,093	38,093	38,093	38,093	38,093	38,093
Capacity	334	334	334	334	334	177	177	177	177	177
Enrollment	351	302	254	246	211	302	316	372	361	396
<b>Windsor Farm (1989)</b>										
Square Feet	68,310	68,310	68,310	68,310	68,310	68,310	68,310	68,310	68,310	68,310
Capacity	544	544	544	544	544	527	527	527	527	527
Enrollment	598	582	583	552	539	519	510	533	538	550
<b>Woodside (1965)</b>										
Square Feet	51,946	51,946	51,946	51,946	51,946	51,946	51,946	51,946	51,946	51,946
Capacity	372	372	372	372	372	336	336	336	336	336
Enrollment	293	317	329	296	307	289	288	279	304	312
<b>Middle Schools:</b>										
<b>Annapolis (1964)</b>										
Square Feet	216,000	216,000	216,000	216,000	216,000	216,000	216,000	216,000	216,000	216,000
Capacity	1,736	1,634	1,634	1,634	1,634	1,495	1,495	1,495	1,495	1,495
Enrollment	520	533	538	531	519	495	433	501	509	561



BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

School Building Information  
Last Ten Fiscal Years

	Fiscal Year Ended June 30,									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
<b>Arundel (1961)</b>										
Square Feet	140,032	140,032	140,032	140,032	140,032	140,032	140,032	140,032	140,032	140,032
Capacity	1,097	1,039	1,039	1,039	1,039	1,071	1,071	1,071	1,071	1,071
Enrollment	943	970	994	1,034	1,032	1,062	1,028	1,048	919	899
<b>Bates (1980)</b>										
Square Feet	145,520	145,520	145,520	145,520	145,520	145,520	145,520	145,520	145,520	145,520
Capacity	1,063	1,005	1,005	1,005	1,005	833	833	815	815	815
Enrollment	614	647	653	627	584	596	542	530	531	565
<b>Brooklyn Park (1954)</b>										
Square Feet	248,809	248,809	248,809	248,809	248,809	248,809	248,809	248,809	248,809	248,809
Capacity	882	835	835	835	835	880	880	880	880	880
Enrollment	595	617	645	609	590	574	563	554	474	436
<b>Central (1977)</b>										
Square Feet	158,125	158,125	158,125	158,125	158,125	158,125	158,125	158,125	158,125	158,125
Capacity	1,245	1,178	1,178	1,178	1,178	1,187	1,187	1,178	1,178	1,178
Enrollment	1,050	1,087	1,068	1,020	940	923	1,001	1,045	1,100	1,067
<b>Chesapeake Bay (1976)</b>										
Square Feet	343,446	343,446	343,446	343,446	343,446	343,446	343,446	343,446	343,446	343,446
Capacity	1,930	1,829	1,829	1,829	1,829	2,239	2,239	2,239	2,239	2,239
Enrollment	1,731	1,735	1,803	1,778	1,682	1,541	1,384	1,394	1,391	1,257
<b>Corkran (1962)</b>										
Square Feet	151,790	151,790	151,790	151,790	151,790	151,790	151,790	151,790	151,790	151,790
Capacity	1,220	1,155	1,155	1,155	1,155	985	985	985	985	985
Enrollment	747	792	804	780	758	753	721	695	673	626
<b>Crofton (1982)</b>										
Square Feet	113,000	113,000	113,000	113,000	113,000	113,000	113,000	113,000	113,000	113,000
Capacity	1,055	998	998	998	998	1,019	1,019	1,019	1,019	1,019
Enrollment	964	970	989	989	948	928	910	904	1,131	1,164
<b>George Fox (1956)</b>										
Square Feet	164,393	164,393	164,393	164,393	164,393	164,393	164,393	164,393	164,393	164,393
Capacity	1,053	996	996	996	996	974	974	974	974	974
Enrollment	863	859	826	815	774	720	803	828	795	882
<b>Lindale (1961)</b>										
Square Feet	191,583	191,583	191,583	191,583	191,583	191,583	191,583	191,583	191,583	191,583
Capacity	1,568	1,483	1,483	1,483	1,483	1,370	1,370	1,334	1,334	1,334
Enrollment	1,013	1,115	1,092	1,076	1,030	952	861	837	806	830
<b>MacArthur (1967)</b>										
Square Feet	211,620	211,620	211,620	211,620	211,620	211,620	211,620	211,620	211,620	211,620
Capacity	1,822	1,726	1,726	1,726	1,726	1,424	1,424	1,388	1,388	1,388
Enrollment	1,044	1,102	1,067	1,125	1,109	1,116	1,012	1,105	1,053	1,133
<b>Magothy River (1974)</b>										
Square Feet	170,000	170,000	170,000	170,000	170,000	170,000	170,000	170,000	170,000	170,000
Capacity	1,179	1,114	1,114	1,114	1,114	1,092	1,092	1,083	1,083	1,083
Enrollment	780	793	777	746	767	755	777	738	765	788
<b>Marley (1958)</b>										
Square Feet	123,834	123,834	123,834	123,834	123,834	154,293	154,293	154,293	154,293	154,293
Capacity	995	943	943	943	943	942	1,034	998	998	998
Enrollment	952	1,002	946	928	815	836	830	826	795	786
<b>Meade (1998)</b>										
Square Feet	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000
Capacity	1,207	1,144	1,144	1,144	1,144	996	996	996	996	996
Enrollment	833	880	902	869	865	817	809	731	719	710
<b>Old Mill North (1975)</b>										
Square Feet	159,635	159,635	159,635	159,635	159,635	159,635	159,635	159,635	159,635	159,635
Capacity	1,132	1,071	1,071	1,071	1,071	1,060	1,060	1,060	1,060	1,060
Enrollment	968	978	982	949	940	926	864	855	856	869
<b>Old Mill South (1975)</b>										
Square Feet	159,365	159,365	159,365	159,365	159,365	159,365	159,365	159,365	159,365	159,365
Capacity	1,169	1,100	1,100	1,100	1,100	1,089	1,089	1,071	1,071	1,071
Enrollment	920	937	919	871	852	794	756	722	706	671
<b>Severn River (1974)</b>										
Square Feet	170,000	170,000	170,000	170,000	170,000	170,000	170,000	170,000	170,000	170,000
Capacity	1,142	1,080	1,080	1,080	1,080	988	988	988	988	988
Enrollment	857	886	844	898	873	802	812	833	833	804

