

Special Report

Legislative Joint Auditing Committee

September 13, 2013

Athletic Expenditures

**Selected Arkansas Public School Districts
For the Year Ended June 30, 2012**



ARKANSAS DIVISION OF LEGISLATIVE AUDIT

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Report ID: PSSR04613 Report Date: May 17, 2013



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INTRODUCTION

This report is issued to fulfill our final responsibilities under Ark. Code Ann. §§ 6-20-2001 — 6-20-2004 (**Appendix A on page A-1 through A-2**), which were enacted to enhance accountability for athletic expenditures by public schools. The Code required the Division of Legislative Audit (DLA) to conduct an annual review of the athletic expenditures reported to the Arkansas Department of Education (ADE) on a rotating basis so that each public school district was evaluated at least once every five years. Act 1358 of 2013 (**Appendix B on pages B-1 through B-5**) amended our responsibilities and the districts' requirements, and as a result, this is our final review of athletic expenditures.

A summary of districts tested with athletic expenditure reporting errors exceeding 10% is provided in **Schedule 1 on page 1-1**.

OBJECTIVES

Ark. Code Ann. § 6-20-2003(a) required the local school board of each school district to certify annually by September 15 to the Arkansas State Board of Education (SBE) the amount of the district's total expenditures for interschool athletic programs paid from state funds for the previous year. Our objectives in preparing this report were as follows:

- *Determine the accuracy and completeness of athletic expenditures reported by public school districts in compliance with ADE rules and regulations.*
- *Evaluate the consistency in calculating and reporting athletic expenditures from district to district.*

SCOPE AND METHODOLOGY

This report encompasses the period July 1, 2011 through June 30, 2012, and includes findings and recommendations related to our review of athletic expenditures at 50 school districts, 2 of 10 open-enrollment public charter schools selected for testing in the central region of the state, as well as 25 school districts with a review adjustment exceeding 10% during the 2010-2011 review. The rotation of districts selected for testing is identified in **Exhibit I on page vi**. Additional details on the charter schools selected but not reviewed are provided in **Schedule 2 on pages 2-1 through 2-31**.

To conduct the review, we first obtained a copy of the Athletic Expenditure Report for the 2012 school year issued by the ADE based upon data reported by the school districts (**Appendix C on pages C-1 through C-9**). To test the accuracy and completeness of amounts reported, we independently extracted necessary data from the Arkansas Public School Computer Network (APSCN). Using APSCN accounting codes, we reclassified certain expenditures to provide consistency with the expenditure classifications listed in Arkansas Code (see **Schedule 2 and Schedule 3, Column B**). We also reviewed the ADE rules and regulations related to calculating and reporting athletic expenditures.

We reclassified certain expenditures to provide consistency with the expenditure classifications listed in Arkansas Code.

In testing the districts' allocations of expenditures to athletics, we relied on the methods outlined by the SBE "Rules Governing Athletic Revenues and Expenditures for Public School Districts," issued October 13, 2011. These rules include definitions and procedures to be followed by public school districts in coding and implementing financial reporting of athletic expenditures (**Appendix D on pages D-1 through D-8**).

As a final step, we prepared a draft report and forwarded officials at each school district the section of the report related to their individual district in order to provide a final opportunity for district officials to communicate any concerns about information presented for their district. Any adjustments necessary to provide accuracy and consistency were made before the report was finalized.

The methodology used in conducting this review was developed uniquely to address our stated objectives; therefore, this review was more limited in scope than an audit conducted in accordance with *Government Auditing Standards*.

CONCLUSIONS

The conclusions discussed below are separated into two categories: districts reviewed for the 2011-2012 school year and districts revisited for the 2011-2012 school year due to a review adjustment exceeding 10% in 2010-2011. The conclusions and recommendations included in this report are applicable under Act 1358 of 2013.

Districts Reviewed for the 2011-2012 School Year

The review of athletic expenditures for the year ended June 30, 2012, was limited to 50 school districts and two open-enrollment public charter schools (52 schools), with total reported athletic expenditures of \$55.9 million, or 29.2%, of the \$191.3 million reported to ADE by all of Arkansas's public school districts. **Exhibit II on page vi** illustrates total athletic expenditures reported each year to ADE by all Arkansas public school districts from July 1, 2007 through June 30, 2012. Athletic expenditures reported by school districts to ADE for the five-year period ended June 30, 2012, totaled \$770.2 million.

Total athletic expenditures... for the five-year period ended June 30, 2012, were 770.2 million.

Results from our review of athletic expenditures for the 2011-2012 school year are summarized as follows:

- Total athletic expenditures reported to ADE **before review adjustments** for the 52 schools tested were \$55.9 million.
- Total athletic expenditures **after review adjustments** were \$58.4 million. Athletic expenditures were underreported by a total of \$3.2 million at 24 schools and overreported by \$798,120 at 13 other schools, resulting in a total net adjustment of \$2.4 million (4.4%).

- Expenditures for 18 of the 52 schools reviewed were adjusted in excess of 10% as a result of our review. The total amount of adjustments for these districts ranged from \$5,166 at the LISA Academy to \$835,491 at the Lonoke School District and a range of 12.9% at the Harmony Grove School District to 244.4% at the Jessierville School District.

Review adjustments were primarily made in the following expenditure categories:

- ⇒ **Allocation of Salaries and Benefits.** We noted 9 of 52 schools tested in 2011-2012 improperly allocated coaches' salaries between athletics and instruction expenditures. By rule, the allocation is based on the ratio of athletic to total class periods (e.g., 2 of 7) and 100% of any stipend or contract days paid exclusively for athletic duties.
- ⇒ **Allocation of Maintenance.** We noted 27 of 52 schools tested in 2011-2012 improperly allocated athletic-related maintenance costs. By rule, the allocation is based on the adjusted square footage of athletic buildings as a percentage of total square footage of all buildings.
- ⇒ **Allocation of Travel.** We noted 10 of 52 schools tested in 2011-2012 improperly calculated athletic-related travel costs. By rule, the calculation is based on the number of miles driven for athletics multiplied by the statewide average cost per mile.
- ⇒ **Allocation of Construction.** We noted 5 of 52 schools tested in 2011-2012 improperly allocated athletic-related construction costs. By rule, the allocation is based on the ratio of estimated hours used in athletic activities as compared to estimated total hours the facility will be used during a complete school year.

Expenditures for 18 of 52 schools reviewed were adjusted in excess of 10% as a result of our review.

We recommend the school districts allocate athletic expenditures in the manner prescribed by state law and SBE rules. We also recommend ADE continue to provide training and assistance to the appropriate school district employees who calculate and record athletic expenditures.

Management Response:

ADE agrees with the recommendation and will continue to provide training and assistance to the appropriate school district employees in the calculating and recording of the salaries and benefits of coaches and athletic-related construction. ADE will emphasize the required allocation methods in the annual Tier 1 training provided superintendents and business managers and APSCN Financial Field Support personnel will continue to provide technical assistance to school districts that are failing to apply the correct allocation methods. In addition, ADE will issue a Commissioner's Memo that communicates the results of the most recent Special Report on Athletic Expenditures.

SBE rules lacked clarity and were contradicted by ADE-sponsored training.

- Allocation of athletic expenditures is governed by SBE rules and augmented by training facilitated by ADE. In a review of SBE rules and ADE training materials, we noted that portions of the SBE rules lacked clarity and were contradicted by ADE-sponsored training. For example, the training materials propose applying the square footage of a multi-purpose building based on a ratio of athletic periods to total periods. However, SBE rule 3.01.2 states, "If only a portion of a multi-function building is used for an interschool athletic program, only the square footage of the portion of the building used for or by an interschool athletic program shall be included in the calculation." A second example, expressed by various districts, involves an SBE rule that utilizes third-quarter average daily membership of the public school or school district by grade, although interschool athletics are isolated to grades 7 through 12. ADE should issue clear and concise rules governing the recording of athletic expenditures to allow school districts to record athletic expenditures consistently.

The General Assembly should consider legislation requiring all public school districts to maintain financial records in APSCN.

- Of the districts selected for testing, the Little Rock School District is not part of APSCN; therefore, its data are not readily available for review and analysis by ADE or DLA staff. As its data could not be extracted timely or independently, we relied on the District to provide data supporting athletic expenditure summary amounts it previously submitted to the APSCN data warehouse.

To provide for timely review and analysis of financial records, we recommend the General Assembly consider if legislation requiring all public school districts to maintain their financial records in APSCN would be beneficial to the Legislature and ADE.

Districts with Review Adjustments Exceeding 10% for the 2010-2011 School Year

The review of athletic expenditures for the year ended June 30, 2012, also included the 25 school districts with reported review adjustments exceeding 10% of reported athletic expenditures in the 2010-2011 review. The 25 school districts revisited were the following:

- | | | |
|-------------------|------------------------|-------------------------|
| 1. Armorel | 11. Foreman | 21. South Pike County |
| 2. Bay | 12. Glen Rose | 22. Stephens |
| 3. Bismarck | 13. Gurdon | 23. Two Rivers |
| 4. Blevins | 14. Helena-West Helena | 24. Western Yell County |
| 5. Bradley | 15. Junction City | 25. Westside (Johnson) |
| 6. Cossatot River | 16. Lamar | |
| 7. Danville | 17. Magnet Cove | |
| 8. Dardanelle | 18. Mineral Springs | |
| 9. Dierks | 19. Nevada | |
| 10. Dover | 20. Russellville | |

Results of our review are summarized below:

- Total athletic expenditures reported to ADE **before review adjustments** for the 25 school districts revisited were \$13.5 million.
- Total athletic expenditures **after review adjustments** were \$13.9 million. Athletic expenditures were underreported by \$505,025 at nine districts and overreported by \$126,271 at seven other districts, resulting in a total net adjustment of \$378,754 (2.8%).
- Expenditures for 6 of the 25 districts revisited were adjusted in excess of 10% as a result of our review. The total amount of adjustments for these districts ranged from \$6,781 at the Nevada School District to \$306,672 at the Russellville School District and a range of 10.1% at the Nevada School District to 34.3% at the Armored School District.

Expenditures for 6 of the 25 districts revisited were adjusted in excess of 10% as a result of our review.

Based on our site visits to individual school districts and discussions with ADE officials, we concluded that the parties involved are making an effort to improve the accuracy and reliability of athletic expenditure reporting.

Exhibit I
School Districts Selected for Testing – By County
July 1, 2011 through June 30, 2012

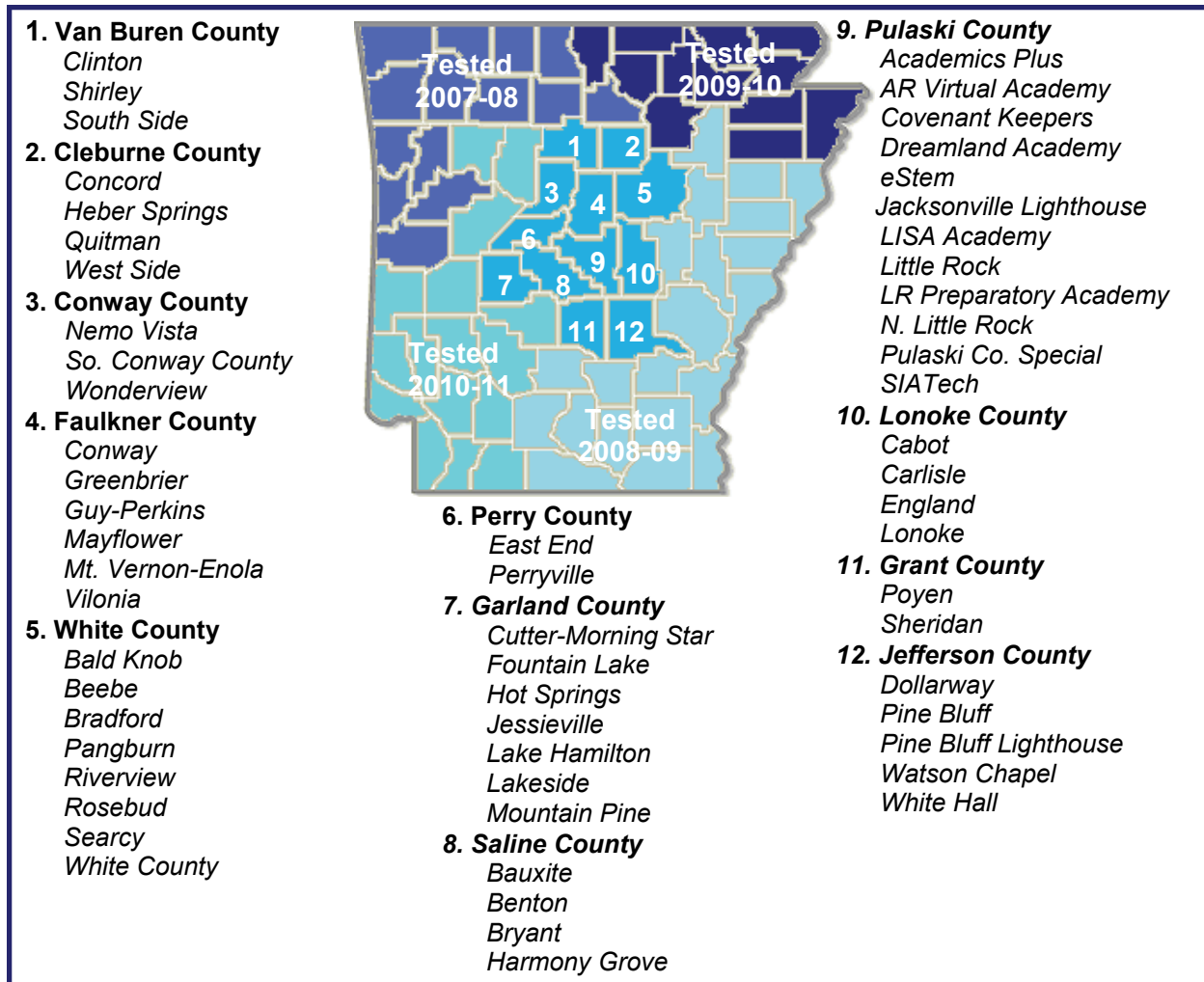
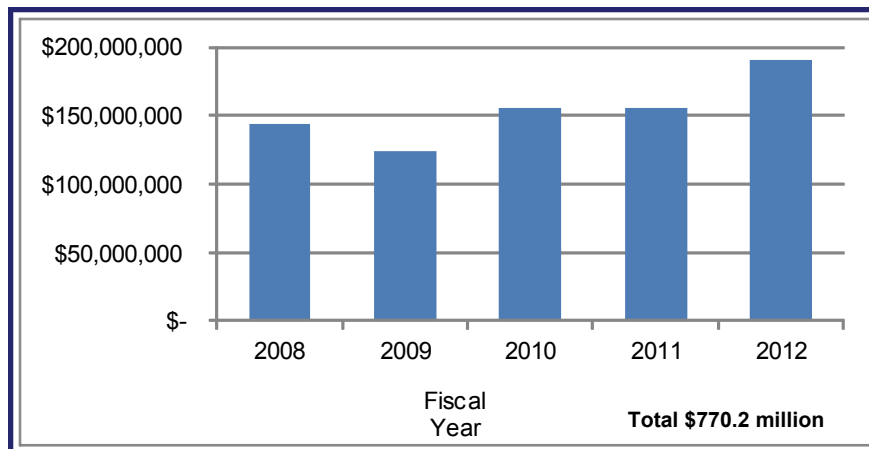
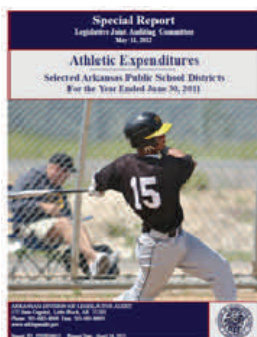


Exhibit II
Athletic Expenditures Reported to ADE by All Arkansas Public School Districts
July 1, 2007 through June 30, 2012



Source: Arkansas Department of Education (ADE)

The following athletic expenditure reports are available on the Division of Legislative Audit's website at www.arklegaudit.gov.



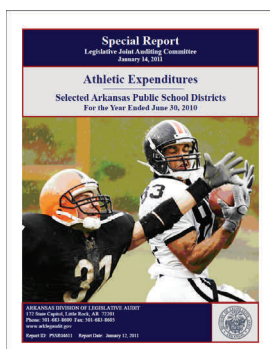
**Athletic Expenditures
Southwest Arkansas
July 1, 2010 through June 30, 2011**

Report Date:

April 16, 2012

Report ID:

PSSR04612



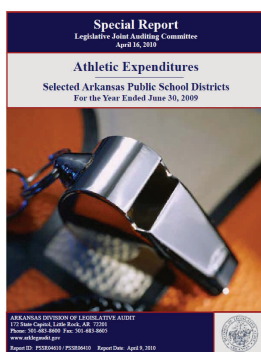
**Athletic Expenditures
Northeast Arkansas
July 1, 2009 through June 30, 2010**

Report Date:

January 12, 2011

Report ID:

PSSR04611



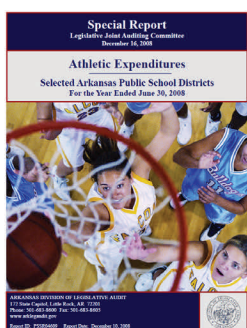
**Athletic Expenditures
South and Southeast Arkansas
July 1, 2008 through June 30, 2009**

Report Date:

April 9, 2010

Report ID:

PSSR04610/PSSR06410



**Athletic Expenditures
Northwest Arkansas
July 1, 2007 through June 30, 2008**

Report Date:

December 10, 2008

Report ID:

PSSR04609

LIST OF SCHEDULES

The schedules included in this report are briefly described below.

