CSBA

CALIFORNIA SCHOOL BOARDS ASSOCIATION AND AFFILIATED ORGANIZATIONS

CONSOLIDATED FINANCIAL STATEMENTS WITH INDEPENDENT AUDITOR'S REPORT
YEARS ENDED JUNE 30, 2007 and 2006

CALIFORNIA SCHOOL BOARDS ASSOCIATION AND AFFILIATED ORGANIZATIONS

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June 30, 2007 and 2006

Grant Bennett Associates
A PROFESSIONAL CORPORATION

To the Board of Directors
California School Boards Association
and Affiliated Organizations
Sacramento, California

INDEPENDENT AUDITOR'S REPORT

We have audited the accompanying consolidated statement of financial position of the California School Boards Association and Affiliated Organizations (Association) as of June 30, 2007 and 2006 and the related statements of activities, and cash flows for the years then ended. These consolidated financial statements are the responsibility of the Association's management. Our responsibility is to express an opinion on these consolidated financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. 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 audits provide a reasonable basis for our opinion.

As more fully described in Note 5 to the financial statements, the Association recognizes the cost of its defined benefit pension plan in accordance with accounting principles promulgated by the Government Accounting Standards Board, which is not in accordance with financial accounting principles generally accepted in the United States of America (GAAP). GAAP requires the cost of employee's pensions to be recognized over the employee's respective service periods and a liability to be recognized when the accumulated benefit obligation exceeds the fair value of plan assets. The effects of that departure on the financial statements are not reasonably determinable.

In our opinion, except for the effects of the matter discussed in the preceding paragraph, the consolidated financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of the California School Boards Association and Affiliated Organizations as of June 30, 2007 and 2006, and the results of their operations and their cash flows for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

Our audit was conducted for the purpose of forming an opinion on the basic consolidated financial statements taken as a whole. The accompanying supplementary information presented on pages 16 to 23, inclusive, is presented for additional analysis and is not a required part of the basic consolidated financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic consolidated financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic consolidated financial statements taken as a whole.

Grant Bennett Associates

GRANT BENNETT ASSOCIATES
A PROFESSIONAL CORPORATION
Certified Public Accountants

September 14, 2007

GBA CPA

1425 River Park Drive, Suite 250
Sacramento, CA 95815
Voice 916/922-5109 FAX 916/641-5200

1333 North California Boulevard, Suite 345
Walnut Creek, CA 94596
Voice 925/932-6856 FAX 925/933-5484

www.gbacpa.com

CALIFORNIA SCHOOL BOARDS ASSOCIATION
AND AFFILIATED ORGANIZATIONS
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2007 AND 2006

	2007	2006
ASSETS		
CURRENT ASSETS:		
Cash and Equivalents	$ 6,666,460	$ 6,531,284
Accounts Receivable	633,347	549,712
Grants Receivable	148,500	
Inventories	51,238	58,786
Deposits and Prepaid Expenses	309,568	387,588
Total Current Assets	7,809,113	7,527,370
INVESTMENTS	1,812	1,812
ANNUITIES HELD IN TRUST	2,361,986	1,859,131
PROPERTY AND EQUIPMENT - NET	1,882,723	1,431,865
TOTAL ASSETS	$ 12,055,634	$ 10,820,178
LIABILITIES AND MEMBERS' EQUITY		
CURRENT LIABILITIES:		
Accounts Payable	$ 683,726	$ 508,467
Deferred Revenues	2,247,726	1,928,566
Compensated Absences	457,047	428,334
Total Current Liabilities	3,388,499	2,865,367
ANNUITIES HELD IN TRUST	2,361,986	1,859,131
TOTAL LIABILITIES	5,750,485	4,724,498
MEMBERS' EQUITY:		
Unrestricted:		
Undesignated	4,516,877	4,729,324
Board Designated	1,533,505	1,180,602
Total Unrestricted	6,050,382	5,909,926
Temporarily Restricted	254,767	185,754
TOTAL MEMBERS' EQUITY	6,305,149	6,095,680
TOTAL LIABILITIES AND MEMBERS' EQUITY	$ 12,055,634	$ 10,820,178

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

CALIFORNIA SCHOOL BOARDS ASSOCIATION
AND AFFILIATED ORGANIZATIONS
CONSOLIDATED STATEMENTS OF ACTIVITIES
YEARS ENDED JUNE 30, 2007 AND 2006

