
SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30

Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2020



SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30

SAHUARITA, ARIZONA

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Issued by:
Business and Finance Department

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30

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INTRODUCTORY SECTION

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Sahuarita Unified School District No. 30

December 22, 2020

Citizens and Governing Board
Sahuarita Unified School District No. 30
350 West Sahuarita Road
Sahuarita, AZ 85629-9000

State law mandates that school districts required to undergo an annual single audit publish a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America and audited in accordance with auditing standards generally accepted in the United States by a certified public accounting firm licensed in the State of Arizona. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of the Sahuarita Unified School District No. 30 (District) for the fiscal year ended June 30, 2020.

This report consists of management's representations concerning the finances of the District. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the District has established a comprehensive internal control framework that is designed both to protect the District's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the District's financial statements in conformity with accounting principles generally accepted in the United States of America. Because the cost of internal controls should not outweigh their benefits, the District's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free of material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The District's financial statements have been audited by Heinfeld, Meech & Co., P.C., a certified public accounting firm. The goal of the independent audit was to provide reasonable assurance that the financial statements of the District for the fiscal year ended June 30, 2020, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the District's financial statements for the fiscal year ended June 30, 2020, are fairly presented in conformity with accounting principles generally accepted in the United States of America. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the District was part of a broader, federally mandated Single Audit as required by the provisions of the Single Audit Act Amendments of 1996 and Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the District's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in a separately issued Single Audit Reporting Package.

Accounting principles generally accepted in the United States of America require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The District's MD&A can be found immediately following the report of the independent auditors.

PROFILE OF THE DISTRICT

Sahuarita Unified School District No. 30 has been identified as a district of high growth in Arizona. With the continued expansion of the master planned community of Rancho Sahuarita, the District experienced a 1 percent increase in its student population last school year. Growth is expected to continue. That development, along with the traditional sections of the District such as the historic town site of Arivaca, Amado, the Elephant Head area, McGee Ranch, the Tri-Ranch area, Sahuarita Heights and the Santo Tomas area, has allowed the District to strengthen its service to the children of the community. The District receives its community services from three municipalities, Pima County, the City of Tucson, and the Town of Sahuarita. It has traditionally been an agricultural, mining, and ranching community and has now transitioned to a diversified suburban area. In recent years, there has been a significant increase in the residential presence of families with professional affiliation to federal immigration and law enforcement functions, such as U.S. Border Patrol and the Office of Homeland Security. There is also close proximity to a major defense installation, Davis – Monthan Air Force Base, and defense contractor, Raytheon Missile Systems. The Town of Sahuarita just completed a new Manufacturing Technology Center (SMTC). Northwest Medical Center in Sahuarita opened in fall 2020. Both will provide enhanced service and new employment sectors.

The Sahuarita Unified School District No. 30 is one of eighteen public school districts, with a current (FY20) population of 5,903 students, located in Pima County, Arizona. The District provides a program of public education from preschool through grade twelve.

The District's Governing Board is organized under Section 15-321 of the Arizona Revised Statutes (A.R.S.). Management of the District is independent of other state or local governments. The County Treasurer collects taxes for the District, but exercises no control over its expenditures/expenses.

The membership of the Governing Board consists of five representatives elected by the public. Under existing statutes, the Governing Board's duties and powers include, but are not limited to, the acquisition, maintenance and disposition of school property; the development and adoption of a school program; and the establishment, organization and operation of schools. The Board also has broad financial responsibilities, including the approval of the annual budget, and the establishment of a system of accounting and budgetary controls.

The financial reporting entity consists of a primary government and its component units. A component unit is a legally separate entity that must be included in the reporting entity in conformity with generally accepted accounting principles. The District is a primary government because it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. Furthermore, there are no component units combined with the District for financial statement presentation purposes, and the District is not included in any other governmental reporting entity. The District's major operations include education, pupil transportation, food service, construction and maintenance of District facilities, and athletic functions.

The annual expenditure budget serves as the foundation for the District's financial planning and control. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual expenditure budget approved by the District's Governing Board. The expenditure budget is prepared by fund for all Governmental Funds, and includes function and object code detail for the General Fund and some Special Revenue and Capital Projects Funds.

The legal level of budgetary control (that is, the level at which expenditures cannot exceed the appropriated amount) is established at the individual fund level for all funds. Funds that are not required to legally adopt a budget may have overexpenditures of budgeted funds. The budget for these funds is simply an estimate and does not prevent the District from exceeding the budget as long as the necessary revenue is earned. The District is not required to prepare an annual budget of revenue; therefore, a deficit budgeted fund balance may be presented. However, this does not affect the District's ability to expend monies.

District policy indicates the District shall utilize the budget format prepared and prescribed by the Superintendent of Public Instruction in conjunction with the auditor general. The budget format is designed to allow school districts to plan and provide in detail for the use of available funds. Available operational funds include current year state formula funding, voter approved initiatives such as a Maintenance and Operations (M&O) Fund override allowing the District to increase operational spending as well as budget balance carryover from the prior fiscal year. Through controlled spending, the District was able to grow its reserves in fiscal year 2019-20, to be better positioned in the new fiscal year.

FACTORS AFFECTING FINANCIAL CONDITION

Historically, Sahuarita Unified School District's local economy has been based on mining, ranching, and agricultural products. The copper industry has regained its position as a major employer and economic influence in the community. This has been enhanced by the continued important role of copper in the world market. Recent changes in the world market have created uncertainties in the price of copper and related metal, but the long-term role of mining in the region is foreseeably significant. Similarly, the large pecan grove, owned by Farmer's Investment Company (FICO), in the School District continues to enjoy economic success and is a major business partner and employer in the area. Recently, FICO received approval for long-term plans to develop the area, including plans for 19,000 new homes. The Company has entered in a voluntary agreement to provide multiple school site, and a school impact fee. The ranching areas of our community also continue to enjoy economic success. Many parents of the District's students travel for employment reasons into the metropolitan Tucson area, with a large number being employed by Raytheon Missile Systems, IBM, the University of Arizona, the U.S. Air Force, the U.S. Department of Homeland Security, and other private and public sector organizations. The

school community is also in close proximity to a major military installation, Davis-Monthan Air Force Base. Thus, numerous military families are represented among the school community. The Town of Sahuarita, which is included within the boundaries of the School District, has a comprehensive plan, which includes areas for light industry and commercial property. There have been recent announcements about the Town's possible annexation plans for significant property east of the current Town limits, and within the boundaries of the School District.

Rancho Sahuarita has continued to develop a shopping center located within its master planned community anchored by a Fry's Marketplace Food and Drug store. The Sahuarita School District lends a strategic business and education partnership to develop regional goal setting and development efforts. The Town received a large federal grant to construct an innovation center to support targeted economic development in identified technology oriented industries.

Long-term Financial Planning. Sahuarita Unified School District is continuing to experience growth in its student body. The assessed valuation increased 13.28 percent from 2018-19 values. The District utilized its bonding capacity to generate a \$27.0 million bond issue to finance new construction in fiscal year 2009-10 and beyond. Part of the bond issue has been used for new construction, remodeling of existing buildings, building an aquatics complex, and enhancing a new K-5 elementary school. In fall 2016 a \$20.0 million bond referendum was successful. The District's ninth (9) school Wrightson Ridge School is now open and serving almost 800 students in grades K-8.

In recent years, a land agreement was reached with a major land developer in the area for the contribution of 13.1 acres of land for the School District. This site is now home to the Sahuarita Educational Center, which includes an Aquatics Complex, the new Early Childhood Center and Copper View Elementary School. The current average age of school buildings is 26 years. The District opened its second high school, Walden Grove High School, in August 2011. This project was funded by the Arizona School Facilities Board with supplemental support from local bond programs. It opened with approximately 400 freshman and sophomore students enrolled in 2011-12. The enrollment number grew to 650 students for the 2012-13 school year. Walden Grove graduated its first class in May of 2014. Currently, over 1,100 students are enrolled.

The unprecedented growth, though recently slowing, will continue to be a challenge to the District finances. The District will have to consider additional sources of funding to meet the challenges of the growth. Construction of new buildings, to meet growth in student population, will necessitate consideration of additional bond elections as well as a continuation of the Maintenance and Operations Override. A 14 percent Maintenance and Operations override was renewed in November 2018. In 2016, a \$1,000,000 annual capital override was successful. These local funds have been critical to advancing the District's plan, especially in the current economic situation and uncertainty of stability with regular state funding streams. Assessed valuations have decreased especially for major mine properties. Additionally, recent State legislation has overtly increased the qualifying tax rate, thus further pushing the total tax liability upon the local tax payer. The District is continuing innovative approaches to cost management, such as the current energy savings initiative. The District has implemented an energy savings plan, highlighted by a large scale solar energy program across all schools and the District.

AWARDS AND ACKNOWLEDGMENTS

Awards. The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to the District for its comprehensive annual financial report for the fiscal year ended June 30, 2019. This was the thirtieth consecutive year that the District has received this prestigious award. In addition, the Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its comprehensive annual financial report for the fiscal year ended June 30, 2019. In order to be awarded these certificates, the District published an easily readable and efficiently organized comprehensive annual financial report. This report satisfied both accounting principles generally accepted in the United States of America and applicable legal requirements.

These certificates are valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the programs' requirements and we are submitting it to ASBO and GFOA to determine its eligibility for the fiscal year ended June 30, 2020 certificates.

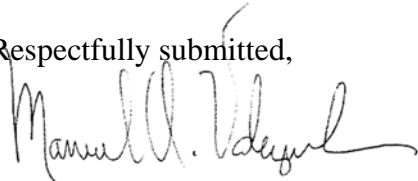
The District has been recognized in recent years for excellence among educational organizations. These significant accomplishments include:

- Arizona Educational Foundation A+ School of Excellence Sopori School – 2009, Anza Trail K-8 School, and Sahuarita Primary School – 2015, Sahuarita High School – 2016, Walden Grove High School) – 2017, Anza Trail K-8/2020, Copper View Elementary School – 2020.
- Arizona Educational Foundation A+ School Award – Sopori Elementary School – 2009
- AZ Educational Foundation Teacher of the Year Ambassador for Excellence – Barbara Tingle – 2010, Dayna Burke – 2014, Sara Mora – 2020.
- AZ School Boards Association (ASBA) Lou Ella Kleinz Award of Excellence (SUSD Governing Board) – 2007.
- AZ Ed. Foundation Teacher of the Year Top 10 Finalist – 2008, 2012, 2013, 2015, 2018
- AZ Physical Education Association Teacher of the Year (Nataly Van Alstine) – 2013
- All Sahuarita Public Schools have met both State and Federal Academic Accountability Measures - 2006-current.
- Arizona School Boards Association (ASBA) All – Arizona School Board Award (Elaine Hall) – 2011, and Dr. John Sparks 2019.
- Arizona School Boards Association (ASBA) – Total Boardsmanship Award (SUSD Governing Board) – 2011.
- UCEA -Excellence in Educational Leadership Award -Dr. Valenzuela 2014.
- Appointment by Governor Jan Brewer to the AZ Commission for Postsecondary Education (Dr. Manuel Valenzuela, Superintendent) – 2011 and 2013.
- Appointment to State Board of Education – Certification Advisory Committee (Dr. Manuel Valenzuela) – 2012.
- Chairman-Pima County Superintendent Group (Dr. Manuel Valenzuela) - 2013
- Arizona School Boards Association President Elect (Elaine Hall) – 2013.
- Metropolitan Pima Alliance – Common Ground Award (Sahuarita Unified School District) – 2012.

- Raytheon Leader In Education Town Award- Jessica England – 2020.
- First Math and Science Initiative (NMSI) in Arizona. Over 200% increase in College Board AP qualifying scores.
- Arizona School Administrators All-Arizona Superintendent of the year - Large Districts – 2015
- National SkillsUSA Champions in Veterinary Science -Jeremy Bessett -2016
- 9th Circuit US Court of Appeals National Essay Contest Winner - Carly Frieders - 2016
- Metropolitan Pima Alliance (MPA) Common Ground Award for Collaboration - 2015
- Over \$8M in scholarships earned by Class of 2018, who were accepted to over 40 colleges and universities.
- Sahuarita Teaching Fellows (STF) professional recruitment and development partnership with University of Arizona – 2016-2018
- Milken Family Foundation -National Educator Award Chris Laughland- 2014, Caroline Torres - 2007, Dr. Manuel Valenzuela – 1998
- Arizona Association of School Business Officials (AASBO) Bill Lovett Award Charlotte Gates – 2015
- International Association of School Business Officials Pinnacle Award of Excellence in Business Practices (Charlotte Gates) – 2015
- President, AZ School Business Officials - Lizette Huie – 2020.
- Appointment by State Superintendent Diane Douglas to State Latino Education Advisory Committee (Dr. Manuel Valenzuela) – 2015.
- University of Arizona! iCats Professional Preparation Training site – 2017, 2018.
- 9th Circuit U.S. Court of Appeals - Video Production - 2nd Place - Walden Grove High School – 2018.
- Walden Grove High School Performing Arts Crew Dance Team - Featured on National programs, America's Got Talent and Good Morning America.
- Innovative Concussion Management Program (Cortex) and research partnership using portable EEG systems.
- Newly adopted K-12 mathematics program.
- National School Resource Officer (SRO) safety grant.
- NJROTC Honor Unit with Distinction 2010-18.

Acknowledgments. The preparation of the comprehensive annual financial report on a timely basis was made possible by the dedicated service of the entire staff of the business and finance department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report.

In closing, without the leadership and support of the Governing Board of the District, preparation of this report would not have been possible.

Respectfully submitted,

 Manuel O. Valenzuela, Ed.D.
 Superintendent



**The Certificate of Excellence in Financial Reporting
is presented to**

Sahuarita Unified School District No. 30

**for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended June 30, 2019.**

The CAFR meets the criteria established for
ASBO International's Certificate of Excellence.



A handwritten signature in black ink, reading 'Claire Hertz'.

Claire Hertz, SFO
President

A handwritten signature in black ink, reading 'David J. Lewis'.

David J. Lewis
Executive Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

Sahuarita Unified School District No. 30
Arizona

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

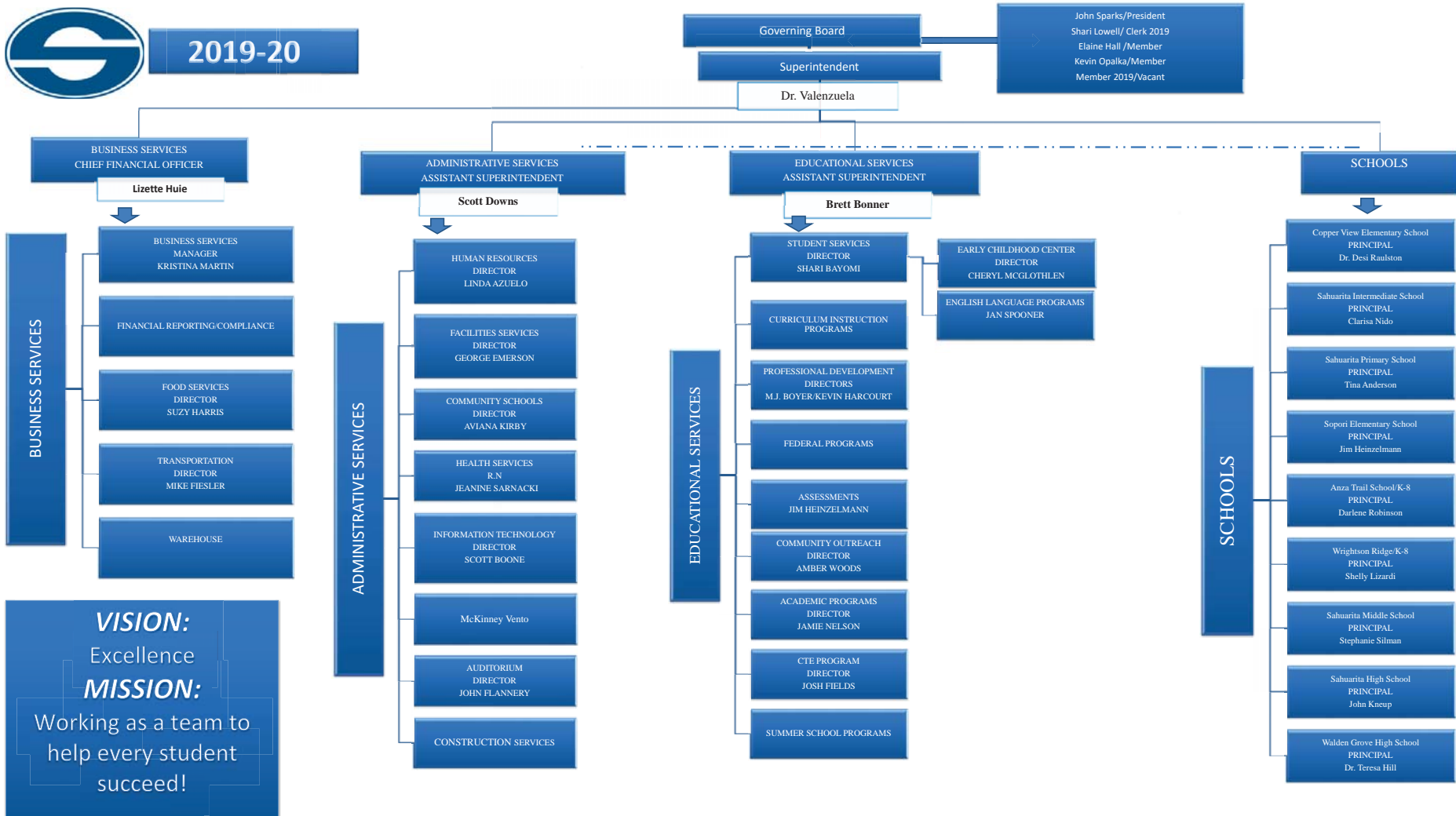
June 30, 2019

Christopher P. Morill

Executive Director/CEO



2019-20



SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30

LIST OF PRINCIPAL OFFICIALS

GOVERNING BOARD

Shari Lowell, President

Kevin Opalka, Clerk

Denise Reis, Member

Elaine Hall, Member

John Sparks, Member

ADMINISTRATIVE STAFF

Dr. Manuel O. Valenzuela, Superintendent

Brett Bonner, Assistant Superintendent for Educational Services

Scott Downs, Assistant Superintendent/ Director of Human Resources

Lizette Huie, Chief Financial Officer

Shari Bayomi, Director of Student Services

John Kneup, Principal Sahuarita High School

Michael DeSouza, Assistant Principal Sahuarita High School

Elizabeth Lehr, Assistant Principal Sahuarita High School

Stephanie Silman, Principal Sahuarita Middle School

Robert Beachy, Assistant Principal Sahuarita Middle School

Clarissa Nido, Principal Sahuarita Intermediate School

Tina Anderson, Principal Sahuarita Primary School

Darlene Robinson, Principal Anza Trail School

Julio Moreno, Assistant Principal Anza Trail School

Jeanine Sanders, Assistant Principal Anza Trail School

Rachel Lizardi, Principal Wrightson Ridge School

Will Arias, Assistant Principal Wrightson Ridge School

Desi Raulston, Principal Copperview Elementary School

Jim Heinzelmann, Principal Sopori Elementary School

Teresa Hill, Principal Walden Grove High School

Kristen Blaser, Assistant Principal Walden Grove High School

Kreston Elchert, Assistant Principal Walden Grove High School

FINANCIAL SECTION

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INDEPENDENT AUDITOR'S REPORT

Governing Board
Sahuarita Unified School District No. 30

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Sahuarita Unified School District No. 30 (District), as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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 Sahuarita Unified School District No. 30, as of June 30, 2020, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

As described in Note 1, the District implemented the provisions of the Governmental Accounting Standards Board (GASB) Statement No. 84, *Fiduciary Activities*, for the year ended June 30, 2020, which represents a change in accounting principle. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, budgetary comparison information, and net pension liability information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The Introductory Section, Combining and Individual Fund Financial Statements and Schedules, and Statistical Section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Combining and Individual Fund Financial Statements and Schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Combining and Individual Fund Financial Statements and Schedules information is fairly stated in all material respects in relation to the basic financial statements as a whole.

The Introductory Section and Statistical Section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 22, 2020, on our consideration of Sahuarita Unified School District No. 30'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 solely 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 effectiveness of the Sahuarita Unified School District No. 30's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Sahuarita Unified School District No. 30's internal control over financial reporting and compliance.

Heinfeld Meech & Co. PC

Heinfeld, Meech & Co., P.C.
Tucson, Arizona
December 22, 2020

MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
(Required Supplementary Information)

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SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2020

As management of the Sahuarita Unified School District No. 30 (District), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2020. The management's discussion and analysis is presented as required supplementary information to supplement the basic financial statements. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report.

FINANCIAL HIGHLIGHTS

- The District's total net position of governmental activities increased \$2.1 million which represents a four percent increase from the prior fiscal year primarily as a result of increased state aid revenues.
- General revenues accounted for \$54.7 million in revenue, or 83 percent of all current fiscal year revenues. Program specific revenue in the form of charges for services and grants and contributions accounted for \$11.2 million or 17 percent of total current fiscal year revenues.
- The District had approximately \$63.8 million in expenses related to governmental activities, an increase of seven percent from the prior fiscal year primarily due to an increase in salaries and related expenses.
- Among major funds, the General Fund had \$43.8 million current fiscal year revenues, which primarily consisted of state aid and property taxes, and \$41.8 million in expenditures. The General Fund's fund balance increase from \$6.0 million at the prior fiscal year end to \$8.0 million at the end of the current fiscal year was primarily due to an increase in state equalization funding.
- The Debt Service Fund had \$6.1 million in current fiscal year expenditures. The Debt Service Fund's fund balance increased from \$989,190 to \$2.2 million, primarily due to increased property tax revenues.
- The Energy and Water Savings Fund had \$5.4 million in fiscal year expenditures. The Energy and Water Savings Fund's fund balance increased to \$11.2 million at fiscal year end as a result of a new capital lease agreement for energy efficient upgrades and solar energy structures.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2020

OVERVIEW OF FINANCIAL STATEMENTS

This discussion and analysis are 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. The accrual basis of accounting is used for the government-wide financial statements.

