

BASIC FINANCIAL STATEMENTS  
AND OTHER FINANCIAL INFORMATION

SCHOOL DISTRICT #58  
ABERDEEN, IDAHO

YEAR ENDED JUNE 30, 2022



SCHOOL DISTRICT #58  
ABERDEEN, IDAHO

BASIC FINANCIAL STATEMENTS AND OTHER FINANCIAL INFORMATION  
YEAR ENDED JUNE 30, 2022

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SCHOOL DISTRICT #58  
ABERDEEN, IDAHO

BASIC FINANCIAL STATEMENTS AND OTHER FINANCIAL INFORMATION  
YEAR ENDED JUNE 30, 2022  
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# Morgan J Hatt CPA PC

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Board of Trustees,  
Aberdeen School District #58  
Aberdeen, Idaho

### **Report on the Audit of the Financial Statements**

#### ***Opinions***

I have audited the accompanying financial statements of the governmental activities, the fiduciary activities, each major fund, and the aggregate remaining fund information of Aberdeen School District #58 (the District) as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the Table of Contents.

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the fiduciary activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2022, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinions***

I conducted my 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. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am required to be independent of the District, and to meet my other ethical responsibilities, in accordance with the relevant ethical requirements relating to my audit. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

#### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

***Auditor's Responsibilities for the Audit of the Financial Statements***

My objective is to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, I:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in my judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

I am required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that I identified during the audit.

***Required Supplementary Information***

The District has omitted the Management's Discussion and Analysis, that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing 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. My opinions on the basic financial statements are not affected by this missing information.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the Schedules of Net Pension Liability & Employer's Contributions – PERSI Base Plan, the Schedules of Employer's Share of Net OPEB Asset & Employer's Contributions – OPEB Plan and major fund budgetary comparison information be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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. I 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 my inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

### ***Supplementary Information***

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying combining and individual non-major fund financial statements and Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 my opinion, the combining and individual nonmajor fund financial statements and the Schedule of Expenditures of Federal Awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, I have also issued my report dated August 20, 2022, on my consideration of the District's internal control over financial reporting and on my tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is solely to describe the scope of my 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 District'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 District's internal control over financial reporting and compliance.

*Morgan J Hatt CPA PC*

Pocatello, Idaho  
August 20, 2022

# Morgan J Hatt CPA PC

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

Board of Trustees  
School District #58  
Aberdeen, Idaho, Idaho

I have audited, in accordance with the 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, the financial statements of the governmental activities, the fiduciary activities, each major fund, and the aggregate remaining fund information of School District #58 (the District), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise District's basic financial statements, and have issued our report thereon dated August 20, 2022.

### **Report on Internal Control over Financial Reporting**

In planning and performing my audit of the financial statements, I considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing my opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, I do not express an opinion on the effectiveness of the District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements, on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

my consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during my audit I did not identify any deficiencies in internal control that I consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

### **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of my audit, and accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Morgan J Hatt CPA PC*

Pocatello, Idaho  
August 20, 2022

SCHOOL DISTRICT #58  
ABERDEEN, IDAHO

STATEMENT OF NET POSITION  
AT JUNE 30, 2022

	<u>Governmental Activities</u>
<b>ASSETS:</b>	
Current Assets:	
Pooled cash and cash equivalents	\$2,325,691
Cash restricted for debt service	786,225
Receivables:	
Property taxes	310,808
State	1,210,763
Non-current Assets:	
Capital assets:	
Land	36,474
Property and equipment, net of accumulated depreciation	18,969,359
Net pension asset -Base Plan	90,034
Net pension asset - OPEB	403,087
Total Assets:	<u>24,132,441</u>
 <b>DEFERRED OUTFLOWS:</b>	
Deferred PERSI outflow of resources - Base Plan	1,228,456
Deferred PERSI outflow of resources - OPEB	107,279
Total Deferred Outflows:	<u>1,335,735</u>
 Total Assets and Deferred Outflows of Resources:	 <u><u>\$25,468,176</u></u>
 <b>LIABILITIES:</b>	
Current Liabilities:	
Accounts payable	\$438,859
Accrued salaries	570,711
Interest payable	81,308
Due within one year - series 2016 bonds	500,000
Long-term Liabilities:	
Due in more than one year - series 2016 bonds	9,650,908
Total Liabilities:	<u>11,241,786</u>
 <b>DEFERRED INFLOWS:</b>	
Deferred PERSI inflow of resources - Base Plan	2,889,067
Deferred PERSI inflow of resources - OPEB	184,581
Total Deferred Inflows:	<u>3,073,648</u>
 <b>NET POSITION:</b>	
Net investment in capital assets	8,854,925
Restricted	936,470
Unrestricted	1,361,347
Total Net Position:	<u>11,152,742</u>
 Total Liabilities, Deferred Inflows of Resources, and Net Position:	 <u><u>\$25,468,176</u></u>

The accompanying notes are an integral part of these statements.

SCHOOL DISTRICT #58  
ABERDEEN, IDAHO

STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2022

Functions/ Programs	Expenses	Program Revenues		Net (Expense) Revenue and
		Charges for Services	Operating Grants and Contributions	Changes in Net Assets Governmental Activities
Governmental Activities:				
Instructional Services:				
Regular instruction	\$4,031,917	\$18,046	\$1,586,313	(\$2,427,558)
Special education	523,669		264,860	(258,809)
Support Services:				
Student body activities	258,536	277,257		18,721
Guidance / Health	135,243		165,644	30,401
Special services	91,717	15,066		(76,651)
Instructional improvement	150,558		152,166	1,608
Media	99,254		682	(98,572)
Technology	193,753		86,673	(107,080)
Board of Education	21,233			(21,233)
District administration	275,291		79,893	(195,398)
School administration	421,705		114,007	(307,698)
Business operation	58,509			(58,509)
Operation and maintenance	740,385		543,021	(197,364)
Transportation	480,043	23,143	29,319	(427,581)
Capital outlay	5,334			(5,334)
Non-instructional	400,906	4,645	461,072	64,811
Interest on Long-term Debt	254,314			(254,314)
Total Governmental Activities:	<u>\$8,142,367</u>	<u>\$338,157</u>	<u>\$3,483,650</u>	<u>(4,320,560)</u>
General Revenues:				
Taxes:				
Property taxes levied for general purposes				957,095
Property taxes levied for debt services				523,733
Property taxes levied for plant facilities				
Federal and State Aid:				
State foundation program				4,785,022
State other				225,830
Sale of Assets				41,094
Interest and investment earnings:				6,050
Total General Revenues:				<u>6,538,824</u>
Change in Net Position:				2,218,264
Net position - June 30, 2021				<u>8,934,478</u>
Net position - June 30, 2022				<u>\$11,152,742</u>

The accompanying notes are an integral part of these statements.

SCHOOL DISTRICT #58  
 ABERDEEN, IDAHO

BALANCE SHEET  
 GOVERNMENTAL FUNDS

AT JUNE 30, 2022

	Major Funds			
	General	ARP ESSER III Fund	CRRSA ESSER II Fund	School Lunch Fund
ASSETS:				
Cash	\$1,625,716			\$247,492
Cash restricted for debt service				
Receivables:				
Property taxes	310,808			
State of Idaho	40,679	\$563,589	\$164,416	16,087
Due from other funds	399,707			
Total Assets:	\$2,376,910	\$563,589	\$164,416	\$263,579
LIABILITIES:				
Accounts payable	\$150,939	\$29,052	\$6,394	\$10,555
Salaries payable	388,932	78,520	18,333	18,527
Due to other funds		198,599	93,638	
Total Liabilities:	539,871	306,171	118,365	29,082
DEFERRED RESOURCES:				
Unavailable property taxes	38,528			
FUND BALANCE:				
Restricted				
Committed		257,418		234,497
Unassigned	1,798,511		46,051	
Total Fund Balance:	1,798,511	257,418	46,051	234,497
Total Liabilities and Fund Balance:	\$2,376,910	\$563,589	\$164,416	\$263,579

The accompanying notes are an integral part of these statements

<u>Major Fund</u>		Totals
Debt		(Memorandum
Service	Non-major	Only)
Fund	Funds	Only)
\$786,225	\$452,483	\$2,325,691
		786,225
172,775		483,583
	253,217	1,037,988
		399,707
<u>\$959,000</u>	<u>\$705,700</u>	<u>\$5,033,194</u>
	\$241,919	\$438,859
	66,399	570,711
	107,470	399,707
<u>\$0</u>	<u>415,788</u>	<u>1,409,277</u>
<u>22,530</u>		<u>61,058</u>
936,470		936,470
	426,507	918,422
	(136,595)	1,707,967
<u>936,470</u>	<u>289,912</u>	<u>3,562,859</u>
<u>\$959,000</u>	<u>\$705,700</u>	<u>\$5,033,194</u>

The accompanying notes are an integral part of these statements

SCHOOL DISTRICT #58  
 ABERDEEN, IDAHO

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS  
 TO THE STATEMENT OF NET POSITION  
 AT JUNE 30, 2022

Total fund balances - governmental funds		\$3,562,859
<p>Total net position reported for governmental activities in the          Statement of Net Position is different because:</p>		
<p>Capital assets used in governmental activities are not financial resources          and therefore are not reported as assets in the governmental funds.</p>		
District's share of PERSI OPEB asset	\$403,087	
District's share of PERSI - Base plan asset	90,034	
Cost of capital assets	26,031,873	
Depreciation expense to date	<u>(7,026,040)</u>	
		19,498,954
<p>Some of the District's property taxes will be collected after year-end, but are not          available soon enough to pay for the current period's expenditures and therefore          are reported as deferred revenue in the governmental funds.</p>		
		61,058
<p>Deferred amounts are not current financial resources/uses. Therefore, they are not          reported in the governmental funds.</p>		
Deferred PERSI outflows - Base Plan	1,228,456	
Deferred PERSI outflows - OPEB	107,279	
Deferred PERSI inflows - Base Plan	(2,889,067)	
Deferred PERSI inflows - OPEB	<u>(184,581)</u>	
		(1,737,913)
<p>Long-term liabilities are not due and payable in the current period and therefore          are not reported as liabilities in the governmental funds.</p>		
Bonds payable	(10,150,908)	
Accrued interest on bonds		
Accrued interest on bonds	<u>(81,308)</u>	
		<u>(10,232,216)</u>
Total Net Position:		<u><u>\$11,152,742</u></u>

The accompanying notes are an integral part of these statements

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SCHOOL DISTRICT #58  
ABERDEEN, IDAHO

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
GOVERNMENTAL FUNDS

YEAR ENDED JUNE 30, 2022

	Major Funds			
	General Fund	ARP ESSER III Fund	CRRSA ESSER II Fund	School Lunch Fund
<b>REVENUES:</b>				
Local:				
Property taxes (net of cancellations)	\$952,731			
Earnings on investments	4,489			
Other local	97,349			\$4,645
State:				
Base support	3,958,937			
Transportation	285,724			
State paid benefits	540,361			
Other	451,538			
Federal Assistance		\$1,129,696	\$502,796	456,863
<b>Total Revenues:</b>	<u>6,291,129</u>	<u>1,129,696</u>	<u>502,796</u>	<u>461,508</u>
<b>EXPENDITURES:</b>				
Instructional Services:	3,078,010	598,334	141,462	
Support Services:				
Guidance/Health	10,977		130,673	
Special services	93,421			
Instructional improvement	123,637			
Media	105,928			
Technology	87,168		64,640	
Board of Education	21,233			
District administration	299,383			
School administration	367,277	80,668		
Business operation	58,509			
Operation and maintenance	446,624	193,276	119,970	
Transportation	418,663			
Other Non-instructional:				394,845
Debt Service:				
Principal				
Interest				
Capital Assets	485,180			
<b>Total Expenditures:</b>	<u>5,596,010</u>	<u>872,278</u>	<u>456,745</u>	<u>394,845</u>
<b>EXCESS REVENUES (EXPENDITURES):</b>	695,119	257,418	46,051	66,663
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers (to) from other funds	(61,509)			9,535
<b>NET CHANGE IN FUND BALANCES:</b>	633,610	257,418	46,051	76,198
<b>FUND EQUITY - JUNE 30, 2021</b>	<u>1,164,901</u>	<u>0</u>	<u>0</u>	<u>158,299</u>
<b>FUND EQUITY - JUNE 30, 2022</b>	<u>\$1,798,511</u>	<u>\$257,418</u>	<u>\$46,051</u>	<u>\$234,497</u>

The accompanying notes are an integral part of these statements

<u>Major Fund</u>		
Debt		Total
Service	Non-major	Governmental
Fund	Funds	Funds
\$524,366		\$1,477,097
1,561		6,050
	\$302,873	404,867
		3,958,937
		285,724
		540,361
164,837	267,364	883,739
	710,770	2,800,125
<u>690,764</u>	<u>1,281,007</u>	<u>10,356,900</u>
	985,943	4,803,749
	4,329	145,979
	1,697	95,118
	41,396	165,033
	682	106,610
	49,202	201,010
		21,233
	4,688	304,071
	11,014	458,959
		58,509
	20,793	780,663
	6,243	424,906
	4,209	399,054
485,000		485,000
288,537		288,537
	410,505	895,685
<u>773,537</u>	<u>1,540,701</u>	<u>9,634,116</u>
(82,773)	(259,694)	722,784
	51,974	0
(82,773)	(207,720)	722,784
<u>1,019,243</u>	<u>497,632</u>	<u>2,840,075</u>
<u>\$936,470</u>	<u>\$289,912</u>	<u>\$3,562,859</u>

The accompanying notes are an integral part of these statements

SCHOOL DISTRICT #58  
 ABERDEEN, IDAHO

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
 AT JUNE 30, 2022

Total net change in fund balances - governmental funds \$722,784

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

Governmental funds report capital outlays as expenditures. However, in the  
 Statement of Activities, assets with an initial, individual cost of more than \$5,000  
 are capitalized and the cost is allocated over estimated useful lives as depreciation  
 expense. This is the amount by which depreciation exceeds capital outlays in the period:

Depreciation expense this year	(\$424,552)	
Current year capital outlays	909,251	
		484,699

Governmental funds report debt proceeds as financing sources, while repayment  
 of debt principal is reported as an expenditure. In the Statement of Net Position,  
 debt increases liabilities and does not affect the Statement of Activities. Repayment  
 of debt reduces the liability.

