

**OFFICIAL STATEMENT
SEPTEMBER 10, 2007**

THIS COVER PAGE CONTAINS CERTAIN INFORMATION FOR A QUICK REFERENCE ONLY. IT IS NOT A SUMMARY OF THIS ISSUE. INVESTORS MUST READ THE ENTIRE OFFICIAL STATEMENT TO OBTAIN INFORMATION ESSENTIAL TO MAKING AN INFORMED INVESTMENT DECISION.

NEW ISSUE - BOOK-ENTRY

Investment Ratings: Moody's Investors Service:
Aaa (Insured)
A1 (Underlying)

In the opinion of Bond Counsel, under existing laws, applicable regulations, published rulings and court decisions, (a) the interest on the Bonds is excludable from gross income for federal income tax purposes and is not an item of tax preference for purposes of the federal alternative minimum tax imposed on corporations and taxpayers other than corporations, and (b) interest on the Bonds is exempt from Mississippi income taxes. Under certain other provisions of the Internal Revenue Code of 1986, as amended (the "Code"), the receipt of interest on the Bonds may give rise to collateral federal income tax consequences to certain holders thereof. See "Tax Exemption."

**\$36,000,000
JACKSON PUBLIC SCHOOL DISTRICT
JACKSON, MISSISSIPPI
GENERAL OBLIGATION BONDS, SERIES 2007**

DATED: Date of Delivery

DUE: April 1, as shown on the inside front cover.

Interest on the Jackson Public School District, Jackson, Mississippi, General Obligation Bonds, Series 2007 (the "Bonds") is payable from the date thereof, commencing April 1, 2008, and semiannually thereafter on October 1 and April 1 of each year until maturity or earlier redemption. The Bonds will be issued only as fully registered bonds in the denomination of \$5,000 each, or integral multiples thereof. Principal of the Bonds will be payable at the principal corporate trust office of Regions Bank, Birmingham, Alabama, the Paying Agent/Registrar, or any successor thereto. Interest on the Bonds will be payable by check, dated as of the interest payment date, and mailed by the Paying Agent/Registrar to Registered Owners. Registered Owners are those shown on the records of the Paying Agent/Registrar at the close of business on the fifteenth (15th) day (whether or not a business day) of the calendar month immediately preceding a month in which a principal or interest payment is due.

The Bonds are issuable as fully registered instruments and will be initially issued only in book-entry form, under a book-entry system (described herein) in which The Depository Trust Company ("DTC") is the security depository for the Bonds, to the nominee of DTC, Cede & Co., with no physical delivery of Bond certificates to the purchasers thereof. Principal and interest payments on the Bonds will be paid to the DTC nominee, which will distribute such payments to the participating members of DTC for subsequent remittance to the owners of the beneficial interest in the Bonds. Such Beneficial Owners will be permitted to exercise the rights of holders of Bonds only indirectly through DTC and participating members.

The Bonds are secured by the full faith and credit of the Jackson Public School District (the "District") and the avails of an unlimited, continuing, direct, special, annual ad valorem tax levied on taxable property within the District. The Bonds will be issued under and in conformity with the Constitution and Laws of the State of Mississippi, and pursuant to a resolution adopted by the Board of Trustees of the District on August 20, 2007 (the "Bond Resolution").

The scheduled payment of principal of and interest on the Bonds when due will be guaranteed under an insurance policy to be issued concurrently with the delivery of the Bonds by Financial Guaranty Insurance Company.



The Bonds will mature on April 1 of each year, subject to payment prior to maturity as set forth herein, as shown on the inside front cover.

The Bonds are being offered for sale in accordance with the official Notice of Bond Sale dated August 20, 2007. The bonds are offered subject to the final approval of the legality thereof by Chambers & Gaylor Law Firm, PLLC, Jackson, Mississippi, Dorian E. Turner, PLLC, Jackson, Mississippi, May Law Firm, PLLC, Jackson, Mississippi, and Watkins & Young PLLC, Jackson, Mississippi, Co-Bond Counsel. It is expected that the Bonds will be available for delivery on or about October 2, 2007.

Morgan Keegan & Company, Inc.

MATURITY SCHEDULE

<u>Maturity (April 1)</u>	<u>Amount</u>	<u>Rate</u>	<u>Yield</u>	<u>Price</u>	<u>Cusip Number</u>
04/01/2008	2,315,000	5.000%	3.620%	100.673	468449 HF3
04/01/2009	1,165,000	4.250%	3.540%	101.026	468449 HG1
04/01/2010	1,215,000	4.250%	3.510%	101.754	468449 HH9
04/01/2011	1,265,000	4.250%	3.520%	102.382	468449 HJ5
04/01/2012	1,320,000	4.250%	3.540%	102.927	468449 HK2
04/01/2013	1,440,000	4.250%	3.570%	103.366	468449 HL0
04/01/2014	1,440,000	4.250%	3.610%	103.677	468449 HM8
04/01/2015	1,500,000	5.000%	3.660%	108.716	468449 HN6
04/01/2016	1,560,000	5.000%	3.720%	109.252	468449 HP1
04/01/2017	1,630,000	5.000%	3.790%	109.575	468449 HQ9
04/01/2018	1,700,000	4.750%	3.910%	106.610	468449 HR7
04/01/2019	1,770,000	4.000%	4.030%	99.726	468449 HS5
04/01/2020	1,860,000	4.000%	4.120%	98.836	468449 HT3
04/01/2021	1,950,000	4.125%	4.170%	99.538	468449 HU0
04/01/2022	2,050,000	4.125%	4.220%	98.977	468449 HV8
04/01/2023	2,150,000	4.250%	4.290%	99.550	468449 HW6
04/01/2024	2,260,000	4.250%	4.360%	98.715	468449 HX4
04/01/2025	2,370,000	4.250%	4.400%	98.182	468449 HY2
04/01/2026	2,490,000	4.375%	4.430%	99.310	468449 HZ9
04/01/2027	2,550,000	4.375%	4.460%	98.900	468449JA2

\$36,000,000
JACKSON PUBLIC SCHOOL DISTRICT
JACKSON, MISSISSIPPI
GENERAL OBLIGATION BONDS, SERIES 2007

BOARD OF TRUSTEES

Delmer Stamps, President
Sollie Norwood, Secretary
H. Ann Jones
Jonathan Larkin
Dr. Ivory Phillips

ADMINISTRATION

Dr. Earl Watkins
Superintendent

ISSUER'S COUNSEL

JoAnne Nelson Shepherd
Jackson, Mississippi

CO-BOND COUNSEL

Chambers & Gaylor Law Firm, PLLC
Jackson, Mississippi

Dorian E. Turner, PLLC
Jackson, Mississippi

May Law Firm, PLLC
Jackson, Mississippi

Watkins & Young PLLC
Jackson, Mississippi

FINANCIAL ADVISORS

Community Capital
Memphis, Tennessee

Jones & Ascension Financial, Inc.
Jackson, Mississippi

Important Notices

No dealer, broker, salesman or other person has been authorized to make any representations with respect to the Bonds other than is contained in this Official Statement, and if given or made, such other information or representations must not be relied upon. This Official Statement does not constitute an offer to sell or the solicitation of an offer to buy the Bonds in any jurisdiction to any person to whom it is unlawful to make such offer or solicitation in such jurisdiction. While all information has been secured from sources which are believed to be reliable, all parties preparing and distributing the Official Statement make no guarantee or warranty relating thereto. All opinions, estimates or assumptions, whether or not expressly identified, are intended as such and not as representations of fact. Neither the delivery of this Official Statement nor any sale made hereunder shall, under any circumstances, create any implication that there has been no change in the affairs of the Jackson Public School District since the date hereof.

Upon execution and delivery, the Series 2007 Bonds will not be registered under the Securities Act of 1933, as amended, or any state securities law, and will not be listed on any stock or other securities exchange. Neither the Securities and Exchange Commission nor any other governmental entity or agency will have passed upon the accuracy or adequacy of this Official Statement or approved the Series 2007 Bonds for sale. The Underwriter has reviewed the information herein and does not guarantee the accuracy or completeness of such information.

References herein to laws, rules, regulations, agreements, reports and other documents do not purport to be comprehensive or definitive. All references to such documents are qualified in their entirety by reference to the particular document, the full text of which may contain qualifications of, and exceptions to, statements made therein.

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SUMMARY STATEMENT

The following material is qualified by the more complete information and financial statements appearing elsewhere in this Official Statement.

The Bonds

The Issuer	The Jackson Public School District, Jackson, Mississippi, a political subdivision of the State of Mississippi, constituted as a public school district.
The Bonds	\$36,000,000 Jackson Public School District, Jackson, Mississippi, General Obligation Bonds, Series 2007, dated the date of delivery, and maturing as set forth herein.
Interest Payment Dates..	Beginning April 1, 2008, and each October 1 and April 1 thereafter until maturity or earlier redemption.
Authority for Issuance ..	The Bonds will be issued under and in conformity with the Constitution and laws of the State of Mississippi, including Sections 37-59-1 through 37-59-45, Mississippi Code of 1972, as amended (the "Act"), and pursuant to a Bond Resolution adopted by the Board of Trustees of the Jackson Public School District on August 20, 2007.
Security	The Bonds are secured by the full faith and credit of the District and the avails of an unlimited, continuing and direct special tax to be levied annually by the City of Jackson, Mississippi, on taxable property within the District. (See, "The Bonds-Security and Source of Payment," herein).
Use of Proceeds	<p>The Bonds are being issued to provide funds for the purpose of paying the costs, including the costs of borrowing, of the following generally described project: purchasing, erecting, repairing, equipping, remodeling and enlarging school buildings and related facilities, purchasing land therefor, establishing and equipping school athletic fields and necessary facilities connected therewith, and providing necessary water, light, heating, air conditioning, sewerage facilities, and site work for such school buildings and related facilities, with the objective of extending the useful life of many District-owned facilities, eliminating overcrowding and potentially dangerous conditions, and improving, repairing and upgrading school safety, including, but not limited to generally, the following: (1) adding and renovating classrooms at up to 6 elementary schools, (2) building up to 4 new middle schools and 1 new elementary school, and (3) upgrading and providing enhanced academic facilities at Forest Hill High School (the "Project").</p> <p>The Bonds will be issued pursuant to the provisions of the Act and a Bond Resolution adopted by the Board of Trustees of the District (the "Board") on August 20, 2007 (the "Bond Resolution").</p>
Payment Record	The Jackson Public School District has not defaulted on any notes, bonds or other long-term obligations at any time in at least the last 25 years.
Bond Counsel.....	Chambers & Gaylor Law Firm, PLLC, Jackson, Mississippi Dorian E. Turner, PLLC, Jackson, Mississippi May Law Firm, PLLC, Jackson, Mississippi Watkins & Young PLLC, Jackson, Mississippi
Financial Advisors.....	Community Capital, Memphis, Tennessee Jones & Ascension Financial, Inc., Jackson, Mississippi
Expected Delivery	October 2, 2007

Selected Financial Information

Area of the District	Approximately 102.6 square miles located in Jackson and Hinds County, Mississippi.
2005 District Population	177,026
2007 Net Assessed Valuation of the District	\$1,134,671,797
Legal Bonded Debt Limit (15% of Net Assessed Value of Taxable Property in the District)	\$170,200,770
Direct General Obligation Bond Debt After Offering:	
Outstanding Bonds	\$ 0
The Bonds	\$36,000,000
Total	\$36,000,000
Margin for Further Debt After This Issuance	\$134,200,770
Ratio of Direct Bond Debt after this Issuance to 2007 Net Assessed Valuation	3.17%
Total Direct Bond Debt Per Capita After Issuance	\$ 203.36
2007 Fiscal Year Net Assessed Valuation Per Capita	\$ 6,409.63

OFFICIAL STATEMENT

\$36,000,000

GENERAL OBLIGATION BONDS, SERIES 2007

OF THE

JACKSON PUBLIC SCHOOL DISTRICT

JACKSON, MISSISSIPPI

I. INTRODUCTION

The purpose of this Official Statement is to set forth certain information in connection with the sale of the General Obligation Bonds, Series 2007, dated the date of delivery (the "Bonds"), of the Jackson Public School District, Jackson, Mississippi (the "District"). The District is a political subdivision of the State of Mississippi constituted as a public school district.

Reference is made to the Constitution and laws of the State of Mississippi, including Sections 37-59-1 through 37-59-45 of the Mississippi Code of 1972, as amended (the "Act"), the Bond Resolution, as hereinafter defined, and any and all modifications and amendments thereof for a description of the authority of the District to issue the Bonds, the nature and extent of the security for the principal of and interest on the Bonds, and the terms and conditions under which the Bonds are issued.

II. THE BONDS

A. Details of Bonds

The Bonds are to be issued in the aggregate principal amount of \$36,000,000, will be dated the date of delivery, and will be registered as to principal and interest in accordance with the Act. Interest on the Bonds shall be calculated on the basis of a 360-day year of twelve (12) thirty (30)-day months. The Bonds will bear interest from their dated date, payable on each Interest Payment Date, will be sold at the prices set forth on the inside front cover hereof, and will mature April 1 in the years and in the principal amounts set forth in the years and principal amounts set forth on the inside front cover.

Individual purchases of the Bonds will be made in denominations of \$5,000 or any integral multiple thereof. All individual purchases of the Bonds will be made in book-entry form only. Purchasers of the Bonds will not receive certificates representing their interest in such Bonds. Interest on the Bonds shall be payable by the Paying Agent to DTC or its nominee, Cede & Co., as Registered Owner of the Bonds, on each Interest Payment Date.

B. Purpose and Authorization

The Bonds are being issued to provide funds for the purpose of paying the costs, including the costs of borrowing, of the following generally described project: purchasing, erecting, repairing, equipping, remodeling and enlarging school buildings and related facilities, purchasing land therefor, establishing and equipping school athletic fields and necessary facilities connected therewith, and providing necessary water, light, heating, air conditioning, sewerage facilities, and site work for such school buildings and related facilities, with the objective of extending the useful life of many District-owned facilities, eliminating overcrowding and potentially dangerous conditions, and improving, repairing and upgrading school safety, including, but not limited to generally, the following: (1) adding and renovating classrooms at up to 6 elementary schools, (2) building up to 4 new middle schools and 1 new elementary school, and (3) upgrading and providing enhanced academic facilities at Forest Hill High School (the "Project").

The Bonds will be issued pursuant to the provisions of the Act and a Bond Resolution adopted by the Board of Trustees of the District (the "Board") on August 20, 2007 (the "Bond Resolution").

C. Bond Referendum

The Board is authorized under the provisions of Miss. Code Ann. § 37-59-3 to issue bonds for the purposes as hereinabove stated.

In order to issue the Bonds, the Board adopted a resolution on July 13, 2006, stating the necessity for the issuance of bonds to borrow money for the purpose of making capital improvements within the District. As provided for under Miss. Code Ann. § 39-59-11(2), the Board also adopted a resolution calling for an election on November 7, 2006, on whether the Bonds should be issued. The District obtained the requisite clearance from the United States Department of Justice under Section 5 of the Voting Rights Act to hold the special bond election.

The election was conducted by the Election Commissioners of Jackson, Mississippi. The Election Commission certified the election results, and the proposition authorizing the Bonds described herein was certified to have received at least three-fifths (3/5) approval of the qualified electors who voted in the election.

D. Security and Source of Payment

The Bonds will be general obligations of the District secured by the full faith and credit of the District and the avails of a continuing, direct, special tax to be levied annually, without limitation as to time, rate or amount, upon all of the taxable property within the geographical boundaries of the District, which shall be adequate and sufficient to provide for the payment of the principal of and interest on the Bonds as the same become due, with full allowance being made for delinquencies and costs of collection. Pursuant to Miss. Code Ann. Section 37-59-23, the City of Jackson, Mississippi, as the tax levying authority for the District, is required to levy such tax each year that the Bonds are outstanding.

Enforcement of Bondholders' rights may be limited by and subject to the provisions of federal bankruptcy laws, as now or hereafter enacted, or by other laws or equitable principles that may affect the enforcement of creditors' rights.

See the section herein entitled "Recent Constitutional Amendment" for a summary of an amendment to the Mississippi Constitution purportedly restricting a court's authority to require a political subdivision to levy taxes.

E. Bond Insurance

1. Payments Under the Policy

Concurrently with the issuance of the Bonds, Financial Guaranty Insurance Company ("Financial Guaranty") will issue its Municipal Bond New Issue Insurance Policy for the Bonds (the "Policy"). The Policy unconditionally guarantees the payment of that portion of the principal or accreted value (if applicable) of and interest on the Bonds which has become due for payment, but shall be unpaid by reason of nonpayment by the issuer of the Bonds (the "Issuer"). Financial Guaranty will make such payments to U.S. Bank Trust National Association, or its successor as its agent (the "Fiscal Agent"), on the later of the date on which such principal, accreted value or interest (as applicable) is due or on the business day next following the day on which Financial Guaranty shall have received notice (in accordance with the terms of the Policy) from an owner of Bonds or the trustee or paying agent (if any) of the nonpayment of such amount by the Issuer. The Fiscal Agent will disburse such amount due on any Bond to its owner upon receipt by the Fiscal Agent of evidence satisfactory to the Fiscal Agent of the owner's right to receive payment of the principal, accreted value or interest (as applicable) due for payment and evidence, including any appropriate instruments of assignment, that all of such owner's rights to payment of such principal, accreted value or interest (as applicable) shall be vested in Financial Guaranty. The term "nonpayment" in respect of a Bond includes any payment of principal, accreted value or interest (as applicable) made to an owner of a Bond which has been recovered from such owner pursuant to the United States Bankruptcy Code by a trustee in bankruptcy in accordance with a final, nonappealable order of a court having competent jurisdiction.

Once issued, the Policy is non-cancellable by Financial Guaranty. The Policy covers failure to pay principal (or accreted value, if applicable) of the Bonds on their stated maturity dates and their mandatory sinking fund redemption dates, and not on any other date on which the Bonds may have been otherwise called for redemption, accelerated or advanced in maturity. The Policy also covers the failure to pay interest on the stated date for its payment. In the event that payment of the Bonds is accelerated, Financial Guaranty will only be obligated to pay principal (or accreted value, if applicable) and interest in the originally scheduled amounts on the originally scheduled payment dates. Upon such payment, Financial Guaranty will become the owner of the Bond, appurtenant coupon or right to payment of principal or interest on such Bond and will be fully subrogated to all of the Bondholder's rights thereunder.

The Policy does not insure any risk other than Nonpayment by the Issuer, as defined in the Policy. Specifically, the Policy does not cover: (i) payment on acceleration, as a result of a call for redemption (other than mandatory sinking fund redemption) or as a result of any other advancement of maturity; (ii) payment of any redemption, prepayment or acceleration premium; or (iii) nonpayment of principal (or accreted value, if applicable) or interest caused by the insolvency or negligence or any other act or omission of the trustee or paying agent, if any.

As a condition of its commitment to insure Bonds, Financial Guaranty may be granted certain rights under the Bond documentation. The specific rights, if any, granted to Financial Guaranty in connection with its insurance of the Bonds may be set forth in the description of the principal legal documents appearing elsewhere in this Official Statement, and reference should be made thereto.

The Policy is not covered by the Property/Casualty Insurance Security Fund specified in Article 76 of the New York Insurance Law.

2. Financial Guaranty Insurance Company

Financial Guaranty is a New York stock insurance corporation that writes financial guaranty insurance in respect of public finance and structured finance obligations and other financial obligations, including credit default swaps. Financial Guaranty is licensed to engage in the financial guaranty insurance business in all 50 states, the District of Columbia, the Commonwealth of Puerto Rico, the U.S. Virgin Islands and the United Kingdom.

Financial Guaranty is a direct, wholly owned subsidiary of FGIC Corporation, a Delaware corporation. At June 30, 2007, the principal owners of FGIC Corporation and the approximate percentage of its outstanding common stock owned by each were as follows: The PMI Group, Inc. – 42%; affiliates of the Blackstone Group L.P. – 23%; and affiliates of the Cypress Group L.L.C. – 23%. Neither FGIC Corporation nor any of its stockholders or affiliates is obligated to pay any debts of Financial Guaranty or any claims under any insurance policy, including the Policy, issued by Financial Guaranty.

Financial Guaranty is subject to the insurance laws and regulations of the State of New York, where Financial Guaranty is domiciled, including New York’s comprehensive financial guaranty insurance law. That law, among other things, limits the business of each financial guaranty insurer to financial guaranty insurance (and related lines); requires that each financial guaranty insurer maintain a minimum surplus to policyholders; establishes limits on the aggregate net amount of exposure that may be retained in respect of a particular issuer or revenue source (known as single risk limits) and on the aggregate net amount of exposure that may be retained in respect of particular types of risk as compared to the policyholders’ surplus (known as aggregate risk limits); and establishes contingency, loss and unearned premium reserve requirements. In addition, Financial Guaranty is also subject to the applicable insurance laws and regulations of all other jurisdictions in which it is licensed to transact insurance business. The insurance laws and regulations, as well as the level of supervisory authority that may be exercised by the various insurance regulators, vary by jurisdiction.

At June 30, 2007, Financial Guaranty had net admitted assets of approximately \$4.040 billion, total liabilities of approximately \$2.944 billion, and total capital and policyholders’ surplus of approximately \$1.096 billion, determined in accordance with statutory accounting practices (“SAP”) prescribed or permitted by insurance regulatory authorities.

The unaudited financial statements as of June 30, 2007, and the audited consolidated financial statements of Financial Guaranty and subsidiaries, on the basis of U.S. generally accepted accounting principles (“GAAP”), as of December 31, 2006 and December 31, 2005, which will be filed with the Nationally Recognized Municipal Securities Information Repositories (“NRMSIRs”), are hereby included by specific reference in this Official Statement. Any statement contained herein under the heading “BOND INSURANCE,” or in any documents included by specific reference herein, shall be modified or superseded to the extent required by any statement in any document subsequently filed by Financial Guaranty with such NRMSIRs, and shall not be deemed, except as so modified or superseded, to constitute a part of this Official Statement. All financial statements of Financial Guaranty (if any) included in documents filed by Financial Guaranty with the NRMSIRs subsequent to the date of this Official Statement and prior to the termination of the offering of the Bonds shall be deemed to be included by specific reference into this Official Statement and to be a part hereof from the respective dates of filing of such documents.

The New York State Insurance Department recognizes only SAP for determining and reporting the financial condition and results of operations of an insurance company, for determining its solvency under the New York Insurance Law, and for determining whether its financial condition warrants the payment of a dividend to its stockholders. Although Financial Guaranty prepares both GAAP and SAP financial statements, no consideration is given by the New York State Insurance

Department to financial statements prepared in accordance with GAAP in making such determinations. A discussion of the principal differences between SAP and GAAP is contained in the notes to Financial Guaranty's audited SAP financial statements.

Copies of Financial Guaranty's most recently published GAAP and SAP financial statements are available upon request to: Financial Guaranty Insurance Company, 125 Park Avenue, New York, NY 10017, Attention: Corporate Communications Department. Financial Guaranty's telephone number is (212) 312-3000.

3. Financial Guaranty's Credit Ratings

The financial strength of Financial Guaranty is rated "AAA" by Standard & Poor's, a Division of The McGraw-Hill Companies, Inc., "Aaa" by Moody's Investors Service, and "AAA" by Fitch Ratings. Each rating of Financial Guaranty should be evaluated independently. The ratings reflect the respective ratings agencies' current assessments of the insurance financial strength of Financial Guaranty. Any further explanation of any rating may be obtained only from the applicable rating agency. These ratings are not recommendations to buy, sell or hold the Bonds, and are subject to revision or withdrawal at any time by the rating agencies. Any downward revision or withdrawal of any of the above ratings may have an adverse effect on the market price of the Bonds. Financial Guaranty does not guarantee the market price or investment value of the Bonds nor does it guarantee that the ratings on the Bonds will not be revised or withdrawn.

Neither Financial Guaranty nor any of its affiliates accepts any responsibility for the accuracy or completeness of the Official Statement or any information or disclosure that is provided to potential purchasers of the Bonds, or omitted from such disclosure, other than with respect to the accuracy of information with respect to Financial Guaranty or the Policy under the heading "BOND INSURANCE." In addition, Financial Guaranty makes no representation regarding the Bonds or the advisability of investing in the Bonds.

F. Redemption

The Bonds maturing on April 1, 2018, and thereafter, shall be subject to redemption prior to their maturity at the option of the District on and after April 1, 2017, upon not less than thirty (30) days' notice, either in whole or in part, on any date, at the par value of the Bonds to be redeemed together with accrued interest to the date fixed for redemption.

If less than all of the Bonds of like maturity are to be redeemed, the particular Bonds to be redeemed shall be selected by the Paying Agent, at random, in such manner as the Paying Agent, in its discretion, may deem fair and appropriate.

In the event that any Bond is to be called for redemption as aforesaid, notice of such redemption, setting forth the place or places of payment, shall be given by mailing a copy of the redemption notice by first class mail not less than 30 days nor more than 60 days prior to the date fixed for redemption to the Registered Owner of each Bond to be redeemed at the address shown on the registration books.

The Bonds are subject to prepayment, at the District's option, at any time, in whole or in part, at par plus accrued interest, upon the rendering of a final determination letter or other governmental action determining that the interest paid by the District with respect to the Bonds is included in the income of recipients thereof for federal income tax purposes.

On the specified redemption date, all Bonds so called for redemption shall cease to bear interest and shall no longer be secured by the pledge and covenants of the Bond Resolution; provided monies for their redemption are on deposit at the place of payment at that time.

G. Registration, Transfer and Exchange

The Bonds will be issued in registered book-entry form. Transfers of ownership interests in the Bonds will be accomplished by book entries made by the securities depository for the Bonds. The Depository Trust Company ("DTC"), New York, New York, will act as the securities depository for the Bonds. For more detailed and complete information, see "BOOK-ENTRY SYSTEM" herein.

So long as any Bonds remain outstanding, the District shall cause the Paying Agent/Registrar to keep at its principal corporate trust offices a Register in which, subject to such reasonable regulations as it may prescribe, the Paying Agent/Registrar shall provide for the registration and transfer of Bonds in accordance with the Bond Resolution. No transfer of any Bond shall be effective until entered in the Register. The Bonds shall be exchangeable for a Bond or Bonds of the same maturity and interest rate and in any denomination or denominations of any integral multiple of \$5,000 and in an aggregate principal amount equal to the unpaid principal amount of the Bonds presented for exchange. The Paying Agent/Registrar is authorized to authenticate and deliver Bonds exchanged for other Bonds in accordance with the Bond Resolution. Each exchanged Bond delivered by the Paying Agent/Registrar in accordance with the Bond Resolution shall constitute an original contractual obligation of the District and shall be entitled to the benefits and security of the Bond Resolution to the same extent as the Bond or Bonds in lieu of which such exchanged Bond is delivered. No service charge shall be made to the Owner for the initial registration, any subsequent transfer, or exchange for a different denomination of any of the Bonds. The Paying Agent/Registrar, however, may require the Owner to pay a sum sufficient to cover any tax or other governmental charge that is authorized to be imposed in connection with the registration, transfer or exchange of a Bond.

The Paying Agent/Registrar shall not be required to transfer or exchange any Bond during the period beginning at the close of business on the fifteenth day of the calendar month preceding a calendar month in which an interest or principal payment is due on such Bond and ending on such payment date.

H. Special Funds

The District will establish a special fund designated the "Jackson Public School District, General Obligation Bonds, Series 2007, Bond and Interest Fund" (the "Bond Fund"), to be maintained at a qualified depository of the District. Money on deposit in or required to be deposited to the Bond Fund shall be used solely for the purpose of paying the interest on and principal of the Bonds when and as due and payable in accordance with their terms and the Bond Resolution. Accrued interest through the date of delivery of the Bonds, if any, shall be deposited into the Bond Fund.

As required by the Bond Resolution, the District will establish with a qualified depository of the District a special fund or account designated the "Jackson Public School District, General Obligation Bonds, Series 2007, Construction Fund" (the "Construction Fund"). The proceeds from the sale of the Bonds and all income received from investment of the proceeds in the Construction Fund shall be deposited in the Construction Fund and disbursed in accordance with the Act and the Bond Resolution for payment of the costs of issuing the Bonds and the costs of the Project. Any balance remaining upon completion of the Project shall be transferred and deposited in the Bond Fund.

I. Sources and Uses of Funds

Sources:

Bond Proceeds:	
Par Amount	36,000,000.00
Premium	579,031.25
	36,579,031.25

Uses:

JPS Construction Fund	36,089,255.73
Delivery Date Expenses:	
Cost of Issuance	353,600.00
Underwriter's Discount	<u>136,175.52</u>
	489,775.52
	36,579,031.25

III. BOOK-ENTRY SYSTEM

Initially, all of the Bonds will be registered in the name of Cede & Co., a nominee for the Depository Trust Company ("DTC"), New York, New York.

DTC or its successor will act as securities depository for the Bonds. Upon issuance of the Bonds, the ownership of one fully-registered Bond for each maturity, as set forth on the inside front cover page hereof, each in the aggregate principal amount of such maturity, will be registered in the name of Cede & Co., as nominee for DTC.

DTC is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments that DTC's participants ("Direct Participants") deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation ("DTCC"). DTCC, in turn, is owned by a number of Direct Participants of DTC and Members of the National Securities Clearing Corporation, Government Securities Clearing Corporation, MBS Clearing Corporation, and Emerging Markets Clearing Corporation, (NSCC, GSCC, MBSCC, and EMCC, also subsidiaries of DTCC), as well as by the New York Stock Exchange, Inc., the American Stock Exchange LLC, and the National Association of Securities Dealers, Inc. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at www.dtcc.com.

Purchases of Bonds under the DTC system must be made by or through Direct Participants, who will receive a credit for the Bonds on DTC's records. The ownership interest of each actual purchaser of each Bond ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmation providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Bonds are to be accomplished by entries made on the books of Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in Bonds, except in the event that use of the book-entry system for the Bonds is discontinued.

SO LONG AS CEDE & CO., AS NOMINEE FOR DTC, IS THE REGISTERED OWNER OF THE BONDS, THE DISTRICT AND THE PAYING AGENT WILL TREAT CEDE & CO. AS THE ONLY OWNER OF THE BONDS FOR ALL PURPOSES UNDER THE BOND RESOLUTION, INCLUDING RECEIPT OF ALL PRINCIPAL OF, PREMIUM, IF ANY, AND INTEREST ON THE BONDS, RECEIPT OF NOTICES AND VOTING.

To facilitate subsequent transfers, all Bonds deposited by Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co. The deposit of Bonds with DTC and their registration in the name of Cede & Co. effect no change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Bonds; DTC's records reflect only the identity of the Direct Participants to whose accounts such Bonds are credited, which may or may not be the Beneficial Owners. The Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time. Beneficial Owners of Bonds may wish to take certain steps to augment transmission to them of notices of significant events with respect to the Bonds, such as redemptions, tenders, defaults and proposed amendments to the security documents. For example, Beneficial Owners may wish to ascertain that the nominee holding the Bonds for their benefit has agreed to obtain and transmit notices to Beneficial Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the Paying Agent/Registrar and request that copies of the notices be provided directly to them.

Redemption notices shall be sent to Cede & Co. If less than all of the Bonds within an issue are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

Neither DTC nor Cede & Co. will consent or vote with respect to the Bonds, unless authorized by a Direct Participant in accordance with DTC's procedures.

Principal of and interest payments on the Bonds will be made by the Paying Agent to DTC. DTC's practice is to credit Direct Participants' accounts on payment dates in accordance with their respective holdings shown on DTC's records unless DTC has reason to believe that it will not receive payment on the payment date. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name", and will be the responsibility of such Participant and not of DTC, the Paying Agent, or the District, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of principal and interest to DTC is the responsibility of the Paying Agent, disbursement of such payments to Direct Participants shall be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners shall be the responsibility of Direct and Indirect Participants.

THE INFORMATION PROVIDED IMMEDIATELY ABOVE UNDER THE CAPTION ("BOOK-ENTRY SYSTEM") HAS BEEN PROVIDED BY DTC. NO REPRESENTATION IS MADE BY THE DISTRICT, THE UNDERWRITER OR THE PAYING AGENT AS TO THE ACCURACY OR ADEQUACY OF SUCH INFORMATION PROVIDED BY DTC OR AS TO THE ABSENCE OF MATERIAL ADVERSE CHANGES IN SUCH INFORMATION SUBSEQUENT TO THE DATE HEREOF.

Bonds may be issued directly to Registered Owners of the Bonds other than DTC, or its nominee, but only in the event that (a) DTC determines not to continue to act as securities depository for the Bonds; (b) the book-entry system is otherwise terminated pursuant to the provisions of the Book-Entry Arrangements or as otherwise allowed by rules and regulations affecting the book-entry system. Upon such an occurrence, the District may attempt to locate another securities depository and, in connection with retaining the services of such replacement securities depository, may amend certain of the procedures described in the Bond Resolution concerning the book-entry-only system. If the District fails to locate another securities depository to replace DTC, the Paying Agent shall authenticate and deliver replacement Bonds in certificate form to any participants making such a request. Interest on the replacement Bonds will be payable, and replacement Bonds will be transferable, as provided in the Bond Resolution. For purposes of the Bond Resolution, at any time after replacement Bonds have been issued, references to Bondholders shall mean the Registered Owners of such replacement Bonds and reference to Bonds shall mean such replacement Bonds. The District shall give, or cause to be given, notice to all Bondholders if replacement Bonds are to be issued pursuant to this paragraph.

DTC may discontinue providing its services as securities depository with respect to the Bonds at any time by giving reasonable notice to the District or the Paying Agent. Under such circumstances, in the event that a successor securities depository is not obtained, Bonds are required to be printed and delivered as set forth above.

The Underwriter, the District, and the Paying Agent shall have no responsibility or obligation with respect to: (i) the accuracy of the records of DTC or any Participant with respect to any beneficial ownership interest of the Bonds; (ii) the delivery to any Participant, Beneficial Owner of the Bonds or other Person (other than DTC) of any notice with respect to the Bonds, (iii) the

payment to any Participant, Beneficial Owner of the Bonds or other Person (other than DTC) of any amount with respect to the principal of, or interest on, the Bonds, or (iv) any consent given by DTC as registered owner.

In the event of the insolvency of DTC, if DTC has insufficient securities in the fungible bulk of securities in its custody (i.e., due to theft or loss) to satisfy the claims of the Participants with respect to deposited securities and is unable by application of (1) cash deposits and securities pledged to DTC to protect DTC against losses and liabilities; (2) the proceeds of insurance maintained by DTC and/or the Participants; or (3) other resources, to obtain securities necessary to eliminate the insufficiency, DTC Participants may not be able to obtain all of their deposited securities.

Neither the Underwriter, the District nor the Paying Agent can make any assurance that DTC, or the DTC Participants or persons acting through the DTC Participants, will act in a manner described herein.

IV. TAX INFORMATION

A. Ad Valorem Tax Levy

Although the District is fiscally independent under Mississippi law, the law requires the City of Jackson, Mississippi, to annually levy taxes for the District's benefit according to the budget request of the Board. Within certain limits on annual increases in the District's budget, the City of Jackson, Mississippi, must levy a tax sufficient to provide the funds requested by the District. (See "School District Funding-District Maintenance Levy" herein.) The tax levied to pay debt service on the Bonds is a mandatory, special, unlimited tax. The Tax Collector of Hinds County, Mississippi, pays tax receipts to the Board of Trustees of the District as monies are received.

B. Assessed Valuation of the District

Assessment Year	Real Property*	Personal Property**	Public Utility Property	Total
2001-2002	\$656,897,168	\$363,667,437	\$144,423,340	\$1,164,987,945
2002-2003	652,011,794	361,983,914	138,023,932	1,152,019,640
2003-2004	650,185,532	357,521,295	140,579,190	1,148,286,017
2004-2005	649,299,545	358,774,379	133,014,332	1,141,088,256
2005-2006***	652,988,127	339,454,320	136,987,148	1,129,429,595
2006-2007***	658,218,184	339,466,465	136,987,148	1,134,671,797

* Real property values are net of homestead exemption and include Duke Energy property for assessment years 2001-2002 through 2004 - 2005.

**Personal property values include motor vehicles, mobile homes and Duke Energy property for assessment years 2001 - 2002 through 2004 - 2005.

***Excludes Duke Energy property.

SOURCE: Office of Hinds County Tax Assessor, August, 2007

The above assessed valuations were based upon the following assessment ratios:

- Real property, other than owner occupied residential property, and personal property (excluding motor vehicles), 15 percent of true value;
- Owner-occupied residential real property, 10 percent of true value;
- Motor vehicles and public utility property, 30 percent of true value.