The statement of net position presents information on all of the District's assets, liabilities, and deferred inflows/outflows of resources with the difference reported as net position. Over time, increases or decreases in net position 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 position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused compensated absences).

The government-wide financial statements outline functions of the District that are principally supported by property taxes and intergovernmental revenues. The governmental activities of the District include instruction, support services, operation and maintenance of plant services, student transportation services, operation of non-instructional services, and interest on long-term debt.

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 are reported as governmental 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 use the modified accrual basis of accounting and focus on near-term inflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the District's near-term financing requirements.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2020

OVERVIEW OF FINANCIAL STATEMENTS

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 near-term 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.

Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General, Debt Service, and Energy and Water Savings Funds, all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements and schedules.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found immediately following the basic financial statements.

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 and pension plan. The District adopts an annual expenditure budget for all governmental funds. A schedule of revenues, expenditures and changes in fund balances – budget and actual has been provided for the General Fund as required supplementary information. Schedules for the pension plan have been provided as required supplementary information.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2020

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets and deferred outflows exceeded liabilities and deferred inflows by \$59.9 million at the current fiscal year end.

The largest portion of the District's net position reflects its investment in capital assets (e.g., land and improvements, buildings and improvements, vehicles, furniture and equipment and construction in progress), less any related outstanding debt used to acquire those assets. The District uses these capital assets to provide services to its students; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related outstanding debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. In addition, a portion of the District's net position represents resources that are subject to external restrictions on how they may be used.

The following table presents a summary of the District's net position for the fiscal years ended June 30, 2020 and June 30, 2019.

	As of June 30, 2020	As of June 30, 2019
Current and other assets	\$ 34,766,833	\$ 20,555,670
Capital assets, net	133,031,760	128,849,276
Total assets	<u>167,798,593</u>	<u>149,404,946</u>
Deferred outflows	<u>7,376,746</u>	<u>8,211,584</u>
Current liabilities	5,430,850	4,482,144
Long-term liabilities	107,033,437	90,472,200
Total liabilities	<u>112,464,287</u>	<u>94,954,344</u>
Deferred inflows	<u>2,783,582</u>	<u>5,095,216</u>
Net position:		
Net investment in capital assets	83,077,757	82,121,239
Restricted	10,031,934	8,011,575
Unrestricted	(33,182,221)	(32,565,844)
Total net position	<u>\$ 59,927,470</u>	<u>\$ 57,566,970</u>

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

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2020

GOVERNMENT-WIDE FINANCIAL ANALYSIS

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

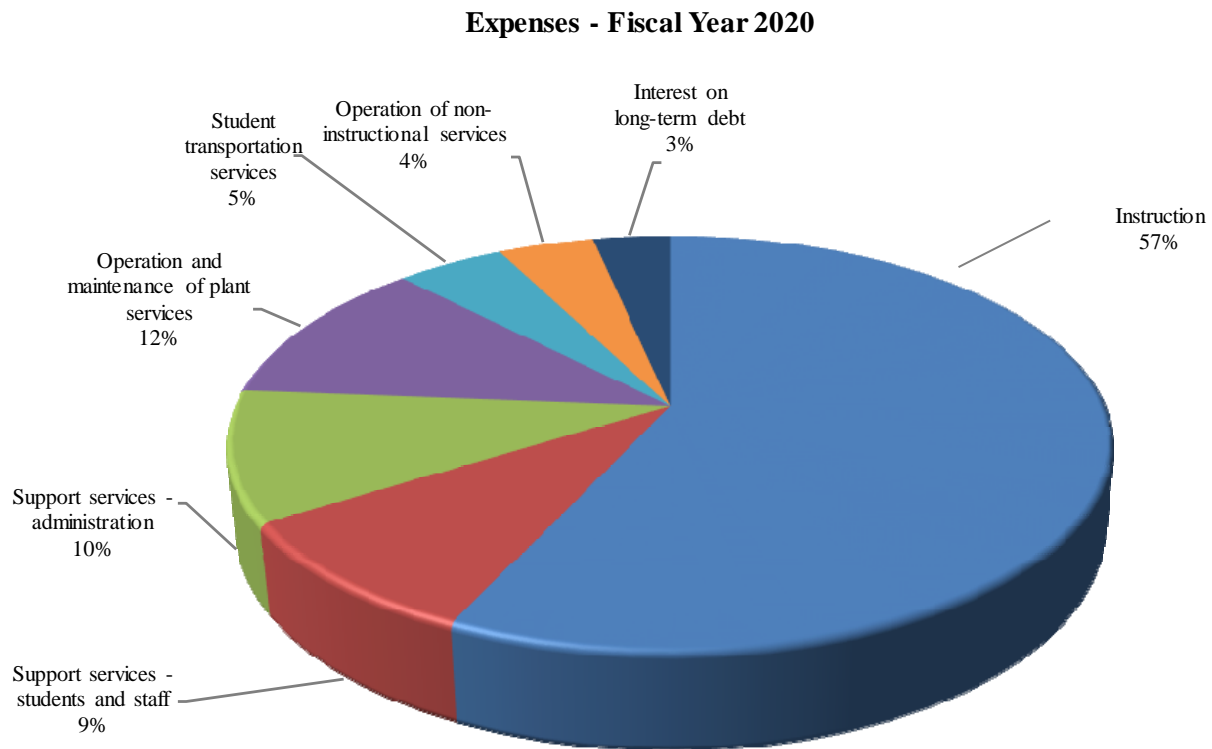
- The addition of \$8.2 million in capital assets primarily due to a new capital lease for solar panels, and renovations of school sites.
- The principal retirement of \$4.0 million of bonds and capital leases.
- The increase of \$4.2 million in pension liabilities.

Changes in net position. The District's total revenues for the current fiscal year were \$65.9 million. The total cost of all programs and services was \$63.8 million. The following table presents a summary of the changes in net position for the fiscal years ended June 30, 2020 and June 30, 2019.

	Fiscal Year Ended June 30, 2020	Fiscal Year Ended June 30, 2019
Revenues:		
Program revenues:		
Charges for services	\$ 5,584,347	\$ 5,959,420
Operating grants and contributions	4,873,093	4,823,893
Capital grants and contributions	754,811	2,206,000
General revenues:		
Property taxes	24,189,285	23,498,388
Investment income	221,202	368,608
Unrestricted county aid	2,224,126	2,187,036
Unrestricted state aid	28,062,354	25,919,173
Total revenues	<u>65,909,218</u>	<u>64,962,518</u>
Expenses:		
Instruction	36,319,333	32,828,728
Support services - students and staff	5,893,037	5,185,757
Support services - administration	6,428,513	5,868,811
Operation and maintenance of plant services	7,338,823	7,308,429
Student transportation services	3,016,304	3,521,208
Operation of non-instructional services	2,663,750	2,742,497
Interest on long-term debt	2,131,300	2,312,184
Total expenses	<u>63,791,060</u>	<u>59,767,614</u>
Changes in net position	2,118,158	5,194,904
Net position, beginning, as restated	57,809,312	52,372,066
Net position, ending	<u><u>\$ 59,927,470</u></u>	<u><u>\$ 57,566,970</u></u>

**SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2020**

GOVERNMENT-WIDE FINANCIAL ANALYSIS



The following are significant current year transactions that have had an impact on the changes in net position.

- The decrease of \$1.5 million in capital grants and contributions was due primarily to a decrease in funding from the School Facilities Board due to the completion of roofing projects in the prior year.
- State aid revenues increased \$2.1 million due to an increase in state equalization funding.
- The overall increase in expenses of \$4.0 million was due to increased salaries and related expenses.

The following table presents the cost of the District's major functional activities. 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.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2020

GOVERNMENT-WIDE FINANCIAL ANALYSIS

	Year Ended June 30, 2020		Year Ended June 30, 2019	
	Total	Net (Expense)/	Total	Net (Expense)/
	Expenses	Revenue	Expenses	Revenue
Instruction	\$ 36,319,333	\$ (29,620,776)	\$ 32,828,728	\$ (25,766,202)
Support services - students and staff	5,893,037	(5,261,723)	5,185,757	(4,680,597)
Support services - administration	6,428,513	(6,246,416)	5,868,811	(5,655,495)
Operation and maintenance of plant services	7,338,823	(6,452,104)	7,308,429	(4,878,069)
Student transportation services	3,016,304	(3,016,304)	3,521,208	(3,475,600)
Operation of non-instructional services	2,663,750	(183,485)	2,742,497	(355,218)
Interest on long-term debt	2,131,300	(1,798,001)	2,312,184	(1,967,120)
Total	<u>\$ 63,791,060</u>	<u>\$ (52,578,809)</u>	<u>\$ 59,767,614</u>	<u>\$ (46,778,301)</u>

- The cost of all governmental activities this year was \$63.8 million.
- Federal and State governments and charges for services subsidized certain programs with grants and contributions and other local revenues of \$11.2 million.
- Net cost of governmental activities of \$52.6 million was financed by general revenues, which are made up of primarily property taxes of \$24.2 million and state and county aid of \$30.3 million.

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 near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unassigned 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 \$28.6 million, an increase of \$13.2 million due primarily to a new capital agreement in the Energy and Water Savings Fund for solar panels and other energy efficient upgrades.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2020

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

The General Fund comprises 28 percent of the total fund balance. Approximately \$7.4 million, or 92 percent of the General Fund's fund balance is unassigned.

The General Fund is the principal operating fund of the District. The increase in fund balance of \$2.0 million to \$8.0 as of fiscal year end was a result of an increase in state equalization funding. General Fund revenues increased \$3.0 million as a result of increased state equalization funding. General Fund expenditures increased \$1.5 million as a result of increased salaries and related benefit costs.

The Debt Service Fund's fund balance increased from \$989,190 to \$2.2 million as of the current fiscal year end, primarily due to increased property tax revenues.

The Energy and Water Savings' Fund fund's balance increased to \$11.2 million at fiscal year end as a result of a new capital lease agreement for energy efficient upgrades and solar energy structures.

BUDGETARY HIGHLIGHTS

Over the course of the year, the District revised the General Fund annual expenditure budget for increases in student attendance. The difference between the original budget and the final amended budget was a \$2.8 million increase, or six percent primarily due to increased regular education salaries and related expenses.

Significant variances for the final amended budget and actual revenues resulted from the District not being required by the State of Arizona to prepare a revenue budget. 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. The overall favorable variance of \$5.4 million was a result of budgeting to the maximum general budget limit to maximize the budget carryforward to provide capacity in future years.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2020

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. At year end, the District had invested \$185.8 million in capital assets, including school buildings, athletic facilities, buses and other vehicles, computers, and other equipment. This amount represents a net increase prior to depreciation of \$8.0 million. Total depreciation expense for the current fiscal year was \$4.0 million.

The following schedule presents a summary of capital asset balances for the fiscal years ended June 30, 2020 and June 30, 2019.

	As of June 30, 2020	As of June 30, 2019
Capital assets - non-depreciable	\$ 13,765,075	\$ 33,816,308
Capital assets - depreciable, net	119,266,685	95,032,968
Total	<u>\$ 133,031,760</u>	<u>\$ 128,849,276</u>

The estimated cost to complete current construction projects is \$12.1 million. Additional information on the District's capital assets can be found in Note 7.

Debt Administration. At year end, the District had \$61.6 million in long-term debt outstanding, \$4.6 million due within one year. Long-term debt increased by \$12.5 million due to a capital lease entered into during the year for solar panels and other energy efficient upgrades.

The District's general obligation bonds are subject to two limits; the Constitutional debt limit (total debt limit) on all general obligation bonds (up to 30 percent of the total net full cash assessed valuation) and the statutory debt limit on Class B bonds (the greater of 20 percent of the net full cash assessed valuation or \$1,500 per student). The current total debt limitation for the District is \$105.3 million and the Class B debt limit is \$70.2 million, which are more than the District's total outstanding general obligation and Class B debt, respectively.

Additional information on the District's long-term debt can be found in Notes 8 through 10.

**SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2020**

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

Many factors were considered by the District's administration during the process of developing the fiscal year 2020-21 budget. Among them, the fiscal year 2019-20 budget balance carry forward of an estimated \$5.0 million.

Also considered in the development of the budget is the local economy and inflation of the surrounding area.

Budgeted expenditures in the General Fund increased three percent to \$49.4 million in fiscal year 2020-21. State aid and property taxes are expected to be the primary funding sources. No new programs were added to the 2020-21 budget.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the resources it receives. If you have questions about this report or need additional information, contact the Business and Finance Department, Sahuarita Unified School District No. 30, 350 West Sahuarita Road; Sahuarita, Arizona 85629-9000.

BASIC FINANCIAL STATEMENTS

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GOVERNMENT-WIDE FINANCIAL STATEMENTS

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
STATEMENT OF NET POSITION
JUNE 30, 2020

	Governmental Activities
<u>ASSETS</u>	
Current assets:	
Cash and investments	\$ 26,557,638
Property taxes receivable	707,705
Accounts receivable	136,179
Due from governmental entities	7,323,728
Deposits held by others	41,583
Total current assets	<u>34,766,833</u>
Noncurrent assets:	
Capital assets not being depreciated	13,765,075
Capital assets, net of accumulated depreciation	<u>119,266,685</u>
Total noncurrent assets	<u>133,031,760</u>
Total assets	<u><u>167,798,593</u></u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>	
Deferred charge on refunding	92,615
Pension plan items	<u>7,284,131</u>
Total deferred outflows of resources	<u><u>7,376,746</u></u>
<u>LIABILITIES</u>	
Current liabilities:	
Accounts payable	655,619
Construction contracts payable	2,264,891
Accrued payroll and employee benefits	2,495,170
Compensated absences payable	287,697
Unearned revenues	15,170
Obligations under capital leases	840,697
Bonds payable	<u>3,770,000</u>
Total current liabilities	<u>10,329,244</u>
Noncurrent liabilities:	
Non-current portion of long-term obligations	<u>102,135,043</u>
Total noncurrent liabilities	<u>102,135,043</u>
Total liabilities	<u><u>112,464,287</u></u>
<u>DEFERRED INFLOWS OF RESOURCES</u>	
Pension plan items	<u>2,783,582</u>
<u>NET POSITION</u>	
Net investment in capital assets	83,077,757
Restricted	10,031,934
Unrestricted	<u>(33,182,221)</u>
Total net position	<u><u>\$ 59,927,470</u></u>

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

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2020

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Governmental activities:					
Instruction	\$ 36,319,333	\$ 4,347,375	\$ 2,230,705	\$ 120,477	\$ (29,620,776)
Support services - students and staff	5,893,037	265,960	365,354		(5,261,723)
Support services - administration	6,428,513	121,205	60,892		(6,246,416)
Operation and maintenance of plant services	7,338,823	110,302	142,083	634,334	(6,452,104)
Student transportation services	3,016,304				(3,016,304)
Operation of non-instructional services	2,663,750	739,505	1,740,760		(183,485)
Interest on long-term debt	2,131,300		333,299		(1,798,001)
Total governmental activities	<u>\$ 63,791,060</u>	<u>\$ 5,584,347</u>	<u>\$ 4,873,093</u>	<u>\$ 754,811</u>	<u>(52,578,809)</u>

General revenues:

Taxes:

Property taxes, levied for general purposes	16,256,166
Property taxes, levied for debt service	6,953,951
Property taxes, levied for capital outlay	979,168
Investment income	221,202
Unrestricted county aid	2,224,126
Unrestricted state aid	28,062,354
Total general revenues	<u>54,696,967</u>

Changes in net position 2,118,158

Net position, beginning of year, as restated 57,809,312

Net position, end of year \$ 59,927,470

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

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FUND FINANCIAL STATEMENTS

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2020

	<u>General</u>	<u>Debt Service</u>	<u>Energy and Water Savings</u>
<u>ASSETS</u>			
Cash and investments	\$ 4,281,549	\$ 2,029,192	\$ 13,406,318
Property taxes receivable	515,760	175,797	
Accounts receivable	80,490		
Due from governmental entities	5,993,197	167,275	
Due from other funds	192,465		
Deposits held by others			
Total assets	<u><u>\$ 11,063,461</u></u>	<u><u>\$ 2,372,264</u></u>	<u><u>\$ 13,406,318</u></u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 442,502	\$	\$
Construction contracts payable			2,167,939
Due to other funds			
Accrued payroll and employee benefits	2,190,941		
Unearned revenues			
Total liabilities	<u><u>2,633,443</u></u>	<u><u></u></u>	<u><u>2,167,939</u></u>
Deferred inflows of resources:			
Unavailable revenues - property taxes	444,026	146,809	
Unavailable revenues - intergovernmental			
Total deferred inflows of resources	<u><u>444,026</u></u>	<u><u>146,809</u></u>	<u><u></u></u>
Fund balances (deficits):			
Restricted	617,500	2,225,455	11,238,379
Unassigned	7,368,492		
Total fund balances	<u><u>7,985,992</u></u>	<u><u>2,225,455</u></u>	<u><u>11,238,379</u></u>
Total liabilities, deferred inflows of resources and fund balances	<u><u>\$ 11,063,461</u></u>	<u><u>\$ 2,372,264</u></u>	<u><u>\$ 13,406,318</u></u>

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

Non-Major Governmental Funds	Total Governmental Funds
\$ 6,840,579	\$ 26,557,638
16,148	707,705
55,689	136,179
1,163,256	7,323,728
	192,465
41,583	41,583
<u>\$ 8,117,255</u>	<u>\$ 34,959,298</u>

\$ 213,117	\$ 655,619
96,952	2,264,891
192,465	192,465
304,229	2,495,170
15,170	15,170
<u>821,933</u>	<u>5,623,315</u>

16,148	606,983
<u>169,210</u>	<u>169,210</u>
<u>185,358</u>	<u>776,193</u>

7,420,783	21,502,117
(310,819)	7,057,673
<u>7,109,964</u>	<u>28,559,790</u>

<u>\$ 8,117,255</u>	<u>\$ 34,959,298</u>
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SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2020

Total governmental fund balances **\$ 28,559,790**

Amounts reported for *governmental activities* in the Statement of Net Position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.

Governmental capital assets	\$ 185,813,046	
Less accumulated depreciation	<u>(52,781,286)</u>	133,031,760

Some receivables are not available to pay for current period expenditures and, therefore, are reported as unavailable revenues in the funds.

Property taxes	606,983	
Intergovernmental	<u>169,210</u>	776,193

Deferred items related to the refunding of bonds are amortized over the life of the associated bond issue in the government-wide statements but not reported in the funds.		92,615
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Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the funds.

Deferred outflows of resources related to pensions	7,284,131	
Deferred inflows of resources related to pensions	<u>(2,783,582)</u>	4,500,549

Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.

Compensated absences payable	(903,699)	
Obligations under capital leases	(17,131,082)	
Net pension liability	(44,546,932)	
Bonds payable	<u>(44,451,724)</u>	<u>(107,033,437)</u>

Net position of governmental activities **\$ 59,927,470**

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

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2020

	<u>General</u>	<u>Debt Service</u>	<u>Energy and Water Savings</u>
Revenues:			
Other local	\$ 4,393,349	\$ 28,063	\$
Property taxes	16,213,180	6,930,098	
State aid and grants	23,146,165		
Federal aid, grants and reimbursements		333,299	
Total revenues	<u>43,752,694</u>	<u>7,291,460</u>	
Expenditures:			
Current -			
Instruction	23,300,778		
Support services - students and staff	4,495,117		
Support services - administration	5,296,004		
Operation and maintenance of plant services	6,329,845		
Student transportation services	2,117,548		
Operation of non-instructional services	172,013		
Capital outlay	50,539		5,415,325
Debt service -			
Principal retirement		3,825,000	
Interest and fiscal charges		2,259,779	
Total expenditures	<u>41,761,844</u>	<u>6,084,779</u>	<u>5,415,325</u>
Excess (deficiency) of revenues over expenditures	<u>1,990,850</u>	<u>1,206,681</u>	<u>(5,415,325)</u>
Other financing sources (uses):			
Transfers in		29,584	
Transfers out			
Capital lease agreements			16,653,704
Proceeds from sale of capital assets	90		
Insurance recoveries	13,442		
Total other financing sources (uses)	<u>13,532</u>	<u>29,584</u>	<u>16,653,704</u>
Changes in fund balances	<u>2,004,382</u>	<u>1,236,265</u>	<u>11,238,379</u>
Fund balances, beginning of year, as restated	5,981,610	989,190	
Increase (decrease) in reserve for prepaid items			
Fund balances, end of year	<u>\$ 7,985,992</u>	<u>\$ 2,225,455</u>	<u>\$ 11,238,379</u>

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

Non-Major Governmental Funds	Total Governmental Funds
\$ 4,430,718	\$ 8,852,130
1,009,874	24,153,152
5,932,851	29,079,016
3,584,431	3,917,730
<u>14,957,874</u>	<u>66,002,028</u>
6,994,231	30,295,009
1,010,953	5,506,070
305,069	5,601,073
275,254	6,605,099
100,743	2,218,291
2,363,550	2,535,563
4,948,365	10,414,229
148,748	3,973,748
21,352	2,281,131
<u>16,168,265</u>	<u>69,430,213</u>
<u>(1,210,391)</u>	<u>(3,428,185)</u>
4,972	34,556
(34,556)	(34,556)
	16,653,704
	90
	13,442
<u>(29,584)</u>	<u>16,667,236</u>
<u>(1,239,975)</u>	<u>13,239,051</u>
8,374,773	15,345,573
(24,834)	(24,834)
<u>\$ 7,109,964</u>	<u>\$ 28,559,790</u>

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2020

Changes in fund balances - total governmental funds **\$ 13,239,051**

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

Governmental funds report the portion of capital outlay for capitalized assets as expenditures. However, in the Statement of Activities, the costs of those assets are allocated over their estimated useful lives and reported as depreciation expense.