	2007	2006
UNRESTRICTED MEMBERS' EQUITY:		
REVENUES AND SUPPORT:		
Membership Dues	$ 5,209,617	$ 4,798,973
Policy Services	2,571,302	2,318,672
Continuing Education	1,925,052	1,495,294
Education Legal Alliance	1,197,197	998,966
Foundation Programs	945,057	649,017
District Services Programs	1,038,954	988,232
Financial Programs	271,759	452,885
Executive Search	381,786	422,528
Communications and Member Services	218,076	184,433
Interest Revenues	457,614	332,439
Miscellaneous	108,195	96,445
Net Assets Released from Restrictions	373,363	410,254
Total Revenues and Support	14,697,972	13,148,138
EXPENSES:		
Program Services -		
Foundation Programs	2,601,291	2,343,981
Communications and Member Services	1,622,745	1,550,149
Policy Services	2,295,941	1,854,942
Education Legal Alliance	911,912	706,217
Continuing Education	1,500,814	1,257,583
Governmental Relations	1,162,365	1,103,042
Executive Search	715,516	699,820
Policy Analysis	485,714	488,896
District Services Programs	757,073	700,365
Financial Programs	179,042	232,301
Total Program Services	12,232,413	10,937,296
Supporting Services -		
Governance and Administration	2,325,103	2,004,955
Total Expenses	14,557,516	12,942,251
CHANGE IN UNRESTRICTED MEMBERS' EQUITY	140,456	205,887

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

CALIFORNIA SCHOOL BOARDS ASSOCIATION
AND AFFILIATED ORGANIZATIONS
CONSOLIDATED STATEMENTS OF ACTIVITIES
YEARS ENDED JUNE 30, 2007 AND 2006

	2007	2006
TEMPORARILY RESTRICTED MEMBERS' EQUITY:		
Foundation Programs	442,376	549,858
Net Assets Released from Restrictions	(373,363)	(410,254)
CHANGE IN TEMPORARILY RESTRICTED MEMBERS' EQUITY	69,013	139,604
NET CHANGE IN MEMBERS' EQUITY	209,469	345,491
MEMBERS' EQUITY, Beginning of Year	6,095,680	5,750,189
MEMBERS' EQUITY, End of Year	$ 6,305,149	$ 6,095,680

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

CALIFORNIA SCHOOL BOARDS ASSOCIATION
AND AFFILIATED ORGANIZATIONS
CONSOLIDATED STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2007 AND 2006

	2007	2006
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash Received from Members, Customers and Others	$ 14,396,396	$ 13,131,918
Interest Received	457,614	332,439
Cash Paid to Vendors, Employees and Beneficiaries	(14,092,200)	(12,773,833)
Net Cash Flows from Operating Activities	761,810	690,524
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of Property and Equipment	(626,634)	(135,300)
Net Cash Flows from Investing Activities	(626,634)	(135,300)
NET CHANGE IN CASH AND CASH EQUIVALENTS	135,176	555,224
CASH AND EQUIVALENTS, Beginning of Year	6,531,284	5,976,060
CASH AND EQUIVALENTS, End of Year	$ 6,666,460	$ 6,531,284

	2007	2006
RECONCILIATION OF NET CHANGE IN MEMBERS' EQUITY TO NET CASH FLOWS FROM OPERATING ACTIVITIES:		
Net Change in Members' Equity	$ 209,469	$ 345,491
Depreciation	175,776	154,887
Change in Accounts Receivable	(83,635)	(139,009)
Change in Grants Receivable	(148,500)	
Change in Inventories	7,548	(8,368)
Change in Deposits and Prepaid Expenses	78,020	(140,691)
Change in Accounts Payable	175,259	128,787
Change in Deferred Revenues	319,160	315,624
Change in Compensated Absences	28,713	33,803
Net Cash Flows from Operating Activities	$ 761,810	$ 690,524

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

NOTE 1 - ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES:

Organization

The California School Boards Association (CSBA) is a California nonprofit public benefit corporation. The objective of CSBA is to provide leadership in setting and implementing the public education agenda in California and to support school board governance at the district and county levels. Members consist primarily of the governing boards of California school districts.