Schedule 1 – Summary of Results

Provides a list of 23 schools reviewed for the year ended June 30, 2012, with review adjustments exceeding 10% of reported athletic expenditures.

Schedule 2 – Schedule of Athletic Expenditures – 50 School Districts and 10 Open-Enrollment Charter Schools Selected for Review

Provides a compilation of athletic expenditures for the 50 school districts and 10 open-enrollment charter schools selected for review for the year ended June 30, 2012. Cost categories consist of salaries, benefits, purchased services, supplies and materials, property, other, maintenance, travel, and construction. Column A includes the expenditure amounts as reported to ADE, column B includes amounts reclassified between expenditure categories for consistency with Ark. Code Ann. §§ 6-20-2001 — 6-20-2004, column C includes audit adjustments made as a result of our review procedures, and column D amounts are the total adjusted athletic expenditures. Additionally, the schedule presents related headcounts, full-time equivalent (FTE) positions, and cost per FTE.

Schedule 3 – Schedule of Athletic Expenditures – 25 School Districts Revisited

Provides a compilation of athletic expenditures for the 25 school districts revisited for the year ended June 30, 2012, because their review adjustment exceeded 10% of reported athletic expenditures during the 2010-2011 review. Cost categories consist of salaries, benefits, purchased services, supplies and materials, property, other, maintenance, travel, and construction. Column A includes the expenditure amounts as reported to ADE, column B includes amounts reclassified between expenditure categories for consistency with Ark. Code Ann. §§ 6-20-2001 — 6-20-2004, column C includes audit adjustments made as a result of our review procedures, and column D amounts are the total adjusted athletic expenditures. Additionally, the schedule presents related headcounts, FTE positions, and cost per FTE.

LIST OF APPENDICES

The appendices included in this report are briefly described below.

Appendix A – Ark. Code Ann. §§ 6-20-2001 — 6-20-2004 (Accountability and Review Requirements Concerning Athletic Expenditures by Public Schools)

Appendix B – Act number 1358 of 2013 (Revised Tracking and Accounting for Interscholastic Athletic Programs)

Appendix C – Arkansas Department of Education Athletic Expenditure Report for the Year Ended June 30, 2012

Appendix D – Arkansas Department of Education Rules Governing Athletic Revenues and Expenditures for Public School Districts

Schedule 1

Summary of Results

School Districts with Athletic Expenditure Adjustments Exceeding 10%

For the Year Ended June 30, 2012

Schedule 1

**Summary of Results
School Districts with Athletic Expenditure Adjustments Exceeding 10%
For the Year Ended June 30, 2012**

Year District Initially Tested		Year Tested					
		2009-2010		2010-2011		2011-2012	
		Review Adjustments					
		Percent	Amount	Percent	Amount	Percent	Amount
2009-2010	Armored	178.6%	\$ 100,726	228.6%	\$ 171,422	34.3%	\$ 55,769
	Bay	17.6%	19,481	34.8%	52,737	15.3%	41,755
2010-2011	Mineral Springs	Not Tested	Not Tested	104.3%	118,951	19.0%	65,315
	Nevada	Not Tested	Not Tested	47.0%	21,294	10.1%	6,781
	Russellville	Not Tested	Not Tested	58.7%	777,916	11.0%	306,672
	Western Yell County	Not Tested	Not Tested	11.0%	14,135	21.5%	36,432
2011-2012	Academics Plus	Not Tested	Not Tested	Not Tested	Not Tested	18.9%	10,405
	Bauxite	Not Tested	Not Tested	Not Tested	Not Tested	83.7%	240,404
	Bradford	Not Tested	Not Tested	Not Tested	Not Tested	14.3%	11,470
	Clinton	Not Tested	Not Tested	Not Tested	Not Tested	33.2%	161,537
	Cutter-Morning Star	Not Tested	Not Tested	Not Tested	Not Tested	20.7%	39,508
	Guy-Perkins	Not Tested	Not Tested	Not Tested	Not Tested	43.8%	36,192
	Harmony Grove	Not Tested	Not Tested	Not Tested	Not Tested	12.9%	55,605
	Jessieville	Not Tested	Not Tested	Not Tested	Not Tested	244.4%	717,142
	LISA Academy	Not Tested	Not Tested	Not Tested	Not Tested	100.0%	5,166
	Lonoke	Not Tested	Not Tested	Not Tested	Not Tested	127.1%	835,491
	Mt. Vernon-Enola	Not Tested	Not Tested	Not Tested	Not Tested	41.4%	59,639
	Pangburn	Not Tested	Not Tested	Not Tested	Not Tested	172.1%	242,652
	Perryville	Not Tested	Not Tested	Not Tested	Not Tested	18.5%	82,369
	Riverview	Not Tested	Not Tested	Not Tested	Not Tested	37.7%	198,197
	Rose Bud	Not Tested	Not Tested	Not Tested	Not Tested	30.4%	104,465
	Shirley	Not Tested	Not Tested	Not Tested	Not Tested	48.8%	45,879
	Vilonia	Not Tested	Not Tested	Not Tested	Not Tested	14.7%	169,010
	Wonderview	Not Tested	Not Tested	Not Tested	Not Tested	19.7%	19,766

Schedule 2

Schedule of Athletic Expenditures
50 School Districts and 10 Open-Enrollment Charter Schools
Selected for Review

For the Year Ended June 30, 2012

Schedule of Athletic Expenditures
50 School Districts and 10 Open-Enrollment Charter Schools Selected for Review
For the Year Ended June 30, 2012

School District (ADM¹)	(A) Reported to ADE	(B) Reclassified Expenditures²	(C) Review Adjustments	(D) Adjusted Expenditures
Academics Plus (606)				
Salaries	\$ 35,843		\$ (8,437)	\$ 27,406
Benefits	8,360		(1,968)	6,392
Purchased services	6,310	\$ (2,282)		4,028
Supplies and materials	535			535
Property				0
Other	1,353	2,282		3,635
Maintenance				0
Travel	2,701			2,701
Construction				0
Total Athletic Expenditures	\$ 55,102	\$ 0	\$ (10,405)	\$ 44,697
Adjustment percentage (C / A)	(18.9%)			
Athletic cost, less construction, as a percentage of total district expenditures³	Athletic Cost per ADM	Headcount of Athletic Staff	FTE of Athletic Staff⁴	Cost per Athletic FTE⁵
1.2%	\$74	3	0.7	\$48,283
Arkansas Virtual Academy (491)				
Salaries		There were no interschool athletic programs at Arkansas Virtual Academy during the 2011-2012 school year; therefore, no review was performed.		
Benefits				
Purchased services				
Supplies and materials				
Property				
Other				
Maintenance				
Travel				
Construction				
Total Athletic Expenditures	\$ 0			
Adjustment percentage (C / A)	0.0%			
Athletic cost, less construction, as a percentage of total district expenditures³	Athletic Cost per ADM	Headcount of Athletic Staff	FTE of Athletic Staff⁴	Cost per Athletic FTE⁵
Not Available				

Schedule 2 (continued)

Schedule of Athletic Expenditures
50 School Districts and 10 Open-Enrollment Charter Schools Selected for Review
For the Year Ended June 30, 2012

School District (ADM ¹)	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
Bald Knob (1,296)				
Salaries	\$ 188,165	\$ (15,633)		\$ 172,532
Benefits	43,472	(2,497)		40,975
Purchased services	33,372			33,372
Supplies and materials	44,782			44,782
Property				0
Other	2,258	18,130		20,388
Maintenance	150,868		\$ (31,675)	119,193
Travel	31,751			31,751
Construction (<i>Football Stadium and Track</i>)	6,849			6,849
Total Athletic Expenditures	\$ 501,517	\$ 0	\$ (31,675)	\$ 469,842
<i>Adjustment percentage (C / A)</i>	<i>(6.3%)</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
5.3%	\$357	12	3.5	\$61,002
Bauxite (1,490)				
Salaries	\$ 136,157	\$ (5,355)	\$ 86,187	\$ 216,989
Benefits	34,261	(1,159)	21,811	54,913
Purchased services				0
Supplies and materials	76			76
Property				0
Other		6,514		6,514
Maintenance	80,414		132,406	212,820
Travel	36,451			36,451
Construction				0
Total Athletic Expenditures	\$ 287,359	\$ 0	\$ 240,404	\$ 527,763
<i>Adjustment percentage (C / A)</i>	<i>83.7%</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
5.2%	\$354	15	4.3	\$63,233

Schedule 2 (continued)

Schedule of Athletic Expenditures
50 School Districts and 10 Open-Enrollment Charter Schools Selected for Review
For the Year Ended June 30, 2012

School District (ADM ¹)	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
Beebe (3,199)				
Salaries	\$ 456,450	\$ (3,343)		\$ 453,107
Benefits	113,561	(723)		112,838
Purchased services	32,274			32,274
Supplies and materials	77,782			77,782
Property	11,230			11,230
Other	3,245	4,066		7,311
Maintenance	103,800		\$ (12,199)	91,601
Travel	100,861			100,861
Construction (<i>Synthetic Turf</i>)	445,043			445,043
Total Athletic Expenditures	\$ 1,344,246	\$ 0	\$ (12,199)	\$ 1,332,047
<i>Adjustment percentage (C / A)</i>	<i>(0.9%)</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
3.7%	\$277	32	9.1	\$62,192
Benton (4,650)				
Salaries	\$ 673,834			\$ 673,834
Benefits	176,083			176,083
Purchased services	23,882			23,882
Supplies and materials	6,956			6,956
Property				0
Other	175			175
Maintenance	348,501			348,501
Travel	129,222			129,222
Construction (<i>Athletic Complex</i>)	5,366,744			5,366,744
Total Athletic Expenditures	\$ 6,725,397	\$ 0	\$ 0	\$ 6,725,397
<i>Adjustment percentage (C / A)</i>	<i>0.0%</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
4.2%	\$292	29	12.0	\$70,826

Schedule 2 (continued)

Schedule of Athletic Expenditures
50 School Districts and 10 Open-Enrollment Charter Schools Selected for Review
For the Year Ended June 30, 2012

School District (ADM ¹)	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
Bradford (491)				
Salaries	\$ 39,059			\$ 39,059
Benefits	8,446			8,446
Purchased services				0
Supplies and materials				0
Property				0
Other				0
Maintenance	25,112		\$ 11,470	36,582
Travel	7,613			7,613
Construction				0
Total Athletic Expenditures	\$ 80,230	\$ 0	\$ 11,470	\$ 91,700
<i>Adjustment percentage (C / A)</i>	<i>14.3%</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
2.5%	\$187	2	1.4	\$33,932
Bryant (7,929)				
Salaries	\$ 932,614	\$ (10,373)		\$ 922,241
Benefits	220,129	(2,218)		217,911
Purchased services	28,661			28,661
Supplies and materials	27,587			27,587
Property	1,297			1,297
Other		12,591		12,591
Maintenance	589,809			589,809
Travel	108,794		\$ (14,852)	93,942
Construction				0
Total Athletic Expenditures	\$ 1,908,891	\$ 0	\$ (14,852)	\$ 1,894,039
<i>Adjustment percentage (C / A)</i>	<i>(0.8%)</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
3.4%	\$239	46	15.7	\$72,621

Schedule 2 (continued)

Schedule of Athletic Expenditures
50 School Districts and 10 Open-Enrollment Charter Schools Selected for Review
For the Year Ended June 30, 2012

School District (ADM ¹)	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
Cabot (10,006)				
Salaries	\$ 1,380,828	\$ (24,213)		\$ 1,356,615
Benefits	330,242	(\$5,245)		324,997
Purchased services	20,913			20,913
Supplies and materials	46,901			46,901
Property	24,999			24,999
Other	400	29,458		29,858
Maintenance	545,313			545,313
Travel	132,502			132,502
Construction (HPER Facility, Baseball/Softball, Restroom/Concession)	2,217,375			2,217,375
Total Athletic Expenditures	\$ 4,699,473	\$ 0	\$ 0	\$ 4,699,473
Adjustment percentage (C / A)		0.0%		
Athletic cost, less construction, as a percentage of total district expenditures ³	Athletic Cost per ADM	Headcount of Athletic Staff	FTE of Athletic Staff ⁴	Cost per Athletic FTE ⁵
3.6%	\$248	52	22.6	\$74,408
Carlisle (753)				
Salaries	\$ 146,788	\$ (1,460)		\$ 145,328
Benefits	33,493	(314)		33,179
Purchased services	22,429			22,429
Supplies and materials				0
Property				0
Other	1,125	1,774		2,899
Maintenance	80,759		\$ 16,898	97,657
Travel	15,466			15,466
Construction				0
Total Athletic Expenditures	\$ 300,060	\$ 0	\$ 16,898	\$ 316,958
Adjustment percentage (C / A)		5.6%		
Athletic cost, less construction, as a percentage of total district expenditures ³	Athletic Cost per ADM	Headcount of Athletic Staff	FTE of Athletic Staff ⁴	Cost per Athletic FTE ⁵
6.0%	\$421	10	3.0	\$59,502

Schedule 2 (continued)

Schedule of Athletic Expenditures
50 School Districts and 10 Open-Enrollment Charter Schools Selected for Review
For the Year Ended June 30, 2012

School District (ADM ¹)	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
Clinton (1,337)				
Salaries	\$ 249,421	\$ (6,286)		\$ 243,135
Benefits	58,999	(1,382)		57,617
Purchased services	5,047			5,047
Supplies and materials	41,278			41,278
Property				0
Other	2,240	7,668		9,908
Maintenance	93,213		\$ 100,863	194,076
Travel	35,731		36,312	72,043
Construction (<i>Track</i>)			24,362	24,362
Total Athletic Expenditures	\$ 485,929	\$ 0	\$ 161,537	\$ 647,466
<i>Adjustment percentage (C / A)</i>	33.2%			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
5.8%	\$466	16	5.3	\$56,746
Concord (458)				
Salaries	\$ 49,142			\$ 49,142
Benefits	11,248			11,248
Purchased services	876			876
Supplies and materials	3,935			3,935
Property				0
Other	4,917			4,917
Maintenance	48,719		\$ (5,760)	42,959
Travel	14,342			14,342
Construction (<i>Concession, Ballfield Grass</i>)	34,695			34,695
Total Athletic Expenditures	\$ 167,874	\$ 0	\$ (5,760)	\$ 162,114
<i>Adjustment percentage (C / A)</i>	(3.4%)			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
3.2%	\$278	4	1.1	\$54,900

Schedule 2 (continued)

Schedule of Athletic Expenditures
50 School Districts and 10 Open-Enrollment Charter Schools Selected for Review
For the Year Ended June 30, 2012

School District (ADM¹)	(A) Reported to ADE	(B) Reclassified Expenditures²	(C) Review Adjustments	(D) Adjusted Expenditures
Conway (9,236)				
Salaries	\$ 1,143,396	\$ (6,367)		\$ 1,137,029
Benefits	274,723	(1,388)		273,335
Purchased services	39,840			39,840
Supplies and materials	23,467			23,467
Property	16,038			16,038
Other		7,755		7,755
Maintenance	852,493		\$ (204,984)	647,509
Travel	56,053		29,919	85,972
Construction (Safe Room)	86,351			86,351
Total Athletic Expenditures	\$ 2,492,361	\$ 0	\$ (175,065)	\$ 2,317,296
Adjustment percentage (C / A)	(7.0%)			
Athletic cost, less construction, as a percentage of total district expenditures³	Athletic Cost per ADM	Headcount of Athletic Staff	FTE of Athletic Staff⁴	Cost per Athletic FTE⁵
3.1%	\$242	50	18.5	\$76,236
Covenant Keepers (172)				
Salaries		There were no interschool athletic programs at Covenant Keepers during the 2011-2012 school year; therefore, no review was performed.		
Benefits				
Purchased services				
Supplies and materials				
Property				
Other				
Maintenance				
Travel				
Construction				
Total Athletic Expenditures	\$ 0			
Adjustment percentage (C / A)	0.0%			
Athletic cost, less construction, as a percentage of total district expenditures³	Athletic Cost per ADM	Headcount of Athletic Staff	FTE of Athletic Staff⁴	Cost per Athletic FTE⁵
Not Available				

Schedule 2 (continued)

Schedule of Athletic Expenditures
50 School Districts and 10 Open-Enrollment Charter Schools Selected for Review
For the Year Ended June 30, 2012

School District (ADM ¹)	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
Cutter-Morning Star (626)				
Salaries	\$ 102,363		\$ 21,641	\$ 124,004
Benefits	23,744		5,020	28,764
Purchased services	2,478			2,478
Supplies and materials	9,455			9,455
Property				0
Other	2,173			2,173
Maintenance	50,430			50,430
Travel			12,847	12,847
Construction				0
Total Athletic Expenditures	\$ 190,643	\$ 0	\$ 39,508	\$ 230,151
<i>Adjustment percentage (C / A)</i>	<i>20.7%</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
5.3%	\$368	8	3.8	\$40,202
Dollarway (1,526)				
Salaries	\$ 159,693	\$ (725)	\$ (26,029)	\$ 132,939
Benefits	40,516	(157)	(6,608)	33,751
Purchased services	23,772			23,772
Supplies and materials	75,478			75,478
Property				0
Other	12,735	882		13,617
Maintenance	196,179			196,179
Travel	68,472			68,472
Construction				0
Total Athletic Expenditures	\$ 576,845	\$ 0	\$ (32,637)	\$ 544,208
<i>Adjustment percentage (C / A)</i>	<i>(5.7%)</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
3.7%	\$357	13	3.2	\$52,091