Expenditures for capitalized assets	\$ 8,170,311	
Less current year depreciation	<u>(3,971,009)</u>	4,199,302

Issuance of capital lease agreements provide current financial resources to governmental funds, but the issuance increases long-term liabilities in the Statement of Net Position. (16,653,704)

Some revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.

Property taxes	36,133	
Intergovernmental	<u>(125,657)</u>	(89,524)

Repayments of long-term debt principal are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.

Capital lease principal retirement	148,748	
Bond principal retirement	<u>3,825,000</u>	3,973,748

Governmental funds report pension contributions as expenditures. However, they are reported as deferred outflows of resources in the Statement of Net Position. The change in the net pension liability, adjusted for deferred items, is reported as pension expense in the Statement of Activities.

Current year pension contributions	3,897,732	
Pension expense	<u>(6,485,662)</u>	(2,587,930)

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

Prepaid items	(24,834)	
Loss on disposal of assets	(16,818)	
Amortization of deferred bond items	149,831	
Compensated absences	<u>(70,964)</u>	<u>37,215</u>

Changes in net position in governmental activities **\$ 2,118,158**

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

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Sahuarita Unified School District No. 30 (District) have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

During the year ended June 30, 2020, the District implemented the provisions of GASB Statement No. 84, *Fiduciary Activities*. This Statement establishes criteria for identifying fiduciary activities for accounting and financial reporting purposes, and provides guidance as to how those activities should be reported. Student Activities reported in the prior year as fiduciary activities do not meet these new fiduciary activities criteria and have been reclassified as special revenue governmental funds. Beginning balances of the governmental funds and governmental activities have been restated by \$242,342 accordingly.

The more significant of the District's accounting policies are described below.

A. Reporting Entity

The Governing Board is organized under Section 15-321 of the Arizona Revised Statutes (A.R.S.). Management of the District is independent of other state or local governments. The County Treasurer collects taxes for the District, but exercises no control over its expenditures/expenses.

The membership of the Governing Board consists of five members elected by the public. Under existing statutes, the Governing Board's duties and powers include, but are not limited to, the acquisition, maintenance and disposition of school property; the development and adoption of a school program; and the establishment, organization and operation of schools.

The Board also has broad financial responsibilities, including the approval of the annual budget, and the establishment of a system of accounting and budgetary controls.

The financial reporting entity consists of a primary government and its component units. A component unit is a legally separate entity that must be included in the reporting entity in conformity with generally accepted accounting principles. The District is a primary government because it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. Furthermore, there are no component units combined with the District for financial statement presentation purposes, and the District is not included in any other governmental reporting entity. Consequently, the District's financial statements include only the funds of those organizational entities for which its elected governing board is financially accountable. The District's major operations include education, student transportation, construction and maintenance of District facilities, food services, and athletic functions.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) present financial information about the District as a whole. The reported information includes all of the nonfiduciary activities of the District. For the most part, the effect of internal activity has been removed from these statements. These statements are to distinguish between the governmental and business-type activities of the District. Governmental activities normally are supported by taxes and intergovernmental revenues, and are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The District does not have any business-type activities or fiduciary activities.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes, unrestricted federal, state and county aid, and other items not included among program revenues are reported instead as general revenues.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Government-Wide Financial Statements – The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the grantor or provider have been met. As a general rule, the effect of internal activity has been eliminated from the government-wide financial statements; however, the effects of interfund services provided and used between functions are reported as expenses and program revenues at amounts approximating their external exchange value.

Fund Financial Statements – Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Property taxes, state and county aid, tuition and investment income 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. Food services and miscellaneous revenues are not susceptible to accrual because generally they are not measurable until received in cash. Grants and similar awards are recognized as revenue as soon as all eligibility requirements imposed by the grantor or provider have been met. Unearned revenues arise when resources are received by the District before it has legal claim to them, as when grant monies are received prior to meeting all eligibility requirements imposed by the provider.

Delinquent property taxes and other receivables that will not be collected within the available period have been reported as unavailable revenues on the governmental fund financial statements.

The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Non-major funds are aggregated and presented in a single column.

The District reports the following major governmental funds:

General Fund – The General Fund is the District’s primary operating fund. It accounts for all resources used to finance District maintenance and operation except those required to be accounted for in other funds. The General Fund includes the District’s Maintenance and Operation Fund as well as certain activities budgeted in separate funds in accordance with A.R.S. These funds are maintained as separate funds for budgetary purposes but do not meet the criteria for separate reporting in the financial statements.

Debt Service Fund – The Debt Service Fund accounts for the accumulation of resources for, and the payment of, long-term debt principal, interest and related costs.

Energy and Water Savings Fund – The Energy and Water Savings Fund accounts for capital investment monies, energy related rebate, or grant monies, and monies from other funding sources to fund energy or water savings projects in school facilities in accordance with A.R.S.

D. Cash and Investments

A.R.S. require the District to deposit all cash with the County Treasurer, except as discussed below. Cash with the County Treasurer is pooled for investment purposes, except for cash of the Debt Service and Bond Building Funds that may be invested separately. Interest earned from investments purchased with pooled monies is allocated to each of the District’s funds based on their average balances. All investments are stated at fair value.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Statute authorizes the District to separately invest monies of the Bond Building and Debt Service Funds in the State Treasurer's investment pools; obligations issued and guaranteed by the United States or any of its agencies or instrumentalities; specified state and local government bonds and notes; and interest bearing savings accounts or certificates of deposit.

Statute authorizes the District to deposit monies of the Auxiliary Operations and Student Activities Funds in bank accounts. Monies in these funds may also be invested. In addition, statute authorizes the District to maintain various bank accounts such as clearing accounts to temporarily deposit receipts before they are transmitted to the County Treasurer; revolving accounts to pay minor disbursements; and withholdings accounts for taxes and employee insurance programs. Some of these bank accounts may be interest bearing.

Statute does not include any requirements for credit risk, concentration of credit risk, interest rate risk, or foreign currency risk. Arizona statute requires a pooled collateral program for public deposits and a Statewide Collateral Pool Administrator (Administrator) in the State Treasurer's Office. The purpose of the pooled collateral program is to ensure that governmental entities' public deposits placed in participating depositories are secured with collateral of 102 percent of the public deposits, less any applicable deposit insurance. An eligible depository may not retain or accept any public deposit unless it has deposited the required collateral with a qualified escrow agent or the Administrator. The Administrator manages the pooled collateral program, including reporting on each depository's compliance with the program.

E. Investment Income

Investment income is composed of interest, dividends, and net changes in the fair value of applicable investments. Investment income is included in other local revenue in the governmental fund financial statements.

F. Receivables and Payables

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." All receivables, including property taxes receivable, are shown net of an allowance for uncollectibles. Interfund balances between governmental funds are eliminated on the Statement of Net Position.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

G. Property Tax Calendar

The County Treasurer is responsible for collecting property taxes for all governmental entities within the county. The county levies real and personal property taxes on or before the third Monday in August, that become due and payable in two equal installments. The first installment is due on the first day of October and becomes delinquent after the first business day of November. The second installment is due on the first day of March of the next year and becomes delinquent after the first business day of May.

Pursuant to A.R.S., a lien against assessed real and personal property attaches on the first day of January preceding assessment and levy; however according to case law, an enforceable legal claim to the asset does not arise.

H. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. Prepaid items are recorded as expenses when consumed in the government-wide financial statements and as expenditures when purchased in the fund financial statements.

I. Capital Assets

Capital assets, which include land and improvements; buildings and improvements; vehicles, furniture, and equipment; and construction in progress, are reported in the government-wide financial statements.

Capital assets are defined by the District as assets with an initial, individual cost in excess of \$5,000 and an estimated useful life of more than one year. Capital assets are recorded at historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not capitalized.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

Land improvements	5 - 20 years
Buildings and improvements	20 - 50 years
Vehicles, furniture and equipment	5 - 15 years

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

J. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position may report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of financial position may report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time.

K. Compensated Absences

The District's employee vacation and sick leave policies generally provide for granting vacation and sick leave with pay. Accrued sick leave is earned by all full-time employees at a rate of one day for every month with a maximum of 200 accrued days. All full-time classified employees earn vacation at rates depending on length of service. The current and long-term liabilities, including related benefits, for accumulated vacation and sick leave are reported on the government-wide financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee leave, resignations and retirements. Generally, resources from the General Fund are used to pay for compensated absences.

L. Pensions

For purposes of measuring the net pension liability, related deferred outflows of resources and deferred inflows of resources, and pension expense, information about the pension plan's fiduciary net position and additions to/deductions from the plan's fiduciary net position have been determined on the same basis as they are reported by the plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

M. Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities on the statement of net position. Bond premiums and discounts are amortized over the life of the bonds using the straight-line method. Deferred amounts on refunding result from the difference between the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

N. Interfund Activity

Flows of cash from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers between governmental funds are eliminated in the Statement of Activities. Interfund transfers in the fund financial statements are reported as other financing sources/uses in governmental funds.

O. Net Position Flow Assumption

In the government-wide financial statements the District applies restricted resources first when outlays are incurred for purposes for which either restricted or unrestricted amounts are available.

P. Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 2 – FUND BALANCE CLASSIFICATIONS

Fund balances of the governmental funds are reported separately within classifications based on a hierarchy of the constraints placed on the use of those resources. The classifications are based on the relative strength of the constraints that control how the specific amounts can be spent. The classifications are nonspendable, restricted, and unrestricted, which includes committed, assigned, and unassigned fund balance classifications.

Nonspendable. The nonspendable fund balance classification includes amounts that cannot be spent because they are not in spendable form, or legally or contractually required to be maintained intact.

Restricted. Fund balance is reported as restricted when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or is imposed by law through constitutional provisions or enabling legislation.

Committed. The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by formal action of the Governing Board. Those committed amounts cannot be used for any other purpose unless the Governing Board removes or changes the specified use by taking the same type of action it employed to previously commit those amounts. The District does not have a formal policy or procedures for the utilization of committed fund balance, accordingly, no committed fund balance amounts are reported.

Assigned. Amounts in the assigned fund balance classification are intended to be used by the District for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the General Fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the General Fund, assigned amounts represent intended uses established by the Governing Board or a management official delegated that authority by the formal Governing Board action. The District does not have a formal policy or procedures for the utilization of assigned fund balance, accordingly, no assigned fund balance amounts are reported.

Unassigned. Unassigned fund balance is the residual classification for the General Fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had be restricted, committed, or assigned.

The District applies restricted resources first when outlays are incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 2 – FUND BALANCE CLASSIFICATIONS

The table below provides detail of the major components of the District's fund balance classifications at year end.

	General Fund	Debt Service Fund	Energy and Water Savings Fund	Non-Major Governmental Funds
Fund Balances:				
Restricted:				
Debt service	\$ 234,650	\$ 2,225,455	\$	\$
Capital projects	382,850		11,238,379	960,766
Bond building projects				394,761
Voter approved initiatives				2,789,613
Federal and state projects				162,795
Auxiliary operations				371,620
Food service				304,611
Civic center				100,100
Community school				291,510
Extracurricular activities				786,039
Gifts and donations				955,729
Student activities				289,532
Other purposes				13,707
Unassigned	7,368,492			(310,819)
Total fund balances	<u>\$ 7,985,992</u>	<u>\$ 2,225,455</u>	<u>\$ 11,238,379</u>	<u>\$ 7,109,964</u>

NOTE 3 – RESTRICTED NET POSITION

The table below provides detail of the major components of the District's restricted net position at year end.

	Governmental Activities
Restricted Net Position:	
Debt service	\$ 2,606,914
Capital projects	1,359,764
Voter approved initiatives	2,789,613
Federal and state projects	162,795
Auxiliary operations	371,620
Food service	304,611
Civic center	100,100
Community school	291,510
Extracurricular activities	786,039
Gifts and donations	955,729
Student activities	289,532
Other purposes	13,707
Total	<u>\$ 10,031,934</u>

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 4 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Individual Deficit Fund Balances – At year end, the following individual non-major governmental funds reported deficits in fund balance.

	<u>Deficit</u>
Non-Major Governmental Funds:	
Title I Grants	\$ 31,946
Title IV Grants	29,168
Limited English and Immigrant Students	1,785
Special Education Grants	40,328
Vocational Education	1,400
Other Federal Projects	58,543
Gifted	80,838
Other State Projects	6,040
Career Technical Education	32,085
Building Renewal Grant	28,686

The deficit arose due to capital purchases made during the year and/or because of pending grant and other reimbursements. Additional revenues received in fiscal year 2020-21 are expected to eliminate the deficit.

Excess Expenditures Over Budget – At year end, the District had expenditures in funds that exceeded the budgets, however, this does not constitute a violation of any legal provisions.

NOTE 5 – CASH AND INVESTMENTS

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of bank failure the District's deposits may not be returned to the District. The District does not have a deposit policy for custodial credit risk. At year end, the carrying amount of the District's deposits was \$1,326,074 and the bank balance was \$1,308,236. At year end, \$409,554 of the District's deposits were covered by collateral held by the pledging financial institution's trust department or agent but not in the District's name. The Energy and Water Savings Fund also had \$13,406,318 held in an escrow account to be used to fund solar panels and other energy efficient equipment.

Fair Value Measurements. The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset.

- Level 1 inputs are quoted prices in active markets for identical assets
- Level 2 inputs are significant other observable inputs
- Level 3 inputs are significant unobservable inputs

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 5 – CASH AND INVESTMENTS

The State Treasurer's pools are external investment pools, the Local Government Investment Pool (Pool 5) and Local Government Investment Pool-Government (Pool 7), with no regulatory oversight. The pools as an investment company are not registered with the Securities and Exchange Commission. The fair value of each participant's position in the State Treasurer investment pools approximates the value of the participant's shares in the pool and the participants' shares are not identified with specific investments. No regulatory oversight is provided for the County Treasurer's investment pool and that pool's structure does not provide for shares. Participants in the pool are not required to categorize the value of shares in accordance with the fair value hierarchy.

The County Treasurer's pool is an external investment pool with no regulatory oversight. The pool is not required to register (and is not registered) with the Securities and Exchange Commission. The fair value of each participant's position in the County Treasurer investment pool approximates the value of the participant's shares in the pool and the participants' shares are not identified with specific investments. Participants in the pool are not required to categorize the value of shares in accordance with the fair value hierarchy.

At year end, the District's investments consisted of the following:

	<u>Average Maturities</u>	<u>Fair Value</u>
County Treasurer's investment pool	202 days	\$ 10,950,560
State Treasurer's investment pool 7	44 days	874,686
Total		<u>\$ 11,825,246</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. The District has no investment policy that would further limit its investment choices. As of year end, the District's investment in the County's investment pool did not receive a credit quality rating from a national rating agency. The State Treasurer's investment pool 7 had a weighted average rating of AAA at year end as it was invested in obligations of the U.S. Government or obligations guaranteed by the U.S. Government.

Custodial Credit Risk – Investments. The District's investments in the State and County Treasurer's Investment pool represent a proportionate interest in the pool's portfolio; however, the District's portion is not identified with specific investments and is not subject to custodial credit risk.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 6 – RECEIVABLES

Receivable balances, net of allowance for uncollectibles, have been disaggregated by type and presented separately in the financial statements with the exception of due from governmental entities. Due from governmental entities, net of allowance for uncollectibles, as of year end for the District's individual major and non-major governmental funds in the aggregate were as follows:

	General Fund	Debt Service Fund	Non-Major Governmental Funds
Due from governmental entities:			
Due from federal government	\$	\$ 167,275	\$ 322,957
Due from state government	5,944,927		837,635
Due from county government	48,270		2,664
Net due from governmental entities	<u>\$ 5,993,197</u>	<u>\$ 167,275</u>	<u>\$ 1,163,256</u>

NOTE 7 – CAPITAL ASSETS

A summary of capital asset activity for the current fiscal year follows:

Governmental Activities	Beginning Balance	Increase	Decrease	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 7,934,746	\$	\$	\$ 7,934,746
Construction in progress	25,881,562	7,607,865	27,659,098	5,830,329
Total capital assets, not being depreciated	<u>33,816,308</u>	<u>7,607,865</u>	<u>27,659,098</u>	<u>13,765,075</u>
Capital assets, being depreciated:				
Land improvements	14,400,698	1,980,013		16,380,711
Buildings and improvements	118,039,728	25,625,919		143,665,647
Vehicles, furniture and equipment	11,590,234	615,612	204,233	12,001,613
Total capital assets being depreciated	<u>144,030,660</u>	<u>28,221,544</u>	<u>204,233</u>	<u>172,047,971</u>
Less accumulated depreciation for:				
Land improvements	(6,650,031)	(619,511)		(7,269,542)
Buildings and improvements	(35,343,416)	(2,829,226)		(38,172,642)
Vehicles, furniture and equipment	(7,004,245)	(522,272)	(187,415)	(7,339,102)
Total accumulated depreciation	<u>(48,997,692)</u>	<u>(3,971,009)</u>	<u>(187,415)</u>	<u>(52,781,286)</u>
Total capital assets, being depreciated, net	<u>95,032,968</u>	<u>24,250,535</u>	<u>16,818</u>	<u>119,266,685</u>
Governmental activities capital assets, net	<u>\$ 128,849,276</u>	<u>\$ 31,858,400</u>	<u>\$ 27,675,916</u>	<u>\$ 133,031,760</u>

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 7 – CAPITAL ASSETS

Depreciation expense was charged to governmental functions as follows:

Instruction	\$ 3,223,387
Support services – students and staff	11,744
Support services – administration	59,849
Operation and maintenance of plant services	358,118
Student transportation services	279,748
Operation of non-instructional services	38,163
Total depreciation expense – governmental activities	<u>\$ 3,971,009</u>

Construction Commitments – At year end, the District had contractual commitments related to energy efficient upgrades and other District renovations. At year end the District had spent \$5.8 million on the projects and had estimated remaining contractual commitments of \$12.1 million. These projects are being funded with bond proceeds, SFB revenues, and the Energy and Water Savings Fund.

NOTE 8 – OBLIGATIONS UNDER CAPITAL LEASES

The District has acquired busses under the provisions of a long-term lease agreement classified as a capital lease. The lease agreement qualifies as a capital lease for accounting purposes and, therefore, has been recorded at the present value of its future minimum lease payments as of the inception date. Revenues from the Unrestricted Capital Outlay Fund, a non-major governmental fund, are used to pay the capital lease obligation. Amortization of assets recorded under capital leases is included with depreciation expense.

The District has also financed energy efficient upgrades and solar energy structures that meet the District's capitalization threshold under the provisions of long-term lease agreements classified as capital leases. These lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of the inception date. Revenues from the General Fund will be transferred to the Energy and Water Savings Fund, a major governmental fund, to pay the capital lease obligations when due beginning next fiscal year.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 8 – OBLIGATIONS UNDER CAPITAL LEASES

The assets acquired through capital leases that meet the District's capitalization threshold are as follows:

	<u>Governmental Activities</u>
Asset:	
Construction in progress	\$ 5,415,325
Vehicles, furniture and equipment	939,669
Less: Accumulated depreciation	<u>14,820</u>
Total	<u>\$ 6,340,174</u>

The future minimum lease obligations and the net present value of these minimum lease payments at year end were as follows:

Year Ending June 30:	<u>Governmental Activities</u>
2021	\$ 1,245,007
2022	1,528,725
2023	1,293,871
2024	1,159,191
2025	1,195,710
2026-30	6,567,194
2031-35	<u>7,665,720</u>
Total minimum lease payments	20,655,418
Less: amount representing interest	<u>3,524,336</u>
Present value of minimum lease payments	<u>\$ 17,131,082</u>
Due within one year	<u>\$ 840,697</u>

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 9– GENERAL OBLIGATION BONDS PAYABLE

Bonds payable at year end consisted of the following outstanding general obligation bonds. The bonds are both callable and noncallable with interest payable semiannually. Property taxes from the Debt Service Fund are used to pay bonded debt. In addition, a portion of the District's school improvements bonds are Qualified Build America Bonds (BABS). The District receives a direct subsidy payment from the United States of America for a portion of the interest payment due on the bonds. The District's legal debt limit is \$105.3 million and the available margin is \$61.4 million.

Purpose	Original Amount Issued	Interest Rates	Remaining Maturities	Outstanding Principal June 30, 2020	Due Within One Year
Governmental activities:					
General obligation bonds:					
School Improvement Bonds, Project 2007					
Qualified School Construction Bond	\$ 5,700,000	1.95%	6/16/21-24	\$ 1,785,000	\$ 435,000
School Improvement Bonds, Project 2009					
Series A-2	21,465,000	5.50-6.34%	7/1/21-29	15,415,000	1,400,000
School Improvement Bonds, Series 2017	24,185,000	3.0-5.0%	7/1/21-36	22,660,000	1,000,000
Refunding Bonds, Series 2017	6,830,000	5.00%	7/1/21-22	1,780,000	865,000
Private placement general obligation bonds:					
School Improvement Bonds,					
Project 2009 Series B	1,650,000	2.96%	7/1/21-30	1,370,000	70,000
Total				<u>\$ 43,010,000</u>	<u>\$ 3,770,000</u>

Annual debt service requirements to maturity on general obligation bonds at year end are summarized as follows:

Year ending June 30:	Governmental Activities			
	General Obligation Bonds		Private Placement	General
	Principal	Interest	Obligation Bonds	Obligation Bonds
	Principal	Interest	Principal	Interest
2021	\$ 3,700,000	\$ 2,036,638	\$ 70,000	\$ 40,552
2022	3,820,000	1,857,950	70,000	38,480
2023	2,095,000	1,671,214	70,000	36,408
2024	2,085,000	1,570,699	150,000	34,336
2025	2,050,000	1,466,444	150,000	29,896
2026-30	11,470,000	5,396,360	860,000	82,880
2031-35	13,370,000	2,441,164		
2036	3,050,000	114,376		
Total	<u>\$ 41,640,000</u>	<u>\$16,554,845</u>	<u>\$ 1,370,000</u>	<u>\$ 262,552</u>

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 9– GENERAL OBLIGATION BONDS PAYABLE

Private Placements – The District’s private-placement bond obligation terminates upon legal defeasance, prior redemption, or payment in full of all of the bonds. In the event of a failure of the District to comply with any provision of the bond disclosure certificate, any bondholder may seek specific performance by court order to cause the District to comply with its obligations under the bond disclosure certificate.