Principles of Consolidation

The accompanying financial statements reflect the consolidation of CSBA and several affiliated organizations that provide services on behalf of CSBA to its members. CSBA and its affiliates (collectively, the Association) are governed by Boards of Directors with common members and share common facilities and management. Material transactions among the entities have been eliminated in consolidation. The affiliated organizations are described below:

The California School Boards Foundation (CSBF) is a California nonprofit public benefit corporation established to provide support and training to school board members, to conduct policy research and analysis in education, and to recognize educational leadership and achievements in California.

The California School Boards Association Finance Corporation (CSBAFC) is a California nonprofit public benefit corporation established to render financial assistance to educational bodies in the State of California. The current programs include a Tax Revenue Anticipation Note (TRAN) program, a Certificate of Participation program, a lease purchase program, and a Qualified Zone Academy (QZAB) program.

The California School Boards Association District Services Corporation (CSBADSC) is a California nonprofit public benefit corporation established to provide support, training, and assistance to California school districts, community colleges, and other public agencies whose primary purpose is public education. The most active programs include a Medi-Cal reimbursement service that assists school districts in receiving federal monies for specific medical services provided to eligible students; sponsorship of the US Communities Governmental Purchasing Alliance (a national pooled purchasing alliance with Cities, Counties, and Schools) that offer school districts deep discounts in purchasing supplies and services; and deferred compensation programs to help school districts establish, evaluate, and comply with complex Internal Revenue Service regulations.

NOTE 1 - ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES - Continued:

Basis of Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, Financial Statements of Not-for-Profit Organizations. Under SFAS No. 117, the Association is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets based on the absence or existence and type of donor-imposed restrictions. The Association did not have any permanently restricted net assets during either year.

Revenue Recognition

Membership dues are recognized as revenue in the applicable membership period. Revenues from educational activities, conferences, and other events and from fee-based services are recognized when the events occur. Dues and fees collected in advance are recorded as deferred revenues until earned.

Fees for arranging TRANs and COP financing agreements among California school districts, financial institutions, and the general public are recognized upon the close of escrow.

Cash Equivalents

For financial statement purposes, the Association considers all investments with a maturity at purchase of three months or less to be cash equivalents. Cash and equivalents as of June 30, 2007 and 2006, include funds of $56,005 and $231,588, respectively, which are pooled in the Local Agency Investment Fund (LAIF). The amount held in the LAIF is considered liquid, and therefore is treated as a cash equivalent.

Accounts Receivable and Credit Policies

Accounts receivable consist of uncollateralized customer obligations due under normal trade terms requiring payment within 30 days from the invoice date.

Accounts receivable are stated at the amount billed to the customer. Customer account balances with invoices dated over 60 days old are considered delinquent.

Payments of accounts receivable are allocated to the specific invoices identified on the customer's remittance advice.

The carrying amount of accounts receivable is reduced by a valuation allowance that reflects management's best estimate of the amounts that will not be collected. Management individually reviews all accounts receivable balances that exceed 90 days from invoice date and based on an assessment of current creditworthiness, estimates the portion, if any, of the balance that will not be collected. At June 30, 2007 and 2006 the allowance for doubtful accounts was $2,000.

NOTE 1 - ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES - Continued:

Inventory

Inventories consist of supplies and publications and are carried at the lower of cost or market value.

Property and Equipment

The Association capitalizes all expenditures for property and equipment in excess of $1,000. Property and equipment are recorded at cost. Buildings are depreciated using the straight-line method over estimated useful lives of 30 years. Building improvements, office furniture, and equipment are depreciated using the straight-line method over estimated useful lives of 2 to 15 years.

Income Taxes

CSBA, CSBAFC, and CSBADSC are exempt from income taxes under Internal Revenue Code (IRC) Sections 501 (c)(4) and related California code sections. CSBF is exempt under IRC Section 501(c)(3) and related California code sections. CSBA and its affiliates are considered publicly supported organizations and are subject to income taxes from activities unrelated to their tax-exempt purposes.

Functional Allocation of Expenses

The costs of providing program services have been summarized on a functional basis in the statements of activities. Accordingly, certain costs have been allocated among the program services based on estimates of employees' time incurred, and on usage of resources.

Restricted and Unrestricted Revenue

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as temporarily restricted or permanently restricted support that increases those net asset classes. Restricted net assets consist of assets over which the organization does not have complete control because the donor has placed restrictions on the use of the assets. When a temporary restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. Contributions received with temporary restrictions that are met in the same reporting period are reported as unrestricted support and increase unrestricted net assets.