Bond issue premium amortization	29,979	
Accrued interest	4,244	
Current year repayment of bond principal	485,000	
		519,223

Because some property taxes will not be collected for several months after the  
 District's year-end, they are not considered as available revenue in the  
 governmental funds. They are recorded as current revenue in the Statement  
 of Activities. 3,731

Net pension liability and related pension source deferred outflow and deferred  
 inflow of resources are not due and payable in the current period and  
 therefore are not reported in the governmental funds. 487,827

Total Change in Net Position: \$2,218,264

The accompanying notes are an integral part of these statements.

SCHOOL DISTRICT #58  
ABERDEEN, IDAHO

STATEMENT OF FIDUCIARY NET POSITION

AT JUNE 30, 2022

	Private Purpose Trust Funds <u>Scholarship</u>
ASSETS:	
Cash and equivalents	<u>\$10,383</u>
NET POSITION:	
Restricted for scholarships	10,383
Unrestricted	<u>          </u>
Total Liabilities and Net Position:	<u>\$10,383</u>

The accompanying notes are an integral part of these statements.

SCHOOL DISTRICT #58  
ABERDEEN, IDAHO

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION

YEAR ENDED JUNE 30, 2022

	Private Purpose Trust Funds <u>Scholarship</u>
ADDITIONS:	
Contributions	
Investment income	\$0
Total Additions:	<u>0</u>
DEDUCTIONS:	
Scholarships	0
Total Deductions:	<u>0</u>
CHANGE IN NET POSITION	0
NET POSITION - BEGINNING	<u>10,383</u>
NET POSITION - ENDING	<u><u>\$10,383</u></u>

The accompanying notes are an integral part of these statements

SCHOOL DISTRICT #58  
ABERDEEN, IDAHO

NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2022

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of School District #58 have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to local government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant accounting policies of the District are described below.

**Reporting Entity** - For financial reporting purposes, management has considered potential component units. The decision to include a potential component unit in the reporting entity is made by applying the criteria set forth in generally accepted accounting principles. The basic criterion for including a potential component unit within the reporting entity is the governing body's responsibility for financial accountability. Financial accountability is defined as the level of accountability that exists if a primary government appoints a voting majority of an organization's governing board and is either able to impose its will on that organization or there is potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the primary government. A primary government may also be financially accountable for governmental organizations that are fiscally dependent on it. Based upon the application of these criteria, the District has no potential component units.

**Government-wide and Fund Financial Statements** - The Statement of Net Position and the Statement of Activities display information about the District. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities.

The Statement of Activities presents a comparison between direct expenses and program revenues for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a function and, therefore, are clearly identifiable to a particular function. Depreciation expenses for capital assets that can specifically be identified with a function are included in its direct expenses. Depreciation expense for shared assets is ratably included in the direct expenses of the appropriate functions. Interest on general long-term liabilities is considered an indirect expense and is reported in the Statement of Activities as a separate line item.

Program revenues include 1) fees and charges paid by students and other recipients of goods or services offered by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Revenues that are not classified as program revenues, including property taxes, are presented as general revenues.

SCHOOL DISTRICT #58  
ABERDEEN, IDAHO

NOTES TO FINANCIAL STATEMENTS - (CONTINUED)  
YEAR ENDED JUNE 30, 2022

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)**

The fund financial statements provide information about the District's funds, including its fiduciary funds. The emphasis of the fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as non-major funds.

The District reports the following major funds:

The **General Fund** is the District's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The **ARP ESSER III Fund** accounts for resources accumulated and for Federal Corona Virus relief and fiscal recovery.

The **CRRSA ESSER II Fund** accounts for resources accumulated and for Federal Corona Virus relief and fiscal recovery.

The **Debt Service Fund** accounts for resources accumulated and payments made to provide food services to students.

The **Debt Service Fund** accounts for resources accumulated and payments made for principal and interest on general obligation school building bonds.

Additionally, the District reports the following fiduciary fund:

The **Private Purpose Scholarship Accounts** (Trust funds) account for monies that have been donated for student scholarships.

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

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 at the time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the District receives value without directly giving equal value in exchange, include property taxes, grants, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which taxes are levied. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been met.

SCHOOL DISTRICT #58  
ABERDEEN, IDAHO

NOTES TO FINANCIAL STATEMENTS - (CONTINUED)  
YEAR ENDED JUNE 30, 2022

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)**

Governmental fund financial statements are reported using the financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Property taxes and interest are considered to be susceptible to accrual. All other revenue items are considered to be measurable and available only when the District receives cash. Expenditures generally are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, early retirement, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Under the terms of grant agreements, the District funds certain programs by a combination of specific cost reimbursement grants, block grants, and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net assets available to finance the program. It is the District's policy to first apply cost reimbursement grant resources to finance the program, followed by block grants, and then general revenues.

**Budgetary Data** - Budgets are presented on the modified accrual basis of accounting for all governmental funds. All annual appropriations lapse at fiscal year-end with the exception of those indicated as a fund balance reserve. The following procedures are used in establishing the budgetary data reflected in the financial statements.

During May of each year, the Superintendent submits to the School Board a proposed operating budget for the next fiscal year commencing on July 1<sup>st</sup>. This budget includes proposed expenditures and the means of financing them.

Copies of the proposed budget are made available for public inspection and review by the patrons of the District.

After considering patron input at a public hearing in June, the Board adopts the budget.

Once adopted, the budget can be amended by subsequent Board action. The Board, upon recommendation of the Superintendent, can approve reductions in appropriations but increases in appropriations by fund require a public hearing prior to amending the budget.

SCHOOL DISTRICT #58  
ABERDEEN, IDAHO

NOTES TO FINANCIAL STATEMENTS - (CONTINUED)  
YEAR ENDED JUNE 30, 2022

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)**

Expenditures may not legally exceed budgeted appropriations at the fund level.

Encumbrances are not liabilities and they are not recorded as expenditures until receipt of material or services. For budgetary purposes, appropriations lapse at year-end and are re-budgeted the following year. The District does not reserve a fund balance for outstanding encumbrances at year-end.

**Deposits and Investments** – The cash balances of substantially all funds are pooled and invested by the District for purposes of increasing earnings through investment activities. The District's investments are reported at fair value at year-end. The Idaho State Treasurer's Local Government Pool operates in accordance with appropriate state laws and regulations. Changes in the fair value of investments are recorded as investment earnings. Earnings on pooled funds are apportioned to the funds based on the average balance of each participating fund.

**Cash and Cash Equivalents** – The District considers investments with an original maturity of three months or less to be cash equivalent.

**Receivables and Payables** – Activity between funds that are representative of lending/borrowing arrangements outstanding at year-end are referred to as due to/due from other funds.

**Inventories** – Inventories of governmental funds are recorded as expenditures when purchased. Financial statements for the school lunch program do not show the value of donated commodities.

**Capital Assets** – Capital assets, which include land, buildings and improvements, and furniture and equipment, are reported in the government-wide financial statements. The District defines capital assets as assets with an initial, individual cost of more than \$10,000 and an estimated useful life in excess of one year. Purchases of constructed capital assets are reported at cost or estimated historical cost. Donated capital assets are recorded at estimated fair value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life is not capitalized.

Depreciation is recorded using the straight-line method over the estimated useful lives as follows: Buildings and improvements: 20-40 years. Buses: 10 years. Furniture and equipment: 3-15 years.

SCHOOL DISTRICT #58  
ABERDEEN, IDAHO

NOTES TO FINANCIAL STATEMENTS - (CONTINUED)  
YEAR ENDED JUNE 30, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)

**Compensated Absences** – Employees are granted vacation and sick leave in varying amounts. Accumulated vacation must be used prior to the employee’s anniversary date. The District does not compensate employees for unused sick leave. When a teacher retires an amount equal to one half of the accumulated sick leave is reported to the State Retirement Board. The amount is used to pay the retiree’s health insurance.

**Long-term Obligations** – In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable statement of net position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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 cost, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**Deferred Outflows/Inflows of Resources** – In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period(s) and so it will not be recognized as an outflow of resources (expenditure) until then. The District does have items that qualify for reporting in this category. They are the deferred outflows of resources related to the PERSI pension base plan.

SCHOOL DISTRICT #58  
ABERDEEN, IDAHO

NOTES TO FINANCIAL STATEMENTS - (CONTINUED)  
YEAR ENDED JUNE 30, 2022

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)**

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element 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. The District has one type of these items, which arises under the government-wide accrual basis of accounting that qualifies for reporting in this category and one item, which arises only under a modified accrual basis of accounting. Accordingly, the item, unavailable revenue, is reported only in the Governmental Funds Balance Sheet. The governmental funds report unavailable revenues from one source: property taxes. This amount is deferred and recognized as an inflow of resources in the period that the amounts become available. The other item (reported in the government-wide statements) is an amount related to the pension base plan. See note 12 for details on the pension plan. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

**Fund Equity** – Restrictions of the fund balance indicate portions that are legally or contractually segregated for a specific future use. Non-spendable portions of the fund balance are those that cannot be spent, because they are in a non-spendable form or because they are legally or contractually required to be maintained intact. Committed portions represent amounts that can only be used for a specific purpose pursuant to formal action of the governing body. Assigned portions represent amounts that are constrained by the government's intent to be used for a specific purpose. Remaining fund balances are reported as unassigned. When expenditures are incurred that qualify for either restricted or unrestricted resources, the District first utilizes restricted resources. When expenditures are incurred that qualify for either committed or assigned resources, The District first utilizes committed resources, then assigned resources, before using unassigned resources.

**Fund Balance Flow Assumptions** – Sometimes the District will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the District's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

SCHOOL DISTRICT #58  
ABERDEEN, IDAHO

NOTES TO FINANCIAL STATEMENTS - (CONTINUED)  
YEAR ENDED JUNE 30, 2022

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)**

**Net Position Flow Assumptions** – Net position represents the difference between assets and liabilities. Net investment in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction, or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors, laws, regulations, or other governments.

Sometimes the District will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the District’s policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

**Pensions** – For purposes of measuring the net pension liability and pension expense, information about the fiduciary net position of the Public Employee Retirement System of Idaho Base Plan (the Base Plan) and additions to/deductions from the Base Plan’s fiduciary net position have been determined on the same basis as they are reported by the Base 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.

**Other Post- employment Benefits (OPEB)** – For purposes of measuring the net OPEB asset, deferred outflows of resources, and deferred inflows of resources related to OPEB and OPEB expense; (expense offset), information about the fiduciary net position of the Public Employment Retirement System of Idaho (PERSI or System), Sick Leave Insurance Reserve Fund, and additions to/deductions from Sick Leave Insurance Reserve Fund’s fiduciary net position, have been determined on the same basis as they are reported by the Sick Leave Plan. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

SCHOOL DISTRICT #58  
ABERDEEN, IDAHO

NOTES TO FINANCIAL STATEMENTS - (CONTINUED)  
YEAR ENDED JUNE 30, 2022

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONTINUED)**

**Use of Estimates** – The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**2. DEPOSITS AND INVESTMENTS**

The District invests its idle cash in the Idaho State Treasurer’s local government investment pool. The deposits are stated as cash which approximates market. The State Treasurer combines deposits from all government entities in Idaho, who participate in the pool, and purchases the following types of investments: Local Certificates of Deposit, Repurchase Agreements, and U.S. Government Securities.