NOTE 10 – CHANGES IN LONG-TERM LIABILITIES

Long-term liability activity for the current fiscal year was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Bonds payable:					
General obligation bonds	\$ 45,395,000	\$	\$ 3,755,000	\$ 41,640,000	\$ 3,700,000
Private placement general obligation bonds	1,440,000		70,000	1,370,000	70,000
Premium	1,637,862		196,138	1,441,724	
Total bonds payable	<u>48,472,862</u>		<u>4,021,138</u>	<u>44,451,724</u>	<u>3,770,000</u>
Obligations under leases	626,126	16,653,704	148,748	17,131,082	840,697
Net pension liability	40,389,008	4,157,924		44,546,932	
Compensated absences payable	832,735	536,801	465,837	903,699	287,697
Governmental activity long-term liabilities	<u>\$ 90,320,731</u>	<u>\$ 21,348,429</u>	<u>\$ 4,635,723</u>	<u>\$ 107,033,437</u>	<u>\$ 4,898,394</u>

NOTE 11 – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

Due to/from other funds – At year end, several non-major governmental funds had negative cash balances of \$192,465 in the Treasurer’s pooled cash accounts. Negative cash on deposit with the County Treasurer was reduced by interfund borrowing with the General Fund. All interfund balances are expected to be paid within one year.

Interfund transfers – Transfers between funds were used to (1) to move funds of \$4,972 from the Career, Technical and Vocational Education Fund to the Gifts and Donations Fund to close out an inactive account and (2) to move investment income of \$29,584 earned in the Bond Building Fund, a major governmental fund, that is required by statute to be expended in the Debt Service Fund.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 12 – CONTINGENT LIABILITIES

Compliance – Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures/expenses that may be disallowed by the grantor cannot be determined at this time, although the District expects such amounts, if any, to be immaterial.

Arbitrage – Under the Tax Reform Act of 1986, interest earned on the debt proceeds in excess of interest expense or expenditure prior to the disbursement of the proceeds must be rebated to the Internal Revenue Service (IRS). Management believes there is no tax arbitrage rebate liability at year end.

NOTE 13– RISK MANAGEMENT

The 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.

The District was unable to obtain general property and liability insurance at a cost it considered to be economically justifiable. Therefore, the District joined the Arizona School Risk Retention Trust, Inc. (ASRRT). ASRRT is a public entity risk pool currently operating as a common risk management and insurance program for school districts and community colleges in the State. The District pays an annual premium to ASRRT for its general insurance coverage. The agreement provides that ASRRT will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of specified amounts.

The District joined the Arizona School Alliance for Workers' Compensation, Inc. (Alliance) together with other school districts in the state for risks of loss related to workers' compensation claims. The Alliance is a public entity risk pool currently operating as a common risk management and insurance program for school districts in the State. The District pays quarterly premiums to the Alliance for its employee workers' compensation coverage. The agreement provides that the Alliance will be self-sustaining through members' premiums and will reinsure through commercial companies for claims in excess of specified amounts for each insured event.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 13– RISK MANAGEMENT

The District’s employees have health and accident insurance coverage with the Arizona School Board Association Insurance Trust (ASBAIT). ASBAIT is a public entity risk pool currently operating as a common risk management and insurance program for school districts in the State. The District pays a monthly premium to ASBAIT for employees’ health and accident insurance coverage. The agreement provides that ASBAIT will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of specified amounts.

The District continues to carry commercial insurance for employee dental insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

NOTE 14 – PENSIONS

Plan Description. District employees participate in the Arizona State Retirement System (ASRS). The ASRS administers a cost-sharing multiple-employer defined benefit pension plan, a cost-sharing multiple-employer defined benefit health insurance premium benefit (OPEB) plan, and a cost-sharing multiple-employer defined benefit long-term disability (OPEB) plan. The Arizona State Retirement System Board governs the ASRS according to the provisions of A.R.S. Title 38, Chapter 5, Articles 2 and 2.1. ASRS is a component unit of the State of Arizona. The ASRS issues a publicly available financial report that includes its financial statements and required supplementary information. The report is available on the ASRS website at www.azasrs.gov.

The ASRS OPEB plans are not further disclosed because of their relative insignificance to the District’s financial statements.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 14 – PENSIONS

Benefits Provided. The ASRS provides retirement, health insurance premium supplement, long-term disability, and survivor benefits. State statute establishes benefit terms. Retirement benefits are calculated on the basis of age, average monthly compensation, and service credit as follows:

	Retirement Initial Membership Date:	
	Before July 1, 2011	On or After July 1, 2011
Years of service and age required to receive benefit	Sum of years and age equals 80 10 years, age 62 5 years, age 50* Any years, age 65	30 years, age 55 25 years, age 60 10 years, age 62 5 years, age 50* Any years, age 65
Final average salary is based on	Highest 36 months of last 120 months	Highest 60 months of last 120 months
Benefit percent per year of service	2.1% to 2.3%	2.1% to 2.3%

*With actuarially reduced benefits

Retirement benefits for members who joined the ASRS prior to September 13, 2013, are subject to automatic cost-of-living adjustments based on excess investment earnings. Members with a membership date on or after September 13, 2013, are not eligible for cost-of-living adjustments. Survivor benefits are payable upon a member's death. For retired members, the survivor benefit is determined by the retirement benefit option chosen. For all other members, the beneficiary is entitled to the member's account balance that includes the member's contributions and employer's contributions, plus interest earned.

Contributions. In accordance with state statutes, annual actuarial valuations determine active member and employer contribution requirements. The combined active member and employer contribution rates are expected to finance the costs of benefits employees earn during the year, with an additional amount to finance any unfunded accrued liability. For the current fiscal year, active ASRS members were required by statute to contribute at the actuarially determined rate of 12.11 percent (11.94 percent for retirement and 0.17 percent for long-term disability) of the members' annual covered payroll, and the District was required by statute to contribute at the actuarially determined rate of 12.11 percent (11.45 percent for retirement, 0.49 percent for health insurance premium benefit, and 0.17 percent for long-term disability) of the active members' annual covered payroll. The District's contributions to the pension plan for the year ended June 30, 2020 were \$3.9 million.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 14 – PENSIONS

Employers are also required to pay an Alternate Contribution Rate (ACR), for retired members who return to work in positions that would typically be filled by an employee who contributes to ASRS. The District was required by statute to contribute at the actuarially determined rate of 10.41 percent (10.29 for retirement, 0.05 percent for health insurance premium benefit, and 0.07 percent for long-term disability). ACR contributions are included in employer contributions presented above.

The District's pension plan contributions are paid by the same funds as the employee's salary, with the largest component coming from the General Fund.

Pension Liability. The net pension liability was measured as of June 30, 2019. The total liability used to calculate the net liability was determined using update procedures to roll forward the total liability from an actuarial valuation as of June 30, 2018, to the measurement date of June 30, 2019. The District's proportion of the net liability was based on the District's actual contributions to the applicable plan relative to the total of all participating employers' contributions to the plan for the year ended June 30, 2019.

At June 30, 2020, the District reported the following amounts for its proportionate share of the pension plan net liability. In addition, at June 30, 2019, the District's percentage proportion for the plan and the related change from its proportion measured as of June 30, 2018 was:

Net Liability	District % Proportion	Increase (Decrease)
\$ 44,546,932	0.306	0.017

Pension Expense and Deferred Outflows/Inflows of Resources. The District has deferred outflows and inflows of resources related to the net pension liability. Certain changes in the net pension liability are recognized as pension expense over a period of time rather than the year of occurrence. The District's pension expense for the year ended June 30, 2020 was \$6.5 million.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 14 – PENSIONS

The District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 804,752	\$ 8,375
Changes of assumptions or other inputs	188,301	1,773,946
Net difference between projected and actual earnings on pension investments	2,393,346	1,001,261
Contributions subsequent to the measurement date	3,897,732	
Total	<u>\$ 7,284,131</u>	<u>\$ 2,783,582</u>

The amounts of deferred outflows of resources resulting from contributions subsequent to the measurement date as reported in the table above will be recognized as an adjustment of the net pension liability in the year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30:		
2021	\$	953,553
2022		(426,616)
2023		(192,285)
2024		268,165

Actuarial Assumptions. The significant actuarial assumptions used to measure the total pension liability are as follows:

Actuarial valuation date	June 30, 2018
Actuarial roll forward date	June 30, 2019
Actuarial cost method	Entry age normal
Investment rate of return	7.5%
Inflation	2.3%
Projected salary increases	2.7-7.2%
Permanent base increases	Included
Mortality rates	2017 SRA Scale U-MP

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 14 – PENSIONS

The actuarial assumptions used in the June 30, 2018 valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2016. The purpose of the experience study was to review actual experience in relation to the actuarial assumptions in effect. The ASRS Board adopted the experience study recommended changes which were applied to the June 30, 2017, actuarial valuation.

The long-term expected rate of return on ASRS plan investments was determined to be 7.5 percent using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage excluding any expected inflation.

On June 29, 2018, the ASRS Board approved updated strategic asset allocation targets, to be effective July 2018. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Geometric Real Rate of Return
Equity	50%	6.09%
Credit	20	5.36
Interest rate sensitive bonds	10	1.62
Real estate	20	5.85
Total	100%	

Discount Rate. The discount rate used to measure the total pension liability was 7.5 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the ASRS Board's funding policy, which establishes the contractually required rate under Arizona statute. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on investments was applied to all periods of projected benefit payments to determine the total pension liability.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 14 – PENSIONS

Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate. The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.5 percent, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
Rate	6.5%	7.5%	8.5%
Net liability	\$ 63,400,602	\$ 44,546,932	\$ 28,790,116

Contributions payable. The District's accrued payroll and employee benefits included \$496,417 of outstanding pension contribution amounts payable to ASRS for the year ended June 30, 2020.

Pension Plan Fiduciary Net Position. Detailed information about the pension plan's fiduciary net position is available in the separately issued ASRS financial report. The report is available on the ASRS website at www.azasrs.gov.

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REQUIRED SUPPLEMENTARY INFORMATION

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SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL
YEAR ENDED JUNE 30, 2020

	Budgeted Amounts		Non-GAAP Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Other local	\$	\$	\$ 4,291,276	\$ 4,291,276
Property taxes			16,213,180	16,213,180
State aid and grants			23,146,165	23,146,165
Total revenues			<u>43,650,621</u>	<u>43,650,621</u>
Expenditures:				
Current -				
Instruction	24,395,000	27,054,596	24,019,389	3,035,207
Support services - students and staff	4,891,225	4,858,895	4,550,301	308,594
Support services - administration	5,634,399	5,735,458	5,350,824	384,634
Operation and maintenance of plant services	7,392,210	7,500,833	6,405,185	1,095,648
Student transportation services	2,567,629	2,549,976	2,143,791	406,185
Operation of non-instructional services	337,067	337,087	172,013	165,074
Total expenditures	<u>45,217,530</u>	<u>48,036,845</u>	<u>42,641,503</u>	<u>5,395,342</u>
Changes in fund balances	<u>(45,217,530)</u>	<u>(48,036,845)</u>	<u>1,009,118</u>	<u>49,045,963</u>
Fund balances, beginning of year			5,095,649	5,095,649
Fund balances (deficits), end of year	<u>\$ (45,217,530)</u>	<u>\$ (48,036,845)</u>	<u>\$ 6,104,767</u>	<u>\$ 54,141,612</u>

See accompanying notes to this schedule.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
ARIZONA STATE RETIREMENT SYSTEM
LAST SIX FISCAL YEARS

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Measurement date	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016
District's proportion of the net pension (assets) liability	0.31%	0.29%	0.28%	0.27%
District's proportionate share of the net pension (assets) liability	\$ 44,546,932	\$ 40,389,008	\$ 42,906,625	\$ 43,695,314
District's covered payroll	\$ 32,276,360	\$ 27,888,174	\$ 26,676,030	\$ 25,005,530
District's proportionate share of the net pension (assets) liability as a percentage of its covered payroll	138.02%	144.82%	160.84%	174.74%
Plan fiduciary net position as a percentage of the total pension liability	73.24%	73.40%	69.92%	67.06%

SCHEDULE OF PENSION CONTRIBUTIONS
ARIZONA STATE RETIREMENT SYSTEM
LAST SIX FISCAL YEARS

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Actuarially determined contribution	\$ 3,897,732	\$ 3,608,497	\$ 3,039,811	\$ 2,875,676
Contributions in relation to the actuarially determined contribution	<u>3,897,732</u>	<u>3,608,497</u>	<u>3,039,811</u>	<u>2,875,676</u>
Contribution deficiency (excess)	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
District's covered payroll	\$ 34,041,328	\$ 32,276,360	\$ 27,888,174	\$ 26,676,030
Contributions as a percentage of covered payroll	11.45%	11.18%	10.90%	10.78%

NOTE: The pension schedules in the required supplementary information are intended to show information for ten years, and additional information will be displayed as it becomes available.

See accompanying notes to this schedule.

<u>2016</u>	<u>2015</u>
June 30, 2015	June 30, 2014
0.26%	0.25%
\$ 41,104,278	\$ 37,714,190
\$ 24,027,511	\$ 22,948,252
171.07%	164.34%
68.35%	69.49%

<u>2016</u>	<u>2015</u>
\$ 2,713,100	\$ 2,616,596
<u>2,713,100</u>	<u>2,616,596</u>
<u>\$</u>	<u>\$</u>
\$ 25,005,530	\$ 24,027,511
10.85%	10.89%

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2020

NOTE 1 – BUDGETARY BASIS OF ACCOUNTING

The District budget is prepared on a basis consistent with accounting principles generally accepted in the United States of America, except for the following items.

- Certain activities reported in the General Fund are budgeted in separate funds in accordance with Arizona Revised Statutes.
- Employee insurance expenditures are budgeted in the year the employee insurance account is funded.

The following schedule reconciles expenditures and fund balances at the end of year:

	<u>Total Expenditures</u>	<u>Fund Balances End of Year</u>
Statement of Revenues, Expenditures and Changes in		
Fund Balances – Governmental Funds	\$ 41,761,844	\$ 7,985,992
Activity budgeted as special revenue funds	(26,389)	(192,789)
Activity budgeted as capital projects funds	(51,679)	(730,709)
Employee insurance account	<u>957,727</u>	<u>(957,727)</u>
Schedule of Revenues, Expenditures and Changes in Fund		
Balances – Budget and Actual – General Fund	<u>\$ 42,641,503</u>	<u>\$ 6,104,767</u>

NOTE 2 – PENSION PLAN SCHEDULES

Actuarial Assumptions for Valuations Performed. The information presented in the required supplementary schedules was determined as part of the actuarial valuations at the dates indicated, which is the most recent actuarial valuation. The actuarial assumptions used are disclosed in the notes to the financial statements.

Factors that Affect Trends. The actuarial assumptions used in the June 30, 2018, valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2016. The purpose of the experience study was to review actual experience in relation to the actuarial assumptions in effect. The ASRS Board adopted the experience study recommended changes which were applied to the June 30, 2017, actuarial valuation.

**COMBINING AND INDIVIDUAL
FUND FINANCIAL STATEMENTS
AND SCHEDULES**

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GOVERNMENTAL FUNDS

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
COMBINING BALANCE SHEET - ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE
JUNE 30, 2020

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total Non-Major Governmental Funds</u>
<u>ASSETS</u>			
Cash and investments	\$ 5,784,799	\$ 1,055,780	\$ 6,840,579
Property taxes receivable		16,148	16,148
Accounts receivable	55,689		55,689
Due from governmental entities	766,317	396,939	1,163,256
Deposits held by others	41,583		41,583
Total assets	<u><u>\$ 6,648,388</u></u>	<u><u>\$ 1,468,867</u></u>	<u><u>\$ 8,117,255</u></u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 184,191	\$ 28,926	\$ 213,117
Construction contracts payable		96,952	96,952
Due to other funds	192,465		192,465
Accrued payroll and employee benefits	304,229		304,229
Unearned revenues	15,170		15,170
Total liabilities	<u>696,055</u>	<u>125,878</u>	<u>821,933</u>
Deferred inflows of resources:			
Unavailable revenues - property taxes		16,148	16,148
Unavailable revenues - intergovernmental	169,210		169,210
Total deferred inflows of resources	<u>169,210</u>	<u>16,148</u>	<u>185,358</u>
Fund balances (deficits):			
Restricted	6,065,256	1,355,527	7,420,783
Unassigned	(282,133)	(28,686)	(310,819)
Total fund balances	<u>5,783,123</u>	<u>1,326,841</u>	<u>7,109,964</u>
Total liabilities, deferred inflows of resources and fund balances	<u><u>\$ 6,648,388</u></u>	<u><u>\$ 1,468,867</u></u>	<u><u>\$ 8,117,255</u></u>

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE
YEAR ENDED JUNE 30, 2020

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total Non-Major Governmental Funds</u>
Revenues:			
Other local	\$ 4,064,131	\$ 366,587	\$ 4,430,718
Property taxes		1,009,874	1,009,874
State aid and grants	3,897,320	2,035,531	5,932,851
Federal aid, grants and reimbursements	<u>3,584,431</u>		<u>3,584,431</u>
Total revenues	<u>11,545,882</u>	<u>3,411,992</u>	<u>14,957,874</u>
Expenditures:			
Current -			
Instruction	6,994,231		6,994,231
Support services - students and staff	1,010,953		1,010,953
Support services - administration	305,069		305,069
Operation and maintenance of plant services	275,254		275,254
Student transportation services	100,743		100,743
Operation of non-instructional services	2,363,550		2,363,550
Capital outlay	488,680	4,459,685	4,948,365
Debt service -			
Principal retirement		148,748	148,748
Interest and fiscal charges		<u>21,352</u>	<u>21,352</u>
Total expenditures	<u>11,538,480</u>	<u>4,629,785</u>	<u>16,168,265</u>
Excess (deficiency) of revenues over expenditures	<u>7,402</u>	<u>(1,217,793)</u>	<u>(1,210,391)</u>
Other financing sources (uses):			
Transfers in	4,972		4,972
Transfers out	<u>(4,972)</u>	<u>(29,584)</u>	<u>(34,556)</u>
Total other financing sources (uses)		<u>(29,584)</u>	<u>(29,584)</u>
Changes in fund balances	<u>7,402</u>	<u>(1,247,377)</u>	<u>(1,239,975)</u>
Fund balances, beginning of year, as restated	5,793,617	2,581,156	8,374,773
Increase (decrease) in reserve for prepaid items	(17,896)	(6,938)	(24,834)
Fund balances, end of year	<u>\$ 5,783,123</u>	<u>\$ 1,326,841</u>	<u>\$ 7,109,964</u>

SPECIAL REVENUE FUNDS

Classroom Site – to account for the financial activity for the portion of state sales tax collections and permanent state school funding earnings as approved by voters in 2000.

Instructional Improvement - to account for the activity of monies received from gaming revenue.

Full-Day Kindergarten - to account for monies received for full-day kindergarten, including capital and interest earned.

Title I Grants - to account for financial assistance received for the purpose of improving the teaching and learning of children failing, or most at-risk of failing, to meet challenging State academic standards.

Professional Development and Technology Grants - to account for financial assistance received to increase student academic achievement through improving teacher quality.

Title IV Grants - to account for financial assistance received for chemical abuse awareness programs and expanding projects that benefit educational and health needs of the communities.

Limited English and Immigrant Students - to account for financial assistance received for educational services and costs for limited English and immigrant children.

Special Education Grants - to account for supplemental financial assistance received to provide a free, appropriate public education to disabled children.

Vocational Education - to account for financial assistance received for preparation of individuals for employment or advancement in a career not requiring a baccalaureate or advanced degree.

Medicaid Reimbursement - to account for reimbursements related to specific health services provided to eligible students.

E-Rate - to account for financial assistance received for broadband internet and telecommunication costs.

Impact Aid - to account for financial assistance to local educational agencies that are financially burdened by federal activities.

Other Federal Projects - to account for financial assistance received for other supplemental federal projects.

State Vocational Education - to account for financial assistance received for the preparation of individuals for employment.

Gifted - to account for financial assistance received for programs for gifted students.

College Credit Exam Incentives - to account for financial assistance received for college credit exams.

Other State Projects - to account for financial assistance received for other state projects.

Food Service - to account for the financial activity of school activities that have as their purpose the preparation and serving of regular and incidental meals and snacks in connection with school functions.

Civic Center - to account for monies received from the rental of school facilities for civic activities.

Community School - to account for activity related to academic and skill development for all citizens.

Auxiliary Operations - to account for activity arising from bookstore, athletic and miscellaneous District related operations.

Extracurricular Activities Fees Tax Credit - to account for activity related to monies collected in support of extracurricular activities to be taken as a tax credit by the tax payer in accordance with A.R.S. §43-1089.01.

Gifts and Donations - to account for activity related to gifts, donations, bequests and private grants made to the District.

Career, Technical Education and Vocational Education - to account for activity related to the production and subsequent sale of items produced in an instructional program by career and technical and vocational education pupils.

Fingerprint - to account for activity of fingerprinting employees as mandated by the State.

Insurance Proceeds - to account for the monies received from insurance claims.

Textbooks - to account for monies received from students to replace or repair lost or damaged textbooks.

Litigation Recovery - to account for monies received for and derived from litigation.

Indirect Costs - to account for monies received from federal projects for administrative costs.

Insurance Refund - to account for insurance premium payments that are refunded to the District.