C. Property Tax Rates (Per \$1,000 Valuation)

City of Jackson General Purposes

	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
General Revenue	39.67	37.67	37.67	38.17	38.17
Bond Int. & Skg Fund	9.52	9.52	9.52	9.52	9.52
Parks & Recreation Fund	2.00	2.00	5.56	5.06	5.06
Disability & Relief Fund	5.56	5.56	2.00	2.00	2.00
Public Library Fund	1.28	1.28	1.28	1.28	1.28
Total City General Purposes	58.03	56.03	56.03	56.03	56.03

Jackson Public School District Purposes

Minimum Program Fund	-	-	-	-	-
District Maintenance	68.91	68.91	68.91	68.91	68.91
Debt Svc Retirement (3 Mill Levy) Series A	0.36	0.36	0.35	0.35	0.34
Debt Svc Retirement (3 Mill Levy) Series B	1.25	1.76	1.76	1.76	1.68
98 Refunding Bonds	1.48	2.28	2.68	0.67	0.67
Debt Service Retirement (95 Refunding Bonds \$18.8M Leasing Authority)	1.60	1.80	2.00	2.14	2.14
Limited Obligation Notes Series 2003-A	1.10	0.59	0		
Debt Svc Retirement (3 Mill Levy) Series 2003 B	0.29	0.29	0.25	2.26	2.26
Total District Purposes	74.99	75.99	75.95	76.09	76.00
Total City and District Levy	133.02	132.02	131.98	132.12	132.03

SOURCE: Jackson Public School District, July 2007

D. Ad Valorem Tax Collections of the District

<u>Year</u>	<u>Taxes Levied</u>	<u>Taxes Collected</u>
1999-00	\$73,596,492	\$75,414,949
2000-01	73,270,813	74,591,471
2001-02	74,966,388	74,817,273
2002-03	78,909,041	78,614,106
2003-04	79,299,405	80,061,718
2004-05	81,085,033	78,120,660
2005-06	79,845,130	78,892,096
2006-07*	79,339,702	76,597,123

**Unaudited Figures*

SOURCE: Jackson Public School District, July 2007

E. Ten Largest Taxpayers

The ten taxpayers in the District having the highest assessed valuation, excluding motor vehicles, are as follows:

<u>Taxpayer</u>	<u>Assessed Valuation</u>	<u>Taxes Collected</u>
Bellsouth Telecommunications	\$ 78,257,832	\$ 4,258,789
Entergy	61,068,892	3,406,897
Jackson HMA	9,596,620	1,639,582
Central MS Medical Center	4,103,891	701,150
Jackson Medical Offices	3,822,998	653,159
L B Hinds MS LLC	3,796,298	648,598
Plaza Investments	3,216,953	578,908
Parkway Properties	2,699,876	480,628
MCI Worldcom Inc.	3,427,383	443,606
Mississippi Farm Bureau	2,562,038	437,724

SOURCE: Hind County Tax Collector, March 2005

V. DEBT INFORMATION

A. Outstanding Debt of the District

1. General Obligation Bonds

NONE

2. 3 Mill Notes

<u>Issue</u>	<u>Issue Date</u>	<u>Original Principal Amount</u>	<u>Final Maturity Date</u>	<u>6/30/2007 Outstanding Principal Balance</u>
Limited Tax Notes, Series 2000-A	9/6/2000	\$3,000,000	10/1/2010	\$675,000
Limited Tax Notes, Series 2000-B	9/6/2000	\$32,205,000	10/1/2020	\$4,800,000
Limited Tax Refunding Notes, Series 2005	5/5/2005	\$25,220,000	10/1/2020	\$24,905,000
Limited Tax Notes, Series 2003-B	10/14/2003	\$16,381,688	10/1/2023	\$15,671,688
Limited Tax Notes, Series 2003-A	10/14/2003	\$4,615,000	10/1/2008	\$1,700,000

3. Other Debt

<u>Issue</u>	<u>Issue Date</u>	<u>Original Principal Amount</u>	<u>Final Maturity Date</u>	<u>6/30/2007 Outstanding Principal Balance</u>
QZAB Bonds	7/20/2000	\$2,500,000	7/1/2012	\$2,500,000
Energy Conservation Lease Purchase (Siemens)	6/17/2002	\$8,348,849	9/17/2008	\$7,226,937
Microcomputers, Radios, Video Server Equipment Lease Purchase	10/8/2004	\$2,143,993	10/8/2008	\$831,765
Digital Video Servers Capital Lease	10/20/2005	\$1,646,580	10/20/2009	\$1,423,989
Graphic Arts Equipment Lease Purchase	3/1/2007	\$435,000	3/1/2010	\$435,000
State Aid Capital Improvement Refunding Bonds, Series 2006	2/22/2006	\$26,520,000	2/1/2018	\$25,370,000

SOURCE: Jackson Public School District, July, 2007

B. Debt Ratios

1. Direct G.O. Bond Debt

2005 Estimated Population	2006 - 2007 Net Assessed Valuation	G.O. Bond Debt	G.O. Bond Debt to Net Assessed Value	G.O. Bond Debt per Capita	Net Assessed Value per Capita
177,026	\$1,134,671,797	\$0	0%	\$0	\$6,409.63

2. Direct and Overlapping Debt Ratios

Jurisdiction	2006 - 2007 Net Assessed Valuation	G.O. Bond Debt	Amount Applicable to District Taxpayer's	% Applicable District Taxpayers to District Tax Fares
District	\$ 1,148,653,114	\$ 0	\$ 0	100%
City of Jackson	1,113,359,132	60,345,000	60,345,000	100%
Hinds County	1,630,285,384	55,245,000	38,671,500	70%

Total Direct and Overlapping G.O. Debt	\$115,590,000
Direct and Overlapping Debt Per Capita (177,026)	\$652.96
Direct and Overlapping Debt to Assessed Valuation	10.19%

SOURCE: Jackson Public School District and Hinds County Tax Assessor, August, 2007

VI. OTHER FINANCIAL INFORMATION; BUDGET AND SOURCES OF FUNDING

A. Budgetary Process

The District's budgetary process is prescribed by Sections 37-61-9 to 37-61-21, Mississippi Code of 1972, as amended. Submission of a budget on forms prescribed by the State Auditor is a prerequisite to the distribution of school funds. On or before August 15 of each year, the local school board of each school district, with the assistance of the superintendent of schools, must prepare and file with the levying authority for the school district at least two (2) copies of a budget of estimated expenditures for the support, maintenance and operation of the public schools of the school district for the coming fiscal year (commencing July 1). In addition, on or before August 15 of each year, the local school board, with the assistance of the superintendent of schools, shall prepare and file with the State Department of Education such budgetary information as the Trustees of the State Board of Education may require.

Prior to the adoption of a budget, the school board must hold at least one public hearing to provide the public with an opportunity to comment on the budget. The public hearing must be held at least one week prior to the adoption of the budget, with advance notice. After final adoption of the budget, the budget must be published in a newspaper having general circulation in the school district.

The expenditure of school funds is limited to the budgeted amount, unless revised in the statutorily-prescribed manner. When the need arises, budgets may be revised upon the approval by the district's board of trustees or education. The superintendent of each school district is to maintain a set of books subject to reasonable inspection by any citizen. These books will be arranged according to the same headings contained in the approved budget, and will reflect a running total of all liabilities incurred during the fiscal year under each budget item.

B. Statutory Provisions Concerning Audits for School Districts

The State Auditor is directed by statute to prescribe and formulate for use by all school districts of the State of Mississippi adequate accounting systems and other essential financial records that shall be uniform for all districts. It is mandatory that the boards of trustees/education of all school districts install, utilize and follow said uniform system of accounts in keeping the financial records of such school district.

C. School District Funding

There are three general categories of funding sources for public schools in Mississippi: state, local and federal.

D. State Funding

1. Mississippi Accountability and Adequate Education Program

Effective July 1, 2002, the Mississippi Accountability and Adequate Education Program Act of 1997 (MAEP) replaced the Minimum Education Program (MEP) as the primary method of State funding for public school districts. The MAEP provides a total overhaul of the funding formula for public education in Mississippi.

Under the MAEP, funds are distributed to each school district based upon a formula multiplying average daily attendance by the base student cost as established by the Legislature. This yields the total base program cost for each school district. The base student dollar cost figure is established each year at current operation funding levels necessary for the programs of a school district to meet at least Level III of the accreditation system established by the Trustees of the State Board of Education, regardless of the school district's geographic location.

Additional funding is provided to the total base program cost using factors applicable to the percentage of children "at-risk," supplemental grant funds based on average daily attendance and add-on program costs, such as transportation costs, vocational or technical education, special education, gifted education, alternative school and extended school year programs.

Between October 1, 1997, and June 30, 1998, a school district could elect to pledge future funding under the program of up to \$160 per student to secure the issuance of State Aid Capital Improvement Bonds. (See “Debt Information” herein).

The MAEP is financed jointly by local school district contributions and by the State of Mississippi. The formula for determining the cost of the MAEP and the local contribution is set forth in the statutes authorizing the MAEP.

2. State Public Schools Building Fund

The State also provides limited funding assistance to school districts for capital construction projects. A grant program was established in 1953 that has provided substantial assistance to local school districts. The program, formerly administered by the Education Finance Commission, is presently administered by the Trustees of the State Board of Education and is known as the State Public Schools Building Fund (the Building Fund). The Building Fund is funded primarily through a fixed amount of annual funding from sales tax revenues of the State. The Building Fund is authorized to issue state bonds to produce funds that are redistributed to local districts based upon a formula allowing for credits for a certain dollar amount for each student for each year. A local district is allowed to borrow against those credits in order to provide funding assistance for the facilities needed. However, a school district is not obligated to repay any portion of its allocation or any portion of the underlying bonded indebtedness of the Building Fund.

3. State Public Schools Sales Tax Diversion

During the 1992 legislative session, the State enacted a law that, among other things, increased the sales tax in the state from six percent to seven percent with the bulk of the increased sales tax revenues to be used for the benefit of the State’s public schools. In particular, the sales tax law created the Education Enhancement Fund (EEF), through which approximately Sixteen Million Dollars (\$16,000,000) of sales tax revenues will be distributed to State school districts on an average daily attendance-based formula. These funds may be used to pay the costs of capital improvements or transportation equipment purchases or to pay debt service on debt issued to pay for these purposes. The sales tax law also establishes other funds to distribute additional monies to school districts for transportation, instructional supplies and ad valorem tax reduction.

E. Local Sources

The second source of funding of public schools in Mississippi is from local sources, primarily consisting of ad valorem tax revenues. The various types of local funding revenues may be categorized as follows:

1. District Maintenance Levy

All school districts in Mississippi are authorized to require the levy of an ad valorem tax to provide necessary local funding for operations. This is the primary source for a district's local sources revenues. Beginning with Fiscal Year 1998, the operational levy of all school districts, excluding any debt service or other special debt levies, is limited to 55 mills. Any school district that exceeded that levy as of July 1, 1997, however, was allowed an increase of up to three mills between July 1, 1997, and June 30, 2002. Such increases are subject to the normal increase limitations imposed on school districts of not more than 4 percent, in the discretion of the district's board of trustees or education, or 7 percent, subject to a public referendum, if a proper petition is filed requesting such referendum.

On June 15, 1994, the case of Reeves v. State of Mississippi, et al., was filed in Hinds County Chancery Court, Hinds County, Mississippi, whereby the plaintiff sought to enjoin the imposition of ad valorem taxes for general maintenance and support of school districts or, alternatively, to enjoin the imposition of the above-mentioned 4 percent mandatory increase on federal and state constitutional grounds. On August 2, 1994, the chancery court denied the plaintiff's request for an injunction.

2. Local Contribution to MAEP

A portion of the State's MAEP is funded from local contributions from the local ad valorem tax levy. The calculation of the local contribution is set by the statute authorizing the MAEP.

F. Federal Sources

Federal funds have been granted to local school districts in Mississippi, primarily under entitlement programs designed to assist the economically disadvantaged and to assist in implementing desegregation programs as well as other special purpose programs. For the year ending June 30, 2006, federal sources provided \$53,709,336 to the District.

G. Financial Statements

The last year for which the District's audited financial statements are available is the year ended June 30, 2005. A copy of this financial statement is appended in the exhibits to this Official Statement.

Excerpts from the District's unaudited financial statements for the year ended June 30, 2006, are appended in the exhibits to this Official Statement, along with the 2006-2007 budget and a proposed 2007-2008 budget. **SINCE THE DATE OF THE PUBLICATION AND DISTRIBUTION OF ITS AUGUST 20, 2007 PRELIMINARY OFFICIAL STATEMENT, THE DISTRICT HAS DETERMINED THAT IT IS NECESSARY TO REVISE ITS PROPOSED BUDGET FOR FISCAL YEAR 2007-2008 (AS SET FORTH IN APPENDIX C). A COPY OF THE REVISED PROPOSED BUDGET FOR FISCAL YEAR 2007-2008, WHICH THE DISTRICT ANTICIPATES WILL BE ADOPTED BY THE BOARD AT A MEETING ON SEPTEMBER 24, 2007, IS SET FORTH IN APPENDIX I.**

Financial records of Mississippi school districts are maintained on a modified accrual basis. The local education agency is also required to employ the double-entry system for recording and control of accounting transactions.

H. School Operations

The District is governed by an appointed Board of Trustees that consists of five members. The Board has responsibility for setting policies for operation of the District and has full control of the distribution, allotment and disbursement of all revenues provided for its support and operation. In addition, the Board is responsible for organizing the schools of the District; introducing special subjects for instruction; serving as custodian of school property; erecting, repairing and equipping school facilities and improvements; maintaining pupil discipline; carrying out public health programs such as vaccination requirements; regulating use of the schools by the public; prescribing rules and regulations for its own government and government of the schools; maintaining and operating the schools under its control for the time required by law; enforcing in the schools the courses of study and use of textbooks prescribed by law; making orders directed to the superintendent for the issuance of pay certificates for lawful purposes on any available funds of the District; selecting superintendents, principals and teachers in the manner provided by law; providing and regulating athletic programs and other school activities; and performing other duties prescribed by law. The members of the District's Board of Trustees are identified below:

<u>Name</u>	<u>Term Began</u>	<u>Term Expires</u>	<u>Profession</u>
H. Ann Jones	6/30/2003	3/01/2008	Retired Businesswoman
Jonathan N. Larkin	2/17/2003	3/03/2006	Sales and Marketing Director
Delmer Stamps	3/22/2004	3/01/2009	Natural Resources Conservationist
Sollie B. Norwood	9/18/2006	3/01/2010	Community Services Director
Dr. Ivory Phillips	7/31/2007	3/01/2012	Retired Businessman

Administrative power is placed with the Superintendent of Schools. The current Superintendent, Dr. Earl Watkins, has served in this position since July 1, 2002. Dr. Watkins holds a Bachelor of Science degree from Mississippi Valley State University, and a Masters of Science degree and a Doctorate of Philosophy from Jackson State University. He has served the District as a teacher, a math curriculum coordinator, an assistant principal, a middle school principal, a high school principal and as executive principal for the Jim Hill High School feeder program. He has also been an adjunct professor at Jackson State University in the Department of Educational Foundations and Leadership since August 2000.

The Deputy Superintendent of Schools is Dr. Bonita Coleman-Potter, who has held this position since 2005. She holds a Bachelors of Arts degree from Tougaloo College, a Masters of Arts degree from the University of Mississippi and a Doctorate of Philosophy degree from Jackson State University. Prior to joining the District, Dr. Potter served as the Associate State Superintendent, Office of Academic Education at the Mississippi Department of Education.

The Chief Financial Officer and Deputy Superintendent for Operations is Michael Thomas, who has held this position since January, 1998. Mr. Thomas served as the Budget Director for the District from February, 1994, through June, 1995, and as Budget Director/Internal Auditor from July, 1995, through December, 1997. He holds a Bachelor of Science in Accounting from Jackson State University.

The District employs 4,824 individuals, including 2,348 licensed employees. The average teacher salary is \$40,678.84.

Revenues, expenditures, and fund balances for the District's General Fund for each of the last four years are shown below:

	FY 2003*	FY 2004*	FY 2005*	FY 2006**
General Fund				
Fund Balance 07/01	\$ 10,394,005	\$ 15,084,117	\$ 18,790,477	\$ 21,494,493
Revenues	189,901,805	201,665,218	214,101,270	228,442,303
Expenditures	185,211,693	197,958,858	211,397,254	227,917,310
Fund Balance 06/30	15,084,117	18,790,477	21,494,493	22,019,486
Debt Service Fund				
Fund Balance 07/01	\$ 6,637,658	\$ 6,613,332	\$ 9,512,944	\$ 9,013,177
Revenues	10,240,022	11,786,573	8,983,876	8,983,876
Expenditures	10,264,348	8,886,961	9,483,643	9,483,643
Fund Balance 06/30	6,613,332	9,512,944	9,013,177	8,513,410
All Other Funds				
Fund Balance 07/01	\$ 19,979,639	\$ 11,574,508	\$ 21,913,800	\$ 9,223,573
Revenues	57,812,063	73,325,508	84,001,875	70,852,031
Expenditures	66,217,194	62,986,216	96,692,102	78,118,568
Fund Balance 06/30	11,574,508	21,913,800	9,223,573	1,957,036
Total Funds				
Fund Balance 07/01	\$ 37,011,302	\$ 33,271,957	\$ 50,217,221	\$ 39,731,243
Revenues	257,953,890	286,777,299	307,087,021	308,278,210
Expenditures	261,693,235	269,832,035	317,572,999	315,519,521
Fund Balance 06/30	33,271,957	50,217,221	39,731,243	32,489,932

* Audited figures

** Unaudited figures

Enrollment figures for the District for the scholastic year 2006-07 and the preceding four years are as follows:

<u>Scholastic Year</u>	<u>Enrollment</u>
2006-07	31,331
2005-06	32,403
2004-05	31,656
2003-04	31,579
2002-03	31,579

The District employs 4,824 individuals including 2,348 licensed employees. The average teacher salary is \$40,678.84.

The district has 59 schools: 8 high schools and a district Career Development Center, 10 middle schools, 38 elementary schools, and 5 specialty school programs — Capital City Alternative School, Adult Education/CAP, Morrison Academic Advancement Center and a Youth Court education program.

Students are enrolled in grades K-12, with 18 elementary schools offering pre-K classes.

Every school in the district is accredited by the Southern Association of Colleges and Schools.

A listing of district schools, along with the number of teachers and classrooms in each school, is set forth below:

<u>Elementary Schools</u>	<u>#of Teachers</u>	<u>Classrooms</u>
Baker Elementary	23	17
Barr Elementary	21	20
Boyd Elementary	27	25
Bradley Elementary	17	13
Brown Elementary	27	26
Casey Elementary	22	14
Clausell Elementary	24	17
Davis Magnet	18	12
Dawson Elementary	18	18
French Elementary	25	18
Galloway Elementary	26	24
George Elementary	18	11
Green Elementary	28	17
Hopkins Elementary	36	46
Isable Elementary	32	34
Johnson Elementary	31	34
Key Elementary	33	17
Lake Elementary	34	32
Lee Elementary	26	14
Lester Elementary	24	17
Marshall Elementary	29	21
McLeod Elementary	26	18
McWillie Elementary	34	31
North Jackson Elementary	30	26
Oak Forest Elementary	34	19
Pecan Park Elementary	36	31
Poindexter Elementary	23	14
Power APAC	26	12
Raines Elementary	27	19
Smith Elementary	28	28
Spann Elementary	26	19
Sykes Elementary	26	17
Timberlawn Elementary	36	29
Van Winkle Elementary	32	31
Walton Elementary	36	35
Watkins Elementary	27	19
Wilkins Elementary	30	12
Woodville Heights	32	20

<u>Middle Schools</u>	<u>#of Teachers</u>	<u>Classrooms</u>
Blackburn Middle	45	49
Brinkley Middle	44	43
Chastain Middle	70	53
Hardy Middle	52	57
Northwest Jackson Middle	50	49
Peoples Middle	65	42
Powell Middle	61	52
Rowan Middle	32	23
Siwell Middle	55	54
Whitten Middle	57	31

<u>High Schools</u>	<u>#of Teachers</u>	<u>Classrooms</u>
Bailey Magnet	44	40
Callaway	67	70
Forest Hill	69	75
Jim Hill	73	63
Lanier	69	73
Murrah	75	74
Provine	71	74
Wingfield	66	46

<u>Specialty Programs</u>	<u>#of Teachers</u>	<u>Classrooms</u>
Adult Education/CAP	8	0
Capital City Alternative	28	18
CDC	30	25
Morrison	16	17
Youth Court	6	0

SOURCE: Jackson Public School District, July, 2007

VII. MISCELLANEOUS

A. No Default on Securities

No securities of the District have been in default as to principal or interest payments or in any other material respect at any time in at least the last 25 years. No principal or interest on any obligation of the District is past due.

B. No Bond Proceeds for Current Operating Expenses

No proceeds from the sale of securities (except tax anticipation notes issued against revenues of a current fiscal year) have been used for current operating expenses at any time in at least the last 25 years.

C. Employee Relations; Pension Plan

Numerous personnel belong to professional organizations or unions. However, such organizations and unions lack the legal authority to enter into collective bargaining agreements with the District, and the District has never recognized such organizations and unions as having such authority. Furthermore, a Mississippi law prohibits public school employees from joining a strike against the District. The District considers its labor relations to be good.

The District has no pension plan or retirement plan for employees. District employees are members of and contribute to the Mississippi Public Employees' Retirement System.

D. Retirement Plans

For the year ended 2006, the plan required employee contributions of 7.25% and District contributions of 10.75%. Contributions by the District for the 2006 school year were \$9,697,732. Contributions by employees of the District for the 2006 school year were \$6,536,286.

SOURCE: Jackson Public School District, July, 2007.

E. Homestead Exemption

The Mississippi Homestead Exemption Law of 1946 reduces the local tax burden on homes qualifying by law and substitutes revenues from other sources of taxation on the state level as a reimbursement to the local taxing units for such tax loss. Provisions of the homestead exemption law determine qualification, define ownership and limit the amount of property that may come within the exemption. The exemption is not applicable to taxes levied for the payment of the Bonds, except as hereinafter noted.

Those homeowners who qualify for the homestead exemption and who have reached the age of 65 years on or before January 1 of the year for which the exemption is claimed, service-connected, totally disabled American veterans who were honorably discharged from military service and those classified as disabled under the federal Social Security Act are exempt from any and all ad valorem taxes on qualifying homesteads not in excess of \$7,500 of assessed value thereof.

The tax loss resulting to local taxing units from properly qualified homestead exemptions is reimbursed by the State Tax Commission. Beginning with the 1984 supplemental ad valorem tax roll and for each roll thereafter, no taxing unit shall be reimbursed an amount in excess of 106 percent of the total net reimbursement made to such taxing unit in the next preceding year.

VIII. LEGAL PROCEEDINGS

There are no pending legal proceedings that might be expected to affect the District's ability to perform its obligations to the Registered Owners of the Bonds or that could reasonably be expected to cause a material, adverse impact on the District's financial status.

IX. RECENT CONSTITUTIONAL AMENDMENT

The qualified electors of the State of Mississippi voted in a general election held on November 7, 1995, to amend the Mississippi Constitution of 1890 (the "Constitution") to add the following new Section 172A (the "Amendment"):

SECTION 172A. Neither the Supreme Court nor any inferior court of this state shall have the power to instruct or order the state or any political subdivision thereof, or an official of the state or any political subdivision, to levy or increase taxes.

The Amendment does not affect the underlying obligation to pay the principal of and interest on the Bonds as they mature and become due nor does it affect the obligation to levy a tax sufficient to accomplish that purpose. However, even though it appears that the Amendment was not intended to affect Bondholders' remedies in the event of a payment default, it potentially prevents Bondholders from obtaining a writ of mandamus to compel the levying of taxes to pay the principal of and interest on the Bonds in a court of the State of Mississippi. It is not certain whether the Amendment would affect the right of a federal court to direct the levy of a tax to satisfy a contractual obligation. Other effective remedies are available to the Bondholders in the event of a payment default with respect to the Bonds. For example, Bondholders can seek a writ of mandamus to compel the District to use any legally available moneys to pay the debt service on the Bonds, and if such writ of mandamus is issued and public officials fail to comply with such writ, then such public officials may be held in contempt of court. In addition, pursuant to the Mississippi Constitution § 175, all public officers who are guilty of willful neglect of duty may be removed from office.

X. VALIDATION

The Bonds will be submitted to validation before the Chancery Court of Hinds County, Mississippi, as provided by Sections 31-13-1 to 31-13-11, Mississippi Code of 1972. Closing will be contingent on validation.

XI. APPROVAL OF LEGAL PROCEEDINGS

Legal matters incident to the authorization and issuance of the Bonds are subject to the approving opinions of Chambers & Gaylor Law Firm, PLLC, Dorian E. Turner, PLLC, May Law Firm, PLLC and Watkins & Young PLLC, Co-Bond Counsel. Copies of the opinions will be attached to the Official Statement as Exhibit E. Copies of such opinions will be available at the time of delivery of the Bonds. No representation is made to the Registered Owners of the Bonds that Co-Bond Counsel have verified the accuracy, completeness or fairness of the statements in this Official Statement, and Co-Bond Counsel assume no responsibility to the Registered Owners of the Bonds except for the matters set forth in such opinion.

XII. CO-FINANCIAL ADVISORS

This Official Statement has been prepared under the direction of the District by the Deputy Superintendent of Operations and with the assistance of Community Capital, Memphis, Tennessee ("Community Capital") and Jones & Ascension Financial, Inc., Jackson, Mississippi ("Jones & Ascension"), each employed by the District to perform professional services in the capacity of Co-Financial Advisor. In their role as Co-Financial Advisor to the District, Community Capital and Jones & Ascension have provided advice on the plan of financing and structure of the issue, reviewed and commented on certain legal documents, drafted certain portions of the Official Statement based upon information provided by the District, and will review the pricing of the Bonds by the purchasers thereof. The information set forth herein has been obtained from the District and other sources, which are believed to be reliable. The Co-Financial Advisor has not verified the factual information contained in the Official Statement but relied on the information supplied by the District and the District's Certificate as to the Official Statement.

XIII. TAX EXEMPTION

In the opinion of Co-Bond Counsel, under existing law, applicable regulations, published rulings and court decisions, the interest on the Bonds is excludable from gross income for federal income tax purposes, pursuant to Section 103 of the Internal Revenue Code of 1986 and the regulations promulgated thereunder (the "Code"), and is not an item of tax preference for purposes of the federal alternative minimum tax imposed on corporations and taxpayers other than corporations. However, such interest is taken into account in determining adjusted current earnings for the purpose of computing the alternative minimum tax imposed on certain corporations. Co-Bond Counsel are further of the opinion that interest on the Bonds is exempt from State of Mississippi income taxes. The opinions of Co-Bond Counsel are based on certain certifications, covenants and representations of the District (the "Tax Covenants") and is conditioned on continuing compliance therewith.

The Bonds have NOT been designated as "qualified tax-exempt obligations" within the meaning of Section 265(b)(3) of the Code.

The Code imposes certain requirements that must be met subsequent to the issuance of the Bonds as a condition to the exclusion from gross income of interest on the Bonds for federal tax purposes. Noncompliance with such requirements may cause interest on the Bonds to be included in gross income for federal tax purposes retroactive to the date of issue, irrespective of the date on which such noncompliance occurs. Should the Bonds bear interest that is not excludable from gross income for federal income tax purposes, the market value of the Bonds would be materially and adversely affected. The Tax Covenants include covenants that (a) the District will not take or fail to take any action with respect to the Bonds if such action or omission would result in the loss of the exclusion from gross income for federal tax purposes of interest on the Bonds under Section 103 of the Code, and the District will not act in any other manner that would adversely affect such exclusion; (b) the District will not make any investment or do any other act or thing during the period that the Bonds are outstanding that would cause the Bonds to be "arbitrage bonds" within the meaning of Section 148 of the Code; and (c) if required by the Code, the District will rebate any necessary amounts to the United States of America.

Under certain other provisions of the Code, the receipt of interest on the Bonds may give rise to collateral federal income tax consequences to certain holders thereof. Co-Bond Counsel will express no opinion regarding federal tax consequences arising with respect to the Bonds except as stated above. Prospective purchasers of the Bonds should be aware that ownership of the Bonds may result in collateral federal income tax consequences to certain taxpayers, including, without limitation, financial institutions, property and casualty insurance companies, individual recipients of Social Security or Railroad Retirement benefits, certain S corporations with "excess net passive income," foreign corporations subject to the branch profits tax, life insurance companies and taxpayers who may be deemed to have incurred or continued indebtedness to purchase or carry or have paid or incurred certain expenses allocable to the Bonds. Co-Bond Counsel do not express any opinion regarding such collateral tax consequences. Prospective purchasers of the Bonds should consult their tax advisors regarding collateral federal income tax consequences.

XIV. ARBITRAGE COVENANT

The Board, acting for and on behalf of the District, has covenanted and certified to and for the benefit of the purchasers of the Bonds that it will neither take any action nor omit to take any action nor make any investment or use of the proceeds from the issue and sale of the Bonds, including amounts treated as proceeds, if any, that will cause the Bonds to be classified as arbitrage bonds within the meaning of Section 148 of the Code, as amended, supplemented or superseded, and any regulations as such may be applicable to the Bonds, at the time of such action, investment or use.

XV. AUTHORIZATION OF AND CERTIFICATION CONCERNING OFFICIAL STATEMENT; DESCRIPTION OF SUBSEQUENT DISCLOSURE OBLIGATION

This Official Statement has been authorized and prepared by the District. The Issuer has authorized and directed the delivery of this Official Statement to the Underwriter for use in connection with the public offering of the Bonds. Concurrently with the delivery of the Bonds, the President and Secretary of the Board of Trustees of the District will furnish a certificate to the effect that, to the best of their knowledge, this Official Statement did not as of its date, and does not as of the date of delivery of the Bonds, contain any untrue statement of a material fact or omit to state a material fact that should be included therein for the purposes for which this Official Statement is to be used, or which is necessary in order to make the statements contained herein, in the light of the circumstances in which they were made, not misleading.

On November 10, 1994, the Securities and Exchange Commission (the "Commission") amended Rule 15c2-12, which was originally adopted by the Commission in 1989 under the Securities Exchange Act of 1934 and set forth certain disclosure requirements relating to a primary offering of municipal securities. The amendments to Rule 15c2-12, which were effective beginning July 3, 1995, add to the existing disclosure obligations relating to municipal securities by requiring that, prior to purchasing or selling municipal securities, brokers, dealers and municipal securities dealers must reasonably determine that the issuer of such municipal securities, together with any other "obligated persons," within the meaning of Rule 15c2-12, has entered into an undertaking for the benefit of bondholders to make certain information available to bondholders on a continuing basis.

The District is an "obligated person" with respect to the Bonds within the meaning of Rule 15c2-12. At the time of initial delivery of the Bonds, the District will have more than \$10,000,000 in outstanding municipal securities (including the Bonds). Under Rule 15c2-12, there is an obligation on the part of the District to enter into a written undertaking (the "Undertaking") for the benefit of Bondholders. The District has covenanted in its Bond Resolution that it will enter into a written Undertaking, pursuant to which the District will undertake to provide:

(i) to each Repository and to the State Information Depository, if any, no later than 180 days after the end of each fiscal year, unaudited financial statements of the District, and shall provide audited financial statements of the District as soon thereafter as possible. The District's audited financial statements are prepared in accordance with generally accepted accounting principles as promulgated to apply to governmental entities from time to time by the Governmental Accounting Standards Board. The unaudited and audited financial statements are referred to herein collectively as the "Annual Report". The Annual Report may be submitted as a single document or as separate documents comprising a package, and may cross-reference other information as provided in the Undertaking; provided that the audited financial statements of the District may be submitted separately from the balance of the Annual Report. If the District is unable to provide the Repositories and the State Information Depository, if any, an Annual Report by the required date, the District shall send a

notice of such fact to each Repository and the State Information Depository, if any. The Issuer's Annual Report shall also either include or cross-reference operating data and financial information substantially similar to that contained in the section of this Official Statement entitled "Assessed Valuation of the District", "Ad Valorem Tax Collections of the District" and "Debt Information" including "Outstanding Debt of the District," - "General Obligation Bonds," "3 Mill Notes," and "Other Debt of the District," and

(ii) to each Repository or to the Municipal Securities Rulemaking Board and to the State Information Depository, if any, in a timely manner, notice of any of the following events regarding the Notes, if material:

(1) principal and interest payment delinquencies; (2) non-payment related defaults; (3) unscheduled draws on debt service reserves reflecting financial difficulties; (4) unscheduled draws on credit enhancement reflecting financial difficulties; (5) substitution of credit or liquidity providers, or their failure to perform; (6) adverse tax opinions or events affecting the tax-exempt status of the security; (7) modifications to rights of security holders; (8) bond calls; (9) defeasances; (10) release, substitution, or sale of property securing repayment of the securities; and (11) rating changes; and

(iii) in a timely manner, to each Repository or to the Municipal Securities Rulemaking Board, and to the State Information Depository, if any, notice of failure of any Obligated Person to provide the required information in (i) and (ii) above on or before any dates specified in (i) through (iii) above.

The Undertaking is enforceable in accordance with its respective terms by any Beneficial Owner (as defined in the Undertaking) or beneficiary either directly or as third party beneficiary. Any Beneficial Owner or beneficiary shall have the rights, for the equal benefit and protection of all Beneficial Owners, by mandamus or other suit or proceeding at law or in equity, to enforce its rights against each Obligated Person and any of the officers, agents and employees of each Obligated Person, and to compel the Obligated Person or any such officers, agents or employees to perform and carry out their duties under the Undertaking; provided that such rights shall be limited to an action to compel specific enforcement of the obligations of the Obligated Person and shall not include any rights to monetary damages.

The Undertaking may be amended, changed or modified pursuant to a written instrument signed by the District and the Paying Agent/Registrar, without the consent of any of the Beneficial Owners, (i) to comply with the provisions of Rule 15c2-12, as amended from time to time, to the extent any such amendments are applicable to the District or the Bonds, (ii) to cure any ambiguity, remedy any omission, or cure or correct any defect or inconsistent provision in the Undertaking or (iii) if the District obtains the opinion of nationally recognized bond counsel that any such amendment will not have a material adverse effect on the interest of the Beneficial Owners; provided, that any such amendment, change or modification shall comply with the provisions of Rule 15c2-12 as amended to the date of such amendment, change or modification.

The District's obligation under the Undertaking shall terminate upon legal defeasance, prior redemption or payment in full of the Bonds.

The District may, from time to time, appoint or engage a dissemination agent to assist it in carrying out its obligations under its Undertaking, and may discharge any such dissemination agent, with or without appointing a successor dissemination agent.

The Undertaking shall inure solely to the benefit of the District, the dissemination agent (if one is appointed), the initial underwriter, and the holders from time to time of the Bonds, and shall create no rights in any other person or entity.

Anyone requesting information under the continuing disclosure requirements of Rule 15c2-12, as amended, should contact the Superintendent of the District, 662 South President Street, Jackson, Mississippi, P. O. Box 2338, Jackson, Mississippi, 39225-2338, telephone (601)960-8725. The current Superintendent is Dr. Earl Watkins.

XVI. SALE OF THE BONDS

The Bonds were sold by the District at a public sale on September 10, 2007, at 12:00 p.m., Central Daylight Time, via sealed competitive bids. Details concerning the sale of the Bonds are contained in the Official Notice of Sale dated August 20, 2007, which was available to bidders for the Bonds with this Official Statement.

Morgan Keegan & Company, Inc. (the "Underwriter") has agreed, subject to the conditions of Closing set forth in the Official Notice of Sale, to purchase the Bonds at a purchase price of \$36,374,255.73 (consisting of the par amount of the Bonds, plus original issue premium in the amount of \$579,031.25, less the total underwriter's discount, including insurance premium, of \$204,775.52).

The Bonds will be offered at the respective initial public offering prices shown on the inside cover page of this Official Statement. The Underwriter may offer and sell the Bonds to certain dealers (including dealers depositing the Bonds into investment trusts) and others at prices lower than the public offering prices stated on the inside cover page hereof. The initial public offering prices may be changed from time to time by the Underwriter in its discretion.

Approved by resolution of the Board of Trustees of the Jackson Public School District of Jackson, Mississippi, on August 20, 2007.