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

School Building Information  
Last Ten Fiscal Years

Fiscal Year Ended June 30,

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
<b>Severna Park (1967)</b>										
Square Feet	162,274	162,274	162,274	162,274	162,274	162,274	162,274	162,274	162,274	162,274
Capacity	1,437	1,359	1,359	1,359	1,359	1,391	1,391	1,391	1,391	1,391
Enrollment	1,343	1,351	1,373	1,348	1,354	1,382	1,398	1,425	1,466	1,489
<b>Southern (1950)</b>										
Square Feet	91,330	91,330	200,102	200,102	200,102	200,102	200,102	200,102	200,102	200,102
Capacity	830	785	785	1,219	1,219	1,091	1,091	1,091	1,091	1,091
Enrollment	634	632	627	904	860	837	823	794	751	770
<b>High Schools:</b>										
<b>Annapolis (1979)</b>										
Square Feet	260,000	260,000	260,000	260,000	260,000	260,000	260,000	260,000	260,000	260,000
Capacity	1,890	1,789	1,789	1,789	1,789	1,739	1,739	1,739	1,739	1,739
Enrollment	1,544	1,565	1,628	1,683	1,655	1,712	1,571	1,614	1,593	1,633
<b>Arundel (1966)</b>										
Square Feet	253,700	253,700	253,700	253,700	253,700	253,700	254,804	254,804	292,177	292,177
Capacity	1,908	1,804	1,804	1,804	1,804	1,770	1,770	1,770	2,025	2,025
Enrollment	1,884	1,890	1,955	1,966	1,973	2,060	2,054	1,993	1,942	1,910
<b>Broadneck (1982)</b>										
Square Feet	288,000	288,000	288,000	288,000	288,000	288,000	288,000	288,000	288,000	288,000
Capacity	2,200	2,048	2,048	2,048	2,048	2,039	2,039	2,039	2,039	2,039
Enrollment	2,187	2,206	2,181	2,183	2,243	2,247	2,162	2,226	2,163	2,183
<b>Chesapeake (1976)</b>										
Square Feet	322,400	322,400	322,400	322,400	322,400	322,400	322,400	322,400	322,400	322,400
Capacity	2,267	2,149	2,149	2,149	2,149	2,398	2,398	2,398	2,398	2,398
Enrollment	1,860	1,922	1,938	1,934	1,894	1,903	1,832	1,900	1,842	1,797
<b>Glen Burnie (1975)</b>										
Square Feet	373,327	373,327	373,327	373,327	373,327	373,327	334,001	401,580	401,580	401,580
Capacity	2,292	2,171	2,171	2,171	2,171	2,335	2,335	2,308	2,308	2,308
Enrollment	2,143	2,132	2,117	2,134	2,116	2,144	2,030	2,053	1,949	1,972
<b>Meade (1977)</b>										
Square Feet	330,900	330,900	330,900	330,900	330,900	330,900	330,900	330,900	330,900	330,900
Capacity	2,335	2,208	2,208	2,208	2,208	2,208	2,208	2,208	2,208	2,208
Enrollment	1,782	1,760	1,830	1,822	1,772	1,741	1,689	1,940	2,135	2,243
<b>North County (1961)</b>										
Square Feet	247,705	247,705	247,705	303,422	303,422	303,422	303,422	331,764	331,764	331,764
Capacity	1,740	1,645	1,645	2,110	2,110	2,181	2,181	2,246	2,245	2,245
Enrollment	1,971	1,934	1,993	2,051	2,160	2,089	1,879	1,894	1,918	1,980
<b>Northeast (1964)</b>										
Square Feet	207,737	207,737	207,737	207,737	207,737	207,737	207,737	207,737	207,737	207,737
Capacity	1,505	1,428	1,428	1,428	1,428	1,621	1,621	1,621	1,621	1,621
Enrollment	1,444	1,500	1,510	1,498	1,526	1,488	1,407	1,400	1,319	1,388
<b>Old Mill (1975)</b>										
Square Feet	283,194	283,194	283,194	283,194	283,194	283,194	283,194	283,194	283,194	283,194
Capacity	2,326	2,363	2,363	2,363	2,363	2,376	2,440	2,440	2,440	2,440
Enrollment	2,264	2,341	2,346	2,433	2,606	2,645	2,563	2,661	2,493	2,391
<b>Severna Park (1959)</b>										
Square Feet	296,191	296,191	296,191	296,191	296,191	296,191	296,191	296,191	296,191	296,191
Capacity	1,967	1,859	1,859	1,859	1,859	1,805	1,805	1,805	1,805	1,805
Enrollment	1,656	1,683	1,707	1,825	1,795	1,839	1,865	1,855	1,843	1,923
<b>South River (1978)</b>										
Square Feet	295,900	295,900	295,900	295,900	295,900	295,900	295,900	295,900	295,900	295,900
Capacity	2,278	2,154	2,154	2,154	2,154	2,133	2,133	2,133	2,133	2,133
Enrollment	1,754	1,969	1,991	1,989	2,048	2,045	1,998	1,981	1,943	2,043
<b>Southern (1968)</b>										
Square Feet	226,206	226,206	226,206	226,206	226,206	226,206	226,206	226,206	226,206	226,206
Capacity	1,617	1,529	1,529	1,420	1,420	1,355	1,355	1,355	1,355	1,355
Enrollment	1,432	1,444	1,511	1,226	1,232	1,238	1,170	1,192	1,157	1,141
<b>Other:</b>										
<b>Central Special (1976)</b>										
Square Feet	52,475	53,333	53,333	53,333	53,333	53,333	53,333	53,333	53,333	53,333
Capacity	130	130	130	130	130	140	140	140	170	170
Enrollment	140	141	176	183	168	164	173	160	153	145

