
WILSON ELEMENTARY SCHOOL DISTRICT NO. 7

Annual Comprehensive Financial Report

Fiscal Year Ended June 30, 2021



WILSON ELEMENTARY SCHOOL DISTRICT NO. 7

PHOENIX, ARIZONA

**ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Issued by:
Business and Finance Department

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7

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INTRODUCTORY SECTION

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WILSON ELEMENTARY SCHOOL DISTRICT NO.7

3025 E. Fillmore Street • Phoenix, Arizona 85008
Phone (602) 681-2200 • Fax: (602-275-7517)

Ernest Rose, Jr., Superintendent

December 15, 2021

Citizens and Governing Board
Wilson Elementary School District No. 7
3025 East Fillmore Street
Phoenix, Arizona 85008

State law mandates that school districts required to undergo an annual single audit publish a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America and audited in accordance with auditing standards generally accepted in the United States by a certified public accounting firm licensed in the State of Arizona. Pursuant to that requirement, we hereby issue the annual comprehensive financial report of the Wilson Elementary School District No. 7 (District) for the fiscal year ended June 30, 2021.

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

The District's financial statements have been audited by Heinfeld, Meech & Co., P.C., a certified public accounting firm. The goal of the independent audit was to provide reasonable assurance that the financial statements of the District for the fiscal year ended June 30, 2021, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the District's financial statements for the fiscal year ended June 30, 2021, are fairly presented in conformity with accounting principles generally accepted in the United States of America. The independent auditor's report is presented as the first component of the financial section of this report.

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

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

PROFILE OF THE DISTRICT

The District is one of 58 public school districts located in Maricopa County, Arizona. It provides a program of public education from pre-kindergarten through grade eight, with an average daily membership of 1,023 students. It includes two schools, Wilson Primary School serving grades K-3 and the Wilson Elementary School serving grades 4-8.

District student enrollment has slightly declined over the past three (3) years however the District anticipates an increase to the population during the next few years. There are housing renovations currently taking place around the District which we anticipate should impact our student enrollment depending on the anticipated rental value.

The District is noted statewide for its high use of technology in educational programs which includes one computer per student. As the District serves a large portion of disadvantaged and homeless students, it provides a community focal point with programs extending beyond the traditional public school educational coursework. The District's community has supported the educational programs through the passage of budget overrides and bonds.

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

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

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

The current school buildings were constructed in the late 1980's; however, since then the District has undergone several remodels and upgrades.

ECONOMIC CONDITION AND OUTLOOK

The District is located entirely within the City of Phoenix on the City's east side, and encompasses an area of 11 square miles, which includes Phoenix's Sky Harbor International Airport. The economic base of the District is dominated by Phoenix Sky Harbor International Airport and the surrounding commercial and industrial developments. Less than 5 percent of the District's property tax payments come from residential taxpayers, indicating that the District is commercially oriented.

The City of Phoenix is the capital and largest city of Arizona and is the county seat as well. Phoenix was founded in 1870 and incorporated in 1881. The city encompasses an area of over 500 square miles. Phoenix is the fifth most populous city in the United States and according to the United States Census Bureau, the 2020 estimated population of the city is 1,708,127. The Phoenix metropolitan area is the population and economic activity center of the entire state. Phoenix is one of the leaders in the economy of the Southwestern area of the United States. The City of Phoenix maintains a Moody's general obligation bond rating of Aa1 and an AA+ rating from Standard and Poor. It enjoys a highly diversified economic base consisting of manufacturing, agriculture, tourism, construction, education, distribution centers, finance and retailing.

The annual expenditure budget serves as the foundation for the District's financial planning and control. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual expenditure budget approved by the District's Governing Board.

The expenditure budget is prepared by fund for all Governmental Funds and includes function and object code detail for the General Fund and some Special Revenue and Capital Projects Funds. The legal level of budgetary control (that is, the level at which expenditures cannot exceed the appropriated amount) is established at the individual fund level for all funds. Funds that are not required to legally adopt a budget may have over-expenditures of budgeted funds. The budget for these funds is simply an estimate and does not prevent the District from exceeding the budget as long as the necessary revenue is earned. The District is not required to prepare an annual budget of revenues therefore a deficit budgeted fund balance may be presented. However, this does not affect the District's ability to expend monies.

MAJOR INITIATIVES FOR THE YEAR AND FOR THE FUTURE

A strategic plan to enhance the success of students, the growth of the District, and the community has been developed to focus on the following areas.

Provide Excellence in Student Achievement in Verbal, Quantitative and Critical Thinking

The District will provide a balanced curriculum to meet the diverse needs of its student population. Increased emphasis will be placed on instructional and management strategies that enhance improved academic performance. The instructional environment will foster each student's opportunities for success. Articulation with the high school district and the post-secondary educational institutions will facilitate the smooth transition of students from one level of instruction to another. Curriculum has been carefully aligned to state standards including the new Common Core or College and Career Standards.

Develop Management Efficiency

Wilson Elementary School District shall be efficiently managed so that routine and necessary projects are accomplished in order to permit improvement and savings in the operation of the District. Steps will be taken to conserve resources and to provide a healthy and safe work and study environment - one that recognizes the expense of operating a contemporary school system. Accountability and quality assurance will be the underlying strategies.

Develop External Sources

Wilson Elementary School District will explore all possible external sources of revenues. Emphasis is placed on solicitation of funds from governmental agencies and from the private sector as well as other nontraditional sources. Volunteerism, community and parental involvement are encouraged through school and community activities. Partnerships include reading tutoring programs through AARP and financial donations from American Family Insurance.

Maintain Good Employee Relations

Wilson Elementary School District continues to create a working atmosphere that enhances employee morale. Relations between management and employee organizations are respectful, friendly and positive. Every attempt shall be made to ensure that all employee roles and responsibilities are conducted in an atmosphere of mutual respect.