JACKSON PUBLIC SCHOOL DISTRICT

By 

President, Board of Trustees

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APPENDIX A
ECONOMIC, POLITICAL AND DEMOGRAPHIC INFORMATION

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A. GENERAL DESCRIPTION OF THE AREA

The City is the county seat of the First Judicial District of Hinds County, Mississippi (the “County”). The City, named for General Andrew Jackson, is located in the northeastern section of the County and has a land area of approximately one hundred ten (110) square miles. On November 28, 1821, legislation was passed to locate a permanent seat of government in the State and the City became the state capital of Mississippi.

Today the City, the largest municipality in the State, is considered to be the governmental, trade, financial, medical, educational and cultural center of the State, and is known as the “Distribution Center of the Deep South” because of its strategic location at the crossroads of Dallas/Houston, Atlanta, Memphis and New Orleans.

The City is extremely proud of its famed southern hospitality and quality of life. Community support is strong for the Mississippi Symphony Orchestra and the Mississippi Opera, along with the Mississippi Museum of Art, the Natural Science Museum, Agriculture and Forestry Museum, and the Smith-Robertson Museum and Cultural Center, along with the Old Capitol Museum and other venues.

The City is the permanent site in the United States for the International Ballet Competition, sanctioned by UNESCO, which was hosted in the City in the summers of 1982, 1986, 1990, 1994, 1998, 2002 and 2006 by Mississippi Ballet International. The City shares this honor with Varna, Bulgaria; Moscow, Russia; Helsinki, Finland; and Paris, France; among other cities.

The City was chosen as the only city in the United States to host the historic “Palaces of St. Petersburg, Russian Imperial Style Exhibition” in 1996. This exhibit, held at the Mississippi Art’s Pavilion, attracted 553,894 visitors. It increased the City’s room/restaurant tax revenues by twelve and one half percent (12.5%) or \$1.4 million. During 1998 the City hosted an exclusive European exhibition called “Splendors of Versailles”. The City recently completed hosting the “Majesty of Spain” which drew visitors from across the country. In March 2004, the City hosted "The Glory of Baroque Dresden" exhibition, which consisted of over 300 major art works from Germany.

B. POPULATION

The Population of the City has been recorded as follows:

	2006	2000	1990
City of Jackson Population	177,026	184,256	196,637

SOURCE: U.S. Census Bureau

C. GOVERNMENT

The City operates under the Mayor-Council form of government. The City Council (the “Council”) is comprised of seven (7) Council members who serve part-time and are elected for four (4) year terms from separate districts or wards. The Mayor, who serves full time and is elected at large for a four (4) year term, is the head of the executive branch of the City’s government, with veto power over actions of the Council (subject to override). The current Mayor and members of the City Council members are:

Name	Occupation	Position Held Since
Frank Melton	Mayor	2005
Leslie McLemore	University Professor	1999
Jeff Weill	Attorney	2007
Kenneth L. Stokes	Council Member	1989
Frank Bluntson	Council Member	2005
Margaret C. Barrett-Simon	Council Member	1985
Charles Tillmon	Retired	2005
Marshand K. Crisler	Law Enforcement	2001

D. TRANSPORTATION

Two (2) interstate highway systems intersect in the City. Interstate Highway 55 runs north and south, and connects with Memphis, Tennessee, to the north and New Orleans, Louisiana, to the south; and Interstate Highway 20 runs east and west and connects with Birmingham, Alabama, to the east and Dallas, Texas, to the west. U.S. Highways 49, 51 and 80, State Highways 18, 25 and 468 and a number of county highways provide access to all areas of the County and State.

Rail transportation is provided by the Canadian National/Illinois Central Railroad and Amtrak, which runs daily north-south passenger service to New Orleans, Louisiana, and Chicago, Illinois, utilizing Canadian National/Illinois Central Railroad rails. Numerous motor freight carriers are authorized to serve the City and offer interstate and intrastate shipping services.

Commercial air service is available at the Jackson Evers International Airport (the "Airport") located approximately ten miles east of the City in Rankin County, Mississippi. The Airport has a modern terminal, two 8,500-foot runways and has been designated as a general purpose foreign trade zone. Private and business aircraft operate from the field's complete fixed base facilities. American Eagle, Delta Air lines, Northwest Airlines, and Southwest Airlines offer non-stop flights to hubs of Atlanta, Cincinnati, Dallas, Houston, Memphis, Nashville and New Orleans, with direct service available to almost every major city in the United States. Several commuter airlines also provide service from the Airport. Charter aircraft for package freight is provided by Airborne Airfreight, Emery and Federal Express. Parcel service is available through UPS, Air Freight, Federal Express, Purolator, Emery Air, Burlington Northern and Film Transit.

The nearest port, the Port of Vicksburg (the "Port"), is located 44 miles to the west of the City on the Mississippi River in Warren County, Mississippi. The Port, which has a channel depth of twelve (12) feet and a width of three hundred (300) feet, is a U.S. Customs port of entry and a designated general purpose foreign trade zone. More than three million tons of cargo passes through the Port each year.

E. POPULATION (Hinds County)

The populations of Hinds County have been recorded as shown below.

<u>Year</u>	(Nearest Hundred) <u>County Population</u>
2006	249,016
2004	249,987
2003	249,087
2000	250,800
1990	254,441

SOURCE: Mississippi Employment Security Commission, Labor Market Information Department

F. PER CAPITA INCOME

The following represents per capita income annually from 2000 to 2005 for Hinds County, Mississippi, and the United States:

<u>Year</u>	<u>Hinds County</u>	<u>Mississippi</u>	<u>United States</u>	<u>County as % of U.S.</u>
2000	\$ 24,782	\$ 21,005	\$ 29,843	83.04%
2001	26,006	21,967	30,562	85.09%
2002	26,765	22,346	30,795	86.91%
2003	27,582	23,069	31,466	87.66%
2004	28,481	24,009	33,090	86.07%
2005	29,680	25,051	34,471	86.10%

SOURCE: Mississippi Employment Security Commission, Labor Market Information Department

G. EMPLOYMENT STATISTICS

Jackson MSA Unemployment Rate

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>May 2007</u>
Civilian Labor Force	121,314	122,489	124,537	123,212	121,971	122,017
Employed	114,231	115,638	117,395	114,934	114,956	115,812
Unemployed	7,083	6,851	7,142	8,278	7,015	6,205
Unemployment Rate	5.8%	5.6%	5.7%	6.7%	5.8%	5.1%

Jackson MSA Employment By Industry

	2006	June 2007
Natural Resources & Mining	920	1,000
Construction	13,120	13,900
Manufacturing	22,200	22,300
Trade, Transportation, Information	53,960	54,300
Financial Activities	4,400	4,500
Professional and Business	16,710	16,900
Educational and Health	29,860	31,300
Leisure and Hospitality	33,570	33,800
Other Services	22,660	23,600
Government	10,640	10,700
TOTAL EMPLOYMENT	261,820	267,100

SOURCE: Mississippi Employment Security Commission, Labor Market Information Department

H. RETAIL SALES

City of Jackson

<u>Fiscal Year</u>	<u>Total Retail Sales</u>	<u>Number of Taxpayers Ended June 30</u>	<u>Gross Tax Collections</u>
2006	3,336,042,431	5,076	211,597,362
2005	3,136,361,694	4,990	201,505,109
2004	3,133,946,730	4,775	201,624,034
2003	3,068,456,437	4,749	196,738,261
2002	3,135,325,796	4,749	200,282,293

SOURCE: Mississippi State Tax Commission, *Annual Report, Fiscal Years Ending June 30, 2006, 2005, 2004, 2003 and 2002, respectively.*

I. METRO - AREA MAJOR EMPLOYERS

Employer	Employees	Product/Service
State of Mississippi	27,100	State government
UMC Medical Center	9,000	Academic & health science center
United States Government	5,600	Federal government
Jackson Public School District	4,500	Education
Nissan North America	4,000	Manufacturing: Automobiles
Rankin County School District	3,039	Education
Wal-Mart Stores, Inc.	2,725	Discount Store
Baptist Health Systems	2,700	Healthcare Services
Mississippi State Hospital	2,500	Healthcare Services
City of Jackson	2,465	City Government

SOURCE: Chamber of Commerce of the City, July 2007

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APPENDIX B

THE DISTRICT'S BUDGET FOR FISCAL YEAR 2006-2007

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JACKSON PUBLIC SCHOOLS

Combined Budget

For the year ending June 30, 2007

Original _____ Date Approved: _____

Amended X _____ Date Approved: / / _____

Governmental Fund Types

	General	Special Revenue	Capital Projects	Debt Service	Permanent Trust	Enterprise	Internal Service	Total
Revenues								
Local Sources	\$76,589,840.75	\$2,236,298.45	\$92,972.47	\$7,339,701.88	\$1,126.41	\$0.00	\$0.00	\$86,259,939.96
Intermediate Sources	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
State Sources	\$126,445,611.07	\$7,300,037.49	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$133,745,648.56
Federal Sources	\$1,606,325.72	\$53,262,762.14	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$54,869,087.86
Sixteenth Section Sources	\$0.00	\$828,700.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$828,700.00
Total Revenues	\$204,641,777.54	\$63,627,798.08	\$92,972.47	\$7,339,701.88	\$1,126.41	\$0.00	\$0.00	\$275,703,376.38

Expenditures

Instruction	\$117,648,053.99	\$29,717,825.24	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$147,365,879.23
Support Services	\$83,918,665.47	\$23,332,627.46	\$547,395.32	\$0.00	\$0.00	\$0.00	\$0.00	\$107,798,688.25
Noninstructional Services	\$172,067.96	\$17,083,041.02	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$17,255,108.98
Sixteenth Section	\$0.00	\$159,429.09	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$159,429.09
Facilities Acquisition and Construction	\$2,295,369.94	\$0.00	\$49,799,117.63	\$4,435.81	\$0.00	\$0.00	\$0.00	\$52,098,923.38
Debt Service	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Principal	\$21,593,855.21	\$1,410,000.00	\$0.00	\$5,977,000.00	\$0.00	\$0.00	\$0.00	\$28,980,855.21
Interest	\$495,904.49	\$1,412,423.76	\$0.00	\$2,407,816.88	\$0.00	\$0.00	\$0.00	\$4,316,145.13
Other	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Total Expenditures	\$226,123,917.06	\$73,115,346.57	\$50,346,512.95	\$8,389,252.69	\$0.00	\$0.00	\$0.00	\$357,975,029.27

Excess(Deficiency) of Revenues Over Expenditures

	\$21,482,139.52)	\$9,487,548.49)	\$50,253,540.48)	\$1,049,550.81)	\$1,126.41	\$0.00	\$0.00	\$1,652,889)
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JACKSON PUBLIC SCHOOLS

Combined Budget

For the year ending June 30, 2007

Original _____ Date Approved: _____

Amended X Date Approved: / /

	Governmental Fund Types				Proprietary Fund Types			Total
	General	Special Revenue	Capital Projects	Debt Service	Permanent Trust	Enterprise	Internal Service	
Other Financing Sources (Uses)								
Proceeds of General Obligation Bonds	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Proceeds of Refunding Bonds	\$0.00	\$0.00	\$44,071,830.00	\$0.00	\$0.00	\$0.00	\$0.00	\$44,071,830.00
Proceeds of Loan(s)	\$20,000,000.00	\$0.00	\$4,503,258.28	\$0.00	\$0.00	\$0.00	\$0.00	\$24,503,258.28
Inception of Capital Lease(s)	\$565,613.84	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$565,613.84
Insurance Loss Recoveries	\$1,834,960.40	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$1,834,960.40
Sale of Transportation Equipment	\$60,000.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$60,000.00
Sale of Other Property	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Indirect Costs	\$1,498,202.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$1,498,202.00
Other Transfers In	\$4,910,795.06	\$6,035,685.99	\$142,000.00	\$1,074,265.00	\$0.00	\$0.00	\$0.00	\$12,162,746.05
Payments to Escrow Agent	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Miscellaneous Other Financing Sources	\$0.00	\$0.00	\$349,716.50	\$0.00	\$0.00	\$0.00	\$0.00	\$349,716.50
Indirect Costs Transfers Out	\$0.00	\$1,848,465.83	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$1,848,465.83
Other Transfers Out	\$10,387,133.74	\$3,960,276.16	\$0.00	\$0.00	\$2,432.32	\$0.00	\$0.00	\$14,349,842.22
Payment to Refunded Bond Escrow Agent	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Payment to Qualified Zone Academy Debt Escrow Agent	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Miscellaneous Other Financing Uses	\$0.00	\$12,297.34	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$12,297.34
Total Other Financing Sources (Uses)	\$18,482,437.56	\$214,646.66	\$49,066,804.78	\$1,074,265.00	\$(2,432.32)	\$0.00	\$0.00	\$68,835,721.68
Net Change in Fund Balances	\$(2,999,701.96)	\$(9,272,901.83)	\$(1,186,735.70)	\$24,714.19	\$(1,305.91)	\$0.00	\$0.00	\$(13,435,931.21)

JACKSON PUBLIC SCHOOLS

Combined Budget

For the year ending June 30, 2007

Original _____ Date Approved: _____

Amended X _____ Date Approved: 1/1 _____

	Governmental Fund Types				Proprietary Fund Types			Total
	General	Special Revenue	Capital Projects	Debt Service	Permanent Trust	Enterprise	Internal Service	
Fund Balances / Retained Earnings								
July 1, 2006	\$20,180,916.55	\$5,967,339.47	\$4,007,732.17	\$1,757,849.86	\$263,128.72	\$0.00	\$0.00	\$32,176,966.77
Prior Period Adjustments	\$73,603.97	\$(98,570.81)	\$(186,152.89)	\$0.00	\$0.00	\$0.00	\$0.00	\$(211,119.73)
July 1, 2006 as restated	\$20,254,520.52	\$5,868,768.66	\$3,821,579.28	\$1,757,849.86	\$263,128.72	\$0.00	\$0.00	\$31,965,847.04
Increase(Decrease) in Reserve for Inventory	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Residual equity transfer In(Out)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
June 30, 2007	\$17,254,818.56	\$(3,404,133.17)	\$2,634,843.58	\$1,782,564.05	\$261,822.81	\$0.00	\$0.00	\$18,529,915.83

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APPENDIX C

**THE DISTRICT'S PROPOSED BUDGET FOR FISCAL YEAR 2007-2008
(District Maintenance Fund Only)**

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**ORDER APPROVING EXPENDITURE BUDGET FOR FISCAL YEAR
2007-2008**

**1120 DISTRICT MAINTENANCE
ORIGINAL**

After full and due consideration, and upon motion duly made, seconded, and for good cause shown, all present voting in "aye", it is ordered that the budget for the fiscal year 2007-2008 which budget are attached hereto and made a part hereof, be and the same are hereby approved.

	Original Budget
Revenues	
0	0.00
	0.00
1120 AD VALOREM TAXES FROM LOCAL GOVERNMENT	72,000,000.00
	72,000,000.00
1210 REVENUE IN LIEU OF TAXES	400,000.00
	400,000.00
1310 TUITUION FROM INDIVIDUALS	240,000.00
	240,000.00
1313 SECONDARY SUMMER SCHOOL	0.00
	0.00
1510 INTEREST ON INVESTMENTS	550,000.00
	550,000.00
1920 CONTRIBUTIONS & DONATIONS	20,000.00
	20,000.00
1970 SERVICES PROVIDED OTHER FUNDS	0.00
	0.00
1980 REFUND OF PRIOR YEAR EXPEND	0.00
	0.00
1990 MISCELLANEOUS	0.00
	0.00
1992 REIMBURSEMENT FOR BUS TRIPS	550,000.00
	550,000.00
1993 USE OF SCHOOL FACILITIES	25,000.00
	25,000.00
1998 E-RATE	0.00
	0.00
1999 MISCELLANEOUS	200,000.00
	200,000.00
3102	0.00
	0.00
3110 HOMESTEAD EXEMPTION REIMB	0.00
	0.00
3111 HOMESTEAD EXEMPTION REIMBURSE	2,700,000.00

3140 DRIVER EDUCATION FUNDS	2,700,000.00
	8,000.00
	8,000.00
3150 MINIMUM PROGRAM & PER CA	114,023,591.00
	114,023,591.00
3160 SCHOOL AD VALOREM TAX REDUCTN	2,942,806.00
	2,942,806.00
3190 OTHER UNRESTRICTED GRANTS-IN-A	0.00
	0.00
3210 EDUCATION ENHANCEMENT FUND	0.00
	0.00
3211 MAEP FUNDS	0.00
	0.00
	0.00
3230 PUBLIC SCHOOL BUILDING FUND	0.00
	0.00
3280 EDUCATION REFORM ACT	0.00
	0.00
3290 OTHER RESTRICTED GRANTS-IN-AID	768,000.00
	768,000.00
3800 REVENUE IN LIEU OF TAXES	0.00
	0.00
3820 HEAVY TRUCKS	800,000.00
	800,000.00
4120 E-RATE	1,896,191.11
	1,896,191.11
4291	0.00
	0.00
4390 OTHER RESTRICTED GRANTS-IN-	0.00
	0.00
4490 OTHER FEDERAL FUNDS	0.00
	0.00
6100 PROCEEDS OF GEN OBLIG BONDS	0.00
	0.00
6150 PROCEEDS OF REFUNDING BONDS	0.00
	0.00
6200 PROCEEDS OF LOAN (S)	20,000,000.00
	20,000,000.00
6300 INCEPTION OF CAPITAL LEASE(S)	0.00
	0.00
6400 INSURANCE LOSS RECOVERIES	5,000.00
	5,000.00

6450	INSURANCE LOSS RECOVERIES	0.00
		0.00
6500	SALE OF TRANSPORTATION EQUIP	70,000.00
		70,000.00
6600	SALE OF OTHER PROPERTY	0.00
		0.00
6710	INDIRECT COSTS	1,498,202.00
		1,498,202.00
6720	OTHER TRANSFERS IN	1,500,000.00
		1,500,000.00
6900	MISC OTHER FINANCING SOURCES	0.00
		0.00
7100	PRIOR PERIOD ADJUSTMENTS	0.00
		0.00
8000		0.00
		0.00
Total Revenues		220,196,790.11
Expenditures		
0		0.00
		0.00
1000	INSTRUCTION	
700	CAPITAL OUTLAY	0.00
		0.00
1110	KINDERGARTEN PROGRAMS	
500	OTHER PURCHASED SER	0.00
600	SUPPLIES MATERIALS	0.00
700	CAPITAL OUTLAY	0.00
		0.00
1111	KINDERGARTEN	
100	SALARIES	5,562,030.17
200	EMPLOYEE BENEFITS	2,536,728.83
600	SUPPLIES MATERIALS	36,064.50
700	CAPITAL OUTLAY	0.00
		8,134,823.50
1120	ELEMENTARY PROGRAMS	
100	SALARIES	421,170.32
200	EMPLOYEE BENEFITS	419,450.10
300	PURCHASED PROF. & TECH SER	96,600.00
400	PURCHASED PROPERTY SER	1,791.14
500	OTHER PURCHASED SER	20,072.00
600	SUPPLIES MATERIALS	34,575.00
700	CAPITAL OUTLAY	50,163.00
800	OTHER OBJECTS	24,000.00
		1,067,821.56
1121	ELEMENTARY	
100	SALARIES	31,917,144.39
200	EMPLOYEE BENEFITS	9,870,695.32
300	PURCHASED PROF. & TECH SER	420.04
400	PURCHASED PROPERTY SER	160,000.00
500	OTHER PURCHASED SER	0.00

600	SUPPLIES MATERIALS	1,561,587.00
700	CAPITAL OUTLAY	28,915.00
		43,538,761.75
1130	MIDDLE-JUNIOR HIGH PROGRAMS	
100	SALARIES	1,446,391.41
200	EMPLOYEE BENEFITS	101,991.76
300	PURCHASED PROF. & TECH SER	8,500.00
400	PURCHASED PROPERTY SER	1,700.00
500	OTHER PURCHASED SER	16,316.17
600	SUPPLIES MATERIALS	87,550.00
700	CAPITAL OUTLAY	13,929.00
800	OTHER OBJECTS	11,184.00
		1,687,562.34
1131	MIDDLE SCHOOL	
100	SALARIES	16,549,428.63
200	EMPLOYEE BENEFITS	5,146,332.80
300	PURCHASED PROF. & TECH SER	0.00
400	PURCHASED PROPERTY SER	0.00
500	OTHER PURCHASED SER	0.00
600	SUPPLIES MATERIALS	83,302.00
700	CAPITAL OUTLAY	20,816.98
		21,799,880.41
1140	HIGH SCHOOL PROGRAMS	
100	SALARIES	24,000.00
200	EMPLOYEE BENEFITS	0.00
300	PURCHASED PROF. & TECH SER	189,781.89
400	PURCHASED PROPERTY SER	31,695.00
500	OTHER PURCHASED SER	76,500.11
600	SUPPLIES MATERIALS	210,603.04
700	CAPITAL OUTLAY	70,000.00
800	OTHER OBJECTS	28,850.00
		631,430.04
1141	SENIOR HIGH	
100	SALARIES	17,453,780.31
200	EMPLOYEE BENEFITS	5,104,738.83
400	PURCHASED PROPERTY SER	0.00
500	OTHER PURCHASED SER	0.00
600	SUPPLIES MATERIALS	78,139.00
700	CAPITAL OUTLAY	25,562.00
800	OTHER OBJECTS	0.00
		22,662,220.14
1142	VOCATIONAL EDUCATIONAL PROGRAM	
600	SUPPLIES MATERIALS	0.00
700	CAPITAL OUTLAY	0.00
		0.00
1190	OTHER INSTRUCTIONAL PROG.-CAP	
100	SALARIES	271,545.84
200	EMPLOYEE BENEFITS	88,792.57
300	PURCHASED PROF. & TECH SER	9,600.00
400	PURCHASED PROPERTY SER	0.00
500	OTHER PURCHASED SER	2,050.00
600	SUPPLIES MATERIALS	5,350.00
700	CAPITAL OUTLAY	1,100.00
800	OTHER OBJECTS	500.00
		378,938.41
1210	GIFTED EDUCATION PROGRAMS	
100	SALARIES	2,425,741.58
200	EMPLOYEE BENEFITS	629,707.27
300	PURCHASED PROF. & TECH SER	11,107.00

400	PURCHASED PROPERTY SER	865.00
500	OTHER PURCHASED SER	9,842.00
600	SUPPLIES MATERIALS	9,915.00
700	CAPITAL OUTLAY	5,200.00
800	OTHER OBJECTS	3,500.00
		3,095,877.85
1252	TEACHER,READING,REMEDIAL	
100	SALARIES	0.00
		0.00
1290	OTHER INSTRUCTIONAL PROG.-INSTR. TECH	
100	SALARIES	0.00
200	EMPLOYEE BENEFITS	0.00
300	PURCHASED PROF. & TECH SER	8,113.00
500	OTHER PURCHASED SER	0.00
600	SUPPLIES MATERIALS	941.00
800	OTHER OBJECTS	0.00
		9,054.00
1291	APAC ACADEMIC PROG ELEMENTARY	
100	SALARIES	324,894.10
200	EMPLOYEE BENEFITS	90,068.28
300	PURCHASED PROF. & TECH SER	0.00
600	SUPPLIES MATERIALS	5,000.00
700	CAPITAL OUTLAY	7,478.88
		427,441.26
1292	ARTS ACESS PROJECT	
100	SALARIES	257.15
200	EMPLOYEE BENEFITS	0.60
300	PURCHASED PROF. & TECH SER	7,500.00
400	PURCHASED PROPERTY SER	4,100.00
500	OTHER PURCHASED SER	500.00
600	SUPPLIES MATERIALS	12,500.00
700	CAPITAL OUTLAY	500.00
800	OTHER OBJECTS	1,000.00
		26,357.75
1293	APAC PERFORMING ARTS PROGRAM	
100	SALARIES	423,600.00
200	EMPLOYEE BENEFITS	125,404.60
300	PURCHASED PROF. & TECH SER	7,500.00
500	OTHER PURCHASED SER	0.00
600	SUPPLIES MATERIALS	11,000.00
700	CAPITAL OUTLAY	0.00
800	OTHER OBJECTS	0.00
		567,504.60
1294	YOUTH COURT	
100	SALARIES	305,278.00
200	EMPLOYEE BENEFITS	87,139.22
500	OTHER PURCHASED SER	1,800.00
600	SUPPLIES MATERIALS	7,500.00
700	CAPITAL OUTLAY	1,650.00
800	OTHER OBJECTS	700.00
		404,067.22
1296	ENVIRONMENTAL LEARNING CENTER	
100	SALARIES	21,444.00
200	EMPLOYEE BENEFITS	8,196.67
400	PURCHASED PROPERTY SER	1,000.00
500	OTHER PURCHASED SER	650.00
600	SUPPLIES MATERIALS	4,200.00
700	CAPITAL OUTLAY	2,300.00
		37,790.67

1298	MONTESSORI	
100	SALARIES	221,998.95
200	EMPLOYEE BENEFITS	66,673.00
600	SUPPLIES MATERIALS	40,150.00
700	CAPITAL OUTLAY	30,000.00
		358,821.95
1299	APAC ACADEMIC PROG SECONDARY	
600	SUPPLIES MATERIALS	0.00
		0.00
1310	ADULT BASIC EDUCATION PROGRAMS	
100	SALARIES	0.00
200	EMPLOYEE BENEFITS	0.00
400	PURCHASED PROPERTY SER	140,000.00
		140,000.00
1410	ELEMENTARY SUMMER SCHOOL	
100	SALARIES	113,664.00
200	EMPLOYEE BENEFITS	839.81
300	PURCHASED PROF. & TECH SER	15,051.00
500	OTHER PURCHASED SER	2,000.00
600	SUPPLIES MATERIALS	75,000.00
800	OTHER OBJECTS	16,331.00
		222,885.81
1420	SECONDARY SUMMER SCHOOL	
100	SALARIES	148,800.00
200	EMPLOYEE BENEFITS	4,848.67
300	PURCHASED PROF. & TECH SER	0.00
500	OTHER PURCHASED SER	14,027.50
600	SUPPLIES MATERIALS	58,000.00
		225,676.17
1910	ATHLETIC ACTIVITIES	
100	SALARIES	857,298.00
200	EMPLOYEE BENEFITS	162,946.00
400	PURCHASED PROPERTY SER	297.00
500	OTHER PURCHASED SER	0.00
600	SUPPLIES MATERIALS	260.00
700	CAPITAL OUTLAY	2,336.00
		1,023,137.00
1920	STUDENT ACTIVITIES	
100	SALARIES	397,000.00
200	EMPLOYEE BENEFITS	73,935.00
300	PURCHASED PROF. & TECH SER	280,000.00
400	PURCHASED PROPERTY SER	650.00
500	OTHER PURCHASED SER	28,641.00
600	SUPPLIES MATERIALS	26,000.00
700	CAPITAL OUTLAY	0.00
800	OTHER OBJECTS	2,000.00
		808,226.00
2000	SUPPORT SERVICES	
700	CAPITAL OUTLAY	0.00
		0.00
2110	ATTENDANCE AND SOCIAL WORK SER	
100	SALARIES	0.00
		0.00
2112	ATTENDANCE SERVICES	
100	SALARIES	89,586.96
200	EMPLOYEE BENEFITS	29,207.59
400	PURCHASED PROPERTY SER	0.00
500	OTHER PURCHASED SER	963.29
600	SUPPLIES MATERIALS	3,059.78

700	CAPITAL OUTLAY	2,090.18
		124,907.80
2114	STUDENT PLACEMENT SERVICES	
100	SALARIES	130,968.00
200	EMPLOYEE BENEFITS	37,413.08
300	PURCHASED PROF. & TECH SER	0.00
400	PURCHASED PROPERTY SER	0.00
500	OTHER PURCHASED SER	13,469.35
600	SUPPLIES MATERIALS	4,850.55
700	CAPITAL OUTLAY	0.00
800	OTHER OBJECTS	30.62
		186,731.60
2122	COUNSELING SERVICES	
		0.00
100	SALARIES	3,478,773.89
200	EMPLOYEE BENEFITS	945,082.60
300	PURCHASED PROF. & TECH SER	0.00
500	OTHER PURCHASED SER	0.00
600	SUPPLIES MATERIALS	3,687.75
700	CAPITAL OUTLAY	0.00
800	OTHER OBJECTS	4,000.00
		4,431,544.24
2123	APPRAISAL SERVICES	
100	SALARIES	466,947.00
200	EMPLOYEE BENEFITS	125,933.58
300	PURCHASED PROF. & TECH SER	23,665.84
400	PURCHASED PROPERTY SER	479.20
500	OTHER PURCHASED SER	66,623.45
600	SUPPLIES MATERIALS	10,786.01
700	CAPITAL OUTLAY	2,355.90
800	OTHER OBJECTS	150.42
		696,941.40
2142	PSYCHOLOGICAL TESTING SERVICES	
100	SALARIES	109,588.00
200	EMPLOYEE BENEFITS	24,747.80
		134,335.80
2152	SPEECH PATHOLOGY SERVICES	
100	SALARIES	0.00
200	EMPLOYEE BENEFITS	0.00
		0.00
2210	IMPROVEMENT OF INSTRUCTION SER	
100	SALARIES	0.00
200	EMPLOYEE BENEFITS	0.00
300	PURCHASED PROF. & TECH SER	2,625.00
500	OTHER PURCHASED SER	300.00
600	SUPPLIES MATERIALS	2,325.00
		5,250.00
2212	CURRICULUM & INSTRUCTION	
100	SALARIES	897,270.94
200	EMPLOYEE BENEFITS	164,988.09
300	PURCHASED PROF. & TECH SER	26,745.38
400	PURCHASED PROPERTY SER	1,067.30
500	OTHER PURCHASED SER	26,913.71
600	SUPPLIES MATERIALS	20,414.98
700	CAPITAL OUTLAY	3,265.00
800	OTHER OBJECTS	5,685.00
		1,146,350.40
2213	PROFESSIONAL DEVELOPMENT	
100	SALARIES	481,085.20

200	EMPLOYEE BENEFITS	54,600.85
300	PURCHASED PROF. & TECH SER	30,694.50
400	PURCHASED PROPERTY SER	17,132.48
500	OTHER PURCHASED SER	14,552.27
600	SUPPLIES MATERIALS	55,291.45
700	CAPITAL OUTLAY	15,658.46
800	OTHER OBJECTS	1,922.28
		670,937.49
2214	INSTRUCTIONAL SUPPORT SERVICES	
100	SALARIES	0.00
200	EMPLOYEE BENEFITS	0.00
500	OTHER PURCHASED SER	0.00
600	SUPPLIES MATERIALS	0.00
		0.00
2219	TEACHER RESOURCES-CENTRAL ADMIN	
100	SALARIES	23,370.00
200	EMPLOYEE BENEFITS	5,539.67
400	PURCHASED PROPERTY SER	279.00
500	OTHER PURCHASED SER	365.97
600	SUPPLIES MATERIALS	6,280.63
700	CAPITAL OUTLAY	2,284.10
		38,119.37
2222	SCHOOL LIBRARY SERVICES	
100	SALARIES	2,939,561.37
200	EMPLOYEE BENEFITS	868,921.55
300	PURCHASED PROF. & TECH SER	3,442.00
400	PURCHASED PROPERTY SER	14,491.00
500	OTHER PURCHASED SER	0.00
600	SUPPLIES MATERIALS	398,440.80
700	CAPITAL OUTLAY	17,774.15
800	OTHER OBJECTS	81.00
		4,242,711.87
2224	EDUCATIONAL TELEVISION SERVICE	
100	SALARIES	150,700.50
200	EMPLOYEE BENEFITS	39,719.44
300	PURCHASED PROF. & TECH SER	4,167.50
400	PURCHASED PROPERTY SER	7,488.33
500	OTHER PURCHASED SER	128.37
600	SUPPLIES MATERIALS	17,459.00
700	CAPITAL OUTLAY	24,631.96
800	OTHER OBJECTS	8.19
		244,303.29
2225	COMPUTER-ASSISTED INSTRUCTION	
100	SALARIES	246,118.39
200	EMPLOYEE BENEFITS	72,616.60
300	PURCHASED PROF. & TECH SER	107,877.90
400	PURCHASED PROPERTY SER	54,188.30
500	OTHER PURCHASED SER	2,851.17
600	SUPPLIES MATERIALS	29,800.25
700	CAPITAL OUTLAY	6,992.31
800	OTHER OBJECTS	1,647.44
		522,092.36
2244		
700	CAPITAL OUTLAY	0.00
		0.00
2311	OFFICE OF BOARD OF EDUCATION	
100	SALARIES	51,540.00
200	EMPLOYEE BENEFITS	10,877.31
300	PURCHASED PROF. & TECH SER	420,623.08

400	PURCHASED PROPERTY SER	1,500.00
500	OTHER PURCHASED SER	16,297.07
600	SUPPLIES MATERIALS	14,318.74
700	CAPITAL OUTLAY	1,109.21
800	OTHER OBJECTS	83,662.81
		599,928.22
2321	OFFICE OF THE SUPERINTENDENT S	
100	SALARIES	269,906.20
200	EMPLOYEE BENEFITS	60,753.16
300	PURCHASED PROF. & TECH SER	35,588.58
400	PURCHASED PROPERTY SER	331.30
500	OTHER PURCHASED SER	9,148.51
600	SUPPLIES MATERIALS	215,454.75
700	CAPITAL OUTLAY	141.46
800	OTHER OBJECTS	35,851.82
		627,175.78
2322	DEPUTY SUPT. OF SCHOOLS	
100	SALARIES	163,448.92
200	EMPLOYEE BENEFITS	34,797.49
300	PURCHASED PROF. & TECH SER	323.40
400	PURCHASED PROPERTY SER	861.65
500	OTHER PURCHASED SER	394.88
600	SUPPLIES MATERIALS	4,024.13
700	CAPITAL OUTLAY	3,873.14
800	OTHER OBJECTS	342.38
		208,065.99
2323	DEPUTY SUPT.-CURRIC & INSTR.	
100	SALARIES	147,799.00
200	EMPLOYEE BENEFITS	26,268.52
400	PURCHASED PROPERTY SER	551.74
500	OTHER PURCHASED SER	150.71
600	SUPPLIES MATERIALS	5,820.81
700	CAPITAL OUTLAY	2,445.40
800	OTHER OBJECTS	117.84
		183,154.02
2324	STAFF ATTORNEY	
100	SALARIES	163,587.00
200	EMPLOYEE BENEFITS	44,996.90
300	PURCHASED PROF. & TECH SER	0.00
400	PURCHASED PROPERTY SER	0.00
500	OTHER PURCHASED SER	562.85
600	SUPPLIES MATERIALS	11,277.95
700	CAPITAL OUTLAY	1,343.49
800	OTHER OBJECTS	2,310.88
		224,079.07
2330	SPECIAL AREA ADMINISTRATION SE	
100	SALARIES	0.00
600	SUPPLIES MATERIALS	0.00
700	CAPITAL OUTLAY	0.00
		0.00
2333	ASSOC SUPT.	
100	SALARIES	3,097.08
200	EMPLOYEE BENEFITS	765.57
300	PURCHASED PROF. & TECH SER	10,987.50
500	OTHER PURCHASED SER	534.99
600	SUPPLIES MATERIALS	3,025.02
700	CAPITAL OUTLAY	2,410.72
800	OTHER OBJECTS	350.00
		21,170.88

2335	ASST. SUPT. ELEM. SCHOOLS DIV	
600	SUPPLIES MATERIALS	0.00
		0.00
2336	EXCEPTIONAL EDUCATION	
100	SALARIES	359,929.52
200	EMPLOYEE BENEFITS	91,731.70
300	PURCHASED PROF. & TECH SER	0.00
500	OTHER PURCHASED SER	1,479.70
600	SUPPLIES MATERIALS	738.52
700	CAPITAL OUTLAY	1,055.78
800	OTHER OBJECTS	0.00
		454,935.22
2337	ASST. SUPT. OPERATIONS	
100	SALARIES	0.00
200	EMPLOYEE BENEFITS	0.00
		0.00
2338	ASST. SUPT. ELEM. SCHOOLS DIVI	
100	SALARIES	266,880.00
200	EMPLOYEE BENEFITS	91,808.14
400	PURCHASED PROPERTY SER	336.00
500	OTHER PURCHASED SER	368.90
600	SUPPLIES MATERIALS	4,889.74
700	CAPITAL OUTLAY	0.00
800	OTHER OBJECTS	537.00
		364,819.78
2339	ASST. SUPT. ELEM. SCHOOLS DIVI	
100	SALARIES	0.00
200	EMPLOYEE BENEFITS	3,660.00
500	OTHER PURCHASED SER	0.00
		3,660.00
2340	ASST. SUPT. MIDDLE SCHOOLS	
100	SALARIES	133,857.00
200	EMPLOYEE BENEFITS	33,781.10
500	OTHER PURCHASED SER	744.17
600	SUPPLIES MATERIALS	2,234.49
700	CAPITAL OUTLAY	2,703.95
800	OTHER OBJECTS	311.36
		173,632.07
2341	ASST. SUPT. HIGH SCHOOLS	
100	SALARIES	118,541.39
200	EMPLOYEE BENEFITS	37,348.73
300	PURCHASED PROF. & TECH SER	18,642.61
400	PURCHASED PROPERTY SER	700.00
500	OTHER PURCHASED SER	874.48
600	SUPPLIES MATERIALS	2,511.35
700	CAPITAL OUTLAY	997.30
800	OTHER OBJECTS	717.21
		180,333.07
2421	OFFICE OF PRIN ELEMENTARY	
		0.00
100	SALARIES	6,165,540.81
200	EMPLOYEE BENEFITS	1,889,881.02
400	PURCHASED PROPERTY SER	744.00
500	OTHER PURCHASED SER	23,524.00
600	SUPPLIES MATERIALS	46,319.58
700	CAPITAL OUTLAY	13,513.00
800	OTHER OBJECTS	9,758.08
		8,149,280.49
2424		