NOTE 1 - ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES - Continued:

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Members' Equity

Members' Equity represents the net assets of the Association. Since the Association consists of nonprofit organizations, its net assets are not privately owned. The Board designated members' equity balance represents unspent contributions to the Education Legal Alliance Fund (ELA).

Reclassifications

Certain amounts in the prior year financial statements have been reclassified to conform with current year presentation.

NOTE 2 - DEFERRED COMPENSATION AND RETIREMENT PLANS:

CSBA offers its employees a deferred compensation plan in accordance with Internal Revenue Code Section 457. The plan permits employees to defer a portion of their salary until future years. No contributions are currently being made by the Association. The deferred compensation is not available to employees until disability, termination, retirement, death, or unforeseeable emergency.

Effective January 1, 2006, employees of CSBA over age 21 with at least 12 months of service may also participate in a defined contribution 401(k) retirement plan (the "Plan"). Employees may make voluntary contributions up to federally designated limits. The Organization may make discretionary contributions to the Plan. No employer contributions to the Plan were made during the year ended June 30, 2007.

NOTE 3 - PROPERTY AND EQUIPMENT:

Property and equipment at June 30, 2007 and 2006 consisted of the following:

	2007	2006
Land	$ 589,304	$ 589,304
Buildings and Improvements	2,201,916	1,813,024
Furniture and Equipment	893,493	813,002
Leasehold Improvements	40,413	40,413
Capital Assets in Progress	141,744	
	3,866,870	3,255,743
Less Accumulated Depreciation	1,984,147	1,823,878
Total Property and Equipment - Net	$ 1,882,723	$ 1,431,865

Depreciation expense for the years ended June 30, 2007 and June 30, 2006 was $175,776 and $154,887, respectively.

NOTE 4 - OPERATING LEASE COMMITMENTS:

CSBA leases office space under renewable operating leases that expire in 2010 and 2012. Rent expense at June 30, 2007 and June 30, 2006 was $248,898 and $150,652, respectively.

The leases are for additional office space including space for the Governmental Relations Department, to allow legislative staff easier access to the Capitol and the legislative process. These leases contain provision for periodic fixed increases in rent. Rent expense is recognized on the straight-line basis over the life of the lease. Differences between the amount paid in cash and the expense recognized, are reflected as deferred rent and are included in accounts payable on the statement of financial position.

Future minimum lease payments under the operating leases in effect at June 30, 2007 are as follows:

Year Ending June 30:	
2008	$ 318,592
2009	$ 319,377
2010	$ 336,956
2011	$ 277,302
2012	$ 232,130

NOTE 5 - DEFINED BENEFIT PENSION PLAN:

Qualified employees are covered under a cost sharing multiple-employer defined benefit pension plan (the Plan) maintained by the California Public Employees' Retirement System (CalPERS).

Plan description

The Plan provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to Plan members and beneficiaries. State statutes within the Public Employees' Retirement Law establish a menu of benefit provisions and other requirements. With Board approval, the Plan selects optional benefit provisions from the benefit menu by contract with CalPERS. CalPERS issues a separate comprehensive annual financial report. Copies of that report may be obtained from the CalPERS executive office at 400 "P" Street, Sacramento, CA 95814.

Funding Policy

Active Plan members are required to contribute 7% of their annual covered salary. CSBA is required to contribute actuarially determined remaining amounts necessary to fund the benefits for its members. The actuarial methods and assumptions used are those adopted by the CalPERS Board of Administration. The contribution rates are established and may be amended by CalPERS.

Under GASB 27, an employer reports an annual pension cost (APC) equal to the annual required contribution (ARC) plus an adjustment for the cumulative difference between the APC and the employer's actual plan contributions for the year. The cumulative difference is called the net pension obligation (NPO). The ARC for the period July 1, 2007 to June 30, 2008 was determined by an actuarial valuation of the plan as of June 30, 2005. The contribution rate for the indicated period was 14.387% of payroll for the Retirement Program.

A summary of principal assumptions and methods used to determine the ARC is shown below.

Valuation Date	June 30, 2005
Actuarial Cost Method	Entry Age Actuarial Cost Method
Amortization Method	Level Percent of Payroll
Average Remaining Period	7 Years as of the Valuation Date
Asset Valuation Method	15 Year Smoothed Market
Actuarial Assumptions	
Investment Rate of Return	7.75% (net of administrative expenses)
Projected Salary Increases	3.25% to 14.45% depending on Age, Service, and Type of Employment
Inflation	3.00%
Payroll Growth	3.25%
Individual Salary Growth	A merit scale varying by duration of employment coupled with an assumed annual inflation growth of 3.00% and an annual production growth of 0.25%.