The entities participating in the pool own a percentage of each investment held. This percentage is calculated by dividing the individual entity’s deposits by the total deposits held in the pool. The purpose of this is to: increase overall the rate of return, reduce risk of default, and place each entity under the FDIC and FSLIC limits of \$250,000.

Under Idaho Code Section 67-1210 the District is authorized to invest surplus or idle monies in investments subject to the following standards, guidelines, and restrictions:

- a. District monies shall not be made in any depository of financial institution in an amount, which exceeds ten (10%) of said entity’s capital and surplus. Any investments to be made above Federal Deposit Insurance require the depository to have a current “Moody’s Bank Credit Report Service” rating of “A” or better.
- b. No demand deposits or investment in time deposits or certificates of deposit shall be made in a financial institution insured in whole or in part by the Federal Savings and Loan Insurance Corporation or in any State or Federal credit unions insurance programs in an amount in excess of the insurance available.

Investments allowable under “Idaho Code Section 67-1210” are:

- a. Bonds, Treasury bills, interest bearing notes, or other obligations of the United States, or those for which the faith and credit of the United States are pledged for the payment of principal and interest.
- b. General obligation or revenue bonds of this State, or those for which the faith and credit of this State are pledged for payment of principal and interest.

SCHOOL DISTRICT #58  
ABERDEEN, IDAHO

NOTES TO FINANCIAL STATEMENTS - (CONTINUED)  
YEAR ENDED JUNE 30, 2022

**2. DEPOSITS AND INVESTMENTS - (CONTINUED)**

- c. General obligation or revenue bonds of any county, city, metropolitan water district, municipal utility district, school district or other taxing district of this State.
- d. Notes, bonds, debentures, or other similar obligations issued by the Farm Credit System or institutions forming a part thereof under the Farm Credit Act of 1971.
- e. Bonds, notes, or other similar obligations issued by public corporations of the State of Idaho including, but not limited to, the Idaho State Building Authority, the Idaho Housing Authority, and the Idaho Water Resource Board.
- f. Repurchase agreements covered by any legal investment for the State of Idaho.
- g. Tax anticipation notes and registered warrants of the State of Idaho.
- h. Tax anticipation bonds or notes and income and revenue anticipation bonds or notes of taxing districts of the State of Idaho.
- i. Time deposits and savings accounts in State depositories including, but not limited to, accounts on which interest or dividends are paid and upon which negotiable orders of withdrawal may be drawn, and similar transactions accounts.
- j. Time deposit accounts and savings accounts of Federal savings and loan associations located within the geographical boundaries of the State in amounts not to exceed the insurance provided by the Federal Savings and Loan Insurance Corporation including, but not limited to, accounts on which interest or dividends are paid and upon which negotiable orders of withdrawal may be drawn, and similar transaction accounts.
- k. Revenue bonds of institutions of higher education of the State of Idaho.
- l. Share, savings, and deposit accounts of State and Federal credit unions located within the geographical boundaries of the State in amounts not to exceed the insurance provided by the National Credit Union Share Insurance Fund and/or any other authorized deposit guaranty corporation, including but not limited to, accounts on which interest or dividends are paid and upon which negotiable orders of withdrawal may be drawn, and similar transaction accounts.
- m. Money market funds whose portfolios consist of any allowed investment as specified in this section. The securities held in money market portfolios must be dollar-denominated, meaning that all principal and interest payments on such a security are payable to security holders in United States dollars.

**3. PROPERTY TAXES**

Taxes are levied by the second Monday in September on assessed valuations as of June 30. Taxes on real property are payable in two equal installments on December 20 and June 30 of the following year. Personal property taxes are due December 20. Delinquent payments bear simple interest of 1% per month plus a 2% penalty. Due to the small amount of taxes not collected, no adjustment is made for delinquent taxes.

SCHOOL DISTRICT #58  
ABERDEEN, IDAHO

NOTES TO FINANCIAL STATEMENTS - (CONTINUED)  
YEAR ENDED JUNE 30, 2022

**4. CAPITAL ASSETS**

Governmental Activities:	<u>7/1/21</u>	<u>Increase</u>	<u>Decrease</u>	<u>6/30/22</u>
Capital Assets not being depreciated:				
Land	<u>\$36,474</u>	<u>          </u>	<u>          </u>	<u>\$36,474</u>
Capital Assets being depreciated:				
Buildings & improvements	22,901,891	\$574,919		23,476,810
Furniture & equipment	881,439	100,100		981,539
Vehicles	<u>1,418,801</u>	<u>234,232</u>	<u>(\$115,983)</u>	<u>1,537,050</u>
	<u>25,202,131</u>	<u>909,251</u>	<u>(115,983)</u>	<u>25,995,399</u>
Accumulated Depreciation:				
Buildings & improvements	5,034,752	297,188		5,331,940
Furniture & equipment	674,698	44,620		719,318
Vehicles	<u>1,008,021</u>	<u>82,744</u>	<u>(115,983)</u>	<u>974,782</u>
	<u>6,717,471</u>	<u>424,552</u>	<u>(115,983)</u>	<u>7,026,040</u>
Total Capital Assets - Net of Depreciation:	<u>\$18,521,134</u>			<u>\$19,005,833</u>

Depreciation was charged to functions as follows:

Non-instructional	\$14,997
Transportation	77,393
Operation & maintenance	10,384
Regular instruction	<u>321,778</u>
	<u>\$424,552</u>

**5. DEFICIT FUND BALANCE**

For most of these Federal and State programs, the District spends its own money and then requests reimbursement from the various funding agencies. For those funds with deficits, reimbursement has not yet been received. As of June 30, 2022, the following funds had deficit fund balances:

Gear Up Grant Fund	(\$5,014)
Bus Depreciation Fund	(\$131,581)

SCHOOL DISTRICT #58  
 ABERDEEN, IDAHO

NOTES TO FINANCIAL STATEMENTS - (CONTINUED)  
 YEAR ENDED JUNE 30, 2022

**6. DUE TO/ DUE FROM**

Federal program funds are temporarily overspent while waiting for Federal reimbursements. Deficit cash is shown as due to other funds as follows:

	<u>Due From</u>	<u>Due To</u>
General Fund	\$399,707	
ARP ESSER III Fund		\$198,599
CRRSA ESSER II Fund		\$93,638
Gear Up Grant Fund		\$20,015
Stem Grant Fund		\$605
Title I Fund		\$22,742
ESSERF Fund		\$4,444
Title I Migrant Fund		\$7,708
IDEA Part B		\$9,348
IDEA Part B Preschool Fund		\$136
ARPA Idea Part B Fund		\$3,319
Title IV A Fund		\$13,633
C Perkins Vocational Education Fund		\$11,222
Title III LEP Fund		\$3,444
Title II Teacher Quality Fund		\$10,854

**7. EXCESS OF EXPENDITURES OVER APPROPRIATIONS**

ARP ESSER III Fund	\$1,177
Student Activity Funds	\$253,536
Stem Grant Fund	\$17,793
ARP ESSER II Fund	\$1,177
IDEA Part B Preschool Fund	\$3,494
ARPA IDEA Part B Fund	\$29,881
Title III LEP Fund	\$2,919
Building Idaho Future Fund	\$62,025
Bus Depreciation Fund	\$122,328
Plant Facilities Fund	\$10

**8. RISK MANAGEMENT**

The District is exposed to various risks of loss, related to torts; theft of, damage to, or destruction of assets; errors and omissions; employee health and injuries, and natural disasters. All risks are insured by commercial insurance.

SCHOOL DISTRICT #58

ABERDEEN, IDAHO

NOTES TO FINANCIAL STATEMENTS - (CONTINUED)  
YEAR ENDED JUNE 30, 2022

9. **LONG-TERM DEBT**

General Obligation Bond Series 2016 were issued July 2017 in the amount of \$11,425,000. Scheduled payments due on the Series 2016 bonds are as follows:

	<u>Principal</u>	<u>Coupon</u> <u>%</u>	<u>Interest</u>	<u>Total Debt</u> <u>Service</u>
9/15/2022	\$500,000	4.00%	\$139,385	\$639,385
3/15/2023			129,385	129,385
9/15/2023	520,000	4.00%	129,385	649,385
3/15/2024			118,985	118,985
9/15/2024	545,000	4.00%	118,985	663,985
3/15/2025			108,085	108,085
9/15/2025	565,000	4.00%	108,085	673,085
3/15/2026			96,785	96,785
9/15/2026	585,000	4.00%	96,785	681,785
3/15/2027			85,085	85,085
9/15/2027	610,000	4.00%	85,085	695,085
3/15/2028			72,885	72,885
9/15/2028	635,000	2.00%	72,885	707,885
3/15/2029			66,535	66,535
9/15/2029	645,000	2.15%	66,535	711,535
3/15/2030			60,085	60,085
9/15/2030	660,000	2.13%	60,085	720,085
3/15/2031			53,073	53,073
9/15/2031	675,000	2.25%	53,073	728,073
3/15/2032			45,479	45,479
9/15/2032	690,000	2.38%	45,479	735,479
3/15/2033			37,285	37,285
9/15/2033	705,000	2.50%	37,285	742,285
3/15/3034			28,473	28,473

SCHOOL DISTRICT #58  
ABERDEEN, IDAHO

NOTES TO FINANCIAL STATEMENTS - (CONTINUED)  
YEAR ENDED JUNE 30, 2022

**9. LONG-TERM DEBT – (CONTINUED)**

9/15/2034	\$725,000	2.50%	\$28,473	\$753,473
3/15/2035			19,410	19,410
9/15/2035	740,000	2.55%	19,410	759,410
3/15/2036			9,975	9,975
9/15/2036	<u>760,000</u>	2.63%	<u>9,975</u>	<u>769,975</u>
	<u>\$10,045,000</u>		<u>\$2,288,478</u>	<u>\$12,333,478</u>

Beginning in the fiscal year ended June 30, 2015, GASB 68 requires the District to record its share of PERSI’s unfunded pension liability. The June 30, 2022 liability amount is not available at this time. The District’s share of PERSI’s unfunded amount is an asset in the amount of \$90,034 measured as of June 30, 2021. That amount has been recorded as a long-term asset on the Statement of Net Position.

The following is a summary of long-term debt transactions for the year ended June 30, 2022:

	Balance <u>7/1/2021</u>	Debt <u>Acquired</u>	Debt <u>Retired</u>	<u>6/30/22</u>	Due within one year
2016 Series Bonds	\$10,045,000		(\$485,000)	\$9,560,000	\$500,000
Unamortized bond issue premium	620,887		(29,979)	590,908	29,978
District's share of PERSI unfunded liability	<u>2,622,326</u>		<u>(2,712,360)</u>	<u>(90,034)</u>	
	<u>\$13,288,213</u>	<u>\$0</u>	<u>(\$3,227,339)</u>	<u>\$10,060,874</u>	<u>\$529,978</u>

**10. CONTINGENT LIABILITIES**

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 amounts of expenditures which may be disallowed by the grantor cannot be determined at this time although the District expects such amounts, if any, to be immaterial.

SCHOOL DISTRICT #58  
ABERDEEN, IDAHO

NOTES TO FINANCIAL STATEMENTS - (CONTINUED)  
YEAR ENDED JUNE 30, 2022

**11. CREDIT RISK, CONCENTRATION OF CREDIT RISK,  
AND INTEREST RATE RISK**

As of June 30, 2022, the District's investments were as follows: All of the District's investments are in an internal investment pool.

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 - Statutes authorize the District to invest in obligations of the United States, obligations of the State or any taxing district in the State, obligations issued from the Farm Credit System, obligations of public corporations of the State of Idaho, repurchase agreements, tax anticipation notes of the State or any taxing district in the State, time deposits, saving deposits, revenue bonds of institutions of higher education, and the State Treasurer's Pool. The District does not have an investment policy that would further limit its investment choices.

Concentration Credit Risk - The District does not place a limit on the amount that the District may invest in any one issuer. Most of the District's investments are in Local Government Investment Pool which by its nature is a diversified account. As of June 30, 2022, the fund consisted of U.S. Treasury Notes, Government Agency Notes, Idaho Bank Deposits, Repurchase Agreements, Corporate Bonds and Commercial Paper.

SCHOOL DISTRICT #58

NOTES TO FINANCIAL STATEMENTS – (CONTINUED)  
YEAR ENDED JUNE 30, 2022

**12. PUBLIC EMPLOYEE RETIREMENT SYSTEM**

*Plan Description*

School District #58, (The District) contributes to the Base Plan which is a cost sharing multiple-employer defined benefit pension plan administered by Public Employee Retirement System of Idaho (PERSI or System) that covers substantially all employers of the State of Idaho, its agencies and various participating political subdivisions. The cost to administer the plan is financed through the contributions and investment earnings of the plan. PERSI issues a publicly available financial report that includes financial statements and the required supplementary information for PERSI. That report may be obtained on the PERSI website at [www.persi.idaho.gov](http://www.persi.idaho.gov).

