

BASIC FINANCIAL STATEMENTS
AND OTHER FINANCIAL INFORMATION

SCHOOL DISTRICT #58
ABERDEEN, IDAHO

YEAR ENDED JUNE 30, 2023

SCHOOL DISTRICT #58
ABERDEEN, IDAHO

BASIC FINANCIAL STATEMENTS AND OTHER FINANCIAL INFORMATION
YEAR ENDED JUNE 30, 2023

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SCHOOL DISTRICT #58
ABERDEEN, IDAHO

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YEAR ENDED JUNE 30, 2023
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INDEPENDENT AUDITOR'S REPORT

Board of Trustees,
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 business-type 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, 2023, 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 business-type activities, the fiduciary activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2023, 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. 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 non-major 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 23, 2023, 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 23, 2023

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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 business-type 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, 2023, and the related notes to the financial statements, which collectively comprise District's basic financial statements, and have issued my report thereon dated August 23, 2023.

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 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 23, 2023

SCHOOL DISTRICT #58
 ABERDEEN, IDAHO

STATEMENT OF NET POSITION
 AT JUNE 30, 2023

	Governmental Activities
ASSETS:	
Current Assets:	
Pooled cash and cash equivalents	\$3,048,575
Cash restricted for debt service	812,792
Receivables:	
Property taxes	506,439
State	367,123
Non-current Assets:	
Capital assets:	
Land	36,474
Property and equipment, net of accumulated depreciation	18,676,721
Net pension asset - OPEB	211,299
Total Assets:	23,659,423
DEFERRED OUTFLOWS:	
Deferred PERSI outflow of resources - Base Plan	2,279,940
Deferred PERSI outflow of resources - OPEB	180,615
Total Deferred Outflows:	2,460,555
Total Assets and Deferred Outflows of Resources:	\$26,119,978
LIABILITIES:	
Current Liabilities:	
Accounts payable	\$398,844
Accrued salaries	589,625
Interest payable	75,475
Due within one year - series 2016 bonds	520,000
Long-term Liabilities:	
Due in more than one year - series 2016 bonds	9,100,003
Net PERSI unfunded liability	4,454,784
Total Liabilities:	15,138,731
DEFERRED INFLOWS:	
Deferred PERSI inflow of resources - Base Plan	20,863
Deferred PERSI inflow of resources - OPEB	95,134
Total Deferred Inflows:	115,997
NET POSITION:	
Net investment in capital assets	9,093,192
Restricted	936,470
Unrestricted	835,588
Total Net Position:	10,865,250
Total Liabilities, Deferred Inflows of Resources, and Net Position:	\$26,119,978

The accompanying notes are an integral part of these statements.

SCHOOL DISTRICT #58
ABERDEEN, IDAHO

STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2023

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	\$4,627,140	\$84,192	\$853,400	(\$3,689,548)
Special education	583,698		202,736	(380,962)
Support Services:				
Student body activities	448,781	273,003		(175,778)
Guidance / Health	156,814		23,052	(133,762)
Special services	137,438	24,928		(112,510)
Instructional improvement	177,094		69,061	(108,033)
Media	120,699			(120,699)
Technology	227,743		83,393	(144,350)
Board of Education	23,010			(23,010)
District administration	358,409			(358,409)
School administration	486,374		2,545	(483,829)
Business operation	68,645			(68,645)
Operation and maintenance	868,769		158,259	(710,510)
Transportation	551,987	47,573		(504,414)
Capital outlay	39,730			(39,730)
Non-instructional	487,625	6,873	412,493	(68,259)
Interest on Long-term Debt	233,967			(233,967)
Total Governmental Activities:	<u>\$9,597,923</u>	<u>\$436,569</u>	<u>\$1,804,939</u>	<u>(7,356,415)</u>
General Revenues:				
Taxes:				
Property taxes levied for general purposes				952,396
Property taxes levied for debt services				581,853
Property taxes levied for plant facilities				
Federal and State Aid:				
State foundation program				5,138,708
State other				277,420
Sale of Assets				6,202
Interest and investment earnings:				112,344
Total General Revenues:				<u>7,068,923</u>
Change in Net Position:				(287,492)
Net position - June 30, 2022				<u>11,152,742</u>
Net position - June 30, 2023				<u>\$10,865,250</u>

The accompanying notes are an integral part of these statements.

SCHOOL DISTRICT #58
 ABERDEEN, IDAHO

BALANCE SHEET
 GOVERNMENTAL FUNDS

AT JUNE 30, 2023

	Major Funds			
	General	School Lunch Fund	Debt Service Fund	Bus Depreciation Fund
ASSETS:				
Cash	\$2,121,081	\$206,056		\$287,602
Cash restricted for debt service			\$812,792	
Receivables:				
Property taxes	319,439		187,000	
State of Idaho	93,931	20,965		
Due from other funds	96,832			
Total Assets:	\$2,631,283	\$227,021	\$999,792	\$287,602
LIABILITIES:				
Accounts payable	\$247,150	\$11,151		\$108,064
Salaries payable	470,603	20,255		
Due to other funds				
Total Liabilities:	717,753	31,406	\$0	108,064
DEFERRED RESOURCES:				
Unavailable property taxes	30,807		18,237	
FUND BALANCE:				
Restricted			981,555	
Committed		195,615		179,538
Unassigned	1,882,723			
Total Fund Balance:	1,882,723	195,615	981,555	179,538
Total Liabilities and Fund Balance:	\$2,631,283	\$227,021	\$999,792	\$287,602

The accompanying notes are an integral part of these statements

Non-major Funds	Totals (Memorandum Only)
<u>\$433,836</u>	<u>\$3,048,575</u>
	812,792
	506,439
252,227	367,123
	96,832
<u>\$686,063</u>	<u>\$4,831,761</u>
\$32,479	\$398,844
98,767	589,625
96,832	96,832
<u>228,078</u>	<u>1,085,301</u>
	<u>49,044</u>
	981,555
457,985	833,138
	1,882,723
<u>457,985</u>	<u>3,697,416</u>
<u>\$686,063</u>	<u>\$4,831,761</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, 2023

Total fund balances - governmental funds		\$3,697,416
<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	\$211,299	
Cost of capital assets	26,064,705	
Depreciation expense to date	<u>(7,351,510)</u>	
		18,924,494
<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>		
		49,044
<p>Deferred amounts are not current financial resources/uses. Therefore, they are not reported in the governmental funds.</p>		
Deferred PERSI outflows - Base Plan	2,279,940	
Deferred PERSI outflows - OPEB	180,615	
Deferred PERSI inflows - Base Plan	(20,863)	
Deferred PERSI inflows - OPEB	<u>(95,134)</u>	
		2,344,558
<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	(9,620,003)	
Unfunded PERI Liability	(4,454,784)	
Accrued interest on bonds	<u>(75,475)</u>	
		<u>(14,150,262)</u>
Total Net Position:		<u><u>\$10,865,250</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, 2023