500	OTHER PURCHASED SER	0.00
		0.00
2431	OFFICE OF PRIN MIDDLE SCHOOL	
100	SALARIES	3,093,523.27
200	EMPLOYEE BENEFITS	774,721.07
300	PURCHASED PROF. & TECH SER	0.00
400	PURCHASED PROPERTY SER	104.08
500	OTHER PURCHASED SER	25,088.00
600	SUPPLIES MATERIALS	11,620.00
700	CAPITAL OUTLAY	8,064.00
800	OTHER OBJECTS	6,416.00
		3,919,536.42
2441	OFFICE OF PRIN SENIOR HIGH	
100	SALARIES	2,561,143.61
200	EMPLOYEE BENEFITS	701,714.74
300	PURCHASED PROF. & TECH SER	0.00
400	PURCHASED PROPERTY SER	40.00
500	OTHER PURCHASED SER	27,264.00
600	SUPPLIES MATERIALS	12,288.00
700	CAPITAL OUTLAY	4,190.00
800	OTHER OBJECTS	3,810.00
		3,310,450.35
2442	PRIN OFFICE SECONDARY VOCATION	
400	PURCHASED PROPERTY SER	0.00
		0.00
2443	APAC PRINCIPALS OFFICE	
100	SALARIES	178,067.24
200	EMPLOYEE BENEFITS	34,092.50
500	OTHER PURCHASED SER	735.62
600	SUPPLIES MATERIALS	243.00
700	CAPITAL OUTLAY	280.00
800	OTHER OBJECTS	79.00
		213,497.36
2490	OFFICE OF DIRECTOR- DULING	
100	SALARIES	208,791.16
200	EMPLOYEE BENEFITS	53,254.61
		262,045.77
2491	APAC ACADEMIC PROG SECONDARY	
100	SALARIES	94,003.00
200	EMPLOYEE BENEFITS	16,877.57
300	PURCHASED PROF. & TECH SER	0.00
400	PURCHASED PROPERTY SER	0.00
500	OTHER PURCHASED SER	2,097.30
600	SUPPLIES MATERIALS	3,100.44
700	CAPITAL OUTLAY	25.20
800	OTHER OBJECTS	325.00
		116,428.51
2498	MONTESSORI ADMINISTRATION	
100	SALARIES	5,250.00
200	EMPLOYEE BENEFITS	0.00
300	PURCHASED PROF. & TECH SER	45,000.00
500	OTHER PURCHASED SER	8,924.72
600	SUPPLIES MATERIALS	0.00
700	CAPITAL OUTLAY	0.00
800	OTHER OBJECTS	0.00
		59,174.72
2511	FINANCIAL SERVICES	
100	SALARIES	701,859.36
200	EMPLOYEE BENEFITS	205,404.70

300	PURCHASED PROF. & TECH SER	210,000.00
400	PURCHASED PROPERTY SER	4,000.00
500	OTHER PURCHASED SER	25,100.00
600	SUPPLIES MATERIALS	37,200.00
700	CAPITAL OUTLAY	107,700.00
800	OTHER OBJECTS	600.00
		1,291,864.06
2512	BUDGETING SERVICES	
100	SALARIES	75,082.00
200	EMPLOYEE BENEFITS	21,772.16
400	PURCHASED PROPERTY SER	150.00
500	OTHER PURCHASED SER	15.00
600	SUPPLIES MATERIALS	2,000.00
800	OTHER OBJECTS	0.00
		99,019.16
2515	FINANCIAL ACCOUNTING SERVICES	
100	SALARIES	30,440.00
200	EMPLOYEE BENEFITS	0.00
400	PURCHASED PROPERTY SER	100.00
500	OTHER PURCHASED SER	775.00
600	SUPPLIES MATERIALS	4,659.20
700	CAPITAL OUTLAY	4,694.31
800	OTHER OBJECTS	8,413.25
		49,081.76
2516	DEPUTY SUPT.- OPERATIONS	
100	SALARIES	140,904.00
200	EMPLOYEE BENEFITS	35,930.19
300	PURCHASED PROF. & TECH SER	37,417.10
400	PURCHASED PROPERTY SER	62,729.70
500	OTHER PURCHASED SER	777.24
600	SUPPLIES MATERIALS	4,156.25
700	CAPITAL OUTLAY	3,570.58
800	OTHER OBJECTS	741.83
		286,226.89
2517	PROPERTY ACCOUNTING SERVICES	
100	SALARIES	201,932.80
200	EMPLOYEE BENEFITS	56,485.24
400	PURCHASED PROPERTY SER	0.00
500	OTHER PURCHASED SER	0.00
600	SUPPLIES MATERIALS	888.73
700	CAPITAL OUTLAY	0.00
800	OTHER OBJECTS	150.00
		259,456.77
2518	BUDGET OFFICE	
100	SALARIES	72,520.00
200	EMPLOYEE BENEFITS	22,096.10
500	OTHER PURCHASED SER	1.83
600	SUPPLIES MATERIALS	1,698.50
700	CAPITAL OUTLAY	0.00
800	OTHER OBJECTS	405.00
		96,721.43
2521	DIR OF INTERNAL SERVICES	
600	SUPPLIES MATERIALS	0.00
		0.00
2522	PROCUREMENT	
100	SALARIES	146,749.00
200	EMPLOYEE BENEFITS	39,036.01
300	PURCHASED PROF. & TECH SER	159.60
400	PURCHASED PROPERTY SER	15,130.01

500	OTHER PURCHASED SER	13,682.48
600	SUPPLIES MATERIALS	3,414.43
700	CAPITAL OUTLAY	3,645.29
800	OTHER OBJECTS	67.09
		221,883.91
2530	WAREHOUSING & DISTRIBUTING SER	
100	SALARIES	0.00
400	PURCHASED PROPERTY SER	0.00
500	OTHER PURCHASED SER	0.00
600	SUPPLIES MATERIALS	0.00
700	CAPITAL OUTLAY	0.00
		0.00
2531	CENTRAL WAREHOUSE	
100	SALARIES	191,206.00
200	EMPLOYEE BENEFITS	70,092.28
300	PURCHASED PROF. & TECH SER	2.62
400	PURCHASED PROPERTY SER	3,491.25
500	OTHER PURCHASED SER	2,763.64
600	SUPPLIES MATERIALS	5,162.83
700	CAPITAL OUTLAY	5,467.60
800	OTHER OBJECTS	150.00
		278,336.22
2532	MAINTENANCE WAREHOUSE	
100	SALARIES	154,692.08
200	EMPLOYEE BENEFITS	47,086.54
400	PURCHASED PROPERTY SER	284.15
500	OTHER PURCHASED SER	318.15
600	SUPPLIES MATERIALS	1,162.51
700	CAPITAL OUTLAY	1,400.00
800	OTHER OBJECTS	60.02
		205,003.45
2533	TRANSPORTATION WAREHOUSE	
100	SALARIES	0.00
200	EMPLOYEE BENEFITS	0.00
400	PURCHASED PROPERTY SER	0.00
500	OTHER PURCHASED SER	0.00
600	SUPPLIES MATERIALS	0.00
700	CAPITAL OUTLAY	0.00
		0.00
2535	WAREHOUSE INVENTORY ADJUSTMENT	
600	SUPPLIES MATERIALS	0.00
		0.00
2540	PRINTING PUBLISHING & DUP SERV	
100	SALARIES	322,408.00
200	EMPLOYEE BENEFITS	99,091.74
300	PURCHASED PROF. & TECH SER	2,166.15
400	PURCHASED PROPERTY SER	84,608.32
500	OTHER PURCHASED SER	-218,599.95
600	SUPPLIES MATERIALS	154,542.74
700	CAPITAL OUTLAY	260,532.30
800	OTHER OBJECTS	1,180.00
		705,929.30
2600	OP/MAINT OF PLANT SERVICES	
300	PURCHASED PROF. & TECH SER	0.00
400	PURCHASED PROPERTY SER	0.00
500	OTHER PURCHASED SER	0.00
		0.00
2610	EXEC. DIR.- FACILITIES MANAGEMENT	
100	SALARIES	212,098.92

200	EMPLOYEE BENEFITS	57,479.30
300	PURCHASED PROF. & TECH SER	380,000.00
400	PURCHASED PROPERTY SER	704.10
500	OTHER PURCHASED SER	3,290.40
600	SUPPLIES MATERIALS	2,046.06
700	CAPITAL OUTLAY	0.56
800	OTHER OBJECTS	1,162.00
		656,781.34
2611	DIRECTORS- FACILITIES MANAGEMENT	
100	SALARIES	234,912.00
200	EMPLOYEE BENEFITS	67,012.17
300	PURCHASED PROF. & TECH SER	0.00
400	PURCHASED PROPERTY SER	0.00
500	OTHER PURCHASED SER	8,544.63
600	SUPPLIES MATERIALS	25,901.40
700	CAPITAL OUTLAY	1,068.58
800	OTHER OBJECTS	0.00
		337,438.78
2612	TELECOMMUNICATIONS	
		0.00
100	SALARIES	32,136.00
200	EMPLOYEE BENEFITS	6,099.41
300	PURCHASED PROF. & TECH SER	1,300.00
400	PURCHASED PROPERTY SER	16,193.00
500	OTHER PURCHASED SER	0.00
600	SUPPLIES MATERIALS	34,647.63
700	CAPITAL OUTLAY	0.00
800	OTHER OBJECTS	0.00
		90,376.04
2620	SUPERVISORS- FACILITIES MANAGEMENT	
100	SALARIES	805,704.80
200	EMPLOYEE BENEFITS	352,063.21
300	PURCHASED PROF. & TECH SER	0.00
400	PURCHASED PROPERTY SER	12,911.44
500	OTHER PURCHASED SER	0.00
600	SUPPLIES MATERIALS	305,057.30
700	CAPITAL OUTLAY	483.00
800	OTHER OBJECTS	0.00
		1,476,219.75
2621	CARE & UPKEEP/BLDG SERV - OPER	
100	SALARIES	4,375,436.72
200	EMPLOYEE BENEFITS	1,780,426.62
300	PURCHASED PROF. & TECH SER	0.00
400	PURCHASED PROPERTY SER	1,714.21
500	OTHER PURCHASED SER	0.00
600	SUPPLIES MATERIALS	266,071.38
700	CAPITAL OUTLAY	26,759.53
800	OTHER OBJECTS	0.00
		6,450,408.46
2622	TECHNICAL SERVICES/OPER MAINT	
100	SALARIES	1,461,902.66
200	EMPLOYEE BENEFITS	461,874.76
300	PURCHASED PROF. & TECH SER	4,202.00
400	PURCHASED PROPERTY SER	8,375,197.14
500	OTHER PURCHASED SER	-74.91
600	SUPPLIES MATERIALS	489,430.18
700	CAPITAL OUTLAY	11,446.22
800	OTHER OBJECTS	9,804.10

		10,813,782.15
2623	PROPERTY INSURANCE	
500	OTHER PURCHASED SER	1,424,932.17
800	OTHER OBJECTS	0.00
		1,424,932.17
2624	FIXED ASSETS	
100	SALARIES	154,924.20
200	EMPLOYEE BENEFITS	60,155.26
300	PURCHASED PROF. & TECH SER	2,800.00
400	PURCHASED PROPERTY SER	189.79
500	OTHER PURCHASED SER	439.58
600	SUPPLIES MATERIALS	11,399.04
700	CAPITAL OUTLAY	5,935.12
800	OTHER OBJECTS	94.50
		235,937.49
2625		
100	SALARIES	41,766.96
200	EMPLOYEE BENEFITS	13,289.22
500	OTHER PURCHASED SER	185.00
600	SUPPLIES MATERIALS	7,499.23
700	CAPITAL OUTLAY	937.00
800	OTHER OBJECTS	310.00
		63,987.41
2626		
600	SUPPLIES MATERIALS	0.00
		0.00
2630	CARE & UPKEEP GROUND SERVICES	
100	SALARIES	286,456.80
200	EMPLOYEE BENEFITS	156,834.76
300	PURCHASED PROF. & TECH SER	353,592.20
400	PURCHASED PROPERTY SER	38,490.62
500	OTHER PURCHASED SER	0.00
600	SUPPLIES MATERIALS	64,832.11
700	CAPITAL OUTLAY	2,200.00
800	OTHER OBJECTS	0.00
		902,406.49
2633		
700	CAPITAL OUTLAY	0.00
		0.00
2641		
600	SUPPLIES MATERIALS	0.00
		0.00
2642	ELECTRONIC & AUDIOT VISUAL ENG	
100	SALARIES	315,789.18
200	EMPLOYEE BENEFITS	105,792.92
300	PURCHASED PROF. & TECH SER	4,650.70
400	PURCHASED PROPERTY SER	18,334.78
500	OTHER PURCHASED SER	0.00
600	SUPPLIES MATERIALS	41,488.80
700	CAPITAL OUTLAY	2,836.76
		488,893.14
2644	CARE & UPKEEP EQUIP. SERVICES	
300	PURCHASED PROF. & TECH SER	97,346.50
400	PURCHASED PROPERTY SER	304,612.22
600	SUPPLIES MATERIALS	420.00
700	CAPITAL OUTLAY	0.00
		402,378.72
2650	VEHICLE OPERATION & MAINT SERV	
400	PURCHASED PROPERTY SER	16,330.78

500	OTHER PURCHASED SER	0.00
600	SUPPLIES MATERIALS	61,457.27
700	CAPITAL OUTLAY	0.00
		77,788.05
2660	SECURITY SERVICES	
100	SALARIES	2,586,691.83
200	EMPLOYEE BENEFITS	963,902.95
300	PURCHASED PROF. & TECH SER	268,258.16
400	PURCHASED PROPERTY SER	290,000.00
500	OTHER PURCHASED SER	1,413.62
600	SUPPLIES MATERIALS	56,425.28
700	CAPITAL OUTLAY	48,846.86
800	OTHER OBJECTS	352,969.17
		4,568,507.87
2661		
100	SALARIES	0.00
		0.00
2710	SUPER OF STUDENT TRANS SERVICE	
		0.00
100	SALARIES	558,259.60
200	EMPLOYEE BENEFITS	136,154.89
300	PURCHASED PROF. & TECH SER	2,201.80
400	PURCHASED PROPERTY SER	13,663.53
500	OTHER PURCHASED SER	4,979.05
600	SUPPLIES MATERIALS	11,863.57
700	CAPITAL OUTLAY	41,903.62
800	OTHER OBJECTS	129.25
		769,155.31
2720	VEHICLE OPERATION SERVICES	
100	SALARIES	4,287,566.71
200	EMPLOYEE BENEFITS	2,683,018.12
400	PURCHASED PROPERTY SER	1,939.70
600	SUPPLIES MATERIALS	1,503,506.82
700	CAPITAL OUTLAY	0.00
		8,476,031.35
2722		
600	SUPPLIES MATERIALS	0.00
		0.00
2740	VEHICLE SERVICING & MAINT SERV	
100	SALARIES	545,457.17
200	EMPLOYEE BENEFITS	183,480.42
300	PURCHASED PROF. & TECH SER	914.20
400	PURCHASED PROPERTY SER	49,484.63
500	OTHER PURCHASED SER	6,713.49
600	SUPPLIES MATERIALS	603,796.07
700	CAPITAL OUTLAY	11,418.93
800	OTHER OBJECTS	693.00
		1,401,957.91
2799	TOTAL TRANS SERVICE	
600	SUPPLIES MATERIALS	-297.76
		-297.76
2814	PUBLIC INFORMATION	
100	SALARIES	225,322.00
200	EMPLOYEE BENEFITS	78,940.81
300	PURCHASED PROF. & TECH SER	13,611.77
400	PURCHASED PROPERTY SER	309.52
500	OTHER PURCHASED SER	57,057.53
600	SUPPLIES MATERIALS	12,857.67
700	CAPITAL OUTLAY	3,342.54

800	OTHER OBJECTS	681.15
		392,122.99
2815	PROGRAM EVALUATION SERVICES	
100	SALARIES	179,144.66
200	EMPLOYEE BENEFITS	44,210.92
300	PURCHASED PROF. & TECH SER	279,614.48
400	PURCHASED PROPERTY SER	2,556.22
500	OTHER PURCHASED SER	13,779.46
600	SUPPLIES MATERIALS	39,288.89
700	CAPITAL OUTLAY	8,593.14
800	OTHER OBJECTS	406.05
		567,593.82
2816	GRANT WRITING	
100	SALARIES	59,476.00
200	EMPLOYEE BENEFITS	15,092.54
500	OTHER PURCHASED SER	0.00
600	SUPPLIES MATERIALS	0.00
700	CAPITAL OUTLAY	0.00
		74,568.54
2822	PARTNERS IN EDUCATION	
100	SALARIES	67,768.00
200	EMPLOYEE BENEFITS	20,314.84
300	PURCHASED PROF. & TECH SER	243.00
400	PURCHASED PROPERTY SER	0.00
500	OTHER PURCHASED SER	2,442.67
600	SUPPLIES MATERIALS	5,944.79
700	CAPITAL OUTLAY	0.00
800	OTHER OBJECTS	305.25
		97,018.55
2831	OFFICE OF HUMAN RESOURCES	
100	SALARIES	413,029.60
200	EMPLOYEE BENEFITS	148,549.18
300	PURCHASED PROF. & TECH SER	51,945.66
400	PURCHASED PROPERTY SER	0.00
500	OTHER PURCHASED SER	14,652.74
600	SUPPLIES MATERIALS	7,058.60
700	CAPITAL OUTLAY	5,068.58
800	OTHER OBJECTS	207.58
		640,511.94
2841	OFFICE OF INF. TECHNOLOGY	
100	SALARIES	935,686.48
200	EMPLOYEE BENEFITS	272,967.82
300	PURCHASED PROF. & TECH SER	1,160,942.73
400	PURCHASED PROPERTY SER	1,235,588.32
500	OTHER PURCHASED SER	3,300.39
600	SUPPLIES MATERIALS	96,008.34
700	CAPITAL OUTLAY	339,180.39
800	OTHER OBJECTS	772.02
		4,044,446.49
2845	SAM SUPPORT SERVICES	
100	SALARIES	193,950.57
200	EMPLOYEE BENEFITS	58,915.65
300	PURCHASED PROF. & TECH SER	9,900.00
400	PURCHASED PROPERTY SER	98,000.00
500	OTHER PURCHASED SER	48.58
600	SUPPLIES MATERIALS	6,799.74
700	CAPITAL OUTLAY	11,929.28
		379,543.82
3162	LUNCHROOMS PREPARING & DISPENS	

100	SALARIES	0.00
600	SUPPLIES MATERIALS	0.00
		0.00
3900	OTHER NONINSTRUCTIONAL SERVICE	
100	SALARIES	65,026.56
200	EMPLOYEE BENEFITS	26,907.25
		91,933.81
5100	SITE ACQUISITION SERVICES	
700	CAPITAL OUTLAY	0.00
		0.00
5500	BUILDING ACQUISITION/CONSTRUC	
400	PURCHASED PROPERTY SER	0.00
		0.00
5600	BUILDING IMPROVEMENTS SERVICES	
		0.00
300	PURCHASED PROF. & TECH SER	9.00
400	PURCHASED PROPERTY SER	424,969.64
600	SUPPLIES MATERIALS	0.00
700	CAPITAL OUTLAY	0.00
800	OTHER OBJECTS	0.00
		424,978.64
5601	BUILDING IMPROVE SERV-INTERNAL	
		0.00
300	PURCHASED PROF. & TECH SER	0.00
400	PURCHASED PROPERTY SER	0.00
600	SUPPLIES MATERIALS	0.00
		0.00
6110	TRANSPORTATION LOANS REPAID	
800	OTHER OBJECTS	0.00
		0.00
6130	CAPITAL LEASE PAYMENTS	
800	OTHER OBJECTS	1,947,759.70
		1,947,759.70
6140	GEN. OBLIGATION BONDS REPAID	
800	OTHER OBJECTS	0.00
		0.00
6190	QUALIFIED ZONE ACAD DEBT REPD	
800	OTHER OBJECTS	142,000.00
		142,000.00
6191	TAX ANTICIPATION NOTE PRINCIPA	
800	OTHER OBJECTS	20,000,000.00
		20,000,000.00
6210	INTEREST ON TRANS LOANS REPAID	
800	OTHER OBJECTS	0.00
		0.00
6230	INTEREST ON CAPITAL LEASE REPD	
800	OTHER OBJECTS	0.00
		0.00
6240	INTEREST ON GEN OBL BONDS REPD	
800	OTHER OBJECTS	0.00
		0.00
6290	INTEREST ON OTHER DEBT REPAID	
800	OTHER OBJECTS	153,000.00
		153,000.00
6291	TAX ANTICIPATION NOTE INTEREST	
800	OTHER OBJECTS	0.00
		0.00
7100	OPERATING TRANSFERS-OUT	
900	OTHER USES OF FUNDS	0.00
		0.00
7120	OTHER TRANSFERS OUT	

300	PURCHASED PROF. & TECH SER	0.00
800	OTHER OBJECTS	0.00
900	OTHER USES OF FUNDS	10,347,232.42
		10,347,232.42
8100	PRIOR PERIOD ADJUSTMENTS	
900	OTHER USES OF FUNDS	0.00
		0.00

Total Expenditures	220,196,790.11
---------------------------	-----------------------

2517		
100	SALARIES	0.00
200	EMPLOYEE BENEFITS	0.00
		0.00

Total	0.00
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Explanation of Original Budget

Submittal:

This budget is being submitted as new allocation for the 2007-2008 current fiscal year.

I, the undersigned Assistant Secretary of the Board of Trustees of the Jackson Public School District, do hereby certify that the above and 16th day of July 2007.

Given under my hand this the 16th day of July 2007.

Assistant Secretary, Board of Trustees

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APPENDIX D

**EXCERPTS OF THE DISTRICT'S
UNAUDITED FINANCIAL STATEMENT FOR FISCAL YEAR ENDED JUNE 30, 2006**

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JACKSON PUBLIC SCHOOLS

Combined Statement of Revenues, Expenditures, and Changes in Fund Balances
All Governmental Fund Types and Expendable Trust Funds
For the Year Ended June 30, 2006
Financial Statement B

UNAUDITED

	Governmental Fund Types				Fiduciary Fund Type	
	General	Special Revenue	Capital Projects	Debt Services	Expendable Trust	Total
Revenues						
1000 Local Sources	76163978.52	2650348.00	313033.32	7528907.23	112762.50	86769029.57
2000 Intermediate Sources						
3000 State Sources	113677067.50	8402932.33				122079999.83
4000 Federal Sources	2927535.54	50761800.39				53709335.93
5000 Sixteenth Section Sources		1066180.36				1066180.36
Total Revenue	192768581.56	62901261.08	313033.32	7528907.23	112762.50	263624545.69
Expenditures						
1000 Instruction						
2100 Support Services:	109895857.04	32180143.04				142076000.08
2200 Students	7605945.91	2737839.95				10343785.86
2300 Instructional Staff	7284209.17	9403195.71			41467.76	16728872.64
2400 General Administration	3627254.46	2152534.81				5779789.27
2500 School Administration	14348371.03	314069.26				14662440.29
2600 Business	3119222.97	351195.44				3470418.41
2700 Operation and Maint. of Plant	28063377.68	317872.33				28381250.01
2800 Transportation	10446985.26	1331416.12				11778401.38
3000 Central	5024974.00	260041.76				5285015.76
4000 Non-Instructional services	119166.22	15577494.93				15696661.15
5000 Sixteenth Section		96932.01				96932.01
Facilities Acquisition & Construction Services			4600774.31			6329933.22
Debt Services:	1729158.91					
6100 Principal						
6200 Interest	22383293.78	2817163.63		9483643.20		34664100.61
6300 Advance Refunding Escrow						
6400 Pmts for Arbitrage Commitments						
6500 Debit Insurance Cost						
6600 Discount Amortization Cost						
6900 Other						
Total Expenditures	213647816.43	67539898.99	4600774.31	9483643.20	41467.76	295313600.69
Excess of Revenues Over (Under) Expenditures	20879234.87-	4638637.91-	4287740.99-	1954735.97-	71294.74	31689055.00-

JACKSON PUBLIC SCHOOLS

Combined Statement of Revenues, Expenditures, and Changes in Fund Balances
All Governmental Fund Types and Expendable Trust Funds
For the Year Ended June 30, 2006
Financial Statement B

UNAUDITED

	Governmental Fund Types				Fiduciary Fund Type	
	General	Special Revenue	Capital Projects	Debt Services	Expendable Trust	Total
Other Financing Sources (Uses)						
6100 Proceeds of Bonds Gen Oblig				122945.31		122945.31
6150 Proceeds of Refunding bonds						2000000.00
6200 Proceeds of Loans						3790573.33
6300 Inception of Capital Leases	20000000.00					
6350 Premium on Debt Issuance	3790573.33					
6400 Insurance Loss Recoveries						2588291.92
6500 Sale of Transportation Equipment	2588291.92					54742.50
6550 Sale of Land	54742.50					
6600 Sale of Other Property						
6710 Operating Transfers In	9234543.71	7446435.61	6508.50	1332023.15		18019510.97
6800 Payments Held by Escrow Agents						
6900 Other Sources						
7110 Operating Transfers Out	14197260.66	3805337.12	6508.50		10404.69	18019510.97
7500 Payment to Refunded Bond Escrow Agt						
7600 Pgt Qual Zone Academy Debt Escrow						
7900 Other uses		2075023.00				2075023.00
Total Other Financing Sources (Uses)	21470890.80	1566075.49		1454969.46	10404.69	24481530.06
Excess of Revenues and Other Sources Over (Under)						
Expenditures & Other Uses	591655.93	3072562.42	4287740.99	499767.51	60890.05	7207524.94
FUND BALANCES						
July 1, 2005	19655923.69	6973939.94	8253535.41	2257617.37	276986.22	37418002.63
Rev Prior Period Adjustments	5570.00	30092.05	41937.75			77599.80
Exp Prior Period Adjustments	72233.07	39153.10				111386.17
July 1, 2005, as restated	19589260.62	6964878.89	8295473.16	2257617.37	276986.22	37384216.26
Rev +(-) in reserve for inventory						
Exp +(-) in reserve for inventory						
Residual equity transfers in						
Residual equity transfers out						
June 30, 2006	20180916.55	3892316.47	4007732.17	1757849.86	337876.27	30176691.32

APPENDIX E
THE DISTRICT'S
AUDITED FINANCIAL STATEMENT FOR FISCAL YEAR ENDED JUNE 30, 2005

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JACKSON PUBLIC SCHOOL DISTRICT

AUDITED FINANCIAL STATEMENTS

JUNE 30, 2005

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JACKSON PUBLIC SCHOOL DISTRICT
June 30, 2005

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JACKSON PUBLIC SCHOOL DISTRICT
June 30, 2005

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**BANKS, FINLEY,
WHITE & CO.**
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT ON
THE BASIC FINANCIAL STATEMENTS
AND SUPPLEMENTAL INFORMATION

Superintendent and School Board
Jackson Public School District

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Jackson Public School District as of and for the year ended June 30, 2005, which collectively comprise the Jackson Public School District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Jackson Public School District's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Jackson Public School District, as of June 30, 2005, and the respective changes in financial position, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 16, 2006, on our consideration of the Jackson Public School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The Management's Discussion and Analysis on pages 3 through 9 and the Budgetary Comparison Schedule and corresponding notes on pages 39 through 40 are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Jackson Public School District's basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U. S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. In addition, the Schedule of Instructional, Administrative and Other Expenditures-Governmental Funds is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Bonds, Faily, White & C.C.

June 16, 2006

(except for Note 15, as to which
the date is March 25, 2007)

JACKSON PUBLIC SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2005

The discussion and analysis of the Jackson Public School District's financial performance provides an overall narrative review of the District's financial activities for the year ended June 30, 2005. The intent of this discussion and analysis is to look at the District's performance as a whole; readers should also review the notes to the basic financial statements and the to enhance their understanding of the District's financial performance. Information contained in this section is qualified by the more detailed information contained elsewhere in this District's financial statements, notes to financial statements and any accompanying materials. To the extent this discussion contains any forward-looking statements of the District's plans, objectives, expectations and prospects, the actual results could differ materially from those discussed herein.

This discussion and analysis is an element of Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement No. 34 - Basic Financial Statements - and Management's Discussion and Analysis - for the State and Local Governments issued June 1999. Certain comparative information between the current year and the prior year is required to be presented.

The Jackson Public School District has 59 schools - 8 high schools and a Career Development Center, 10 middle schools, 38 elementary schools, and 2 special schools. With more than 32,000 students enrolled, the Jackson Public School District is the largest school district in Mississippi. More than 83% of Jackson's school-age children attend one of our 59 schools. These students represent almost 1/5 of Jackson's total population. Our student population is larger than the populations of all but 7 Mississippi cities, and larger than 54 Mississippi counties. The District has 4,814 full-time employees.

FINANCIAL HIGHLIGHTS

- Total net assets decreased \$1,198,872, which represents 3.1% decrease from fiscal year 2004. This decrease was caused by an increase in the instructional expenditures of the District.
- General revenues account for \$193,184,162 in revenue, or 79.5% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$49,911,667 or 20.5% of total revenues.
- The District had \$246,818,836 in expenses; only \$49,911,667 of these expenses were offset by program specific charges for services, grants and contributions. General revenues of \$193,184,162 were adequate to provide for these programs.
- Among major funds, the General Fund had \$181,903,729 in revenues and \$201,684,687 in expenditures. The General Fund's fund balance increased \$2,574,081 over the prior year.
- Capital assets, net of accumulated depreciation, decreased by \$154,021.
- Long-term debt decreased by \$9,095,665.

OVERVIEW OF FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business. These statements are prepared using the accrual basis of accounting and include all assets and liabilities.

The statement of net assets presents information on all the District's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statement of activities presents information showing how the District's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal years.

The government-wide financial statements outline functions of the District that are principally supported by property taxes and intergovernmental revenues (governmental activities). The governmental activities of the District include instruction, support services, non-instructional, sixteenth section and interest and other expenses on long-term liabilities.

The government-wide financial statements can be found on pages 10 and 11 of this report.

Fund financial statements A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into two categories: governmental funds and fiduciary funds.

Governmental funds Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on current spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the District's current financing requirements. Governmental funds are reported using modified accrual accounting. This method of accounting measures cash and other assets that can be easily converted to cash. The Governmental Funds Statements provide a detailed short-term view of the school district's operations.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the District's current financing decisions. Both the Governmental Fund Balance Sheet and the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities. These reconciliations are on pages 14 and 17, respectively, of this report.

The District maintains individual governmental funds in accordance with the *Financial Accounting Manual for Mississippi Public School Districts*. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for all major funds. All other non-major funds are combined together and presented in these reports as other governmental funds.

The basic governmental fund financial statements can be found on pages 12 through 17 of this report

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the District. Fiduciary funds are not reflected in the government-wide financial statements because resources of those funds are not available to support the District's own programs. The accrual basis of accounting is used for fiduciary funds. The school district is responsible for ensuring that the assets reported in these funds are used for their intended purpose. The school district is responsible for ensuring that the assets reported in these funds are used for their intended purpose. The school district's fiduciary activities are presented in separate Statements of Fiduciary Net Assets on page 18.

Notes to the financial statements. The notes provide additional information that is essential to have a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 19 through 37 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's budget process.

The District adopts an annual operating budget for all governmental funds. A budgetary comparison statement has been provided for the General Fund and each additional major special revenue fund. This required supplementary information can be found on pages 39 through 40 of this report.

A schedule of expenditures of federal awards is required by OMB Cir. A-133 and schedule of instructional, administrative and other expenditures for governmental funds can be found on pages 42 and 44 respectively, of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net assets. Net assets may serve over time as a useful indicator of government's financial position. In the case of the District, assets exceeded liabilities by \$37,758,971 as of June 30, 2005.

By far the largest portion of the District's net assets (30.24%) reflects its investment in capital assets (e.g., land, buildings, building improvements, improvements other than buildings, mobile equipment, furniture and equipment, leased property under capital leases and construction in progress, less any related debt used to acquire those assets that is still outstanding). The District uses these capital assets to provide services to its students; consequently these assets are not available for future spending.

The District's financial position is a product of several financial transactions including the net result of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets and the depreciation of capital assets.

The following table presents a summary of the District's net assets as of June 30, 2005 and 2004, respectively.

	Net Assets		Percentage Change
	June 30, 2005	June 30, 2004	
Current assets	\$ 57,312,590	\$ 68,425,276	(16.2%)
Capital assets, net	103,391,632	103,545,653	(0.1%)
Total assets	160,704,222	171,970,929	(6.6%)
Current liabilities	18,706,108	19,677,278	(4.90%)
Long-term debt outstanding	104,239,143	113,334,808	(8.00%)
Total liabilities	122,945,251	133,012,086	(7.6%)

Net assets:

Invested in capital assets, net of related debt	11,419,266	19,033,616	(40.0%)
Restricted	17,111,991	14,869,722	15.1%
Unrestricted	<u>9,227,714</u>	<u>5,055,505</u>	82.5%
Total net assets	\$ <u>37,758,971</u>	\$ <u>38,958,843</u>	(3.1%)

The following are significant current year transactions that have had an impact on the Statement of Net Assets

- The use of current assets to pay for current liabilities has reduced both current assets and current liabilities for the year ending June 30, 2005.

Changes in net assets. The District's total revenues for the fiscal year ended June 20, 2005 were \$243,095,829. The total cost of all programs and services was \$246,818,836. The following table presents a summary of the changes in net assets for the fiscal years ending June 30, 2005 and 2004, respectively

	<u>Change in Net Assets</u>		<u>Percentage Change</u>
	<u>June 30, 2005</u>	<u>June 30, 2004</u>	
Revenues:			
Program revenues:			
Charges for services	\$ 5,380,087	\$ 5,572,978	(3.5%)
Operating grants and contributions	44,531,580	39,029,340	14.1%
Capital grants and contributions	-	709,694	(100%)
General revenues			
Property taxes	78,090,043	80,065,319	(2.5%)
Unrestricted investments earnings	1,044,014	643,512	62.2%
Grants and contributions not restricted	111,086,492	105,394,935	5.4%
Other	<u>2,963,613</u>	<u>1,061,617</u>	179.2%
Total revenues	<u>243,095,892</u>	<u>232,477,395</u>	4.6%
Expenses:			
Instruction	131,510,473	121,834,718	7.9%
Support services	94,563,175	85,010,024	11.2%
Non-instructional	15,383,542	15,090,497	1.9%
Sixteenth section	71,272	115,827	(38.5%)
Interest and other expense on long-term liabilities	<u>5,290,374</u>	<u>6,071,528</u>	(12.9%)
Total expenses	<u>246,818,836</u>	<u>228,122,594</u>	8.2%
Increase (Decrease) in net assets	<u>(3,723,007)</u>	<u>4,354,801</u>	(185.5%)
Net Assets, July 1	38,958,843	38,003,675	2.5%
Prior period adjustment	<u>2,523,135</u>	<u>(3,399,633)</u>	(174.2%)
Net Assets, as restated	<u>41,481,978</u>	<u>34,604,042</u>	19.9%
Net Assets, June 30	\$ <u>37,758,971</u>	\$ <u>38,958,843</u>	(3.1%)

The following are significant current year transactions that have had an impact on the Statement of Activities

- Operating grants and contributions increased \$5,502,240 from the previous fiscal year
- Unrestricted grants and contributions increased \$5,691,557 from the previous fiscal year.
- Instructional expenses increased \$9,675,755 from the previous fiscal year primarily as a result of the last year of a five-year increase in teacher salaries, which averaged 8%.
- Support services expenses increased \$9,553,151 from the previous fiscal year. The support staff was given a similar raises as the instructional staff referred to above.