Schedule 2 (continued)

Schedule of Athletic Expenditures
50 School Districts and 10 Open-Enrollment Charter Schools Selected for Review
For the Year Ended June 30, 2012

School District (ADM ¹)	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
<i>Dreamland Academy (262)</i>				
Salaries		<i>The State Board of Education denied the renewal of Dreamland Academy's charter in 2012; therefore, no review was performed. Amounts reported to ADE are immaterial.</i>		
Benefits				
Purchased services				
Supplies and materials	\$ 624			
Property				
Other				
Maintenance				
Travel				
Construction				
Total Athletic Expenditures	\$ 624			
<i>Adjustment percentage (C / A)</i>		0.0%		
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
<i>Not Available</i>				
<i>East End (633)</i>				
Salaries	\$ 143,942			\$ 143,942
Benefits	33,650			33,650
Purchased services	1,411			1,411
Supplies and materials	6,402			6,402
Property				0
Other				0
Maintenance	87,464			87,464
Travel	18,546			18,546
Construction (<i>Gym Sewer/Windows</i>)			\$ 6,855	6,855
Total Athletic Expenditures	\$ 291,415	\$ 0	\$ 6,855	\$ 298,270
<i>Adjustment percentage (C / A)</i>		2.4%		
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
7.1%	\$460	8	3.1	\$57,288

Schedule 2 (continued)

Schedule of Athletic Expenditures
50 School Districts and 10 Open-Enrollment Charter Schools Selected for Review
For the Year Ended June 30, 2012

School District (ADM¹)	(A) Reported to ADE	(B) Reclassified Expenditures²	(C) Review Adjustments	(D) Adjusted Expenditures
England (753)				
Salaries	\$ 138,694			\$ 138,694
Benefits	31,762			31,762
Purchased services	4,724			4,724
Supplies and materials	9,900			9,900
Property				0
Other				0
Maintenance	98,313		\$ (16,541)	81,772
Travel	30,382			30,382
Construction				0
Total Athletic Expenditures	\$ 313,775	\$ 0	\$ (16,541)	\$ 297,234
Adjustment percentage (C / A)	(5.3%)			
Athletic cost, less construction, as a percentage of total district expenditures³	Athletic Cost per ADM	Headcount of Athletic Staff	FTE of Athletic Staff⁴	Cost per Athletic FTE⁵
5.2%	\$395	11	3.7	\$46,069
eStem (1,224)				
Salaries		Interschool athletic programs at eStem are solely funded by Activity Funds, which are not derived from state revenues; therefore, no review was performed.		
Benefits				
Purchased services				
Supplies and materials				
Property				
Other				
Maintenance				
Travel				
Construction				
Total Athletic Expenditures	\$ 0			
Adjustment percentage (C / A)	0.0%			
Athletic cost, less construction, as a percentage of total district expenditures³	Athletic Cost per ADM	Headcount of Athletic Staff	FTE of Athletic Staff⁴	Cost per Athletic FTE⁵
Not Available				

Schedule 2 (continued)

Schedule of Athletic Expenditures
50 School Districts and 10 Open-Enrollment Charter Schools Selected for Review
For the Year Ended June 30, 2012

School District (ADM ¹)	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
Fountain Lake (1,218)				
Salaries	\$ 330,592	\$ (5,756)		\$ 324,836
Benefits	78,341	(1,194)		77,147
Purchased services	11,596			11,596
Supplies and materials	45,490			45,490
Property				0
Other	3,199	6,950		10,149
Maintenance	113,631			113,631
Travel	30,240			30,240
Construction				0
Total Athletic Expenditures	\$ 613,089	\$ 0	\$ 0	\$ 613,089
<i>Adjustment percentage (C / A)</i>	<i>0.0%</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
4.8%	\$503	15	5.1	\$78,820
Greenbrier (3,078)				
Salaries	\$ 690,049			\$ 690,049
Benefits	162,371			162,371
Purchased services	4,937			4,937
Supplies and materials	11,524			11,524
Property				0
Other	37,402			37,402
Maintenance	157,086			157,086
Travel	137,714			137,714
Construction (JH Complex)	1,410,313			1,410,313
Total Athletic Expenditures	\$ 2,611,396	\$ 0	\$ 0	\$ 2,611,396
<i>Adjustment percentage (C / A)</i>	<i>0.0%</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
5.6%	\$390	29	11.6	\$73,484

Schedule 2 (continued)

Schedule of Athletic Expenditures
50 School Districts and 10 Open-Enrollment Charter Schools Selected for Review
For the Year Ended June 30, 2012

School District (ADM ¹)	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
Guy-Perkins (438)				
Salaries	\$ 48,900		\$ (6,354)	\$ 42,546
Benefits	11,980		(1,557)	10,423
Purchased services	589			589
Supplies and materials	2,807			2,807
Property				0
Other	2,775			2,775
Maintenance	32,476		7,122	39,598
Travel	(16,922)		36,981	20,059
Construction				0
Total Athletic Expenditures	\$ 82,605	\$ 0	\$ 36,192	\$ 118,797
<i>Adjustment percentage (C / A)</i>	<i>43.8%</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
3.3%	\$271	4	0.9	\$58,854
Harmony Grove⁶ (1,103)				
Salaries	\$ 195,219		\$ 44,981	\$ 240,200
Benefits	46,610	\$ (500)	10,624	56,734
Purchased services	4,925			4,925
Supplies and materials				0
Property				0
Other		500		500
Maintenance	145,395			145,395
Travel	27,612			27,612
Construction (Pressbox, FB Band Stand)	11,320			11,320
Total Athletic Expenditures	\$ 431,081	\$ 0	\$ 55,605	\$ 486,686
<i>Adjustment percentage (C / A)</i>	<i>12.9%</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
6.2%	\$431	15	5.2	\$57,103

Schedule 2 (continued)

Schedule of Athletic Expenditures
50 School Districts and 10 Open-Enrollment Charter Schools Selected for Review
For the Year Ended June 30, 2012

School District (ADM ¹)	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
Heber Springs (1,747)				
Salaries	\$ 386,287	\$ (2,676)		\$ 383,611
Benefits	89,672	(557)		89,115
Purchased services	21,597			21,597
Supplies and materials	9,225			9,225
Property				0
Other	793	3,233		4,026
Maintenance	208,708			208,708
Travel	80,316			80,316
Construction				0
Total Athletic Expenditures	\$ 796,598	\$ 0	\$ 0	\$ 796,598
Adjustment percentage (C / A)	0.0%			
Athletic cost, less construction, as a percentage of total district expenditures ³	Athletic Cost per ADM	Headcount of Athletic Staff	FTE of Athletic Staff ⁴	Cost per Athletic FTE ⁵
6.6%	\$456	21	8.0	\$59,091
Hot Springs (3,639)				
Salaries	\$ 457,330	\$ (18,407)		\$ 438,923
Benefits	105,137	(3,342)		101,795
Purchased services	77,101			77,101
Supplies and materials	148,920			148,920
Property				0
Other	32,832	21,749		54,581
Maintenance	288,853			288,853
Travel	84,980			84,980
Construction				0
Total Athletic Expenditures	\$ 1,195,153	\$ 0	\$ 0	\$ 1,195,153
Adjustment percentage (C / A)	0.0%			
Athletic cost, less construction, as a percentage of total district expenditures ³	Athletic Cost per ADM	Headcount of Athletic Staff	FTE of Athletic Staff ⁴	Cost per Athletic FTE ⁵
3.5%	\$328	24	7.0	\$77,245

Schedule 2 (continued)

**Schedule of Athletic Expenditures
50 School Districts and 10 Open-Enrollment Charter Schools Selected for Review
For the Year Ended June 30, 2012**

School District (ADM¹)	(A) Reported to ADE	(B) Reclassified Expenditures²	(C) Review Adjustments	(D) Adjusted Expenditures
Jacksonville Lighthouse (392)				
Salaries	\$ 1,550	Attempted several times to contact school; received no response.		
Benefits	336			
Purchased services				
Supplies and materials	8,415			
Property				
Other				
Maintenance				
Travel				
Construction				
Total Athletic Expenditures	\$ 10,301			
Adjustment percentage (C / A)	0.0%			
Athletic cost, less construction, as a percentage of total district expenditures³	Athletic Cost per ADM	Headcount of Athletic Staff	FTE of Athletic Staff⁴	Cost per Athletic FTE⁵
	Not Available			
Jessieville (892)				
Salaries	\$ 160,872	\$ (6,717)	\$ 22,394	\$ 176,549
Benefits	38,289	(1,400)	5,359	42,248
Purchased services	448			448
Supplies and materials				0
Property				0
Other	1,350	8,117		9,467
Maintenance	50,412		193,803	244,215
Travel	42,116			42,116
Construction (Fieldhouse)			495,586	495,586
Total Athletic Expenditures	\$ 293,487	\$ 0	\$ 717,142	\$ 1,010,629
Adjustment percentage (C / A)	244.4%			
Athletic cost, less construction, as a percentage of total district expenditures³	Athletic Cost per ADM	Headcount of Athletic Staff	FTE of Athletic Staff⁴	Cost per Athletic FTE⁵
7.4%	\$577	12	3.5	\$62,513

Schedule 2 (continued)

Schedule of Athletic Expenditures
50 School Districts and 10 Open-Enrollment Charter Schools Selected for Review
For the Year Ended June 30, 2012

School District (ADM ¹)	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
Lake Hamilton (4,139)				
Salaries	\$ 791,549	\$ (11,945)		\$ 779,604
Benefits	199,716	(2,540)		197,176
Purchased services	15,050			15,050
Supplies and materials	54,894			54,894
Property	20,509			20,509
Other	2,200	14,485		16,685
Maintenance	234,072			234,072
Travel	16,291		\$ 78,620	94,911
Construction				0
Total Athletic Expenditures	\$ 1,334,281	\$ 0	\$ 78,620	\$ 1,412,901
<i>Adjustment percentage (C / A)</i>	<i>5.9%</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
4.9%	\$341	30	12.2	\$80,064
Lakeside (3,015)				
Salaries	\$ 486,098	\$ (11,790)		\$ 474,308
Benefits	114,517	(2,600)		111,917
Purchased services				0
Supplies and materials	158,667			158,667
Property				0
Other	4,882	14,390		19,272
Maintenance	270,189		\$ 58,898	329,087
Travel	86,878			86,878
Construction				0
Total Athletic Expenditures	\$ 1,121,231	\$ 0	\$ 58,898	\$ 1,180,129
<i>Adjustment percentage (C / A)</i>	<i>5.3%</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
5.0%	\$391	25	7.7	\$76,133

Schedule 2 (continued)

Schedule of Athletic Expenditures
50 School Districts and 10 Open-Enrollment Charter Schools Selected for Review
For the Year Ended June 30, 2012

School District (ADM ¹)	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
LISA Academy (891)				
Salaries			\$ 4,500	\$ 4,500
Benefits			666	666
Purchased services				0
Supplies and materials				0
Property				0
Other				0
Maintenance				0
Travel				0
Construction				0
Total Athletic Expenditures	\$ 0	\$ 0	\$ 5,166	\$ 5,166
Adjustment percentage (C / A)	100.0%			
Athletic cost, less construction, as a percentage of total district expenditures ³	Athletic Cost per ADM	Headcount of Athletic Staff	FTE of Athletic Staff ⁴	Cost per Athletic FTE ⁵
0.1%	\$6	5	0.1	\$51,660
Little Rock Preparatory Academy (75)				
Salaries		There were no interschool athletic programs at Little Rock Preparatory Academy during the 2011-2012 school year; therefore, no review was performed.		
Benefits				
Purchased services				
Supplies and materials				
Property				
Other				
Maintenance				
Travel				
Construction				
Total Athletic Expenditures	\$ 0			
Adjustment percentage (C / A)	0.0%			
Athletic cost, less construction, as a percentage of total district expenditures ³	Athletic Cost per ADM	Headcount of Athletic Staff	FTE of Athletic Staff ⁴	Cost per Athletic FTE ⁵
Not Available				

Schedule 2 (continued)

Schedule of Athletic Expenditures
50 School Districts and 10 Open-Enrollment Charter Schools Selected for Review
For the Year Ended June 30, 2012

School District (ADM ¹)	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
Little Rock (23,826)				
Salaries	\$ 1,261,238	\$ (292)		\$ 1,260,946
Benefits	316,838	(63)		316,775
Purchased services	123,236			123,236
Supplies and materials	321,511			321,511
Property	21,579			21,579
Other	25,664	355		26,019
Maintenance	1,237,009		\$ (166,722)	1,070,287
Travel	474,736			474,736
Construction (<i>Women's Fieldhouse</i>)	56,353			56,353
Total Athletic Expenditures	\$ 3,838,164	\$ 0	\$ (166,722)	\$ 3,671,442
<i>Adjustment percentage (C / A)</i>	<i>(4.3%)</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
0.6%	\$152	159	26.1	\$60,449
Lonoke (1,832)				
Salaries	\$ 306,709	\$ (3,220)		\$ 303,489
Benefits	71,089	(691)		70,398
Purchased services	7,383			7,383
Supplies and materials	77,029			77,029
Property				0
Other		3,911		3,911
Maintenance	52,165			52,165
Travel	63,379			63,379
Construction (<i>Multi-Purpose Facility</i>)	79,470		\$ 835,491	914,961
Total Athletic Expenditures	\$ 657,224	\$ 0	\$ 835,491	\$ 1,492,715
<i>Adjustment percentage (C / A)</i>	<i>127.1%</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
4.5%	\$315	17	6.3	\$59,347

Schedule 2 (continued)

Schedule of Athletic Expenditures
50 School Districts and 10 Open-Enrollment Charter Schools Selected for Review
For the Year Ended June 30, 2012

School District (ADM ¹)	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
Mayflower (1,059)				
Salaries	\$ 281,978	\$ (4,220)		\$ 277,758
Benefits	67,532	(914)		66,618
Purchased services	2,692			2,692
Supplies and materials	33,707			33,707
Property				0
Other	2,045	5,134		7,179
Maintenance	106,601			106,601
Travel	24,576			24,576
Construction (<i>Baseball Pressbox</i>)	4,996			4,996
Total Athletic Expenditures	\$ 524,127	\$ 0	\$ 0	\$ 524,127
<i>Adjustment percentage (C / A)</i>	<i>0.0%</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
6.8%	\$490	15	5.4	\$63,773
Mountain Pine (601)				
Salaries	\$ 102,136	\$ (2,460)		\$ 99,676
Benefits	25,566	(638)		24,928
Purchased services	13,405			13,405
Supplies and materials	18,138			18,138
Property				0
Other	1,211	3,098		4,309
Maintenance	72,061		\$ 10,083	82,144
Travel	19,460			19,460
Construction				0
Total Athletic Expenditures	\$ 251,977	\$ 0	\$ 10,083	\$ 262,060
<i>Adjustment percentage (C / A)</i>	<i>4.0%</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
5.6%	\$436	8	2.5	\$49,842

Schedule 2 (continued)

Schedule of Athletic Expenditures
50 School Districts and 10 Open-Enrollment Charter Schools Selected for Review
For the Year Ended June 30, 2012

School District (ADM ¹)	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
Mount Vernon-Enola (479)				
Salaries	\$ 64,260			\$ 64,260
Benefits	14,209			14,209
Purchased services	236			236
Supplies and materials				0
Property				0
Other	400			400
Maintenance	31,858		\$ 59,639	91,497
Travel	21,646			21,646
Construction (Gym, Storage)	11,345			11,345
Total Athletic Expenditures	\$ 143,954	\$ 0	\$ 59,639	\$ 203,593
Adjustment percentage (C / A)	41.4%			
Athletic cost, less construction, as a percentage of total district expenditures ³	Athletic Cost per ADM	Headcount of Athletic Staff	FTE of Athletic Staff ⁴	Cost per Athletic FTE ⁵
10.4%	\$401	4	1.2	\$65,391
Nemo Vista (491)				
Salaries	\$ 65,927			\$ 65,927
Benefits	15,719			15,719
Purchased services				0
Supplies and materials				0
Property	1,806			1,806
Other				0
Maintenance	70,378			70,378
Travel	15,469			15,469
Construction (Gym Seating)	56,031			56,031
Total Athletic Expenditures	\$ 225,330	\$ 0	\$ 0	\$ 225,330
Adjustment percentage (C / A)	0.0%			
Athletic cost, less construction, as a percentage of total district expenditures ³	Athletic Cost per ADM	Headcount of Athletic Staff	FTE of Athletic Staff ⁴	Cost per Athletic FTE ⁵
3.8%	\$345	6	1.3	\$62,805

Schedule 2 (continued)

**Schedule of Athletic Expenditures
50 School Districts and 10 Open-Enrollment Charter Schools Selected for Review
For the Year Ended June 30, 2012**