Responsibility for administration of the Base Plan is assigned to the Board comprised of five members appointed by the Governor and confirmed by the Idaho Senate. State law requires that two members of the Board be active Base Plan members with at least ten years of service and three members who are Idaho citizens, not members of the Base Plan except by reason of having served on the Board.

*Pension Benefits*

The Base Plan provides retirement, disability, death, and survivor benefits of eligible members or beneficiaries. Benefits are based on members' years of service, age, and highest average salary. Members become fully vested in their retirement benefits with five years of credited service (5 months for elected or appointed officials). Members are eligible for retirement benefits upon attainment of the ages specified for their employment classification. The annual service retirement allowance for each month of credited service is 2.0% (2.3% for police/firefighters) of the average monthly salary for the highest consecutive 42 months.

The benefit payments for the Base Plan are calculated using a benefit formula adopted by the Idaho Legislature. The Base Plan is required to provide a 1% minimum cost of living increase per year provided the Consumer Price Index increases 1% or more. The PERSI Board has the authority to provide higher cost of living increases to a maximum of the Consumer Price Index movement or 6%, whichever is less; however, any amount above the 1% minimum is subject to review by the Idaho Legislature.

SCHOOL DISTRICT #58

NOTES TO FINANCIAL STATEMENTS – (CONTINUED)  
YEAR ENDED JUNE 30, 2022

**12. PUBLIC EMPLOYEE RETIREMENT SYSTEM - (CONTINUED)**

*Member and Employer Contributions*

Member and employer contributions paid to the Base Plan are set by statute and established as a percent of covered compensation. Contribution rates are determined by the PERSI Board within limitations, as defined by State law. The Board may make periodic changes to employer and employee contribution rates (expressed as percentages of annual covered payroll) that are adequate to accumulate sufficient assets to pay benefits when due.

The contribution rates for employees are set by statute at 60% of the employer rate for general employees and 72% for police and firefighters. As of June 30, 2021, it was 7.16% for general employees and 9.13% for police and firefighters. The employer contribution rate as a percent of covered payroll is set by the Retirement Board and was 11.94% for general employees and 12.28% for police and firefighters. The District's contributions were \$507,960 for the PERSI year ended June 30, 2021.

*Pension Liabilities, Pension Expense (Revenue), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions*

At June 30, 2022, the District reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on the District's share of contributions in the Base Plan pension plan relative to the total contributions of all participation PERSI Base Plan employers. At June 30, 2021, the District's proportion was .1139985 percent.

SCHOOL DISTRICT #58

NOTES TO FINANCIAL STATEMENTS – (CONTINUED)  
YEAR ENDED JUNE 30, 2022

**12. PUBLIC EMPLOYEE RETIREMENT SYSTEM - (CONTINUED)**

For the year ended June 30, 2022 the District recognized pension Revenue of \$46,534. At June 30, 2022, the District reported deferred outflows of resources related to pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	(\$72,232)	(\$33,291)
Changes in assumptions or other inputs	(\$44,348)	\$0
Net difference between projected and actual earnings on pension plan investments	\$0	\$2,827,888
Changes in the employer's proportion and differences between the employer's contributions and the employer's proportionate contributions	\$811,970	\$94,470
Contributions subsequent to the measurement date	\$533,066	\$0
<b>Total</b>	<b>\$1,228,456</b>	<b>\$2,889,067</b>

\$533,066 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year ending June 30, 2022.

The average of the expected remaining service lives of all employees that are provided with pensions through the System (active and inactive employees) determined at July 1, 2020, the beginning of the measurement period ended June 30, 2020 is 4.7 and 4.6 for the measurement period 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 (revenue) as follows:

**Year ended June 30, 2022:**

2022	(\$403,214)
2023	(\$363,378)
2024	(\$317,551)
2025	(\$629,957)

SCHOOL DISTRICT #58

NOTES TO FINANCIAL STATEMENTS – (CONTINUED)  
YEAR ENDED JUNE 30, 2022

**12. PUBLIC EMPLOYEE RETIREMENT SYSTEM - (CONTINUED)**

*Actuarial Assumptions*

Valuations are based on actuarial assumptions, the benefit formulas, and employee groups. Level percentages of payroll normal costs are determined using the Entry Age Normal Cost Method. Under the Entry Age Normal Cost Method, the actuarial present value of the projected benefits of each individual included in the actuarial valuation is allocated as a level percentage of each year's earnings of the individual between entry age and assumed exit age. The Base Plan amortizes any unfunded actuarial accrued liability based on a level percentage of payroll. The maximum amortization period for the Base Plan permitted under Section 59-1322, Idaho Code, is 25 years.

The total pension liability in the June 30, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.30%
Salary increases including inflation	3.05%
Investment rate of return	6.35%, net of investment expenses
Cost-of-living adjustments	1%

Mortality rates were based on the RP-2000 combined table for healthy males or females as appropriate with the following offsets:

- Set back 3 years for teachers
- No offset for male fire and police
- Forward one year for female fire and police
- Set back one year for all general employees and all beneficiaries

Assumptions used to calculate the enclosed figures are described in PERSI's 2021 Experience Study. The Total Pension Liability as of June 30, 2021 is based on the results of an actuarial valuation date July 1, 2021.

The long-term expected rate of return on pension plan investments was determined using the building block approach and a forward-looking model in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan 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 weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

SCHOOL DISTRICT #58

NOTES TO FINANCIAL STATEMENTS – (CONTINUED)  
YEAR ENDED JUNE 30, 2022

**12. PUBLIC EMPLOYEE RETIREMENT SYSTEM - (CONTINUED)**

Even though history provides a valuable perspective for setting the investment return assumption, the System relies primarily on an approach which builds upon the latest capital market assumptions. Specifically, the System uses consultants, investment managers, and trustees to develop capital market assumptions in analyzing the System’s asset allocation. The assumptions and the System’s formal policy for asset allocation are shown below. The formal asset allocation policy is somewhat more conservative than the current allocation of the System’s assets.

The best-estimate range for the long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The capital market assumptions are as of 2021.

**Capital Market Assumptions Callen 2020**

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-term Expected Nominal Rate of Return (Arithmetic)</u>	<u>Long-term Expected Real Rate of Return (Arithmetic)</u>
Core Fixed Income	30.00%	2.80%	0.55%
Broad US Equities	55.00%	8.55%	6.30%
Developed Foreign Equities	15.00%	8.70%	6.45%
Assumed Inflation - Mean		2.25%	2.25%
Assumed Inflation - Standard Deviation		1.50%	1.50%
Portfolio Arithmetic Mean Return		6.85%	4.60%
Portfolio Standard Deviation		12.33%	12.33%
Portfolio Long-term (Geometric) Expected Rate of Return		6.25%	3.89%
Assumed Investment Expenses		40.00%	40.00%
Portfolio Long-term (Geometric) Expected Rate of Return, Net of Investment Expenses		5.85%	3.49%

**Investment Policy Assumptions from PERSI November 2019**

Portfolio Long-term Expected Real Rate of Return, Net of Investment Expenses	4.14%
Portfolio Standard Deviation	14.16%

**Economic/Demographic Assumptions from Milliman 2018 (Valuation Assumptions Chosen by PERSI Board)**

Long-term Expected Real Rate of Return, Net of Investment Expenses	4.05%
Assumed Inflation	3.00%
Long-term Expected Geometric Rate of Return, Net of Investment Expenses	7.05%

SCHOOL DISTRICT #58

NOTES TO FINANCIAL STATEMENTS – (CONTINUED)  
YEAR ENDED JUNE 30, 2022

**12. PUBLIC EMPLOYEE RETIREMENT SYSTEM - (CONTINUED)**

*Discount Rate*

The discount rate used to measure the total pension liability was 6.35%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate. Based on these assumptions, the pension plan’s 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 pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The long-term expected rate of return was determined net of pension plan investment expense but without reduction for pension plan administrative expense.

*Sensitivity of the Employer’s Proportionate Share of the Net Pension Liability to Changes in the Discount Rate.*

The following presents the employer’s proportionate share of the net pension liability calculated using the discount rate of 6.35 percent, as well as what the employer’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (5.35 percent) or 1 percentage point higher (7.35 percent) than the current rate:

	1% Decrease (5.35%)	Current Discount Rate (6.35%)	1% Increase (7.35%)
Employer's proportionate share of the net pension liability (asset)	\$3,129,762	(\$90,034)	(\$2,729,365)

*Pension Plan Fiduciary Net Position*

Detailed information about the pension plan’s fiduciary net position is available in the separately issued PERSI financial report.

PERSI issues a publicly available financial report that includes financial statements and the required supplementary information for PERSI. That report may be obtained on the PERSI website at [www.persi.gov](http://www.persi.gov).

SCHOOL DISTRICT #58

NOTES TO FINANCIAL STATEMENTS - (CONTINUED)  
YEAR ENDED JUNE 30, 2022

**13. OPEB PLAN**

*Plan Description*

School District #58 (the District) contributes to the Sick Leave Insurance Reserve Fund (Sick Leave Plan) which is a cost-sharing, multiple-employer Defined benefit OPEB plan that covers members receiving retirement benefits that are administered by PERSI that covers substantially all employees of the State of Idaho, its agencies, and various participating political subdivisions. The cost to administer the plan is financed through the contributions and investment earnings of the plan. PERSI issues a publicly available financial report that includes financial statements and the required supplementary information for the Sick Leave Plan. That report may be obtained on the PERSI website at [www.persi.idaho.gov](http://www.persi.idaho.gov).

Responsibility for administration of the Sick Leave Plan is assigned to the Board comprised of five members appointed by the Governor and confirmed by the Idaho Senate. State law requires that two members of the Board be active Base Plan members with at least ten years of service and three members who are Idaho citizens, not members of the Base Plan except by reason of having served on the Board.

*OPEB Benefits*

Group retiree health, dental, accident, and life insurance premiums may qualify as a benefit. Retirees who have a sick leave account can use their balance as a credit towards these premiums paid directly to the applicable insurance company.

*Employer Contributions*

The contribution rate for employers is set by statute at .065% of covered compensation for State members. Covered school members contribution rates are set by statute based on the number of sick days offered by the employer. The contribution rate is 1.16% for school members with 9 or 10 sick days and 1.26% for school board members with 11 – 14 sick days. If a school board member has more than 14 days of sick leave, then the contribution rate will be set by the PERSI Retirement Board based upon current cost and actuarial data and reviewed annually. The District's contributions were \$0 for the Plan year ended June 30, 2022.

SCHOOL DISTRICT #58

NOTES TO FINANCIAL STATEMENTS - (CONTINUED)  
YEAR ENDED JUNE 30, 2022

**13. OPEB PLAN - (CONTINUED)**

*OPEB Liabilities, OPEB Expense (Expense Offset), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB*

At June 30, 2022, School District #58 reported an asset for its proportional share of the net OPEB asset. The net OPEB asset was measured as of June 30, 2021 and the total OPEB liability used to calculate the net OPEB asset was determined by an actuarial valuation as of that date. The District's proportion of the net OPEB asset was based upon the District's share of contributions relative to the total contributions of all participating Sick Leave Employers. At June 30, 2021 the District's proportion was .2775690 percent.

For the year ended June 30, 2022, the District recognized OPEB expense (expense offset) of \$21,972. \$104,858 reported as deferred outflows of resources related to OPEB resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB asset in the year ending June 30, 2022.

*Actuarial Assumptions*

Valuations are based on actuarial assumptions, the benefit formulas, and employee groups. The Sick Leave Plan amortizes any net OPEB asset based on a level percentage of payroll. The maximum amortization period for the Sick Leave Plan permitted under Section 59-1322 Idaho Code is 25 years.

The total OPEB liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.30%
Salary increases including inflation	3.75%
Investment rate of return	5.45%, net of investment expenses

The long-term expected rate of return on OPEB plan investments was determined using the building block approach and a forward-looking model in which best estimate ranges of expected future real rates of return (expected returns, net of OPEB plan 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 weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The health care trend rate is not applicable as the benefit amount a participant will receive is established with a set amount upon retirement and thus would have no impact.

SCHOOL DISTRICT #58

NOTES TO FINANCIAL STATEMENTS - (CONTINUED)  
YEAR ENDED JUNE 30, 2022

**13. OPEB PLAN - (CONTINUED)**

Even though history provides a valuable perspective for setting the investment return assumption, the System relies primarily on an approach which builds upon the latest capital market assumptions. Specifically, the System uses consultants, investment managers, and trustees to develop capital market assumptions in analyzing the System's asset allocation. The assumptions and the System's formal policy for asset allocation are shown below. The formal asset allocation policy is somewhat more conservative than the current allocation of the System's assets. The best-estimate range for the long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation.