Governmental activities. The following table presents the cost of five major District functional activities: instruction, support services, non-instructional, sixteenth section and interest and other expenses on long-term debt for fiscal years ending June 30, 2005 and 2004, respectively. The table also shows each function's net cost (total cost less charges for services generated by the activities and intergovernmental aid provided for specific programs). The net cost shows the financial burden that was placed on the State and District's taxpayers by each of these functions

	2005		2004	
	Total Expenses	Net(Expense) Revenue	Total Expenses	Net(Expense) Revenue
Instruction	\$131,510,473	\$(110,924,850)	\$121,834,718	\$(102,527,577)
Support services	94,563,175	(80,124,825)	85,010,024	(71,898,071)
Sixteenth Section	71,272	(71,272)	115,827	(115,827)
Non-instructional	15,383,542	(495,848)	15,090,497	(2,197,579)
Interest and other expenses on long-term liabilities	5,290,374	(5,290,374)	6,071,528	(6,071,528)
Total expenses	<u>\$246,818,836</u>	<u>\$(196,907,169)</u>	<u>\$228,122,594</u>	<u>\$(182,810,582)</u>

- Net cost of governmental activities (\$196,907,169) was financed by general revenue, which is made up of primarily property taxes (\$78,090,043) and state revenue (\$109,475,412)
- Investment earnings accounted for \$1,044,014 of funding.

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements

Governmental funds. The focus of the District's governmental funds is to provide information on current inflows, outflows and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unreserved fund balance may serve as a useful measure of the District's net resources available for spending at the end of the fiscal year

The financial performance of the District as a whole is reflected in its governmental funds. As the district completed the year, its governmental funds reported a combined fund balance of \$39,731,243, a decrease of \$10,485,978 due primarily to a reduction in fund balance for capital projects \$24,189,384 or 60.9% of the fund balance constitutes unreserved and undesignated fund balance, which is available for spending at the District's discretion. The remaining fund balance of \$15,541,859 or 39.1% is reserved or designated to indicate that it is not available for spending because it has already been committed primarily for capital projects

The General Fund is the principal operating fund of the District. The increase in fund balance in the General Fund for the fiscal year was \$2,704,016. The fund balance in the 2003-B Construction Fund decreased \$5,931,497 due primarily to construction projects drawing closer to completion. The fund balance of Other Governmental Funds decreased \$7,258,497 due primarily to other construction projects drawing closer to completion.

BUDGETARY HIGHLIGHTS

Over the course of the year, the District revised the annual operating budget.

- Budget amounts for revenue from state sources decreased. The original budgeted amounts overestimated budgeted amounts by the Mississippi legislature. This was done upon suggestion of the Mississippi Department of Education.
- Proceeds, and the subsequent repayment of a short-term tax anticipation note were not anticipated at the time the original budget was adopted.

A schedule showing the original and final budget amounts compared to the District's actual financial activity for the General Fund is provided in this report as required supplementary information.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. As of June 30, 2005, the District's total capital assets were \$185,109,518, including land, school buildings, buses, other school vehicles and furniture and equipment. This amount represents a decrease of \$3,040,330 from the previous year. Total accumulated depreciation as of June 30, 2005 was \$81,717,886 and total depreciation expense for the year was \$5,347,569, resulting in total net assets of \$103,391,632.

	Capital Assets, Net Depreciation		Percentage Change
	2005	2004	
Land	\$ 2,937,842	\$ 2,937,842	0.0%
Buildings	81,120,690	71,516,502	11.8%
Improvements other than buildings	10,845,625	10,129,428	6.6%
Mobile equipment	5,035,207	6,314,390	(25.4%)
Furniture and equipment	1,358,983	1,847,136	(35.9%)
Leased property under capital leases	8,054	79,368	(885.4%)
Construction in progress	<u>2,085,231</u>	<u>10,720,987</u>	(414.1%)
Total	<u>\$103,391,632</u>	<u>\$103,545,653</u>	(0.1%)

Additional information of the District's capital assets can be found in Note 5 on page 28 of this report.

Debt Administration. At June 30, 2005, the District had \$104,239,143 in general obligation bonds and other long-term debt outstanding, of which \$7,472,021 is due within one year.

	Outstanding Debt		Percentage Change
	2005	2004	
General obligation bonds payable	\$ 9,170,000	\$ 16,030,000	(42.8%)
Limited obligation bonds payable	27,525,000	28,935,000	(4.9%)
Three mill notes payable	52,951,688	54,656,688	(3.1%)
Obligations under capital leases	2,325,678	985,973	135.9%
Obligations under energy efficiency leases	8,124,094	8,519,953	(4.6%)
Qualified zone academy bonds payable	2,500,000	2,500,000	0.0%
Compensated absences payable	<u>1,642,683</u>	<u>1,707,194</u>	(3.8%)
Total	<u>\$104,239,143</u>	<u>\$113,334,808</u>	(8.0%)

The District maintains an AAA bond rating with Moody's Investor Services.

Additional information of the District's long-term debt can be found in Note 6 on page 29 of this report.

CURRENT ISSUES

The Jackson Public School District is financially stable. The District is proud of its community support of the public schools.

The District has committed itself to financial excellence for many years. The millage has increased 0.94% over five years. In addition, the District system of financial planning, budgeting and internal financial controls are well regarded. The District plans to continue its sound fiscal management to meet the challenges of the future.

District enrollment figures have remained at approximately 31,500 students since the 2000-2001 school year.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

If you have questions about this report, contact the Superintendent's Office of the Jackson Public School District, Post Office Box 2338, Jackson, Mississippi 39225-2338.

EXHIBIT A

JACKSON PUBLIC SCHOOL DISTRICT
Statement of Net Assets
June 30, 2005

	Governmental Activities
Assets	
Cash and cash equivalents	\$ 30,608,051
Cash with fiscal agent	4,218,641
Investments	9,266,990
Due from other governments	8,873,817
Other receivables, net	3,180,639
Inventories	900,196
Restricted deposits	264,256
Capital assets, net	<u>103,391,632</u>
Total Assets	\$ 160,704,222
Liabilities	
Accounts payable and accrued liabilities	\$ 6,191,697
Salary benefits & withholdings payable	11,004,792
Deferred revenue	384,861
Accrued interest payable	1,124,758
Long-term liabilities, due within one year	
Capital related liabilities	6,943,169
Noncapital related liabilities	528,852
Long-term liabilities, due beyond one year	
Capital related liabilities	85,029,197
Noncapital related liabilities	<u>11,737,925</u>
Total Liabilities	<u>122,945,251</u>
Net Assets	
Invested in capital assets, net of related debt	11,419,266
Restricted net assets:	
Expendable:	
School-based activities	3,595,084
Debt service	4,372,752
Capital improvements	8,308,377
Forestry improvements	25,775
Unemployment benefits	546,874
Nonexpendable:	
Sixteenth section	263,129
Unrestricted	<u>9,227,714</u>
Total Net Asset	<u>37,758,971</u>
Total Liabilities and Net Assets	\$ 160,704,222

The notes to the financial statements are an integral part of this statement.

EXHIBIT B

JACKSON PUBLIC SCHOOL DISTRICT
Statement of Activities
For the Year Ended June 30, 2005

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Governmental Activities					
Instruction	\$ 131,510,473	3,429,494	17,156,129	-	\$ (110,924,850)
Support services	94,563,175	1,950,593	12,487,757	-	(80,124,825)
Non-instructional	15,383,542	-	14,887,694	-	(495,848)
Sixteen section	71,272	-	-	-	(71,272)
Interest on long-term liabilities	5,290,374	-	-	-	(5,290,374)
Total Governmental Activities	<u>\$ 246,818,836</u>	<u>5,380,087</u>	<u>44,531,580</u>	<u>-</u>	<u>\$ (196,907,169)</u>
General Revenues:					
Taxes:					
General purpose levies					\$ 70,877,138
Debt purpose Levies					7,212,905
Unrestricted grants and contributions:					
State					109,475,412
Federal					1,611,080
Unrestricted investment earnings					1,044,014
Sixteenth section sources					1,229,627
Other					1,733,986
Total General Revenues					<u>193,184,162</u>
Change in net Assets					<u>(3,723,007)</u>
Net Assets - Beginning					38,958,843
Prior period adjustments					<u>2,523,135</u>
Net Assets - Beginning - Restated					<u>41,481,978</u>
Net Assets - Ending					<u>\$ 37,758,971</u>

The notes to the financial statements are an integral part of this statement

JACKSON PUBLIC SCHOOL DISTRICT
Balance Sheet
Governmental Funds
June 30, 2005

	Major Funds	
	General Fund	2003-B Construction Fund
ASSETS		
Cash and cash equivalents (Note 2)	\$ 16,038,112	8,935,339
Cash with fiscal agent (Note 2)	2,687,608	-
Investments (Note 2)	-	164,384
Due from other governments	4,112,674	-
Other receivable, net	207,037	-
Due from other funds (Note 3)	10,110,514	50,130
Inventories	528,978	-
Total Assets	<u>\$ 33,684,923</u>	<u>9,149,853</u>
LIABILITIES AND FUND BALANCE		
LIABILITIES:		
Accounts payable and accrued liabilities	\$ 11,447,752	1,298,008
Due to other funds (Note 3)	742,678	32,843
Deferred revenue	-	-
Total Liabilities	<u>12,190,430</u>	<u>1,330,851</u>
Fund Balances:		
Reserved for:		
Inventory	528,978	-
Unemployment benefits:	-	-
Forestry improvement purposes:	-	-
Permanent fund purposes:	-	-
Capital projects:	-	7,819,002
Debt service:	-	-
Unreserved:		
Undesignated, reported in:		
General Fund	20,965,515	-
Special Revenue Funds	-	-
Total Fund Balances	<u>21,494,493</u>	<u>7,819,002</u>
Total Liabilities and Fund Balances	<u>\$ 33,684,923</u>	<u>9,149,853</u>

The notes to the financial statements are an integral part of this statement

EXHIBIT C

Other Governmental Funds	Total Governmental Funds
5,898,857	\$ 30,872,308
1,531,033	4,218,641
9,102,606	9,266,990
4,761,144	4,761,144
14,452	221,489
638,137	10,798,781
<u>371,217</u>	<u>900,195</u>
<u>22,317,446</u>	<u>\$ 61,039,548</u>
4,450,727	\$ 17,196,487
7,064,110	7,839,631
<u>384,861</u>	<u>384,861</u>
<u>11,899,698</u>	<u>25,420,979</u>
371,217	900,195
546,874	546,874
25,775	25,775
263,129	263,129
489,374	8,308,376
5,497,510	5,497,510
-	20,965,515
<u>3,223,869</u>	<u>3,223,869</u>
<u>10,417,748</u>	<u>39,731,243</u>
<u>22,317,446</u>	<u>\$ 65,152,222</u>

JACKSON PUBLIC SCHOOL DISTRICT
 Reconciliation of Governmental Funds Balance Sheet to the
 Statement of Net Assets
 June 30, 2005

	Amount
Total Fund Balance - Governmental Funds	\$ 39,731,243
Amounts reported for governmental activities in the Statement of Net Assets are different because:	
1. Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds, net of accumulated depreciation of \$81,717,886.	103,391,632
2. Long-term liabilities are not due and payable in the current period therefore are not reported in the funds (Note 5)	(104,239,143)
3. Government funds recognize interest on long-term debt when it become due, however the Statement of Net Assets recognizes interest as it accrues.	(1,124,758)
4. Rounding	(3)
Total Net Assets - Governmental Activities	\$ <u>37,758,971</u>

The notes to the financial statements are an integral part of this statement.

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JACKSON PUBLIC SCHOOL DISTRICT
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2005

	Major Funds	
	General Fund	2003-B Construction Fund
Revenues:		
Local sources	\$ 74,680,574	457,880
State sources	105,612,075	-
Federal sources	1,611,080	-
Sixteenth section sources	-	-
Total Revenues	<u>181,903,729</u>	<u>457,880</u>
Expenditures:		
Instruction	106,412,142	-
Support services	72,988,189	-
Noninstructional services	77,454	-
Sixteen section	-	-
Facilities acquisition and contribution	215,163	6,389,377
Debt service:		
Principal	21,342,147	-
Interest	649,592	-
Other	-	-
Total Expenditures	<u>201,684,687</u>	<u>6,389,377</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(19,780,958)</u>	<u>(5,931,497)</u>
Other Financing Sources (Uses):		
Proceeds from loans	20,000,000	-
Inception of capital lease	2,143,993	-
Payment held by Escrow Agent	-	-
Operating transfers in	8,877,520	-
Operating transfers out	(9,712,530)	-
Payment to Qualified Zone Academy	-	-
Debt Escrow Agent	-	-
Other financing sources	1,048,779	-
Other financing uses	(37)	-
Total Other Financing Sources (Uses)	<u>22,357,725</u>	<u>-</u>
Net Change in Fund Balances	<u>2,576,767</u>	<u>(5,931,497)</u>
Fund Balances:		
July 1, 2004	18,790,477	13,750,499
Prior period adjustments (Note 9)	2,686	-
July 1, 2004, as restated	<u>18,793,163</u>	<u>13,750,499</u>
Increase (Decrease) in reserve for inventory	124,563	-
June 30, 2005	<u>\$ 21,494,493</u>	<u>7,819,002</u>

The notes to the financial statements are an integral part of this statement.

EXHIBIT D

Other Governmental Funds	Total Governmental Funds
10,060,898	\$ 85,199,352
7,300,347	112,912,422
41,094,570	42,705,650
<u>1,229,627</u>	<u>1,229,627</u>
<u>59,685,442</u>	<u>242,047,051</u>
22,429,408	128,841,550
12,640,691	85,628,880
15,883,234	15,960,688
71,272	71,272
3,302,220	9,906,760
35,058,000	56,400,147
4,385,931	5,035,523
<u>599,312</u>	<u>599,312</u>
<u>94,370,068</u>	<u>302,444,132</u>
<u>(34,684,626)</u>	<u>(60,397,081)</u>
25,225,000	45,225,000
-	2,143,993
142,000	142,000
6,109,119	14,986,639
(5,274,109)	(14,986,639)
(142,000)	(142,000)
-	1,048,779
<u>(191)</u>	<u>(228)</u>
<u>26,059,819</u>	<u>48,417,544</u>
<u>(8,624,807)</u>	<u>(11,979,537)</u>
17,676,245	50,217,221
<u>1,395,377</u>	<u>1,398,063</u>
<u>19,071,622</u>	<u>51,615,284</u>
<u>(29,067)</u>	<u>95,496</u>
<u>10,417,748</u>	<u>\$ 39,731,243</u>

JACKSON PUBLIC SCHOOL DISTRICT
 Reconciliation of the Governmental Funds Statement of Revenues,
 Expenditures and Changes in Fund Balances to the Statement of Activities
 For the Year Ended June 30, 2005

	<u>Amount</u>
Net Change in Fund Balances - Governmental Funds	\$ (11,979,537)
Amounts reported for governmental activities in the Statement of Activities are different because:	
1 Governmental funds report capital outlays as expenditures while governmental activities report depreciation to allocate those expenditures over the life of the assets. Capital assets purchase amounted to \$4,470,035 and the depreciation expense amounted to \$5,347,569.	(877,534)
2 The issuance of long-term debt provides current financial resources to governmental funds, but the issuance increase long-term liabilities in the Statement of Activities.	(40,996,688)
3 Payment on principal on long-term liabilities is reported as expenditures in the governmental funds, but the payment reduces long-term liabilities in the Statement of Activities.	50,027,842
4 Government funds recognize interest on long-term debt when it becomes due, however, the Statement of Activities recognizes interest as it accrues regardless of when it becomes due.	344,461
5 Gain and losses on the sale of disposal assets are not reported in the governmental funds, but are reported in the Statement of Activities net of proceeds.	(401,555)
6 Decrease in inventory is reported as an adjustment to fund balance in the governmental funds, but noninstructional expenditures are increased in the Statement of Activities.	95,496
7 Expenses in the Statement of Activities not normally paid with expendable available financial resources are not reported as expenditures in the government funds: Compensated absences	64,511
8 Rounding	<u>(3)</u>
Change in Net Assets of Governmental Activities	<u>\$ (3,723,007)</u>

The notes to the financial statements are an integral part of this statement.

JACKSON PUBLIC SCHOOL DISTRICT
Statement of Fiduciary Net Assets
June 30, 2005

EXHIBIT E

	<u>Agency Funds</u>
Assets	
Cash and cash equivalents (Note 2)	\$ 5,967,831
Other receivables	<u>21,833</u>
Total Assets	<u>\$ 5,989,664</u>
Liabilities	
Accounts payable and accrued liabilities	\$ 3,030,514
Due to other funds (Note 3)	<u>2,959,150</u>
Total Liabilities	<u>\$ 5,989,664</u>

The notes to the financial statements are an integral part of this statement.

JACKSON PUBLIC SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2005

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements of the school district have been prepared in conformity with generally accepted accounting principles (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB). GASB is the accepted standard-setting body for governmental accounting and financial reporting principles. The most significant of the school district's accounting policies are described below.

A. Financial Reporting Entity

For financial reporting purposes, the reporting entity includes all funds that are covered by the oversight responsibility of the school district's governing board. As defined by accounting principles generally accepted in the United States of America, the school district is considered an "other stand alone government." The school district is a related organization of, but not a component unit of, the City of Jackson since the governing authority of the city selects a majority of the school district's board but does not have financial accountability for the school district.

B. Basis of Presentation

The school district's basic financial statements consist of government-wide statements, including a statement of net assets and a statement of activities, and fund financial statements, which provided a more detailed level of financial information.

Government-Wide Financial Statements:

The Statement of Net Assets and Statement of Activities display information about the school district as a whole. They include all funds of the reporting entity except for fiduciary funds, if applicable. Governmental activities generally are financed through taxes, intergovernmental revenues and other nonexchange revenues.

The Statement of Net Assets presents the financial condition of the governmental activities of the school district at year-end. The Government-wide Statement of Activities presents a comparison between direct expenses and program revenues for each function or program of the school district's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the school district, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the school district.

Fund Financial Statements:

Fund financial statements of the school district are organized into funds, each of which is considered to be separate accounting entities. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, liabilities, fund equity, revenues and expenditures/expenses. Funds are organized into two major categories: governmental and fiduciary. An emphasis is placed on major funds within the governmental category.

JACKSON PUBLIC SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2005

C. Measurement Focus and Basis of Accounting

In the government-wide Statement of Net Assets and Statement of Activities, governmental activities are presented using the economic resources measurement focus and the accrual basis of accounting as are the Fiduciary Fund financial statements. Revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used regardless of when the related cash flow takes place. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Program revenues on the Statement of Activities consist primarily of state appropriations and federal awards.

In the fund financial statements, governmental funds are presented using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when "measurable and available." Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year end. Property taxes, state appropriations and federal awards associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are reported when due.

The school district reports the following major governmental funds:

General Fund - This is the school district's primary operating fund. It accounts for all financial resources of the school district, except those required to be accounted for in another fund.

2003-B Construction Fund - This is the school district's fund used to account for capital expenditures for building construction, renovations and classroom additions.

All other governmental funds not meeting the criteria established for major funds are presented in the other governmental column of the fund financial statements.

Additionally, the school district reports the following fund types:

GOVERNMENTAL FUNDS

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted for specific expenditure purposes.

Capital Projects Funds - Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities.

JACKSON PUBLIC SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2005

Debt Service Funds - Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

Permanent Funds - Permanent Funds are used to account for resources that are legally restricted to the extent that only earnings, and not the principal, may be used for purposes that support the district's programs

FIDUCIARY FUNDS

Agency Funds - Agency Funds are used to report resources held by the district in a purely custodial capacity (assets equal liabilities) and do not involve measurement of results of operations.

D. Account Classifications

The account classifications used in the financial statements conform to the broad classifications recommended in *Governmental Accounting, Auditing, and Financial Reporting* as issued in 2005 by the Government Finance Officers Association and are consistent with the broad classifications recommended in *Financial Accounting for Local and State School Systems*, 1990 issued by the U.S. Department of Education.

E. Encumbrances

An encumbrance system is not maintained to account for commitments resulting from approved purchase orders, work orders and contracts.

F. Cash and Cash Equivalents.

The school district deposits excess funds in the financial institutions selected by the school board. State statutes specify how these depositories are to be selected.

Cash and cash equivalents consists of amounts on deposit in demand accounts and certificates of deposit with maturities of 12 months or less. Cash and cash equivalents are valued at cost.

G. Investments

The School district can invest its excess funds, as permitted by Section 29-3-113, Miss. Code Ann. (1972), in interest-bearing deposits or other obligations of the types described in Section 27-105-33, Miss. Code Ann. (1972), or in any other type investment in which any other agency, instrumentality or subdivision of the State of Mississippi may invest, except that 100% of said funds are authorized to be so invested

For accounting purposes, certificates of deposit are classified as investments if they have a maturity greater than 12 months when acquired

Investments are reported at fair value

JACKSON PUBLIC SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2005

H. Inventories and Prepaid Items

Donated commodities are received from the USDA and are valued at USDA cost. Other inventories are valued at cost (calculated on the first-in, first-out basis)

The costs of governmental fund type inventories are reported as expenditures when purchased.

Prepaid items, such as prepaid insurance, are not reported for governmental fund types since the costs of such items are accounted for as expenditures in the period of acquisition.

I. Capital Assets

Capital acquisition and construction are reflected as expenditures in Governmental Fund statements and the related assets are reported as capital assets in the governmental activities column in the government-wide financial statements

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed assets are reported at estimated fair value at the time received

Capitalization thresholds (dollar value above which asset acquisitions are added to the capital asset accounts) and estimated useful lives of capital assets are reported in the government-wide statements

Depreciation is calculated on the straight-line basis for all assets, except land. The following schedule details those thresholds

	Capitalization Policy	Estimated Useful Life
Land	\$ -	0
Buildings	50,000	40 years
Buildings improvements	25,000	20 years
Improvements other than buildings	25,000	20 years
Mobile equipment	5,000	5-10 years
Furniture and equipment	5,000	3-7 years
Leased property under capital leases	*	*

(*) The threshold amount will correspond with the amounts for the asset classifications, as listed.
See Note 5 for details

J. Long-term liabilities

Long-term liabilities are the unmatured principal of bonds, warrants, notes, or other forms of noncurrent or long-term general obligation indebtedness. Long-term liabilities are not limited to liabilities from debt issuances, but may also include liabilities on lease-purchase agreements and other commitments. In the government-wide Statement of Net Assets, long-term debt and other long-term obligations are reported as liabilities in the governmental activities column. See Note 6 for details

JACKSON PUBLIC SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2005

K Interfund Transactions and Balances.

Interfund transactions and balances are the result of timing differences between the date expenses/expenditures occur and the date payments are made

Short-term (due within one year) interfund loan receivables are reported as "due from other funds" and are considered available expendable resources.

Transfers are used to (a) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and to (b) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Interfund receivables and payables between funds within governmental activities are eliminated in the Statement of Net Assets. See Note 4 for details for interfund transactions, including receivables and payables at year-end.

L Equity Classifications

Government-wide Financial Statements:

Equity is classified as net assets and displayed in three components:

- 1 Invested in capital assets, net of related debt - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, constructions or improvement of those assets.
- 2 Restricted net assets - Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
3. Unrestricted net assets - All other net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt "

Fund Financial Statements:

Governmental fund equity is classified as fund balance. Fund balance is further classified as reserved and unreserved, with unreserved classified as designated and undesignated.

Fund reserves are portions of fund equity that are legally segregated for a specific future use or are not available for current operations. Following is a description of fund reserves used by the district:

Reserved for inventory - An account that represents a portion of the fund balance which indicates that inventories do not represent available spendable resources even though they are a component of net current assets.

JACKSON PUBLIC SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2005

Reserved for capital projects - An account that represents that portion of fund balance in the Capital projects fund which was legally restricted and not available for spending for any other purpose than that for which it is restricted

Reserved for debt service - An account that represents that portion of fund balance in the debt service fund which was legally restricted and not available for spending for any other purpose than that for which it is restricted

Reserved for unemployment benefits - An account that represents a portion of the fund balance that is legally restricted for the payment of unemployment benefits

Reserved for forestry improvement purposes - An account that represents a portion of the fund balance that is legally restricted for improving sixteenth section forest lands

Reserved for permanent fund purposes - An account that represents a portion of the fund balance that is legally restricted for investment purposes or borrowing by the school board for capital purposes

M. Property Taxes

Ad valorem property taxes are levied by the governing authority of the city on behalf of the school district based upon an order adopted by the school board of the school district requesting an ad valorem tax effort in dollars. Since the taxes are not levied and collected by the school district, the revenues to be generated by the annual levies are not recognized until the taxes are actually collected by the tax levying authority

N. Mississippi Adequate Education Program Revenues

Revenues from the adequate education program are appropriated on a fiscal year basis and are recorded at the time the revenues are received from the State of Mississippi.

O. Compensated Absences

Employees of the school district accumulate sick leave at a minimum amount as required by state law or at a greater amount provided by school district policy. Some employees are allowed personal leave and/or vacation leave in accordance with school district policy. The district pays for unused leave for employees as required by Section 37-7-307(5), Miss Code Ann (1972).

The liability for these compensated absences is recorded as long-term liabilities in the government-wide statements. The current portion of this liability is estimated based on historical trends. In the fund financial statements, governmental funds report the compensated absence liability payable from expendable available financial resources only if the payable has matured, for example an employee retires.

JACKSON PUBLIC SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2005

NOTE 2 - CHANGES IN ACCOUNTING STANDARDS

As required, the School District has implemented Government Accounting Standards Board (GASB) Statement No. 40, *Deposit and Investment Risk Disclosures-an amendment of GASB Statement No. 3* for the current fiscal year. This Statement addresses common deposit and investment risks related to credit risk, concentration of credit risk, interest rate risk, and foreign currency risk. Appropriate note disclosures have been incorporated to comply with the requirements of this standard.

NOTE 3 - CASH AND CASH EQUIVALENTS, CASH WITH FISCAL AGENT AND INVESTMENTS

Cash and Cash Equivalents

The collateral for public entities's deposits in financial institutions is held in the name of the State Treasurer under a program established by the Mississippi State Legislature and is governed by Section 27-105-5, Miss Code Ann (1972). Under this program, the entity's funds are protected through a collateral pool administered by the State Treasurer. Financial institutions holding deposits of public funds must pledge securities as collateral against those deposits. In the event of failure of a financial institution, securities pledged by that institution would be liquidated by the State Treasurer to replace the public deposits not covered by the Federal Depository Insurance Corporation.

The carrying amount of the school district's deposits with financial institutions reported in the governmental funds and fiduciary funds was \$30,872,308 and \$5,967,831, respectively. The carrying amount of deposits reported in the government-wide financial statements was: Cash and Cash Equivalents - \$30,608,051 and Restricted Assets - \$8,873,817. The Restricted Assets represent the cash balance in the sixteenth section principal fund (Permanent Fund) which is legally restricted and may not be used for purposes that support district's programs. The bank balance was \$27,702,561.

Custodial Credit Risk - Deposits. Custodial credit risk is defined as the risk that, in the event of a failure of a financial institutions, the district will not be able to recover deposits or collateral securities that are in the possession of an outside party. The district does not have a deposit policy for custodial credit risk. However, the Mississippi State Treasurer manages the risk on behalf of the district. Deposits above FDIC coverage are collateralized by the pledging financial institutions trust department or agent in the name of the Mississippi State Treasurer on behalf of the district. As of June 30, 2005, none of the district's bank balance of \$27,702,561 was exposed to custodial credit risk.

Cash with Fiscal Agents

The carrying amount of the school district's cash with fiscal agents held by financial institutions was \$4,218,641.

JACKSON PUBLIC SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2005

Investments

As of June 30, 2005, the district had the following investments

Investment Type	Maturities (in years)	Fair Value	Rating
U.S. Government securities	less than 1	9,266,990	AA
Total Investments		<u>\$ 9,266,990</u>	

Interest Rate Risk The district does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates

Credit Risk State law limits investments to those prescribed in Sections 27-105-33(d) and 27-105-33(e), Miss Code Ann (1972). The district does not have a formal investment policy that would further limit its investment choices or one that addresses credit risk

Custodial Credit Risk - Investments Custodial credit risk is defined as the risk that, in the event of the failure of the counterparty, the district will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The district does not have a formal investment policy that addresses custodial credit risk. Of the district's investments in Trustmark National Bank, \$9,266,990 of underlying securities are held by the investments counterparty, not in the name of the district

Concentration of Credit Risk Disclosures of investments by amount and issuer for any issuer that represents five percent or more of total investments is required. This requirement does not apply to investments issued or explicitly guaranteed by the U.S. government, investments in mutual funds and external investment pools, and other pooled investments. As of June 30, 2005, the district had the following investments:

Issuer	Fair Value	% of Total Investments
Trustmark National Bank	\$ 9,266,990	100%
	<u>\$ 9,266,990</u>	

JACKSON PUBLIC SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2005

NOTE 4 - INTERFUND TRANSACTIONS AND BALANCES

The following is a summary of interfund transactions and balances:

A. Due From/To Other Funds:		<u>Due From</u>	<u>Due to</u>
Governmental funds:			
General Fund		\$ 10,110,514	\$ 742,678
2003-B Construction Fund		50,130	32,843
Other Governmental Funds		638,137	7,064,110
Fiduciary Funds			
Agency Funds		<u>-</u>	<u>2,959,150</u>
Total Funds		<u>\$ 10,798,781</u>	<u>\$ 10,798,781</u>

Due from other funds represents amounts receivable from other funds and due to other funds represents amounts payable to other funds

B. Transfers In/Transfers Out		<u>Transfer In</u>	<u>Transfers Out</u>
Governmental funds			
General Fund		\$ 8,877,520	\$ 9,712,530
Non-governmental Funds		<u>6,109,119</u>	<u>5,274,109</u>
Total Funds		<u>\$ 14,986,639</u>	<u>\$ 14,986,639</u>

Transfers-in represent the receipts of monies from other funds and transfers-out represent monies disbursed to other funds.

JACKSON PUBLIC SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2005

NOTE 5 - CAPITAL ASSETS

The following is a summary of changes in capital assets for governmental activities:

	Balance July 1, 2004	Additions	Retirements	Completed Construction	Adjustments	Balance June 30, 2005
<u>Non-depreciable capital assets:</u>						
Land	\$ 2 937 842	-	-	-	-	\$ 2 937 842
Construction in progress	10 720 987	3 532 498	-	(13 293 322)	1 125 068	2 085 231
Total non-depreciable capital assets	13 658 829	3 532 498	-	(13 293 322)	1 125 068	5 023 073
<u>Depreciable capital assets:</u>						
Buildings	114 649 639	-	-	11 684 552	-	126 334 191
Improvement other than buildings	21 787 707	-	-	1 608 770	-	23 396 477
Mobile equipment	16 967 872	517 721	(893 644)	-	-	16 591 949
Furniture and equipment	14 789 039	419 816	(1 661 129)	-	-	13 547 726
Leased property under capital leases	216 102	-	-	-	-	216 102
Total depreciable capital assets	168 410 359	937 537	(2 554 773)	13 293 322	-	180 086 445
<u>Less accumulated depreciation for:</u>						
Buildings	43 133 137	2 080 364	-	-	-	45 213 501
Improvement other than buildings	11 658 279	892 573	-	-	-	12 550 852
Mobile equipment	10 653 482	1 682 435	(779 175)	-	-	11 556 742
Furniture and equipment	12 941 903	620 883	(1 374 043)	-	-	12 188 743
Leased property under capital leases	136 734	71 314	-	-	-	208 048
Total accumulated depreciation	78 523 535	5 347 569	(2 153 218)	-	-	81 717 886
Total depreciable capital assets, net	89 886 824	(4 410 032)	(401 555)	13 293 322	-	98 368 559
Governmental activities capital assets, net	\$ 103 545 653	(877 534)	(401 555)	-	1 125 068	\$ 103 391 632

Depreciation expense was charged to the following governmental functions:

	Amount
Instruction	\$ 3,020,430
Support services	2,257,170
Non-instructional	69,969
Total depreciation expense	\$ 5,347,569

The capital assets above include significant amounts which have been valued at estimated historical cost. The estimated historical cost was based on replacement cost multiplied by the consumer price index implicit price deflator for the year of acquisition.

JACKSON PUBLIC SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2005

Adjustments:

Adjustments to capital assets and accumulated depreciation represent amounts needed to reconcile the beginning balances at July 1, 2005 to the fixed asset schedules maintained by the school district.

Commitments under construction contracts at June 30, 2005, are summarized as follows:

<u>Project name</u>	<u>Remaining Commitment</u>	<u>Required Future Financing</u>
Classroom additions		
Boyd	\$ 2,327,572	\$ -
Total	\$ 2,327,572	\$ -

NOTE 6 - LONG-TERM LIABILITIES

The following is a summary of changes in long-term and other obligations for governmental activities:

	<u>Balance 7-01-2004</u>	<u>Add.</u>	<u>Reductions</u>	<u>Balance 6-30-2005</u>	<u>Amounts due within One Year</u>
A General obligation bond payable	\$ 16,030,000	-	(6 860 000)	\$ 9,170,000	\$ 1,915,000
B Limited obligation bonds payable	28,935,000	-	(1 410 000)	27 525 000	1 490 000
C Three mill notes payables	54,656 688	20 996,688	(22 701 688)	52,951 688	2,580,000
D Obligation under capital leases	985 973	-	1 339 705	2,325,678	958 169
E Obligations under energy efficiency lease	8,519,953	-	(395,859)	8 124 094	395,859
F Qualified zone academy bonds payable	2 500,000	-	-	2 500,000	-
G Tax Anticipation Note	-	20,000 000	(20 000,000)	-	-
H Compensated absences payable	1,707,194	(64,511)	-	1,642,683	132,993
Total	\$ 113,334,808	40,932,177	(50,027,842)	\$ 104,239,143	\$ 7,472,021

JACKSON PUBLIC SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2005

A. General obligation bond payable

General obligation bonds are direct obligations and pledge the full faith and credit of the school district. General obligation bonds currently outstanding are as follows:

<u>Description</u>	<u>Interest Rate</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Amount Issued</u>	<u>Amount Outstanding</u>
Leasing Authority - 3.75 mil Refunding General Obligation Refunding Bond Series 1998	4.25 - 6.0	6/8/95	4/1/07	\$ 18,870,000	\$ 5,765,000
	Various	9/23/98	7/1/07	<u>13,290,000</u>	<u>3,405,000</u>
Total				<u>\$ 32,160,000</u>	<u>\$ 9,170,000</u>

The following is a schedule by years of the total payments on this debt:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2006	\$ 1,915,000	236,700	\$ 2,151,700
2007	4,660,000	287,318	4,947,318
2008	<u>2,595,000</u>	<u>55,144</u>	<u>2,650,144</u>
Total	<u>\$ 9,170,000</u>	<u>579,162</u>	<u>9,749,162</u>

The amount of bonded indebtedness that can be incurred by the school district is limited by state statute. Total outstanding bonded indebtedness during a year can be no greater than 15% of the assessed value of the taxable property within such district, according to the then last completed assessment for taxation, unless certain conditions, as set forth in state statutes, have been met. As of June 30, 2005, the amount of outstanding bonded indebtedness was equal to 1% of property assessments as of October 1, 2004. This debt will be retired from the Bond Retirement Funds.

JACKSON PUBLIC SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2005

B. Limited obligation bonds payable

Limited obligation bonds are direct obligations and pledge the full faith and credit of the school district. Limited obligation bonds currently outstanding are as follows:

<u>Description</u>	<u>Interest Rate</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Amount Issued</u>	<u>Amount Outstanding</u>
State aid capital improvement bonds, Series 1998	4.25 - 6.0	5/1/98	2/1/18	\$ 19,300,000	\$ 16,030,000
State aid capital improvement bond, Series 1998	4.875 - 6.375	6/1/98	2/1/18	<u>13,965,000</u>	<u>11,495,000</u>
Total				<u>\$33,265,000</u>	<u>\$27,525,000</u>

The following is a schedule by years of the total payments due on this debt:

<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2006	\$ 1,490,000	1,323,886	\$ 2,813,886
2007	1,590,000	1,236,418	2,826,418
2008	1,660,000	1,152,396	2,812,396
2009	1,715,000	1,066,786	2,781,786
2010	1,800,000	981,255	2,781,255
2011 - 2014	10,460,000	3,493,991	13,953,991
2016 - 2019	<u>8,810,000</u>	<u>755,469</u>	<u>9,565,469</u>
Total	<u>\$ 27,525,000</u>	<u>10,010,201</u>	<u>\$ 37,535,201</u>

The state aid capital improvement bonds are secured by an irrevocable pledge of certain revenues the district receives from the State of Mississippi pursuant to the Mississippi Accountability and Adequate Education Program Act, Sections 37-151-1 through 37-151-7, Miss. Code Ann. (1972). The state aid capital improvement bonds are not included in the computation of the debt limit percentage. This debt will be retired from the MAEP Retirement Fund.