School District (ADM ¹)	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
North Little Rock (8,168)				
Salaries	\$ 1,031,799	\$ (37,199)		\$ 994,600
Benefits	278,392	(6,346)		272,046
Purchased services	1,757			1,757
Supplies and materials	87,917			87,917
Property				0
Other	7,768	43,545		51,313
Maintenance	258,409		\$ 87,550	345,959
Travel	76,736			76,736
Construction (<i>Ticket Booth</i>)	5,564			5,564
Total Athletic Expenditures	\$ 1,748,342	\$ 0	\$ 87,550	\$ 1,835,892
<i>Adjustment percentage (C / A)</i>	5.0%			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
2.3%	\$224	46	17.5	\$72,380
Pangburn (745)				
Salaries	\$ 82,789	\$ (10,637)		\$ 72,152
Benefits	20,188	(2,330)		17,858
Purchased services	250			250
Supplies and materials	3,785			3,785
Property	3,648			3,648
Other	710	12,967		13,677
Maintenance	14,110		\$ 54,406	68,516
Travel	15,531			15,531
Construction (<i>Gym</i>)			188,246	188,246
Total Athletic Expenditures	\$ 141,011	\$ 0	\$ 242,652	\$ 383,663
<i>Adjustment percentage (C / A)</i>	172.1%			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
3.4%	\$262	7	2.7	\$33,337

Schedule 2 (continued)

Schedule of Athletic Expenditures
50 School Districts and 10 Open-Enrollment Charter Schools Selected for Review
For the Year Ended June 30, 2012

School District (ADM¹)	(A) Reported to ADE	(B) Reclassified Expenditures²	(C) Review Adjustments	(D) Adjusted Expenditures
Perryville (1,021)				
Salaries	\$ 201,470	\$ (2,092)		\$ 199,378
Benefits	47,034	(447)		46,587
Purchased services	2,438			2,438
Supplies and materials	729			729
Property				0
Other	1,835	2,539		4,374
Maintenance	94,092		\$ (55,988)	38,104
Travel	97,423		(26,381)	71,042
Construction				0
Total Athletic Expenditures	\$ 445,021	\$ 0	\$ (82,369)	\$ 362,652
Adjustment percentage (C / A)	(18.5%)			
Athletic cost, less construction, as a percentage of total district expenditures³	Athletic Cost per ADM	Headcount of Athletic Staff	FTE of Athletic Staff⁴	Cost per Athletic FTE⁵
5.4%	\$355	9	5.3	\$46,408
Pine Bluff Lighthouse Academy (244)				
Salaries		There were no interschool athletic programs at Pine Bluff Lighthouse Academy during the 2011-2012 school year; therefore, no review was performed.		
Benefits				
Purchased services				
Supplies and materials				
Property				
Other				
Maintenance				
Travel				
Construction				
Total Athletic Expenditures	\$ 0			
Adjustment percentage (C / A)	0.0%			
Athletic cost, less construction, as a percentage of total district expenditures³	Athletic Cost per ADM	Headcount of Athletic Staff	FTE of Athletic Staff⁴	Cost per Athletic FTE⁵
Not Available				

Schedule 2 (continued)

**Schedule of Athletic Expenditures
50 School Districts and 10 Open-Enrollment Charter Schools Selected for Review
For the Year Ended June 30, 2012**

School District (ADM ¹)	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
Pine Bluff (4,734)				
Salaries	\$ 539,871	\$ (53,034)		\$ 486,837
Benefits	138,910	(12,014)		126,896
Purchased services	41,102			41,102
Supplies and materials	43,207			43,207
Property	5,999			5,999
Other	380	65,048		65,428
Maintenance	181,871		\$ 91,545	273,416
Travel	110,510			110,510
Construction				0
Total Athletic Expenditures	\$ 1,061,850	\$ 0	\$ 91,545	\$ 1,153,395
<i>Adjustment percentage (C / A)</i>	<i>8.6%</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
3.1%	\$244	31	9.5	\$64,603
Poyen (533)				
Salaries	\$ 131,227			\$ 131,227
Benefits	31,933			31,933
Purchased services				0
Supplies and materials	6,227			6,227
Property				0
Other				0
Maintenance	63,295			63,295
Travel	14,763			14,763
Construction (Batting Cage, Practice Field)	21,538			21,538
Total Athletic Expenditures	\$ 268,983	\$ 0	\$ 0	\$ 268,983
<i>Adjustment percentage (C / A)</i>	<i>0.0%</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
6.4%	\$464	8	2.5	\$65,264

Schedule 2 (continued)

**Schedule of Athletic Expenditures
50 School Districts and 10 Open-Enrollment Charter Schools Selected for Review
For the Year Ended June 30, 2012**

School District (ADM ¹)	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
Pulaski County Special (15,616)				
Salaries	\$ 1,750,111	\$ (28,303)		\$ 1,721,808
Benefits	434,552	(7,974)		426,578
Purchased services	130,241			130,241
Supplies and materials	83,236			83,236
Property	24,610			24,610
Other	8,700	36,277		44,977
Maintenance	1,550,044			1,550,044
Travel	356,516			356,516
Construction <i>(Sylvan Hills MS, Maumelle HS)</i>	2,684,915			2,684,915
Total Athletic Expenditures	\$ 7,022,925	\$ 0	\$ 0	\$ 7,022,925
<i>Adjustment percentage (C / A)</i>	<i>0.0%</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
2.6%	\$278	135	31.9	\$67,348
Quitman (607)				
Salaries	\$ 151,672			\$ 151,672
Benefits	36,351			36,351
Purchased services	348,397			348,397
Supplies and materials	31,096			31,096
Property	21,631			21,631
Other	2,550			2,550
Maintenance	66,475			66,475
Travel	19,749			19,749
Construction				0
Total Athletic Expenditures	\$ 677,921	\$ 0	\$ 0	\$ 677,921
<i>Adjustment percentage (C / A)</i>	<i>0.0%</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
12.5%	\$1,117	10	4.0	\$47,006

Schedule 2 (continued)

**Schedule of Athletic Expenditures
50 School Districts and 10 Open-Enrollment Charter Schools Selected for Review
For the Year Ended June 30, 2012**

School District (ADM ¹)	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
Riverview (1,299)				
Salaries	\$ 232,060	\$ (2,430)		\$ 229,630
Benefits	56,101	(551)		55,550
Purchased services	883			883
Supplies and materials	48,291			48,291
Property				0
Other	925	2,981		3,906
Maintenance	25,195		\$ 198,197	223,392
Travel	18,922			18,922
Construction (<i>Fieldhouse, Gym Floors</i>)	143,847			143,847
Total Athletic Expenditures	\$ 526,224	\$ 0	\$ 198,197	\$ 724,421
<i>Adjustment percentage (C / A)</i>	37.7%			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
5.8%	\$447	15	5.3	\$53,808
Rosebud (817)				
Salaries	\$ 167,841	\$ (9,577)		\$ 158,264
Benefits	38,784	(2,073)		36,711
Purchased services	428			428
Supplies and materials	22,975			22,975
Property				0
Other	725	11,650		12,375
Maintenance	71,841		\$ 49,286	121,127
Travel			55,179	55,179
Construction (<i>Bleachers</i>)	40,670			40,670
Total Athletic Expenditures	\$ 343,264	\$ 0	\$ 104,465	\$ 447,729
<i>Adjustment percentage (C / A)</i>	30.4%			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
6.9%	\$498	9	3.3	\$59,083

Schedule 2 (continued)

**Schedule of Athletic Expenditures
50 School Districts and 10 Open-Enrollment Charter Schools Selected for Review
For the Year Ended June 30, 2012**

School District (ADM ¹)	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
Searcy (4,005)				
Salaries	\$ 508,898	\$ (7,780)		\$ 501,118
Benefits	118,732	(1,679)		\$117,053
Purchased services	80,951			\$80,951
Supplies and materials	65,034			\$65,034
Property	4,428			\$4,428
Other	970	9,459		\$10,429
Maintenance	145,212			\$145,212
Travel	176,747		\$ (70,094)	\$106,653
Construction (Football Field, Track)	563,667			\$563,667
Total Athletic Expenditures	\$ 1,664,639	\$ 0	\$ (70,094)	\$ 1,594,545
Adjustment percentage (C / A)	(4.2%)			
Athletic cost, less construction, as a percentage of total district expenditures ³	Athletic Cost per ADM	Headcount of Athletic Staff	FTE of Athletic Staff ⁴	Cost per Athletic FTE ⁵
3.7%	\$257	29	9.0	\$68,686
Sheridan (4,146)				
Salaries	\$ 685,180	\$ (18,959)		\$ 666,221
Benefits	167,602	(3,975)		163,627
Purchased services	28,611			28,611
Supplies and materials	143,832			143,832
Property				
Other	175	22,934		23,109
Maintenance	51,463		\$ 46,192	97,655
Travel	71,470			71,470
Construction				
Total Athletic Expenditures	\$ 1,148,333	\$ 0	\$ 46,192	\$ 1,194,525
Adjustment percentage (C / A)	4.0%			
Athletic cost, less construction, as a percentage of total district expenditures ³	Athletic Cost per ADM	Headcount of Athletic Staff	FTE of Athletic Staff ⁴	Cost per Athletic FTE ⁵
4.4%	\$288	30	12.1	\$68,582

Schedule 2 (continued)

**Schedule of Athletic Expenditures
50 School Districts and 10 Open-Enrollment Charter Schools Selected for Review
For the Year Ended June 30, 2012**

School District (ADM¹)	(A) Reported to ADE	(B) Reclassified Expenditures²	(C) Review Adjustments	(D) Adjusted Expenditures
Shirley (444)				
Salaries	\$ 44,943			\$ 44,943
Benefits	10,963			10,963
Purchased services	6,264			6,264
Supplies and materials	2,541			2,541
Property				0
Other	75			75
Maintenance	6,803		\$ 45,879	52,682
Travel	22,433			22,433
Construction				0
Total Athletic Expenditures	\$ 94,022	\$ 0	\$ 45,879	\$ 139,901
Adjustment percentage (C / A)	48.8%			
Athletic cost, less construction, as a percentage of total district expenditures³	Athletic Cost per ADM	Headcount of Athletic Staff	FTE of Athletic Staff⁴	Cost per Athletic FTE⁵
3.8%	\$315	7	0.9	\$62,118
SIATech Little Rock (108)				
Salaries		There were no interschool athletic programs at SIATech Little Rock during the 2011-2012 school year; therefore, no review was performed.		
Benefits				
Purchased services				
Supplies and materials				
Property				
Other				
Maintenance				
Travel				
Construction				
Total Athletic Expenditures	\$ 0			
Adjustment percentage (C / A)	0.0%			
Athletic cost, less construction, as a percentage of total district expenditures³	Athletic Cost per ADM	Headcount of Athletic Staff	FTE of Athletic Staff⁴	Cost per Athletic FTE⁵
Not Available				

Schedule 2 (continued)

**Schedule of Athletic Expenditures
50 School Districts and 10 Open-Enrollment Charter Schools Selected for Review
For the Year Ended June 30, 2012**

School District (ADM ¹)	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
South Conway County (2,229)				
Salaries	\$ 536,515	\$ (5,402)		\$ 531,113
Benefits	130,718	(1,171)		\$129,547
Purchased services				\$0
Supplies and materials	69,459			\$69,459
Property	5,632			\$5,632
Other	1,900	6,573		\$8,473
Maintenance	66,993			\$66,993
Travel	103,314			\$103,314
Construction <i>(Track Surface, Storage)</i>	134,397			\$134,397
Total Athletic Expenditures	\$ 1,048,928	\$ 0	\$ 0	\$ 1,048,928
<i>Adjustment percentage (C / A)</i>	0.0%			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
5.4%	\$410	27	10.7	\$61,744
South Side - Bee Branch (512)				
Salaries	\$ 47,703			\$ 47,703
Benefits	11,779			11,779
Purchased services	1,526			1,526
Supplies and materials	2,918			2,918
Property				0
Other	350			350
Maintenance	51,504		\$ (10,791)	40,713
Travel	13,663			13,663
Construction <i>(Track, Concession Stand)</i>	66,607			66,607
Total Athletic Expenditures	\$ 196,050	\$ 0	\$ (10,791)	\$ 185,259
<i>Adjustment percentage (C / A)</i>	(5.5%)			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
2.2%	\$232	5	0.9	\$66,091

Schedule 2 (continued)

**Schedule of Athletic Expenditures
50 School Districts and 10 Open-Enrollment Charter Schools Selected for Review
For the Year Ended June 30, 2012**

School District (ADM ¹)	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
Vilonia (3,060)				
Salaries	\$ 600,027	\$ (585)		\$ 599,442
Benefits	145,880	(90)		145,790
Purchased services	24,779			24,779
Supplies and materials	26,351			26,351
Property	12,805			12,805
Other	5,957	675		6,632
Maintenance	278,122		\$ (169,010)	109,112
Travel	57,475			57,475
Construction				0
Total Athletic Expenditures	\$ 1,151,396	\$ 0	\$ (169,010)	\$ 982,386
<i>Adjustment percentage (C / A)</i>	<i>(14.7%)</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
4.5%	\$321	30	10.3	\$72,353
Watson Chapel (3,102)				
Salaries	\$ 418,993	\$ (15,585)		\$ 403,408
Benefits	107,566	(3,352)		104,214
Purchased services	55,722			55,722
Supplies and materials	110,476			110,476
Property	5,192			5,192
Other	11,645	18,937		30,582
Maintenance	141,017		\$ 63,373	204,390
Travel	93,579			93,579
Construction (Artificial Turf, Track, Bleachers)	1,294,368			1,294,368
Total Athletic Expenditures	\$ 2,238,558	\$ 0	\$ 63,373	\$ 2,301,931
<i>Adjustment percentage (C / A)</i>	<i>2.8%</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
4.6%	\$325	22	7.6	\$66,792

Schedule 2 (continued)

Schedule of Athletic Expenditures
50 School Districts and 10 Open-Enrollment Charter Schools Selected for Review
For the Year Ended June 30, 2012

School District (ADM ¹)	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
West Side - Cleburne (491)				
Salaries	\$ 37,506			\$ 37,506
Benefits	8,323			8,323
Purchased services				0
Supplies and materials				0
Property				0
Other				0
Maintenance	95,955			95,955
Travel	11,717			11,717
Construction				0
Total Athletic Expenditures	\$ 153,501	\$ 0	\$ 0	\$ 153,501
<i>Adjustment percentage (C / A)</i>	<i>0.0%</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
4.8%	\$313	7	1.6	\$28,643
White County Central (673)				
Salaries	\$ 52,286			\$ 52,286
Benefits	12,875			12,875
Purchased services				0
Supplies and materials				0
Property				0
Other	625			625
Maintenance	70,017			70,017
Travel	6,868			6,868
Construction				0
Total Athletic Expenditures	\$ 142,671	\$ 0	\$ 0	\$ 142,671
<i>Adjustment percentage (C / A)</i>	<i>0.0%</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
2.7%	\$212	4	1.0	\$65,161

Schedule 2 (continued)

**Schedule of Athletic Expenditures
50 School Districts and 10 Open-Enrollment Charter Schools Selected for Review
For the Year Ended June 30, 2012**

School District (ADM ¹)	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
White Hall (3,016)				
Salaries	\$ 456,080	\$ (3,361)		\$ 452,719
Benefits	109,276	(728)		108,548
Purchased services	33,016			33,016
Supplies and materials	94,052			94,052
Property	10,729			10,729
Other	994	4,089		5,083
Maintenance	376,827			376,827
Travel	62,117			62,117
Construction (HS Addition, Nets, Screen/FB)	104,405			104,405
Total Athletic Expenditures	\$ 1,247,496	\$ 0	\$ 0	\$ 1,247,496
<i>Adjustment percentage (C / A)</i>	<i>0.0%</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
5.3%	\$379	25	7.5	\$74,836
Wonderview (413)				
Salaries	\$ 46,152		\$ 6,321	\$ 52,473
Benefits	9,938		1,361	11,299
Purchased services	2,825			2,825
Supplies and materials	13,647			13,647
Property				0
Other				0
Maintenance	16,170		16,905	33,075
Travel	11,781		(4,821)	6,960
Construction				0
Total Athletic Expenditures	\$ 100,513	\$ 0	\$ 19,766	\$ 120,279
<i>Adjustment percentage (C / A)</i>	<i>19.7%</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
3.5%	\$291	3	1.2	\$53,143

Schedule 2 (continued)

**Schedule of Athletic Expenditures
50 School Districts and 10 Open-Enrollment Charter Schools Selected for Review
For the Year Ended June 30, 2012**

Note: Amounts may not total due to rounding.

Endnote 1: School year 2010-2011 third quarter average daily membership (ADM) obtained from the Arkansas Department of Education (ADE).

Endnote 2: Reclassifications to provide consistency with expenditure categories included in Ark. Code Ann. §§ 6-20-2001 — 6-20-2004.

Endnote 3: Salary and Operating Fund expenditure information used to calculate percentage was obtained from ADE. Expenditure amounts are net of transfers to other Funds.

Endnote 4: Full-time equivalent position (FTE) is based on ratio of athletic salary to total certified or classified salary for each staff member included in athletic headcount.

Endnote 5: Total Salaries and Benefits per athletic staff FTE.

Endnote 6: An adjustment was made to the amount reported to ADE for review purposes. A journal entry was recorded on 8/24/2012 to reverse a previous MandO entry, and the correction entry was not reflected on the ADE Report.