NOTE 5 - DEFINED BENEFIT PENSION PLAN - (Continued):

Initial plan unfunded liabilities are amortized over a closed period equal to the average amortization period at the plan's date of entry into the CalPERS Risk Pool. Subsequent plan amendments are amortized as a level percentage of pay over a closed 20 year period. Gains and losses that occur in the operation of the risk pool are amortized over a rolling 30 year period. If the plan's accrued liability exceeds the actuarial value of plan assets, then the amortization payment on the total unfunded liability may not be lower than the payment calculated over a 30 year amortization period.

The Schedule of Funding Progress below shows the recent history of the Risk Pool's actuarial value of assets, accrued liability, their relationship, and the relationship of the unfunded liability (UL) to payroll.

Plan's Risk Pool History of Funded Status and Funding Progress

Valuation Date	Accrued Liabilities	Actuarial Assets	Unfunded Liabilities (UL)	Funded Ratio	Annual Covered Payroll	UL as a % of Payroll
06/30/03	$430,371,544	$429,814,105	$ 557,439	99.9 %	$159,238,690	0.40 %
06/30/04	$437,494,341	$428,025,075	$ 9,469,266	97.8 %	$159,135,314	6.00 %
06/30/05	$484,351,523	$459,996,995	$ 24,354,528	95.0 %	$174,127,476	14.00 %

NOTE 6 - CONCENTRATIONS OF CASH:

The Association maintains its cash in the LAIF and in bank deposit accounts that, at times, may exceed federally insured limits. The Association has not experienced any losses in such accounts. Management believes the Association is not exposed to any significant credit risk related to cash.

NOTE 8 - EXPENSES BY STRATEGIC GOAL AREA:

Expenses by strategic goal area for the year ended June 30, 2007 are summarized as follows:

	Goal #1 Policy and Political Leadership on Behalf of Children and Students	Goal #2 Comprehensive Support for Governance Teams	Goal #3 Direct Services to Districts and County Offices of Education	Goal #4 Education to Our Communities About Public Schools and School Board Leadership	Total Program Expenses	Administration and Internal Support Services	Total Expenses
Payroll Costs	$ 1,365,595	$ 1,823,273	$ 2,037,057	$ 1,007,137	$ 6,233,062	$ 2,301,003	$ 8,534,065
Travel	130,346	254,909	242,406	33,111	660,772	301,833	962,605
Conference Expenses	17,615	805,161	33,929	503	857,208	233,209	1,090,417
Honorariums & Professiona	378,333	300,202	618,855	25,867	1,323,257	245,893	1,569,150
Office & Building Expense	119,846	76,848	58,465	48,810	303,969	596,144	900,113
Printing & Marketing	29,048	195,585	144,377	106,557	475,567	88,212	563,779
Misc/Other *	75,849	27,369	147,486	39,698	290,402	646,985	937,387
Applied Overhead	443,358	618,759	664,997	361,062	2,088,176	(2,088,176)	-
Total Expenses	**$ 2,559,990**	**$ 4,102,106**	**$ 3,947,572**	**$ 1,622,745**	**$ 12,232,413**	**$ 2,325,103**	**$ 14,557,516**

* Other expenses include: Staff development; telecommunications; cost of goods sold; dues and subscriptions; depreciation, insurance and other.

Goal #1 Departments Include: Education Legal Alliance; Governmental Relations; Policy Analysis
Goal #2 Departments Include: Continuing Education; Foundation
Goal #3 Departments Include: Finance Corporation; District Services Corporation; Policy Services; Executive Search Services
Goal #4 Departments Include: Communications
Administration and Internal Support Services Include: Administration; Human Resources; Building and Grounds; Computer Services; Accounting; Legal