JACKSON PUBLIC SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2005

C. Three mill notes payable

Debt currently outstanding is as follows:

Description	Interest Rate	Issue Date	Maturity Date	Amount Issued	Amount Outstanding
Limited Tax Notes Series 2000-A	4.35 - 4.8	9/1/00	10/1/10	3,000,000	1,270,000
Limited Tax Notes Series 2000-B	4.35 - 5.375	9/1/00	10/1/20	32,205,000	6,835,000
Limited Tax Notes Series 2003-B	4.35 - 5.375	10/1/03	10/1/08	4,615,000	3,630,000
Limited Tax Notes Series 2003-B	4.35 - 5.375	10/1/03	10/1/23	16,381,688	15,991,688
Limited Tax Notes Series 2005	2.45 - 5.0	5/2/05	10/1/20	<u>25,225,000</u>	<u>25,225,000</u>
Total				<u>\$ 81,426,688</u>	<u>\$ 52,951,688</u>

The following is a schedule by years of the total payments due on this debt:

Year Ending June 30	Principal	Interest	Total
2006	\$ 2,580,000	1,772,853	\$ 4,352,853
2007	2,620,000	1,798,756	4,418,756
2008	2,635,000	1,707,658	4,342,658
2009	2,715,000	1,610,530	4,325,530
2010	2,770,000	1,508,664	4,278,664
2011 - 2015	15,590,000	5,737,416	21,327,416
2016 - 2020	15,990,404	5,394,211	21,384,615
2020 - 2025	<u>8,051,284</u>	<u>8,833,715</u>	<u>16,884,999</u>
Total	<u>\$ 52,951,688</u>	<u>28,363,803</u>	<u>\$ 81,315,491</u>

This debt will be retired from the Three Mill Notes Retirement Funds.

D. Obligations under capital leases

The school district has entered into four lease agreements that qualify as capital leases for accounting purposes. Leased property under these leases is composed of:

1. Video security cameras
2. 74 Copiers
3. Vital distance learning education equipment
4. Portable classroom security cameras

JACKSON PUBLIC SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2005

The various options available to the lessee for these leases are as follows:

1. The lessee may, at its option, pay to the lessor the purchase price set forth in the payment schedule in order to purchase the equipment
2. Title to the equipment passes to the lessee at the end of the lease period after the lease obligation has been fulfilled

The following is a schedule by years of the total payments due on this debt:

Year Ending June 30	Principal	Interest	Total
2006	\$ 958,169	66,768	\$ 1,024,937
2007	535,745	34,196	569,941
2008	550,688	19,253	569,941
2009	<u>281,076</u>	<u>3,893</u>	<u>284,969</u>
Total	<u>\$ 2,325,678</u>	<u>124,110</u>	<u>\$ 2,449,788</u>

This debt will be retired from the District Maintenance Fund

E Obligations under energy efficiency lease.

The following is a schedule by years of the total payments due on this debt:

Year Ending June 30	Principal	Interest	Total
2006	\$ 395,859	451,313	\$ 847,172
2007	430,312	429,288	859,600
2008	466,845	405,364	872,209
2009	505,570	379,427	884,997
2010 -2015	546,612	351,357	897,969
2016 -2019	3,439,267	1,251,716	4,690,983
2020 - 2024	<u>2,339,629</u>	<u>247,015</u>	<u>2,586,644</u>
Total	<u>\$ 8,124,094</u>	<u>3,515,480</u>	<u>\$11,639,574</u>

An energy efficiency lease agreement dated July 2, 2002, was executed by and between the district, the lessee, and First Security Leasing, Inc., the lessor

The agreement authorized the borrowing of \$8,348,849 for the purchase of energy efficiency equipment, machinery, supplies building modifications and other energy saving items. The agreement repayment schedule included capitalized interest resulting in total repayments of \$8,737,450. Payments of the lease shall be made from the district maintenance fund and not exceed fifteen (15) years

JACKSON PUBLIC SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2005

The district entered into this energy efficiency lease agreement under the authority of Section 31-7-14, Miss Code Ann (1972). Upon written notice to the lessor, the lessee has the option of repaying the total amount due as set forth by the agreement.

This debt will be retired from the District Maintenance Fund

F Qualified Zone Academy bonds payable

As more fully explained in Note 12, debt have been issued by the school district that qualifies as Qualified Zone Academy Bonds Debt currently outstanding is as follows:

<u>Description</u>	<u>Interest Rate</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Amount Issued</u>	<u>Amount Outstanding</u>
Qualified Zone Academy Bonds	0%	7/20/00	7/01/12	\$ 2,500,000	\$ 2,500,000
Total				<u>\$ 2,500,000</u>	<u>\$ 2,500,000</u>

This debt will be retired from the District Maintenance Fund.

G Compensated absences payable

As more fully explained in Note 1(O), compensated absences payable is adjusted on an annual basis as required by Section 37-7-307(5), Miss Code Ann (1972). Compensated absences will be paid from the fund from which the employees' salaries were paid

NOTE 7 - DEFINED BENEFIT PENSION PLAN

Plan Description The school district contributes to the Public Employees' Retirement System of Mississippi (PERS), a cost-sharing multiple-employer defined benefit pension plan. PERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by state law and may be amended only by the State of Mississippi Legislature. PERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to Public Employees' Retirement System of Mississippi, PERS Building, 429 Mississippi Street, Jackson, MS 39201 or by calling (601) 359-3589 or 1-800-444- PERS.

Funding Policy PERS members are required to contribute 7.25% of their annual covered salary and the school district is required to contribute at an actuarially determined rate. The current rate is 9.75% of annual covered payroll. The contribution requirements of PERS members and employers are established and may be amended only by the State of Mississippi Legislature. The school district's contributions to PERS for the fiscal years ending June 30, 2005, 2004, and 2003 were \$13,543,392, \$12,608,099, and \$11,840,527, respectively, which equaled the required contributions for each year.

JACKSON PUBLIC SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2005

NOTE 8 - SIXTEENTH SECTION LANDS

Sixteenth section school lands, or lands granted in lieu thereof, constitute property held in trust for the benefit of the public schools. The school board, under the general supervision of the Office of the Secretary of State, has control and jurisdiction of said school trust lands and of all funds arising from any disposition thereof. It is the duty of the school board to manage the school trust lands and all funds arising therefrom as trust property. Accordingly, the board shall assure that adequate compensation is received for all uses of the trust lands, except for uses by the public schools. The following are the future rental payments to be made to the school district for the use of the school trust lands. These future rental payments are from existing leases and do not anticipate renewals or new leases.

<u>Year Ending June 30,</u>	<u>Amount</u>
2006	\$ 780,286
2007	751,836
2008	716,586
2009	668,296
2010	644,976
2011-2015	2,815,030
2016-2020	2,181,786
2021-2025	1,958,797
2026-2030	1,364,235
2031-2035	1,170,330
2036-2040	600,951
2041-2045	54,730
	<u>\$ 13,707,839</u>

NOTE 9 - OTHER COMMITMENTS

Commitments under construction contracts are described in Note 4.

Commitments under re-roofing and renovation contracts amounted to \$15,357,222.

NOTE 10 - PRIOR PERIOD ADJUSTMENTS

A summary of significant fund equity adjustments is as follows:

Exhibit B - Statement of Activities

	<u>Amount</u>
To correct a prior period error in recording an asset	<u>\$ 2,523,135</u>

JACKSON PUBLIC SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2005

Exhibit D - Statement of Revenues, Expenditures and Changes in Fund Balances

<u>Major Funds</u>	<u>Explanations</u>	<u>Amount</u>
General Fund	To correct a prior period error in recording an asset	\$ 2,686
Other Governmental Funds	To correct a prior period error in recording an asset	1,395,377
		<u>\$ 1,398,063</u>

NOTE 11 - RISK MANAGEMENT

The school district is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Except as described below the district carries commercial insurance for these risks. Settled claims resulting from these insured risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Participation in Public Entity Risk Pool

The school district is a member of the Mississippi School Boards Association Workers' Compensation Trust (MSBAWCT). The trust is a risk-sharing pool; such a pool is frequently referred to as a self-insurance pool. The trust consists of approximately 127 school districts and covers risks of loss arising from injuries to the school district's employees. The Mississippi Workers' Compensation Commission requires that an indemnity agreement be executed by each member in a workers' compensation self-insurance pool for the purpose of jointly and severally binding the pool and each of the employers comprising the group to meet the workers' compensation obligations of each member. Each member of MSBAWCT contributes quarterly to a fund held in trust by BancorpSouth Bank in Jackson. The funds in the trust account are used to pay any claim up to \$400,000. For a claim exceeding \$400,000, MSBAWCT has insurance which will pay the excess up to \$25,000,000. If total claims during a year were to deplete the trust account, then the member school districts would be required to pay for the deficiencies. The district has not had an additional assessment for excess losses incurred by the pool.

NOTE 12 - QUALIFIED ZONE ACADEMY BONDS

Section 226 of the Taxpayer Relief Act of 1997 (Public Law 105-34) provides for a source of capital at no or nominal interest rates for costs incurred by certain public schools in connection with the establishment of special academic programs from kindergarten through secondary school, in partnership with the business community. The school district, in agreement with Trustmark National Bank, has entered into such an arrangement dated July 20, 2000.

JACKSON PUBLIC SCHOOL DISTRICT
Notes to the Financial Statements
For the Year Ended June 30, 2005

This agreement establishes a method of repayment for a qualified interest-free debt instrument. The agreement requires the school district to deposit funds annually into a sinking fund account on or before July 1. The amount accumulated in the sinking fund at the end of the ten-year period will be sufficient to retire the debt. The following schedule reports the yearly deposits to be made to the sinking fund by the school district:

Year Ending <u>June 30</u>	<u>Amount</u>
2006	\$ 142,000
2007	142,000
2008	142,000
2009	142,000
2010	142,000
2011 - 2013	<u>404,000</u>
Total	<u>\$ 1,114,000</u>

NOTE 13 - DEFEASANCE OF DEBT

During the current year, the Jackson Public School District defeased certain limited tax notes obligation by placing the proceeds of the new notes in an irrevocable trust to provide for all future debt service payments on the old notes. Accordingly, the trust account assets and liabilities for the defeased notes are not included in the district's financial statements. On June 30, 2005, \$24,535,000 of the notes outstanding are defeased.

NOTE 14 - LITIGATION

The Jackson Public School District is involved in various claims against the district, arising in the normal course of business. Management believes that their insurance coverage will be sufficient to pay any liabilities.

NOTE 15 - AUDIT OF IMPROVING TEACHER QUALITY - STATE GRANT

The schools and libraries program of the universal service fund expenditures were not audited as a major program during our initial audit dated June 16, 2006. The grant expenditures for this grant was audited as a major program on March 25, 2007.

JACKSON PUBLIC SCHOOL DISTRICT

REQUIRED SUPPLEMENTARY INFORMATION

JUNE 30, 2005

JACKSON PUBLIC SCHOOL DISTRICT
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2005

	BUDGETED AMOUNTS		Actual (GAAP Basis)	VARIANCES POSITIVE (NEGATIVE)	
	Original	Final		Original to Final	Final to Actual
Revenues:					
Local sources	\$ 74,404,277	75,238,024	74,680,574	1,833,747	\$ (1,557,450)
State sources	114,279,669	107,807,184	105,612,075	(6,472,485)	(2,195,109)
Federal sources	1,163,831	1,016,424	1,611,080	(147,407)	594,656
Total Revenues	<u>189,847,777</u>	<u>185,061,632</u>	<u>181,903,729</u>	<u>(4,786,145)</u>	<u>(3,157,903)</u>
Expenditures					
Instruction	106,540,103	109,346,640	106,412,142	(2,806,537)	2,934,498
Support services	71,384,080	72,005,438	72,988,189	(621,358)	(982,751)
Noninstructional services	176,466	176,466	77,454	-	99,012
Facilities Acquisition & const.	370,284	392,908	215,163	(22,624)	177,745
Debt Service payment:					
Principal	1,043,975	21,043,975	21,342,147	(20,000,000)	(298,172)
Interest	941,378	1,067,091	649,592	(125,713)	417,499
Total Expenditures	<u>180,456,286</u>	<u>204,032,518</u>	<u>201,684,687</u>	<u>(23,576,232)</u>	<u>2,347,831</u>
Excess (Deficiencies) of Revenues Over Expenditures	<u>9,391,491</u>	<u>(18,970,886)</u>	<u>(19,780,958)</u>	<u>(28,362,377)</u>	<u>(810,072)</u>
Other Financing Sources (Uses)					
Proceeds of Loans	1,705,000	21,942,861	20,000,000	20,237,861	(1,942,861)
Inception of capital lease	-	-	2,143,993	-	2,143,993
Indirect Costs	1,000,000	1,000,000	-	-	(1,000,000)
Operating transfers-in	938,353	6,071,460	8,877,520	5,133,107	2,806,060
Operating transfers-out	(10,598,849)	(10,401,452)	(9,712,530)	197,397	688,922
Other financing sources	-	-	1,048,779	-	1,048,779
Other financing uses	-	-	(37)	-	(37)
Total Other Financing Sources (Uses)	<u>(6,955,496)</u>	<u>18,612,869</u>	<u>22,357,725</u>	<u>25,568,365</u>	<u>3,744,856</u>
Net Change in Fund Balances	<u>2,435,995</u>	<u>(358,017)</u>	<u>2,576,767</u>	<u>(2,794,012)</u>	<u>2,934,784</u>
Fund Balances:					
July 1, 2004	19,588,447	19,588,447	18,790,477	-	(797,970)
Period period adjustment (Note 9)	125,429	125,546	2,686	117	(122,860)
July 1, 2004, as restated	<u>19,713,876</u>	<u>19,713,993</u>	<u>18,793,163</u>	<u>117</u>	<u>(920,830)</u>
Increase (decrease) in reserve for inventory	-	-	124,563	-	124,563
June 30, 2005	<u>\$ 22,149,871</u>	<u>19,355,976</u>	<u>21,494,493</u>	<u>(2,793,895)</u>	<u>\$ 2,138,517</u>

The notes to the required supplementary information are an integral part of this statement.

JACKSON PUBLIC SCHOOL DISTRICT
Notes to the Required Supplemental Information
For the Year Ended June 30, 2005

Budgetary Comparison Schedule

(1) Basis of Presentation

The Budgetary Comparison Schedule presents the original legally adopted budget, the final legally adopted budget, the actual data on the GAAP basis, variances between the original budget and the final budget, and variances between the final budget and the actual data.

(2) Budget Amendments and Revisions

The budget is adopted by the school board and filed with the taxing authority. Amendments can be made on the approval of the school board. By statute, final budget revisions must be approved on or before the date established by the Mississippi Department of Education. A budgetary comparison is presented for the General Fund consistent with accounting principles generally accepted in the United States of America.

JACKSON PUBLIC SCHOOL DISTRICT

SUPPLEMENTAL INFORMATION

JUNE 30, 2005

JACKSON PUBLIC SCHOOL DISTRICT
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2005

Federal Grantor/Pass Through Grantor/Program Title	Catalog of Federal Domestic Assistance Number	Federal Expenditures
<u>U.S. DEPARTMENT OF AGRICULTURE</u>		
Passed-Through MS Department of Education:		
Non-Cash Assistance:		
Food donation	10 550	\$ 989,448
Child Nutrition Cluster:		
School Breakfast Program	10 553	2 942 180
National School Lunch Program	10 555	9 238 666
Summer Food Service Program for Children	10 559	250,028
Total pass-through MS Department of Education		12,430,874
Passed-Through City of Jackson, MS		
Summer Food Service Program for Children	10 559	151,688
Total Child Nutrition Cluster		12,582,562
Total U S Department of Agriculture		13,572,010
<u>National Aeronautic and Space Administration</u>		
Passed-through the Stennis Space Center		
Aerospace Education Services Program	43 001	2,500
Total National Aeronautics and Space Administration		2,500
<u>National Science Foundation</u>		
Direct Program:		
Education and Human Resources	47 076	1,014,392
Total National Science Foundation		1,014,392
<u>U. S. Department of Education</u>		
Direct Program:		
Fund for the Improvement of Education	84 215	656 602
Twenty-First Century Community Learning Centers	84 287	353 344
Advanced Placement Program	84 330	511 042
Safe and Drug-free Schools and Communities-National Programs	84 184	32,470
Total Direct Programs		1,553,458
Passed-through State Junior College Board:		
Adult Education-State Grant Program	84 002	379,737
Total Pass-through State Junior College Board		379,737
Pass-through Jackson State University		
Teacher Quality Enhancement Grants	84 336	6,189
Total Pass-through Jackson State University		6,189
Passed-through Mississippi Department of Education		
Title I Grants to Local Educational Agencies	84 010	16,927,936
Special Education Cluster:		
Special Education - Grants to States	84 027	5 257 123
Special Education - Preschool Grants	84 173	67,593
Total Special Education Cluster		5,324,716
Vocational Education - Basic Grants to States	84 048	421 363
Safe and Drug-free Schools and Communities-State Grants	84 186	285 523
Education for Homeless Children and Youth	84 196	38 589
Teacher Quality Enhancement Grants	84 336	20 753
Education Technology State Grants	84 318	551 766
Comprehensive School Reform Demonstration	84 332	148 112
School Renovation Grants	84 352	134 359
Advance Placement Program	84 330	9 800
Rural Education	84 358	6,593
Total passed-through MDE		23,669,610
Total U S Department of Education		25,808,994

JACKSON PUBLIC SCHOOL DISTRICT
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2005

Federal Grantor/Pass Through Grantor/Program Title	Catalog of Federal Domestic Assistance Number	Federal Expenditures
<u>Corporation for National and Community Service</u>		
Direct Program:		
Learn and Serve America-School and Community Based Programs	94 004	\$ 17,538
Total Corporation for National and Community Service		<u>17,538</u>
<u>U. S. Department of Homeland Security</u>		
Passed-Through MS Emergency Management Agency State Domestic Preparedness Equipment Support Program	97 004	6,342
Total U. S. Department of Homeland Security		<u>6,342</u>
<u>U. S. Department of Defense</u>		
Direct Program:		
Reserve Officers Training Corps	12 XXX	672,793
Total U. S. Department of Defense		<u>672,793</u>
<u>Federal Communications Commission</u>		
Administered through the Universal Service Administration Company:		
The schools and libraries program of the universal service fund	32 XXX	1,551,918
Total Federal Community Commission		<u>1,551,918</u>
Total for All Federal Awards		\$ <u>42,648,487</u>

NOTES TO SCHEDULE

- 1 This schedule was prepared using the same basis of accounting and the same significant accounting policies, as applicable used for the financial statements
- 2 The expenditure amounts include transfers out
- 3 The pass-through entities did not assign identifying numbers to the school district

JACKSON PUBLIC SCHOOL DISTRICT
Schedule of Instructional, Administrative and Other Expenditures
Governmental Funds
For the Year Ended June 30, 2005

<u>Expenditures</u>	<u>Total</u>	<u>Instruction</u>	<u>Administrative</u>	<u>Other</u>
Salaries and fringe benefits	\$ 179,266,775	118,364,195	19,632,370	\$ 41,270,210
Other	<u>123,177,357</u>	<u>10,477,355</u>	<u>2,768,720</u>	<u>109,931,282</u>
Total	<u>\$ 302,444,132</u>	<u>128,841,550</u>	<u>22,401,090</u>	<u>\$ 151,201,492</u>
Total number of students*	31,065			
Cost per student	\$ 9,736	4,147	721	4,867

For purpose of this schedule, the following columnar descriptions are applicable:

Instruction - Includes the activities dealing directly with the interaction between teachers and students. Included here are the activities of teachers, teachers aides or classroom assistants of any type. (all the 1000 functional codes)

Administrative - includes expenditures for the following functions: Support Services - General Administration (2300s); Support Services - School Administration (2400s); and Support Services - Business (2500s)

Other - includes all expenditure functions not included in Instruction or Administrative

JACKSON PUBLIC SCHOOL DISTRICT

REPORTS ON COMPLIANCE AND INTERNAL CONTROL

JUNE 30, 2005



**BANKS, FINLEY,
WHITE & CO.**
CERTIFIED PUBLIC ACCOUNTANTS

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

Superintendent and School Board
Jackson Public School District

We have audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Jackson Public School District as of and for the year ended June 30, 2005, which collectively comprise the Jackson Public School District's basic financial statements and have issued our report thereon dated June 16, 2006. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Jackson Public School District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control over financial reporting. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the school district's ability to initiate, record, process, summarize, and report financial data consistent with the assertions of management in the financial statements. The reportable conditions are described in the Schedule of Findings and Questioned Costs as findings 05-1 through 05-4.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, of the reportable conditions described in the findings referred to above, we consider findings 05-1 through 05-3 to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the school district's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests did not disclose any instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of noncompliance that we have reported to management of the school district in a separate letter dated June 16, 2006, which is included in this report.

This report is intended solely for the information and use of the school board and management, entities with accreditation overview, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

Banks, Finley, White & Co.

June 16, 2006

(except for Note 15, as to which
the date is March 25, 2007)



**BANKS, FINLEY,
WHITE & CO.**
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Superintendent and School Board
Jackson Public School District

Compliance

We have audited the compliance of the Jackson Public School District with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2005. The school district's major federal programs are identified in the summary of auditor's results section of the Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the school district's management. Our responsibility is to express an opinion on the school district's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the school district's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the school district's compliance with those requirements.

In our opinion, the Jackson Public School District complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2005.

Internal Control Over Compliance

The management of the Jackson Public School District is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the school district's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We did not note any matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the school board and management, entities with accreditation overview, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

Burns, Finley, White & C.C.

June 16, 2006

(except for Note 15, as to which
the date is March 25, 2007)



**BANKS, FINLEY,
WHITE & CO.**
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH
STATE LAWS AND REGULATIONS

Superintendent and School Board
Jackson Public School District

We have audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Jackson Public School District as of and for the year ended June 30, 2005, which collectively comprise the Jackson School District's basic financial statements and have issued our report thereon dated June 16, 2006. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Section 37-9-18(3), Miss Code Ann. (1972), states in part, "the auditor shall test to insure that the school district is complying with the requirements of Section 37-61-33(a)(iii), Miss. Code Ann. (1972), relating to classroom supply funds". As required by the state legal compliance audit program prescribed by the Office of the State Auditor, we have also performed procedures to test compliance with certain other state laws and regulations. However, providing an opinion on compliance with all state laws and regulations was not an objective of our audit and, accordingly, we do not express such an opinion.

The results of our procedures performed to test compliance with the requirements of Section 37-61-33(3)(a)(iii), Miss. Code Ann. (1972), disclosed no instances of noncompliance. The district reported \$22,919 of classroom supply funds carried over from previous years.

The results of procedures performed to test compliance with certain other state laws and regulations and our audit of the financial statements disclosed the following immaterial instances of noncompliance with other state laws and regulations. Our immaterial findings and recommendations and your responses are as follows:

1 Finding

The balance in the unemployment compensation fund was maintained below the required two percent level. This finding was also noted in the 2004 audit.

Recommendation

The district should comply with Section 71-5-359, Miss. Code Ann. (1972), which requires a cash balance of 2% to be maintained of applicable wages in excess of \$6,000, excluding elected officials and part time salaries.

School District's Response

Our interpretation of the unemployment compensation fund requirement was that the calculation was to be done after the end of the year and make necessary accruals after year-end. This is what we did; however, we will make the necessary calculation and adjustment prior to year-end in the future.

2 Finding

The following funds along with the expenditures per fund were not budgeted by the school district.

	FUND NO.	FUND NAME	EXPENDITURES
1	1930	Special Grants	671
2	2080	Technology Literacy	1,233
3	2124	Summer Feeding (State) 2004	96,977,379
4	2125	Summer Food Service 2005	1,333,259
5	2192	JPS Lunch Program Special 93-94	79,549
6	2194	Summer Feeding (City) 2004	58,147
7	2195	Summer Feeding (NW) 2005	63,534
8	2430	EEF Transportation Operation and Maintenance	46,867,370
9	2440	EEF Classroom Supplies & Instructional Material	993,536
10	2560	Lang Instr Lep & Immig Student	30,027
11	2714	Voc Ed III E Tech/Prep FD	51,837
12	2811	Safe & Drug Free Sch & Community	273,835
13	2820	Unemployment Comp Revolving Fund	101,195
14	2840	16th Section Interest	71,272
15	2905	GAP	4,603
16	2907	Columbia Teen Screen program	920
17	2909	Behavioral Modification	1,442
18	2910	(Consist of funds 2821 and 7911)	885,808
19	2950	New Teacher Academy	108,409
20	2864	Gear Up	177,744
21	2965	MS Learning Institute	249,442
22	2969	Alt Ed- Community Service	32,470
23	2990	JPS/JSU Teacher Enhancement Grant	6,189
24	2995	Cares IASA Title I	43,790
25	3019	3M Series B	3,220,292
26	3028	MAEP	13,654
27	3029	MAEP New Construction	68,275
28	4041	MAEP Debt Service Fund	2,825,828
29	4902	Series 2003A Debt Service	1,073,503
30	7192	Lake Memorial Library	43,529

Recommendation

The school district should comply with Section 37-61-9, Miss. Code Ann (1972), which requires the local school board with the assistance of the superintendent to prepare budgets for each fund.

School District's Response

Monthly reports are submitted and approved by the School board which detail each fund's Anticipated Revenue, Collected Revenue, Uncollected Revenue, Anticipated Expenditures, Year to Date Expenditures and Unexpended funds

The Office of the State Auditor or a public accounting firm will review, on the subsequent year's audit engagement, the findings in this report to insure that corrective action has been taken

This report is intended solely for the information and use of the school board and management, entities with accreditation overview, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

Berk, Fink, White & Co.

June 16, 2006

(except for Note 15, as to which
the date is March 25, 2007)

JACKSON PUBLIC SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2005

Section 1: Summary of Auditor's Results

Financial Statements:

1	Type of auditor's report issued on the financial statements.	Unqualified
2	Material noncompliance relating to the financial statements.	No
3	Internal control over financial reporting:	
a.	Material weaknesses identified?	Yes
b.	Reportable conditions identified that are not considered to be material weaknesses?	Yes

Federal Awards:

4	Type of auditor's report issued on compliance for major federal programs	Unqualified
5	Internal control over major programs:	
a.	Material weaknesses identified?	No
b.	Reportable conditions identified that are not considered to be material weaknesses?	No
6	Any audit findings reported as required by Section __ 510(a) of Circular A-133?	No
7	Federal programs identified as major programs:	
a.	Cluster: Child Nutrition CFDA #10 553 CFDA #10 555 CFDA #10 559	
b.	CFDA #84.010, Title I Grants to Local Educational Agencies	
c.	Special education cluster CFDA #84.027 CFDA #84.173	
d.	CFDA #32.XXX, The schools and libraries program of the universal service fund.	
8	The dollar threshold used to distinguish between type A and type B programs:	\$1,279,395
9	Auditee qualified as a low-risk auditee?	No
10	Prior fiscal year audit findings and questioned cost relative to federal awards which would require auditee to prepare a summary schedule of prior audit findings as discussed in Section____, 315(b) of OMB Circular A-133?	No

JACKSON PUBLIC SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2005

Section 2: Findings Relating to the Financial Statements

Material Weaknesses

05-01 Finding

During our review of the school district's investments we noted the following:

- A. The activities of some investments maintained by third parties were not recorded in the accounting records.
- B. Some monthly, quarterly or annual investment reports were not being delivered to the accounting personnel responsible for recording the transactions
- C. In some instances, deductions were made from the investment accounts per books that were not actually disbursed from the investment account
- D. The balance for some investment accounts carried on the books were closed-out in prior years

Recommendation

The district should implement policies and procedures to ensure that all investments are properly recorded in the accounting records.

05-2 Finding

During our audit of the Jackson Public School District, we noted that although bank reconciliation's were being done, the reconciling items were not always recorded timely. Good internal control and management practices dictate that transactions are recorded accurately and timely. The District indicated that the position responsible for the reconciliation was vacant for a period of time which caused them to get behind. If the bank reconciliation's are not prepared and the necessary reconciling items recorded or reported to the bank in a timely manner, errors could occur and not be detected. Also, the bank would not be liable for any mistakes not reported within sixty days of the date of the bank statement.

Recommendation

We recommend the Jackson Public School District implement procedures to ensure bank reconciliation's are prepared timely and necessary reconciling items are recorded

05-3 Finding

The school district is not recording the activities of its Qualified Zone Academy Bonds Payables in accordance with the procedures outlined in the Financial Accounting Manual for Mississippi Public School Districts

JACKSON PUBLIC SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2005

Recommendation

The district should adopt procedures to ensure that the activities of its Qualified Zone Academy Bonds Payables are recorded in accordance with the procedures outlined in the Financial Accounting Manual for Mississippi Public School Districts.

05-4 Finding

During our test of the student activity fund cash receipts, we found out of a sample of forty (40) transactions, that eighteen (18) cash receipts were not deposited in a timely manner. The lag time from the time the funds were receipted to the time the funds were deposited in the bank ranged from 6 days to 29 days

Recommendation

The District should adopt administrative control procedures to ensure that all deposits are made on a daily basis to protect the district's assets from loss due to theft

JACKSON PUBLIC SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2005

Section 3: Federal Award Findings and Questioned Costs

The results of our tests did not disclose any findings and questioned cost related to federal awards

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APPENDIX F
BOND COUNSELS' OPINIONS

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Jackson, Mississippi 39225
Telephone (601)944-1888
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October __, 2007

Board of Trustees
Jackson Public School District
662 South President Street
Jackson, MS 39201

Ladies and Gentlemen:

We have acted as co-bond counsel to Jackson Public School District in connection with the issuance by the Jackson Public School District, Jackson, Mississippi (the "Issuer") of \$36,000,000 General Obligation Bonds, Series 2007, dated the date hereof (the "Bonds"), pursuant to a resolution adopted August 20, 2007 (the "Resolution") by the Board of Trustees (the "Board") of the Issuer. We have examined the law and such certified proceedings, certifications and other papers as we deem necessary to render this opinion. As to questions of fact material to our opinion, we have relied upon representations of the Issuer and the Board contained in the Resolution and in the certified proceedings and other certifications of public officials furnished to us without undertaking to verify the same by independent investigation. With your permission, we have also relied on the opinions set forth in the opinion of Issuer's Counsel dated the date hereof.

Based on our examination, we are of the opinion, as of the date hereof and under existing law, that:

1. The Bonds are valid and binding general obligations of the Issuer. The payment of principal and interest on the Bonds is secured by the full faith and credit of the Issuer and the avails of an unlimited, continuing, direct, special, annual ad valorem tax levied on all taxable property in

the territory of the Issuer. The City Council of the City of Jackson, Mississippi, is required by law to annually levy such tax.

2. Interest on the Bonds is excludable from gross income for federal income tax purposes and is not an item of tax preference for purposes of the federal alternative minimum tax imposed on corporations and taxpayers other than corporations. It should be noted, however, that for the purpose of computing the alternative minimum tax imposed on corporations (as defined for federal income tax purposes), such interest is taken into account in determining adjusted current earnings.

3. The Bonds have **NOT** been designated as "qualified tax-exempt obligations" for purposes of Section 265(b)(3) of the Internal Revenue Code of 1986, as amended, and regulations promulgated thereunder (the "Code").

4. Interest on the Bonds is exempt from Mississippi income taxes.

In providing such opinions, we have relied on representations of the Issuer and the Board with respect to matters solely within the knowledge of the Issuer and the Board, and we have not independently verified such matters. Further, we have assumed continuing compliance with the covenants contained in the resolutions of the Issuer and the Board pertaining to those sections of the Code that affect the exclusion of interest from gross income on the Bonds for federal income tax purposes. If such representations are determined to be inaccurate or incomplete or the Issuer fails to comply with such covenants, interest on the Bonds could become includable in gross income from the date of original delivery, regardless of the date on which the events causing such inclusion occur.

Except as stated above, we express no opinion as to any federal, state or local tax consequences resulting from the ownership of, receipt of interest on or disposition of the Bonds.

We have not been engaged or undertaken to review the accuracy, completeness or sufficiency of the Preliminary Official Statement, the Official Statement or other offering material relating to the Bonds (except to the extent, if any, stated in the Official Statement) and we express no opinion relating thereto (excepting only the matters set forth as our opinion in the Official Statement).

It is to be understood that the rights of the holders of the Bonds and enforceability of the Bonds may be subject to bankruptcy, insolvency, reorganization, moratorium and other similar laws affecting creditors' rights heretofore or hereafter enacted to the extent constitutionally applicable and that their enforcement may also be subject to the exercise of judicial discretion in appropriate cases.

This opinion is given as the date hereof, and we assume no obligation to revise or supplement this opinion to reflect any facts or circumstances that may hereafter come to our attention, or any changes in law that may hereafter occur.

Sincerely,

Watkins & Young PLLC

Dorian E. Turner, PLLC

Chambers & Gaylor Law Firm, PLLC

The May Law Firm, PLLC

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APPENDIX G
DEBT SERVICE SCHEDULE

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Jackson Public School District
\$36 Million General Obligation Bonds, Series 2007
Underwriter: Morgan Keegan & Co., Inc.

Period Ending	Principal	Coupon	Interest	Debt Service	Annual Debt Service
10/2/2007					
4/1/2008	2,315,000	5.000%	787,233	3,102,233	3,102,233
10/1/2008			733,756	733,756	
4/1/2009	1,165,000	4.250%	733,756	1,898,756	2,632,513
10/1/2009			709,000	709,000	
4/1/2010	1,215,000	4.250%	709,000	1,924,000	2,633,000
10/1/2010			683,181	683,181	
4/1/2011	1,265,000	4.250%	683,181	1,948,181	2,631,363
10/1/2011			656,300	656,300	
4/1/2012	1,320,000	4.250%	656,300	1,976,300	2,632,600
10/1/2012			628,250	628,250	
4/1/2013	1,440,000	4.250%	628,250	2,068,250	2,696,500
10/1/2013			597,650	597,650	
4/1/2014	1,440,000	4.250%	597,650	2,037,650	2,635,300
10/1/2014			567,050	567,050	
4/1/2015	1,500,000	5.000%	567,050	2,067,050	2,634,100
10/1/2015			529,550	529,550	
4/1/2016	1,560,000	5.000%	529,550	2,089,550	2,619,100
10/1/2016			490,550	490,550	
4/1/2017	1,630,000	5.000%	490,550	2,120,550	2,611,100
10/1/2017			449,800	449,800	
4/1/2018	1,700,000	4.750%	449,800	2,149,800	2,599,600
10/1/2018			409,425	409,425	
4/1/2019	1,770,000	4.000%	409,425	2,179,425	2,588,850
10/1/2019			374,025	374,025	
4/1/2020	1,860,000	4.000%	374,025	2,234,025	2,608,050
10/1/2020			336,825	336,825	
4/1/2021	1,950,000	4.125%	336,825	2,286,825	2,623,650
10/1/2021			296,606	296,606	
4/1/2022	2,050,000	4.125%	296,606	2,346,606	2,643,213
10/1/2022			254,325	254,325	
4/1/2023	2,150,000	4.250%	254,325	2,404,325	2,658,650
10/1/2023			208,638	208,638	
4/1/2024	2,260,000	4.250%	208,638	2,468,638	2,677,275
10/1/2024			160,613	160,613	
4/1/2025	2,370,000	4.250%	160,613	2,530,613	2,691,225
10/1/2025			110,250	110,250	
4/1/2026	2,490,000	4.375%	110,250	2,600,250	2,710,500
10/1/2026			55,781	55,781	
4/1/2027	2,550,000	4.375%	55,781	2,605,781	2,661,563
TOTAL	36,000,000		17,290,383	53,290,383	53,290,383

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APPENDIX H

SPECIMEN BOND INSURANCE POLICY

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Financial Guaranty Insurance Company
 125 Park Avenue
 New York, NY 10017
 T 212-312-3000
 T 800-352-0001

Municipal Bond New Issue Insurance Policy

Issuer:	Policy Number:
	Control Number: 0010001
Bonds:	Premium:

Financial Guaranty Insurance Company ("Financial Guaranty"), a New York stock insurance company, in consideration of the payment of the premium and subject to the terms of this Policy, hereby unconditionally and irrevocably agrees to pay to U.S. Bank Trust National Association or its successor, as its agent (the "Fiscal Agent"), for the benefit of Bondholders, that portion of the principal and interest on the above-described debt obligations (the "Bonds") which shall become Due for Payment but shall be unpaid by reason of Nonpayment by the Issuer.