Schedule 3

Schedule of Athletic Expenditures
25 School Districts Revisited Due to
Review Adjustment Exceeding 10% in
Fiscal Year 2011 Review

For the Year Ended June 30, 2012

Schedule 3

Schedule of Athletic Expenditures - 25 School Districts Revisited
For the Year Ended June 30, 2012

School District (ADM ¹)	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
Armored (454)				
Salaries	\$ 39,579		\$ 15,054	\$ 54,633
Benefits	10,098		3,841	13,939
Purchased services	9,771			9,771
Supplies and materials	3,685			3,685
Property				0
Other	605			605
Maintenance	40,917		36,874	77,791
Travel	58,145			58,145
Construction				0
Total Athletic Expenditures	\$ 162,800	\$ 0	\$ 55,769	\$ 218,569
<i>Adjustment percentage (C / A)</i>	<i>34.3%</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
5.8%	\$481	6	0.8	\$85,715
Bay (565)				
Salaries	\$ 81,345	\$ (2,000)	\$ (15,449)	\$ 63,896
Benefits	18,477	(433)	(3,513)	14,531
Purchased services	7,500			7,500
Supplies and materials	45,625			45,625
Property				0
Other	1,242	2,433		3,675
Maintenance	92,971		(22,793)	70,178
Travel	25,480			25,480
Construction				0
Total Athletic Expenditures	\$ 272,640	\$ 0	\$ (41,755)	\$ 230,885
<i>Adjustment percentage (C / A)</i>	<i>(15.3%)</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
5.6%	\$409	12	4.3	\$18,239

Schedule 3 (continued)

**Schedule of Athletic Expenditures - 25 School Districts Revisited
For the Year Ended June 30, 2012**

School District (ADM ¹)	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
Bismarck (974)				
Salaries	\$ 203,110	\$ (344)		\$ 202,766
Benefits	47,956	(25)		47,931
Purchased services				0
Supplies and materials				0
Property	16,519			16,519
Other	2,015	369		2,384
Maintenance	76,707			76,707
Travel	28,322			28,322
Construction				0
Total Athletic Expenditures	\$ 374,629	\$ 0	\$ 0	\$ 374,629
<i>Adjustment percentage (C / A)</i>	<i>0.0%</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
5.0%	\$385	14	4.1	\$61,146
Blevins (556)				
Salaries	\$ 53,700	\$ (3,910)	\$ 10,104	\$ 59,894
Benefits	13,356	(852)	2,537	15,041
Purchased services				0
Supplies and materials	5,875			5,875
Property				0
Other	2,401	4,762		7,163
Maintenance	15,009		(3,549)	11,460
Travel	12,349			12,349
Construction (Bleachers, Dugouts, Scoreboard)	119,422			119,422
Total Athletic Expenditures	\$ 222,112	\$ 0	\$ 9,092	\$ 231,204
<i>Adjustment percentage (C / A)</i>	<i>4.1%</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
2.7%	\$37	6	1.1	\$68,123

Schedule 3 (continued)

Schedule of Athletic Expenditures - 25 School Districts Revisited
For the Year Ended June 30, 2012

School District (ADM ¹)	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
Bradley (382)				
Salaries	\$ 22,745			\$ 22,745
Benefits	5,530			5,530
Purchased services	671			671
Supplies and materials	4,965			4,965
Property	1,924			1,924
Other				0
Maintenance	247,173		\$ (237,118)	10,055
Travel	11,940			11,940
Construction (Gym)	1,245,651		241,541	1,487,192
Total Athletic Expenditures	\$ 1,540,599	\$ 0	\$ 4,423	\$ 1,545,022
Adjustment percentage (C / A)	0.3%			
Athletic cost, less construction, as a percentage of total district expenditures ³	Athletic Cost per ADM	Headcount of Athletic Staff	FTE of Athletic Staff ⁴	Cost per Athletic FTE ⁵
1.6%	\$151	3	0.5	\$56,550
Cossatot River (1,137)				
Salaries	\$ 112,221	\$ (305)		\$ 111,916
Benefits	26,928			26,928
Purchased services	601			601
Supplies and materials				0
Property				0
Other	210	305		515
Maintenance	17,208		\$ 38,782	55,990
Travel	39,869			39,869
Construction (Gym)	955,985		(50,985)	905,000
Total Athletic Expenditures	\$ 1,153,022	\$ 0	\$ (12,203)	\$ 1,140,819
Adjustment percentage (C / A)	(1.1%)			
Athletic cost, less construction, as a percentage of total district expenditures ³	Athletic Cost per ADM	Headcount of Athletic Staff	FTE of Athletic Staff ⁴	Cost per Athletic FTE ⁵
2.9%	\$207	9	2.4	\$57,852

Schedule 3 (continued)

**Schedule of Athletic Expenditures - 25 School Districts Revisited
For the Year Ended June 30, 2012**

School District (ADM ¹)	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
Danville (876)				
Salaries	\$ 138,518	\$ (5,716)		\$ 132,802
Benefits	32,502	(1,544)		30,958
Purchased services	7,409			7,409
Supplies and materials	25,916			25,916
Property				0
Other	1,699	7,260		8,959
Maintenance	97,713		\$ (18,626)	79,087
Travel	37,630		(11,616)	26,014
Construction				0
Total Athletic Expenditures	\$ 341,387	\$ 0	\$ (30,242)	\$ 311,145
<i>Adjustment percentage (C / A)</i>	<i>(8.9%)</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
4.6%	\$355	10	3.1	\$52,826
Dardanelle (1,940)				
Salaries	\$ 378,445	\$ (6,690)		\$ 371,755
Benefits	89,155	(1,448)		87,707
Purchased services	64,746			64,746
Supplies and materials	11,824			11,824
Property	30,510			30,510
Other	2,180	8,138		10,318
Maintenance	146,256			146,256
Travel	35,332			35,332
Construction				0
Total Athletic Expenditures	\$ 758,448	\$ 0	\$ 0	\$ 758,448
<i>Adjustment percentage (C / A)</i>	<i>0.0%</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
5.5%	\$391	18	7.3	\$62,940

Schedule 3 (continued)

**Schedule of Athletic Expenditures - 25 School Districts Revisited
For the Year Ended June 30, 2012**

School District (ADM ¹)	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
Dierks (545)				
Salaries	\$ 76,052			\$ 76,052
Benefits	18,367			18,367
Purchased services	13,164			13,164
Supplies and materials	1,632			1,632
Property				0
Other	710			710
Maintenance	46,708			46,708
Travel	14,826			14,826
Construction (Cooling Room)	2,126			2,126
Total Athletic Expenditures	\$ 173,585	\$ 0	\$ 0	\$ 173,585
Adjustment percentage (C / A)	0.0%			
Athletic cost, less construction, as a percentage of total district expenditures ³	Athletic Cost per ADM	Headcount of Athletic Staff	FTE of Athletic Staff ⁴	Cost per Athletic FTE ⁵
4.3%	\$315	8	1.7	\$55,541
Dover (1363)				
Salaries	\$ 253,275	\$ (3,079)		\$ 250,196
Benefits	60,846	(652)		60,194
Purchased services	11,395			11,395
Supplies and materials	26,373			26,373
Property	39,195			39,195
Other	2,250	3,731		5,981
Maintenance	139,131		\$ (23,369)	115,762
Travel	14,591			14,591
Construction (Fieldhouse, Score Board)	124,588		1,440	126,028
Total Athletic Expenditures	\$ 671,644	\$ 0	\$ (21,929)	\$ 649,715
Adjustment percentage (C / A)	(3.3%)			
Athletic cost, less construction, as a percentage of total district expenditures ³	Athletic Cost per ADM	Headcount of Athletic Staff	FTE of Athletic Staff ⁴	Cost per Athletic FTE ⁵
5.3%	\$384	12	5.1	\$60,861

Schedule 3 (continued)

**Schedule of Athletic Expenditures - 25 School Districts Revisited
For the Year Ended June 30, 2012**

School District (ADM')	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
Foreman (542)				
Salaries	\$ 106,044			\$ 106,044
Benefits	26,435			26,435
Purchased services	7,720			7,720
Supplies and materials	1,162			1,162
Property				0
Other	690			690
Maintenance	60,339		\$ 16,587	76,926
Travel	16,352			16,352
Construction				0
Total Athletic Expenditures	\$ 218,742	\$ 0	\$ 16,587	\$ 235,329
<i>Adjustment percentage (C / A)</i>	<i>7.6%</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
6.3%	\$434	7	2.2	\$60,218
Glen Rose (939)				
Salaries	\$ 205,990	\$ (1,600)		\$ 204,390
Benefits	51,428	(346)		51,082
Purchased services				0
Supplies and materials				0
Property				0
Other		1,946		1,946
Maintenance	135,325			135,325
Travel	21,865			21,865
Construction (<i>Sports Complex - Baseball/Softball</i>)	442,661			442,661
Total Athletic Expenditures	\$ 857,269	\$ 0	\$ 0	\$ 857,269
<i>Adjustment percentage (C / A)</i>	<i>0.0%</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
6.0%	\$442	15	4.3	\$59,412

Schedule 3 (continued)

Schedule of Athletic Expenditures - 25 School Districts Revisited
For the Year Ended June 30, 2012

School District (ADM')	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
Gurdon (751)				
Salaries	\$ 161,324	\$ (1,480)		\$ 159,844
Benefits	36,809	(318)		36,491
Purchased services	9,944			9,944
Supplies and materials	2,674			2,674
Property				0
Other	26,058	1,798		27,856
Maintenance	83,227			83,227
Travel	59,050			59,050
Construction				0
Total Athletic Expenditures	\$ 379,086	\$ 0	\$ 0	\$ 379,086
Adjustment percentage (C / A)	0.0%			
Athletic cost, less construction, as a percentage of total district expenditures ³	Athletic Cost per ADM	Headcount of Athletic Staff	FTE of Athletic Staff ⁴	Cost per Athletic FTE ⁵
6.4%	\$505	11	3.2	\$61,355
Helena-West Helena (2,242)				
Salaries	\$ 167,197	\$ (48,734)		\$ 118,463
Benefits	39,828	(12,963)		26,865
Purchased services	1,972			1,972
Supplies and materials	6,898			6,898
Property				0
Other	499	61,697		62,196
Maintenance	43,060		\$ 7,249	50,309
Travel	37,637			37,637
Construction				0
Total Athletic Expenditures	\$ 297,091	\$ 0	\$ 7,249	\$ 304,340
Adjustment percentage (C / A)	2.4%			
Athletic cost, less construction, as a percentage of total district expenditures ³	Athletic Cost per ADM	Headcount of Athletic Staff	FTE of Athletic Staff ⁴	Cost per Athletic FTE ⁵
1.8%	\$136	18	2.8	\$51,903

Schedule 3 (continued)

**Schedule of Athletic Expenditures - 25 School Districts Revisited
For the Year Ended June 30, 2012**

School District (ADM')	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
Junction City (541)				
Salaries	\$ 112,955	\$ (1,380)		\$ 111,575
Benefits	29,160	(297)		28,863
Purchased services	18,973			18,973
Supplies and materials	22,217			22,217
Property	20,981			20,981
Other	765	1,677		2,442
Maintenance	124,684			124,684
Travel	47,173			47,173
Construction				0
Total Athletic Expenditures	\$ 376,908	\$ 0	\$ 0	\$ 376,908
<i>Adjustment percentage (C / A)</i>		<i>0.0%</i>		
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
8.6%	\$697	8	2.1	\$66,875
Lamar (1067)				
Salaries	\$ 144,658			\$ 144,658
Benefits	33,532			33,532
Purchased services	1,551			1,551
Supplies and materials	21,711			21,711
Property	7,866			7,866
Other	2,840			2,840
Maintenance	128,981			128,981
Travel	11,670			11,670
Construction				0
Total Athletic Expenditures	\$ 352,809	\$ 0	\$ 0	\$ 352,809
<i>Adjustment percentage (C / A)</i>		<i>0.0%</i>		
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
4.7%	\$331	13	3.4	\$52,409

Schedule 3 (continued)

**Schedule of Athletic Expenditures - 25 School Districts Revisited
For the Year Ended June 30, 2012**

School District (ADM')	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
Magnet Cove (656)				
Salaries	\$ 163,171	\$ (630)		\$ 162,541
Benefits	39,762	(136)		39,626
Purchased services	8,251			8,251
Supplies and materials	839			839
Property				0
Other		766		766
Maintenance	117,879			117,879
Travel	34,751		\$ (4,022)	30,729
Construction (<i>Bleachers, Concession, Goalposts, Dugouts</i>)	865,386			865,386
Total Athletic Expenditures	\$ 1,230,039	\$ 0	\$ (4,022)	\$ 1,226,017
<i>Adjustment percentage (C / A)</i>	<i>(0.3%)</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
6.2%	\$550	8	2.9	\$69,713
Mineral Springs (481)				
Salaries	\$ 135,636			\$ 135,636
Benefits	32,146			32,146
Purchased services	4,085			4,085
Supplies and materials	44,357			44,357
Property	19,443			19,443
Other	3,166			3,166
Maintenance	80,380			80,380
Travel	24,142		\$ (9,022)	15,120
Construction (<i>Synthetic Turf, Soundsystem</i>)			74,337	74,337
Total Athletic Expenditures	\$ 343,355	\$ 0	\$ 65,315	\$ 408,670
<i>Adjustment percentage (C / A)</i>	<i>19.0%</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
6.8%	\$695	11	2.8	\$59,922

Schedule 3 (continued)

**Schedule of Athletic Expenditures - 25 School Districts Revisited
For the Year Ended June 30, 2012**

School District (ADM')	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
Nevada⁶ (402)				
Salaries	\$ 33,784	\$ (465)		\$ 33,319
Benefits	8,610	(97)		8,513
Purchased services				0
Supplies and materials	2,714			2,714
Property				0
Other		562		562
Maintenance	5,093		\$ 649	5,742
Travel	16,753		(7,430)	9,323
Construction				0
Total Athletic Expenditures	\$ 66,954	\$ 0	\$ (6,781)	\$ 60,173
<i>Adjustment percentage (C / A)</i>	<i>(10.1%)</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
1.9%	\$150	4	0.8	\$52,290
Russellville (5,137)				
Salaries	\$ 885,010	\$ (8,545)		\$ 876,465
Benefits	225,343	(1,889)		223,454
Purchased services	43,468			43,468
Supplies and materials	147,547			147,547
Property	17,042			17,042
Other	3,851	10,434		14,285
Maintenance	453,665			453,665
Travel	(73,381)		\$ 265,582	192,201
Construction (Flooring, Track/Field, Safe Room, Tennis Court, Bleachers)	1,082,918		41,090	1,124,008
Total Athletic Expenditures	\$ 2,785,463	\$ 0	\$ 306,672	\$ 3,092,135
<i>Adjustment percentage (C / A)</i>	<i>11.0%</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
4.5%	\$383	42	15.8	\$69,615

Schedule 3 (continued)

Schedule of Athletic Expenditures - 25 School Districts Revisited
For the Year Ended June 30, 2012

School District (ADM ¹)	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
South Pike County (751)				
Salaries	\$ 127,094			\$ 127,094
Benefits	28,840			28,840
Purchased services	719			719
Supplies and materials	18,068			18,068
Property	9,910			9,910
Other	600			600
Maintenance	49,890			49,890
Travel	10,134			10,134
Construction				0
Total Athletic Expenditures	\$ 245,255	\$ 0	\$ 0	\$ 245,255
<i>Adjustment percentage (C / A)</i>	<i>0.0%</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
3.8%	\$327	6	2.0	\$77,967
Stephens (355)				
Salaries	\$ 18,862	\$ (8)		\$ 18,854
Benefits	5,186	(2)		5,184
Purchased services	4,398			4,398
Supplies and materials	1,421			1,421
Property				0
Other	70	10		80
Maintenance	21,031		\$ 3,486	24,517
Travel	8,362			8,362
Construction				0
Total Athletic Expenditures	\$ 59,330	\$ 0	\$ 3,486	\$ 62,816
<i>Adjustment percentage (C / A)</i>	<i>5.9%</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
2.3%	\$177	3	0.5	\$48,076

Schedule 3 (continued)

**Schedule of Athletic Expenditures - 25 School Districts Revisited
For the Year Ended June 30, 2012**

School District (ADM')	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
Two Rivers (893)				
Salaries	\$ 135,374	\$ (2,269)		\$ 133,105
Benefits	33,624	(490)		33,134
Purchased services	649			649
Supplies and materials				0
Property				0
Other		2,759		2,759
Maintenance	67,476		\$ (9,339)	58,137
Travel	15,427			15,427
Construction				0
Total Athletic Expenditures	\$ 252,550	\$ 0	\$ (9,339)	\$ 243,211
<i>Adjustment percentage (C / A)</i>	<i>(3.7%)</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
3.6%	\$272	9	3.4	\$48,894
Western Yell County (476)				
Salaries	\$ 91,320			\$ 91,320
Benefits	18,478			18,478
Purchased services	3,213			3,213
Supplies and materials	86			86
Property				0
Other	1,848			1,848
Maintenance	41,643		\$ 13,932	55,575
Travel	12,513			12,513
Construction (Gym Floor)			22,500	22,500
Total Athletic Expenditures	\$ 169,101	\$ 0	\$ 36,432	\$ 205,533
<i>Adjustment percentage (C / A)</i>	<i>21.5%</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
4.3%	\$385	8	2.2	\$49,908

Schedule 3 (continued)

**Schedule of Athletic Expenditures - 25 School Districts Revisited
For the Year Ended June 30, 2012**

School District (ADM')	(A) Reported to ADE	(B) Reclassified Expenditures ²	(C) Review Adjustments	(D) Adjusted Expenditures
Westside - Johnson (609)				
Salaries	\$ 101,009			\$ 101,009
Benefits	24,816			24,816
Purchased services	2,399			2,399
Supplies and materials	12,428			12,428
Property	8,500			8,500
Other	1,110			1,110
Maintenance	41,359			41,359
Travel	19,830			19,830
Construction				0
Total Athletic Expenditures	\$ 211,451	\$ 0	\$ 0	\$ 211,451
<i>Adjustment percentage (C / A)</i>	<i>0.0%</i>			
<i>Athletic cost, less construction, as a percentage of total district expenditures³</i>	<i>Athletic Cost per ADM</i>	<i>Headcount of Athletic Staff</i>	<i>FTE of Athletic Staff⁴</i>	<i>Cost per Athletic FTE⁵</i>
4.0%	\$347	5	1.9	\$66,224

Note: Amounts may not total due to rounding.