**Capital Market Assumptions Callen 2020**

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-term Expected Nominal Rate of Return (Arithmetic)</u>	<u>Long-term Expected Real Rate of Return (Arithmetic)</u>
Core Fixed Income	50.00%	2.80%	-0.20%
Broad US Equities	39.30%	8.00%	6.00%
Developed Foreign Equities	10.70%	8.25%	6.25%
Assumed Inflation - Mean		2.00%	2.00%
Assumed Inflation - Standard Deviation		1.50%	1.50%
Portfolio Arithmetic Mean Return		6.18%	4.18%
Portfolio Standard Deviation		12.29%	12.29%
Portfolio Long-term (Geometric) Expected Rate of Return		5.55%	3.46%
Assumed Investment Expenses		0.40%	0.40%
Portfolio Long-term (Geometric) Expected Rate of Return, Net of Investment Expenses		5.15%	3.06%

**Investment Policy Assumptions from PERSI November 2019**

Portfolio Long-term Expected Real Rate of Return, Net of Investment Expenses	4.14%
Portfolio Standard Deviation	14.16%

**Economic/Demographic Assumptions from Milliman 2018**

Valuation Assumptions Chosen by PERSI Board	
Long-term Expected Real Rate of Return, Net of Investment Expenses	3.15%
Assumed Inflation	2.30%
Long-term Expected Geometric Rate of Return, Net of Investment Expenses	5.45%

SCHOOL DISTRICT #58

NOTES TO FINANCIAL STATEMENTS - (CONTINUED)  
YEAR ENDED JUNE 30, 2022

**13. OPEB PLAN - (CONTINUED)**

*Discount Rate*

The discount rate used to measure the total OPEB liability was 7.05%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate. Based on these assumptions, the OPEB plan's 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 OPEB plan investments was applied to all periods of projected benefit payments to determine the OPEB liability. The long-term expected rate of return was determined net of OPEB plan investment expense but without reduction for OPEB plan administrative expense.

*Sensitivity of the net OPEB asset to Changes in the Discount Rate.*

The following presents the employer's proportionate share of the net OPEB asset calculated using the discount rate of 7.05 percent, as well as what the employer's proportionate share of the net OPEB asset would be if it were calculated using a discount rate that is 1 percentage point lower (6.05 percent) or 1 percentage point higher (8.05 percent) than the current rate:

	1% Decrease (4.45%)	Current Discount Rate (5.45%)	1% Increase (6.45%)
Employer's proportionate share of the net pension liability (asset)	(\$349,786)	(\$403,087)	(\$452,873)

*OPEB Plan Fiduciary Net Position*

Detailed information about the pension plan's fiduciary net position is available in the separately issued PERSI financial report.

PERSI issues a publicly available financial report that includes financial statements and the required supplementary information for PERSI. That report may be obtained on the PERSI website at [www.persi.gov](http://www.persi.gov).

REQUIRED SUPPLEMENTARY INFORMATION

SCHOOL DISTRICT #58  
ABERDEEN, IDAHO

REQUIRED SUPPLEMENTARY INFORMATION  
YEAR ENDED JUNE 30, 2022

**Schedule of Employer's Share of Net Pension Liability PERSI - Base Plan \***

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Employer's portion of net pension liability	0.113999%	0.112928%	0.109504%	0.106708%
Employer's proportionate share of net pension liability (Asset)	(\$90,034)	\$2,622,326	\$1,249,956	\$1,573,968
Employer's covered employee payroll	\$4,464,542	\$4,254,270	\$4,021,215	\$3,719,194
Employer's proportional share of the net pension liability as a percentage of covered employee payroll	-2.02%	61.64%	31.08%	42.32%
Plan fiduciary net position as a percentage of total pension liability	100.36%	88.22%	93.79%	91.69%

\* GASB Statement No. 68 requires ten years of information to be presented in this table. However, until a full 10 year trend is compiled, the District will present information for those years for which it is available.

Data reported is measured as of June 30, 2021

**Schedule of Employer's Contributions PERSI - Base Plan \***

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Statutorily required contribution	\$450,099	\$443,061	\$419,006	\$414,393
Contributions in relation to the statutorily required contribution	\$514,078	\$486,309	\$427,154	\$393,902
Contribution (deficiency) excess	\$63,979	\$43,248	\$8,148	(\$20,491)
Employer's covered employee payroll	\$4,464,542	\$4,254,270	\$4,021,215	\$3,719,194
Contributions as a percentage of covered employee payroll	10.08%	10.41%	10.42%	11.14%

\* GASB Statement No. 68 requires ten years of information to be presented in this table. However, until a full 10 year trend is compiled, the District will present information for those years for which it is available.

Data reported is measured as of June 30, 2021

<u>2017</u>	<u>2016</u>	<u>2015</u>
0.109794%	0.114567%	0.112561%
\$1,725,767	\$2,322,457	\$1,482,251
\$3,475,890	\$3,410,117	\$3,353,363
49.65%	68.10%	44.20%
87.26%	91.38%	91.38%

<u>2017</u>	<u>2016</u>	<u>2015</u>
\$370,237	\$340,566	\$368,191
\$391,269	\$384,500	\$361,593
\$21,031	\$43,934	(\$6,598)
\$3,475,890	\$3,410,117	\$3,353,363
10.65%	9.99%	10.98%

SCHOOL DISTRICT #58  
ABERDEEN, IDAHO

REQUIRED SUPPLEMENTARY INFORMATION  
YEAR ENDED JUNE 30, 2022

**Schedule of Employer's Share of Net OPEB Asset - OPEB Plan \***

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Employer's portion of net OPEB asset	0.277561%	0.277561%	0.278386%	0.277109%
Employer's proportionate share of net OPEB asset	\$403,087	\$341,762	\$266,639	\$229,848
Employer's covered employee payroll	\$4,254,270	\$4,254,270	\$4,021,215	\$3,719,194
Employer's proportional share of the net OPEB asset as a percentage of covered employee payroll	9.03%	8.03%	6.63%	6.18%
Plan fiduciary net position as a percentage of total OPEB asset	152.87%	152.87%	138.51%	135.69%

\* GASB Statement No. 68 requires ten years of information to be presented in this table. However, until a full 10 year trend is compiled, the District will present information for those years for which it is available.

Data reported is measured as of June 30, 2021

**Schedule of Employer's Contributions - OPEB Plan \***

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Statutorily required contribution	\$0	\$24,887	\$45,664	\$43,219
Contributions in relation to the statutorily required contribution	\$0	\$24,887	\$45,664	\$43,219
Contribution (deficiency) excess	\$0	\$0	\$0	\$0
Employer's covered employee payroll	\$4,254,270	\$4,254,270	\$4,021,215	\$3,719,194
Contributions as a percentage of covered employee payroll	0.00%	0.58%	1.14%	1.16%

\* GASB Statement No. 68 requires ten years of information to be presented in this table. However, until a full 10 year trend is compiled, the District will present information for those years for which it is available.

Data reported is measured as of June 30, 2021

SCHOOL DISTRICT #58  
ABERDEEN, IDAHO

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL - GENERAL FUND

YEAR ENDED JUNE 30, 2022

	Original and Final Budget	Actual	Variance Favorable (Unfavorable)
<b>REVENUE:</b>			
Property taxes	\$958,500	\$952,731	(\$5,769)
Investment interest	12,000	4,489	(7,511)
Other local	44,501	97,349	52,848
State base support	3,958,937	3,958,937	0
State transportation	285,724	285,724	0
State paid benefits	540,361	540,361	0
Other State	402,039	451,538	49,499
<b>Total General Fund Revenues:</b>	<b>\$6,202,062</b>	<b>\$6,291,129</b>	<b>\$89,067</b>
<b>EXPENDITURES:</b>			
<b>INSTRUCTION:</b>			
<b>Elementary Programs:</b>			
Salaries	\$834,418	\$743,253	\$91,165
Benefits	289,407	274,065	15,342
Purchased services	7,500	23,974	(16,474)
Materials and supplies	67,665	39,675	27,990
	<u>1,198,990</u>	<u>1,080,967</u>	<u>118,023</u>
<b>Secondary Programs:</b>			
Salaries	1,090,841	1,042,426	48,415
Benefits	385,898	369,084	16,814
Purchased services	11,635	11,671	(36)
Materials and supplies	24,147	16,885	7,262
	<u>1,512,521</u>	<u>1,440,066</u>	<u>72,455</u>
<b>Special Programs:</b>			
Salaries	229,100	233,687	(4,587)
Benefits	99,502	99,596	(94)
Purchased services	4,200	634	3,566
Materials and supplies	19,150	16,684	2,466
	<u>351,952</u>	<u>350,601</u>	<u>1,351</u>
<b>Activity Programs:</b>			
Salaries	74,507	77,025	(2,518)
Benefits	14,699	11,543	3,156
Purchased services	62,400	72,564	(10,164)
Materials and supplies	20,340	23,077	(2,737)
	<u>171,946</u>	<u>184,209</u>	<u>(12,263)</u>
<b>Summer/After School Programs:</b>			
Salaries	11,192	18,832	(7,640)
Benefits	735	3,335	(2,600)
	<u>11,927</u>	<u>22,167</u>	<u>(10,240)</u>
<b>Total Instruction:</b>	<b>3,247,336</b>	<b>3,078,010</b>	<b>169,326</b>
<b>SUPPORT SERVICES:</b>			
<b>Guidance/Health:</b>			
Salaries	1,330	3,031	(1,701)
Benefits	1,980	2,030	(50)
Purchased services	6,750	1,549	5,201
Materials and supplies	5,209	4,367	842
	<u>15,269</u>	<u>10,977</u>	<u>4,292</u>
<b>Special Services:</b>			
Salaries	54,165	54,314	(149)
Benefits	21,390	20,750	640
Purchased services	15,750	18,349	(2,599)
Materials and supplies	735	8	727
	<u>92,040</u>	<u>93,421</u>	<u>(1,381)</u>
<b>Instructional Improvement:</b>			
Salaries	80,662	93,705	(13,043)
Benefits	25,903	28,020	(2,117)
Purchased services	7,790	1,912	5,878
	<u>114,355</u>	<u>123,637</u>	<u>(9,282)</u>
<b>Media Program:</b>			
Salaries	65,055	66,792	(1,737)
Benefits	30,607	28,952	1,655
Purchased services	2,400	2,270	130
Materials and supplies	8,200	7,914	286
	<u>106,262</u>	<u>105,928</u>	<u>334</u>

SCHOOL DISTRICT #58  
ABERDEEN, IDAHO

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL - GENERAL FUND - (CONTINUED)

YEAR ENDED JUNE 30, 2022

	Original and Final Budget	Actual	Variance Favorable (Unfavorable)
Technology:			
Salaries	\$48,750	\$54,820	(\$6,070)
Benefits	20,188	19,293	895
Purchased services	13,300	13,055	245
Materials and supplies	11,000		11,000
	93,238	87,168	6,070
Board of Education:			
Benefits		26	(26)
Purchased services	13,800	14,175	(375)
Materials and supplies	6,000	6,901	(901)
Insurance	200	131	69
	20,000	21,233	(1,233)
District Administration:			
Salaries	205,902	212,248	(6,346)
Benefits	81,192	78,612	2,580
Purchased services	11,700	4,744	6,956
Materials and supplies	3,500	3,779	(279)
	302,294	299,383	2,911
School Administration:			
Salaries	234,812	236,384	(1,572)
Benefits	129,855	107,714	22,141
Purchased services	12,800	8,704	4,096
Materials and supplies	10,822	14,475	(3,653)
	388,289	367,277	21,012
Business Operation:			
Benefits		115	(115)
Purchased services	37,050	29,591	7,459
Materials and supplies	49,000	28,803	20,197
	86,050	58,509	27,541
Operation and Maintenance:			
Salaries	371,330	47,218	324,112
Benefits	89,576	18,822	70,754
Purchased services	22,488	211,778	(189,290)
Materials and supplies	8,000	88,495	(80,495)
Capital outlay		18,900	(18,900)
Insurance		61,411	(61,411)
	491,394	446,624	44,770
Transportation:			
Salaries	215,723	225,504	(9,781)
Benefits	121,334	93,481	27,853
Purchased services	16,800	11,513	5,287
Materials and supplies	76,650	75,831	819
Capital outlay	8,000		8,000
Insurance	16,000	12,334	3,666
	454,507	418,663	35,844
Capital Outlay/Contingency	400,000	485,180	(85,180)
School Lunch	1,500	0	1,500
Total Support Services:	2,565,198	2,518,000	47,198
Total General Fund Expenditures:	5,812,534	5,596,010	216,524
Excess Revenues over Expenditures	389,528	695,119	305,591
Transfers (to) from other funds	(66,163)	(61,509)	4,654
Excess revenues and other financing sources over expenditures and other financing uses	\$323,365	633,610	\$310,245
FUND EQUITY - JUNE 30, 2021		1,164,901	
FUND EQUITY - JUNE 30, 2022		\$1,798,511	