Enhance Parental and Community Involvement

Programs and activities will be established which will inform the community about the quality of education at Wilson Schools. Emphasis shall be given to programs that highlight student achievements, employee contributions, and parent participation. "Wilson Newsletter" is the District's own internal publication published quarterly. This news briefing keeps students, employees, parents, and volunteer organizations up to date on current events at the District. In addition, parent newsletters will be published by the schools. A multi-purpose building houses a community center, as well as special classrooms for arts. Through the Community Center the District provides GED classes, health and nutrition classes, as well as provides the hub for community donations. It is the intent of the District to service not only our students but our community at large in the high technology library.

Provide Special Programs for At-Risk Students

Wilson Elementary School District will continue to work with volunteer organizations as mentors to enhance students' reading ability. All students in Wilson School District participate in Advancement via Individual Determination (AVID) which is a college-bound program that provides instructional models and additional support to students to create high school and college readiness. Additional support includes tutorials with college students, college counseling, as well as a rigorous curriculum for our Elementary students. Wilson Elementary maintains its status as a National Demonstration AVID school in the country.

Provide Technology for Classroom Instruction

Wilson Elementary School District will provide above standard access to computer-aided learning for all students with a one-to-one computer to student ratio. Students are permitted to take their school-issued device home with them to provide each student with the opportunity to continue their learning while off campus. To facilitate this, the District provides a comprehensive technology integration plan to meet the diverse needs of the students and staff. A learning environment has been created where computer aided learning will move the teaching of all subjects to a true individualized approach. The District will provide wireless Internet access for kindergarten through eighth grade students under the direction of school administration and teachers. Twenty-first century technology tools, including interactive display monitors, projectors and sound enhancement systems are incorporated into the plan for every classroom. In the Fall of 2020 through the Spring of 2021 schools were closed due to the COVID pandemic. Wilson School District deployed student laptops to ensure continuous learning during this closure. The District partnered with Connect to Compete to provide low-cost internet access to families.

FACTORS AFFECTING FINANCIAL CONDITION

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the District operates.

Local Economy. The Phoenix metropolitan area and the rest of Maricopa County have become one of the fastest growing regional markets in the United States. The number of manufacturing and wholesale businesses located in the metropolitan area is approaching 3,000. Past growth has been stimulated by a combination of warm climate, a substantial well-educated labor pool, a wide range of support industries, and a governmental climate that is supportive of economic growth and investment.

A few of the major firms represented in the Phoenix metropolitan area include Wal-Mart Stores, Banner Health, Wells Fargo Company, ON Semiconductor, and Bank of America. In addition, the metropolitan area provides excellent educational and training opportunities through seven community colleges, four private colleges and graduate schools, and one state university.

Maricopa County is located in the south-central portion of Arizona and encompasses an area of approximately 9,226 square miles. Its boundaries encompass the cities of Phoenix, Scottsdale, Mesa, Tempe, Glendale, Chandler, and such towns as Gilbert, Paradise Valley and Fountain Hills. Maricopa County is currently the nation's fourth largest county in terms of population size and the 14th in land area. The County's 2021 population is estimated to be 4,651,440 and expected to reach 6 million by 2030. Maricopa County has a very wide range of economic sectors supporting its potential continuous growth.

Service is the largest employment sector in the County, partly fueled by the \$2+ billion per year tourist industry. The County has excellent accommodations, diverse cultural and recreational activities, and a favorable climate attracting millions to the area annually. Wholesale and retail trade is the second largest employment category, employing over a quarter million people.

Manufacturing consisting primarily of high technology companies is the third largest employer. Other factors aiding economic growth include major expansions of the international airport serving the area, a favorable business climate and the presence of a well-developed and expanding transportation infrastructure.

AWARDS AND ACKNOWLEDGMENTS

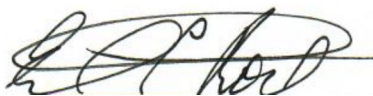
Awards. The Association of School Business Officials (ASBO) awarded a Certificate of Excellence in Financial Reporting to the District for its annual comprehensive financial report for the fiscal year ended June 30, 2020. In addition, the Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its annual comprehensive Financial Report for the fiscal year ended June 30, 2020. In order to be awarded these certificates, the District published an easily readable and efficiently organized annual comprehensive Financial Report. This report satisfied both accounting principles generally accepted in the United States of America and applicable legal requirements.

These certificates are valid for a period of one year only. We believe that our current annual comprehensive Financial Report continues to meet the programs' requirements and we are submitting it to ASBO and GFOA to determine its eligibility for the fiscal year ended June 30, 2021 certificates.

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

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

Respectfully submitted,



Ernest C. Rose
Superintendent



Beth Strickler
Director of Business Services & Technology



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

The Certificate of Excellence in Financial Reporting
is presented to

Wilson Elementary School District 7

for its Comprehensive Annual Financial Report
for the Fiscal Year Ended June 30, 2020.

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



A handwritten signature in black ink that reads 'W. Edward Chabal'.

W. Edward Chabal
President

A handwritten signature in black ink that reads 'David J. Lewis'.