Advertisement - to account for monies received from the sale of advertising.

Career Technical Education - to account for monies received from Career Technological Education Districts for vocational education programs.

Student Activities - to account for monies raised by students to finance student clubs and organizations.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2020

	<u>Classroom Site</u>	<u>Instructional Improvement</u>	<u>Title I Grants</u>
<u>ASSETS</u>			
Cash and investments	\$ 2,349,309	\$ 221,215	\$
Accounts receivable			
Due from governmental entities	277,723	159,597	31,946
Deposits held by others			
Total assets	<u><u>\$ 2,627,032</u></u>	<u><u>\$ 380,812</u></u>	<u><u>\$ 31,946</u></u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$	\$	\$
Due to other funds			11,935
Accrued payroll and employee benefits	202,423	15,808	20,011
Unearned revenues			
Total liabilities	<u>202,423</u>	<u>15,808</u>	<u>31,946</u>
Deferred inflows of resources:			
Unavailable revenues - intergovernmental			<u>31,946</u>
Fund balances (deficits):			
Restricted	2,424,609	365,004	
Unassigned			(31,946)
Total fund balances	<u>2,424,609</u>	<u>365,004</u>	<u>(31,946)</u>
Total liabilities, deferred inflows of resources and fund balances	<u><u>\$ 2,627,032</u></u>	<u><u>\$ 380,812</u></u>	<u><u>\$ 31,946</u></u>

Professional Development and Technology Grants	Title IV Grants	Limited English and Immigrant Students	Special Education Grants	Vocational Education	E-Rate
\$ 15,170	\$	\$	\$	\$	\$ 110,640
	29,168	1,785	40,328	1,400	
<u>\$ 15,170</u>	<u>\$ 29,168</u>	<u>\$ 1,785</u>	<u>\$ 40,328</u>	<u>\$ 1,400</u>	<u>\$ 110,640</u>
\$	\$	\$	\$	\$	\$
	29,168	1,785	2,269 10,490 27,569	1,400	
15,170					
<u>15,170</u>	<u>29,168</u>	<u>1,785</u>	<u>40,328</u>	<u>1,400</u>	
	29,168	1,785	40,328	1,400	
	(29,168)	(1,785)	(40,328)	(1,400)	110,640
	<u>(29,168)</u>	<u>(1,785)</u>	<u>(40,328)</u>	<u>(1,400)</u>	<u>110,640</u>
<u>\$ 15,170</u>	<u>\$ 29,168</u>	<u>\$ 1,785</u>	<u>\$ 40,328</u>	<u>\$ 1,400</u>	<u>\$ 110,640</u>

(Continued)

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2020

	<u>Other Federal Projects</u>	<u>Gifted</u>	<u>College Credit Exam Incentives</u>
<u>ASSETS</u>			
Cash and investments	\$	\$	\$ 52,155
Accounts receivable			
Due from governmental entities	58,543		
Deposits held by others			
Total assets	<u>\$ 58,543</u>	<u>\$</u>	<u>\$ 52,155</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 23,100	\$	\$
Due to other funds	26,346	73,017	
Accrued payroll and employee benefits	9,097	7,821	
Unearned revenues			
Total liabilities	<u>58,543</u>	<u>80,838</u>	
Deferred inflows of resources:			
Unavailable revenues - intergovernmental	<u>58,543</u>		
Fund balances (deficits):			
Restricted			52,155
Unassigned	<u>(58,543)</u>	<u>(80,838)</u>	
Total fund balances	<u>(58,543)</u>	<u>(80,838)</u>	<u>52,155</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 58,543</u>	<u>\$</u>	<u>\$ 52,155</u>

Other State Projects	Food Service	Civic Center	Community School	Auxiliary Operations	Extracurricular Activities Fees Tax Credit
\$	\$ 229,899	\$ 98,380	\$ 263,044	\$ 371,620	\$ 786,039
	15,191	1,720	29,550		
6,040	147,219		12,568		
	41,583				
<u>\$ 6,040</u>	<u>\$ 433,892</u>	<u>\$ 100,100</u>	<u>\$ 305,162</u>	<u>\$ 371,620</u>	<u>\$ 786,039</u>
\$	\$ 129,281	\$	\$ 1,350	\$	\$
6,040			12,302		
<u>6,040</u>	<u>129,281</u>		<u>13,652</u>		
<u>6,040</u>					
	304,611	100,100	291,510	371,620	786,039
(6,040)					
<u>(6,040)</u>	<u>304,611</u>	<u>100,100</u>	<u>291,510</u>	<u>371,620</u>	<u>786,039</u>
<u>\$ 6,040</u>	<u>\$ 433,892</u>	<u>\$ 100,100</u>	<u>\$ 305,162</u>	<u>\$ 371,620</u>	<u>\$ 786,039</u>

(Continued)

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2020

	Gifts and Donations	Career, Technical and Vocational Education	Fingerprint
<u>ASSETS</u>			
Cash and investments	\$ 956,412	\$ 45	\$ 710
Accounts receivable	9,228		
Due from governmental entities			
Deposits held by others			
Total assets	<u><u>\$ 965,640</u></u>	<u><u>\$ 45</u></u>	<u><u>\$ 710</u></u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 9,911	\$	\$
Due to other funds			
Accrued payroll and employee benefits			
Unearned revenues			
Total liabilities	<u>9,911</u>		
Deferred inflows of resources:			
Unavailable revenues - intergovernmental			
Fund balances (deficits):			
Restricted	955,729	45	710
Unassigned			
Total fund balances	<u>955,729</u>	<u>45</u>	<u>710</u>
Total liabilities, deferred inflows of resources and fund balances	<u><u>\$ 965,640</u></u>	<u><u>\$ 45</u></u>	<u><u>\$ 710</u></u>

<u>Textbooks</u>	<u>Insurance Refund</u>	<u>Career Technical Education</u>	<u>Student Activities</u>	<u>Totals</u>
\$ 7,143	\$ 5,809	\$ 27,677	\$ 289,532	\$ 5,784,799
				55,689
				766,317
				41,583
<u>\$ 7,143</u>	<u>\$ 5,809</u>	<u>\$ 27,677</u>	<u>\$ 289,532</u>	<u>\$ 6,648,388</u>
\$	\$	\$ 18,280	\$	\$ 184,191
		32,284		192,465
		9,198		304,229
				15,170
		<u>59,762</u>		<u>696,055</u>
				<u>169,210</u>
7,143	5,809		289,532	6,065,256
		(32,085)		(282,133)
<u>7,143</u>	<u>5,809</u>	<u>(32,085)</u>	<u>289,532</u>	<u>5,783,123</u>
<u>\$ 7,143</u>	<u>\$ 5,809</u>	<u>\$ 27,677</u>	<u>\$ 289,532</u>	<u>\$ 6,648,388</u>

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2020

	Classroom Site	Instructional Improvement	Full-Day Kindergarten
Revenues:			
Other local	\$ 59,021	\$ 5,593	\$ 3
State aid and grants	3,332,678	292,333	
Federal aid, grants and reimbursements			
Total revenues	<u>3,391,699</u>	<u>297,926</u>	<u>3</u>
Expenditures:			
Current -			
Instruction	3,639,064	138,247	
Support services - students and staff	136,937	62,333	
Support services - administration		90,196	
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	<u>3,776,001</u>	<u>290,776</u>	
Excess (deficiency) of revenues over expenditures	<u>(384,302)</u>	<u>7,150</u>	<u>3</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	<u>(384,302)</u>	<u>7,150</u>	<u>3</u>
Fund balances (deficits), beginning of year, as restated	2,808,911	357,854	(3)
Increase (decrease) in reserve for prepaid items			
Fund balances (deficits), end of year	<u>\$ 2,424,609</u>	<u>\$ 365,004</u>	<u>\$</u>

<u>Title I Grants</u>	<u>Professional Development and Technology Grants</u>	<u>Title IV Grants</u>	<u>Limited English and Immigrant Students</u>	<u>Special Education Grants</u>	<u>Vocational Education</u>
\$	\$	\$	\$	\$	\$
462,979	73,570	68	24,408	879,227	127,528
<u>462,979</u>	<u>73,570</u>	<u>68</u>	<u>24,408</u>	<u>879,227</u>	<u>127,528</u>
344,628			23,427	797,989	4,386
117,921	64,873	21,868	2,765	116,500	8,038
22,540	3,302	7,299			
975	5,395			2,437	38,850
<u>486,064</u>	<u>73,570</u>	<u>29,167</u>	<u>26,192</u>	<u>916,926</u>	<u>51,274</u>
<u>(23,085)</u>		<u>(29,099)</u>	<u>(1,784)</u>	<u>(37,699)</u>	<u>76,254</u>
<u>(23,085)</u>		<u>(29,099)</u>	<u>(1,784)</u>	<u>(37,699)</u>	<u>76,254</u>
		(69)	(1)	(2,629)	(77,654)
(8,861)					
<u>\$ (31,946)</u>	<u>\$</u>	<u>\$ (29,168)</u>	<u>\$ (1,785)</u>	<u>\$ (40,328)</u>	<u>\$ (1,400)</u>

(Continued)

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2020

	E-Rate	Other Federal Projects	State Vocational Education
Revenues:			
Other local	\$	\$	\$
State aid and grants			51,713
Federal aid, grants and reimbursements	54,314	121,633	
Total revenues	<u>54,314</u>	<u>121,633</u>	<u>51,713</u>
Expenditures:			
Current -			
Instruction		122,253	212
Support services - students and staff		8,923	3,235
Support services - administration		25,339	
Operation and maintenance of plant services	18,840		
Student transportation services			
Operation of non-instructional services			
Capital outlay	44,195	23,661	48,266
Total expenditures	<u>63,035</u>	<u>180,176</u>	<u>51,713</u>
Excess (deficiency) of revenues over expenditures	<u>(8,721)</u>	<u>(58,543)</u>	
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	<u>(8,721)</u>	<u>(58,543)</u>	
Fund balances (deficits), beginning of year, as restated	119,361		
Increase (decrease) in reserve for prepaid items			
Fund balances (deficits), end of year	<u>\$ 110,640</u>	<u>\$ (58,543)</u>	<u>\$</u>

Gifted	College Credit Exam Incentives	Other State Projects	Food Service	Civic Center	Community School
\$ 49,984	\$ 1 26,883	\$ 143,729	\$ 743,727	\$ 83,008	\$ 870,012
49,984	26,884	143,729	1,740,760 2,484,487	83,008	99,944 969,956
98,234	14,101	5,413 626 143,730	2,359,581 2,481 2,362,062	7,830 2,581 3,643 58,914	750,390 6,217 128,932 30,696 413
893 99,127	14,101	149,769	2,362,062	2,225 75,193	4,336 920,984
(49,143)	12,783	(6,040)	122,425	7,815	48,972
(49,143)	12,783	(6,040)	122,425	7,815	48,972
(31,695)	39,372		182,186	92,285	242,538
\$ (80,838)	\$ 52,155	\$ (6,040)	\$ 304,611	\$ 100,100	\$ 291,510

(Continued)

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2020

	Auxiliary Operations	Extracurricular Activities Fees Tax Credit	Gifts and Donations
Revenues:			
Other local	\$ 542,758	\$ 236,738	\$ 561,945
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues	<u>542,758</u>	<u>236,738</u>	<u>561,945</u>
Expenditures:			
Current -			
Instruction	336,523	64,258	102,180
Support services - students and staff	121,769	5,380	100,543
Support services - administration	263		8,126
Operation and maintenance of plant services			7,061
Student transportation services	14,826	12,362	7,578
Operation of non-instructional services	361		3,608
Capital outlay	10,320	12,236	218,843
Total expenditures	<u>484,062</u>	<u>94,236</u>	<u>447,939</u>
Excess (deficiency) of revenues over expenditures	<u>58,696</u>	<u>142,502</u>	<u>114,006</u>
Other financing sources (uses):			
Transfers in			4,972
Transfers out			
Total other financing sources (uses)			<u>4,972</u>
Changes in fund balances	<u>58,696</u>	<u>142,502</u>	<u>118,978</u>
Fund balances (deficits), beginning of year, as restated	312,924	643,537	836,751
Increase (decrease) in reserve for prepaid items			
Fund balances (deficits), end of year	<u>\$ 371,620</u>	<u>\$ 786,039</u>	<u>\$ 955,729</u>

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2020

	<u>Totals</u>
Revenues:	
Other local	\$ 4,064,131
State aid and grants	3,897,320
Federal aid, grants and reimbursements	3,584,431
Total revenues	<u>11,545,882</u>
Expenditures:	
Current -	
Instruction	6,994,231
Support services - students and staff	1,010,953
Support services - administration	305,069
Operation and maintenance of plant services	275,254
Student transportation services	100,743
Operation of non-instructional services	2,363,550
Capital outlay	488,680
Total expenditures	<u>11,538,480</u>
Excess (deficiency) of revenues over expenditures	<u>7,402</u>
Other financing sources (uses):	
Transfers in	4,972
Transfers out	(4,972)
Total other financing sources (uses)	<u></u>
Changes in fund balances	<u>7,402</u>
Fund balances (deficits), beginning of year, as restated	5,793,617
Increase (decrease) in reserve for prepaid items	(17,896)
Fund balances, end of year	<u><u>\$ 5,783,123</u></u>

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SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2020

	Classroom Site		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 59,021	\$ 59,021
State aid and grants		3,332,678	3,332,678
Federal aid, grants and reimbursements			
Total revenues		<u>3,391,699</u>	<u>3,391,699</u>
Expenditures:			
Current -			
Instruction	5,194,569	3,639,064	1,555,505
Support services - students and staff	251,269	136,937	114,332
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	<u>5,445,838</u>	<u>3,776,001</u>	<u>1,669,837</u>
Excess (deficiency) of revenues over expenditures	<u>(5,445,838)</u>	<u>(384,302)</u>	<u>5,061,536</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Insurance recoveries			
Total other financing sources (uses)			
Changes in fund balances	<u>(5,445,838)</u>	<u>(384,302)</u>	<u>5,061,536</u>
Fund balances (deficits), beginning of year, as restated		2,808,911	2,808,911
Increase (decrease) in reserve for prepaid items			
Fund balances (deficits), end of year	<u>\$ (5,445,838)</u>	<u>\$ 2,424,609</u>	<u>\$ 7,870,447</u>

Instructional Improvement			Full-Day Kindergarten		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 5,593 292,333	\$ 5,593 292,333	\$	\$ 3	\$ 3
	297,926	297,926		3	3
522,322	138,247 62,333 90,196	384,075 (62,333) (90,196)			
522,322	290,776	231,546			
(522,322)	7,150	529,472		3	3
(522,322)	7,150	529,472		3	3
	357,854	357,854		(3)	(3)
\$ (522,322)	\$ 365,004	\$ 887,326	\$	\$	\$

(Continued)

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2020

	Title I Grants		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		462,979	462,979
Total revenues		<u>462,979</u>	<u>462,979</u>
Expenditures:			
Current -			
Instruction	510,947	344,628	166,319
Support services - students and staff		117,921	(117,921)
Support services - administration		22,540	(22,540)
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay		975	(975)
Total expenditures	<u>510,947</u>	<u>486,064</u>	<u>24,883</u>
Excess (deficiency) of revenues over expenditures	<u>(510,947)</u>	<u>(23,085)</u>	<u>487,862</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Insurance recoveries			
Total other financing sources (uses)			
Changes in fund balances	<u>(510,947)</u>	<u>(23,085)</u>	<u>487,862</u>
Fund balances (deficits), beginning of year, as restated			
Increase (decrease) in reserve for prepaid items		(8,861)	(8,861)
Fund balances (deficits), end of year	<u>\$ (510,947)</u>	<u>\$ (31,946)</u>	<u>\$ 479,001</u>

Professional Development and Technology Grants			Title IV Grants		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	73,570	73,570		68	68
	73,570	73,570		68	68
100,970	64,873	36,097	35,882	21,868	14,014
	3,302	(3,302)		7,299	(7,299)
	5,395	(5,395)			
100,970	73,570	27,400	35,882	29,167	6,715
(100,970)		100,970	(35,882)	(29,099)	6,783
(100,970)		100,970	(35,882)	(29,099)	6,783
				(69)	(69)
\$ (100,970)	\$	\$ 100,970	\$ (35,882)	\$ (29,168)	\$ 6,714

(Continued)

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2020

	Limited English and Immigrant Students		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		24,408	24,408
Total revenues		<u>24,408</u>	<u>24,408</u>
Expenditures:			
Current -			
Instruction	38,681	23,427	15,254
Support services - students and staff		2,765	(2,765)
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	<u>38,681</u>	<u>26,192</u>	<u>12,489</u>
Excess (deficiency) of revenues over expenditures	<u>(38,681)</u>	<u>(1,784)</u>	<u>36,897</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Insurance recoveries			
Total other financing sources (uses)			
Changes in fund balances	<u>(38,681)</u>	<u>(1,784)</u>	<u>36,897</u>
Fund balances (deficits), beginning of year, as restated		(1)	(1)
Increase (decrease) in reserve for prepaid items			
Fund balances (deficits), end of year	<u>\$ (38,681)</u>	<u>\$ (1,785)</u>	<u>\$ 36,896</u>

Special Education Grants			Vocational Education		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	879,227	879,227		127,528	127,528
	879,227	879,227		127,528	127,528
1,065,994	797,989	268,005	84,709	4,386	80,323
	116,500	(116,500)		8,038	(8,038)
	2,437	(2,437)		38,850	(38,850)
1,065,994	916,926	149,068	84,709	51,274	33,435
(1,065,994)	(37,699)	1,028,295	(84,709)	76,254	160,963
(1,065,994)	(37,699)	1,028,295	(84,709)	76,254	160,963
	(2,629)	(2,629)		(77,654)	(77,654)
\$ (1,065,994)	\$ (40,328)	\$ 1,025,666	\$ (84,709)	\$ (1,400)	\$ 83,309

(Continued)

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2020

	Medicaid Reimbursement		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues			
Expenditures:			
Current -			
Instruction			
Support services - students and staff	2,243	1,475	768
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	2,243	1,475	768
Excess (deficiency) of revenues over expenditures	(2,243)	(1,475)	768
Other financing sources (uses):			
Transfers in			
Transfers out			
Insurance recoveries			
Total other financing sources (uses)			
Changes in fund balances	(2,243)	(1,475)	768
Fund balances (deficits), beginning of year, as restated		458	458
Increase (decrease) in reserve for prepaid items			
Fund balances (deficits), end of year	<u>\$ (2,243)</u>	<u>\$ (1,017)</u>	<u>\$ 1,226</u>

[illegible]

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2020

	Other Federal Projects		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		121,633	121,633
Total revenues		<u>121,633</u>	<u>121,633</u>
Expenditures:			
Current -			
Instruction	645,000	122,253	522,747
Support services - students and staff		8,923	(8,923)
Support services - administration		25,339	(25,339)
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay		23,661	(23,661)
Total expenditures	<u>645,000</u>	<u>180,176</u>	<u>464,824</u>
Excess (deficiency) of revenues over expenditures	<u>(645,000)</u>	<u>(58,543)</u>	<u>586,457</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Insurance recoveries			
Total other financing sources (uses)			
Changes in fund balances	<u>(645,000)</u>	<u>(58,543)</u>	<u>586,457</u>
Fund balances (deficits), beginning of year, as restated			
Increase (decrease) in reserve for prepaid items			
Fund balances (deficits), end of year	<u>\$ (645,000)</u>	<u>\$ (58,543)</u>	<u>\$ 586,457</u>

State Vocational Education			Gifted		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	51,713	51,713		49,984	49,984
	51,713	51,713		49,984	49,984
	212	(212)	254,605	98,234	156,371
	3,235	(3,235)			
52,238	48,266	3,972		893	(893)
52,238	51,713	525	254,605	99,127	155,478
(52,238)		52,238	(254,605)	(49,143)	205,462
(52,238)		52,238	(254,605)	(49,143)	205,462
				(31,695)	(31,695)
\$ (52,238)	\$	\$ 52,238	\$ (254,605)	\$ (80,838)	\$ 173,767

(Continued)

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2020

	College Credit Exam Incentives		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 1	\$ 1
State aid and grants		26,883	26,883
Federal aid, grants and reimbursements			
Total revenues		<u>26,884</u>	<u>26,884</u>
Expenditures:			
Current -			
Instruction		14,101	(14,101)
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures		<u>14,101</u>	<u>(14,101)</u>
Excess (deficiency) of revenues over expenditures		<u>12,783</u>	<u>12,783</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Insurance recoveries			
Total other financing sources (uses)			
Changes in fund balances		<u>12,783</u>	<u>12,783</u>
Fund balances (deficits), beginning of year, as restated		39,372	39,372
Increase (decrease) in reserve for prepaid items			
Fund balances (deficits), end of year	<u>\$</u>	<u>\$ 52,155</u>	<u>\$ 52,155</u>

Other State Projects			Food Service		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	143,729	143,729		743,727	743,727
				1,740,760	1,740,760
	143,729	143,729		2,484,487	2,484,487
	5,413	(5,413)			
	626	(626)			
155,729	143,730	11,999			
			2,925,000	2,359,581	565,419
				2,481	(2,481)
155,729	149,769	5,960	2,925,000	2,362,062	562,938
(155,729)	(6,040)	149,689	(2,925,000)	122,425	3,047,425
(155,729)	(6,040)	149,689	(2,925,000)	122,425	3,047,425
				182,186	182,186
\$ (155,729)	\$ (6,040)	\$ 149,689	\$ (2,925,000)	\$ 304,611	\$ 3,229,611

(Continued)