SCHOOL DISTRICT #58  
ABERDEEN, IDAHO

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL - ARP ESSER III FUND

YEAR ENDED JUNE 30, 2022

	Original and Final Budget	Actual	Variance Favorable (Unfavorable)
REVENUE:			
Federal assistance	\$871,101	\$1,129,696	\$258,595
Total Fund Revenues:	\$871,101	\$1,129,696	\$258,595
EXPENDITURES:			
INSTRUCTION:			
Elementary Programs:			
Salaries	\$209,266	\$209,884	(\$618)
Benefits	74,320	74,441	(121)
	283,586	284,325	(739)
Secondary Programs:			
Salaries	226,316	226,998	(682)
Benefits	86,876	87,011	(135)
	313,192	314,009	(817)
Total Instruction:	596,778	598,334	(1,556)
SUPPORT SERVICES:			
School Administration:			
Salaries	54,689	54,754	(65)
Benefits	25,899	25,914	(15)
	80,588	80,668	(80)
Operation and Maintenance:			
Salaries	143,649	144,169	(520)
Benefits	50,086	49,107	979
	193,735	193,276	459
Total Support Services:	274,323	273,944	379
Total ARP ESSER III Fund Expenditures:	871,101	872,278	(1,177)
Excess Revenues over Expenditures	\$0	257,418	\$257,418
FUND EQUITY - JUNE 30, 2021		0	
FUND EQUITY - JUNE 30, 2022		\$257,418	

SCHOOL DISTRICT #58  
ABERDEEN, IDAHO

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL - CRRSA ESSER II FUND

YEAR ENDED JUNE 30, 2022

	Original and Final Budget	Actual	Variance Favorable (Unfavorable)
REVENUE:			
Federal assistance	\$501,017	\$502,796	\$1,779
Total Fund Revenues:	\$501,017	\$502,796	\$1,779
EXPENDITURES:			
INSTRUCTION:			
Elementary Programs:			
Salaries	\$40,369	\$40,466	(\$97)
Benefits	16,376	16,396	(20)
	56,745	56,862	(117)
Secondary Programs:			
Capital outlay	84,600	84,600	0
	84,600	84,600	0
Total Instruction:	141,345	141,462	(117)
SUPPORT SERVICES:			
Guidance/Health:			
Salaries	96,481	96,481	0
Benefits	34,763	34,192	571
	131,244	130,673	571
Technology:			
Salaries	46,827	47,087	(260)
Benefits	17,502	17,553	(51)
	64,329	64,640	(311)
Operation and Maintenance:			
Salaries	86,004	86,264	(260)
Benefits	78,095	33,706	44,389
	164,099	119,970	44,129
Total Support Services:	359,672	315,283	44,389
Total ARP ESSER III Fund Expenditures:	501,017	456,745	44,272
Excess Revenues over Expenditures	\$0	46,051	\$46,051
FUND EQUITY - JUNE 30, 2021		0	
FUND EQUITY - JUNE 30, 2022		\$46,051	

SCHOOL DISTRICT #58  
 ABERDEEN, IDAHO

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL - SCHOOL LUNCH FUND

YEAR ENDED JUNE 30, 2022

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUE:			
Child meals	\$100	\$131	\$31
Other food sales	5,800	\$4,514	
Federal assistance	316,087	456,863	140,776
Total Revenue:	<u>321,987</u>	<u>461,508</u>	<u>140,807</u>
EXPENDITURES:			
Salaries	111,730	121,820	(10,090)
Benefits	63,552	66,820	(3,268)
Purchased services	5,000	4,102	898
Materials and supplies	224,523	202,103	22,420
Capital outlay			0
Total Expenditures:	<u>404,805</u>	<u>394,845</u>	<u>9,960</u>
Excess revenues over expenditures:	(82,818)	66,663	149,481
Transfers (to) from other funds	<u>7,800</u>	<u>9,535</u>	<u>(1,735)</u>
Excess revenues and other financing sources over expenditures and other financing uses	<u>(\$75,018)</u>	76,198	<u>\$147,746</u>
FUND EQUITY - JUNE 30, 2021		<u>158,299</u>	
FUND EQUITY - JUNE 30, 2022		<u>\$234,497</u>	

SCHOOL DISTRICT #58  
 ABERDEEN, IDAHO

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL - DEBT SERVICE FUND

YEAR ENDED JUNE 30, 2022

	Original and Final Budget	Actual	Variance Favorable (Unfavorable)
REVENUE:			
Property taxes	\$550,000	\$524,366	(\$25,634)
State	217,625	164,837	(52,788)
Investment income	5,000	1,561	(3,439)
Total Revenue:	772,625	690,764	(81,861)
EXPENDITURES:			
Principal	475,000	485,000	(10,000)
Interest	303,445	288,537	14,908
Total Expenditures:	778,445	773,537	4,908
Excess revenues over expenditures	(\$5,820)	(82,773)	(\$76,953)
FUND EQUITY - JUNE 30, 2021		1,019,243	
FUND EQUITY - JUNE 30, 2022		\$936,470	

## OTHER INFORMATION

SCHOOL DISTRICT #58  
ABERDEEN, IDAHO

COMBINING BALANCE SHEET  
NON-MAJOR FUNDS

AT JUNE 30, 2022

	Gear Up Grant Fund	Student Activity Fund	Driver Education Fund	Stem Grant Fund
ASSETS:				
Cash		\$276,414	\$4,572	
Federal and State receivable	\$18,682		9,669	\$1,934
Total Assets:	<u>\$18,682</u>	<u>\$276,414</u>	<u>\$14,241</u>	<u>\$1,934</u>
LIABILITIES:				
Accounts payable	\$1,681			
Salaries payable	2,000			
Due to other funds	20,015			\$605
Total Liabilities:	<u>23,696</u>	<u>\$0</u>	<u>\$0</u>	<u>605</u>
DEFERRED RESOURCES:				
Unavailable property taxes	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
FUND BALANCE:				
Committed		276,414	14,241	1,329
Unassigned	(5,014)			0
Total Fund Equity:	<u>(5,014)</u>	<u>276,414</u>	<u>14,241</u>	<u>1,329</u>
Total Liabilities and Fund Balance:	<u>\$18,682</u>	<u>\$276,414</u>	<u>\$14,241</u>	<u>\$1,934</u>

State Vocational Fund	State Technology Fund	State Substance Abuse Fund	Title I Fund	ESSERF Fund	Title I Migrant Fund	IDEA Part B Fund
\$2,632	\$53,098	\$9,594				
			\$49,641	\$8,224	\$46,728	\$55,155
<u>\$2,632</u>	<u>\$53,098</u>	<u>\$9,594</u>	<u>\$49,641</u>	<u>\$8,224</u>	<u>\$46,728</u>	<u>\$55,155</u>
\$2,215			\$5,163		\$4,957	\$7,649
417			14,084		16,387	23,715
			22,742	\$4,444	7,708	9,348
<u>2,632</u>	<u>\$0</u>	<u>\$0</u>	<u>41,989</u>	<u>4,444</u>	<u>29,052</u>	<u>\$40,712</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
	53,098	9,594	7,652	3,780	17,676	14,443
			0			
<u>0</u>	<u>53,098</u>	<u>9,594</u>	<u>7,652</u>	<u>3,780</u>	<u>17,676</u>	<u>14,443</u>
<u>\$2,632</u>	<u>\$53,098</u>	<u>\$9,594</u>	<u>\$49,641</u>	<u>\$8,224</u>	<u>\$46,728</u>	<u>\$55,155</u>

SCHOOL DISTRICT #58

ABERDEEN, IDAHO

COMBINING BALANCE SHEET  
NON-MAJOR FUNDS - (CONTINUED)

AT JUNE 30, 2022

	IDEA Part B Preschool Fund	ARPA IDEA Part B Fund	Federal Special Medicaid Fund	Title IV A Fund
ASSETS:				
Cash			\$22,415	
Federal and State receivable	\$3,903	\$10,638		\$13,633
Total Assets:	<u>\$3,903</u>	<u>\$10,638</u>	<u>\$22,415</u>	<u>\$13,633</u>
LIABILITIES:				
Accounts payable	\$194	\$517	\$1,012	
Salaries payable	502	2,698	3,576	
Due to other funds	136	3,319		\$13,633
Total Liabilities:	<u>832</u>	<u>6,534</u>	<u>4,588</u>	<u>13,633</u>
DEFERRED RESOURCES:				
Unavailable property taxes	<u>0</u>	<u>0</u>	<u>0</u>	
FUND BALANCE:				
Committed	3,071	4,104	17,827	
Unassigned				
Total Fund Equity:	<u>3,071</u>	<u>4,104</u>	<u>17,827</u>	<u>0</u>
Total Liabilities and Fund Balance:	<u>\$3,903</u>	<u>\$10,638</u>	<u>\$22,415</u>	<u>\$13,633</u>

Title VI Rural Fund	C. Perkins Vocational Education Fund	Title III LEP Fund	Title II Teacher Quality Fund	Bus Depreciation Fund	2022 Totals
\$11	\$11,222	\$11,351	\$12,437	\$83,747	\$452,483
					253,217
\$11	\$11,222	\$11,351	\$12,437	\$83,747	\$705,700
\$11	\$11,222	\$2,048 3,020 3,444	\$1,144 10,854	\$215,328	\$241,919 66,399 107,470
11	11,222	8,512	11,998	215,328	415,788
					0
		2,839	439	(131,581)	426,507 (136,595)
0	0	2,839	439	(131,581)	289,912
\$11	\$11,222	\$11,351	\$12,437	\$83,747	\$705,700

SCHOOL DISTRICT #58  
 ABERDEEN, IDAHO

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 NON-MAJOR FUNDS

YEAR ENDED JUNE 30, 2022

	Gear Up Grant Fund	Student Activity Fund	Driver Education Fund	Stem Grant Fund	State Vocational Fund
REVENUES:					
Local income		\$277,257	\$6,960	\$17,188	
State assistance			6,580		\$46,876
Federal assistance	\$23,515				
Total Revenues:	23,515	277,257	13,540	17,188	46,876
EXPENDITURES:					
Instructional services	26,849	258,536	11,196	17,793	46,876
Support services	79				
Capital outlay					
Total Expenditures:	26,928	258,536	11,196	17,793	46,876
EXCESS REVENUES (EXPENDITURES)	(3,413)	18,721	2,344	(605)	0
TRANSFERS (TO) FROM OTHER FUNDS	_____	_____	_____	_____	_____
EXCESS FINANCING SOURCES (USES)	(3,413)	18,721	2,344	(605)	0
FUND BALANCE - JUNE 30, 2021	(1,601)	257,693	11,897	1,934	0
FUND BALANCE - JUNE 30, 2022	(\$5,014)	\$276,414	\$14,241	\$1,329	\$0

State Technology Fund	State Substance Abuse Fund	Title I Fund	ESSERF Fund	Title I Migrant Fund	IDEA Part B Fund	IDEA Part B Preschool Fund	ARPA IDEA Part B Fund
\$83,328	\$10,232						
		\$148,239		\$73,516	\$171,933	\$6,309	\$33,985
<u>83,328</u>	<u>10,232</u>	<u>148,239</u>	<u>\$0</u>	<u>73,516</u>	<u>171,933</u>	<u>6,309</u>	<u>33,985</u>
		144,045		50,248	180,007	5,334	29,881
39,747	638	421	4,444	31,536	1,680		
<u>39,747</u>	<u>638</u>	<u>144,466</u>	<u>4,444</u>	<u>81,784</u>	<u>181,687</u>	<u>5,334</u>	<u>29,881</u>
		(3,922)		(1,979)			
43,581	9,594	3,773	(4,444)	(8,268)	(9,754)	975	4,104
		(149)	(4,444)	(10,247)	(9,754)	975	4,104
9,517	0	7,801	8,224	27,923	24,197	2,096	0
<u>\$53,098</u>	<u>\$9,594</u>	<u>\$7,652</u>	<u>\$3,780</u>	<u>\$17,676</u>	<u>\$14,443</u>	<u>\$3,071</u>	<u>\$4,104</u>

SCHOOL DISTRICT #58  
 ABERDEEN, IDAHO

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 NON-MAJOR FUNDS - (CONTINUED)

YEAR ENDED JUNE 30, 2022

	Federal Special Medicaid Fund	Title IV A Fund	C. Perkins Vocational Education Fund	Title III LEP Fund	Title II Teacher Quality Fund
REVENUES:					
Local income					
State assistance					
Federal assistance	\$42,866	\$4,305	\$11,222	\$31,878	\$27,117
Total Revenues:	<u>42,866</u>	<u>4,305</u>	<u>11,222</u>	<u>31,878</u>	<u>27,117</u>
EXPENDITURES:					
Instructional services	29,006	4,435	11,222	32,623	29,727
Support services					
Capital outlay					
Total Expenditures:	<u>29,006</u>	<u>4,435</u>	<u>11,222</u>	<u>32,623</u>	<u>29,727</u>
EXCESS REVENUES (EXPENDITURES)	13,860	(130)	0	(745)	(2,610)
TRANSFERS (TO) FROM OTHER FUNDS	<u>3,967</u>			<u>(638)</u>	<u>(773)</u>
EXCESS FINANCING SOURCES (USES)	17,827	(130)	0	(1,383)	(3,383)
FUND BALANCE - JUNE 30, 2021	<u>0</u>	<u>130</u>	<u>0</u>	<u>4,222</u>	<u>3,822</u>
FUND BALANCE - JUNE 30, 2022	<u><u>\$17,827</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$2,839</u></u>	<u><u>\$439</u></u>