David J. Lewis
Executive Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Wilson Elementary School District No. 7
Arizona**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2020

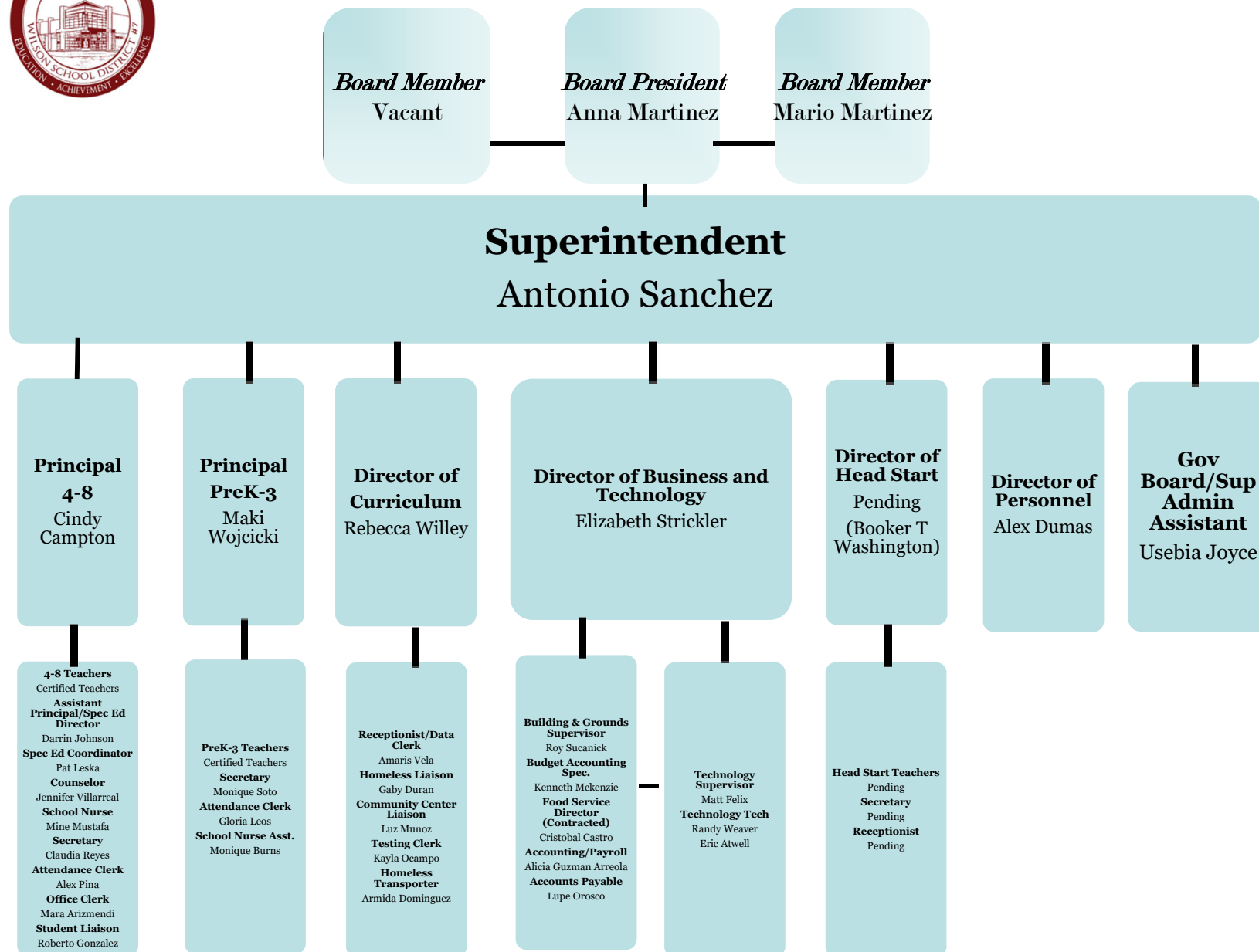
Christopher P. Morill

Executive Director/CEO



Wilson School District #7 Organizational Chart 2020-2021

Revised 07/13/2020



WILSON ELEMENTARY SCHOOL DISTRICT NO. 7

LIST OF PRINCIPAL OFFICIALS

GOVERNING BOARD

Virginia Mendoza, President (July 2020 – December 2020 [retired])

Anna Martinez, Member (July 2020 – December 2020)
President (January 2021 – June 2021)

Mario Martinez, Member

ADMINISTRATIVE STAFF

Ernest C. Rose, Superintendent

Beth Strickler, Director of Business Services & Technology

FINANCIAL SECTION

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Independent Auditor's Report

Governing Board
Wilson Elementary School District No. 7

Report on Audit of Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Wilson Elementary School District No. 7 (District), as of and for the year ended June 30, 2021, 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 our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Wilson Elementary School District No. 7, as of June 30, 2021, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of Wilson Elementary School District No. 7 and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our 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 one year 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

Our objectives are 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 our 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*, we:

- 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 our 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.

We are 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 we identified during the audit.

Other Matters

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The Combining and Individual Fund Financial Statements and Schedules 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. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Combining and Individual Fund Financial Statements and Schedules information is fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the Introductory Section and Statistical Section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on other work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2021, on our consideration of Wilson Elementary School District No. 7's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Wilson Elementary School District No. 7'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 Wilson Elementary School District No. 7's internal control over financial reporting and compliance.

Heinfeld Meech & Co. PC

Heinfeld, Meech & Co., P.C.
Scottsdale, Arizona
December 15, 2021

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

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**WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2021**

As management of the Wilson Elementary School District No. 7 (District), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2021. The management's discussion and analysis is presented as required supplementary information to supplement the basic financial statements. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report.

FINANCIAL HIGHLIGHTS

- The District's total net position of governmental activities increased \$166,635 which represents a one percent increase from the prior fiscal year.
- General revenues accounted for \$11.0 million in revenue, or 73 percent of all current fiscal year revenues. Program specific revenue in the form of charges for services and grants and contributions accounted for \$4.0 million or 27 percent of total current fiscal year revenues.
- The District had approximately \$14.9 million in expenses related to governmental activities, a decrease of two percent from the prior fiscal year.
- Among major funds, the General Fund had \$10.0 million current fiscal year revenues, which primarily consisted of state aid and property taxes, and \$8.7 million in expenditures. The General Fund's fund balance increased from \$3.9 million at the prior fiscal year end to \$5.1 million at the end of the current fiscal year was primarily due to moving expenses typically paid out of the General Fund to COVID-19 relief federal grants.