	Major Funds			
	General Fund	School Lunch Fund	Debt Service Fund	Bus Depreciation Fund
REVENUES:				
Local:				
Property taxes (net of cancellations)	\$960,118		\$586,146	
Earnings on investments	91,137		21,207	
Other local	126,470	\$6,873		\$29,030
State:				
Base support	4,285,561			
Transportation	295,036			
State paid benefits	558,111			
Other	482,497		208,437	
Federal Assistance		412,493		
Total Revenues:	<u>6,798,930</u>	<u>419,366</u>	<u>815,790</u>	<u>29,030</u>
EXPENDITURES:				
Instructional Services:	3,629,549			
Support Services:				
Guidance/Health	132,982			
Special services	101,551			
Instructional improvement	127,990			
Media	110,469			
Technology	153,644			
Board of Education	23,010			
District administration	324,138			
School administration	437,174			
Business operation	68,645			
Operation and maintenance	797,744			
Transportation	432,951			
Other Non-instructional:		467,248		
Debt Service:				
Principal			500,000	
Interest			270,705	
Capital Assets	83,782			
Total Expenditures:	<u>6,423,629</u>	<u>467,248</u>	<u>770,705</u>	<u>0</u>
EXCESS REVENUES (EXPENDITURES):	375,301	(47,882)	45,085	29,030
OTHER FINANCING SOURCES (USES):				
Transfers (to) from other funds	(291,089)	9,000		282,089
NET CHANGE IN FUND BALANCES:	84,212	(38,882)	45,085	311,119
FUND EQUITY - JUNE 30, 2022	<u>1,798,511</u>	<u>234,497</u>	<u>936,470</u>	<u>(131,581)</u>
FUND EQUITY - JUNE 30, 2023	<u>\$1,882,723</u>	<u>\$195,615</u>	<u>\$981,555</u>	<u>\$179,538</u>

The accompanying notes are an integral part of these statements

Non-major Funds	Total Governmental Funds
	\$1,546,264
	112,344
\$304,690	467,063
	0
	4,285,561
	295,036
	558,111
148,269	839,203
806,371	1,218,864
<u>1,259,330</u>	<u>9,322,446</u>
1,278,640	4,908,189
16,575	149,557
9,209	110,760
51,000	178,990
	110,469
57,233	210,877
	23,010
	324,138
2,546	439,720
	68,645
23,754	821,498
	432,951
	467,248
	0
	500,000
	270,705
87,349	171,131
<u>1,526,306</u>	<u>9,187,888</u>
(266,976)	134,558
	0
<u>(266,976)</u>	<u>134,558</u>
<u>724,961</u>	<u>3,562,858</u>
<u>\$457,985</u>	<u>\$3,697,416</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, 2023

Total net change in fund balances - governmental funds	\$134,558
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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	(\$439,639)	
Current year capital outlays	147,001	
		(292,638)

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	30,905	
Accrued interest	5,833	
Current year repayment of bond principal	500,000	
		536,738

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.	(12,015)
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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.	(654,135)
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Total Change in Net Position:	<u><u>(\$287,492)</u></u>
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The accompanying notes are an integral part of these statements.

SCHOOL DISTRICT #58
ABERDEEN, IDAHO

STATEMENT OF FIDUCIARY NET POSITION

AT JUNE 30, 2023

	Private Purpose Trust Funds <u>Scholarship</u>
ASSETS:	
Cash and equivalents	<u>\$10,765</u>
NET POSITION:	
Restricted for scholarships	10,765
Unrestricted	<u> </u>
Total Liabilities and Net Position:	<u>\$10,765</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, 2023

	Private Purpose Trust Funds <u>Scholarship</u>
ADDITIONS:	
Contributions	\$0
Investment income	382
Total Additions:	<u>382</u>
DEDUCTIONS:	
Scholarships	0
Total Deductions:	<u>0</u>
CHANGE IN NET POSITION	382
NET POSITION - BEGINNING	<u>10,383</u>
NET POSITION - ENDING	<u><u>\$10,765</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, 2023

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of Joint School District #21 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
YEAR ENDED JUNE 30, 2023

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 **School Lunch 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 on general obligation and school building bonds.

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

The **Bus Depreciation Fund** accounts for resources accumulated and payments made to purchase new school busses.

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
YEAR ENDED JUNE 30, 2023

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 1st. 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
YEAR ENDED JUNE 30, 2023

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; improvements; 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
YEAR ENDED JUNE 30, 2023

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 of 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
YEAR ENDED JUNE 30, 2023

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
YEAR ENDED JUNE 30, 2023

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
YEAR ENDED JUNE 30, 2023

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
YEAR ENDED JUNE 30, 2023

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
YEAR ENDED JUNE 30, 2023

4. CAPITAL ASSETS

	<u>7/1/22</u>	<u>Increase</u>	<u>Decrease</u>	<u>6/30/23</u>
Capital Assets not being depreciated:				
Land	<u>\$36,474</u>			<u>\$36,474</u>
Capital Assets being depreciated:				
Buildings & improvements	23,476,810	\$131,401		23,608,211
Furniture & equipment	981,539	\$15,600		997,139
Vehicles	<u>1,537,050</u>		<u>(\$114,169)</u>	<u>1,422,881</u>
	<u>25,995,399</u>	<u>147,001</u>	<u>(114,169)</u>	<u>26,028,231</u>
Accumulated Depreciation:				
Buildings & improvements	5,331,940	303,758		5,635,698
Furniture & equipment	719,318	46,675		765,993
Vehicles	<u>974,782</u>	<u>89,206</u>	<u>(114,169)</u>	<u>949,819</u>
	<u>7,026,040</u>	<u>439,639</u>	<u>(114,169)</u>	<u>7,351,510</u>
Total Capital Assets-Net of Depreciation	<u>\$19,005,833</u>			<u>\$18,713,195</u>
Non-instructional		\$17,226		
Transportation		88,119		
Operation & maintenance		10,384		
Regular instruction		<u>323,910</u>		
		<u>\$439,639</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. As of June 30, 2023, none of the District's funds had deficit fund balances.

SCHOOL DISTRICT #58
 ABERDEEN, IDAHO

NOTES TO FINANCIAL STATEMENTS - (CONTINUED)
 YEAR ENDED JUNE 30, 2023

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	\$96,832	
Gear-up Grant Fund		\$2,623
ARP ESSER II		\$3,104
Title I Fund		\$15,637
Title I Migrant Fund		\$4,038
IDEA Part B		\$27,911
IDEA Part B Preschool Fund		\$155
Title IV A Fund		\$13,074
C Perkins Vocational Education Fund		\$13,576
Title III LEP Fund		\$3,739
Title II Teacher Quality Fund		\$12,975

7. EXCESS OF EXPENDITURES OVER APPROPRIATIONS

ARP ESSER III Fund	
Student Activity Funds	\$262,375
Stem Grant Fund	\$19,496
ESSERF Fund	\$4,488
IDEA Part B Preschool Fund	\$4,245
Federal Special Medicaid Fund	\$79,620
Title III LEP Fund	\$428
ARPA State Recovery Fund	\$97,397
Lottery Fund	\$87,349

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, 2023

9. **LONG-TERM DEBT**

General Obligation Bond Series 2016 were issued July 2017 in the amount of \$11,425,000. At June 30, 2023 the remaining Scheduled payments due on the Series 2016 bonds are as follows:

	<u>Principal</u>	<u>Coupon</u> %	<u>Interest</u>	<u>Total Debt</u> <u>Service</u>
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
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	760,000	2.63%	9,975	769,975
	<u>\$9,060,000</u>		<u>\$1,733,663</u>	<u>\$10,793,663</u>

SCHOOL DISTRICT #58
 ABERDEEN, IDAHO

NOTES TO FINANCIAL STATEMENTS - (CONTINUED)
 YEAR ENDED JUNE 30, 2023

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, 2023 liability amount is not available at this time. The District's share of PERSI's unfunded amount measured as of June 30, 2022 is \$4,454,784. That amount has been recorded as a long-term liability on the Statement of Net Position.

The following is a summary of long-term debt transactions for the year ended June 30, 2023:

	<u>Balance</u> <u>7/1/2022</u>	<u>Debt</u> <u>Acquired</u>	<u>Debt</u> <u>Retired</u>	<u>6/30/23</u>	<u>Due</u> <u>within</u> <u>one year</u>
2016 Series Bonds	\$9,560,000		(\$500,000)	\$9,060,000	\$520,000
Unamortized bond issue premium	590,908		(30,905)	560,003	32,141
District's share of PERSI unfunded liability	<u>(90,034)</u>		<u>4,544,818</u>	<u>4,454,784</u>	
	<u>\$10,060,874</u>	<u>\$0</u>	<u>\$4,013,913</u>	<u>\$14,074,787</u>	<u>\$552,141</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, 2023

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

As of June 30, 2023, 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, 2023, 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, 2023

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.