Financial Guaranty will make such payments to the Fiscal Agent on the date such principal or interest becomes Due for Payment or on the Business Day next following the day on which Financial Guaranty shall have received Notice of Nonpayment, whichever is later. The Fiscal Agent will disburse to the Bondholder the face amount of principal and interest which is then Due for Payment but is unpaid by reason of Nonpayment by the Issuer but only upon receipt by the Fiscal Agent, in form reasonably satisfactory to it, of (i) evidence of the Bondholder's right to receive payment of the principal or interest Due for Payment and (ii) evidence, including any appropriate instruments of assignment, that all of the Bondholder's rights to payment of such principal or interest Due for Payment shall thereupon vest in Financial Guaranty. Upon such disbursement, Financial Guaranty shall become the owner of the Bond, appurtenant coupon or right to payment of principal or interest on such Bond and shall be fully subrogated to all of the Bondholder's rights thereunder, including the Bondholder's right to payment thereof.

This Policy is non-cancellable for any reason. The premium on this Policy is not refundable for any reason, including the payment of the Bonds prior to their maturity. This Policy does not insure against loss of any prepayment premium which may at any time be payable with respect to any Bond.

As used herein, the term "Bondholder" means, as to a particular Bond, the person other than the Issuer who, at the time of Nonpayment, is entitled under the terms of such Bond to payment thereof. "Due for Payment" means, when referring to the principal of a Bond, the stated maturity date thereof or the date on which the same shall have been duly called for mandatory sinking fund redemption and does not refer to any earlier date on which payment is due by reason of call for redemption (other than by mandatory sinking fund redemption), acceleration or other advancement of maturity and means, when referring to interest on a Bond, the stated date for payment of interest. "Nonpayment" in respect of a Bond means the failure of the Issuer to have provided sufficient funds to the paying agent for payment in full of all



Financial Guaranty Insurance Company
125 Park Avenue
New York, NY 10017
T 212-312-3000
T 800-352-0001

Municipal Bond New Issue Insurance Policy

principal and interest Due for Payment on such Bond. "Notice" means telephonic or telegraphic notice, subsequently confirmed in writing, or written notice by registered or certified mail, from a Bondholder or a paying agent for the Bonds to Financial Guaranty. "Business Day" means any day other than a Saturday, Sunday or a day on which the Fiscal Agent is authorized by law to remain closed.

In Witness Whereof, Financial Guaranty has caused this Policy to be affixed with its corporate seal and to be signed by its duly authorized officer in facsimile to become effective and binding upon Financial Guaranty by virtue of the countersignature of its duly authorized representative.

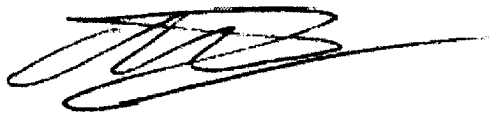


President

Effective Date:

Authorized Representative

U.S. Bank Trust National Association, acknowledges that it has agreed to perform the duties of Fiscal Agent under this Policy.



Authorized Officer



Financial Guaranty Insurance Company
125 Park Avenue
New York, NY 10017
T 212-312-3000
T 800-352-0001

Endorsement

To Financial Guaranty Insurance Company

Insurance Policy

Policy Number:

Control Number: 0010001

It is further understood that the term "Nonpayment" in respect of a Bond includes any payment of principal or interest made to a Bondholder by or on behalf of the issuer of such Bond which has been recovered from such Bondholder pursuant to the United States Bankruptcy Code by a trustee in bankruptcy in accordance with a final, nonappealable order of a court having competent jurisdiction.

NOTHING HEREIN SHALL BE CONSTRUED TO WAIVE, ALTER, REDUCE OR AMEND COVERAGE IN ANY OTHER SECTION OF THE POLICY. IF FOUND CONTRARY TO THE POLICY LANGUAGE, THE TERMS OF THIS ENDORSEMENT SUPERSEDE THE POLICY LANGUAGE.

In Witness Whereof, Financial Guaranty has caused this Endorsement to be affixed with its corporate seal and to be signed by its duly authorized officer in facsimile to become effective and binding upon Financial Guaranty by virtue of the countersignature of its duly authorized representative.

President

Effective Date:

Authorized Representative

Acknowledged as of the Effective Date written above:

Authorized Officer

U.S. Bank Trust National Association, as Fiscal Agent

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APPENDIX I

**THE DISTRICT'S REVISED PROPOSED BUDGET FOR FISCAL YEAR 2007-2008
(District Maintenance Fund Only)**

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**ORDER APPROVING EXPENDITURE BUDGET FOR FISCAL
YEAR**

1120 DISTRICT MAINTENANCE

AMENDED

After full and due consideration, and upon motion duly made, seconded, and for good cause shown, all present voting in “aye”, it is ordered that the budget for the fiscal year 2007-2008 which budget are attached hereto and made a part hereof, be and the same are hereby approved.

	Original Budget	Change	Amended
Revenues			
0	0.00	0.00	0.00
	0.00	0.00	0.00
1120 AD VALOREM TAXES FROM LOCAL GOVERNMENT			
	72,000,000.00	0.00	72,000,000.00
	72,000,000.00	0.00	72,000,000.00
1210 REVENUE IN LIEU OF TAXES			
	400,000.00	0.00	400,000.00
	400,000.00	0.00	400,000.00
1310 TUITION FROM INDIVIDUALS			
	240,000.00	0.00	240,000.00
	240,000.00	0.00	240,000.00
1313 SECONDARY SUMMER SCHOOL			
	0.00	0.00	0.00
	0.00	0.00	0.00
1510 INTEREST ON INVESTMENTS			
	550,000.00	200,000.00	750,000.00
	550,000.00	200,000.00	750,000.00
1920 CONTRIBUTIONS & DONATIONS			
	20,000.00	0.00	20,000.00
	20,000.00	0.00	20,000.00
1970 SERVICES PROVIDED OTHER FUNDS			
	0.00	0.00	0.00
	0.00	0.00	0.00
1980 REFUND OF PRIOR YEAR EXPEND			
	0.00	0.00	0.00
	0.00	0.00	0.00
1990 MISCELLANEOUS			
	0.00	0.00	0.00
	0.00	0.00	0.00
1992 REIMBURSEMENT FOR BUS TRIPS			
	550,000.00	0.00	550,000.00
	550,000.00	0.00	550,000.00
1993 USE OF SCHOOL FACILITIES			

	25,000.00	0.00	25,000.00
	25,000.00	0.00	25,000.00
1998 E-RATE			
	0.00	0.00	0.00
	0.00	0.00	0.00
1999 MISCELLANEOUS			
	200,000.00	0.00	200,000.00
	200,000.00	0.00	200,000.00
3102			
	0.00	0.00	0.00
	0.00	0.00	0.00
3110 HOMESTEAD EXEMPTION REIMB			
	0.00	0.00	0.00
	0.00	0.00	0.00
3111 HOMESTEAD EXEMPTION REIMBURSE			
	2,700,000.00	0.00	2,700,000.00
	2,700,000.00	0.00	2,700,000.00
3140 DRIVER EDUCATION FUNDS			
	8,000.00	0.00	8,000.00
	8,000.00	0.00	8,000.00
3150 MINIMUM PROGRAM & PER CA			
	114,023,591.00	-2,942,806.00	111,080,785.00
	114,023,591.00	-2,942,806.00	111,080,785.00
3160 SCHOOL AD VALOREM TAX REDUCTN			
	2,942,806.00	0.00	2,942,806.00
	2,942,806.00	0.00	2,942,806.00
3190 OTHER UNRESTRICTED GRANTS-IN-A			
	0.00	0.00	0.00
	0.00	0.00	0.00
3210 EDUCATION ENHANCEMENT FUND			
	0.00	0.00	0.00
	0.00	0.00	0.00
3211 MAEP FUNDS			
	0.00	0.00	0.00
	0.00	0.00	0.00
3230 PUBLIC SCHOOL BUILDING FUND			
	0.00	0.00	0.00
	0.00	0.00	0.00
3280 EDUCATION REFORM ACT			
	0.00	0.00	0.00
	0.00	0.00	0.00
3290 OTHER RESTRICTED GRANTS-IN-AID			
	768,000.00	0.00	768,000.00
	768,000.00	0.00	768,000.00
3800 REVENUE IN LIEU OF TAXES			
	0.00	0.00	0.00

	0.00	0.00	0.00
3820 HEAVY TRUCKS			
	800,000.00	0.00	800,000.00
	800,000.00	0.00	800,000.00
4120 E-RATE			
	1,896,191.11	0.00	1,896,191.11
	1,896,191.11	0.00	1,896,191.11
4291			
	0.00	0.00	0.00
	0.00	0.00	0.00
4390 OTHER RESTRICTED GRANTS-IN-			
	0.00	0.00	0.00
	0.00	0.00	0.00
4490 OTHER FEDERAL FUNDS			
	0.00	0.00	0.00
	0.00	0.00	0.00
6100 PROCEEDS OF GEN OBLIG BONDS			
	0.00	0.00	0.00
	0.00	0.00	0.00
6150 PROCEEDS OF REFUNDING BONDS			
	0.00	0.00	0.00
	0.00	0.00	0.00
6200 PROCEEDS OF LOAN (S)			
	20,000,000.00	0.00	20,000,000.00
	20,000,000.00	0.00	20,000,000.00
6300 INCEPTION OF CAPITAL LEASE(S)			
	0.00	0.00	0.00
	0.00	0.00	0.00
6400 INSURANCE LOSS RECOVERIES			
	5,000.00	0.00	5,000.00
	5,000.00	0.00	5,000.00
6450 INSURANCE LOSS RECOVERIES			
	0.00	0.00	0.00
	0.00	0.00	0.00
6500 SALE OF TRANSPORTATION EQUIP			
	70,000.00	0.00	70,000.00
	70,000.00	0.00	70,000.00
6600 SALE OF OTHER PROPERTY			
	0.00	0.00	0.00
	0.00	0.00	0.00
6710 INDIRECT COSTS			
	1,498,202.00	0.00	1,498,202.00
	1,498,202.00	0.00	1,498,202.00
6720 OTHER TRANSFERS IN			
	1,500,000.00	0.00	1,500,000.00
	1,500,000.00	0.00	1,500,000.00

6900 MISC OTHER FINANCING SOURCES			
	0.00	0.00	0.00
	0.00	0.00	0.00
7100 PRIOR PERIOD ADJUSTMENTS			
	0.00	0.00	0.00
	0.00	0.00	0.00
8000			
	0.00	0.00	0.00
	0.00	0.00	0.00
Total Revenues	220,196,790.1	-2,742,806.0	217,453,984.1
Expenditures			
0			
	0.00	0.00	0.00
	0.00	0.00	0.00
1000 INSTRUCTION			
700 CAPITAL OUTLAY	0.00	0.00	0.00
	0.00	0.00	0.00
1110 KINDERGARTEN PROGRAMS			
500 OTHER PURCHASED SER	0.00	0.00	0.00
600 SUPPLIES MATERIALS	0.00	0.00	0.00
700 CAPITAL OUTLAY	0.00	0.00	0.00
	0.00	0.00	0.00
1111 KINDERGARTEN			
100 SALARIES	5,562,030.17	0.00	5,562,030.17
200 EMPLOYEE BENEFITS	2,536,728.83	0.00	2,536,728.83
600 SUPPLIES MATERIALS	36,064.50	0.00	36,064.50
700 CAPITAL OUTLAY	0.00	0.00	0.00
	8,134,823.50	0.00	8,134,823.50
1120 ELEMENTARY PROGRAMS			
100 SALARIES	421,170.32	0.00	421,170.32
200 EMPLOYEE BENEFITS	419,450.10	0.00	419,450.10
300 PURCHASED PROF. & TECH SER	96,600.00	-48,000.00	48,600.00
400 PURCHASED PROPERTY SER	1,791.14	-681.00	1,110.14
500 OTHER PURCHASED SER	20,072.00	1,503.20	21,575.20
600 SUPPLIES MATERIALS	34,575.00	-3,653.00	30,922.00
700 CAPITAL OUTLAY	50,163.00	-8,813.00	41,350.00
800 OTHER OBJECTS	24,000.00	5,220.00	29,220.00
	1,067,821.56	-54,423.80	1,013,397.76
1121 ELEMENTARY			
100 SALARIES	31,917,144.39	0.00	31,917,144.39
200 EMPLOYEE BENEFITS	9,870,695.32	0.00	9,870,695.32
300 PURCHASED PROF. & TECH SER	420.04	0.00	420.04
400 PURCHASED PROPERTY SER	160,000.00	-143,925.95	16,074.05
500 OTHER PURCHASED SER	0.00	0.00	0.00

600	SUPPLIES MATERIALS	1,561,587.00	-93,938.00	1,467,649.00
700	CAPITAL OUTLAY	28,915.00	626.00	29,541.00
800	OTHER OBJECTS	0.00	125.00	125.00
		43,538,761.75	-237,112.95	43,301,648.80
1130	MIDDLE-JUNIOR HIGH PROGRAMS			
100	SALARIES	1,446,391.41	0.00	1,446,391.41
200	EMPLOYEE BENEFITS	101,991.76	0.00	101,991.76
300	PURCHASED PROF. & TECH SER	8,500.00	-1,539.44	6,960.56
400	PURCHASED PROPERTY SER	1,700.00	-764.42	935.58
500	OTHER PURCHASED SER	16,316.17	20,755.24	37,071.41
600	SUPPLIES MATERIALS	87,550.00	29,594.44	117,144.44
700	CAPITAL OUTLAY	13,929.00	0.00	13,929.00
800	OTHER OBJECTS	11,184.00	522.00	11,706.00
		1,687,562.34	48,567.82	1,736,130.16
1131	MIDDLE SCHOOL			
100	SALARIES	16,549,428.63	0.00	16,549,428.63
200	EMPLOYEE BENEFITS	5,146,332.80	0.00	5,146,332.80
300	PURCHASED PROF. & TECH SER	0.00	0.00	0.00
400	PURCHASED PROPERTY SER	0.00	0.00	0.00
500	OTHER PURCHASED SER	0.00	0.00	0.00
600	SUPPLIES MATERIALS	83,302.00	-500.00	82,802.00
700	CAPITAL OUTLAY	20,816.98	500.00	21,316.98
		21,799,880.41	0.00	21,799,880.41
1140	HIGH SCHOOL PROGRAMS			
100	SALARIES	24,000.00	0.00	24,000.00
200	EMPLOYEE BENEFITS	0.00	0.00	0.00
300	PURCHASED PROF. & TECH SER	189,781.89	-9,529.00	180,252.89
400	PURCHASED PROPERTY SER	31,695.00	-14,692.00	17,003.00
500	OTHER PURCHASED SER	76,500.11	-35,635.36	40,864.75
600	SUPPLIES MATERIALS	210,603.04	-35,053.00	175,550.04
700	CAPITAL OUTLAY	70,000.00	-55,000.00	15,000.00
800	OTHER OBJECTS	28,850.00	0.00	28,850.00
		631,430.04	-149,909.36	481,520.68
1141	SENIOR HIGH			
100	SALARIES	17,453,780.31	0.00	17,453,780.31
200	EMPLOYEE BENEFITS	5,104,738.83	0.00	5,104,738.83
400	PURCHASED PROPERTY SER	0.00	30.26	30.26
500	OTHER PURCHASED SER	0.00	0.00	0.00
600	SUPPLIES MATERIALS	78,139.00	0.00	78,139.00
700	CAPITAL OUTLAY	25,562.00	-30.26	25,531.74
800	OTHER OBJECTS	0.00	0.00	0.00
		22,662,220.14	0.00	22,662,220.14
1142	VOCATIONAL EDUCATIONAL PROGRAM			
600	SUPPLIES MATERIALS	0.00	0.00	0.00

700	CAPITAL OUTLAY	0.00	0.00	0.00
		0.00	0.00	0.00
1190	OTHER INSTRUCTIONAL PROG.-CAP			
100	SALARIES	271,545.84	0.00	271,545.84
200	EMPLOYEE BENEFITS	88,792.57	0.00	88,792.57
300	PURCHASED PROF. & TECH SER	9,600.00	-7,100.00	2,500.00
400	PURCHASED PROPERTY SER	0.00	0.00	0.00
500	OTHER PURCHASED SER	2,050.00	-324.76	1,725.24
600	SUPPLIES MATERIALS	5,350.00	-550.00	4,800.00
700	CAPITAL OUTLAY	1,100.00	0.00	1,100.00
800	OTHER OBJECTS	500.00	0.00	500.00
		378,938.41	-7,974.76	370,963.65
1210	GIFTED EDUCATION PROGRAMS			
100	SALARIES	2,425,741.58	0.00	2,425,741.58
200	EMPLOYEE BENEFITS	629,707.27	0.00	629,707.27
300	PURCHASED PROF. & TECH SER	11,107.00	-1,209.47	9,897.53
400	PURCHASED PROPERTY SER	865.00	-280.00	585.00
500	OTHER PURCHASED SER	9,842.00	-242.40	9,599.60
600	SUPPLIES MATERIALS	9,915.00	-47.12	9,867.88
700	CAPITAL OUTLAY	5,200.00	-2,000.00	3,200.00
800	OTHER OBJECTS	3,500.00	0.00	3,500.00
		3,095,877.85	-3,778.99	3,092,098.86
1252	TEACHER,READING,REMEDIAL			
100	SALARIES	0.00	0.00	0.00
		0.00	0.00	0.00
1290	OTHER INSTRUCTIONAL PROG.-INSTR. TECH			
100	SALARIES	0.00	0.00	0.00
200	EMPLOYEE BENEFITS	0.00	0.00	0.00
300	PURCHASED PROF. & TECH SER	8,113.00	0.00	8,113.00
500	OTHER PURCHASED SER	0.00	0.00	0.00
600	SUPPLIES MATERIALS	941.00	0.00	941.00
800	OTHER OBJECTS	0.00	0.00	0.00
		9,054.00	0.00	9,054.00
1291	APAC ACADEMIC PROG ELEMENTARY			
100	SALARIES	324,894.10	0.00	324,894.10
200	EMPLOYEE BENEFITS	90,068.28	0.00	90,068.28
300	PURCHASED PROF. & TECH SER	0.00	0.00	0.00
600	SUPPLIES MATERIALS	5,000.00	0.00	5,000.00
700	CAPITAL OUTLAY	7,478.88	0.00	7,478.88
		427,441.26	0.00	427,441.26
1292	ARTS ACCESS PROJECT			
100	SALARIES	257.15	0.00	257.15
200	EMPLOYEE BENEFITS	0.60	0.00	0.60
300	PURCHASED PROF. & TECH SER	7,500.00	-1,750.00	5,750.00

400	PURCHASED PROPERTY SER	4,100.00	-3,940.00	160.00
500	OTHER PURCHASED SER	500.00	600.00	1,100.00
600	SUPPLIES MATERIALS	12,500.00	-600.00	11,900.00
700	CAPITAL OUTLAY	500.00	0.00	500.00
800	OTHER OBJECTS	1,000.00	0.00	1,000.00
		26,357.75	-5,690.00	20,667.75
1293	APAC PERFORMING ARTS PROGRAM			
100	SALARIES	423,600.00	0.00	423,600.00
200	EMPLOYEE BENEFITS	125,404.60	0.00	125,404.60
300	PURCHASED PROF. & TECH SER	7,500.00	-5,920.00	1,580.00
500	OTHER PURCHASED SER	0.00	0.00	0.00
600	SUPPLIES MATERIALS	11,000.00	0.00	11,000.00
700	CAPITAL OUTLAY	0.00	0.00	0.00
800	OTHER OBJECTS	0.00	0.00	0.00
		567,504.60	-5,920.00	561,584.60
1294	YOUTH COURT			
100	SALARIES	305,278.00	0.00	305,278.00
200	EMPLOYEE BENEFITS	87,139.22	0.00	87,139.22
500	OTHER PURCHASED SER	1,800.00	-1,400.00	400.00
600	SUPPLIES MATERIALS	7,500.00	0.00	7,500.00
700	CAPITAL OUTLAY	1,650.00	0.00	1,650.00
800	OTHER OBJECTS	700.00	0.00	700.00
		404,067.22	-1,400.00	402,667.22
1296	ENVIRONMENTAL LEARNING CENTER			
100	SALARIES	21,444.00	0.00	21,444.00
200	EMPLOYEE BENEFITS	8,196.67	0.00	8,196.67
400	PURCHASED PROPERTY SER	1,000.00	0.00	1,000.00
500	OTHER PURCHASED SER	650.00	-550.00	100.00
600	SUPPLIES MATERIALS	4,200.00	0.00	4,200.00
700	CAPITAL OUTLAY	2,300.00	0.00	2,300.00
		37,790.67	-550.00	37,240.67
1298	MONTESORI			
100	SALARIES	221,998.95	0.00	221,998.95
200	EMPLOYEE BENEFITS	66,673.00	0.00	66,673.00
600	SUPPLIES MATERIALS	40,150.00	0.00	40,150.00
700	CAPITAL OUTLAY	30,000.00	0.00	30,000.00
		358,821.95	0.00	358,821.95
1299	APAC ACADEMIC PROG SECONDARY			
600	SUPPLIES MATERIALS	0.00	0.00	0.00
		0.00	0.00	0.00
1310	ADULT BASIC EDUCATION PROGRAMS			
100	SALARIES	0.00	0.00	0.00
200	EMPLOYEE BENEFITS	0.00	0.00	0.00
400	PURCHASED PROPERTY SER	140,000.00	-44,300.00	95,700.00

	140,000.00	-44,300.00	95,700.00
1410 ELEMENTARY SUMMER SCHOOL			
100 SALARIES	113,664.00	0.00	113,664.00
200 EMPLOYEE BENEFITS	839.81	0.00	839.81
300 PURCHASED PROF. & TECH SER	15,051.00	-15,051.00	0.00
500 OTHER PURCHASED SER	2,000.00	-1,869.00	131.00
600 SUPPLIES MATERIALS	75,000.00	0.00	75,000.00
800 OTHER OBJECTS	16,331.00	0.00	16,331.00
	222,885.81	-16,920.00	205,965.81
1420 SECONDARY SUMMER SCHOOL			
100 SALARIES	148,800.00	0.00	148,800.00
200 EMPLOYEE BENEFITS	4,848.67	0.00	4,848.67
300 PURCHASED PROF. & TECH SER	0.00	200.00	200.00
500 OTHER PURCHASED SER	14,027.50	-9,629.79	4,397.71
600 SUPPLIES MATERIALS	58,000.00	-350.00	57,650.00
	225,676.17	-9,779.79	215,896.38
1910 ATHLETIC ACTIVITIES			
100 SALARIES	857,298.00	0.00	857,298.00
200 EMPLOYEE BENEFITS	162,946.00	0.00	162,946.00
400 PURCHASED PROPERTY SER	297.00	-297.00	0.00
500 OTHER PURCHASED SER	0.00	0.00	0.00
600 SUPPLIES MATERIALS	260.00	0.00	260.00
700 CAPITAL OUTLAY	2,336.00	0.00	2,336.00
	1,023,137.00	-297.00	1,022,840.00
1920 STUDENT ACTIVITIES			
100 SALARIES	397,000.00	0.00	397,000.00
200 EMPLOYEE BENEFITS	73,935.00	0.00	73,935.00
300 PURCHASED PROF. & TECH SER	280,000.00	-1,929.00	278,071.00
400 PURCHASED PROPERTY SER	650.00	-86.00	564.00
500 OTHER PURCHASED SER	28,641.00	-8,908.25	19,732.75
600 SUPPLIES MATERIALS	26,000.00	13,948.00	39,948.00
700 CAPITAL OUTLAY	0.00	20,052.00	20,052.00
800 OTHER OBJECTS	2,000.00	0.00	2,000.00
	808,226.00	23,076.75	831,302.75
2000 SUPPORT SERVICES			
700 CAPITAL OUTLAY	0.00	0.00	0.00
	0.00	0.00	0.00
2110 ATTENDANCE AND SOCIAL WORK SER			
100 SALARIES	0.00	0.00	0.00
	0.00	0.00	0.00
2112 ATTENDANCE SERVICES			
100 SALARIES	89,586.96	0.00	89,586.96
200 EMPLOYEE BENEFITS	29,207.59	0.00	29,207.59
400 PURCHASED PROPERTY SER	0.00	359.00	359.00

500	OTHER PURCHASED SER	963.29	-21.70	941.59
600	SUPPLIES MATERIALS	3,059.78	0.00	3,059.78
700	CAPITAL OUTLAY	2,090.18	-359.00	1,731.18
		124,907.80	-21.70	124,886.10
2114	STUDENT PLACEMENT SERVICES			
100	SALARIES	130,968.00	0.00	130,968.00
200	EMPLOYEE BENEFITS	37,413.08	0.00	37,413.08
300	PURCHASED PROF. & TECH SER	0.00	0.00	0.00
400	PURCHASED PROPERTY SER	0.00	0.00	0.00
500	OTHER PURCHASED SER	13,469.35	-773.36	12,695.99
600	SUPPLIES MATERIALS	4,850.55	0.00	4,850.55
700	CAPITAL OUTLAY	0.00	0.00	0.00
800	OTHER OBJECTS	30.62	0.00	30.62
		186,731.60	-773.36	185,958.24
2122	COUNSELING SERVICES			
		0.00	0.00	0.00
100	SALARIES	3,478,773.89	0.00	3,478,773.89
200	EMPLOYEE BENEFITS	945,082.60	0.00	945,082.60
300	PURCHASED PROF. & TECH SER	0.00	0.00	0.00
500	OTHER PURCHASED SER	0.00	100.00	100.00
600	SUPPLIES MATERIALS	3,687.75	-40.00	3,647.75
700	CAPITAL OUTLAY	0.00	0.00	0.00
800	OTHER OBJECTS	4,000.00	0.00	4,000.00
		4,431,544.24	60.00	4,431,604.24
2123	APPRAISAL SERVICES			
100	SALARIES	466,947.00	0.00	466,947.00
200	EMPLOYEE BENEFITS	125,933.58	0.00	125,933.58
300	PURCHASED PROF. & TECH SER	23,665.84	-7,564.90	16,100.94
400	PURCHASED PROPERTY SER	479.20	-9.20	470.00
500	OTHER PURCHASED SER	66,623.45	-20,531.54	46,091.91
600	SUPPLIES MATERIALS	10,786.01	41,093.00	51,879.01
700	CAPITAL OUTLAY	2,355.90	1,462.00	3,817.90
800	OTHER OBJECTS	150.42	0.00	150.42
		696,941.40	14,449.36	711,390.76
2134	NURSING SERVICES			
100	SALARIES	0.00	328,850.00	328,850.00
200	EMPLOYEE BENEFITS	0.00	94,685.30	94,685.30
500	OTHER PURCHASED SER	0.00	5,000.00	5,000.00
600	SUPPLIES MATERIALS	0.00	28,464.70	28,464.70
		0.00	457,000.00	457,000.00
2142	PSYCHOLOGICAL TESTING SERVICES			
100	SALARIES	109,588.00	0.00	109,588.00
200	EMPLOYEE BENEFITS	24,747.80	0.00	24,747.80
		134,335.80	0.00	134,335.80

2152 SPEECH PATHOLOGY SERVICES

100	SALARIES	0.00	0.00	0.00
200	EMPLOYEE BENEFITS	0.00	0.00	0.00
		0.00	0.00	0.00

2210 IMPROVEMENT OF INSTRUCTION SER

100	SALARIES	0.00	0.00	0.00
200	EMPLOYEE BENEFITS	0.00	0.00	0.00
300	PURCHASED PROF. & TECH SER	2,625.00	-2,625.00	0.00
500	OTHER PURCHASED SER	300.00	-47.81	252.19
600	SUPPLIES MATERIALS	2,325.00	0.00	2,325.00
		5,250.00	-2,672.81	2,577.19

2212 CURRICULUM & INSTRUCTION

100	SALARIES	897,270.94	0.00	897,270.94
200	EMPLOYEE BENEFITS	164,988.09	0.00	164,988.09
300	PURCHASED PROF. & TECH SER	26,745.38	-8,000.00	18,745.38
400	PURCHASED PROPERTY SER	1,067.30	-251.30	816.00
500	OTHER PURCHASED SER	26,913.71	7,681.65	34,595.36
600	SUPPLIES MATERIALS	20,414.98	0.00	20,414.98
700	CAPITAL OUTLAY	3,265.00	0.00	3,265.00
800	OTHER OBJECTS	5,685.00	5,000.00	10,685.00
		1,146,350.40	4,430.35	1,150,780.75

2213 PROFESSIONAL DEVELOPMENT

100	SALARIES	481,085.20	0.00	481,085.20
200	EMPLOYEE BENEFITS	54,600.85	0.00	54,600.85
300	PURCHASED PROF. & TECH SER	30,694.50	-7,334.50	23,360.00
400	PURCHASED PROPERTY SER	17,132.48	-7,082.73	10,049.75
500	OTHER PURCHASED SER	14,552.27	-7,215.46	7,336.81
600	SUPPLIES MATERIALS	55,291.45	-8,181.00	47,110.45
700	CAPITAL OUTLAY	15,658.46	0.00	15,658.46
800	OTHER OBJECTS	1,922.28	0.00	1,922.28
		670,937.49	-29,813.69	641,123.80

2214 INSTRUCTIONAL SUPPORT SERVICES

100	SALARIES	0.00	0.00	0.00
200	EMPLOYEE BENEFITS	0.00	0.00	0.00
500	OTHER PURCHASED SER	0.00	0.00	0.00
600	SUPPLIES MATERIALS	0.00	0.00	0.00
		0.00	0.00	0.00

2219 TEACHER RESOURCES-CENTRAL ADMIN

100	SALARIES	23,370.00	0.00	23,370.00
200	EMPLOYEE BENEFITS	5,539.67	0.00	5,539.67
400	PURCHASED PROPERTY SER	279.00	0.00	279.00
500	OTHER PURCHASED SER	365.97	-21.21	344.76
600	SUPPLIES MATERIALS	6,280.63	0.00	6,280.63
700	CAPITAL OUTLAY	2,284.10	0.00	2,284.10

	38,119.37	-21.21	38,098.16
2222 SCHOOL LIBRARY SERVICES			
100 SALARIES	2,939,561.37	0.00	2,939,561.37
200 EMPLOYEE BENEFITS	868,921.55	0.00	868,921.55
300 PURCHASED PROF. & TECH SER	3,442.00	-3,341.55	100.45
400 PURCHASED PROPERTY SER	14,491.00	6,159.00	20,650.00
500 OTHER PURCHASED SER	0.00	0.00	0.00
600 SUPPLIES MATERIALS	398,440.80	-201,013.45	197,427.35
700 CAPITAL OUTLAY	17,774.15	913.00	18,687.15
800 OTHER OBJECTS	81.00	0.00	81.00
	4,242,711.87	-197,283.00	4,045,428.87
2224 EDUCATIONAL TELEVISION SERVICE			
100 SALARIES	150,700.50	0.00	150,700.50
200 EMPLOYEE BENEFITS	39,719.44	0.00	39,719.44
300 PURCHASED PROF. & TECH SER	4,167.50	550.00	4,717.50
400 PURCHASED PROPERTY SER	7,488.33	3,790.00	11,278.33
500 OTHER PURCHASED SER	128.37	-106.08	22.29
600 SUPPLIES MATERIALS	17,459.00	0.00	17,459.00
700 CAPITAL OUTLAY	24,631.96	0.00	24,631.96
800 OTHER OBJECTS	8.19	0.00	8.19
	244,303.29	4,233.92	248,537.21
2225 COMPUTER-ASSISTED INSTRUCTION			
100 SALARIES	246,118.39	-4,000.00	242,118.39
200 EMPLOYEE BENEFITS	72,616.60	0.00	72,616.60
300 PURCHASED PROF. & TECH SER	107,877.90	12,835.00	120,712.90
400 PURCHASED PROPERTY SER	54,188.30	3,321.30	57,509.60
500 OTHER PURCHASED SER	2,851.17	9,025.22	11,876.39
600 SUPPLIES MATERIALS	29,800.25	-19,447.91	10,352.34
700 CAPITAL OUTLAY	6,992.31	291.61	7,283.92
800 OTHER OBJECTS	1,647.44	0.00	1,647.44
	522,092.36	2,025.22	524,117.58
2244			
700 CAPITAL OUTLAY	0.00	0.00	0.00
	0.00	0.00	0.00
2311 OFFICE OF BOARD OF EDUCATION			
100 SALARIES	51,540.00	0.00	51,540.00
200 EMPLOYEE BENEFITS	10,877.31	0.00	10,877.31
300 PURCHASED PROF. & TECH SER	420,623.08	-2,279.62	418,343.46
400 PURCHASED PROPERTY SER	1,500.00	1,400.00	2,900.00
500 OTHER PURCHASED SER	16,297.07	3,469.10	19,766.17
600 SUPPLIES MATERIALS	14,318.74	-460.00	13,858.74
700 CAPITAL OUTLAY	1,109.21	0.00	1,109.21
800 OTHER OBJECTS	83,662.81	9,617.14	93,279.95
	599,928.22	11,746.62	611,674.84

2321 OFFICE OF THE SUPERINTENDENT S

100 SALARIES	269,906.20	0.00	269,906.20
200 EMPLOYEE BENEFITS	60,753.16	0.00	60,753.16
300 PURCHASED PROF. & TECH SER	35,588.58	-12,822.00	22,766.58
400 PURCHASED PROPERTY SER	331.30	-181.30	150.00
500 OTHER PURCHASED SER	9,148.51	5,147.61	14,296.12
600 SUPPLIES MATERIALS	215,454.75	-25,800.00	189,654.75
700 CAPITAL OUTLAY	141.46	0.00	141.46
800 OTHER OBJECTS	35,851.82	0.00	35,851.82
	627,175.78	-33,655.69	593,520.09

2322 DEPUTY SUPT. OF SCHOOLS

100 SALARIES	163,448.92	0.00	163,448.92
200 EMPLOYEE BENEFITS	34,797.49	0.00	34,797.49
300 PURCHASED PROF. & TECH SER	323.40	-323.40	0.00
400 PURCHASED PROPERTY SER	861.65	-202.65	659.00
500 OTHER PURCHASED SER	394.88	838.16	1,233.04
600 SUPPLIES MATERIALS	4,024.13	-550.00	3,474.13
700 CAPITAL OUTLAY	3,873.14	0.00	3,873.14
800 OTHER OBJECTS	342.38	0.00	342.38
	208,065.99	-237.89	207,828.10

2323 DEPUTY SUPT.-CURRIC & INSTR.

100 SALARIES	147,799.00	0.00	147,799.00
200 EMPLOYEE BENEFITS	26,268.52	0.00	26,268.52
400 PURCHASED PROPERTY SER	551.74	-380.53	171.21
500 OTHER PURCHASED SER	150.71	747.07	897.78
600 SUPPLIES MATERIALS	5,820.81	23,411.70	29,232.51
700 CAPITAL OUTLAY	2,445.40	0.00	2,445.40
800 OTHER OBJECTS	117.84	0.00	117.84
	183,154.02	23,778.24	206,932.26

2324 STAFF ATTORNEY

100 SALARIES	163,587.00	0.00	163,587.00
200 EMPLOYEE BENEFITS	44,996.90	0.00	44,996.90
300 PURCHASED PROF. & TECH SER	0.00	0.00	0.00
400 PURCHASED PROPERTY SER	0.00	0.00	0.00
500 OTHER PURCHASED SER	562.85	2,404.10	2,966.95
600 SUPPLIES MATERIALS	11,277.95	-2,000.00	9,277.95
700 CAPITAL OUTLAY	1,343.49	-158.10	1,185.39
800 OTHER OBJECTS	2,310.88	0.00	2,310.88
	224,079.07	246.00	224,325.07