OVERVIEW OF FINANCIAL STATEMENTS

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

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business. The accrual basis of accounting is used for the government-wide financial statements.

**WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2021**

OVERVIEW OF FINANCIAL STATEMENTS

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

The statement of activities presents information showing how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused compensated absences).

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

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

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements use the modified accrual basis of accounting and focus on near-term inflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the District's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the District's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

**WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2021**

OVERVIEW OF FINANCIAL STATEMENTS

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

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

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's budget process and pension plan. The District adopts an annual expenditure budget for all governmental funds. A schedule of revenues, expenditures and changes in fund balances - budget and actual has been provided for the General Fund and the major Special Revenue Fund as required supplementary information. Schedules for the pension plan have been provided as required supplementary information.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets and deferred outflows exceeded liabilities and deferred inflows by \$15.7 million at the current fiscal year end.

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

**WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2021**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The following table presents a summary of the District's net position for the fiscal years ended June 30, 2021 and June 30, 2020.

	As of June 30, 2021	As of June 30, 2020
Current and other assets	\$ 8,881,976	\$ 8,277,465
Capital assets, net	21,961,388	22,832,256
Total assets	<u>30,843,364</u>	<u>31,109,721</u>
Deferred outflows	<u>2,137,649</u>	<u>1,148,162</u>
Current and other liabilities	923,181	666,733
Long-term liabilities	15,814,602	14,846,870
Total liabilities	<u>16,737,783</u>	<u>15,513,603</u>
Deferred inflows	<u>547,022</u>	<u>1,214,707</u>
Net position:		
Net investment in capital assets	18,490,756	18,930,880
Restricted	2,294,221	3,173,026
Unrestricted	(5,088,769)	(6,574,333)
Total net position	<u>\$ 15,696,208</u>	<u>\$ 15,529,573</u>

At the end of the current fiscal year the District reported positive balances in two categories of net position while unrestricted net position reported a deficit of \$5.1 million. The deficit is due to the District's proportionate share of the state pension plan's unfunded liability. The same situation held true for the prior fiscal year.

The District's financial position is the product of several financial transactions including the net results of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets. The following are significant current year transactions that had an impact on the Statement of Net Position.

- The retirement of \$430,744 of bonds and premium.
- The net pension liability increased \$1.4 million.

**WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2021**

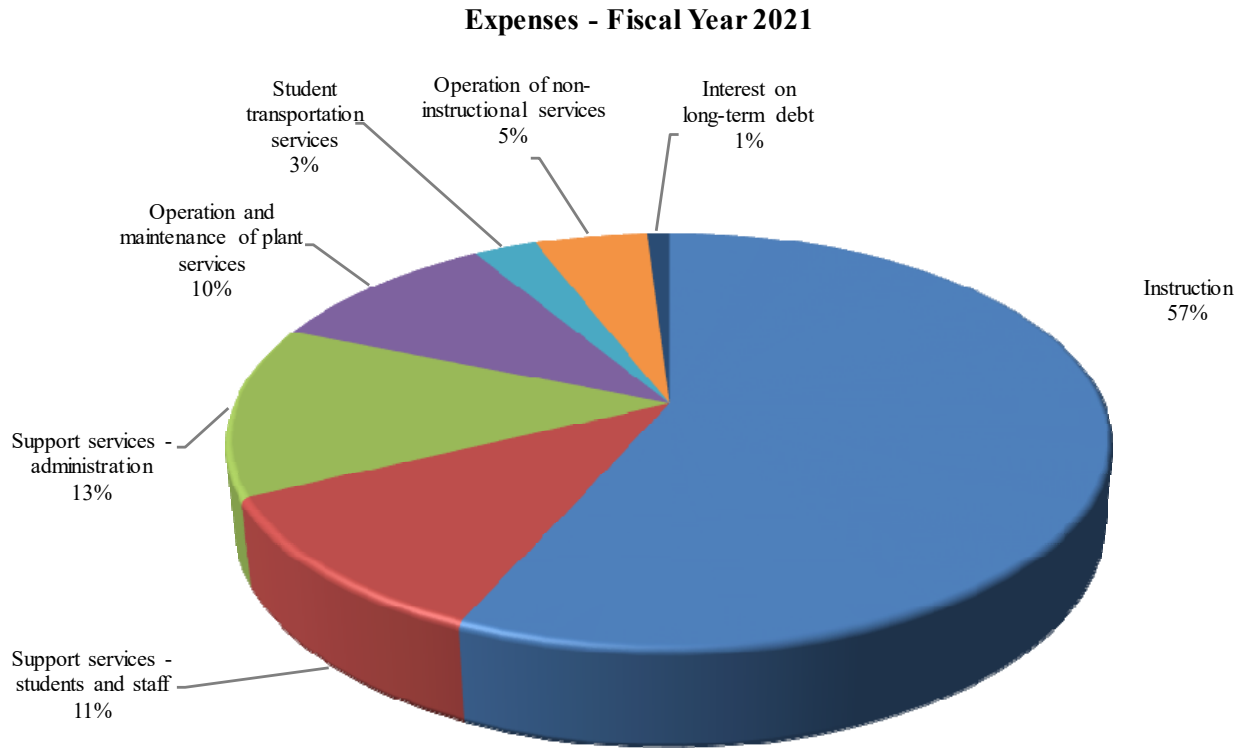
GOVERNMENT-WIDE FINANCIAL ANALYSIS

Changes in net position. The District's total revenues for the current fiscal year were \$15.0 million. The total cost of all programs and services was \$14.9 million. The following table presents a summary of the changes in net position for the fiscal years ended June 30, 2021 and June 30, 2020.