Endnote 1: School year 2010-2011 third quarter average daily membership (ADM) obtained from the Arkansas Department of Education (ADE).

Endnote 2: Reclassifications to provide consistency with expenditure categories included in Ark. Code Ann. §§ 6-20-2001 — 6-20-2004.

Endnote 3: Salary and Operating Fund expenditure information used to calculate percentage was obtained from ADE. Expenditure amounts are net of transfers to other Funds.

Endnote 4: Full-time equivalent position (FTE) is based on ratio of athletic salary to total certified or classified salary for each staff member included in athletic headcount.

Endnote 5: Total Salaries and Benefits per athletic staff FTE.

Endnote 6: An adjustment was made to the amount reported to ADE for review purposes. A payroll redistribution made in the DetDist Table to expenditures from program code 000 to 115 was not picked up by the ADE Report as it appears to be solely generated from the Transact Table.

Appendix A

Ark. Code Ann. §§ 6-20-2001 — 6-20-2004

Accountability and Review Requirements
Concerning Athletic Expenditures
by Public Schools

Ark. Code Ann. §§ 6-20-2001 — 6-20-2004**6-20-2001. Purpose.**

The purpose of this subchapter is to track and account for the amount of state funds that is used to support interschool athletic programs in public schools.

6-20-2002. Definitions.

As used in this subchapter:

(1) "Athletic expenditures" means all direct and indirect expenses related to interschool athletic programs, prorated if necessary, including, but not limited to:

(A) The proportion of salaries or supplemental pay for staff for or related to interschool athletic programs or organized physical activity courses as provided under § 6-16-137, or both;

(B) All fringe benefits, including, but not limited to, medical and dental insurance, workers' compensation, pension plans, and any other costs associated with employment of staff for interschool athletic programs;

(C) Travel, including bus-related operation and maintenance, to and from any interschool athletic program event for students, faculty, spirit groups, band, or patrons of the school district;

(D) Equipment;

(E) Meals;

(F) Supplies;

(G) Property and medical insurance;

(H) Medical expenses;

(I) Utilities; and

(J) Maintenance of facilities related to interschool athletic teams and spirit groups, excluding bands;

(2) "Classroom teacher" means an individual who is required to hold a teaching license from the Department of Education and who is engaged directly in instruction with students in a classroom setting for more than seventy percent (70%) of the individual's contracted time;

(3) "Interschool athletic program" means:

(A) Any athletic program that is organized primarily for the purpose of competing with other schools, public or private; or

(B) Any athletic program that is subject to regulation by the Arkansas Activities Association; and

(4) "State funds" means all money derived from state revenues, specifically including, but not limited to, distributions from the Department of Education Public School Fund Account and ad valorem property taxes distributed to a public school or school district.

6-20-2003. Certification by local school district board of directors.

(a) Annually by September 15 of each year, the local school board of directors of each school district shall:

(1) In a written report, certify to the State Board of Education:

(A) For the previous school year, the amount of the district's total athletic expenditures for interschool athletic programs that were paid from state funds; and

(B) For the upcoming school year, the district's total athletic expenditures budgeted for interschool athletic programs that are to be paid from state funds;

(2) Provide the state board with a report of the school district's total athletic expenditures paid from state funds in a format approved by the state board or the Department of Education for the previous school year;

(3) Provide the state board with a budget for the athletic expenditures to be paid from state funds as set forth under subdivision (a)(1)(B) of this section for the upcoming year; and

(4) Provide the state board and the department with any additional information or documentation requested.

(b) (1) Any school district failing to comply with the provisions of this subchapter and the rules adopted by the state board for the implementation of this subchapter shall be identified by the department to be a school in fiscal distress in accordance with the Arkansas Fiscal Assessment and Accountability Program, § 6-20-1901 et seq.

(2) Any report required by this subchapter shall be subject to a yearly audit that shall be filed as set forth under § 6-20-1801 et seq.

(3) (A) The Division of Legislative Audit shall conduct a review of any report required by this subchapter to determine compliance with this subchapter and any rule established by the department in accordance with § 6-20-2004.

(B) The division shall conduct the review under this subdivision (b)(3) annually on a rotating basis so that each public school district is evaluated at least one (1) time every five (5) years.

(C) If the division determines that it has insufficient staffing to conduct the scheduled reviews under this subdivision (b)(3) in a given year, the executive committee of the Legislative Joint Auditing Committee may establish the priority and number of public school districts that can reasonably be reviewed with available staff resources for the given year.

6-20-2004. Regulations.

(a) The State Board of Education shall promulgate any rules necessary for the implementation of this subchapter.

(b) The rules shall include a procedure to be developed by the Department of Education to ensure uniform reporting of athletic expenditures.

Appendix B

Act Number 1358 of 2013

Revised Tracking and Accounting for
Interscholastic Athletic Programs

Stricken language would be deleted from and underlined language would be added to present law.
Act 1358 of the Regular Session

1 State of Arkansas

As Engrossed: H3/28/13

2 89th General Assembly

A Bill

3 Regular Session, 2013

HOUSE BILL 2128

4
5 By: Representative Hammer

6
7 **For An Act To Be Entitled**

8 AN ACT TO REVISE AND SIMPLIFY THE TRACKING OF AND
9 ACCOUNTING FOR INTERSCHOLASTIC ATHLETIC PROGRAMS AND
10 INTERSCHOLASTIC ACTIVITY PROGRAM FUNDS; AND FOR OTHER
11 PURPOSES.

12
13
14 **Subtitle**

15 TO REVISE AND SIMPLIFY THE TRACKING OF
16 AND ACCOUNTING FOR INTERSCHOLASTIC
17 ATHLETIC PROGRAMS AND INTERSCHOLASTIC
18 ACTIVITY PROGRAM FUNDS.

19
20
21 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:

22
23 *SECTION 1. Arkansas Code § 6-20-2002(1), concerning the definition of*
24 *"athletic expenditures" for the purpose of tracking and accounting*
25 *interschool athletic program funds, is amended to read as follows:*

26 *(1) "Athletic expenditures" means all direct and indirect*
27 *expenses related to interschool athletic programs, prorated if necessary,*
28 *including, but not limited to including without limitation:*

29 *(A) The proportion of salaries or supplemental pay for*
30 *staff for or related to interschool athletic programs or organized physical*
31 *activity courses as provided under § 6-16-137, or both;*

32 *(B) All fringe benefits, including, but not limited to,*
33 *without limitation medical and dental insurance, workers' compensation,*
34 *pension plans, and any other costs associated with employment of staff for*
35 *interschool athletic programs;*

36 *(C) Travel, including bus-related operation and*



As Engrossed: H3/28/13

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1 maintenance, to and from any interschool athletic program event for students,
2 faculty, spirit groups, band, or patrons of the school district;

3 (D) Equipment;

4 (E) Meals;

5 (F) Supplies; and

6 ~~(G) Property and medical insurance;~~

7 ~~(H)(G) Medical expenses;~~

8 ~~(I) Utilities; and~~

9 ~~(J) Maintenance of facilities related to interschool~~
10 ~~athletic teams and spirit groups, excluding bands;~~

11
12 SECTION 2. Arkansas Code § 6-20-2003 is amended to read as follows:

13 6-20-2003. Certification Reporting by local school district board of
14 directors districts.

15 ~~(a) Annually by September 15 of each year, the local school board of~~
16 ~~directors of each school district shall:~~

17 ~~(1) In a written report, certify to the State Board of~~
18 ~~Education;~~

19 ~~(A) For the previous school year, the amount of the~~
20 ~~district's total athletic expenditures for interschool athletic programs that~~
21 ~~were paid from state funds; and~~

22 ~~(B) For the upcoming school year, the district's total~~
23 ~~athletic expenditures budgeted for interschool athletic programs that are to~~
24 ~~be paid from state funds;~~

25 ~~(2) Provide the state board with a report of the school~~
26 ~~district's total athletic expenditures paid from state funds in a format~~
27 ~~approved by the state board or the Department of Education for the previous~~
28 ~~school year;~~

29 ~~(3) Provide the state board with a budget for the athletic~~
30 ~~expenditures to be paid from state funds as set forth under subdivision~~
31 ~~(a)(1)(B) of this section for the upcoming year; and~~

32 ~~(4) Provide the state board and the department with any~~
33 ~~additional information or documentation requested.~~

34 ~~(b)(1) Any school district failing to comply with the provisions of~~
35 ~~this subchapter and the rules adopted by the state board for the~~
36 ~~implementation of this subchapter shall be identified by the department to be~~

As Engrossed: H3/28/13

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~~a school in fiscal distress in accordance with the Arkansas Fiscal Assessment and Accountability Program, § 6-20-1901 et seq.~~

~~(2) Any report required by this subchapter shall be subject to a yearly audit that shall be filed as set forth under § 6-20-1801 et seq.~~

~~(3)(A) The Division of Legislative Audit shall conduct a review of any report required by this subchapter to determine compliance with this subchapter and any rule established by the department in accordance with § 6-20-2004.~~

~~(B) The division shall conduct the review under this subdivision (b)(3) annually on a rotating basis so that each public school district is evaluated at least one (1) time every five (5) years.~~

~~(C) If the division determines that it has insufficient staffing to conduct the scheduled reviews under this subdivision (b)(3) in a given year, the executive committee of the Legislative Joint Auditing Committee may establish the priority and number of public school districts that can reasonably be reviewed with available staff resources for the given year.~~

(a) During the appropriate Arkansas Public School Computer Network reporting cycle each year, a school district shall submit appropriate data to the Department of Education documenting the school district's total athletic expenditures paid from state funds.

(b) Annually, each school district shall submit as part of the budget of expenditures and receipts required under § 6-20-2202, a budget for the total athletic expenditures to be paid from state funds for the budgeted year.

SECTION 3. Arkansas Code § 6-20-2004 is amended to read as follows:
6-20-2004. Regulations.

~~(a) The State Board of Education shall~~ may promulgate any rules necessary for the implementation of this subchapter.

~~(b) The rules shall include a procedure to be developed by the Department of Education to ensure uniform reporting of athletic expenditures.~~

SECTION 4. Arkansas Code § 6-20-2102(3), concerning the definition of "interschool scholastic activity expenditures", is amended to read as follows:

As Engrossed: H3/28/13

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(3) "Interschool scholastic activity expenditures" means all direct and indirect expenses related to interschool scholastic activities, prorated if necessary, including, but not limited to including without limitation:

(A) Salaries or supplemental pay for staff for interschool scholastic activities ~~or organized physical activity courses as provided under § 6-16-137, or both~~, excluding salaries received for duties as a classroom teacher;

(B) All fringe benefits, including, but not limited to, medical and dental insurance, workers' compensation, pension plans, and any other costs associated with employment of staff for interschool scholastic activities;

(C) Travel, including bus-related operation and maintenance;

(D) Equipment;

(E) Meals;

(F) Supplies; and

~~(G) Property and medical insurance;~~

~~(H)~~ (G) Medical expenses;

~~(I) Utilities; and~~

~~(J) Maintenance of facilities related to interschool scholastic activities; and~~

SECTION 5. Arkansas Code § 6-20-2103 is amended to read as follows:

6-20-2103. Certification Reporting by local district school board of ~~directors~~ school districts.

~~(a) Annually by September 15 of each year, the local school board of directors of each school district shall~~

~~(1) In a written report, certify to the State Board of Education:~~

~~(A) For the previous school year, the amount of the district's total interschool scholastic activity expenditures that were paid from state funds; and~~

~~(B) For the upcoming school year, the school district's total budgeted interschool scholastic activity expenditures to be paid from state funds;~~

As Engrossed: H3/28/13

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~~(2) Provide the state board with a report of the school district's total interschool scholastic activity expenditures paid from state funds in a format approved by the state board or the Department of Education for the previous school year.~~

~~(3) Provide the state board with a budget for the interschool scholastic activity expenditures to be paid from state funds as set forth under subdivision (a)(1)(B) of this section for the upcoming year; and~~

~~(4) Provide the state board and the department with any additional information or documentation requested.~~

~~(b)(1) Any school district failing to comply with the provisions of this subchapter and the rules adopted by the state board for the implementation of this subchapter shall be identified by the department to be a school in fiscal distress in accordance with the Arkansas Fiscal Assessment and Accountability Program, § 6-20-1901 et seq.~~

~~(2) Any report required by this subchapter shall be subject to a yearly audit which shall be filed as set forth under § 6-20-1801 et seq.~~

(a) During the appropriate Arkansas Public School Computer Network reporting cycle each year, a school district shall submit data to the Department of Education documenting the school district's total interschool scholastic activity expenditures paid from state funds.

(b) Annually, each school district shall submit as part of the budget of expenditures and receipts required under § 6-20-2202, a budget for the total interschool scholastic activity expenditures to be paid from state funds for the budgeted year.

SECTION 6. Arkansas Code § 6-20-2104 is amended to read as follows:
6-20-2104. Rules.

~~(a) The State Board of Education shall~~ may promulgate any rules necessary for the implementation of this subchapter.

~~(b) The rules shall include a procedure to be developed by the Department of Education to ensure uniform reporting of interschool scholastic activity expenditures.~~

/s/Hammer

APPROVED: 04/18/2013

Appendix C

Arkansas Department of Education
Athletic Expenditure Report
Program Code 115
Activity Funds Excluded

For the Year Ended June 30, 2012

Athletic Expenditures Reported to ADE
Fiscal Year 2011 – 2012

SCHOOL DISTRICT	Salaries	Benefits	Purchased Services ¹	Materials and Supplies	Property	Other	Maintenance	Student Transportation	Construction	TOTALS	Athletic Totals per ADM ²
Academics Plus	\$ 35,843	\$ 8,360	\$ 6,310	\$ 535		\$ 1,353		\$ 2,701		\$ 55,102	\$ 91
Alma	788,379	193,586	17,414	118,063	\$ 8,596	2,217	\$ 648,607	138,103	\$ 50,000	1,964,965	561
Alpena	42,144	9,838	6,649	6,274		3,706	29,637	20,228		118,476	214
Arkadelphia	357,362	87,541	12,786	64,912	4,415	210	223,306	61,448		811,980	417
Armored	39,579	10,098	9,771	3,685		605	40,917	58,145		162,801	359
Ashdown	286,243	70,879	14,192	20,812		3,265	97,581	85,388		578,359	389
Atkins	197,902	47,441		25,428			84,130	28,783		383,683	395
Augusta	85,702	21,304	17,879	9,457		819	1,270			136,431	287
Bald Knob	188,165	43,472	33,372	44,782		2,258	150,868	31,751	6,849	501,517	382
Barlow-Lexa	157,328	37,911		1			31,841	24,457	245,606	497,145	326
Batesville	350,047	87,563	165,707	73,151	15,819	5,690	122,940	42,452	49,254	912,623	293
Bauxite	136,157	34,261		76			80,414	36,451		287,360	193
Bay	81,345	18,477	7,500	45,625		1,242	92,971	25,480		272,640	482
Bearden	106,514	25,297	500	10,000		1,000	64,352	21,116		228,779	405
Beebe	456,450	113,561	32,274	77,782	11,230	3,245	103,800	100,861	445,043	1,344,246	281
Benton	673,834	176,083	23,882	6,956		175	348,501	129,222	5,366,744	6,725,397	292
Bentonville	1,345,061	314,808	198,919	117,595		49,824	1,219,084	46,326		3,291,617	243
Bergman	88,827	21,483					13,674	17,610		141,594	133
Berryville	267,176	40,119	9,611	77,511	25,250	680	190,743	81,758		692,848	372
Bismarck	203,110	47,956			16,519	2,015	76,707	28,322		374,629	385
Blevins	53,700	13,356		5,875		2,401	15,009	12,349	119,422	222,112	185
Blytheville	402,252	96,546	49,708	91,581	6,900	8,327	328,911	88,060		1,072,286	368
Bonneville	347,848	84,340	8,067	73,669	9,040	1,285	145,335	54,114	11,669	735,367	530
Bradford	39,059	8,446					25,112	7,613		80,231	164
Bradley	22,745	5,530	671	4,965	1,924		247,173	11,940	1,245,651	1,540,599	771
Brinkley	119,621	27,894	18,778	71,639	41,054	1,150	81,378	38,501	-	400,016	633
Brookland	275,869	67,244	1,344	13,088	2,315	37,789	47,156	23,600	217,573	685,978	290
Bryant	932,614	220,129	28,661	27,587	1,297		589,809	108,794		1,908,891	241
Buffalo Island Central	92,474	21,066	925				11,329	31,871		157,666	192
Cabot	1,380,828	330,242	20,913	46,901	24,999	400	545,313	132,502	2,217,375	4,699,472	248
Caddo Hills	63,085	14,522	1,968	4,070		82,860	83,689	12,422		262,616	462
Calico Rock	37,348	8,770	1,127			175	28,483	8,306		84,209	201
Camden Fairview	475,828	113,756	53,452	81,240	11,813	4,105	348,921	52,026	165,056	1,306,197	469