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
ABERDEEN, IDAHO

NOTES TO FINANCIAL STATEMENTS – (CONTINUED)
YEAR ENDED JUNE 30, 2023

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 74% for police and firefighters. As of June 30, 2022, 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 532,534 for the PERSI year ended June 30, 2022.

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

At June 30, 2023, the District reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2022, 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, 2022, the District's proportion was .1131012 percent.

SCHOOL DISTRICT #58
 ABERDEEN, IDAHO

NOTES TO FINANCIAL STATEMENTS – (CONTINUED)
 YEAR ENDED JUNE 30, 2023

12. PUBLIC EMPLOYEE RETIREMENT SYSTEM - (CONTINUED)

For the year ended June 30, 2023 the District recognized pension expense of \$1,154,798. At June 30, 2023, 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	\$357,212	(\$32,451)
Changes in assumptions or other inputs	(\$307,207)	\$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	\$1,703,030	(\$2,775,554)
Contributions subsequent to the measurement date	\$526,905	\$0
Total	\$2,279,940	\$19,883

\$526,905 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, 2023.

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, 2021, the beginning of the measurement period ended June 30, 2021; is 4.6 and 4.6 for the measurement period June 30, 2022.

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, 2023:

2023	\$531,179
2024	\$576,698
2025	\$266,698
2026	\$846,715

SCHOOL DISTRICT #58
ABERDEEN, IDAHO

NOTES TO FINANCIAL STATEMENTS – (CONTINUED)
YEAR ENDED JUNE 30, 2023

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, 2022 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%

Contributing Members, Service Retirement Members, and Beneficiaries

General Employees and all Beneficiaries - Male Pub - 2010 General Tables increased 11%
General Employees and all Beneficiaries - Female Pub - 2010 General Tables increased 21%
Teachers – Males Pub - 2010 Teacher Tables, increased 12%
Teachers – Females Pub - 2010 Teacher Tables, increased 21%
Fire & Police – Males Pub - 2010 Teacher Tables, increased 21%
Fire & Police – Females Pub - 2010 Teacher Tables, increased 26%
5% of Fire and Police active member deaths are assumed to be duty
Disabled Members - Males Pub - 2010 Teacher Tables, increased 38%
Disabled Members - Females Pub - 2010 Teacher Tables, increased 36%

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

SCHOOL DISTRICT #58
ABERDEEN, IDAHO

NOTES TO FINANCIAL STATEMENTS – (CONTINUED)
YEAR ENDED JUNE 30, 2023

12. PUBLIC EMPLOYEE RETIREMENT SYSTEM - (CONTINUED)

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.

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.

Discount Rate

The discount rate used to measure the total pension 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 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.

SCHOOL DISTRICT #58
 ABERDEEN, IDAHO

NOTES TO FINANCIAL STATEMENTS – (CONTINUED)
 YEAR ENDED JUNE 30, 2023

12. PUBLIC EMPLOYEE RETIREMENT SYSTEM - (CONTINUED)

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)	\$7,862,254	\$4,454,784	\$1,665,855

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

SCHOOL DISTRICT #58
ABERDEEN, IDAHO

NOTES TO FINANCIAL STATEMENTS – (CONTINUED)
YEAR ENDED JUNE 30, 2023

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.

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 year ended June 30, 2023.

SCHOOL DISTRICT #58
ABERDEEN, IDAHO

NOTES TO FINANCIAL STATEMENTS - (CONTINUED)
YEAR ENDED JUNE 30, 2023

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, 2023, 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, 2022 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, 2023, the District's proportion was .2275690 percent.

For the year ended June 30, 2023, the District recognized OPEB expense (expense offset) of \$27,135. \$180,615 reported as deferred outflows of resources related to OPEBs 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, 2023.

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, 2022 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
ABERDEEN IDAHO

NOTES TO FINANCIAL STATEMENTS - (CONTINUED)
YEAR ENDED JUNE 30, 2023

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.

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Expected Rate of Return (Arithmetic)</u>
Broad US Equities	39.30%	8.53%
Global EX U.S. Equity	10.70%	9.09%
Fixed Income	50.00%	2.80%
Cash Equivalents	0.00%	2.25%
Assumed Inflation - Standard Deviation		1.50%

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.

SCHOOL DISTRICT #58
 ABERDEEN, IDAHO

NOTES TO FINANCIAL STATEMENTS - (CONTINUED)
 YEAR ENDED JUNE 30, 2023

13. OPEB PLAN - (CONTINUED)

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)	(\$149,086)	(\$211,305)	(\$268,194)

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.

REQUIRED SUPPLEMENTARY INFORMATION

SCHOOL DISTRICT #58
ABERDEEN, IDAHO

REQUIRED SUPPLEMENTARY INFORMATION
YEAR ENDED JUNE 30, 2023

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

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Employer's portion of net pension liability	11.310100%	0.113999%	0.112928%	0.109504%
Employer's proportionate share of net pension liability (Asset)	\$4,454,784	(\$90,034)	\$2,622,326	\$1,249,956
Employer's covered employee payroll	\$4,485,903	\$4,464,542	\$4,254,270	\$4,021,215
Employer's proportional share of the net pension liability as a percentage of covered employee payroll	99.31%	-2.02%	61.64%	31.08%
Plan fiduciary net position as a percentage of total pension liability	83.09%	100.36%	88.22%	93.79%

* 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, 2022

Schedule of Employer's Contributions PERSI - Base Plan *

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Statutorily required contribution	\$523,734	\$450,099	\$443,061	\$419,006
Contributions in relation to the statutorily required contribution	\$538,833	\$514,078	\$486,309	\$427,154
Contribution (deficiency) excess	\$15,099	\$63,979	\$43,248	\$8,148
Employer's covered employee payroll	\$4,485,903	\$4,464,542	\$4,254,270	\$4,021,215
Contributions as a percentage of covered employee payroll	11.68%	10.08%	10.41%	10.42%

* 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, 2022

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
0.106708%	0.109794%	0.114567%	0.112561%
\$1,573,968	\$1,725,767	\$2,322,457	\$1,482,251
\$3,719,194	\$3,475,890	\$3,410,117	\$3,353,363
42.32%	49.65%	68.10%	44.20%
91.69%	87.26%	91.38%	91.38%

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$414,393	\$370,237	\$340,566	\$368,191
\$393,902	\$391,269	\$384,500	\$361,593
(\$20,491)	\$21,031	\$43,934	(\$6,598)
\$3,719,194	\$3,475,890	\$3,410,117	\$3,353,363
11.14%	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>2022</u>	<u>2021</u>	<u>2020</u>
Employer's portion of net OPEB asset	0.277561%	0.277561%	0.277561%
Employer's proportionate share of net OPEB asset	\$211,299	\$403,087	\$341,762
Employer's covered employee payroll	\$4,485,903	\$4,254,270	\$4,254,270
Employer's proportional share of the net OPEB asset as a percentage of covered employee payroll	4.71%	9.03%	8.03%
Plan fiduciary net position as a percentage of total OPEB asset	127.21%	152.87%	152.87%

* 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, 2022

Schedule of Employer's Contributions - OPEB Plan *

	<u>2022</u>	<u>2021</u>	<u>2020</u>
Statutorily required contribution	\$0	\$0	\$24,887
Contributions in relation to the statutorily required contribution	\$0	\$0	\$24,887
Contribution (deficiency) excess	\$0	\$0	\$0
Employer's covered employee payroll	\$4,485,903	\$4,254,270	\$4,254,270
Contributions as a percentage of covered employee payroll	0.00%	0.00%	0.58%