	Fiscal Year Ended June 30, 2021	Fiscal Year Ended June 30, 2020
Revenues:		
Program revenues:		
Charges for services	\$ 764,071	\$ 720,693
Operating grants and contributions	2,680,483	3,020,636
Capital grants and contributions	540,980	138,981
General revenues:		
Property taxes	6,528,408	6,540,348
Investment income	63,979	115,544
Unrestricted county aid	380,693	362,085
Unrestricted state aid	4,059,828	4,363,937
Total revenues	<u>15,018,442</u>	<u>15,262,224</u>
Expenses:		
Instruction	8,405,593	8,112,581
Support services - students and staff	1,680,426	1,676,731
Support services - administration	1,970,533	1,965,021
Operation and maintenance of plant services	1,517,524	1,670,689
Student transportation services	406,253	456,014
Operation of non-instructional services	731,805	1,059,611
Interest on long-term debt	139,673	156,855
Total expenses	<u>14,851,807</u>	<u>15,097,502</u>
Changes in net position	166,635	164,722
Net position, beginning	<u>15,529,573</u>	<u>15,364,851</u>
Net position, ending	<u><u>\$ 15,696,208</u></u>	<u><u>\$ 15,529,573</u></u>

**WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2021**

GOVERNMENT-WIDE FINANCIAL ANALYSIS



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

- Capital grants and contributions increased \$401,999 primarily due to increased grant funding related to the COVID-19 pandemic being used to purchase furniture and technology to create social distancing in the classroom.
- Operation of non-instructional services expenses decreased \$327,806 primarily due to a decrease in food service expenses resulting from a 20 percent decrease in breakfast and lunch meals served.
- Operating grants and contributions decreased \$340,153 primarily due to the District no longer operating the Head Start Program and a decrease in federal meal reimbursements.

The following table presents the cost of the District's major functional activities. The table also shows each function's net cost (total cost less charges for services generated by the activities and intergovernmental aid provided for specific programs). The net cost shows the financial burden that was placed on the State and District's taxpayers by each of these functions.

**WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2021**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

	Year Ended June 30, 2021		Year Ended June 30, 2020	
	Total	Net (Expense)/	Total	Net (Expense)/
	Expenses	Revenue	Expenses	Revenue
Instruction	\$ 8,405,593	\$ (5,886,794)	\$ 8,112,581	\$ (5,814,538)
Support services - students and staff	1,680,426	(1,230,691)	1,676,731	(1,297,257)
Support services - administration	1,970,533	(1,903,424)	1,965,021	(1,808,341)
Operation and maintenance of plant services	1,517,524	(1,222,194)	1,670,689	(1,483,991)
Student transportation services	406,253	(404,924)	456,014	(431,640)
Operation of non-instructional services	731,805	(78,573)	1,059,611	(224,570)
Interest on long-term debt	139,673	(139,673)	156,855	(156,855)
Total	\$ 14,851,807	\$ (10,866,273)	\$ 15,097,502	\$ (11,217,192)

- The cost of all governmental activities this year was \$14.9 million.
- Federal and State governments and charges for services subsidized certain programs with grants and contributions and other local revenues of \$4.0 million.
- Net cost of governmental activities of \$10.9 million was financed by general revenues, which are made up of primarily property taxes of \$6.5 million and state and county aid of \$4.4 million. Investment earnings accounted for \$63,979 of funding.

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

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

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

The financial performance of the District as a whole is reflected in its governmental funds. As the District completed the year, its governmental funds reported a combined fund balance of \$6.9 million, an increase of \$41,970, or less than one percent.

**WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2021**

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

The General Fund comprises 73 percent of the total fund balance. Approximately \$4.9 million, or 97 percent of the General Fund's fund balance is unassigned.

The General Fund is the principal operating fund of the District. The fund balance increased \$1.2 million to \$5.1 million as of fiscal year end. General Fund revenues increased \$210,852, or two percent. General Fund expenditures decreased \$997,963, or ten percent, primarily due to teacher salaries and other expenses typically paid out of the General Fund being paid in the current year using COVID-19 relief funding.

The fund balance in the Other Federal Projects Fund decreased \$315,248 to a deficit of \$364,779 due to the District awaiting reimbursement for the COVID-19 related furniture and technology to create social distancing in the classroom.

The fund balance in the Debt Service Fund increased \$31,064 to \$116,061.

The fund balance in the Unrestricted Capital Outlay Fund decreased \$382,327 to \$361,776 primarily due to the expenditure of carryover funds on furniture and technology.

BUDGETARY HIGHLIGHTS

Over the course of the year, the District revised the General Fund annual expenditure budget. The difference between the original budget and the final amended budget was a \$198,189 decrease, or two percent, due to actual student count figures being less than originally estimated.

Significant variances for the final amended budget and actual revenues resulted from the District not being required by the State of Arizona to prepare a revenue budget. A schedule showing the original and final budget amounts compared to the District's actual financial activity for the General Fund is provided in this report as required supplementary information. The significant variances are summarized as follows:

- The favorable variance of \$661,254 in instruction expenditures was primarily due to less instructional supplies purchased throughout the year due to remote learning.
- The favorable variance of \$180,299 in operation and maintenance of plant services expenditures was primarily due to school-wide closures for the majority of the school year due to COVID-19.
- The favorable variance of \$154,215 in student transportation services expenditures was primarily due to transportation to and from school halting during school-wide closures due to COVID-19.

**WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2021**

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. At year end the District had invested \$42.5 million in capital assets, including school buildings, athletic facilities, buses and other vehicles, computers, and other equipment. This amount represents a net increase prior to depreciation of \$194,275 from the prior fiscal year, primarily due to the completion of building improvements. Total depreciation expense for the current fiscal year was \$1.2 million.

The following schedule presents a summary of capital asset balances for the fiscal years ended June 30, 2021 and June 30, 2020.

	As of June 30, 2021	As of June 30, 2020
Capital assets - non-depreciable	\$ 2,304,471	\$ 2,304,471
Capital assets - depreciable, net	19,656,917	20,527,785
Total	\$ 21,961,388	\$ 22,832,256

Additional information on the District's capital assets can be found in Note 6.

Debt Administration. At year-end, the District had \$3.6 million in long-term debt outstanding, \$455,000 due within one year. Long-term debt decreased by \$430,744 due to principal repayments and amortization of bond premiums.

The District's general obligation bonds are subject to two limits; the Constitutional debt limit (total debt limit) on all general obligation bonds (up to 15 percent of the total net full cash assessed valuation) and the statutory debt limit on Class B bonds (the greater of 10 percent of the net full cash assessed valuation or \$1,500 per student). The current total debt limitation for the District is \$22.8 million and the Class B debt limit is \$15.2 million, which are more than the District's total outstanding general obligation and Class B debt, respectively.

Additional information on the District's long-term debt can be found in Notes 8 and 9.

**WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2021**

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

Many factors were considered by the District's administration during the process of developing the fiscal year 2021-22 budget. Among them:

- Fiscal year 2020-21 budget balance carry forward (estimated \$440,214).
- District student population (estimated 1,023).
- Employee salaries and benefit package.
- Technology needs of the District.

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

Budgeted expenditures in the General Fund increased \$33,047, or less than one percent, to \$9.3 million in fiscal year 2021-22. No new programs were added to the 2021-22 budget.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the resources it receives. If you have questions about this report or need additional information, contact the Business and Finance Department, Wilson Elementary School District No. 7, 3025 East Fillmore Street, Phoenix, Arizona 85008.

BASIC FINANCIAL STATEMENTS

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GOVERNMENT-WIDE FINANCIAL STATEMENTS

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
STATEMENT OF NET POSITION
JUNE 30, 2021

	Governmental Activities
<u>ASSETS</u>	
Current assets:	
Cash and investments	\$ 7,035,184
Property taxes receivable	170,863
Accounts receivable	40,500
Due from governmental entities	1,498,840
Prepaid items	136,589
Total current assets	8,881,976
Noncurrent assets:	
Capital assets not being depreciated	2,304,471
Capital assets, net of accumulated depreciation	19,656,917
Total noncurrent assets	21,961,388
Total assets	30,843,364
 <u>DEFERRED OUTFLOWS OF RESOURCES</u>	
Pension plan items	2,137,649
 <u>LIABILITIES</u>	
Current liabilities:	
Accounts payable	493,747
Accrued payroll and employee benefits	355,053
Compensated absences payable	70,676
Accrued interest payable	74,381
Bonds payable	455,000
Total current liabilities	1,448,857
Noncurrent liabilities:	
Non-current portion of long-term obligations	15,288,926
Total noncurrent liabilities	15,288,926
Total liabilities	16,737,783
 <u>DEFERRED INFLOWS OF RESOURCES</u>	
Pension plan items	547,022
 <u>NET POSITION</u>	
Net investment in capital assets	18,490,756
Restricted for:	
Instruction	1,461,288
Food service	221,260
Non-instructional purposes	110,297
Debt service	129,304
Capital outlay	372,072
Unrestricted	(5,088,769)
Total net position	\$ 15,696,208

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

**WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2021**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Governmental activities:					
Instruction	\$ 8,405,593	\$ 551,761	\$ 1,528,359	\$ 438,679	\$ (5,886,794)
Support services - students and staff	1,680,426		449,735		(1,230,691)
Support services - administration	1,970,533		67,109		(1,903,424)
Operation and maintenance of plant services	1,517,524	181,974	11,055	102,301	(1,222,194)
Student transportation services	406,253		1,329		(404,924)
Operation of non-instructional services	731,805	30,336	622,896		(78,573)
Interest on long-term debt	139,673				(139,673)
Total governmental activities	<u>\$ 14,851,807</u>	<u>\$ 764,071</u>	<u>\$ 2,680,483</u>	<u>\$ 540,980</u>	<u>(10,866,273)</u>

General revenues:

Taxes:

Property taxes, levied for general purposes	5,372,713
Property taxes, levied for debt service	634,175
Property taxes, levied for capital outlay	521,520
Investment income	63,979
Unrestricted county aid	380,693
Unrestricted state aid	4,059,828
Total general revenues	<u>11,032,908</u>

Changes in net position

166,635

Net position, beginning of year

15,529,573

Net position, end of year

\$ 15,696,208

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

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FUND FINANCIAL STATEMENTS

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2021

	General	Other Federal Projects	Debt Service
<u>ASSETS</u>			
Cash and investments	\$ 3,798,997	\$	\$ 642,101
Property taxes receivable	140,627		16,584
Accounts receivable	40,500		
Due from governmental entities	956,246	325,990	
Due from other funds	514,055		
Prepaid items	136,589		
Total assets	\$ 5,587,014	\$ 325,990	\$ 658,685
 <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 107,862	\$	\$
Due to other funds		385,024	
Accrued payroll and employee benefits	285,308	17,487	
Bonds payable			455,000
Bond interest payable			74,381
Total liabilities	393,170	402,511	529,381
Deferred inflows of resources:			
Unavailable revenues - property taxes	108,418		13,243
Unavailable revenues - intergovernmental		288,258	
Total deferred inflows of resources	108,418	288,258	13,243
Fund balances (deficits):			
Nonspendable	136,589		
Restricted			116,061
Unassigned	4,948,837	(364,779)	
Total fund balances	5,085,426	(364,779)	116,061
 Total liabilities, deferred inflows of resources and fund balances	 \$ 5,587,014	 \$ 325,990	 \$ 658,685