Athletic Expenditures Reported to ADE
Fiscal Year 2011 – 2012

SCHOOL DISTRICT	Salaries	Benefits	Purchased Services ¹	Materials and Supplies	Property	Other	Maintenance	Student Transportation	Construction	TOTALS	Athletic Totals per ADM ²
Carlisle	\$ 146,788	\$ 33,493	\$ 22,429			\$ 1,125	\$ 80,759	\$ 15,466		\$ 300,059	\$ 399
Cave City	259,313	62,412	6,590	\$ 30,822		4,800	88,346	29,949	\$ 900	483,132	357
Cedar Ridge	112,344	25,721		2,165	\$ 5,265		78,246	28,127	53,350	305,218	304
Cedarville	167,190	42,884	8,881	55,331	2,516	160	48,021	27,307		352,290	380
Centerpoint	142,748	32,625	5,895	3,852		2,893		1,972		189,985	187
Charleston	212,469	48,737	20,471	18,633	2,196	1,175	77,286	32,772	19,913	433,652	473
Clarendon	94,807	22,500	7,750			850	17,063	24,975		167,945	312
Clarksville	328,100	80,556	36,344	80,718		1,509	108,410	110,842		746,479	299
Cleveland County	126,719	30,378	730				40,042	30,232	56,970	285,071	270
Clinton	249,421	58,999	5,047	41,278		2,240	93,213	35,731		485,929	364
Concord	49,142	11,248	876	3,935		4,917	48,719	14,342	34,695	167,874	291
Conway	1,143,396	274,723	39,840	23,467	16,038		852,493	56,053	86,351	2,492,362	261
Corning	217,625	51,297	24,491	18,684		536	65,322	32,403	10,852	421,210	400
Cossatot River	112,221	26,928	601			210	17,208	39,869	955,985	1,153,022	173
Cotter	65,087	16,621					21,401	29,196		132,305	200
County Line	106,739	26,368	1,948	6,960	3,492	682	43,301	11,159		200,650	424
Cross County	100,324	23,965	11,807		2,771		49,738	18,033		206,637	339
Crossett	398,907	97,904	33,359	61,321	11,673	3,819	165,964	88,461		861,407	461
Cutter-Morning Star	102,363	23,744	2,478	9,455		2,173	50,430			190,642	305
Danville	138,518	32,502	7,409	25,916		1,699	97,713	37,630		341,387	390
Dardanelle	378,445	89,155	64,746	11,824	30,510	2,180	146,256	35,332		758,448	391
Decatur	67,442	15,978	9,604	10,964		1,596	34,064	35,397		175,046	357
Deer / Mount Judea	44,249	10,094	179	634		241	21,181	10,728		87,306	241
DeQueen	182,264	42,623	3,632	94,016	3,613	4,061	189,838	93,026		613,074	257
Dermott	39,923	9,200	4,449	1,377		765	51,291	11,930		118,935	281
Des Arc	89,939	23,118	4,838	9,680		500	22,746	27,400		178,221	301
Dewitt	161,711	38,364	8,922	38,899		5,251	102,786	36,123		392,057	294
Dierks	76,052	18,367	13,164	1,632		710	46,708	14,826	2,126	173,585	315
Dollarway	159,693	40,516	23,772	75,478		12,735	196,179	68,472		576,845	378
Dover	253,275	60,846	11,395	26,373	39,195	2,250	139,131	14,591	124,588	671,645	401
Dreamland Academy				624						624	2

**Athletic Expenditures Reported to ADE
Fiscal Year 2011 – 2012**

SCHOOL DISTRICT	Salaries	Benefits	Purchased Services ¹	Materials and Supplies	Property	Other	Maintenance	Student Transportation	Construction	TOTALS	Athletic Totals per ADM ²
Drew Central	\$ 134,678	\$ 34,142	\$ 19,274	\$ 11,501	\$ 7,582	\$ 2,480	\$ 365,143	\$ 45,035		\$ 619,835	\$ 638
Dumas	258,247	61,867	12,486	71,545	2,774	2,340	323,282	55,290	\$ 55,892	843,722	538
Earle	45,094	10,451	37,495	76,673		57,088	8,333			235,135	338
East End	143,942	33,650	1,411	6,402			87,464	18,546		291,413	461
East Poinsett County	105,218	25,371	15,553	36,206		2,081	57,454	29,869		271,752	374
El Dorado	608,193	147,052	72,761	72,552	70,958	5,346	529,285	99,703	708,873	2,314,726	348
Elkins	90,913	21,529	14,848			100	415,354	27,714		570,457	495
Emerson-Taylor	61,883	16,323	3,986	8,443	2,169	776	91,778	33,341	40,392	259,090	356
England	138,694	31,762	4,724	9,900			98,313	30,382		313,775	417
Eureka Springs	51,886	12,120	7,277	2,798		1,800	32,470	30,991		139,341	216
Farmington	402,168	98,810	1,181	16			190,298	69,476	424,081	1,186,030	350
Fayetteville	1,168,539	282,333	101,249	230,911		16,659	638,063	135,306	1,028,867	3,601,926	291
Flippin	81,780	20,297	2,104	320			44,209	9,821		158,530	195
Fordyce	155,475	34,867	473	73,174	1,715	195	245,531	29,038		540,468	576
Foreman	106,044	26,435	7,720	1,162		690	60,339	16,352		218,742	404
Forrest City	461,372	109,531	64,544	34,786		1,600	152,350	69,793		893,975	284
Fort Smith	1,953,962	501,158	155,941	434,188	65,510	6,353	1,292,818	313,223	1,250,878	5,974,032	344
Fouke	209,780	49,672	1,576	27,778		1,305	24,844	32,746		347,701	336
Fountain Lake	330,592	78,341	11,596	45,490		3,199	113,631	30,240		613,089	503
Genoa Central	254,911	59,923	2,966	630			51,680	48,948	21,808	440,867	447
Gentry	338,145	78,598	4,500	72,509		1,250	243,106	108,674		846,783	595
Glen Rose	205,990	51,428					135,325	21,865	442,661	857,269	442
Gosnell	260,982	61,049	72,868	63,672		6,426	236,863	24,352		726,212	514
Gravette	283,229	66,906	4,302	24,608		1,250	200,522	73,571	92,569	746,955	370
Green Forest	169,701	42,189	1,500	39,045	32,819	140	72,956	33,414	1,474,410	1,866,175	321
Greenbrier	690,049	162,371	4,937	11,524		37,402	157,086	137,714	1,410,313	2,611,395	390
Greene County Tech	554,993	135,393	32,621	110,498	46,766	9,255	445,964	148,841	1,090,374	2,574,705	434
Greenland	129,977	31,431	5,010				129,519	28,317		324,254	410
Greenwood	761,375	176,240	29,449	35,296			114,646	180,021		1,297,026	363
Gurdon	161,324	36,809	9,944	2,674		26,058	83,227	59,050		379,087	504
Guy-Perkins	48,900	11,980	589	2,807		2,775	32,476	-16,922		82,604	189

Athletic Expenditures Reported to ADE
Fiscal Year 2011 – 2012

SCHOOL DISTRICT	Salaries	Benefits	Purchased Services ¹	Materials and Supplies	Property	Other	Maintenance	Student Transportation	Construction	TOTALS	Athletic Totals per ADM ²
				\$ 5,241		\$ 50				\$ 5,291	\$ 18
Haas Hall Academy											
Hackett	\$ 147,496	\$ 35,107	\$ 5,312	3,222		500	\$ 95,599	\$ 45,250	\$ 583	333,069	537
Hamburg	249,436	62,256	13,133	28,808	\$ 11,488	2,984	142,592	98,044		608,741	321
Hampton	109,364	25,876	2,478	4,506		2,360		12,317	1,828,463	1,985,364	283
Harmony Grove (Ouachita)	167,844	40,192	5,898	12,688		8,650	25,455	34,237		294,965	293
Harmony Grove (Saline)	195,219	46,610	4,925				166,314	27,612	11,320	452,000	400
Harrisburg	231,549	56,740	22,776	16,821	1,385	115	49,402	86,600		465,388	339
Harrison	544,840	132,431	31,977	2,812		1,471	158,086	162,229		1,033,845	375
Hartford	57,812	13,488	1,068	30			39,521	16,891	125,151	253,961	380
Hazen	88,144	21,665					28,028	9,867		147,704	229
Heber Springs	386,287	89,672	21,597	9,225		793	208,708	80,316		796,598	456
Hector	107,461	26,053	1,446	18,910	3,426	1,070	84,823	16,946		260,135	421
Helena - West Helena	167,197	39,828	1,972	6,898		499	43,060	37,637		297,092	133
Hermitage	85,789	20,853	2,046	13,092		1,940	70,922	12,217		206,860	441
Highland	235,492	57,213	2,703	40,703		350	204,333	34,814	924,068	1,499,677	359
Hillcrest	36,743	8,846			7,659		103,074	29,184		185,505	453
Hope	394,519	98,190	36,173	91,434			286,307	89,548	639,530	1,635,700	399
Horatio	182,830	42,994	9,229	73,135			46,767	20,298		375,282	436
Hot Springs	457,330	105,137	77,101	148,920		32,832	288,853	84,980		1,195,153	328
Hoxie	233,127	53,831	15,563	36,001	5,110	2,739	62,340	17,087	1,164,104	1,589,902	449
Hughes	57,420	12,613	12,439	20,746		1,480	27,416			132,114	317
Huntsville	446,334	105,042	6,328	43,293		4,909	220,695	66,657		893,259	385
Izard County	51,404	12,670	191	7,357			30,273	14,744	756,586	873,225	228
Jackson County	93,172	22,022	300				70,275	18,707	133,310	337,785	251
Jacksonville Lighthouse	1,550	336		8,415						10,301	26
Jasper	110,553	26,383	3,898		2,311		75,395	35,110		253,650	284
Jessieville	160,872	38,289	448			1,350	50,412	42,116		293,487	329
Jonesboro	628,877	155,494	45,733	118,179		2,492	411,274	91,967	875,060	2,329,077	273

Athletic Expenditures Reported to ADE
Fiscal Year 2011 – 2012

SCHOOL DISTRICT	Salaries	Benefits	Purchased Services ¹	Materials and Supplies	Property	Other	Maintenance	Student Transportation	Construction	TOTALS	Athletic Totals per ADM ²
Junction City	\$ 112,955	\$ 29,160	\$ 18,973	\$ 22,217	\$ 20,981	\$ 765	\$ 124,684	\$ 47,173		\$ 376,908	\$ 696
Kipp Delta	41,286	17,269	40,665	12,611		930	33,686			146,446	230
Kirby	57,255	13,436					15,915	11,666		98,272	239
Lafayette County	122,212	31,235	9,469	35,819		1,862	120,952	18,482		340,030	453
Lake Hamilton	791,549	199,716	15,050	54,894	20,509	2,200	234,072	16,291		1,334,281	322
Lakeside (<i>Chicot</i>)	124,055	30,756	2,695	59,535	4,641	3,355	16,462	10,585		252,082	217
Lakeside (<i>Garland</i>)	486,098	114,517		158,667		4,882	270,189	86,878		1,121,231	372
Lamar	144,658	33,532	1,551	21,711	7,866	2,840	128,981	11,670		352,810	331
Lavaca	186,969	42,980	3,666	148		700	116,569	42,294	\$ 23,590	416,916	464
Lawrence County	242,364	55,550	3,333	81,356			65,415	42,949		490,967	454
Lead Hill	38,957	6,244					40,393	15,925		101,519	279
Lee County	43,925	9,512	4,005	21,298			38,757	42,959		160,457	163
Lincoln	168,025	41,434	16,890	31,399	8,080	2,335	143,078	39,146	885,012	1,335,398	349
Little Rock	1,081,520	272,686	99,170	280,826	20,386	16,371	1,042,860	468,153	56,353	3,338,324	188
Little Rock - Magnet	179,718	44,152	24,066	40,685	1,193	9,294	194,149	6,583		499,840	78
Lonoke	306,709	71,089	7,383	77,029			52,165	63,379	79,470	657,223	315
Magazine	90,784	21,350	4,247	10,267		4,703	128,221	35,283	10,879	305,734	569
Magnet Cove	163,171	39,762	8,251	839			117,879	34,751	865,386	1,230,040	556
Magnolia	353,978	84,197	12,035	72,700		1,500	263,575	80,406		868,390	313
Malvern	507,611	120,252	28,678	9,488		2,528	56,880	96,469	1,688	823,594	389
Mammoth Springs	35,322	7,632		28,319		350	14,292	45,540		131,456	280
Manila	206,054	48,695	14,761	40,204	1,111	1,679	79,466	43,501		435,471	442
Mansfield	190,937	45,203					100,131	48,266		384,537	401
Marion	475,241	115,960	83,482	33,672	4,401	3,213	294,440	88,591		1,098,998	259
Marked Tree	89,026	21,170	1,422	7,578			34,534	26,273		180,002	300
Marmaduke	89,907	23,790				500	42,172	26,803	33,045	216,216	253
Marvell	25,776	5,978	233	5,646	476		8,720	8,735		55,564	122
Mayflower	281,978	67,532	2,692	33,707		2,045	106,601	24,576	4,996	524,127	490
Maynard	46,253	11,443	2,399	3,865		1,145	5,375	15,617		86,097	165
McCrory	114,963	27,105	2,986	22,093		865	105,986	15,289	5,700	294,987	429
McGehee	184,166	45,062	17,860	63,233	13,036	2,184	127,943	89,713		543,196	483

Athletic Expenditures Reported to ADE
Fiscal Year 2011 – 2012

SCHOOL DISTRICT	Salaries	Benefits	Purchased Services ¹	Materials and Supplies	Property	Other	Maintenance	Student Transportation	Construction	TOTALS	Athletic Totals per ADM ²
Melbourne	\$ 169,971	\$ 40,087	\$ 4,000	\$ 999			\$ 146,151	\$ 34,538		\$ 395,746	\$ 435
Mena	281,229	72,962	12,689			\$ 60,221	119,984	75,818	\$ 3,447,338	4,070,240	331
Midland	64,058	14,679		15,989			27,135	12,114		133,974	256
Mineral Springs	135,636	32,146	4,085	44,357	\$ 19,443	3,166	80,380	24,142		343,356	714
Monticello	381,838	97,788	40,203	59,014	23,059	29,782	299,952	110,500	233,751	1,275,887	499
Mount Ida	124,391	29,966					54,187	17,940		226,484	449
Mountain Home	710,727	195,243	109,113	80,570	3,158	2,870	138,125	81,118		1,320,924	331
Mountain Pine	102,136	25,566	13,405	18,138		1,211	72,061	19,460		251,978	419
Mountain View	257,815	61,935	5,957	35,122		2,018	59,272	46,065		468,183	273
Mountainburg	165,283	39,824	2,134	1,267	12,862	100	101,632	30,711	6,558	360,371	509
Mount Vernon - Enola	64,260	14,209	236			400	31,858	21,646	11,345	143,954	277
Mulberry	44,102	9,665	270		2,000		36,568	17,108		109,713	280
North Little Rock	1,031,799	278,392	1,757	87,917		7,768	258,409	76,736	5,564	1,748,341	213
Nashville	420,710	101,262	4,015	16,764	1,756		173,031	78,384	29,586	825,508	410
Nemo Vista	65,927	15,719			1,806		70,378	15,469	56,031	225,331	345
Nettleton	377,565	93,197	31,908	104,183	4,579	10,537	105,832	108,534	75,022	911,357	265
Nevada	22,380	5,717		2,714			5,093	16,753		52,658	131
Newport	233,984	55,862	20,912	48,620	16,891	1,964	97,928	36,608	1,425	514,193	359
Norfolk	32,614	7,692	3,300	1,255	1,174		20,801	17,484		84,320	181
Norphlet	98,103	23,966		1,407		500	38,276	15,878		178,130	433
Omaha	47,263	9,995	1,050	9,901	1,745	550	28,368	5,869		104,741	250
Osceola	115,681	28,386	901	39,923		50	61,183	51,609		297,733	215
Ouachita River	98,461	24,330	3,259	891			62,601	26,542	846	216,930	306
Ouachita	35,395	8,687		2,000			11,837	22,653		80,571	178
Ozark Mountain	95,838	23,651					67,931	18,733		206,153	317
Ozark	378,447	88,246	11,061	3,750		1,408	180,597	56,646	1,227	721,383	397
Palestine - Wheatley	80,336	22,616	3,350	12,555	2,624	1,575	14,574	14,492		152,122	227
Pangburn	82,789	20,188	250	3,785	3,648	710	14,110	15,531		141,010	189
Paragould	523,317	127,531	17,582	75,645	3,526	31,749	191,869	60,041		1,031,261	356
Paris	292,856	71,772	4,848	35,435	3,224	5,654	105,799	34,124		553,711	496
Parkers Chapel	163,914	46,002	13,362	193		500	52,556	7,640		284,167	432