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2020

	Civic Center		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$ 83,008	\$ 83,008
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues		<u>83,008</u>	<u>83,008</u>
Expenditures:			
Current -			
Instruction		7,830	(7,830)
Support services - students and staff		2,581	(2,581)
Support services - administration		3,643	(3,643)
Operation and maintenance of plant services	210,000	58,914	151,086
Student transportation services			
Operation of non-instructional services			
Capital outlay		2,225	(2,225)
Total expenditures	<u>210,000</u>	<u>75,193</u>	<u>134,807</u>
Excess (deficiency) of revenues over expenditures	<u>(210,000)</u>	<u>7,815</u>	<u>217,815</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Insurance recoveries			
Total other financing sources (uses)			
Changes in fund balances	<u>(210,000)</u>	<u>7,815</u>	<u>217,815</u>
Fund balances (deficits), beginning of year, as restated		92,285	92,285
Increase (decrease) in reserve for prepaid items			
Fund balances (deficits), end of year	<u>\$ (210,000)</u>	<u>\$ 100,100</u>	<u>\$ 310,100</u>

Community School			Auxiliary Operations		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 870,012	\$ 870,012	\$	\$ 542,758	\$ 542,758
	99,944	99,944			
	<u>969,956</u>	<u>969,956</u>		<u>542,758</u>	<u>542,758</u>
1,543,766	750,390	793,376	450,000	336,523	113,477
	6,217	(6,217)		121,769	(121,769)
	128,932	(128,932)		263	(263)
	30,696	(30,696)			
	413	(413)		14,826	(14,826)
				361	(361)
	4,336	(4,336)		10,320	(10,320)
<u>1,543,766</u>	<u>920,984</u>	<u>622,782</u>	<u>450,000</u>	<u>484,062</u>	<u>(34,062)</u>
<u>(1,543,766)</u>	<u>48,972</u>	<u>1,592,738</u>	<u>(450,000)</u>	<u>58,696</u>	<u>508,696</u>
<u>(1,543,766)</u>	<u>48,972</u>	<u>1,592,738</u>	<u>(450,000)</u>	<u>58,696</u>	<u>508,696</u>
	242,538	242,538		312,924	312,924
<u>\$ (1,543,766)</u>	<u>\$ 291,510</u>	<u>\$ 1,835,276</u>	<u>\$ (450,000)</u>	<u>\$ 371,620</u>	<u>\$ 821,620</u>

(Continued)

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2020

	Extracurricular Activities Fees Tax Credit		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 236,738	\$ 236,738
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues		<u>236,738</u>	<u>236,738</u>
Expenditures:			
Current -			
Instruction	820,000	64,258	755,742
Support services - students and staff		5,380	(5,380)
Support services - administration			
Operation and maintenance of plant services			
Student transportation services		12,362	(12,362)
Operation of non-instructional services			
Capital outlay		12,236	(12,236)
Total expenditures	<u>820,000</u>	<u>94,236</u>	<u>725,764</u>
Excess (deficiency) of revenues over expenditures	<u>(820,000)</u>	<u>142,502</u>	<u>962,502</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Insurance recoveries			
Total other financing sources (uses)			
Changes in fund balances	<u>(820,000)</u>	<u>142,502</u>	<u>962,502</u>
Fund balances (deficits), beginning of year, as restated		643,537	643,537
Increase (decrease) in reserve for prepaid items			
Fund balances (deficits), end of year	<u>\$ (820,000)</u>	<u>\$ 786,039</u>	<u>\$ 1,606,039</u>

Gifts and Donations			Career, Technical and Vocational Education		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 561,945	\$ 561,945	\$	\$ 45	\$ 45
	561,945	561,945		45	45
1,225,000	102,180	1,122,820			
	100,543	(100,543)			
	8,126	(8,126)			
	7,061	(7,061)			
	7,578	(7,578)			
	3,608	(3,608)			
	218,843	(218,843)			
1,225,000	447,939	777,061			
(1,225,000)	114,006	1,339,006		45	45
	4,972	4,972			
			(4,947)	(4,972)	(25)
	4,972	4,972	(4,947)	(4,972)	(25)
(1,225,000)	118,978	1,343,978	(4,947)	(4,927)	20
	836,751	836,751		4,972	4,972
\$ (1,225,000)	\$ 955,729	\$ 2,180,729	\$ (4,947)	\$ 45	\$ 4,992

(Continued)

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2020

	Fingerprint		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$ 1,419	\$ 1,419
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues		<u>1,419</u>	<u>1,419</u>
Expenditures:			
Current -			
Instruction			
Support services - students and staff			
Support services - administration	3,320	1,879	1,441
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	<u>3,320</u>	<u>1,879</u>	<u>1,441</u>
Excess (deficiency) of revenues over expenditures	<u>(3,320)</u>	<u>(460)</u>	<u>2,860</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Insurance recoveries			
Total other financing sources (uses)			
Changes in fund balances	<u>(3,320)</u>	<u>(460)</u>	<u>2,860</u>
Fund balances (deficits), beginning of year, as restated		1,170	1,170
Increase (decrease) in reserve for prepaid items			
Fund balances (deficits), end of year	<u>\$ (3,320)</u>	<u>\$ 710</u>	<u>\$ 4,030</u>

Insurance Proceeds			Textbooks		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 1,675	\$ 1,675	\$	\$ 129	\$ 129
	1,675	1,675		129	129
			7,052		7,052
106,514	2,000 5,471	(2,000) 101,043			
106,514	7,471	99,043	7,052		7,052
(106,514)	(5,796)	100,718	(7,052)	129	7,181
	13,442	13,442			
	13,442	13,442			
(106,514)	7,646	114,160	(7,052)	129	7,181
	88,136	88,136		7,014	7,014
\$ (106,514)	\$ 95,782	\$ 202,296	\$ (7,052)	\$ 7,143	\$ 14,195

(Continued)

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2020

	Litigation Recovery		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 3,050	\$ 3,050
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues		<u>3,050</u>	<u>3,050</u>
Expenditures:			
Current -			
Instruction			
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay	<u>5,067</u>	<u>881</u>	<u>4,186</u>
Total expenditures	<u>5,067</u>	<u>881</u>	<u>4,186</u>
Excess (deficiency) of revenues over expenditures	<u>(5,067)</u>	<u>2,169</u>	<u>7,236</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Insurance recoveries			
Total other financing sources (uses)			
Changes in fund balances	<u>(5,067)</u>	<u>2,169</u>	<u>7,236</u>
Fund balances (deficits), beginning of year, as restated		4,730	4,730
Increase (decrease) in reserve for prepaid items			
Fund balances (deficits), end of year	<u><u>\$ (5,067)</u></u>	<u><u>\$ 6,899</u></u>	<u><u>\$ 11,966</u></u>

Indirect Costs			Insurance Refund		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 1,015	\$ 1,015	\$	\$ 107	\$ 107
	1,015	1,015		107	107
51,369	5,930	45,439	6,385	550	5,835
51,369	5,930	45,439	6,385	550	5,835
(51,369)	(4,915)	46,454	(6,385)	(443)	5,942
(51,369)	(4,915)	46,454	(6,385)	(443)	5,942
	70,175	70,175		6,252	6,252
\$ (51,369)	\$ 65,260	\$ 116,629	\$ (6,385)	\$ 5,809	\$ 12,194

(Continued)

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2020

	Advertisement		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 17,187	\$ 17,187
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues		<u>17,187</u>	<u>17,187</u>
Expenditures:			
Current -			
Instruction			
Support services - students and staff	45,000	8,027	36,973
Support services - administration		560	(560)
Operation and maintenance of plant services		357	(357)
Student transportation services			
Operation of non-instructional services			
Capital outlay		1,412	(1,412)
Total expenditures	<u>45,000</u>	<u>10,356</u>	<u>34,644</u>
Excess (deficiency) of revenues over expenditures	<u>(45,000)</u>	<u>6,831</u>	<u>51,831</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Insurance recoveries			
Total other financing sources (uses)			
Changes in fund balances	<u>(45,000)</u>	<u>6,831</u>	<u>51,831</u>
Fund balances (deficits), beginning of year, as restated		18,020	18,020
Increase (decrease) in reserve for prepaid items			
Fund balances (deficits), end of year	<u>\$ (45,000)</u>	<u>\$ 24,851</u>	<u>\$ 69,851</u>

Career Technical Education			Student Activities		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 651,852	\$ 651,852	\$	\$ 307,773	\$ 307,773
	651,852	651,852		307,773	307,773
1,489,253	415,444	1,073,809		129,652	(129,652)
	119,597	(119,597)		110,297	(110,297)
	13,550	(13,550)			
	16,013	(16,013)			
	59,798	(59,798)		5,766	(5,766)
	58,699	(58,699)		14,868	(14,868)
1,489,253	683,101	806,152		260,583	(260,583)
(1,489,253)	(31,249)	1,458,004		47,190	47,190
(1,489,253)	(31,249)	1,458,004		47,190	47,190
	8,199	8,199		242,342	242,342
	(9,035)	(9,035)			
\$ (1,489,253)	\$ (32,085)	\$ 1,457,168	\$	\$ 289,532	\$ 289,532

(Continued)

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2020

	Totals		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 4,087,058	\$ 4,087,058
State aid and grants		3,897,320	3,897,320
Federal aid, grants and reimbursements		3,584,431	3,584,431
Total revenues		<u>11,568,809</u>	<u>11,568,809</u>
Expenditures:			
Current -			
Instruction	13,851,898	6,994,231	6,857,667
Support services - students and staff	443,239	1,020,731	(577,492)
Support services - administration	54,689	311,559	(256,870)
Operation and maintenance of plant services	365,729	277,611	88,118
Student transportation services	106,514	106,214	300
Operation of non-instructional services	2,925,000	2,363,550	561,450
Capital outlay	249,299	490,973	(241,674)
Total expenditures	<u>17,996,368</u>	<u>11,564,869</u>	<u>6,431,499</u>
Excess (deficiency) of revenues over expenditures	<u>(17,996,368)</u>	<u>3,940</u>	<u>18,000,308</u>
Other financing sources (uses):			
Transfers in		4,972	4,972
Transfers out	(4,947)	(4,972)	(25)
Insurance recoveries		13,442	13,442
Total other financing sources (uses)	<u>(4,947)</u>	<u>13,442</u>	<u>18,389</u>
Changes in fund balances	<u>(18,001,315)</u>	<u>17,382</u>	<u>18,018,697</u>
Fund balances (deficits), beginning of year, as restated		5,976,426	5,976,426
Increase (decrease) in reserve for prepaid items		(17,896)	(17,896)
Fund balances (deficits), end of year	<u>\$ (18,001,315)</u>	<u>\$ 5,975,912</u>	<u>\$ 23,977,227</u>

DEBT SERVICE FUND

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

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
DEBT SERVICE
YEAR ENDED JUNE 30, 2020

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Original & Final	Actual	
Revenues:			
Other local	\$	\$ 28,063	\$ 28,063
Property taxes		6,930,098	6,930,098
Federal aid, grants and reimbursements		333,299	333,299
Total revenues		<u>7,291,460</u>	<u>7,291,460</u>
Expenditures:			
Debt service -			
Principal retirement	3,825,000	3,825,000	
Interest and fiscal charges	2,259,720	2,259,779	(59)
Total expenditures	<u>6,084,720</u>	<u>6,084,779</u>	<u>(59)</u>
Excess (deficiency) of revenues over expenditures	<u>(6,084,720)</u>	<u>1,206,681</u>	<u>7,291,401</u>
Other financing sources (uses):			
Transfers in		29,584	29,584
Total other financing sources (uses)		<u>29,584</u>	<u>29,584</u>
Changes in fund balances	<u>(6,084,720)</u>	<u>1,236,265</u>	<u>7,320,985</u>
Fund balances, beginning of year		989,190	989,190
Fund balances (deficits), end of year	<u>\$ (6,084,720)</u>	<u>\$ 2,225,455</u>	<u>\$ 8,310,175</u>

CAPITAL PROJECTS FUNDS

School Plant - to account for proceeds from the sale or lease of school property.

Unrestricted Capital Outlay - to account for transactions relating to the acquisition of capital items.

Adjacent Ways - to account for monies received to finance improvements of public ways adjacent to school property.

Bond Building - to account for proceeds from District bond issues that are expended on the acquisition or lease of sites; construction or renovation of school buildings; supplying school buildings with furniture, equipment, and technology; improving school grounds; or purchasing pupil transportation vehicles.

Gifts and Donations - Capital - to account for gifts and donations to be expended for capital acquisitions.

Building Renewal Grant - to account for building renewal grant monies requested from the School Facilities Board that are used for infrastructure or for major upgrades, repairs, or renovations to areas, systems, or buildings that will maintain or extend their useful life.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
COMBINING BALANCE SHEET - NON-MAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2020

	<u>Unrestricted Capital Outlay</u>	<u>Adjacent Ways</u>	<u>Bond Building</u>
<u>ASSETS</u>			
Cash and investments	\$ 593,569	\$ 11,154	\$ 394,761
Property taxes receivable	16,148		
Due from governmental entities	330,742		
Total assets	<u>\$ 940,459</u>	<u>\$ 11,154</u>	<u>\$ 394,761</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 28,926	\$	\$
Construction contracts payable			
Total liabilities	<u>28,926</u>		
Deferred inflows of resources:			
Unavailable revenues - property taxes	<u>16,148</u>		
Fund balances (deficits):			
Restricted	895,385	11,154	394,761
Unassigned			
Total fund balances	<u>895,385</u>	<u>11,154</u>	<u>394,761</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 940,459</u>	<u>\$ 11,154</u>	<u>\$ 394,761</u>

<u>Gifts and Donations - Capital</u>	<u>Building Renewal Grant</u>	<u>Totals</u>
\$ 54,227	\$ 2,069	\$ 1,055,780
		16,148
	66,197	396,939
<u>\$ 54,227</u>	<u>\$ 68,266</u>	<u>\$ 1,468,867</u>

\$	\$	\$ 28,926
	96,952	96,952
	<u>96,952</u>	<u>125,878</u>

		<u>16,148</u>
--	--	---------------

54,227		1,355,527
	(28,686)	(28,686)
<u>54,227</u>	<u>(28,686)</u>	<u>1,326,841</u>

<u>\$ 54,227</u>	<u>\$ 68,266</u>	<u>\$ 1,468,867</u>
------------------	------------------	---------------------

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2020

	Unrestricted Capital Outlay	Adjacent Ways	Bond Building
Revenues:			
Other local	\$ 279,957	\$ 1,242	\$ 34,019
Property taxes	1,000,659	9,215	
State aid and grants	1,291,178		
Total revenues	<u>2,571,794</u>	<u>10,457</u>	<u>34,019</u>
Expenditures:			
Capital outlay	2,002,775		1,841,702
Debt service -			
Principal retirement	148,748		
Interest and fiscal charges	21,352		
Total expenditures	<u>2,172,875</u>		<u>1,841,702</u>
Excess (deficiency) of revenues over expenditures	<u>398,919</u>	<u>10,457</u>	<u>(1,807,683)</u>
Other financing sources (uses):			
Transfers out			(29,584)
Total other financing sources (uses)			<u>(29,584)</u>
Changes in fund balances	<u>398,919</u>	<u>10,457</u>	<u>(1,837,267)</u>
Fund balances (deficits), beginning of year	503,404	697	2,232,028
Increase (decrease) in reserve for prepaid items	(6,938)		
Fund balances (deficits), end of year	<u>\$ 895,385</u>	<u>\$ 11,154</u>	<u>\$ 394,761</u>

Gifts and Donations - Capital	Building Renewal Grant	Totals
\$ 50,590	\$ 779	\$ 366,587
		1,009,874
	744,353	2,035,531
<u>50,590</u>	<u>745,132</u>	<u>3,411,992</u>
	615,208	4,459,685
		148,748
		21,352
	<u>615,208</u>	<u>4,629,785</u>
<u>50,590</u>	<u>129,924</u>	<u>(1,217,793)</u>
		(29,584)
		<u>(29,584)</u>
<u>50,590</u>	<u>129,924</u>	<u>(1,247,377)</u>
3,637	(158,610)	2,581,156
		(6,938)
<u>\$ 54,227</u>	<u>\$ (28,686)</u>	<u>\$ 1,326,841</u>

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2020

	School Plant		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 79,146	\$ 79,146
Property taxes			
State aid and grants			
Total revenues		<u>79,146</u>	<u>79,146</u>
Expenditures:			
Current -			
Support services - students and staff		169	(169)
Support services - administration		3,264	(3,264)
Capital outlay	839,033	48,246	790,787
Debt service -			
Principal retirement			
Interest and fiscal charges			
Total expenditures	<u>839,033</u>	<u>51,679</u>	<u>787,354</u>
Excess (deficiency) of revenues over expenditures	<u>(839,033)</u>	<u>27,467</u>	<u>866,500</u>
Other financing sources (uses):			
Transfers out			
Proceeds from sale of capital assets		90	90
Total other financing sources (uses)		<u>90</u>	<u>90</u>
Changes in fund balances	<u>(839,033)</u>	<u>27,557</u>	<u>866,590</u>
Fund balances (deficits), beginning of year		703,152	703,152
Increase (decrease) in reserve for prepaid items			
Fund balances (deficits), end of year	<u>\$ (839,033)</u>	<u>\$ 730,709</u>	<u>\$ 1,569,742</u>

Unrestricted Capital Outlay			Adjacent Ways		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 279,957	\$ 279,957	\$	\$ 1,242	\$ 1,242
	1,000,659	1,000,659		9,215	9,215
	1,291,178	1,291,178			
	2,571,794	2,571,794		10,457	10,457
3,292,075	2,002,775	1,289,300			
148,748	148,748				
21,352	21,352				
3,462,175	2,172,875	1,289,300			
(3,462,175)	398,919	3,861,094		10,457	10,457
(3,462,175)	398,919	3,861,094		10,457	10,457
	503,404	503,404		697	697
	(6,938)	(6,938)			
\$ (3,462,175)	\$ 895,385	\$ 4,357,560	\$	\$ 11,154	\$ 11,154

(Continued)

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2020

	Bond Building		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$ 34,019	\$ 34,019
Property taxes			
State aid and grants			
Total revenues		<u>34,019</u>	<u>34,019</u>
Expenditures:			
Current -			
Support services - students and staff			
Support services - administration			
Capital outlay	3,245,551	1,841,702	1,403,849
Debt service -			
Principal retirement			
Interest and fiscal charges			
Total expenditures	<u>3,245,551</u>	<u>1,841,702</u>	<u>1,403,849</u>
Excess (deficiency) of revenues over expenditures	<u>(3,245,551)</u>	<u>(1,807,683)</u>	<u>1,437,868</u>
Other financing sources (uses):			
Transfers out		(29,584)	(29,584)
Proceeds from sale of capital assets			
Total other financing sources (uses)		<u>(29,584)</u>	<u>(29,584)</u>
Changes in fund balances	<u>(3,245,551)</u>	<u>(1,837,267)</u>	<u>1,408,284</u>
Fund balances (deficits), beginning of year		2,232,028	2,232,028
Increase (decrease) in reserve for prepaid items			
Fund balances (deficits), end of year	<u>\$ (3,245,551)</u>	<u>\$ 394,761</u>	<u>\$ 3,640,312</u>

Gifts and Donations - Capital			Building Renewal Grant		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 50,590	\$ 50,590	\$	\$ 779	\$ 779
				744,353	744,353
	50,590	50,590		745,132	745,132
2,851		2,851	952,538	615,208	337,330
2,851		2,851	952,538	615,208	337,330
(2,851)	50,590	53,441	(952,538)	129,924	1,082,462
(2,851)	50,590	53,441	(952,538)	129,924	1,082,462
	3,637	3,637		(158,610)	(158,610)
\$ (2,851)	\$ 54,227	\$ 57,078	\$ (952,538)	\$ (28,686)	\$ 923,852

(Continued)

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2020

	Totals		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 445,733	\$ 445,733
Property taxes		1,009,874	1,009,874
State aid and grants		2,035,531	2,035,531
Total revenues		<u>3,491,138</u>	<u>3,491,138</u>
Expenditures:			
Current -			
Support services - students and staff		169	(169)
Support services - administration		3,264	(3,264)
Capital outlay	8,332,048	4,507,931	3,824,117
Debt service -			
Principal retirement	148,748	148,748	
Interest and fiscal charges	21,352	21,352	
Total expenditures	<u>8,502,148</u>	<u>4,681,464</u>	<u>3,820,684</u>
Excess (deficiency) of revenues over expenditures	<u>(8,502,148)</u>	<u>(1,190,326)</u>	<u>7,311,822</u>
Other financing sources (uses):			
Transfers out		(29,584)	(29,584)
Proceeds from sale of capital assets		90	90
Total other financing sources (uses)		<u>(29,494)</u>	<u>(29,494)</u>
Changes in fund balances	<u>(8,502,148)</u>	<u>(1,219,820)</u>	<u>7,282,328</u>
Fund balances (deficits), beginning of year		3,284,308	3,284,308
Increase (decrease) in reserve for prepaid items		(6,938)	(6,938)
Fund balances (deficits), end of year	<u>\$ (8,502,148)</u>	<u>\$ 2,057,550</u>	<u>\$ 10,559,698</u>

STATISTICAL SECTION

The statistical section presents financial statement trends as well as detailed financial and operational information not available elsewhere in the report. The statistical section is intended to enhance the reader's understanding of the information presented in the financial statements, notes to the financial statements, and other supplementary information presented in this report. The statistical section is comprised of the five categories of statistical information presented below.

Financial Trends

These schedules contain information on financial trends to help the reader understand how the District's financial position and financial activities have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the factors affecting the District's ability to generate revenue.

Debt Capacity

These schedules present information to help the reader evaluate the District's current levels of outstanding debt as well as assess the District's ability to make debt payments and/or issue additional debt in the future.

Demographic and Economic Information

These schedules present various demographic and economic indicators to help the reader understand the environment in which the District's financial activities take place and to help make comparisons with other school districts.

Operating Information

These schedules contain information about the District's operations and various resources to help the reader draw conclusions as to how the District's financial information relates to the services provided by the District.