Supplementary Information

CALIFORNIA SCHOOL BOARDS ASSOCIATION
AND AFFILIATED ORGANIZATIONS

CONSOLIDATING STATEMENT OF FINANCIAL POSITION
JUNE 30, 2007

	CSBA	CSBF	CSBAFC	CSBADSC	Consol.
ASSETS					
CURRENT ASSETS:					
Cash and Equivalents	$ 4,425,125	$ 17,672	$ 1,072,774	$ 1,150,889	$ 6,666,460
Accounts Receivable	164,515	162,449	21,199	285,184	633,347
Grants Receivable		148,500			148,500
Intercompany Receivables	510,424	48,483			558,907
Inventories	51,238				51,238
Deposits and Prepaid Expenses	312,143	(3,997)	40	1,382	309,568
Total Current Assets	5,463,445	373,107	1,094,013	1,437,455	8,368,020
INVESTMENTS				1,812	1,812
ANNUITIES HELD IN TRUST	2,361,986				2,361,986
PROPERTY AND EQUIPMENT - NET	1,882,723				1,882,723
TOTAL ASSETS	$ 9,708,154	$ 373,107	$ 1,094,013	$ 1,439,267	$ 12,614,541
LIABILITIES AND MEMBERS' EQUITY					
CURRENT LIABILITIES:					
Accounts Payable	$ 596,687	$ 8,375	$ 4,530	$ 74,134	$ 683,726
Deferred Revenues	1,817,041	415,120	7,500	8,065	2,247,726
Intercompany Payables			158,596	400,311	558,907
Compensated Absences	457,047				457,047
Total Current Liabilities	2,870,775	423,495	170,626	482,510	3,947,406
ANNUITIES HELD IN TRUST	2,361,986				2,361,986
TOTAL LIABILITIES	5,232,761	423,495	170,626	482,510	6,309,392
MEMBERS' EQUITY					
Unrestricted:					
Undesignated	2,941,888	(305,155)	923,387	956,757	4,516,877
Board Designated	1,533,505				1,533,505
Total Unrestricted	4,475,393	(305,155)	923,387	956,757	6,050,382
Temporarily Restricted		254,767			254,767
TOTAL MEMBERS' EQUITY	4,475,393	(50,388)	923,387	956,757	6,305,149
TOTAL LIABILITIES AND MEMBERS' EQUITY	$ 9,708,154	$ 373,107	$ 1,094,013	$ 1,439,267	$ 12,614,541

CALIFORNIA SCHOOL BOARDS ASSOCIATION
AND AFFILIATED ORGANIZATIONS

CONSOLIDATING STATEMENT OF FINANCIAL POSITION
JUNE 30, 2006

	CSBA	CSBF	CSBAFC	CSBADSC	Consol.
ASSETS					
CURRENT ASSETS:					
Cash and Equivalents	$ 4,318,396	$ 33,242	$ 1,128,149	$ 1,051,497	$ 6,531,284
Accounts Receivable	137,870	117,219	8,492	286,131	549,712
Grants Receivable					
Intercompany Receivables	168,448	332,212			500,660
Inventories	58,786				58,786
Deposits and Prepaid Expenses	384,043	2,000	750	795	387,588
Total Current Assets	5,067,543	484,673	1,137,391	1,338,423	8,028,030
INVESTMENTS				1,812	1,812
ANNUITIES HELD IN TRUST	1,859,131				1,859,131
PROPERTY AND EQUIPMENT - NET	1,431,865				1,431,865
TOTAL ASSETS	$ 8,358,539	$ 484,673	$ 1,137,391	$ 1,340,235	$ 11,320,838
LIABILITIES AND MEMBERS' EQUITY					
CURRENT LIABILITIES:					
Accounts Payable	$ 397,920	$ 20,925	$ 5,100	$ 84,522	$ 508,467
Deferred Revenues	1,550,664	370,702		7,200	1,928,566
Intercompany Payables			208,904	291,756	500,660
Compensated Absences	402,714	32,436	(1,405)	(5,411)	428,334
Total Current Liabilities	2,351,298	424,063	212,599	378,067	3,366,027
ANNUITIES HELD IN TRUST	1,859,131				1,859,131
TOTAL LIABILITIES	4,210,429	424,063	212,599	378,067	5,225,158
MEMBERS' EQUITY:					
Unrestricted:					
Undesignated	2,967,508	(125,144)	924,792	962,168	4,729,324
Board Designated	1,180,602				1,180,602
Total Unrestricted	4,148,110	(125,144)	924,792	962,168	5,909,926
Temporarily Restricted		185,754			185,754
TOTAL MEMBERS' EQUITY	4,148,110	60,610	924,792	962,168	6,095,680
TOTAL LIABILITIES AND MEMBERS' EQUITY	$ 8,358,539	$ 484,673	$ 1,137,391	$ 1,340,235	$ 11,320,838