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

<u>Unrestricted Capital Outlay</u>	<u>Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 703,691	\$ 1,890,395	\$ 7,035,184
13,652		170,863
		40,500
	216,604	1,498,840
		514,055
		136,589
<u>\$ 717,343</u>	<u>\$ 2,106,999</u>	<u>\$ 9,396,031</u>
\$ 345,271	\$ 40,614	\$ 493,747
	129,031	514,055
	52,258	355,053
		455,000
		74,381
<u>345,271</u>	<u>221,903</u>	<u>1,892,236</u>
10,296		131,957
	138,965	427,223
<u>10,296</u>	<u>138,965</u>	<u>559,180</u>
361,776	1,889,100	136,589
	(142,969)	2,366,937
		4,441,089
<u>361,776</u>	<u>1,746,131</u>	<u>6,944,615</u>
<u>\$ 717,343</u>	<u>\$ 2,106,999</u>	<u>\$ 9,396,031</u>

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WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2021

Total governmental fund balances **\$ 6,944,615**

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

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

Governmental capital assets	\$ 42,490,564	
Less accumulated depreciation	<u>(20,529,176)</u>	21,961,388

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

Property taxes	131,957	
Intergovernmental	<u>427,223</u>	559,180

Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the funds.

Deferred outflows of resources related to pensions	2,137,649	
Deferred inflows of resources related to pensions	<u>(547,022)</u>	1,590,627

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

Compensated absences payable	(209,249)	
Unamortized premium	(101,887)	
Net pension liability	(12,038,466)	
Bonds payable	<u>(3,010,000)</u>	<u>(15,359,602)</u>

Net position of governmental activities **\$ 15,696,208**

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

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2021

	<u>General</u>	<u>Other Federal Projects</u>	<u>Debt Service</u>
Revenues:			
Other local	\$ 1,093,226	\$	\$ 2,935
Property taxes	5,344,250		633,062
State aid and grants	3,541,281		
Federal aid, grants and reimbursements		1,116,121	
Total revenues	<u>9,978,757</u>	<u>1,116,121</u>	<u>635,997</u>
Expenditures:			
Current -			
Instruction	4,664,739	884,042	
Support services - students and staff	1,128,012	90,925	
Support services - administration	1,451,965	65,588	
Operation and maintenance of plant services	1,267,473	11,276	
Student transportation services	179,728	1,356	
Operation of non-instructional services	23,994	3,206	
Capital outlay	29,812	373,805	
Debt service -			
Principal retirement			455,000
Interest and fiscal charges			150,417
Total expenditures	<u>8,745,723</u>	<u>1,430,198</u>	<u>605,417</u>
Excess (deficiency) of revenues over expenditures	<u>1,233,034</u>	<u>(314,077)</u>	<u>30,580</u>
Other financing sources (uses):			
Transfers in	150,688		484
Transfers out		(1,171)	
Total other financing sources (uses)	<u>150,688</u>	<u>(1,171)</u>	<u>484</u>
Changes in fund balances	<u>1,383,722</u>	<u>(315,248)</u>	<u>31,064</u>
Fund balances (deficits), beginning of year	3,853,920	(49,531)	84,997
Increase (decrease) in reserve for prepaid items	(152,216)		
Fund balances (deficits), end of year	<u>\$ 5,085,426</u>	<u>\$ (364,779)</u>	<u>\$ 116,061</u>

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

Unrestricted Capital Outlay	Non-Major Governmental Funds	Total Governmental Funds
\$ 41,171	\$ 165,281	\$ 1,302,613
521,533		6,498,845
	674,871	4,216,152
	1,613,618	2,729,739
<u>562,704</u>	<u>2,453,770</u>	<u>14,747,349</u>
	1,553,281	7,102,062
	412,769	1,631,706
	34,292	1,551,845
	67,234	1,345,983
	8,318	189,402
	653,163	680,363
945,031	97,737	1,446,385
		455,000
		150,417
<u>945,031</u>	<u>2,826,794</u>	<u>14,553,163</u>
<u>(382,327)</u>	<u>(373,024)</u>	<u>194,186</u>
		151,172
	(150,001)	(151,172)
	(150,001)	
<u>(382,327)</u>	<u>(523,025)</u>	<u>194,186</u>
744,103	2,269,156	6,902,645
		(152,216)
<u>\$ 361,776</u>	<u>\$ 1,746,131</u>	<u>\$ 6,944,615</u>

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2021

Changes in fund balances - total governmental funds	\$	194,186
<p>Amounts reported for <i>governmental activities</i> in the Statement of Activities are different because:</p> <p>Governmental funds report the portion of capital outlay for capitalized assets as expenditures. However, in the Statement of Activities, the costs of those assets are allocated over their estimated useful lives and reported as depreciation expense.</p>		
Expenditures for capitalized assets	\$ 396,097	
Less current year depreciation	<u>(1,228,144)</u>	(832,047)
<p>Some revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.</p>		
Property taxes	29,563	
Intergovernmental	<u>241,530</u>	271,093
<p>Repayments of long-term debt principal are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.</p>		
		455,000
<p>Governmental funds report pension contributions as expenditures. However, they are reported as deferred outflows of resources in the Statement of Net Position. The change in the net pension liability, adjusted for deferred items, is reported as pension expense in the Statement of Activities.</p>		
Current year pension contributions	867,616	
Pension expense	<u>(601,824)</u>	265,792
<p>Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.</p>		
Prepaid items	(152,216)	
Loss on disposal of assets	(38,821)	
Amortization of deferred bond items	10,744	
Compensated absences	<u>(7,096)</u>	<u>(187,389)</u>
Changes in net position in governmental activities	\$	<u>166,635</u>

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

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Wilson Elementary School District No. 7 (District) have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

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

A. Reporting Entity

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

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

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

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

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

B. Government-Wide and Fund Financial Statements

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

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

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

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

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Fund Financial Statements – Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due. As permitted by generally accepted accounting principles the District applies the “early recognition” option for debt service payments. Property tax resources are provided in the Debt Service Fund during the current year for the payment of debt service principal and interest due early in the following year (less than one month). Therefore, the expenditures and related liabilities have been recognized in the current period.