* 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, 2022

<u>2019</u>	<u>2018</u>
0.278386%	0.277109%
\$266,639	\$229,848
\$4,021,215	\$3,719,194
6.63%	6.18%
138.51%	135.69%

<u>2019</u>	<u>2018</u>
\$45,664	\$43,219
\$45,664	\$43,219
\$0	\$0
\$4,021,215	\$3,719,194
1.14%	1.16%

SCHOOL DISTRICT #58
ABERDEEN, IDAHO

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

YEAR ENDED JUNE 30, 2023

	Original and Final Budget	Actual	Variance Favorable (Unfavorable)
REVENUE:			
Property taxes	\$958,500	\$960,118	\$1,618
Investment interest	8,500	91,137	82,637
Other local	102,450	126,470	24,020
State base support	4,289,872	4,285,561	(4,311)
State transportation	293,638	295,036	1,398
State paid benefits	558,111	558,111	0
Other State	453,124	482,497	29,373
Total General Fund Revenues:	<u>\$6,664,195</u>	<u>\$6,798,930</u>	<u>\$134,735</u>
EXPENDITURES:			
INSTRUCTION:			
Elementary Programs:			
Salaries	\$1,187,399	\$976,242	\$211,157
Benefits	515,321	361,810	153,511
Purchased services	12,123	23,684	(11,561)
Materials and supplies	157,653	114,019	43,634
	<u>1,872,496</u>	<u>1,475,755</u>	<u>396,741</u>
Secondary Programs:			
Salaries	1,182,045	1,111,404	70,641
Benefits	494,851	403,416	91,435
Purchased services	11,575	618	10,957
Materials and supplies	97,208	105,524	(8,316)
	<u>1,785,679</u>	<u>1,620,962</u>	<u>164,717</u>
Special Programs:			
Salaries	280,072	244,516	35,556
Benefits	78,910	97,975	(19,065)
Purchased services	4,200		4,200
Materials and supplies	7,374		7,374
	<u>370,556</u>	<u>342,491</u>	<u>28,065</u>
Activity Programs:			
Salaries	74,705	72,869	1,836
Benefits	14,331	10,202	4,129
Purchased services	113,794	78,095	35,699
Materials and supplies	23,000	25,240	(2,240)
	<u>225,830</u>	<u>186,406</u>	<u>39,424</u>
Summer/After School Programs:			
Salaries	7,850	3,682	4,168
Benefits	2,635	253	2,382
	<u>10,485</u>	<u>3,935</u>	<u>6,550</u>
Total Instruction:	<u>4,265,046</u>	<u>3,629,549</u>	<u>635,497</u>
SUPPORT SERVICES:			
Guidance/Health:			
Salaries	104,403	95,363	9,040
Benefits	40,348	27,989	12,359
Purchased services	6,750	9,051	(2,301)
Materials and supplies	5,209	579	4,630
	<u>156,710</u>	<u>132,982</u>	<u>23,728</u>
Special Services:			
Salaries	55,847	56,102	(255)
Benefits	20,552	23,225	(2,673)
Purchased services	24,322	22,224	2,098
Materials and supplies	8,149		8,149
	<u>108,870</u>	<u>101,551</u>	<u>7,319</u>
Instructional Improvement:			
Salaries	68,164	96,243	(28,079)
Benefits	24,268	29,108	(4,840)
Purchased services	30,571	2,639	27,932
	<u>123,003</u>	<u>127,990</u>	<u>(4,987)</u>
Media Program:			
Salaries	68,846	68,713	133
Benefits	32,887	30,864	2,023
Purchased services	2,400	2,407	(7)
Materials and supplies	8,250	8,485	(235)
	<u>112,383</u>	<u>110,469</u>	<u>1,914</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, 2023

	Original and Final Budget	Actual	Variance Favorable (Unfavorable)
Technology:			
Salaries	\$106,412	\$97,385	\$9,027
Benefits	40,629	33,895	6,734
Purchased services	32,700	22,364	10,336
Materials and supplies	11,000		11,000
	190,741	153,644	37,097
Board of Education:			
Benefits	17,200	16,507	693
Materials and supplies	6,500	6,293	207
Insurance	200	210	(10)
	23,900	23,010	890
District Administration:			
Salaries	218,485	229,817	(11,332)
Benefits	86,315	84,121	2,194
Purchased services	16,700	7,546	9,154
Materials and supplies	3,500	2,654	846
	325,000	324,138	862
School Administration:			
Salaries	301,856	288,179	13,677
Benefits	259,764	134,315	125,449
Purchased services	12,800	9,775	3,025
Materials and supplies	7,700	4,905	2,795
	582,120	437,174	144,946
Business Operation:			
Benefits		244	(244)
Purchased services	37,260	34,510	2,750
Materials and supplies	34,000	33,891	109
	71,260	68,645	2,615
Operation and Maintenance:			
Salaries	227,228	241,475	(14,247)
Benefits	109,753	74,910	34,843
Purchased services	315,500	249,845	65,655
Materials and supplies	130,000	162,277	(32,277)
Capital outlay	13,000	4,178	8,822
Insurance	63,000	65,059	(2,059)
	858,481	797,744	60,737
Transportation:			
Salaries	226,303	216,959	9,344
Benefits	95,387	93,587	1,800
Purchased services	16,800	16,530	270
Materials and supplies	89,550	92,775	(3,225)
Capital outlay	8,000		8,000
Insurance	14,500	13,100	1,400
	450,540	432,951	17,589
Capital Outlay/Contingency	100,000	83,782	16,218
School Lunch	1,500		1,500
Total Support Services:	3,104,508	2,794,080	310,428
Total General Fund Expenditures:	7,369,554	6,423,629	945,925
Excess Revenues over Expenditures	(705,359)	375,301	1,080,660
Transfers (to) from other funds	(230,892)	(291,089)	(60,197)
Excess revenues and other financing sources over expenditures and other financing uses	(\$936,251)	84,212	\$1,020,463
FUND EQUITY - JUNE 30, 2022		1,798,511	
FUND EQUITY - JUNE 30, 2023		\$1,882,723	

SCHOOL DISTRICT #58
 ABERDEEN, IDAHO

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

YEAR ENDED JUNE 30, 2023

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUE:			
Child meals	\$100		(\$100)
Other food sales	7,600	\$6,873	
Federal assistance	417,675	412,493	(5,182)
Total Revenue:	<u>425,375</u>	<u>419,366</u>	<u>(5,282)</u>
EXPENDITURES:			
Salaries	119,923	129,335	(9,412)
Benefits	69,165	70,891	(1,726)
Purchased services	500	6,842	(6,342)
Materials and supplies	409,877	243,307	166,570
Capital outlay		16,873	(16,873)
Total Expenditures:	<u>599,465</u>	<u>467,248</u>	<u>132,217</u>
Excess revenues over expenditures:	(174,090)	(47,882)	126,208
Transfers (to) from other funds	<u>7,800</u>	<u>9,000</u>	<u>(1,200)</u>
Excess revenues and other financing sources over expenditures and other financing uses	<u>(\$166,290)</u>	<u>(38,882)</u>	<u>\$125,008</u>
FUND EQUITY - JUNE 30, 2022		<u>234,497</u>	
FUND EQUITY - JUNE 30, 2023		<u>\$195,615</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, 2023

	Original and Final Budget	Actual	Variance Favorable (Unfavorable)
REVENUE:			
Property taxes	\$550,000	\$586,146	\$36,146
State	164,837	208,437	43,600
Investment income	1,000	21,207	20,207
Total Revenue:	<u>715,837</u>	<u>815,790</u>	<u>99,953</u>
EXPENDITURES:			
Principal	500,000	500,000	0
Interest	271,770	270,705	1,065
Total Expenditures:	<u>771,770</u>	<u>770,705</u>	<u>1,065</u>
Excess revenues over expenditures	<u><u>(\$55,933)</u></u>	45,085	<u><u>\$101,018</u></u>
FUND EQUITY - JUNE 30, 2022		<u>936,470</u>	
FUND EQUITY - JUNE 30, 2023		<u><u>\$981,555</u></u>	