Idaho Rebounds CVRF Fund	Building Idaho Future Fund	ARPA State Recovery Fund	Medicaid Fund	Bus Depreciation Fund	Lottery Fund	Plant Facilities Fund	2022 Totals
				\$1,458		\$10	\$302,873
				21,618	\$98,730		267,364
	\$23,626	\$112,259					710,770
\$0	23,626	112,259	\$0	23,076	98,730	10	1,281,007
	36,040	72,125					985,943
	25,985	40,134				10	144,253
				215,328	194,756		410,505
0	62,025	112,259	0	215,328	194,756	10	1,540,701
0	(38,399)	0	0	(192,252)	(96,026)	0	(259,694)
(1,385)			(3,967)	60,671			51,974
(1,385)	(38,399)	0	(3,967)	(131,581)	(96,026)	0	(207,720)
1,385	38,399	0	3,967	0	96,026	0	497,632
\$0	\$0	\$0	\$0	(\$131,581)	\$0	\$0	\$289,912

SCHOOL DISTRICT #58  
ABERDEEN, IDAHO

SCHEDULE OF NON-MAJOR FUND REVENUE - BUDGET AND ACTUAL  
YEAR ENDED JUNE 30, 2022

	Estimated Revenues	Actual Revenues	Variance Favorable (Unfavorable)
GEAR UP GRANT FUND:			
Federal assistance	\$33,420	\$23,515	(\$9,905)
STUDENT ACTIVITY FUND:			
Local revenue	\$5,000	\$277,257	\$272,257
DRIVER EDUCATION FUND:			
Local revenue	\$4,000	\$6,960	\$2,960
State assistance	4,000	6,580	2,580
	<u>\$8,000</u>	<u>\$13,540</u>	<u>\$5,540</u>
STEM GRANT FUND:			
Local revenue	\$0	\$17,188	\$17,188
STATE VOCATIONAL FUND:			
State assistance	\$46,876	\$46,876	\$0
STATE TECHNOLOGY FUND:			
State assistance	\$82,093	\$83,328	\$1,235
STATE SUBSTANCE ABUSE FUND:			
State revenue	\$9,268	\$10,232	\$964
ARP ESSER II FUND:			
Federal assistance	\$871,101	\$1,003,285	\$132,184
TITLE I FUND:			
Federal assistance	\$137,979	\$148,239	\$10,260
TITLE I MIGRANT FUND:			
Federal assistance	\$73,516	\$73,516	\$0
IDEA PART B FUND:			
Federal assistance	\$171,933	\$171,933	\$0
IDEA PART B PRESCHOOL FUND:			
Federal assistance	\$6,068	\$6,309	(\$241)
ARPA IDEA PART B FUND			
Federal assistance	\$0	\$33,985	(\$33,985)

SCHOOL DISTRICT #58  
ABERDEEN, IDAHO

SCHEDULE OF NON-MAJOR FUND REVENUE - BUDGET AND ACTUAL - (CONTINUED)  
YEAR ENDED JUNE 30, 2022

	Estimated Revenues	Actual Revenues	Variance Favorable (Unfavorable)
FEDERAL SPECIAL MEDICAID FUND:			
Federal assistance	<u>\$18,000</u>	<u>\$42,866</u>	<u>\$24,866</u>
TITLE IV-A FUND:			
Federal assistance	<u>\$14,938</u>	<u>\$4,305</u>	<u>(\$10,633)</u>
C. PERKINS VOCATIONAL EDUCATION FUND:			
Federal assistance	<u>\$11,222</u>	<u>\$11,222</u>	<u>\$0</u>
TITLE III LEP FUND:			
Federal assistance	<u>\$30,342</u>	<u>\$31,878</u>	<u>\$1,536</u>
TITLE II TEACHER QUALITY FUND:			
Federal assistance	<u>\$27,335</u>	<u>\$27,117</u>	<u>(\$218)</u>
BUILDING IDAHO FUTURE FUND:			
Federal assistance	<u>\$51,931</u>	<u>\$23,626</u>	<u>(\$28,305)</u>
ARPA STATE RECOVERY FUND:			
Federal assistance	<u>\$112,259</u>	<u>\$112,259</u>	<u>\$0</u>
BUS DEPRECIATION FUND:			
Local Revenue	<u>\$12,500</u>	<u>\$23,076</u>	<u>\$10,576</u>
			0
LOTTERY FUND:			
State assistance	<u>\$96,026</u>	<u>\$96,026</u>	<u>\$0</u>
PLANT FACILITIES FUND:			
Property taxes	<u>\$0</u>	<u>\$10</u>	<u>\$10</u>

SCHOOL DISTRICT #58  
ABERDEEN, IDAHO

SCHEDULE OF NON-MAJOR EXPENDITURES - BUDGET AND ACTUAL  
YEAR ENDED JUNE 30, 2022

	Appropriated	Expended	Variance Favorable (Unfavorable)
<b>GEAR UP GRANT FUND:</b>			
Instruction:			
Salaries	\$13,320	\$16,033	(\$2,713)
Benefits	2,761	3,109	(348)
Purchased services	3,500	3,024	476
Materials and supplies	4,500	4,683	(183)
Support Services:			
Purchased services	8,089	79	8,010
Materials and supplies	1,250		1,250
	<u>\$33,420</u>	<u>\$26,928</u>	<u>\$6,492</u>
<b>STUDENT ACTIVITY FUND:</b>			
Instruction:			
Materials and supplies	<u>\$5,000</u>	<u>\$258,536</u>	<u>(\$253,536)</u>
<b>DRIVER EDUCATION FUND:</b>			
Instruction:			
Salaries	\$6,000	\$8,496	(\$2,496)
Benefits	660	734	(74)
Materials and supplies	1,200	1,671	(471)
Capital outlay	5,503		5,503
Insurance	400	295	105
	<u>\$13,763</u>	<u>\$11,196</u>	<u>\$2,567</u>
<b>STEM GRANT FUND:</b>			
Instruction:			
Purchased services		\$2,573	(\$2,573)
Materials and supplies		15,220	(15,220)
	<u>\$0</u>	<u>\$17,793</u>	<u>(\$17,793)</u>
<b>STATE VOCATIONAL FUND:</b>			
Instruction:			
Salaries	\$12,660	\$13,291	(\$631)
Benefits	2,639	2,651	(12)
Purchased services	12,000	5,691	6,309
Materials and supplies	9,577	15,243	(5,666)
Capital outlay	10,000	10,000	0
	<u>\$46,876</u>	<u>\$46,876</u>	<u>\$0</u>
<b>STATE TECHNOLOGY FUND:</b>			
Support Services:			
Salaries	\$7,440	\$7,440	\$0
Benefits	2,459	2,452	7
Purchased services	42,868	20,074	22,794
Materials and supplies	38,843	9,781	29,062
	<u>\$91,610</u>	<u>\$39,747</u>	<u>\$51,863</u>
<b>STATE SUBSTANCE ABUSE FUND:</b>			
Support Services:			
Purchased services	\$14,000	\$384	\$13,616
Materials and supplies	8,917	254	8,663
	<u>\$22,917</u>	<u>\$638</u>	<u>\$22,279</u>

SCHOOL DISTRICT #58  
 ABERDEEN, IDAHO

SCHEDULE OF NON-MAJOR EXPENDITURES - BUDGET AND ACTUAL - (CONTINUED)  
 YEAR ENDED JUNE 30, 2022

	Appropriated	Expended	Variance Favorable (Unfavorable)
<b>ARP ESSER II FUND:</b>			
Instruction:			
Salaries	\$435,582	\$436,883	(\$1,301)
Benefits	161,196	161,451	(255)
Support Services:			
Salaries	198,338	198,923	(585)
Benefits	75,985	75,021	964
	<u>\$871,101</u>	<u>\$872,278</u>	<u>(\$1,177)</u>
<b>TITLE I FUND:</b>			
Instruction:			
Salaries	\$82,014	\$85,041	(\$3,027)
Benefits	44,399	32,291	12,108
Purchased services	4,500	26,489	(21,989)
Materials and supplies	76,902	224	76,678
Support Services:			
Materials and supplies	2,000	421	1,579
Transfers:	3,835	3,922	(87)
	<u>\$213,650</u>	<u>\$148,388</u>	<u>\$65,262</u>
<b>CARES ACT ESSERF FUND:</b>			
Support Services:			
Materials and supplies	\$130,889	\$4,444	\$126,445
	<u>\$130,889</u>	<u>\$4,444</u>	<u>\$126,445</u>
<b>TITLE I MIGRANT FUND:</b>			
Instruction:			
Salaries	\$36,565	\$33,295	\$3,270
Benefits	16,253	15,187	1,066
Purchased services	4,932	66	4,866
Materials and supplies	4679	1700	2,979
Support Services:			
Salaries	20,811	20,810	1
Benefits	1,884	10,726	(8,842)
Transfers:	1,979	1,979	0
	<u>\$87,103</u>	<u>\$83,763</u>	<u>\$3,340</u>
<b>IDEA PART B FUND:</b>			
Instruction:			
Salaries	\$119,311	\$118,640	\$671
Benefits	43,050	44,049	(999)
Purchased services	903	4,886	(3,983)
Materials and supplies	28,120	12,431	15,689
Support Services:			
Purchased services		1,681	(1,681)
	<u>\$191,384</u>	<u>\$181,687</u>	<u>\$9,697</u>

SCHOOL DISTRICT #58  
 ABERDEEN, IDAHO

SCHEDULE OF NON-MAJOR EXPENDITURES - BUDGET AND ACTUAL - (CONTINUED)  
 YEAR ENDED JUNE 30, 2022

	Appropriated	Expended	Variance Favorable (Unfavorable)
<b>IDEA PART B PRESCHOOL FUND:</b>			
Instruction:			
Salaries		\$3,009	(\$3,009)
Benefits		1,178	(1,178)
Purchased services			0
Materials and supplies	\$1,671	1,147	524
Transfers:	169		169
	<u>\$1,840</u>	<u>\$5,334</u>	<u>(\$3,494)</u>
<b>ARPA IDEA PART B FUND:</b>			
Instruction:			
Salaries		\$24,551	(\$24,551)
Benefits		4,753	(4,753)
Materials and supplies		577	(577)
	<u>\$0</u>	<u>\$29,881</u>	<u>(\$29,881)</u>
<b>FEDERAL SPECIAL MEDICAID FUND:</b>			
Instruction:			
Salaries	\$18,000	\$22,628	(\$4,628)
Benefits	12,008	6,378	5,630
Support Services:			
Materials and supplies	4,753		4,753
	<u>\$34,761</u>	<u>\$29,006</u>	<u>\$5,755</u>
<b>TITLE IV A FUND:</b>			
Instruction:			
Salaries	\$8,120	\$1,200	\$6,920
Benefits	2,854	235	2,619
Materials and supplies	4,090	3,000	1,090
	<u>\$15,064</u>	<u>\$4,435</u>	<u>\$10,629</u>
<b>C. PERKINS VOCATIONAL EDUCATION FUND:</b>			
Instruction:			
Salaries	\$395	\$469	(\$74)
Benefits	82	91	(9)
Purchased services	3,442	2,169	1,273
Materials and supplies	7,303	8,493	(1,190)
	<u>\$11,222</u>	<u>\$11,222</u>	<u>\$0</u>
<b>TITLE III LEP FUND:</b>			
Instruction:			
Salaries	\$13,729	\$19,243	(\$5,514)
Benefits	9,247	12,730	(3,483)
Purchased services	2,276	285	1,991
Materials and supplies	4,396	365	4,031
Transfers:	694	638	56
	<u>\$30,342</u>	<u>\$33,261</u>	<u>(\$2,919)</u>
<b>TITLE II TEACHER QUALITY FUND:</b>			
Support Services:			
Salaries	\$15,549	\$15,200	\$349
Benefits	3,025	3,072	(47)
Purchased services		7,948	(7,948)
Materials and supplies	15,000	3,507	11,493
Transfers:	773	773	0
	<u>\$34,347</u>	<u>\$30,500</u>	<u>\$3,847</u>