CALIFORNIA SCHOOL BOARDS ASSOCIATION
AND AFFILIATED ORGANIZATIONS

CONSOLIDATING STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2007

	CSBA	CSBF	CSBAFC	CSBADSC	Consol.
UNRESTRICTED MEMBERS' EQUITY:					
REVENUES AND SUPPORT:					
Membership Dues	$ 5,209,617	$	$	$	$ 5,209,617
Policy Services	2,571,302				2,571,302
Continuing Education	1,925,052				1,925,052
Education Legal Alliance	1,197,197				1,197,197
Foundation Programs		945,057			945,057
District Services Programs				1,038,954	1,038,954
Financial Programs			271,759		271,759
Executive Search	381,786				381,786
Communications and Member Services	218,076				218,076
Interest Revenues	349,606	10	56,682	51,316	457,614
Miscellaneous	108,195				108,195
Net Assets Released from Restrictions		373,363			373,363
Total Revenues and Support	11,960,831	1,318,430	328,441	1,090,270	14,697,972
EXPENSES:					
Program Services -					
Foundation Programs		2,601,291			2,601,291
Communications and Member Services	1,622,745				1,622,745
Policy Services	2,295,941				2,295,941
Education Legal Alliance	911,912				911,912
Continuing Education	1,500,814				1,500,814
Governmental Relations	1,162,365				1,162,365
Executive Search	715,516				715,516
Policy Analysis	485,714				485,714
District Services Programs				757,073	757,073
Financial Programs			179,042		179,042
Total Program Services	8,695,007	2,601,291	179,042	757,073	12,232,413
Supporting Services -					
Governance and Administration	2,325,103				2,325,103
Total Expenses	11,020,110	2,601,291	179,042	757,073	14,557,516
CHANGE IN UNRESTRICTED MEMBERS' EQUITY	940,721	(1,282,861)	149,399	333,197	140,456

CALIFORNIA SCHOOL BOARDS ASSOCIATION
AND AFFILIATED ORGANIZATIONS

CONSOLIDATING STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2007

	CSBA	CSBF	CSBAFC	CSBADSC	Consol.
TEMPORARILY RESTRICTED MEMBERS' EQUITY					
Foundation Programs		442,376			442,376
Net Assets Released from Restrictions		(373,363)			(373,363)
CHANGE IN TEMPORARILY RESTRICTED MEMBERS' EQUITY		69,013			69,013
NET CHANGE IN MEMBERS' EQUITY	940,721	(1,213,848)	149,399	333,197	209,469
MEMBERS' EQUITY, Beginning of Year	4,148,110	60,610	924,792	962,168	6,095,680
EQUITY TRANSFER, Accrued Vacation	(25,620)	32,436	(1,405)	(5,411)	
EQUITY TRANSFER, other	(587,818)	1,070,414	(149,399)	(333,197)	
MEMBERS' EQUITY, End of Year	$ 4,475,393	$ (50,388)	$ 923,387	$ 956,757	$ 6,305,149

CALIFORNIA SCHOOL BOARDS ASSOCIATION AND AFFILIATED ORGANIZATIONS

CONSOLIDATING STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2006

	CSBA	CSBF	CSBAFC	CSBADSC	Consol.
UNRESTRICTED MEMBERS' EQUITY:					
REVENUES AND SUPPORT:					
Membership Dues	$ 4,798,973	$	$	$	$ 4,798,973
Policy Services	2,318,672				2,318,672
Continuing Education	1,495,294				1,495,294
Education Legal Alliance	998,966				998,966
Foundation Programs		649,017			649,017
District Services Programs				988,232	988,232
Financial Programs			452,885		452,885
Executive Search	422,528				422,528
Communications and Member Services	184,433				184,433
Interest Revenues	249,294	391	44,549	38,205	332,439
Miscellaneous	96,442			3	96,445
Net Assets Released from Restrictions		410,254			410,254
Total Revenues and Support	10,564,602	1,059,662	497,434	1,026,440	13,148,138
EXPENSES:					
Program Services -					
Foundation Programs		2,343,981			2,343,981
Communications and Member Services	1,550,149				1,550,149
Policy Services	1,854,942				1,854,942
Education Legal Alliance	706,217				706,217
Continuing Education	1,257,583				1,257,583
Governmental Relations	1,103,042				1,103,042
Executive Search	699,820				699,820
Policy Analysis	488,896				488,896
District Services Programs				700,365	700,365
Financial Programs			232,301		232,301
Total Program Services	7,660,649	2,343,981	232,301	700,365	10,937,296
Supporting Services -					
Governance and Administration	2,004,955				2,004,955
Total Expenses	9,665,604	2,343,981	232,301	700,365	12,942,251
CHANGE IN UNRESTRICTED MEMBERS' EQUITY	898,998	(1,284,319)	265,133	326,075	205,887