SCHOOL DISTRICT #58
 ABERDEEN, IDAHO

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

YEAR ENDED JUNE 30, 2023

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUE:			
Vehicle rental and activity use	\$11,000	\$22,828	\$11,828
Sale of old buses	1,500	6,202	4,702
Total Revenue:	<u>12,500</u>	<u>29,030</u>	<u>16,530</u>
EXPENDITURES:			
Capital outlay	<u>215,328</u>	<u> </u>	<u>215,328</u>
Total Expenditures:	<u>215,328</u>	<u> -</u>	<u>215,328</u>
Excess revenues over expenditures:	(202,828)	29,030	231,858
Transfers (to) from other funds	<u>115,828</u>	<u>282,089</u>	<u>(166,261)</u>
Excess revenues and other financing sources over expenditures and other financing uses	<u><u>(\$87,000)</u></u>	311,119	<u><u>\$65,597</u></u>
FUND EQUITY - JUNE 30, 2022		<u>(131,581)</u>	
FUND EQUITY - JUNE 30, 2023		<u><u>\$179,538</u></u>	

OTHER INFORMATION

SCHOOL DISTRICT #58
 ABERDEEN, IDAHO

COMBINING BALANCE SHEET
 NON-MAJOR FUNDS

AT JUNE 30, 2023

	Gear Up Grant Fund	Blue X Foundation Fund	Student Activity Fund
ASSETS:			
Cash			\$287,042
Federal and State receivable	\$5,116	\$13	
Total Assets:	\$5,116	\$13	\$287,042
LIABILITIES:			
Accounts payable	\$1,493		
Salaries payable	1,000		
Due to other funds	2,623		
Total Liabilities:	5,116	\$0	\$0
DEFERRED RESOURCES:			
Unavailable property taxes	0	0	0
FUND BALANCE:			
Committed		13	287,042
Unassigned			
Total Fund Equity:	0	13	287,042
Total Liabilities and Fund Balance:	\$5,116	\$13	\$287,042

Driver Education Fund	Stem Grant Fund	State Vocational Fund	State Technology Fund	State Substance Abuse Fund	ARP ESSER III Fund	Title I Fund
\$10,565	\$20,125	\$4,051	\$91,584	\$3,247		
6,612					\$27,274	\$48,400
<u>\$17,177</u>	<u>\$20,125</u>	<u>\$4,051</u>	<u>\$91,584</u>	<u>\$3,247</u>	<u>\$27,274</u>	<u>\$48,400</u>
	\$2,731	\$668			\$5,815	\$3,760
	12,269	3,383			13,991	15,977
					3,104	\$15,637
<u>\$0</u>	<u>15,000</u>	<u>4,051</u>	<u>\$0</u>	<u>\$0</u>	<u>22,910</u>	<u>35,374</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
17,177	5,125		91,584	3,247	4,364	13,026
<u>17,177</u>	<u>5,125</u>	<u>0</u>	<u>91,584</u>	<u>3,247</u>	<u>4,364</u>	<u>13,026</u>
<u>\$17,177</u>	<u>\$20,125</u>	<u>\$4,051</u>	<u>\$91,584</u>	<u>\$3,247</u>	<u>\$27,274</u>	<u>\$48,400</u>

SCHOOL DISTRICT #58
 ABERDEEN, IDAHO

COMBINING BALANCE SHEET
 NON-MAJOR FUNDS - (CONTINUED)

AT JUNE 30, 2023

	Title I Migrant Fund	IDEA Part B Fund	IDEA Part B Preschool Fund
ASSETS:			
Cash			
Federal and State receivable	\$32,947	\$68,289	\$3,241
Total Assets:	\$32,947	\$68,289	\$3,241
LIABILITIES:			
Accounts payable	\$5,036	\$5,814	\$571
Salaries payable	15,861	18,763	2,449
Due to other funds	4,038	27,911	155
Total Liabilities:	24,935	52,488	3,175
DEFERRED RESOURCES:			
Unavailable property taxes	0	0	0
FUND BALANCE:			
Committed	8,012	15,801	66
Unassigned			
Total Fund Equity:	8,012	15,801	66
Total Liabilities and Fund Balance:	\$32,947	\$68,289	\$3,241

Federal Special Medicaid Fund	Title IV A Fund	C. Perkins Vocational Education Fund	Title III LEP Fund	Title II Teacher Quality Fund	2023 Totals
\$17,222					\$433,836
	\$13,662	\$13,576	\$11,271	\$21,826	252,227
<u>\$17,222</u>	<u>\$13,662</u>	<u>\$13,576</u>	<u>\$11,271</u>	<u>\$21,826</u>	<u>\$686,063</u>
\$4,854			\$1,737		\$32,479
12,368			2,706		98,767
	\$13,074	\$13,576	3,739	\$12,975	96,832
<u>17,222</u>	<u>13,074</u>	<u>13,576</u>	<u>8,182</u>	<u>12,975</u>	<u>228,078</u>
<u>0</u>					<u>0</u>
0	588	0	3,089	8,851	457,985
					0
<u>0</u>	<u>588</u>	<u>0</u>	<u>3,089</u>	<u>8,851</u>	<u>457,985</u>
<u>\$17,222</u>	<u>\$13,662</u>	<u>\$13,576</u>	<u>\$11,271</u>	<u>\$21,826</u>	<u>\$686,063</u>

SCHOOL DISTRICT #58
 ABERDEEN, IDAHO

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

YEAR ENDED JUNE 30, 2023

	Gear Up Grant Fund	Blue X Foundation Fund	Student Activity Fund	Driver Education Fund
REVENUES:				
Local income		\$1,000	\$273,003	\$7,395
State assistance				5,549
Federal assistance	\$27,517			
Total Revenues:	27,517	1,000	273,003	12,944
EXPENDITURES:				
Instructional services	21,198	987	262,375	10,008
Support services	1,305			
Capital outlay				
Total Expenditures:	22,503	987	262,375	10,008
EXCESS REVENUES (EXPENDITURES)	5,014	13	10,628	2,936
TRANSFERS (TO) FROM OTHER FUNDS				
EXCESS FINANCING SOURCES (USES)	5,014	13	10,628	2,936
FUND BALANCE - JUNE 30, 2022	(5,014)	0	276,414	14,241
FUND BALANCE - JUNE 30, 2023	\$0	\$13	\$287,042	\$17,177

Stem Grant Fund	State Vocational Fund	State Technology Fund	State Substance Abuse Fund	ARP ESSER III Fund	Title I Fund	ESSERF Fund	Title I Migrant Fund
<u>\$23,292</u>							
	\$50,295	\$82,262	\$10,163				
				\$6,298	\$153,465	\$708	\$76,931
<u>23,292</u>	<u>50,295</u>	<u>82,262</u>	<u>10,163</u>	<u>6,298</u>	<u>\$153,465</u>	<u>708</u>	<u>76,931</u>
19,496	50,295			259,352	148,091		50,866
		43,776	16,510			4,488	35,729
<u>19,496</u>	<u>50,295</u>	<u>43,776</u>	<u>16,510</u>	<u>259,352</u>	<u>148,091</u>	<u>4,488</u>	<u>86,595</u>
3,796	0	38,486	(6,347)	(253,054)	5,374	(3,780)	(9,664)
3,796	0	38,486	(6,347)	(253,054)	5,374	(3,780)	(9,664)
1,329		53,098	9,594	257,418	7,652	3,780	17,676
<u>\$5,125</u>	<u>\$0</u>	<u>\$91,584</u>	<u>\$3,247</u>	<u>\$4,364</u>	<u>\$13,026</u>	<u>\$0</u>	<u>\$8,012</u>