**Athletic Expenditures Reported to ADE
Fiscal Year 2011 – 2012**

SCHOOL DISTRICT	Salaries	Benefits	Purchased Services ¹	Materials and Supplies	Property	Other	Maintenance	Student Transportation	Construction	TOTALS	Athletic Totals per ADM ²
Pea Ridge	\$ 287,506	\$ 68,206	\$ 707	\$ 10,991	\$ 33,338		\$ 268,272	\$ 34,868	\$ 1,682,824	\$ 2,386,712	\$ 429
Perryville	201,470	47,034	2,438	729		\$ 1,835	94,092	97,423		445,022	436
Piggott	154,807	39,086	9,572	32,852		1,416	65,245	33,267		336,247	351
Pine Bluff	539,871	138,910	41,102	43,207	5,999	380	181,871	110,510		1,061,850	224
Pocahontas	352,880	84,219	37,692	29,492	8,039	10,223	103,568	53,249		679,362	373
Pottsville	330,233	80,053	5,837	25,137	1,108		76,609	42,346		561,322	347
Poyen	131,227	31,933	-	6,227			63,295	14,763	21,538	268,982	464
Prairie Grove	293,795	69,817	17,562				189,003	50,528		620,706	355
Prescott	207,024	49,895	29,094	24,469	12,149	696	139,985	26,145	70,374	559,831	470
Pulaski County Special	1,750,111	434,552	130,241	83,236	24,610	8,700	1,550,044	356,516	2,684,915	7,022,924	278
Quitman	151,672	36,351	348,397	31,096	21,631	2,550	66,475	19,749		677,921	1117
Rector	72,279	17,942	9,119	5,241			84,645	23,814		213,040	360
Riverside	77,732	18,816	2,194	4,016		15,000	88,502	25,501	80,831	312,593	286
Riverview	232,060	56,101	883	48,291		925	25,195	18,922	143,847	526,224	294
Rogers	1,590,405	376,342		253,402	4,421		1,210,169	258,051		3,692,790	266
Rose Bud	167,841	38,784	428	22,975		725	71,841		40,670	343,263	370
Russellville	885,010	225,343	43,468	147,547	17,042	3,851	453,665	-73,381	1,082,918	2,785,463	331
Salem	153,458	38,488	1,138	14,198			42,658	27,539	4,450	281,930	381
Scranton	50,474	11,669	1,315	1,724		480	59,560	14,085		139,307	345
Searcy County	104,951	25,908					44,476	13,371		188,707	203
Searcy	508,898	118,732	80,951	65,034	4,428	970	145,212	176,747	563,667	1,664,639	275
Sheridan	685,180	167,602	28,611	143,832		175	51,463	71,470		1,148,334	277
Shirley	44,943	10,963	6,264	2,541		75	6,803	22,433		94,021	212
Siloam Springs	662,711	164,418	24,564	33,814		2,000	386,539	189,321	2,428,308	3,891,674	379
Sloan - Hendrix	39,329	9,038	3,293	1,125			89,002	15,834		157,621	240
Smackover	153,805	42,080		26,347	13,982		64,552	15,105		315,870	371
South Conway	536,515	130,718		69,459	5,632	1,900	66,993	103,314	134,397	1,048,928	410
South Mississippi County	130,233	25,898	13,246	75,000				89,859		334,236	272
South Pike County	127,094	28,840	719	18,068	9,910	600	49,890	10,134		245,256	327
South Side (Van Buren)	47,703	11,779	1,526	2,918		350	51,504	13,663	66,607	196,050	253

**Athletic Expenditures Reported to ADE
Fiscal Year 2011 – 2012**

SCHOOL DISTRICT	Salaries	Benefits	Purchased Services ¹	Materials and Supplies	Property	Other	Maintenance	Student Transportation	Construction	TOTALS	Athletic Totals per ADM ²
Southside (Independence)	\$ 327,368	\$ 83,092	\$ 13,313	\$ 49,030	\$ 12,248	\$ 1,780	\$ 319,656	\$ 32,005		\$ 838,491	\$ 552
Spring Hill	136,347	36,124	33	11,065		1,235	38,843	35,759		259,408	513
Springdale	1,586,560	384,532	66,582	67,269	148,987	9,956	790,305	125,214	\$ 1,736,041	4,915,446	170
Star City	334,940	80,924	19,792	56,153	22,804	2,815	160,413	91,348		769,190	465
Stephens	18,862	5,186	4,398	1,421		70	21,031	8,362		59,332	167
Strong - Huttig	27,608	6,821	6,552	6,439		1,083	53,153	31,533		133,189	297
Stuttgart	350,037	86,159	14,827	50,199			293,022	65,769		860,012	480
Texarkana	669,507	165,703	62,237	16,758	1,418	935	129,218	203,146	29,467	1,278,390	294
Trumann	159,899	37,792	37,256	63,629	5,720	1,911	175,408	46,720		528,335	348
Two Rivers	135,374	33,624	649				67,476	15,427		252,550	283
Valley Springs	72,827	16,265	206	5,605			21,374	27,305		143,582	151
Valley View	350,182	83,648	13,340		1,183	5,482	144,859	40,307	120,020	759,020	272
Van Buren	1,259,707	297,886	79,866	194,103	32,688	3,487	155,731	209,880	3,002	2,236,350	379
Vilonia	600,027	145,880	24,779	26,351	12,805	5,957	278,122	57,475		1,151,397	376
Viola	74,734	17,755	9,031	13,954	1,562		56,857	41,303		215,196	524
Waldron	238,818	58,637	2,655	55,761	41,973	1,200	112,294	43,896	1,482,215	2,037,449	342
Warren	339,369	88,971	26,256	90,162	4,861	5,485	147,591	45,385	12,550	760,630	492
Watson Chapel	418,993	107,566	55,722	110,476	5,192	11,645	141,017	93,579	1,294,368	2,238,558	304
West Fork	274,934	68,923	3,975	1,144		900	47,773	38,799		436,449	356
West Memphis	534,138	127,574	4,770	69,179	2,062	7,758	684,717	51,360	986,076	2,467,632	261
West Side (Cleburne)	37,506	8,323					95,955	11,717		153,501	313
Western Yell County	91,320	18,478	3,213	86		1,848	41,643	12,513		169,101	355
Westside Consolidated	216,814	52,870	25,425	22,137		1,537	164,372	38,472	4,780	526,408	322
Westside (Johnson)	101,009	24,816	2,399	12,428	8,500	1,110	41,359	19,830		211,450	347
White County Central	52,286	12,875				625	70,017	6,868		142,671	212
White Hall	456,080	109,276	33,016	94,052	10,729	994	376,827	62,117	104,405	1,247,496	379
Wonderview	46,152	9,938	2,825	13,647			16,170	11,781		100,513	243

Athletic Expenditures Reported to ADE
Fiscal Year 2011 – 2012

SCHOOL DISTRICT	Salaries	Benefits	Purchased Services ¹	Materials and Supplies	Property	Other	Maintenance	Student Transportation	Construction	TOTALS	Athletic Totals per ADM ²
Woodlawn	\$ 141,948	\$ 36,128	\$ 557	\$ 2,491			\$ 72,238	\$ 36,351		\$ 289,713	\$ 527
Wynne	428,929	103,000	19,619	66,544	\$ 9,305	\$ 1,250	76,607	45,773		751,026	263
Yellville - Summit	69,244	15,505	6,696	16,975			171,021	28,353		307,793	379
TOTAL	\$ 65,759,333	\$ 15,963,068	\$ 4,269,602	\$ 8,267,062	\$ 1,248,615	\$ 879,921	\$ 36,386,283	\$ 11,893,450	\$ 46,598,345	\$191,265,681	

Note: Athletic expenditures provided above consist of Arkansas Public School Computer Network (APSCN) Program Code 115 expenditures excluding Fund 7 (Activity Funds) reported to ADE by Arkansas public school districts. The amounts reported above have not been audited by the Division of Legislative Audit.

¹ Purchased Services are professional and technical services that, by their nature, can be performed by persons or firms with specialized skills and knowledge. Examples include architects, engineers, medical personnel, and consultants.

² Athletic Totals per Average Daily Membership (ADM) was calculated using total reported athletic expenditures less reported athletic construction expenditures divided by the district's ADM (PY 3rd Quarter). The average total athletic expenditures for Arkansas public school districts for fiscal year 2011-2012 is \$346 per ADM.

Source: Arkansas Department of Education (ADE)

Appendix D

Arkansas Department of Education
Rules Governing Athletic Revenues and Expenditures

Subject: Financial Coding and Reporting of
Athletic Expenditures

**Arkansas Department of Education Rules Governing
Athletic Revenues and Expenditures for Public School Districts**
October 13, 2011

1:00 Regulatory Authority

- 1.01 These rules are enacted pursuant to the authority of the Arkansas State Board of Education under Ark. Code Ann. §§ 6-11-105, 6-16-137, 6-20-417, and 6-20-2001 *et seq.*
- 1.02 These rules shall be known as the Arkansas Department of Education Rules Governing Athletic Revenues and Expenditures for Public School Districts (districts).

2:00 Purpose

- 2.01 The purpose of these rules is to establish the procedures to be followed by public school districts in coding and implementing financial reporting of athletic expenditures.

3:00 Definitions

For the purposes of this rule, the following terms shall mean:

- 3.01 “Adjusted square footage of athletic buildings” means the total square footage of all athletic buildings per the most current property insurance statement of values, less any square footage required for physical education by the most recent Program of Requirements of the Arkansas School Facility Manual, as published by the Division of Public School Academic Facilities and Transportation.
 - 3.01.1 Square footage required for physical education courses shall be calculated by applying the prior-year three-quarter average daily membership of the public school or school district to the physical education spaces prescribed by the appropriate spacing calculators of the Program of Requirements.
 - 3.01.2 If only a portion of a multi-function building is used for an interschool athletic program, only the square footage of the portion of the building used for or by an interschool athletic

program shall be included in the calculation of "adjusted square footage of athletic buildings".

- 3.02 "Arkansas Activities Association" means the organization which serves as the centralized governing agency for all interschool athletic competitions.
- 3.03 "Athletic Building" means an enclosed facility, or a portion of an enclosed facility, built for, renovated for, or used or intended to be used by an interschool athletic program.
 - 3.03.1 An Athletic Building includes without limitation: gymnasiums, whether in use or not; field houses; indoor practice facilities; offices for athletic directors and coaches; concession stands; press boxes; playing field dressing rooms/restrooms; and athletic equipment storage buildings.
 - 3.03.2 An Athletic Building does not include an Outdoor Playing Field.
 - 3.03.3 An Athletic Building does not include a building no longer used by or for interschool athletic programs and located on a campus annexed or consolidated into a public school district.
- 3.04 "Athletic Coach" means an employee of a district who is assigned direct responsibility for guiding a team engaged in an athletic program and competing with other schools subject to the regulations of the Arkansas Activities Association.
- 3.05 "Athletic Expenditures" means all direct and indirect expenses related to interschool athletic programs, prorated if necessary, including without limitation:
 - 3.05.1 The proportion of salaries or supplemental pay for staff for or related to interschool athletic programs;
 - 3.05.2 The proportion of fringe benefits, including without limitation medical and dental insurance, workers' compensation, pension plans, and any other costs associated with employment of staff for interschool athletic programs;

- 3.05.3 Travel, including bus-related operation and maintenance, to and from any interschool athletic program event for students, faculty, spirit groups, band, or patrons of the school district;
 - 3.05.4 Equipment;
 - 3.05.5 Meals;
 - 3.05.6 Supplies;
 - 3.05.7 Property and medical insurance;
 - 3.05.8 Medical expenses;
 - 3.05.9 Utilities;
 - 3.05.10 Maintenance of facilities related to interschool athletic teams and spirit groups, excluding bands; and
 - 3.05.11 Construction and renovation of athletic buildings and outdoor playing fields.
- 3.06 "Interschool Athletic Program" means any athletic program which is organized primarily for the purpose of competing with other schools, public and/or private, or any athletic program subject to regulation by the Arkansas Activities Association, including organized physical activity courses as defined by Ark. Code Ann. §6-16-137 and designed or implemented for participation in interschool athletics.
- 3.07 "Net athletic event gate receipts" means the amount remaining from fees collected for admission to a school district athletic event less any expenses paid by the school district from those gate receipts.
- 3.07.1 "Net athletic event gate receipts" include revenues generated from the sale of reserved seating and the amount collected for admission to a school district athletic event, less any expenses, including any rental fee for a facility used for an athletic event.

3.07.2 "Net athletic event gate receipts" do not include any portion of admission fees charged by a school district, for an athletic event held at the school district or at a facility leased or rented by the school district, and remitted or passed through to another entity outside the district.

3.08 "Outdoor Playing Field" means a non-enclosed area used for an interschool athletic program.

3.08.1 An Outdoor Playing Field includes without limitation: football fields, baseball fields, softball fields, soccer fields, and track and field areas.

3.09 "Public School District" includes, for purposes of this rule, all open-enrollment public charter schools.

3.010 "State Funds" means all money derived from state revenues, specifically including without limitation distributions from the Arkansas Department of Education (ADE) Public School Fund Account and ad valorem property taxes distributed to a public school or school district.

4:00 Financial Coding Requirements

4.01 All athletic expenditures must be charged to a budget unit containing the appropriate fund, source of fund, function, and location codes.

4.02 The program code 115 must be used for all athletic expenditures.

4.03 Expenditures for property insurance, utilities, and maintenance, including salary and benefits for employees providing janitorial or maintenance services, must be charged to athletics based upon the adjusted square footage of athletic buildings as a percentage of total square footage of all buildings.

4.03.1 The square footage of all buildings shall be obtained from the most current property insurance statement of values.

4.03.2 The adjusted square footage of athletic buildings shall be divided by the total square footage of all buildings to

determine the percentage of square footage used for athletics.

4.03.3 The percentage determined in 4.03.2, carried to five decimal places, shall be applied to the total cost of property insurance, utilities and all other maintenance costs to determine the amount applicable to athletics.

4.03.4 The amounts determined in 4.03.3 shall be recorded by posting a journal entry prior to each year-end final close and prior to submitting the Annual Financial Report to the ADE. Documentation supporting the journal entry shall be retained for review by the Division of Legislative Audit.

4.03.5 Expenditures for property insurance, utilities, and maintenance shall not be directly coded as athletic expenditures so that the allocation method does not overstate athletic expenditures.

4.04 When district owned vehicles are used for transporting students, faculty, spirit groups, band or patrons of the school district to any interschool athletic program event, the district shall use the state-wide average student transportation cost per mile as determined by ADE. Districts must maintain all documentation supporting all athletic transportation miles.

4.05 Expenditures for the construction or renovation of athletic buildings shall be charged to athletics, minus the construction and renovation costs of square footage required for physical education courses by the most recent Program of Requirements contained in the Arkansas School Facility Manual published by the Division of Public School Academic Facilities and Transportation.

For example, if a school district already has the physical education square footage required and builds a new gymnasium, the entire construction cost of the new gymnasium shall be charged to athletics.

4.06 Expenditures for the construction or renovation of outdoor playing fields shall be charged to athletics.

5.0 Salaries and Benefits for Coaches

- 5.01 Coaching stipends and related benefits must be charged to athletics.
- 5.02 All pay for extended contract days pertaining to athletics and the related benefits to those days of pay must be charged to athletics.
- 5.03 The base salary contract and related benefits for athletic coaches as indicated by the district's base teacher's salary schedule must be allocated between athletics and nonathletics if during the school day, the athletic coach is assigned to classes for students participating in an interschool athletic program.
- 5.04 For purposes of allocating salaries and benefits of athletic coaches, preparation periods in excess of one period must be allocated to athletics unless the additional preparation period is clearly documented to pertain to non-athletic duties.
- 5.05 Salaries paid to interschool athletic program personnel in positions requiring a teaching license must be paid from the teacher salary fund and will, therefore, always be considered paid from state funds.

6.00 Required Reporting

- 6.01 School districts must provide to the Department of Education an annual report of prior year athletic expenditures and current year budgets by September 15 of each year.
 - 6.01.1 Prior to submitting the report to the Arkansas Department of Education, the school district's board of directors shall review and approve the report at a legally held meeting of the board.
 - 6.01.2 Following approval by the school district's board of directors, the report shall be posted on the school district's web site in a format approved by the Arkansas Department of Education, and electronically submitted to the Department in a format approved by the Department. The report shall remain posted on the school district's web site.

for a minimum of three years following the year approved by the school district's board of directors.

- 6.02 The content for the required athletic expenditure report shall be obtained from information districts submit to the Arkansas Department of Education in cycle 1 for the current year budget and cycle 9 for the prior year actual expenditures.
- 6.03 The report shall include athletic expenditures from state funds only and budgets from state funds only.
- 6.04 The athletic expenditure report shall include the total number of coaches employed by the district during the previous school year and the athletic Full-Time Equivalency (FTE) of each as submitted to the Arkansas Department of Education in cycle 8.

7.0 Revenues

- 7.01 Gate receipts, private donations made directly to the school district, revenues from fund raisers, and any other non-state revenue pertaining to the athletic programs shall be deposited in the activity fund (Fund 7).
- 7.02 School districts shall establish a separate fund for athletic event gate receipts.
 - 7.02.1 Revenues and expenditures from the athletic event gate receipt funds shall be tracked and reported.
 - 7.02.2 The local school board of directors must approve the use of net athletic event gate receipts to purchase athletic awards for students participating in school-sponsored activities.
 - 7.02.3 The school district shall not expend from net athletic event gate receipts, for the purchase of athletic awards, more than an average of \$100 per student per activity.
 - 7.02.4 School districts may access private funds to purchase athletic awards.

8.00 Required Reviews

- 8.01 The Division of Legislative Audit (Legislative Audit) shall conduct a review of athletic expenditure reports and Department of Education rules.
- 8.02 Legislative Audit shall conduct an annual review of the reports required by these Rules on a rotating basis so that each public school district is evaluated at least one (1) time every five (5) years.
- 8.03 If Legislative Audit determines that for any given year the Division has insufficient staff to conduct the reviews as required by Ark. Code Ann. § 6-20-2003, then the Division may establish the number of districts that will be reviewed for that year.

9.00 Sanctions

- 9.01 Any school district failing to comply with the provisions of Ark. Code Ann. § 6-20-2001 et seq. and the rules adopted by the state board for the implementation of required reporting of athletic expenditures shall be identified by the Department of Education to be in fiscal distress in accordance with Ark. Code Ann. § 6-20-1901 et seq.