2330 SPECIAL AREA ADMINISTRATION SE

100 SALARIES	0.00	0.00	0.00
600 SUPPLIES MATERIALS	0.00	0.00	0.00
700 CAPITAL OUTLAY	0.00	0.00	0.00
	0.00	0.00	0.00

2333 ASSOC SUPT.			
100 SALARIES	3,097.08	0.00	3,097.08
200 EMPLOYEE BENEFITS	765.57	0.00	765.57
300 PURCHASED PROF. & TECH SER	10,987.50	-2,654.91	8,332.59
500 OTHER PURCHASED SER	534.99	3,249.56	3,784.55
600 SUPPLIES MATERIALS	3,025.02	-1,200.00	1,825.02
700 CAPITAL OUTLAY	2,410.72	-1,039.13	1,371.59
800 OTHER OBJECTS	350.00	0.00	350.00
	21,170.88	-1,644.48	19,526.40
2335 ASST. SUPT. ELEM. SCHOOLS DIV			
600 SUPPLIES MATERIALS	0.00	0.00	0.00
	0.00	0.00	0.00
2336 EXCEPTIONAL EDUCATION			
100 SALARIES	359,929.52	0.00	359,929.52
200 EMPLOYEE BENEFITS	91,731.70	0.00	91,731.70
300 PURCHASED PROF. & TECH SER	0.00	0.00	0.00
500 OTHER PURCHASED SER	1,479.70	-553.27	926.43
600 SUPPLIES MATERIALS	738.52	0.00	738.52
700 CAPITAL OUTLAY	1,055.78	0.00	1,055.78
800 OTHER OBJECTS	0.00	0.00	0.00
	454,935.22	-553.27	454,381.95
2337 ASST. SUPT. OPERATIONS			
100 SALARIES	0.00	0.00	0.00
200 EMPLOYEE BENEFITS	0.00	0.00	0.00
	0.00	0.00	0.00
2338 ASST. SUPT. ELEM. SCHOOLS DIVI			
100 SALARIES	266,880.00	0.00	266,880.00
200 EMPLOYEE BENEFITS	91,808.14	0.00	91,808.14
400 PURCHASED PROPERTY SER	336.00	-336.00	0.00
500 OTHER PURCHASED SER	368.90	70.13	439.03
600 SUPPLIES MATERIALS	4,889.74	-70.13	4,819.61
700 CAPITAL OUTLAY	0.00	0.00	0.00
800 OTHER OBJECTS	537.00	0.00	537.00
	364,819.78	-336.00	364,483.78
2339 ASST. SUPT. ELEM. SCHOOLS DIVI			
100 SALARIES	0.00	0.00	0.00
200 EMPLOYEE BENEFITS	3,660.00	0.00	3,660.00
500 OTHER PURCHASED SER	0.00	0.00	0.00
	3,660.00	0.00	3,660.00
2340 ASST. SUPT. MIDDLE SCHOOLS			
100 SALARIES	133,857.00	0.00	133,857.00
200 EMPLOYEE BENEFITS	33,781.10	0.00	33,781.10
500 OTHER PURCHASED SER	744.17	-173.16	571.01
600 SUPPLIES MATERIALS	2,234.49	0.00	2,234.49

700	CAPITAL OUTLAY	2,703.95	0.00	2,703.95
800	OTHER OBJECTS	311.36	0.00	311.36
		173,632.07	-173.16	173,458.91
2341	ASST. SUPT. HIGH SCHOOLS			
100	SALARIES	118,541.39	0.00	118,541.39
200	EMPLOYEE BENEFITS	37,348.73	0.00	37,348.73
300	PURCHASED PROF. & TECH SER	18,642.61	0.00	18,642.61
400	PURCHASED PROPERTY SER	700.00	-700.00	0.00
500	OTHER PURCHASED SER	874.48	-557.14	317.34
600	SUPPLIES MATERIALS	2,511.35	0.00	2,511.35
700	CAPITAL OUTLAY	997.30	0.00	997.30
800	OTHER OBJECTS	717.21	0.00	717.21
		180,333.07	-1,257.14	179,075.93
2421	OFFICE OF PRIN ELEMENTARY			
		0.00	0.00	0.00
100	SALARIES	6,165,540.81	0.00	6,165,540.81
200	EMPLOYEE BENEFITS	1,889,881.02	0.00	1,889,881.02
300	PURCHASED PROF. & TECH SER	0.00	169.00	169.00
400	PURCHASED PROPERTY SER	744.00	30.26	774.26
500	OTHER PURCHASED SER	23,524.00	2,529.21	26,053.21
600	SUPPLIES MATERIALS	46,319.58	-224.98	46,094.60
700	CAPITAL OUTLAY	13,513.00	-1,431.28	12,081.72
800	OTHER OBJECTS	9,758.08	-365.25	9,392.83
		8,149,280.49	706.96	8,149,987.45
2424				
500	OTHER PURCHASED SER	0.00	0.00	0.00
		0.00	0.00	0.00
2431	OFFICE OF PRIN MIDDLE SCHOOL			
100	SALARIES	3,093,523.27	0.00	3,093,523.27
200	EMPLOYEE BENEFITS	774,721.07	0.00	774,721.07
300	PURCHASED PROF. & TECH SER	0.00	0.00	0.00
400	PURCHASED PROPERTY SER	104.08	0.00	104.08
500	OTHER PURCHASED SER	25,088.00	-9,480.84	15,607.16
600	SUPPLIES MATERIALS	11,620.00	2,463.00	14,083.00
700	CAPITAL OUTLAY	8,064.00	1,096.00	9,160.00
800	OTHER OBJECTS	6,416.00	-1,134.00	5,282.00
		3,919,536.42	-7,055.84	3,912,480.58
2441	OFFICE OF PRIN SENIOR HIGH			
100	SALARIES	2,561,143.61	0.00	2,561,143.61
200	EMPLOYEE BENEFITS	701,714.74	0.00	701,714.74
300	PURCHASED PROF. & TECH SER	0.00	0.00	0.00
400	PURCHASED PROPERTY SER	40.00	461.00	501.00
500	OTHER PURCHASED SER	27,264.00	-3,608.36	23,655.64
600	SUPPLIES MATERIALS	12,288.00	-1,145.00	11,143.00

700	CAPITAL OUTLAY	4,190.00	831.00	5,021.00
800	OTHER OBJECTS	3,810.00	268.00	4,078.00
		3,310,450.35	-3,193.36	3,307,256.99
2442	PRIN OFFICE SECONDARY VOCATION			
400	PURCHASED PROPERTY SER	0.00	0.00	0.00
		0.00	0.00	0.00
2443	APAC PRINCIPALS OFFICE			
100	SALARIES	178,067.24	0.00	178,067.24
200	EMPLOYEE BENEFITS	34,092.50	0.00	34,092.50
500	OTHER PURCHASED SER	735.62	-89.10	646.52
600	SUPPLIES MATERIALS	243.00	0.00	243.00
700	CAPITAL OUTLAY	280.00	0.00	280.00
800	OTHER OBJECTS	79.00	0.00	79.00
		213,497.36	-89.10	213,408.26
2490	OFFICE OF DIRECTOR- DULING			
100	SALARIES	208,791.16	0.00	208,791.16
200	EMPLOYEE BENEFITS	53,254.61	0.00	53,254.61
		262,045.77	0.00	262,045.77
2491	APAC ACADEMIC PROG SECONDARY			
100	SALARIES	94,003.00	0.00	94,003.00
200	EMPLOYEE BENEFITS	16,877.57	0.00	16,877.57
300	PURCHASED PROF. & TECH SER	0.00	0.00	0.00
400	PURCHASED PROPERTY SER	0.00	0.00	0.00
500	OTHER PURCHASED SER	2,097.30	-382.85	1,714.45
600	SUPPLIES MATERIALS	3,100.44	0.00	3,100.44
700	CAPITAL OUTLAY	25.20	0.00	25.20
800	OTHER OBJECTS	325.00	0.00	325.00
		116,428.51	-382.85	116,045.66
2498	MONTESSORI ADMINISTRATION			
100	SALARIES	5,250.00	0.00	5,250.00
200	EMPLOYEE BENEFITS	0.00	0.00	0.00
300	PURCHASED PROF. & TECH SER	45,000.00	-2,435.00	42,565.00
500	OTHER PURCHASED SER	8,924.72	19.24	8,943.96
600	SUPPLIES MATERIALS	0.00	0.00	0.00
700	CAPITAL OUTLAY	0.00	0.00	0.00
800	OTHER OBJECTS	0.00	2,435.00	2,435.00
		59,174.72	19.24	59,193.96
2500	SUPPORT SERVICES - BUSINESS			
500	OTHER PURCHASED SER	0.00	360.00	360.00
		0.00	360.00	360.00
2511	FINANCIAL SERVICES			
100	SALARIES	701,859.36	0.00	701,859.36
200	EMPLOYEE BENEFITS	205,404.70	0.00	205,404.70
300	PURCHASED PROF. & TECH SER	210,000.00	-177,200.00	32,800.00

400	PURCHASED PROPERTY SER	4,000.00	-2,174.02	1,825.98
500	OTHER PURCHASED SER	25,100.00	-8,506.75	16,593.25
600	SUPPLIES MATERIALS	37,200.00	0.00	37,200.00
700	CAPITAL OUTLAY	107,700.00	0.00	107,700.00
800	OTHER OBJECTS	600.00	0.00	600.00
		1,291,864.06	-187,880.77	1,103,983.29
2512	BUDGETING SERVICES			
100	SALARIES	75,082.00	0.00	75,082.00
200	EMPLOYEE BENEFITS	21,772.16	0.00	21,772.16
400	PURCHASED PROPERTY SER	150.00	-150.00	0.00
500	OTHER PURCHASED SER	15.00	-15.00	0.00
600	SUPPLIES MATERIALS	2,000.00	0.00	2,000.00
800	OTHER OBJECTS	0.00	0.00	0.00
		99,019.16	-165.00	98,854.16
2515	FINANCIAL ACCOUNTING SERVICES			
100	SALARIES	30,440.00	78,741.00	109,181.00
200	EMPLOYEE BENEFITS	0.00	30,722.68	30,722.68
300	PURCHASED PROF. & TECH SER	0.00	0.00	0.00
400	PURCHASED PROPERTY SER	100.00	953.00	1,053.00
500	OTHER PURCHASED SER	775.00	1,135.24	1,910.24
600	SUPPLIES MATERIALS	4,659.20	75.00	4,734.20
700	CAPITAL OUTLAY	4,694.31	0.00	4,694.31
800	OTHER OBJECTS	8,413.25	29,149.24	37,562.49
		49,081.76	140,776.16	189,857.92
2516	DEPUTY SUPT.- OPERATIONS			
100	SALARIES	140,904.00	0.00	140,904.00
200	EMPLOYEE BENEFITS	35,930.19	0.00	35,930.19
300	PURCHASED PROF. & TECH SER	37,417.10	-34,000.00	3,417.10
400	PURCHASED PROPERTY SER	62,729.70	0.00	62,729.70
500	OTHER PURCHASED SER	777.24	1,722.75	2,499.99
600	SUPPLIES MATERIALS	4,156.25	750.00	4,906.25
700	CAPITAL OUTLAY	3,570.58	0.00	3,570.58
800	OTHER OBJECTS	741.83	19,209.04	19,950.87
		286,226.89	-12,318.21	273,908.68
2517	PROPERTY ACCOUNTING SERVICES			
100	SALARIES	201,932.80	0.00	201,932.80
200	EMPLOYEE BENEFITS	56,485.24	0.00	56,485.24
400	PURCHASED PROPERTY SER	0.00	0.00	0.00
500	OTHER PURCHASED SER	0.00	0.00	0.00
600	SUPPLIES MATERIALS	888.73	0.00	888.73
700	CAPITAL OUTLAY	0.00	0.00	0.00
800	OTHER OBJECTS	150.00	0.00	150.00
		259,456.77	0.00	259,456.77
2518	BUDGET OFFICE			

100	SALARIES	72,520.00	0.00	72,520.00
200	EMPLOYEE BENEFITS	22,096.10	0.00	22,096.10
500	OTHER PURCHASED SER	1.83	2,500.00	2,501.83
600	SUPPLIES MATERIALS	1,698.50	0.00	1,698.50
700	CAPITAL OUTLAY	0.00	0.00	0.00
800	OTHER OBJECTS	405.00	0.00	405.00
		96,721.43	2,500.00	99,221.43
2521	DIR OF INTERNAL SERVICES			
600	SUPPLIES MATERIALS	0.00	0.00	0.00
		0.00	0.00	0.00
2522	PROCUREMENT			
100	SALARIES	146,749.00	0.00	146,749.00
200	EMPLOYEE BENEFITS	39,036.01	0.00	39,036.01
300	PURCHASED PROF. & TECH SER	159.60	-159.60	0.00
400	PURCHASED PROPERTY SER	15,130.01	-1,227.69	13,902.32
500	OTHER PURCHASED SER	13,682.48	-5,577.88	8,104.60
600	SUPPLIES MATERIALS	3,414.43	0.00	3,414.43
700	CAPITAL OUTLAY	3,645.29	0.00	3,645.29
800	OTHER OBJECTS	67.09	0.00	67.09
		221,883.91	-6,965.17	214,918.74
2530	WAREHOUSING & DISTRIBUTING SER			
100	SALARIES	0.00	0.00	0.00
400	PURCHASED PROPERTY SER	0.00	0.00	0.00
500	OTHER PURCHASED SER	0.00	0.00	0.00
600	SUPPLIES MATERIALS	0.00	0.00	0.00
700	CAPITAL OUTLAY	0.00	0.00	0.00
		0.00	0.00	0.00
2531	CENTRAL WAREHOUSE			
100	SALARIES	191,206.00	0.00	191,206.00
200	EMPLOYEE BENEFITS	70,092.28	0.00	70,092.28
300	PURCHASED PROF. & TECH SER	2.62	-2.62	0.00
400	PURCHASED PROPERTY SER	3,491.25	-3,491.25	0.00
500	OTHER PURCHASED SER	2,763.64	-998.02	1,765.62
600	SUPPLIES MATERIALS	5,162.83	250,000.00	255,162.83
700	CAPITAL OUTLAY	5,467.60	0.00	5,467.60
800	OTHER OBJECTS	150.00	0.00	150.00
		278,336.22	245,508.11	523,844.33
2532	MAINTENANCE WAREHOUSE			
100	SALARIES	154,692.08	0.00	154,692.08
200	EMPLOYEE BENEFITS	47,086.54	0.00	47,086.54
400	PURCHASED PROPERTY SER	284.15	-284.15	0.00
500	OTHER PURCHASED SER	318.15	-318.15	0.00
600	SUPPLIES MATERIALS	1,162.51	50,000.00	51,162.51
700	CAPITAL OUTLAY	1,400.00	0.00	1,400.00

800	OTHER OBJECTS	60.02	0.00	60.02
		205,003.45	49,397.70	254,401.15
2533	TRANSPORTATION WAREHOUSE			
100	SALARIES	0.00	0.00	0.00
200	EMPLOYEE BENEFITS	0.00	0.00	0.00
400	PURCHASED PROPERTY SER	0.00	0.00	0.00
500	OTHER PURCHASED SER	0.00	0.00	0.00
600	SUPPLIES MATERIALS	0.00	0.00	0.00
700	CAPITAL OUTLAY	0.00	0.00	0.00
		0.00	0.00	0.00
2535	WAREHOUSE INVENTORY ADJUSTMENT			
600	SUPPLIES MATERIALS	0.00	0.00	0.00
		0.00	0.00	0.00
2540	PRINTING PUBLISHING & DUP SERV			
100	SALARIES	322,408.00	0.00	322,408.00
200	EMPLOYEE BENEFITS	99,091.74	0.00	99,091.74
300	PURCHASED PROF. & TECH SER	2,166.15	-1,341.90	824.25
400	PURCHASED PROPERTY SER	84,608.32	0.00	84,608.32
500	OTHER PURCHASED SER	-218,599.95	257,935.36	39,335.41
600	SUPPLIES MATERIALS	154,542.74	-10,000.00	144,542.74
700	CAPITAL OUTLAY	260,532.30	0.00	260,532.30
800	OTHER OBJECTS	1,180.00	0.00	1,180.00
		705,929.30	246,593.46	952,522.76
2600	OP/MAINT OF PLANT SERVICES			
300	PURCHASED PROF. & TECH SER	0.00	0.00	0.00
400	PURCHASED PROPERTY SER	0.00	0.00	0.00
500	OTHER PURCHASED SER	0.00	0.00	0.00
		0.00	0.00	0.00
2610	EXEC. DIR.- FACILITIES MANAGEMENT			
100	SALARIES	212,098.92	0.00	212,098.92
200	EMPLOYEE BENEFITS	57,479.30	0.00	57,479.30
300	PURCHASED PROF. & TECH SER	380,000.00	0.00	380,000.00
400	PURCHASED PROPERTY SER	704.10	189.90	894.00
500	OTHER PURCHASED SER	3,290.40	915.40	4,205.80
600	SUPPLIES MATERIALS	2,046.06	0.00	2,046.06
700	CAPITAL OUTLAY	0.56	999.00	999.56
800	OTHER OBJECTS	1,162.00	0.00	1,162.00
		656,781.34	2,104.30	658,885.64
2611	DIRECTORS- FACILITIES MANAGEMENT			
100	SALARIES	234,912.00	0.00	234,912.00
200	EMPLOYEE BENEFITS	67,012.17	0.00	67,012.17
300	PURCHASED PROF. & TECH SER	0.00	0.00	0.00
400	PURCHASED PROPERTY SER	0.00	0.00	0.00
500	OTHER PURCHASED SER	8,544.63	-23.46	8,521.17

600	SUPPLIES MATERIALS	25,901.40	0.00	25,901.40
700	CAPITAL OUTLAY	1,068.58	0.00	1,068.58
800	OTHER OBJECTS	0.00	0.00	0.00
		337,438.78	-23.46	337,415.32
2612	TELECOMMUNICATIONS			
		0.00	0.00	0.00
100	SALARIES	32,136.00	0.00	32,136.00
200	EMPLOYEE BENEFITS	6,099.41	0.00	6,099.41
300	PURCHASED PROF. & TECH SER	1,300.00	-100.00	1,200.00
400	PURCHASED PROPERTY SER	16,193.00	0.00	16,193.00
500	OTHER PURCHASED SER	0.00	0.00	0.00
600	SUPPLIES MATERIALS	34,647.63	0.00	34,647.63
700	CAPITAL OUTLAY	0.00	0.00	0.00
800	OTHER OBJECTS	0.00	0.00	0.00
		90,376.04	-100.00	90,276.04
2620	SUPERVISORS- FACILITIES MANAGEMENT			
100	SALARIES	805,704.80	0.00	805,704.80
200	EMPLOYEE BENEFITS	352,063.21	0.00	352,063.21
300	PURCHASED PROF. & TECH SER	0.00	0.00	0.00
400	PURCHASED PROPERTY SER	12,911.44	0.00	12,911.44
500	OTHER PURCHASED SER	0.00	0.00	0.00
600	SUPPLIES MATERIALS	305,057.30	0.00	305,057.30
700	CAPITAL OUTLAY	483.00	0.00	483.00
800	OTHER OBJECTS	0.00	0.00	0.00
		1,476,219.75	0.00	1,476,219.75
2621	CARE & UPKEEP/BLDG SERV - OPER			
100	SALARIES	4,375,436.72	0.00	4,375,436.72
200	EMPLOYEE BENEFITS	1,780,426.62	0.00	1,780,426.62
300	PURCHASED PROF. & TECH SER	0.00	0.00	0.00
400	PURCHASED PROPERTY SER	1,714.21	-3.71	1,710.50
500	OTHER PURCHASED SER	0.00	0.00	0.00
600	SUPPLIES MATERIALS	266,071.38	0.00	266,071.38
700	CAPITAL OUTLAY	26,759.53	0.00	26,759.53
800	OTHER OBJECTS	0.00	0.00	0.00
		6,450,408.46	-3.71	6,450,404.75
2622	TECHNICAL SERVICES/OPER MAINT			
100	SALARIES	1,461,902.66	0.00	1,461,902.66
200	EMPLOYEE BENEFITS	461,874.76	0.00	461,874.76
300	PURCHASED PROF. & TECH SER	4,202.00	0.00	4,202.00
400	PURCHASED PROPERTY SER	8,375,197.14	-317,139.70	8,058,057.44
500	OTHER PURCHASED SER	-74.91	144.16	69.25
600	SUPPLIES MATERIALS	489,430.18	-6,132.00	483,298.18
700	CAPITAL OUTLAY	11,446.22	4,637.00	16,083.22
800	OTHER OBJECTS	9,804.10	0.00	9,804.10

		10,813,782.15	-318,490.54	10,495,291.61
2623	PROPERTY INSURANCE			
500	OTHER PURCHASED SER	1,424,932.17	-118,110.00	1,306,822.17
800	OTHER OBJECTS	0.00	0.00	0.00
		1,424,932.17	-118,110.00	1,306,822.17
2624	FIXED ASSETS			
100	SALARIES	154,924.20	0.00	154,924.20
200	EMPLOYEE BENEFITS	60,155.26	0.00	60,155.26
300	PURCHASED PROF. & TECH SER	2,800.00	0.00	2,800.00
400	PURCHASED PROPERTY SER	189.79	-189.79	0.00
500	OTHER PURCHASED SER	439.58	-3.32	436.26
600	SUPPLIES MATERIALS	11,399.04	0.00	11,399.04
700	CAPITAL OUTLAY	5,935.12	0.00	5,935.12
800	OTHER OBJECTS	94.50	0.00	94.50
		235,937.49	-193.11	235,744.38
2625				
100	SALARIES	41,766.96	0.00	41,766.96
200	EMPLOYEE BENEFITS	13,289.22	0.00	13,289.22
400	PURCHASED PROPERTY SER	0.00	75.00	75.00
500	OTHER PURCHASED SER	185.00	1,301.60	1,486.60
600	SUPPLIES MATERIALS	7,499.23	-150.00	7,349.23
700	CAPITAL OUTLAY	937.00	0.00	937.00
800	OTHER OBJECTS	310.00	0.00	310.00
		63,987.41	1,226.60	65,214.01
2626				
600	SUPPLIES MATERIALS	0.00	0.00	0.00
		0.00	0.00	0.00
2630	CARE & UPKEEP GROUND SERVICES			
100	SALARIES	286,456.80	0.00	286,456.80
200	EMPLOYEE BENEFITS	156,834.76	0.00	156,834.76
300	PURCHASED PROF. & TECH SER	353,592.20	0.00	353,592.20
400	PURCHASED PROPERTY SER	38,490.62	0.00	38,490.62
500	OTHER PURCHASED SER	0.00	0.00	0.00
600	SUPPLIES MATERIALS	64,832.11	0.00	64,832.11
700	CAPITAL OUTLAY	2,200.00	0.00	2,200.00
800	OTHER OBJECTS	0.00	0.00	0.00
		902,406.49	0.00	902,406.49
2633				
700	CAPITAL OUTLAY	0.00	0.00	0.00
		0.00	0.00	0.00
2641				
600	SUPPLIES MATERIALS	0.00	0.00	0.00
		0.00	0.00	0.00
2642	ELECTRONIC & AUDIOT VISUAL ENG			

100	SALARIES	315,789.18	0.00	315,789.18
200	EMPLOYEE BENEFITS	105,792.92	0.00	105,792.92
300	PURCHASED PROF. & TECH SER	4,650.70	0.00	4,650.70
400	PURCHASED PROPERTY SER	18,334.78	0.00	18,334.78
500	OTHER PURCHASED SER	0.00	15.00	15.00
600	SUPPLIES MATERIALS	41,488.80	-15.00	41,473.80
700	CAPITAL OUTLAY	2,836.76	0.00	2,836.76
		488,893.14	0.00	488,893.14
2644	CARE & UPKEEP EQUIP. SERVICES			
300	PURCHASED PROF. & TECH SER	97,346.50	-6,192.10	91,154.40
400	PURCHASED PROPERTY SER	304,612.22	-19,508.18	285,104.04
600	SUPPLIES MATERIALS	420.00	0.00	420.00
700	CAPITAL OUTLAY	0.00	0.00	0.00
		402,378.72	-25,700.28	376,678.44
2650	VEHICLE OPERATION & MAINT SERV			
400	PURCHASED PROPERTY SER	16,330.78	-3,038.19	13,292.59
500	OTHER PURCHASED SER	0.00	0.00	0.00
600	SUPPLIES MATERIALS	61,457.27	0.00	61,457.27
700	CAPITAL OUTLAY	0.00	0.00	0.00
		77,788.05	-3,038.19	74,749.86
2660	SECURITY SERVICES			
100	SALARIES	2,586,691.83	0.00	2,586,691.83
200	EMPLOYEE BENEFITS	963,902.95	0.00	963,902.95
300	PURCHASED PROF. & TECH SER	268,258.16	-100,130.52	168,127.64
400	PURCHASED PROPERTY SER	290,000.00	-259,198.20	30,801.80
500	OTHER PURCHASED SER	1,413.62	699.64	2,113.26
600	SUPPLIES MATERIALS	56,425.28	0.00	56,425.28
700	CAPITAL OUTLAY	48,846.86	0.00	48,846.86
800	OTHER OBJECTS	352,969.17	-245,975.00	106,994.17
		4,568,507.87	-604,604.08	3,963,903.79
2661				
100	SALARIES	0.00	0.00	0.00
		0.00	0.00	0.00
2710	SUPER OF STUDENT TRANS SERVICE			
		0.00	0.00	0.00
100	SALARIES	558,259.60	0.00	558,259.60
200	EMPLOYEE BENEFITS	136,154.89	0.00	136,154.89
300	PURCHASED PROF. & TECH SER	2,201.80	-948.80	1,253.00
400	PURCHASED PROPERTY SER	13,663.53	-3,444.76	10,218.77
500	OTHER PURCHASED SER	4,979.05	-79.36	4,899.69
600	SUPPLIES MATERIALS	11,863.57	-160.00	11,703.57
700	CAPITAL OUTLAY	41,903.62	0.00	41,903.62
800	OTHER OBJECTS	129.25	0.00	129.25
		769,155.31	-4,632.92	764,522.39

2720 VEHICLE OPERATION SERVICES

100	SALARIES	4,287,566.71	0.00	4,287,566.71
200	EMPLOYEE BENEFITS	2,683,018.12	0.00	2,683,018.12
400	PURCHASED PROPERTY SER	1,939.70	-1,939.70	0.00
600	SUPPLIES MATERIALS	1,503,506.82	-300,000.00	1,203,506.82
700	CAPITAL OUTLAY	0.00	0.00	0.00
		8,476,031.35	-301,939.70	8,174,091.65

2722

600	SUPPLIES MATERIALS	0.00	0.00	0.00
		0.00	0.00	0.00

2740 VEHICLE SERVICING & MAINT SERV

100	SALARIES	545,457.17	0.00	545,457.17
200	EMPLOYEE BENEFITS	183,480.42	0.00	183,480.42
300	PURCHASED PROF. & TECH SER	914.20	-914.20	0.00
400	PURCHASED PROPERTY SER	49,484.63	-1,209.63	48,275.00
500	OTHER PURCHASED SER	6,713.49	-2,219.59	4,493.90
600	SUPPLIES MATERIALS	603,796.07	-11,162.00	592,634.07
700	CAPITAL OUTLAY	11,418.93	11,162.00	22,580.93
800	OTHER OBJECTS	693.00	0.00	693.00
		1,401,957.91	-4,343.42	1,397,614.49

2799 TOTAL TRANS SERVICE

600	SUPPLIES MATERIALS	-297.76	0.00	-297.76
		-297.76	0.00	-297.76

2814 PUBLIC INFORMATION

100	SALARIES	225,322.00	0.00	225,322.00
200	EMPLOYEE BENEFITS	78,940.81	0.00	78,940.81
300	PURCHASED PROF. & TECH SER	13,611.77	-826.35	12,785.42
400	PURCHASED PROPERTY SER	309.52	0.00	309.52
500	OTHER PURCHASED SER	57,057.53	-441.07	56,616.46
600	SUPPLIES MATERIALS	12,857.67	-3,000.00	9,857.67
700	CAPITAL OUTLAY	3,342.54	0.00	3,342.54
800	OTHER OBJECTS	681.15	0.00	681.15
		392,122.99	-4,267.42	387,855.57

2815 PROGRAM EVALUATION SERVICES

100	SALARIES	179,144.66	0.00	179,144.66
200	EMPLOYEE BENEFITS	44,210.92	0.00	44,210.92
300	PURCHASED PROF. & TECH SER	279,614.48	-76,842.02	202,772.46
400	PURCHASED PROPERTY SER	2,556.22	0.00	2,556.22
500	OTHER PURCHASED SER	13,779.46	-3,429.71	10,349.75
600	SUPPLIES MATERIALS	39,288.89	0.00	39,288.89
700	CAPITAL OUTLAY	8,593.14	0.00	8,593.14
800	OTHER OBJECTS	406.05	0.00	406.05
		567,593.82	-80,271.73	487,322.09

2816 GRANT WRITING

100	SALARIES	59,476.00	0.00	59,476.00
200	EMPLOYEE BENEFITS	15,092.54	0.00	15,092.54
500	OTHER PURCHASED SER	0.00	0.00	0.00
600	SUPPLIES MATERIALS	0.00	0.00	0.00
700	CAPITAL OUTLAY	0.00	0.00	0.00
		74,568.54	0.00	74,568.54
2822	PARTNERS IN EDUCATION			
100	SALARIES	67,768.00	0.00	67,768.00
200	EMPLOYEE BENEFITS	20,314.84	0.00	20,314.84
300	PURCHASED PROF. & TECH SER	243.00	0.00	243.00
400	PURCHASED PROPERTY SER	0.00	0.00	0.00
500	OTHER PURCHASED SER	2,442.67	-694.87	1,747.80
600	SUPPLIES MATERIALS	5,944.79	0.00	5,944.79
700	CAPITAL OUTLAY	0.00	0.00	0.00
800	OTHER OBJECTS	305.25	0.00	305.25
		97,018.55	-694.87	96,323.68
2831	OFFICE OF HUMAN RESOURCES			
100	SALARIES	413,029.60	0.00	413,029.60
200	EMPLOYEE BENEFITS	148,549.18	0.00	148,549.18
300	PURCHASED PROF. & TECH SER	51,945.66	-877.66	51,068.00
400	PURCHASED PROPERTY SER	0.00	0.00	0.00
500	OTHER PURCHASED SER	14,652.74	-76.81	14,575.93
600	SUPPLIES MATERIALS	7,058.60	0.00	7,058.60
700	CAPITAL OUTLAY	5,068.58	-200.00	4,868.58
800	OTHER OBJECTS	207.58	0.00	207.58
		640,511.94	-1,154.47	639,357.47
2841	OFFICE OF INF. TECHNOLOGY			
100	SALARIES	935,686.48	1,000.00	936,686.48
200	EMPLOYEE BENEFITS	272,967.82	0.00	272,967.82
300	PURCHASED PROF. & TECH SER	1,160,942.73	-4,652.65	1,156,290.08
400	PURCHASED PROPERTY SER	1,235,588.32	-1,184,873.32	50,715.00
500	OTHER PURCHASED SER	3,300.39	2,599.80	5,900.19
600	SUPPLIES MATERIALS	96,008.34	-100.00	95,908.34
700	CAPITAL OUTLAY	339,180.39	-400.00	338,780.39
800	OTHER OBJECTS	772.02	0.00	772.02
		4,044,446.49	-1,186,426.17	2,858,020.32
2845	SAM SUPPORT SERVICES			
100	SALARIES	193,950.57	0.00	193,950.57
200	EMPLOYEE BENEFITS	58,915.65	0.00	58,915.65
300	PURCHASED PROF. & TECH SER	9,900.00	-800.00	9,100.00
400	PURCHASED PROPERTY SER	98,000.00	0.00	98,000.00
500	OTHER PURCHASED SER	48.58	768.55	817.13
600	SUPPLIES MATERIALS	6,799.74	0.00	6,799.74
700	CAPITAL OUTLAY	11,929.28	0.00	11,929.28

		379,543.82	-31.45	379,512.37
3162	LUNCHROOMS PREPARING & DISPENS			
100	SALARIES	0.00	0.00	0.00
600	SUPPLIES MATERIALS	0.00	0.00	0.00
		0.00	0.00	0.00
3900	OTHER NONINSTRUCTIONAL SERVICE			
100	SALARIES	65,026.56	0.00	65,026.56
200	EMPLOYEE BENEFITS	26,907.25	0.00	26,907.25
		91,933.81	0.00	91,933.81
5100	SITE ACQUISITION SERVICES			
700	CAPITAL OUTLAY	0.00	0.00	0.00
		0.00	0.00	0.00
5500	BUILDING ACQUISITION/CONSTRUC			
400	PURCHASED PROPERTY SER	0.00	0.00	0.00
		0.00	0.00	0.00
5600	BUILDING IMPROVEMENTS SERVICES			
		0.00	0.00	0.00
300	PURCHASED PROF. & TECH SER	9.00	30,665.23	30,674.23
400	PURCHASED PROPERTY SER	424,969.64	-132,813.23	292,156.41
600	SUPPLIES MATERIALS	0.00	540.00	540.00
700	CAPITAL OUTLAY	0.00	0.00	0.00
800	OTHER OBJECTS	0.00	250.00	250.00
		424,978.64	-101,358.00	323,620.64
5601	BUILDING IMPROVE SERV-INTERNAL			
		0.00	0.00	0.00
300	PURCHASED PROF. & TECH SER	0.00	0.00	0.00
400	PURCHASED PROPERTY SER	0.00	0.00	0.00
600	SUPPLIES MATERIALS	0.00	0.00	0.00
		0.00	0.00	0.00
6110	TRANSPORTATION LOANS REPAID			
800	OTHER OBJECTS	0.00	0.00	0.00
		0.00	0.00	0.00
6130	CAPITAL LEASE PAYMENTS			
800	OTHER OBJECTS	1,947,759.70	0.00	1,947,759.70
		1,947,759.70	0.00	1,947,759.70
6140	GEN. OBLIGATION BONDS REPAID			
800	OTHER OBJECTS	0.00	0.00	0.00
		0.00	0.00	0.00
6190	QUALIFIED ZONE ACAD DEBT REPD			
800	OTHER OBJECTS	142,000.00	0.00	142,000.00
		142,000.00	0.00	142,000.00
6191	TAX ANTICIPATION NOTE PRINCIPA			
800	OTHER OBJECTS	20,000,000.00	0.00	20,000,000.00
		20,000,000.00	0.00	20,000,000.00
6210	INTEREST ON TRANS LOANS REPAID			

800	OTHER OBJECTS	0.00	0.00	0.00
		0.00	0.00	0.00
6230	INTEREST ON CAPITAL LEASE REPD			
800	OTHER OBJECTS	0.00	0.00	0.00
		0.00	0.00	0.00
6240	INTEREST ON GEN OBL BONDS REPD			
800	OTHER OBJECTS	0.00	0.00	0.00
		0.00	0.00	0.00
6290	INTEREST ON OTHER DEBT REPAID			
800	OTHER OBJECTS	153,000.00	0.00	153,000.00
		153,000.00	0.00	153,000.00
6291	TAX ANTICIPATION NOTE INTEREST			
800	OTHER OBJECTS	0.00	0.00	0.00
		0.00	0.00	0.00
7100	OPERATING TRANSFERS-OUT			
900	OTHER USES OF FUNDS	0.00	0.00	0.00
		0.00	0.00	0.00
7120	OTHER TRANSFERS OUT			
300	PURCHASED PROF. & TECH SER	0.00	0.00	0.00
800	OTHER OBJECTS	0.00	0.00	0.00
900	OTHER USES OF FUNDS	10,347,232.42	-52,416.00	10,294,816.42
		10,347,232.42	-52,416.00	10,294,816.42
8100	PRIOR PERIOD ADJUSTMENTS			
900	OTHER USES OF FUNDS	0.00	0.00	0.00
		0.00	0.00	0.00
	Total Expenditures	220,196,790.1	-2,553,543.0	217,643,247.0
2517				
100	SALARIES	0.00	0.00	0.00
200	EMPLOYEE BENEFITS	0.00	0.00	0.00
		0.00	0.00	0.00
	Total	0.00	0.00	0.00

Explanation of Original/Amended Budget Submittal:

"The budget is amended to reflect the adjustment of projected revenues and expenditures"

I, the undersigned Assistant Secretary of the Board of Trustees of the Jackson Public School District, do hereby certify that the above and foregoing is a true and correct copy of the resolution of the Board of Trustees of said District adopted on the 24th day of September 2007.

Given under my hand this the 24th day of September 2007.

Assistant Secretary, Board of Trustees

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