SCHOOL DISTRICT #58  
 ABERDEEN, IDAHO

SCHEDULE OF NON-MAJOR EXPENDITURES - BUDGET AND ACTUAL - (CONTINUED)  
 YEAR ENDED JUNE 30, 2022

	Appropriated	Expended	Variance Favorable (Unfavorable)
<b>BUILDING IDAHO FUTURE FUND:</b>			
Instruction:			
Salaries		\$17,146	(\$17,146)
Benefits		2,044	(2,044)
Purchased services		16,850	(16,850)
Support Services:			
Salaries		21,749	(21,749)
Benefits		4,236	(4,236)
	\$0	\$62,025	(\$62,025)
 <b>ARPA STATE RECOVERY FUND:</b>			
Instruction:			
Salaries	\$60,414	\$60,414	\$0
Benefits	11,711	11,711	0
Support Services:			
Salaries	33,600	33,600	0
Benefits	\$6,535	\$6,534	1
	\$112,260	\$112,259	\$1
 <b>BUS DEPRECIATION FUND:</b>			
Capital outlay	\$93,000	\$215,328	(\$122,328)
 <b>LOTTERY FUND:</b>			
Capital outlay	\$215,686	\$194,756	\$20,930
 <b>PLANT FACILITIES FUND:</b>			
Support Services:			
Salaries	\$0	\$10	(\$10)

SCHOOL DISTRICT #58  
ABERDEEN, IDAHO

SCHEDULE OF HIGH SCHOOL STUDENT BODY FUNDS

YEAR ENDED JUNE 30, 2022

FUND:	Balance 6/30/21	Receipts	Disbursements	Transfers	Balance 6/30/22
BPA	\$2,641	\$4,587	(\$2,506)		\$4,722
IDLA	810	1,430	(1,990)		250
Dual Credit -Social	2,065				2,065
FFA - Booth	800	7,960	(9,833)		(1,073)
Office Teacher	413	700	(619)		494
FFA	8,877	14,739	(17,655)		5,961
Dual Credit -English	(8)				(8)
AG	(138)	231			93
Scholarships	2,493				2,493
National Honor Society	(30)	1,249	(1,328)	187	78
Ind Alt HS	80				80
Sunshine Club	227	30	(40)		217
Student Body	8	2,775	(2,545)		238
Seniors	0	602	(540)		62
Class of 2020	1,898				1,898
Class of 2021	107		(350)		(243)
Class of 2022	1,444	1,562	(1,927)		1,079
Class of 2023	486	1,145	(175)		1,456
Class of 2024	70	1,116			1,186
Class of 2025	0	297	(82)		215
Wrestling Room	6,813	1,511			8,324
Pop Machine	129				129
Music	3	1,174	(1,066)		111
Music Supplies	50	29	(35)		44
Band Rental & Repair	19	1,390	(1,150)		259
Pep Band	1,671	17,389	(17,125)	(613)	1,322
Jazz Band	(205)	1,408	(1,238)	35	0
Musical	(793)	6,703	(2,510)	573	3,973
First Aid B	1,515	1,046	(1,515)		1,046
Weight Room	326	1,046	(1,146)		226
Athletics	32,064	28,206	(26,805)		33,465
Athletic Equip - Direct	500	75			575
Plato	398				398
Extra/Trans	14,470	4,159	(5,256)		13,373
ACT	235	33			268
Annual	3,020	5,795	(4,833)		3,982
Chemistry	182		(20)		162
Art	4	1,918	(958)		964
Art Equipment	64				64

SCHOOL DISTRICT #58  
ABERDEEN, IDAHO

SCHEDULE OF HIGH SCHOOL STUDENT BODY FUNDS - (CONTINUED)

YEAR ENDED JUNE 30, 2022

FUND:	Balance 6/30/21	Receipts	Disbursements	Transfers	Balance 6/30/22
Computer Lab	\$163	\$2,053	(\$559)		\$1,657
Counselor	286	140	(365)		61
Chromebook Insurance	200	1,870	(1,970)		100
Drivers Ed	5,955	7,105	(7,975)		5,085
Faculty Pop	24	413	(322)		115
Gear Up 2	226				226
Interest	1,718	13	(875)		856
Library	179	140	(190)		129
Math	20				20
Lockers	162				162
Sales Tax	3	1,984	(1,851)		136
The Arts Donation	295				295
Textbook Fines	130	78	(63)		145
Teacher Accounts	2,367	2,170	(970)		3,567
Special Education	0				0
Principal	96		(55)		41
Savings	5,418				5,418
General	7	808	(628)	(187)	0
Football	2,363	770			3,133
Volleyball	3,222	590	(340)		3,472
Girls' Soccer	1,214	460			1,674
Boys' Soccer	1,166	530	(30)		1,666
Soccer	225				225
Girls' Basketball	2,282	501			2,783
Boys' Basketball	572	2,646	(3,210)	5	13
Wrestling	2,889	9,161	(132)	(3,660)	8,258
Golf	1,298	354	(350)		1,302
Track	1,429	1,792	(1,340)		1,881
Cross Country	300	310			610
Cheerleading	(2,356)	11,689	(8,632)		701
Arbiter	0	1,034	(20,000)	3,660	(15,306)
	<u>\$114,561</u>	<u>\$156,916</u>	<u>(\$153,104)</u>	<u>\$0</u>	<u>\$118,373</u>
Checking					\$53,376
Investments					64,997
					<u>\$118,373</u>

SCHOOL DISTRICT #58  
ABERDEEN, IDAHO

SCHEDULE MIDDLE SCHOOL STUDENT BODY FUNDS

YEAR ENDED JUNE 30, 2022

FUND:	Balance 6/30/21	Receipts	Disbursements	Transfers	Balance 6/30/22
Teacher Accounts	\$1,741	\$2,075	(\$675)	(\$312)	\$2,829
Annual	313	\$2,300	(1,624)		989
Accelerated Reader	681				681
Art	1,003	125	(79)		1,049
Athletics - Gen	5,128	1,270	(1,950)		4,448
Athletics - VB	(10)	1,317	(842)		465
Athletics - W	96	2,375	(2,269)		202
Athletics - GBB	1,211	1,692	(1,904)		999
Athletics -BBB	1,897	2,518	(2,474)		1,941
Athletics - CC	473	125	(158)		440
Athletics - Track	1,206	4,503	(3,922)	(25)	1,762
CD Certificate	12,017		(20)	(11,997)	0
Cheer/Drill	606	481	(398)		689
Custodial	63				63
Computers	3,252	775			4,027
Cool to be Kind	1				1
Fundraiser	1,022	(159)			863
Health/PE	143				143
Health Fair	69				69
General	8,623	13,980	(2,971)	4,188	23,820
Exploratory	91	60	(76)		75
Grade 6	375	494	(627)	1,000	1,242
Grade 7	249	15	(170)	1,000	1,094
Grade 8	295	600	(793)	1,000	1,102
Grants	198				198
Locks	60				60
Media Center	1,731	380	(2)		2,109
Migrant	5				5
Milk Machine/ Health	17				17
Music - Millett	1,116	4,483	(3,622)		1,977
Postage	494				494
Special Services	84				84
Student Govt	2,257	2,866	(1,815)		3,308
Student Activities	7,770	8	(255)	5,450	12,973
Teachers	7,161		(667)	(29)	6,465
PTSA	2,188				2,188
Vending	602	1,264	(1,979)	150	37
Yellowstone	9,369	5,271	(6,228)	25	8,437
Sunshine	613	82			695
Stem Exploration	485		(148)		337
World Cultures	577	265	(208)	(450)	184
Life Skills	179				179
World Sports	354	565	(275)		644
Stem Grant Science	2,848		(326)		2,522
Aberdeen Food Bank	168				168
Exploratory Art	63				63
Stem Exploratory	18				18
Chromebook Insurance	0	3,773	(3,340)		433
Stem Night Grant	533	1,934	(316)		2,151
Ski Skate	0	2,745	(1,813)		932
	<u>\$79,435</u>	<u>\$58,182</u>	<u>(\$41,946)</u>	<u>\$0</u>	<u>\$95,671</u>
Cash in bank - Checking					\$85,519
Cash in bank - Savings					10,152
					<u>\$95,671</u>

SCHOOL DISTRICT #58  
 ABERDEEN, IDAHO

SCHEDULE OF ELEMENTARY STUDENT BODY FUNDS

YEAR ENDED JUNE 30, 2022

	<u>Balance</u> <u>6/30/21</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Transfers</u>	<u>Balance</u> <u>6/30/22</u>
FUND:					
General	\$44,053	\$60,442	(\$60,666)		\$43,829
Vending	16,921	1,259	(2,376)		15,804
Teachers	2,577	103			2,680
Library	<u>146</u>	<u>355</u>	<u>(444)</u>		<u>57</u>
	<u>\$63,697</u>	<u>\$62,159</u>	<u>(\$63,486)</u>	<u>\$0</u>	<u>\$62,370</u>
Cash in bank - checking					<u>\$62,370</u>

SINGLE AUDIT SECTION

# Morgan J Hatt CPA PC

## Certified Public Accountant

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Pocatello, Idaho 83201

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### INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Board of Trustees,  
School District # 58

#### **Report on Compliance for Each Major Federal Program**

##### ***Opinion on Each Major Federal Program***

I have audited School District #58's (the District) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the District's major Federal programs for the year ended June 30, 2022. The District's major Federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

In my opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major Federal programs for the year ended June 30, 2022.

##### ***Basis for Opinion on Each Major Federal Program***

I conducted my audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). My responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

I am required to be independent of the District, and to meet other ethical responsibilities, in accordance with relevant ethical requirements relating to my audit. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion on compliance for each major Federal program. My audit does not provide a legal determination of District's compliance with the compliance requirements referred to above.

##### ***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Federal programs.

### ***Auditor's Responsibilities for the Audit of Compliance***

My objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on my audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major Federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, I:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

I am required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that I identified during the audit.

### **Report on Internal Control over Compliance**

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a Federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a Federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a Federal program that is less severe than a material

weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

My consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during my audit I did not identify any deficiencies in internal control over compliance that I consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

My audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

*Morgan J Hatt CPA PC*

Pocatello, Idaho  
August 20, 2022

SCHOOL DISTRICT #58  
ABERDEEN, IDAHO

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED JUNE 30, 2022

Title	Catalogue of Federal Domestic Assistance Number	Expenditures
<u>Department of Agriculture (State Dept. of Education Pass Through Funding):</u>		
School Breakfast Program	10.553	\$79,316
School Lunch Program	10.555	328,271
School Lunch Commodities - Non-cash	10.555	29,544
Summer Food Service Program for Children	10.559	16,087
Total Department of Agricultural (Child Nutrition Cluster):		<u>453,218</u>
Fruit & Vegetable Program	10.582	3,438
Total Department of Agricultural (Child Nutrition Cluster):		\$456,656
 <u>Department of Treasury (State Dept. of Education Pass Through Funding):</u>		
Corona Virus Relief	21.019	62,024
Corona Virus State & Local Fiscal Recovery	21.027	112,260
Total Department of Treasury		174,284
 <u>Department of Education (State Dept. of Education Pass Through Funding):</u>		
Title I - Remedial	84.010	148,387
Title I - Migrant	84.011	83,763
IDEA Part B	84.027	\$181,687
IDEA Part B Preschool	84.173	35,215
Total Special Education Cluster:		216,902
Vocational Education (Perkins)	84.048	11,222
Gear Up	84.334	26,928
Title III LEP	84.365	33,262
Improving Teacher Quality	84.367	30,500
Student Academic Enrichment	84.424	4,435
Cares Act ESSER	84.425	1,333,467
Total Department of Education:		<u>2,519,806</u>
 Total		 <u><u>\$2,519,806</u></u>

**Note 1: Basis of Presentation** -The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the Federal award activity of School District #58 under programs of the Federal government for the year ended June 30, 2022. The information in this schedule is presented in accordance with the requirements of Title 2 U.S, Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*. Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net assets, or cash flows of School District #58.

**Note 2: Summary of Significant Accounting Policies** - Expenditures reported on the Schedule are on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

**Note 3: Indirect Cost Rate** - School District #58 has elected not to use the 10% de minimus cost rate allowed under the Uniform Guidance.

SCHOOL DISTRICT #58  
ABERDEEN, IDAHO

SUMMARY OF FINDINGS AND QUESTIONED COSTS

YEAR ENDED JUNE 30, 2022

FINANCIAL STATEMENTS:

The auditor's report is unqualified.

Internal control over financial reporting:

There are no material weaknesses identified.

There are no reportable conditions identified that are considered to be a material weakness.

FEDERAL AWARDS:

There are no instances of non-compliance material to the financial statements identified.

There are no material weaknesses identified.

There are no reportable conditions identified that are considered to be material weaknesses.

The auditor's report on compliance with requirements applicable to each major program and internal control over compliance in accordance with Uniform Guidance is unqualified.

IDENTIFICATION OF MAJOR PROGRAMS:

There are no audit findings required to be reported in accordance with Uniform Guidance.

The programs tested as major programs include:

Department of Education	84.425
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The threshold for distinguishing Types A and B programs was \$750,000.

School District #58 does qualify as a low-risk auditee.