CALIFORNIA SCHOOL BOARDS ASSOCIATION
AND AFFILIATED ORGANIZATIONS

CONSOLIDATING STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2006

	CSBA	CSBF	CSBAFC	CSBADSC	Consol.
TEMPORARILY RESTRICTED MEMBERS' EQUITY					
Foundation Programs		549,858			549,858
Net Assets Released from Restrictions		(410,254)			(410,254)
CHANGE IN TEMPORARILY RESTRICTED MEMBERS' EQUITY		139,604			139,604
NET CHANGE IN MEMBERS' EQUITY	898,998	(1,144,715)	265,133	326,075	345,491
MEMBERS' EQUITY, Beginning of Year	3,817,079	46,150	924,792	962,168	5,750,189
EQUITY TRANSFER	(567,967)	1,159,175	(265,133)	(326,075)	
MEMBERS' EQUITY, End of Year	$ 4,148,110	$ 60,610	$ 924,792	$ 962,168	$ 6,095,680

CALIFORNIA SCHOOL BOARDS ASSOCIATION AND AFFILIATED ORGANIZATIONS

CONSOLIDATING STATEMENT OF MEMBERS' EQUITY
YEAR ENDED JUNE 30, 2007

	Unrestricted							
	Undesignated					Designated		
	CSBA	CSBF	CSBAFC	CSBADSC	Total	ELA	Temporarily Restricted	Total
Revenues	$ 10,696,016	$ 945,067	$ 328,441	$ 1,090,270	$ 13,059,794	$ 1,264,815	$ 442,376	$ 14,766,985
Expenses	(10,108,198)	(2,601,291)	(179,042)	(757,073)	(13,645,604)	(911,912)		(14,557,516)
Net Assets Released from Restrictions		373,363			373,363		(373,363)	
Excess (Deficit) of Revenues Over Expenses	587,818	(1,282,861)	149,399	333,197	(212,447)	352,903	69,013	209,469
Equity Transfer	(587,818)	1,070,414	(149,399)	(333,197)				
Change in Members' Equity		(212,447)			(212,447)	352,903	69,013	209,469
Members' Equity, beginning of year	2,967,508	(125,144)	924,792	962,168	4,729,324	1,180,602	185,754	6,095,680
Equity Transfer of Accrued Vacation	(25,620)	32,436	(1,405)	(5,411)				
Members' Equity, end of year	$ 2,941,888	$ (305,155)	$ 923,387	$ 956,757	$ 4,516,877	$ 1,533,505	$ 254,767	$ 6,305,149

CALIFORNIA SCHOOL BOARDS ASSOCIATION
AND AFFILIATED ORGANIZATIONS

CONSOLIDATING STATEMENT OF MEMBERS' EQUITY
YEAR ENDED JUNE 30, 2006

	Unrestricted							
	Undesignated					Designated		
	CSBA	CSBF	CSBAFC	CSBADSC	Total	ELA	Temporarily Restricted	Total
Revenues	$ 9,527,354	$ 649,408	$ 497,434	$ 1,026,440	$ 11,700,636	$ 1,037,248	$ 549,858	$ 13,287,742
Expenses	(8,959,387)	(2,343,981)	(232,301)	(700,365)	(12,236,034)	(706,217)		(12,942,251)
Net Assets Released from Restrictions		410,254			410,254		(410,254)	
Excess (Deficit) of Revenues Over Expenses	567,967	(1,284,319)	265,133	326,075	(125,144)	331,031	139,604	345,491
Equity Transfer	(567,967)	1,159,175	(265,133)	(326,075)				
Change in Members' Equity		(125,144)			(125,144)	331,031	139,604	345,491
Members' Equity, beginning of year	2,967,508		924,792	962,168	4,854,468	849,571	46,150	5,750,189
Members' Equity, end of year	$ 2,967,508	$ (125,144)	$ 924,792	$ 962,168	$ 4,729,324	$ 1,180,602	$ 185,754	$ 6,095,680