SCHOOL DISTRICT #58
 ABERDEEN, IDAHO

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

YEAR ENDED JUNE 30, 2023

	CRRSA ESSER II Fund	IDEA Part B Fund	IDEA Part B Preschool Fund	ARPA IDEA Part B Fund
REVENUES:				
Local income				
State assistance				
Federal assistance	\$1,131	\$168,471	\$6,090	\$1,713
Total Revenues:	1,131	168,471	6,090	1,713
EXPENDITURES:				
Instructional services	1,491	162,515	9,095	5,817
Support services	45,691	4,598		
Capital outlay				
Total Expenditures:	47,182	167,113	9,095	5,817
EXCESS REVENUES (EXPENDITURES)	(46,051)	1,358	(3,005)	(4,104)
TRANSFERS (TO) FROM OTHER FUNDS	—	—	—	—
EXCESS FINANCING SOURCES (USES)	(46,051)	1,358	(3,005)	(4,104)
FUND BALANCE - JUNE 30, 2022	46,051	14,443	3,071	4,104
FUND BALANCE - JUNE 30, 2023	(\$0)	\$15,801	\$66	\$0

Federal Special Medicaid Fund	Title IV A Fund	C. Perkins Vocational Education Fund	Title III LEP Fund	Title II Teacher Quality Fund	ARPA State Recovery Fund	Lottery Fund	2023 Totals
							\$304,690
							148,269
\$88,743	\$14,510	\$13,576	\$29,196	\$33,276	\$97,397	\$87,349	806,371
88,743	14,510	13,576	29,196	33,276	97,397	87,349	1,259,330
101,959	13,922	13,576	28,946	24,864	93,787		1,278,640
4,611					3,609		160,317
						87,349	87,349
106,570	13,922	13,576	28,946	24,864	97,396	87,349	1,526,306
(17,827)	588	0	250	8,412	1	0	(266,976)
							0
(17,827)	588	0	250	8,412	1	0	(266,976)
17,827	0	0	2,839	439	(1)		724,961
\$0	\$588	\$0	\$3,089	\$8,851	\$0	\$0	\$457,985

SCHOOL DISTRICT #58
ABERDEEN, IDAHO

SCHEDULE OF NON-MAJOR FUND REVENUE - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2023

	Estimated Revenues	Actual Revenues	Variance Favorable (Unfavorable)
GEAR UP GRANT FUND:			
Federal assistance	\$33,420	\$27,517	(\$5,903)
BLUE X FOUNDATION FUND:			
Local revenue		\$1,000	\$1,000
STUDENT ACTIVITY FUND:			
Local revenue		\$273,003	\$273,003
DRIVER EDUCATION FUND:			
Local revenue	\$4,000	\$7,395	\$3,395
State assistance	4,000	5,549	1,549
	\$8,000	\$12,944	\$4,944
STEM GRANT FUND:			
Local revenue		\$23,292	\$23,292
STATE VOCATIONAL FUND:			
State assistance	\$50,295	\$50,295	\$0
STATE TECHNOLOGY FUND:			
State assistance	\$79,636	\$82,262	\$2,626
STATE SUBSTANCE ABUSE FUND:			
State revenue	\$9,556	\$10,163	\$607
ARP ESSER III FUND:			
Federal assistance		\$6,298	\$6,298
TITLE I FUND:			
Federal assistance	\$152,828	\$153,465	\$637
ESSERF FUND:			
Federal assistance		\$708	\$708
TITLE I MIGRANT FUND:			
Federal assistance	\$78,839	\$76,931	(\$1,908)

SCHOOL DISTRICT #58
 ABERDEEN, IDAHO

SCHEDULE OF NON-MAJOR FUND REVENUE - BUDGET AND ACTUAL - (CONTINUED)
 YEAR ENDED JUNE 30, 2023

	Estimated Revenues	Actual Revenues	Variance Favorable (Unfavorable)
CRRSA ESSER II FUND:			
Federal assistance	\$0	\$1,131	\$1,131
IDEA PART B FUND:			
Federal assistance	\$162,929	\$168,471	\$5,542
IDEA PART B PRESCHOOL FUND:			
Federal assistance	\$6,300	\$6,090	\$210
ARPA IDEA PART B FUND			
Federal assistance	\$0	\$1,713	\$1,713
FEDERAL SPECIAL MEDICAID FUND:			
Federal assistance	\$35,000	\$88,743	\$53,743
TITLE IV-A FUND:			
Federal assistance	\$14,510	\$14,510	\$0
C. PERKINS VOCATIONAL EDUCATION FUND:			
Federal assistance	\$13,576	\$13,576	\$0
TITLE III LEP FUND:			
Federal assistance	\$29,063	\$29,196	\$133
TITLE II TEACHER QUALITY FUND:			
Federal assistance	\$33,296	\$33,296	\$0
ARPA STATE RECOVERY FUND:			
Federal assistance	\$0	\$97,397	\$97,397
LOTTERY FUND:			
State assistance	\$78,813	\$87,349	\$8,536

SCHOOL DISTRICT #58
ABERDEEN, IDAHO

SCHEDULE OF NON-MAJOR EXPENDITURES - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2023

	<u>Appropriated</u>	<u>Expended</u>	Variance Favorable (Unfavorable)
GEAR UP GRANT FUND:			
Instruction:			
Salaries	\$13,320	\$11,650	\$1,670
Benefits	2,761	2,261	500
Purchased services	3,500	5,289	(1,789)
Materials and supplies	4,500	1,998	2,502
Support Services:			
Purchased services	6,000	685	5,315
Materials and supplies	3,339	620	2,719
	<u>\$33,420</u>	<u>\$22,503</u>	<u>\$10,917</u>
BLUE X FOUNDATION FUND:			
Instruction:			
Materials and supplies	<u>\$0</u>	<u>\$987</u>	<u>(\$987)</u>
STUDENT ACTIVITY FUND:			
Instruction:			
Materials and supplies	<u>\$0</u>	<u>\$262,375</u>	<u>(\$262,375)</u>
DRIVER EDUCATION FUND:			
Instruction:			
Salaries	\$12,000	\$7,824	\$4,176
Benefits	1,320	923	397
Materials and supplies	2,400	949	1,451
Capital outlay	5,801	0	5,801
Insurance	500	312	188
	<u>\$22,021</u>	<u>\$10,008</u>	<u>\$12,013</u>
STEM GRANT FUND:			
Instruction:			
Salaries	\$0	\$12,269	(\$12,269)
Benefits	0	2,731	(2,731)
Purchased services	0	1,024	(1,024)
Materials and supplies	0	3,472	(3,472)
	<u>\$0</u>	<u>\$19,496</u>	<u>(\$19,496)</u>
STATE VOCATIONAL FUND:			
Instruction:			
Salaries	\$20,301	\$20,301	\$0
Benefits	3,988	4,014	(26)
Purchased services	15,003	12,662	2,341
Materials and supplies	11,003	13,318	(2,315)
Capital outlay	0	0	0
	<u>\$50,295</u>	<u>\$50,295</u>	<u>\$0</u>
STATE TECHNOLOGY FUND:			
Support Services:			
Salaries	\$7,686	\$7,806	(\$120)
Benefits	3,745	2,587	1,158
Purchased services	64,000	28,006	35,994
Materials and supplies	57,073	5,377	51,696
	<u>\$132,504</u>	<u>\$43,776</u>	<u>\$88,728</u>
STATE SUBSTANCE ABUSE FUND:			
Support Services:			
Purchased services	\$10,000	\$7,001	\$2,999
Materials and supplies	8,186	9,509	(1,323)
	<u>\$18,186</u>	<u>\$16,510</u>	<u>\$1,676</u>