Note: For locally assessed property (i.e., excluding mines, utilities, etc.) Proposition 117, approved by voters in 2012, amended the Arizona Constitution to require that all property taxes after fiscal year 2014-15 be based upon property values limited to five percent in annual growth. The aggregate assessed value of all taxable properties within a taxing jurisdiction (i.e., after applying assessment ratios based on the use of a property), including property values with a growth limit, is currently referred to as net limited assessed value and formerly as primary assessed value. In accordance with Proposition 117, this value is used for all taxing purposes beginning fiscal year 2015-16. Aggregate assessed value without a growth limit is currently referred to as net full cash assessed value and formerly as secondary assessed value. This remains the value utilized for determining debt capacity limits.

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SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Net Position:					
Net investment in capital assets	\$ 83,077,757	\$ 82,121,239	\$ 78,528,117	\$ 73,710,146	\$ 74,241,088
Restricted	10,031,934	8,011,575	8,833,046	6,826,833	5,812,124
Unrestricted	(33,182,221)	(32,565,844)	(34,989,097)	(35,996,431)	(36,878,958)
Total net position	<u>\$ 59,927,470</u>	<u>\$ 57,566,970</u>	<u>\$ 52,372,066</u>	<u>\$ 44,540,548</u>	<u>\$ 43,174,254</u>
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Net Position:					
Net investment in capital assets	\$ 74,712,025	\$ 74,338,104	\$ 71,145,966	\$ 71,625,225	\$ 60,681,114
Restricted	6,629,272	6,792,694	6,661,991	7,450,103	10,132,431
Unrestricted	(39,331,835)	(886,798)	4,788,317	6,778,735	11,580,093
Total net position	<u>\$ 42,009,462</u>	<u>\$ 80,244,000</u>	<u>\$ 82,596,274</u>	<u>\$ 85,854,063</u>	<u>\$ 82,393,638</u>

Source: The source of this information is the District's financial records.

Note: Negative unrestricted net position was due to the implementation of Governmental Accounting Standards Board (GASB) Statement No. 68 in fiscal year 2014-15.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Expenses					
Instruction	\$ 36,319,333	\$ 32,828,728	\$ 29,495,863	\$ 28,452,438	\$ 26,428,762
Support services - students and staff	5,893,037	5,185,757	4,578,926	4,596,406	4,451,325
Support services - administration	6,428,513	5,868,811	5,215,408	4,904,045	4,527,281
Operation and maintenance of plant services	7,338,823	7,308,429	6,762,234	6,028,821	6,115,337
Student transportation services	3,016,304	3,521,208	2,862,673	2,538,486	2,467,598
Operation of non-instructional services	2,663,750	2,742,497	2,448,006	2,382,562	2,384,940
Interest on long-term debt	2,131,300	2,312,184	2,450,132	1,863,410	1,826,842
Total expenses	<u>63,791,060</u>	<u>59,767,614</u>	<u>53,813,242</u>	<u>50,766,168</u>	<u>48,202,085</u>
Program Revenues					
Charges for services:					
Instruction	4,347,375	4,547,929	3,504,572	2,757,499	3,406,505
Operation of non-instructional services	739,505	880,754	846,733	1,466,907	1,426,516
Other activities	497,467	530,737	360,593	118,296	202,351
Operating grants and contributions	4,873,093	4,823,893	4,361,924	4,389,493	3,450,810
Capital grants and contributions	754,811	2,206,000	3,178,146	246,678	164,353
Total program revenues	<u>11,212,251</u>	<u>12,989,313</u>	<u>12,251,968</u>	<u>8,978,873</u>	<u>8,650,535</u>
Net (Expense)/Revenue	<u>\$ (52,578,809)</u>	<u>\$ (46,778,301)</u>	<u>\$ (41,561,274)</u>	<u>\$ (41,787,295)</u>	<u>\$ (39,551,550)</u>

(Continued)

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Expenses					
Instruction	\$ 26,574,449	\$ 24,530,733	\$ 22,900,418	\$ 20,635,088	\$ 24,788,544
Support services - students and staff	4,118,538	3,691,100	3,447,007	2,797,796	3,722,481
Support services - administration	4,536,891	4,544,691	3,958,759	3,354,097	3,678,610
Operation and maintenance of plant services	5,682,580	6,016,657	5,579,494	5,144,093	4,936,303
Student transportation services	2,583,248	2,469,885	2,497,550	1,795,419	2,769,850
Operation of non-instructional services	2,207,310	2,293,923	2,120,516	1,953,771	2,214,891
Interest on long-term debt	1,870,166	1,968,088	2,112,142	2,200,306	2,582,752
Total expenses	<u>47,573,182</u>	<u>45,515,077</u>	<u>42,615,886</u>	<u>37,880,570</u>	<u>44,693,431</u>
Program Revenues					
Charges for services:					
Instruction	3,235,837	3,005,457	2,646,015	1,468,977	2,290,742
Operation of non-instructional services	1,255,795	1,164,739	1,296,666	1,167,980	1,098,584
Other activities	120,482	76,133	85,519	70,488	152,946
Operating grants and contributions	3,254,551	3,416,790	3,085,666	4,407,714	4,379,464
Capital grants and contributions	156,363	211,225	110,036	31,752	34,256
Total program revenues	<u>8,023,028</u>	<u>7,874,344</u>	<u>7,223,902</u>	<u>7,146,911</u>	<u>7,955,992</u>
Net (Expense)/Revenue	<u>\$ (39,550,154)</u>	<u>\$ (37,640,733)</u>	<u>\$ (35,391,984)</u>	<u>\$ (30,733,659)</u>	<u>\$ (36,737,439)</u>

Source: The source of this information is the District's financial records.

(Concluded)

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Net (Expense)/Revenue	\$ (52,578,809)	\$ (46,778,301)	\$ (41,561,274)	\$ (41,787,295)	\$ (39,551,550)
General Revenues:					
Taxes:					
Property taxes, levied for general purposes	16,256,166	15,256,502	14,801,398	15,369,559	15,955,715
Property taxes, levied for debt service	6,953,951	6,021,231	6,981,064	4,473,702	4,176,227
Property taxes, levied for capital outlay	979,168	2,220,655	2,140,913	12	
Investment income	221,202	368,608	342,769	100,774	26,175
Unrestricted county aid	2,224,126	2,187,036	2,172,238	2,033,831	1,661,730
Unrestricted state aid	28,062,354	25,919,173	22,946,981	21,175,711	18,896,495
Unrestricted federal aid					
Total general revenues	<u>54,696,967</u>	<u>51,973,205</u>	<u>49,385,363</u>	<u>43,153,589</u>	<u>40,716,342</u>
Changes in Net Position	<u>\$ 2,118,158</u>	<u>\$ 5,194,904</u>	<u>\$ 7,824,089</u>	<u>\$ 1,366,294</u>	<u>\$ 1,164,792</u>

(Continued)

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Net (Expense)/Revenue	\$ (39,550,154)	\$ (37,640,733)	\$ (35,391,984)	\$ (30,733,659)	\$ (36,737,439)
General Revenues:					
Taxes:					
Property taxes, levied for general purposes	14,602,834	15,666,591	13,271,603	11,829,508	12,111,618
Property taxes, levied for debt service	4,636,064	4,127,018	4,265,761	1,946,758	6,521,418
Property taxes, levied for capital outlay	1,780,211	2,003,751	1,865,287	1,952,628	102,071
Investment income	16,416	29,641	52,027	12,720	383,761
Unrestricted county aid	1,521,044	1,164,679	1,137,680	1,191,980	732,889
Unrestricted state aid	15,979,494	12,760,519	11,541,560	17,214,302	32,413,856
Unrestricted federal aid	2,140		277	46,188	191,525
Total general revenues	<u>38,538,203</u>	<u>35,752,199</u>	<u>32,134,195</u>	<u>34,194,084</u>	<u>52,457,138</u>
Changes in Net Position	<u>\$ (1,011,951)</u>	<u>\$ (1,888,534)</u>	<u>\$ (3,257,789)</u>	<u>\$ 3,460,425</u>	<u>\$ 15,719,699</u>

Source: The source of this information is the District's financial records.

(Concluded)

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
General Fund:					
Nonspendable	\$	\$	\$	\$ 40,446	\$
Restricted	617,500	617,500			
Unassigned	7,368,492	5,364,110	4,714,031	4,062,153	2,395,788
Total General Fund	<u>\$ 7,985,992</u>	<u>\$ 5,981,610</u>	<u>\$ 4,714,031</u>	<u>\$ 4,102,599</u>	<u>\$ 2,395,788</u>
All Other Governmental Funds:					
Nonspendable	\$	\$ 24,834	\$ 22,510	\$ 82,818	\$
Restricted	20,884,617	9,377,145	19,551,828	31,323,635	6,030,822
Unassigned	(310,819)	(280,358)	(210,312)	(7,618)	(48,631)
Total all other governmental funds	<u>\$ 20,573,798</u>	<u>\$ 9,121,621</u>	<u>\$ 19,364,026</u>	<u>\$ 31,398,835</u>	<u>\$ 5,982,191</u>

(Continued)

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
General Fund:					
Nondisposable	\$ 40,000	\$	\$	\$	\$ 109,412
Unassigned	(1,032,470)	(532,644)	1,969,081	3,982,493	7,582,315
Total General Fund	<u>\$ (992,470)</u>	<u>\$ (532,644)</u>	<u>\$ 1,969,081</u>	<u>\$ 3,982,493</u>	<u>\$ 7,691,727</u>
All Other Governmental Funds:					
Nondisposable	\$	\$	\$	\$	\$ 41,755
Restricted	8,189,788	6,617,886	9,895,070	12,346,538	33,695,660
Unassigned	(1,004)	(107,756)	(44,451)		
Total all other governmental funds	<u>\$ 8,188,784</u>	<u>\$ 6,510,130</u>	<u>\$ 9,850,619</u>	<u>\$ 12,346,538</u>	<u>\$ 33,737,415</u>

Source: The source of this information is the District's financial records.

(Concluded)

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
GOVERNMENTAL FUNDS REVENUES
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Federal sources:					
Federal grants	\$ 2,176,970	\$ 2,362,061	\$ 2,045,487	\$ 2,162,480	\$ 2,214,657
National School Lunch Program	1,740,760	1,506,525	1,341,806	1,341,458	1,306,716
Total federal sources	<u>3,917,730</u>	<u>3,868,586</u>	<u>3,387,293</u>	<u>3,503,938</u>	<u>3,521,373</u>
State sources:					
State equalization assistance	24,437,343	22,391,158	19,770,671	18,488,917	16,386,775
State grants	272,309	331,951	177,401	149,217	158,108
School Facilities Board	744,353	1,514,367	154,925	101,279	23,692
Other revenues	3,625,011	3,528,015	3,176,310	2,686,810	2,509,720
Total state sources	<u>29,079,016</u>	<u>27,765,491</u>	<u>23,279,307</u>	<u>21,426,223</u>	<u>19,078,295</u>
Local sources:					
Property taxes	24,153,152	23,454,911	23,731,603	19,823,551	20,125,181
County aid	2,224,126	2,187,036	2,172,238	2,033,831	1,661,730
Food service sales	739,505	878,609	846,733	820,302	828,529
Investment income	221,202	368,608	342,769	100,774	26,163
Other revenues	5,667,297	5,758,459	5,064,313	4,279,385	4,207,615
Total local sources	<u>33,005,282</u>	<u>32,647,623</u>	<u>32,157,656</u>	<u>27,057,843</u>	<u>26,849,218</u>
Total revenues	<u>\$ 66,002,028</u>	<u>\$ 64,281,700</u>	<u>\$ 58,824,256</u>	<u>\$ 51,988,004</u>	<u>\$ 49,448,886</u>

(Continued)

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
GOVERNMENTAL FUNDS REVENUES
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Federal sources:					
Federal grants	\$ 2,417,086	\$ 1,989,072	\$ 1,759,050	\$ 2,003,422	\$ 2,028,497
State Fiscal Stabilization (ARRA)					
Education Jobs				13,240	862,622
National School Lunch Program	1,170,328	1,209,692	1,033,765	977,876	969,963
Total federal sources	<u>3,587,414</u>	<u>3,198,764</u>	<u>2,792,815</u>	<u>2,994,538</u>	<u>3,861,082</u>
State sources:					
State equalization assistance	13,757,294	10,762,724	10,080,445	11,749,027	13,548,571
State grants	155,137	146,114	122,517	138,900	35,971
School Facilities Board				3,939,229	17,648,766
Other revenues	2,222,200	2,133,975	1,461,115	1,526,079	1,321,604
Total state sources	<u>16,134,631</u>	<u>13,042,813</u>	<u>11,664,077</u>	<u>17,353,235</u>	<u>32,554,912</u>
Local sources:					
Property taxes	21,063,868	21,749,401	19,471,681	15,781,834	18,648,231
County aid	1,521,044	1,164,679	1,137,680	1,191,980	732,889
Food service sales	834,245	808,372	865,672	774,831	778,789
Investment income	16,416	29,641	52,027	81,714	384,259
Other revenues	3,722,734	3,391,597	3,453,666	3,176,966	3,378,955
Total local sources	<u>27,158,307</u>	<u>27,143,690</u>	<u>24,980,726</u>	<u>21,007,325</u>	<u>23,923,123</u>
Total revenues	<u><u>\$ 46,880,352</u></u>	<u><u>\$ 43,385,267</u></u>	<u><u>\$ 39,437,618</u></u>	<u><u>\$ 41,355,098</u></u>	<u><u>\$ 60,339,117</u></u>

Source: The source of this information is the District's financial records.

(Concluded)

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Expenditures:					
Current -					
Instruction	\$ 30,295,009	\$ 28,857,497	\$ 25,678,699	\$ 23,837,631	\$ 22,264,550
Support services - students and staff	5,506,070	5,199,220	4,524,952	4,372,619	4,237,232
Support services - administration	5,601,073	5,306,555	4,847,869	4,634,502	4,306,531
Operation and maintenance of plant services	6,605,099	6,797,167	6,288,042	5,562,045	5,682,637
Student transportation services	2,218,291	2,470,816	2,231,319	2,114,652	2,010,490
Operation of non-instructional services	2,535,563	2,541,262	2,343,179	2,333,526	2,342,081
Capital outlay	10,414,229	15,926,325	17,889,308	2,057,046	2,436,858
Debt service -					
Interest and fiscal charges	2,281,131	2,462,014	2,599,962	1,875,641	1,826,842
Principal retirement	3,973,748	4,353,843	4,725,100	3,435,000	3,120,000
Bond issuance costs				530,570	
Total expenditures	<u><u>\$ 69,430,213</u></u>	<u><u>\$ 73,914,699</u></u>	<u><u>\$ 71,128,430</u></u>	<u><u>\$ 50,753,232</u></u>	<u><u>\$ 48,227,221</u></u>
Expenditures for capitalized assets	\$ 8,170,311	\$ 11,684,804	\$ 16,089,605	\$ 1,102,538	\$ 1,585,087
Debt service as a percentage of noncapital expenditures	10%	11%	13%	11%	11%

(Continued)

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Expenditures:					
Current -					
Instruction	\$ 21,519,002	\$ 19,947,241	\$ 18,016,825	\$ 20,119,178	\$ 17,915,532
Support services - students and staff	3,717,942	3,372,386	3,049,953	3,089,849	2,676,289
Support services - administration	4,169,261	4,173,394	3,605,954	3,531,244	2,929,982
Operation and maintenance of plant services	5,235,426	5,598,699	5,158,371	4,989,205	4,310,067
Student transportation services	2,001,155	1,929,690	1,924,528	1,754,965	1,610,135
Operation of non-instructional services	2,130,439	2,217,826	2,031,551	1,943,346	1,967,404
Capital outlay	3,689,378	7,120,157	5,380,660	25,609,994	25,916,964
Debt service -					
Interest and fiscal charges	1,870,166	1,968,088	2,059,107	2,147,261	2,529,707
Principal retirement	2,980,000	2,900,000	2,720,000	3,119,000	3,895,000
Bond issuance costs	38,755				
Total expenditures	<u>\$ 47,351,524</u>	<u>\$ 49,227,481</u>	<u>\$ 43,946,949</u>	<u>\$ 66,304,042</u>	<u>\$ 63,751,080</u>
Expenditures for capitalized assets	\$ 1,137,717	\$ 4,584,914	\$ 2,200,500	\$ 28,248,157	\$ 17,627,356
Debt service as a percentage of noncapital expenditures	11%	11%	11%	14%	14%

Source: The source of this information is the District's financial records.

(Concluded)

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
OTHER FINANCING SOURCES AND USES AND NET CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Excess (deficiency) of revenues over expenditures	\$ (3,428,185)	\$ (9,632,999)	\$ (12,304,174)	\$ 1,234,772	\$ 1,221,665
Other financing sources (uses):					
Issuance of school improvement bonds				24,185,000	
Refunding bonds issued				6,830,000	
Premium (discount) on sale of bonds				2,046,103	
Capital lease agreements	16,653,704		940,069		
Transfers in	34,556	263,336	264,384	327,973	1,610,790
Transfers out	(34,556)	(263,336)	(264,384)	(327,973)	(1,610,790)
Payment to refunded bond escrow agent				(7,310,272)	
Proceeds from sale of capital assets	90	647,759			
Insurance recoveries	13,442	8,090	41,482	14,588	
Total other financing sources (uses)	<u>16,667,236</u>	<u>655,849</u>	<u>981,551</u>	<u>25,765,419</u>	
Changes in fund balances	<u>\$ 13,239,051</u>	<u>\$ (8,977,150)</u>	<u>\$ (11,322,623)</u>	<u>\$ 27,000,191</u>	<u>\$ 1,221,665</u>
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Excess (deficiency) of revenues over expenditures	\$ (471,172)	\$ (5,842,214)	\$ (4,509,331)	\$ (24,948,944)	\$ (3,411,963)
Other financing sources (uses):					
Issuance of school improvement bonds	1,650,000				
Transfers in	21,595	904,946	22,048	23,512	30,052
Transfers out	(21,595)	(904,946)	(22,048)	(23,512)	(30,052)
Total other financing sources (uses)	<u>1,650,000</u>				
Changes in fund balances	<u>\$ 1,178,828</u>	<u>\$ (5,842,214)</u>	<u>\$ (4,509,331)</u>	<u>\$ (24,948,944)</u>	<u>\$ (3,411,963)</u>

Source: The source of this information is the District's financial records.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
NET LIMITED ASSESSED VALUE AND FULL CASH VALUE OF TAXABLE PROPERTY BY CLASS
LAST TEN FISCAL YEARS

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Commercial, Industrial, Utilities and Mining	\$ 171,743,345	\$ 140,872,593	\$ 137,906,693	\$ 153,721,494	\$ 161,311,440
Agricultural and Vacant	12,117,407	12,501,820	12,338,929	12,859,445	14,750,414
Residential (Owner Occupied)	118,212,705	109,531,002	102,224,012	95,606,181	90,544,965
Residential (Rental)	31,349,626	31,256,742	31,598,382	32,086,125	31,564,452
Railroad, Private Cars and Airlines	943,494	1,016,466	1,002,243	852,830	855,630
Total	<u>\$ 334,366,577</u>	<u>\$ 295,178,623</u>	<u>\$ 285,070,259</u>	<u>\$ 295,126,075</u>	<u>\$ 299,026,901</u>
Gross Full Cash Value	\$ 3,108,482,067	\$ 2,776,633,047	\$ 2,703,444,539	\$ 2,771,249,883	\$ 2,802,424,394
Ratio of Net Limited Assessed Value to Gross Full Cash Value	11%	11%	11%	11%	11%
Total Direct Rate	7.87	8.42	9.04	7.37	7.29

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Commercial, Industrial, Utilities and Mining	\$ 178,489,064	\$ 219,723,097	\$ 233,663,110	\$ 174,218,401	\$ 153,447,045
Agricultural and Vacant	15,805,997	18,542,760	17,725,172	18,876,763	20,473,278
Residential (Owner Occupied)	86,380,984	93,136,175	100,049,265	108,361,625	115,305,483
Residential (Rental)	28,512,607	19,825,757	18,955,256	14,917,889	15,340,000
Railroad, Private Cars and Airlines	881,870	696,759	645,931	96,842	426,365
Certain Government Property Improvements				783	
Total	<u>\$ 310,070,522</u>	<u>\$ 351,924,548</u>	<u>\$ 371,038,734</u>	<u>\$ 316,472,303</u>	<u>\$ 304,992,171</u>
Gross Full Cash Value	\$ 2,718,157,995	\$ 2,872,169,135	\$ 2,909,976,097	\$ 2,666,895,985	\$ 2,585,067,926
Ratio of Net Limited Assessed Value to Gross Full Cash Value	11%	12%	13%	12%	12%
Total Direct Rate	7.29	6.63	5.52	5.41	6.58

Source: The source of this information is the State and County Abstract of the Assessment Roll, Arizona Department of Revenue.