BOARD OF EDUCATION OF ANNE ARUNDEL COUNTY

School Building Information  
Last Ten Fiscal Years

	Fiscal Year Ended June 30,									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
<b>Marley Glen (1971)</b>										
Square Feet	50,318	50,318	50,318	50,318	50,318	50,318	50,318	50,318	50,318	50,318
Capacity	120	120	120	120	120	130	130	130	130	130
Enrollment	118	121	123	129	120	127	137	106	127	129
<b>Phoenix Annapolis (1940)</b>										
Square Feet	36,000	36,000	36,000	36,000	36,000	36,000	36,000	36,000	36,000	36,000
Capacity	120	120	120	120	120	120	120	120	120	120
Enrollment	111	111	115	115	120	107	84	60	64	61
<b>Ruth Parker Eason (1985)</b>										
Square Feet	54,526	54,526	54,526	54,526	54,526	54,526	54,526	54,526	54,526	54,526
Capacity	170	170	170	170	170	200	200	200	200	200
Enrollment	154	151	174	181	184	164	173	155	143	146
<b>J. Albert Adams Academy (1958)</b>										
Square Feet	39,257	39,257	39,257	39,257	39,257	39,257	39,257	39,257	39,257	39,257
Capacity	120	120	120	120	120	150	150	150	150	150
Enrollment	64	44	61	64	31	32	101	53	39	29
<b>Mary Moss Academy (1997)</b>										
Square Feet	13,359	13,359	13,359	13,359	13,359	13,359	13,359	13,359	13,359	13,359
Capacity	100	100	100	100	100	100	100	100	100	100
Enrollment	52	41	42	54	55	34	59	40	62	54
<b>CAT-North (1974)</b>										
Square Feet	148,634	148,634	148,634	148,634	148,634	148,634	148,634	148,634	148,634	148,634
<b>CAT-South (1977)</b>										
Square Feet	91,507	91,507	91,507	91,507	91,507	91,507	91,507	91,507	91,507	91,507
<b>Arlington Echo (1971)</b>										
Square Feet	10,509	10,509	10,509	10,509	10,509	10,509	10,509	10,509	10,509	10,509

- (1) CAT - Center for Applied Technology,
- (2) CAT-N, CAT-S, and Arlington Echo are used by students enrolled in other school facilities.
- (3) The date shown is for the original building.

Source: Anne Arundel County Public Schools data.