SCHOOL DISTRICT #58
ABERDEEN, IDAHO

SCHEDULE OF NON-MAJOR EXPENDITURES - BUDGET AND ACTUAL - (CONTINUED)
YEAR ENDED JUNE 30, 2023

	<u>Appropriated</u>	<u>Expended</u>	Variance Favorable (Unfavorable)
ARP ESSER III FUND:			
Instruction:			
Salaries	\$82,972	\$121,758	(\$38,786)
Benefits	31,928	58,286	(26,358)
Purchased services		813	(813)
Support Services:			
Salaries	0	57,281	(57,281)
Benefits	0	21,214	(21,214)
Materials and supplies	1,048		1,048
Capital outlay	144,158		144,158
	<u>\$260,106</u>	<u>\$259,352</u>	<u>\$754</u>
TITLE I FUND:			
Instruction:			
Salaries	\$121,670	\$94,453	\$27,217
Benefits	44,399	24,460	19,939
Purchased services	4,500	23,792	(19,292)
Materials and supplies	9,602	5,136	4,466
Support Services:			
Materials and supplies	0	250	(250)
	<u>\$180,171</u>	<u>\$148,091</u>	<u>\$32,080</u>
ESSERF FUND:			
Support Services:			
Salaries	\$0	\$4,350	(\$4,350)
Materials and supplies	0	138	(138)
	<u>\$0</u>	<u>\$4,488</u>	<u>(\$4,488)</u>
TITLE I MIGRANT FUND:			
Instruction:			
Salaries	\$32,700	\$32,845	(\$145)
Benefits	16,691	15,924	767
Purchased services	2,267	266	2,001
Materials and supplies	6250	1,831	4,419
Support Services:			
Salaries	30,452	23,981	6,471
Benefits	5,980	11,748	(5,768)
Materials and supplies	4,873		4,873
	<u>\$99,213</u>	<u>\$86,595</u>	<u>\$12,618</u>
CRRSA ESSER II FUND:			
Instruction:			
Benefits		\$1,491	(\$1,491)
Capital outlay	\$44,465		44,465
Support Services:			
Salaries		28,542	
Benefits		17,149	(17,149)
	<u>\$44,465</u>	<u>\$47,182</u>	<u>\$25,825</u>
IDEA PART B FUND:			
Instruction:			
Salaries	\$116,377	\$108,487	\$7,890
Benefits	32,222	35,055	(2,833)
Purchased services	8,302	5,127	3,175
Materials and supplies	15,000	13,846	1,154
Support Services:			
Purchased services	0	4,598	(4,598)
	<u>\$171,901</u>	<u>\$167,113</u>	<u>\$4,788</u>

SCHOOL DISTRICT #58
ABERDEEN, IDAHO

SCHEDULE OF NON-MAJOR EXPENDITURES - BUDGET AND ACTUAL - (CONTINUED)
YEAR ENDED JUNE 30, 2023

	<u>Appropriated</u>	<u>Expended</u>	Variance Favorable (Unfavorable)
IDEA PART B PRESCHOOL FUND:			
Instruction:			
Salaries	\$4,000	\$7,011	(\$3,011)
Benefits	850	1,989	(1,139)
Purchased services	0	95	(95)
	<u>\$4,850</u>	<u>\$9,095</u>	<u>(\$4,245)</u>
ARPA IDEA PART B FUND:			
Instruction:			
Salaries	\$5,023	\$5,023	\$0
Benefits	794	794	0
Materials and supplies	0	0	0
	<u>\$5,817</u>	<u>\$5,817</u>	<u>\$0</u>
FEDERAL SPECIAL MEDICAID FUND:			
Instruction:			
Salaries	\$13,636	\$73,035	(\$59,399)
Benefits	8,204	28,924	(20,720)
Support Services:			
Purchased services	5,110	4,611	499
	<u>\$26,950</u>	<u>\$106,570</u>	<u>(\$79,620)</u>
TITLE IV A FUND:			
Instruction:			
Salaries	\$8,120	\$9,919	(\$1,799)
Benefits	2,752	1,589	1,163
Materials and supplies	4,244	2,414	1,830
	<u>\$15,116</u>	<u>\$13,922</u>	<u>\$1,194</u>
C. PERKINS VOCATIONAL EDUCATION FUND:			
Instruction:			
Salaries	\$678	\$567	\$111
Benefits	111	111	0
Purchased services	3,500	3,500	0
Materials and supplies	9,287	9,398	(111)
	<u>\$13,576</u>	<u>\$13,576</u>	<u>\$0</u>
TITLE III LEP FUND:			
Instruction:			
Salaries	\$21,184	\$16,261	\$4,923
Benefits	7,334	10,865	(3,531)
Purchased services		891	(891)
Materials and supplies		929	(929)
Transfers:			0
	<u>\$28,518</u>	<u>\$28,946</u>	<u>(\$428)</u>
TITLE II TEACHER QUALITY FUND:			
Support Services:			
Salaries	\$18,000	\$16,400	\$1,600
Benefits	3,669	3,271	398
Purchased services		5,589	(5,589)
Materials and supplies	15,760	(396)	16,156
	<u>\$37,429</u>	<u>\$24,864</u>	<u>\$12,565</u>

SCHOOL DISTRICT #58
 ABERDEEN, IDAHO

SCHEDULE OF NON-MAJOR EXPENDITURES - BUDGET AND ACTUAL - (CONTINUED)
 YEAR ENDED JUNE 30, 2023

	<u>Appropriated</u>	<u>Expended</u>	<u>Variance Favorable (Unfavorable)</u>
ARPA STATE RECOVERY FUND:			
Instruction:			
Salaries	\$0	\$78,334	(\$78,334)
Benefits	0	15,454	(15,454)
Support Services:			
Salaries	0	3,176	(3,176)
Benefits	0	433	(433)
	<u>\$0</u>	<u>\$97,397</u>	<u>(\$97,397)</u>
LOTTERY FUND:			
Capital outlay	<u>\$0</u>	<u>\$87,349</u>	<u>(\$87,349)</u>

SCHOOL DISTRICT #58
ABERDEEN, IDAHO

SCHEDULE OF HIGH SCHOOL STUDENT BODY FUNDS

YEAR ENDED JUNE 30, 2023

FUND:	Balance 6/30/22	Receipts	Disbursements	Transfers	Balance 6/30/23
BPA	\$4,722	\$3,415	(\$2,687)		\$5,450
Greenhouse	0	9,433	(6,450)		2,983
IDLA	250	1,200	(2,080)	\$515	(115)
Dual Credit -Social	2,065				2,065
FFA - Booth	(1,073)	8,113	(10,874)		(3,834)
Office Teacher	494	688	(1,067)		115
FFA	5,961	10,520	(15,818)		663
Dual Credit -English	(8)				(8)
AG	93	300	(200)		193
Scholarships	2,493		(155)	(225)	2,113
National Honor Society	78	1,680	(1,786)		(28)
Ind Alt HS	80				80
Sunshine Club	217	30	(130)		117
Student Body	238	3,117	(3,944)		(589)
Seniors	62	840		(62)	840
Class of 2020	1,898				1,898
Class of 2021	(243)				(243)
Class of 2022	1,079		(280)	(148)	651
Class of 2023	1,456	909	(2,253)		112
Class of 2024	1,186	2,546	(490)		3,242
Class of 2025	215	452	(35)		632
Class of 2026	0	542			542
Athletic Facilities	8,324	1,586			9,910
Pop Machine	129				129
Music	111	1,151	(6)	148	1,404
Music Supplies	44				44
Band Rental and Repair	259	92	(70)		281
Pep Band	1,322	5,726	(4,983)		2,065
Jazz Band	0	90	(1,213)		(1,123)
Musical	3,973	8,695	(6,518)		6,150
First Aid B	1,046	1,945	(27)		2,964
Weight Room	226	1,940	(1,795)		371
Athletics	33,465	37,395	(47,693)	(7,752)	15,415
Athletic Equip - Direct	575				575
E-Sports	0	154	(130)		24
Plato	398				398
Extra/Trans	13,373	3,172	(4,945)		11,600
Bus Driver Meals	0	146	(1,935)		(1,789)
ACT	268				268
Annual	3,982	4,878	(5,188)		3,672
Uniforms	0	2,886	(292)		2,594
Chemistry	162				162
Art	964	165	(388)	148	889
Art Equipment	64				64