Note: On November 6, 2012, voters approved Proposition 117, an amendment to the Arizona Constitution. Beginning with Tax Year 2015 (Fiscal Year 2016), both primary and secondary taxes are levied against the net limited assessed value. Primary taxes are used for general District operations. Secondary taxes are used to service District bonded debt requirements and other voter-approved overrides.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
NET FULL CASH ASSESSED VALUE OF TAXABLE PROPERTY BY CLASS
LAST TEN FISCAL YEARS

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Commercial, Industrial, Utilities and Mining	\$ 175,790,188	\$ 144,154,024	\$ 139,288,102	\$ 154,766,156	\$ 162,291,815
Agricultural and Vacant	14,762,880	13,730,744	13,142,122	13,472,485	15,119,255
Residential (Owner Occupied)	125,538,380	112,581,228	105,268,526	100,814,082	94,211,622
Residential (Rental)	33,659,104	32,563,711	32,870,399	33,856,462	32,846,818
Railroad, Private Cars and Airlines	<u>1,148,204</u>	<u>1,208,832</u>	<u>1,152,919</u>	<u>906,133</u>	<u>869,815</u>
Total	<u>\$ 350,898,756</u>	<u>\$ 304,238,539</u>	<u>\$ 291,722,068</u>	<u>\$ 303,815,318</u>	<u>\$ 305,339,325</u>
Gross Full Cash Value	\$ 3,108,482,067	\$ 2,776,633,047	\$ 2,703,444,539	\$ 2,771,249,883	\$ 2,802,424,394
Ratio of Net Full Cash Value to Gross Full Cash Value	11%	11%	11%	11%	11%
Estimated Net Full Cash Value	2,617,854,057	2,292,246,881	2,188,271,282	2,246,465,466	2,172,159,696
Total Direct Rate	7.87	8.42	9.04	7.37	7.29

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Commercial, Industrial, Utilities and Mining	\$ 178,989,557	\$ 220,232,369	\$ 234,440,214	\$ 175,414,023	\$ 154,268,904
Agricultural and Vacant	16,122,672	19,296,614	18,431,967	20,295,747	23,538,604
Residential (Owner Occupied)	86,503,866	93,218,551	100,263,225	108,769,673	115,452,782
Residential (Rental)	28,653,373	19,893,938	19,075,451	14,983,920	15,516,149
Railroad, Private Cars and Airlines	888,746	702,181	655,696	107,398	490,695
Certain Government Property Improvements	<u> </u>	<u> </u>	<u> </u>	<u>783</u>	<u> </u>
Total	<u>\$ 311,158,214</u>	<u>\$ 353,343,653</u>	<u>\$ 372,866,553</u>	<u>\$ 319,571,544</u>	<u>\$ 309,267,134</u>
Gross Full Cash Value	\$ 2,718,157,995	\$ 2,872,169,135	\$ 2,909,976,097	\$ 2,666,895,985	\$ 2,585,067,926
Ratio of Net Full Cash Value to Gross Full Cash Value	11%	12%	13%	12%	12%
Estimated Net Full Cash Value	2,146,364,141	2,354,484,377	2,462,353,620	2,200,187,054	2,155,842,176
Total Direct Rate	7.29	6.63	5.52	5.41	6.58

Source: The source of this information is the State and County Abstract of the Assessment Roll, Arizona Department of Revenue.

Note: On November 6, 2012, voters approved Proposition 117, an amendment to the Arizona Constitution. Beginning with Tax Year 2015 (Fiscal Year 2016), both primary and secondary taxes are levied against the net limited assessed value. The net full cash assessed value is used for determining the District's bonding capacity and as the ceiling for net limited assessed value.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
PROPERTY TAX ASSESSMENT RATIOS
LAST TEN FISCAL YEARS

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Commercial, Industrial, Utilities and Mining	18 %	18 %	18 %	18 %	19 %
Agricultural and Vacant	15	15	15	15	16
Residential (Owner Occupied)	10	10	10	10	10
Residential (Rental)	10	10	10	10	10
Railroad, Private Cars and Airlines	15	14	15	14	15

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Commercial, Industrial, Utilities and Mining	19 %	20 %	20 %	20 %	21 %
Agricultural and Vacant	16	16	16	16	16
Residential (Owner Occupied)	10	10	10	10	10
Residential (Rental)	10	10	10	10	10
Railroad, Private Cars and Airlines	16	15	15	15	17

Source: The source of this information is the State and County Abstract of the Assessment Roll, Arizona Department of Revenue.

Note: Additional classes of property exist, but do not amount to a significant portion of the District's total valuation, therefore they are not included on this schedule.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30	Overlapping Rates								District Direct Rates		
	State		County	Flood	Community	Fire	Central	Arivaca			
	Equalization	County	Free Library	Control District	College District	District Assistance	Arizona Water	F.D.	Primary	Secondary	Total
2020	0.46	4.69	0.54	0.33	1.38	0.04	0.14	2.50	4.02	3.85	7.87
2019	0.47	4.76	0.52	0.33	1.40	0.04	0.14	2.50	4.50	3.93	8.42
2018	0.49	5.16	0.51	0.31	1.39	0.05	0.14	2.50	4.69	4.35	9.04
2017	0.50	4.99	0.52	0.33	1.37	0.05	0.14	2.50	4.44	2.93	7.37
2016	0.51	5.09	0.52	0.31	1.37	0.05	0.14	2.50	4.61	2.68	7.29
2015	0.51	4.98	0.44	0.30	1.33	0.05	0.14	2.50	4.30	2.99	7.29
2014	0.51	4.45	0.38	0.26	1.29	0.05	0.14	2.50	4.17	2.46	6.63
2013	0.47	4.20	0.35	0.26	1.17	0.04	0.10	2.50	3.26	2.26	5.52
2012	0.43	4.20	0.35	0.26	1.19	0.04	0.10	2.50	3.48	1.92	5.41
2011	0.36	4.02	0.31	0.26	1.00	0.04	0.10	3.25	3.14	3.44	6.58

Source: The source of this information is the Property Tax Rates and Assessed Values, Arizona Tax Research Foundation.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
PRINCIPAL PROPERTY TAXPAYERS
CURRENT FISCAL YEAR AND FISCAL YEAR NINE YEARS PRIOR

Taxpayer	2020		2011	
	Net Limited Assessed Valuation	Percentage of District's Net Limited Assessed Valuation	Net Full Cash Assessed Valuation	Percentage of District's Net Full Cash Assessed Valuation
Phelps Dodge Sierrita Inc / Sierrita Mine	87,164,308	26.07		
ASARCO LLC / Mission Mine	32,093,872	9.60	60,585,427	19.59
Unisource Energy Corporation	10,488,509	3.14	7,222,891	2.34
Fae Holdings 461354R LLC	4,066,418	1.22		
Caterpillar Inc	3,143,530	0.94	1,411,420	0.46
Komatsu America Corp	3,027,023	0.91		
Farmers Investment Company	2,569,882	0.77	218,397	0.07
Wal-mart Stores INC	2,399,248	0.72	2,321,000	0.75
Trico Electric Coop Inc	2,011,596	0.60	1,296,557	0.42
Frys Food Store of Arizona	1,838,514	0.55		
Freeport-McMoran Copper & Gold, Inc.			198,490,560	64.18
Safeway Stores Inc.			2,152,451	0.70
Southwest Gas Company			1,976,759	0.64
Skyline Office Plaza LLC			784,720	0.25
Total	\$ 148,802,900	44.52 %	\$ 276,460,182	89.40 %

Source: The source of this information is the Pima County Assessor's records.

Note: On November 6, 2012, voters approved Proposition 117, an amendment to the Arizona Constitution. Beginning with Tax Year 2015 (Fiscal Year 2016), both primary and secondary taxes are levied against the net limited assessed value.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Fiscal Years	Collected to the End of the Current Fiscal Year	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2020	\$ 24,236,099	\$ 23,841,490	98.37 %	\$	\$ 23,841,490	98.37 %
2019	23,071,042	22,722,811	98.49	309,342	23,032,153	99.83
2018	23,901,907	23,479,106	98.23	345,649	23,824,755	99.68
2017	19,493,593	19,203,750	98.51	252,697	19,456,447	99.81
2016	19,766,017	19,455,418	98.43	292,548	19,747,966	99.91
2015	20,720,724	20,385,262	98.38	310,511	20,695,773	99.88
2014	21,586,509	21,258,560	98.48	310,322	21,568,882	99.92
2013	19,120,268	18,854,560	98.61	252,522	19,107,082	99.93
2012	15,780,555	15,476,278	98.07	294,353	15,770,631	99.94
2011	18,352,033	17,931,619	97.71	414,175	18,345,794	99.97

Source: The source of this information is the 2020 Pima County Treasurer's records.

Notes: 1) Amounts collected are on a cash basis.

- 2) Unsecured personal property taxes are not included in this schedule because the dates of the monthly rolls vary each year. On the average, 90% of unsecured property taxes are collected within 90 days after the due date.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30	General Obligation Bonds						Total Outstanding Debt						
	General Obligation Bonds	Less: Amounts Restricted for Principal	Total	Percentage of Estimated Actual Value (Full Cash Value)		Per Capita	Capital Leases	Total	Percentage of Estimated Actual Value (Full Cash Value)		Percentage of Personal Income		
2020	\$ 44,451,724	\$ 2,606,914	\$ 41,844,810	1.35	%	\$ 1,332	\$ 17,131,082	\$ 61,582,806	1.98	%	\$ 1,960	N/A	%
2019	48,472,862	1,346,796	47,126,066	1.70		1,672	626,126	49,098,988	1.77		1,742	0.11	
2018	52,879,000	1,013,396	51,865,604	1.92		1,766	769,969	53,648,969	1.98		1,827	0.13	
2017	57,630,138	397,974	57,232,164	2.07		2,013		57,630,138	2.08		2,027	0.14	
2016	35,095,000	361,836	34,733,164	1.24		1,250		35,095,000	1.25		1,263	0.09	
2015	38,215,000	554,257	37,660,743	1.39		1,367		38,215,000	1.41		1,387	0.10	
2014	39,545,000	94,371	39,450,629	1.37		1,468		39,545,000	1.38		1,472	0.11	
2013	44,790,000	364,727	44,425,273	1.53		1,586		44,790,000	1.54		1,599	0.12	
2012	47,731,000	342,051	47,388,949	1.78		1,743		47,731,000	1.79		1,755	0.14	
2011	51,819,000	3,121,088	48,697,912	1.88		1,827		51,819,000	2.00		1,944	0.15	

Source: The source of this information is the District's financial records.

Note: N/A indicates that the information is not available.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
JUNE 30, 2020

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable to School District</u>	<u>Estimated Amount Applicable to School District</u>
Overlapping:			
Pima County	\$ 227,335,000	3.78 %	\$ 8,593,263
Subtotal, Overlapping Debt			<u>8,593,263</u>
Direct:			
Sahuarita Unified School District No. 30			<u>61,582,806</u>
Total Direct and Overlapping Debt			<u>\$ 70,176,069</u>

DIRECT AND OVERLAPPING GENERAL BONDED DEBT RATIOS

Net Direct General Obligation Bonded Debt		
As a Percentage of Net Limited Assessed Valuation		12.51 %
Net Direct and Overlapping General Bonded Debt		
Per Capita	\$ 1,605	
As a Percentage of Net Limited Assessed Valuation		15.08 %
As a Percentage of Gross Full Cash Value		1.62 %

Source: The source of this information is the District's records and the State and County Abstract of the Assessment Roll, Arizona Department of Revenue and the applicable governmental unit.

- Notes:** 1) Estimated percentage of debt outstanding applicable to the District is calculated based on the District's net limited assessed valuation as a percentage of the net limited assessed valuation of the overlapping jurisdiction.
- 2) Outstanding debt as of June 30, 2019 is presented for the overlapping governments as this is the most recent available information.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

Class B Bond Legal Debt Margin Calculation for Fiscal Year 2020:

Net full cash assessed valuation	\$ 350,898,756
Debt limit (20% of assessed value)	70,179,751
Debt applicable to limit	<u>43,909,203</u>
Legal debt margin	<u><u>\$ 26,270,548</u></u>

Total Legal Debt Margin Calculation for Fiscal Year 2020:

Net full cash assessed valuation	\$ 350,898,756
Debt limit (30% of assessed value)	105,269,627
Debt applicable to limit	<u>43,909,203</u>
Legal debt margin	<u><u>\$ 61,360,424</u></u>

	Fiscal Year Ended June 30				
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Debt Limit	\$ 105,269,627	\$ 91,271,562	\$ 87,516,620	\$ 91,144,595	\$ 91,601,798
Total net debt applicable to limit	<u>43,909,203</u>	<u>47,820,946</u>	<u>52,069,149</u>	<u>56,660,000</u>	<u>35,095,000</u>
Legal debt margin	<u><u>\$ 61,360,424</u></u>	<u><u>\$ 43,450,616</u></u>	<u><u>\$ 35,447,471</u></u>	<u><u>\$ 34,484,595</u></u>	<u><u>\$ 56,506,798</u></u>
Total net debt applicable to the limit as a percentage of debt limit	42%	52%	59%	62%	38%
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Debt Limit	\$ 93,347,464	\$ 106,003,096	\$ 111,859,966	\$ 94,941,691	\$ 92,780,140
Total net debt applicable to limit	<u>38,215,000</u>	<u>39,545,000</u>	<u>44,790,000</u>	<u>47,731,000</u>	<u>51,819,000</u>
Legal debt margin	<u><u>\$ 55,132,464</u></u>	<u><u>\$ 66,458,096</u></u>	<u><u>\$ 67,069,966</u></u>	<u><u>\$ 47,210,691</u></u>	<u><u>\$ 40,961,140</u></u>
Total net debt applicable to the limit as a percentage of debt limit	41%	37%	40%	50%	56%

Source: The source of this information is the District's financial records.

- Notes:** 1) The District's general obligation bonds are subject to two limits; the Constitutional debt limit (total debt limit) on all general obligation bonds outstanding and the statutory debt limit on Class B bonds outstanding. The calculations of the debt margins are presented in detail for the current fiscal year only.
- 2) Prior to FY17, net bond premium was restricted by amount and not subject to the statutory debt limit. Beginning with FY17, any additional net premium used for capital projects, bond counsel, printing and preparation of offering documents, a financial advisor, paying agent costs or to pay down debt is counted against both debt limits with the exception of amounts of premium deposited into the Debt Service Fund or a refunding escrow to pay interest payments.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
COUNTY-WIDE DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN CALENDAR YEARS

Year	Population		Personal Income (thousands)		Per Capita Income	Unemployment Rate	Estimated District Population
2019	1,044,675	\$	47,604,994	\$	45,456	4.0 %	31,421
2018	1,034,201		45,748,033		44,028	4.5	28,183
2017	1,026,099		42,585,356		41,637	4.5	29,369
2016	1,013,103		40,182,115		39,541	4.9	28,425
2015	1,010,025		38,922,402		38,536	5.6	27,777
2014	1,007,162		37,198,714		37,031	6.2	27,547
2013	996,554		36,935,363		37,063	6.9	26,870
2012	992,394		36,412,855		36,692	6.3	28,008
2011	986,081		34,931,620		35,371	9.1	27,192
2010	980,263		34,360,759		34,987	9.0	26,659

Sources: The source of the "Personal Income" and "Per Capita" information is the Bureau of Economic Analysis. The source of the "Population" and "Unemployment Rate" information for 2010 is the University of Arizona, Eller College of Management, Economic and Business Research Center. For 2011 through 2019, the source of the information is the Arizona Office of Employment and Population Statistics.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
PRINCIPAL EMPLOYERS
CURRENT FISCAL YEAR AND FISCAL YEAR NINE YEARS PRIOR

Employer	2020			2011		
	Employees	Percentage of Total Employment		Employees	Percentage of Total Employment	
Sahuarita Unified School District	799	21.12	%	646	16.15	%
La Posada	625	16.52				
Wal-Mart Stores, Inc.	356	9.41		475	11.88	
Farmers Investment Company	238	6.29		194	4.85	
Fry's	221	5.84		200	5.00	
Town of Sahuarita	154	4.07		142	3.55	
Safeway, Inc.	115	3.04		91	2.28	
Sprouts	90	2.38				
Jim Click Ford/Hyundai Green Valley	50	1.32		45	1.13	
Ashley's Furniture	47	1.24		30	0.75	
TJ Maxx	44	1.16				
Freeport-MacMoran Copper & Gold, Inc.				1,080	27.00	
ASARCO, Inc.				502	12.55	
Total	2,739	72.39	%	3,405	85.14	%
Total employment	3,784			4,000		

Source: The source of this information is the Town of Sahuarita records.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE
LAST TEN FISCAL YEARS

Full-time Equivalent Employees as of June 30					
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Supervisory					
Superintendent	1	1	1	1	1
Assistant superintendents	2	2	2	2	2
Principals	9	9	8	8	8
Assistant principals	8	8	8	7	6
Total supervisory	<u>20</u>	<u>20</u>	<u>19</u>	<u>18</u>	<u>17</u>
Instruction					
Teachers	326	326	320	316	317
Other teachers (adult)		2	10	10	10
Other professionals (instructional)	106	131	47	47	121
Aides	44	10	96	93	8
Total instruction	<u>476</u>	<u>469</u>	<u>473</u>	<u>466</u>	<u>456</u>
Student Services					
Nurses	1	1	1	1	1
Counselors/Advisors	13	9	11	11	12
Librarians	2	2	2	2	2
Technicians	31	24	20	18	18
Total student services	<u>47</u>	<u>36</u>	<u>34</u>	<u>32</u>	<u>33</u>
Support and Administration					
Clerical workers		58	43	40	56
Maintenance workers		64	57	59	52
Bus drivers		52	58	58	45
Service workers	35	35	36	36	25
Unskilled laborers	187				
Other classified		78	61	62	53
Total support and administration	<u>222</u>	<u>287</u>	<u>255</u>	<u>255</u>	<u>231</u>
Total	<u><u>765</u></u>	<u><u>812</u></u>	<u><u>781</u></u>	<u><u>771</u></u>	<u><u>737</u></u>

(Continued)

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE
LAST TEN FISCAL YEARS

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Supervisory					
Superintendent	1	1	1	1	1
Assistant superintendents	2	2	1	1	1
Principals	8	8	8	7	6
Assistant principals	6	7	7	5	5
Total supervisory	<u>17</u>	<u>18</u>	<u>17</u>	<u>14</u>	<u>13</u>
Instruction					
Teachers	308	310	267	258	271
Other teachers (adult)	4	4	3	7	9
Other professionals (instructional)	5	5	2	2	16
Aides	97	110	122	109	112
Total instruction	<u>414</u>	<u>429</u>	<u>394</u>	<u>376</u>	<u>408</u>
Student Services					
Nurses	1	1	1	1	
Counselors/Advisors	10	10	10	8	
Librarians	2	2	2	2	1
Technicians	15	15	13	8	13
Total student services	<u>28</u>	<u>28</u>	<u>26</u>	<u>19</u>	<u>14</u>
Support and Administration					
Clerical workers	53	54	54	52	
Maintenance workers	58	54	49	45	
Bus drivers	46	48	37	37	
Service workers	23		43	52	
Unskilled laborers		23			155
Other classified	60	49	9	52	58
Total support and administration	<u>240</u>	<u>228</u>	<u>192</u>	<u>238</u>	<u>213</u>
Total	<u>699</u>	<u>703</u>	<u>629</u>	<u>647</u>	<u>648</u>

Source: The source of this information is District personnel records.

(Concluded)

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
OPERATING STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30	Average Daily Membership	Operating Expenditures	Cost per Pupil	Percentage Change	Expenses	Cost per Pupil	Percentage Change	Teaching Staff	Pupil- Teacher Ratio	Percentage of Free/Reduced Students
2020	6,249	\$ 52,761,105	\$ 8,443	1.61 %	\$ 63,791,060	\$ 10,208	5.19 %	476	13.1	41.1 %
2019	6,159	51,172,517	8,309	12.11	59,767,614	9,705	11.72	469	13.1	46.0
2018	6,195	45,914,060	7,411	5.93	53,813,242	8,687	4.80	473	13.1	43.0
2017	6,125	42,854,975	6,997	2.10	50,766,168	8,288	2.48	466	13.1	39.5
2016	5,960	40,843,521	6,853	(0.45)	48,202,085	8,088	(4.24)	456	13.1	41.3
2015	5,633	38,773,225	6,884	1.24	47,573,182	8,446	1.64	414	13.6	41.0
2014	5,477	37,239,236	6,799	4.44	45,515,077	8,310	1.21	429	12.8	39.0
2013	5,190	33,787,182	6,510	(8.71)	42,615,886	8,211	7.69	394	13.2	37.3
2012	4,968	35,427,787	7,131	11.54	37,880,570	7,625	(16.18)	376	13.2	39.4
2011	4,913	31,409,409	6,393	(2.28)	44,693,431	9,097	15.05	408	12.0	34.6

Source: The source of this information is the District's financial records.

Note: Operating expenditures are total expenditures less debt service and capital outlay.

SAHUARITA UNIFIED SCHOOL DISTRICT NO. 30
CAPITAL ASSETS INFORMATION
LAST TEN FISCAL YEARS

	Fiscal Year Ended June 30									
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
<u>Schools</u>										
K-8										
Buildings	55	58	54	54	54	54	54	49	44	44
Square feet	602,492	602,192	538,613	538,613	538,613	538,613	538,613	483,343	427,893	427,893
Capacity	6,253	6,253	5,260	5,260	5,260	5,260	5,260	4,680	4,140	4,140
Enrollment	4,281	4,281	4,123	3,878	3,751	3,751	3,715	3,540	3,357	3,357
High										
Buildings	16	16	16	16	16	16	16	16	16	10
Square feet	305,410	305,410	305,410	305,410	305,410	305,410	305,410	302,209	302,209	174,345
Capacity	2,469	2,469	2,469	2,469	2,469	2,469	2,469	2,469	2,469	1,274
Enrollment	2,184	2,184	2,072	1,744	1,886	1,886	1,775	1,649	1,620	1,441
Other										
Buildings	6	6	6	6	6	6	6	6	6	6
Square feet	10,190	19,888	19,888	19,888	19,888	19,888	19,888	19,888	19,888	19,888
<u>Administrative</u>										
Buildings	1	1	1	1	1	1	1	1	1	1
Square feet	5,922	5,922	5,922	5,922	5,922	5,922	5,922	5,922	5,922	5,922
<u>Transportation</u>										
Garages	1	1	1	1	1	1	1	1	1	1
Buses	58	58	58	58	58	58	58	58	60	56
<u>Athletics</u>										
Football fields	5	4	3	3	3	3	3	2	2	1
Soccer fields	6	5	5	5	5	5	5	4	4	1
Running tracks	2	2	2	2	2	2	2	1	1	1
Baseball/softball	10	9	9	9	9	9	9	8	8	1
Swimming pools	9	2	2	2	2	2	2	2	2	1
Playgrounds	2	7	7	7	7	7	7	7	7	7

Source: The source of this information is the District's facilities records.

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