SCHOOL DISTRICT #58
ABERDEEN, IDAHO

SCHEDULE OF HIGH SCHOOL STUDENT BODY FUNDS - (CONTINUED)

YEAR ENDED JUNE 30, 2023

FUND:	Balance 6/30/22	Receipts	Disbursements	Transfers	Balance 6/30/23
Computer Lab	\$1,657	\$723	(\$60)		\$2,320
Counselor	61	271	(229)	(\$290)	(187)
Chromebook Insurance	100	1,920	(1,945)		75
Drivers Ed	5,085	7,395	(8,555)		3,925
Faculty Pop	115	205	(316)		4
Gear Up 2	226				226
Interest	856	146			1,002
Library	129	542	(232)	210	649
Math	20	100	(92)		28
Lockers	162				162
Rental - Facilities	0	500			500
Sales Tax	136	1,954	(2,090)		0
The Arts Donation	295			(295)	0
Textbook Fines	145		(137)		8
Teacher Accounts	3,567	2,876	(1,111)		5,332
Special Education	0				0
Principal	41	225	(287)		(21)
Savings	5,418				5,418
General	0	789	(728)		61
Football	3,133	538	(241)		3,430
Volleyball	3,472	465	(105)		3,832
Girls' Soccer	1,674	217	(1,040)		851
Boys' Soccer	1,666	234	(874)		1,026
Soccer	225				225
Girls' Basketball	2,783	407			3,190
Boys' Basketball	13	2,432	(2,440)		5
Wrestling	8,258	10,063	(50)	(5,269)	13,002
Golf	1,302	140			1,442
Track	1,881	1,566	(1,257)		2,190
Cross Country	610	10	(63)		557
Cheerleading	701	12,239	(14,546)	(42)	(1,648)
Arbiter	(15,306)	25,180	(23,500)	13,062	(564)
	<u>\$118,373</u>	<u>\$184,943</u>	<u>(\$183,330)</u>	<u>\$0</u>	<u>\$119,986</u>
Checking					\$54,870
Investments					65,116
					<u>\$119,986</u>

SCHOOL DISTRICT #58
ABERDEEN, IDAHO

SCHEDULE MIDDLE SCHOOL STUDENT BODY FUNDS

YEAR ENDED JUNE 30, 2023

FUND:	Balance 6/30/22	Receipts	Disbursements	Transfers	Balance 6/30/23
Teacher Accounts	\$2,829	\$20	(\$1,005)	\$2,480	\$4,324
Annual	989	2,385	(1,651)	55	1,778
Accelerated Reader	681	5,869		(5,869)	681
Art	1,049	110	(33)		1,126
Athletics - Gen	4,448	1,077	(899)		4,626
Athletics - VB	465	2,948	(1,538)		1,875
Athletics - W	202	1,505	(1,226)		481
Athletics - GBB	999	4,264	(3,680)		1,583
Athletics - BBB	1,941	3,117	(2,640)		2,418
Athletics - CC	440	50	(30)		460
Athletics - Track	1,762	5,622	(3,705)		3,679
Cheer/Drill	689	295	(214)		770
Custodial	63				63
Computers	4,027				4,027
Cool to be Kind	1				1
Fundraiser	863				863
Health/PE	143				143
Health Fair	69				69
General	23,820	1,910	(2,203)		23,527
Exploratory	75				75
Grade 6	1,242	1,258	(716)		1,784
Grade 7	1,094	253			1,347
Grade 8	1,102	952	(1,422)		632
Grants	198				198
Locks	60	40			100
Media Center	2,109		(319)		1,790
Migrant	5				5
Milk Machine/ Health	17				17
Music - Millett	1,977	2,553	(1,541)		2,989
Postage	494				494
Special Services	84				84
Student Govt	3,308	2,308	(1,261)		4,355
Student Activities	12,973	5,860	(6,298)	(50)	12,485
Teachers	6,465	3,732	(3,630)	(2,480)	4,087
PTSA	2,188				2,188
Vending	37	794	(831)		0
Stem	0	213	(35)		178
Yellowstone	8,437	4,363	(5,913)	(30)	6,857
Sunshine	695	130	(303)		522
Stem Exploration	337	96	(18)	18	433
World Cultures	184	200	(140)		244
Life Skills	179				179
World Sports	644	550	(490)		704
Stem Grant Science	2,522	77	(359)		2,240
Aberdeen Food Bank	168	90			258
Exploratory Art	63				63
Stem Exploratory	18	4		(18)	4
Chromebook Insurance	433	3,680	(4,138)	25	0
Stem Night Grant	2,151		(1,934)		217
Ski Skate	932				932
AR Raffle/Carnival	0	45	(645)	5,869	5,269
	<u>\$95,671</u>	<u>\$56,370</u>	<u>(\$48,817)</u>	<u>\$0</u>	<u>\$103,224</u>
Cash in bank - Checking					\$93,071
Cash in bank - Savings					10,153
					<u>\$103,224</u>

SCHOOL DISTRICT #58
 ABERDEEN, IDAHO

SCHEDULE OF ELEMENTARY STUDENT BODY FUNDS

YEAR ENDED JUNE 30, 2023

	Balance 6/30/22	Receipts	Disbursements	Transfers	Balance 6/30/23
FUND:					
General	\$43,829	\$30,098	(\$27,742)		\$46,185
Vending	15,804	1,206	(2,269)		14,741
Teachers	2,680	100			2,780
Library	57	285	(217)		125
	\$62,370	\$31,689	(\$30,228)	\$0	\$63,831
Cash in bank - checking					\$63,831

SINGLE AUDIT SECTION

Morgan J Hatt CPA PC

Certified Public Accountant

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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
Aberdeen, Idaho

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, 2023. 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, 2023.

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 my 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 23, 2023

SCHOOL DISTRICT #58
 ABERDEEN, IDAHO

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED JUNE 30, 2023

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	\$71,506
School Lunch Program	10.555	255,208
School Lunch Commodities - Non-cash	10.555	32,010
Summer Food Service Program for Children	10.559	<u>13,247</u>
Total Department of Agricultural (Child Nutrition Cluster):		\$371,971
 <u>Department of Treasury (State Dept. of Education Pass Through Funding):</u>		
Corona Virus State and Local Fiscal Recovery	21.027	<u>97,396</u>
Total Department of Treasury		97,396
 <u>Department of Education (State Dept. of Education Pass Through Funding):</u>		
Title I - Remedial	84.010	148,091
Title I - Migrant	84.011	86,595
IDEA Part B	84.027	167,113
IDEA Part B Preschool	84.173	<u>9,095</u>
Total Special Education Cluster:		176,208
Vocational Education (Perkins)	84.048	13,576
Gear Up	84.334	22,503
Title III LEP	84.365	28,946
Improving Teacher Quality	84.367	24,865
Student Academic Enrichment	84.424	13,922
Cares Act ESSER	84.425	311,023
ARPA IDEA Part B	84.391	<u>5,817</u>
Total Department of Education:		<u>831,546</u>
Total		<u><u>\$1,300,913</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, 2023. 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, 2023

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:

US Department of Agriculture	10.553	10.555	10.559
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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.