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

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

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

The District reports the following major governmental funds:

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

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Other Federal Projects Fund – The Other Federal Projects Fund accounts for financial assistance received for other supplemental federal projects.

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

Unrestricted Capital Outlay Fund – The Unrestricted Capital Outlay Fund accounts for transactions relating to the acquisition of capital items.

D. Cash and Investments

A.R.S. require the District to deposit all cash with the County Treasurer, except as discussed below. Cash with the County Treasurer is pooled for investment purposes, except for cash of the Debt Service and Bond Building Funds that may be invested separately. Interest earned from investments purchased with pooled monies is allocated to each of the District's funds based on their average balances. As required by statute, interest earnings of the Bond Building Fund are recorded initially in that fund, but then transferred to the Debt Service Fund. All investments are stated at fair value.

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

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

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

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

E. Investment Income

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

F. Receivables and Payables

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds.” Interfund balances between governmental funds are eliminated on the Statement of Net Position.

All receivables, including property taxes receivable, are shown net of an allowance for uncollectibles.

G. Property Tax Calendar

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

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

H. Prepaid Items

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

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

I. Capital Assets

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

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

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

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

Land improvements	5 - 30 years
Buildings and improvements	5 - 50 years
Vehicles, furniture and equipment	3 - 20 years

J. Deferred Outflows/Inflows of Resources

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

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

K. Compensated Absences

The District's employee vacation and sick leave policies generally provide for granting vacation and sick leave with pay in varying amounts. Only benefits considered vested are recognized in the financial statements. The liability for vacation and sick leave is reported in the government-wide financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee leave, resignations and retirements. Generally, resources from the General Fund are used to pay for compensated absences.

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

L. Pensions

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

M. Long-term Obligations

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

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

N. Interfund Activity

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

O. Net Position Flow Assumption

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

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

P. Estimates

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

NOTE 2 – FUND BALANCE CLASSIFICATIONS

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

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

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

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

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

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 2 – FUND BALANCE CLASSIFICATIONS

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

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

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

	General Fund	Other Federal Projects Fund	Debt Service Fund	Unrestricted Capital Outlay Fund	Non-Major Governmental Funds
Fund Balances:					
Nonspendable:					
Prepaid items	\$ 136,589	\$	\$	\$	\$
Restricted:					
Debt service			116,061		
Capital projects				361,776	
Bond building projects					96,255
Voter approved initiatives					1,069,841
Federal and state projects					105,115
Food service					221,260
Civic center					70,073
Community school					6,299
Extracurricular activities					195,406
Insurance refund					33,035
Student activities					76,139
Other purposes					15,677
Unassigned	4,948,837	(364,779)			(142,969)
Total fund balances	\$ 5,085,426	\$ (364,779)	\$ 116,061	\$ 361,776	\$ 1,746,131

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 3 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

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

	Deficit
Major Fund:	
Other Federal Projects	\$ 364,779
Non-Major Governmental Funds:	
County, City and Town Grants	4,004
Title I Grants	45,783
Professional Development and Technology Grants	3,387
Title IV Grants	48,872
Limited English & Immigrant Students	1,930
Special Education Grants	27,590
Other State Projects	11,403

The deficits arose because of operations during the year and because of pending grant reimbursements. Additional revenues received in fiscal year 2021-22 are expected to eliminate the deficits.

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

NOTE 4 – CASH AND INVESTMENTS

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of bank failure the District’s deposits may not be returned to the District. The District does not have a deposit policy for custodial credit risk. At year end, the carrying amount of the District’s deposits was \$28,982 and the bank balance was \$220,343.

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

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

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 4 – CASH AND INVESTMENTS

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

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

	Average Maturities	Fair Value
County Treasurer’s investment pool	842 days	\$ 7,006,202

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

Credit Risk. The District has no investment policy that would further limit its investment choices. As of year end, the District’s investment in the County Treasurer’s investment pool did not receive a credit quality rating from a national rating agency.

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

NOTE 5 – RECEIVABLES

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

	General Fund	Other Federal Projects Fund	Non-Major Governmental Funds
Due from other governmental entities:			
Due from federal government	\$	\$ 325,990	\$ 205,201
Due from state government	956,246		11,403
Net due from governmental entities	\$ 956,246	\$ 325,990	\$ 216,604

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 6 – CAPITAL ASSETS

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

<u>Governmental Activities</u>	<u>Beginning Balance</u>	<u>Increase</u>	<u>Decrease</u>	<u>Ending Balance</u>
Capital assets, not being depreciated:				
Land	\$ 2,304,471	\$	\$	\$ 2,304,471
Total capital assets, not being depreciated	<u>2,304,471</u>			<u>2,304,471</u>
Capital assets, being depreciated:				
Land improvements	3,360,668		69,367	3,291,301
Buildings and improvements	32,551,504	253,677		32,805,181
Vehicles, furniture and equipment	4,079,646	142,420	132,455	4,089,611
Total capital assets being depreciated	<u>39,991,818</u>	<u>396,097</u>	<u>201,822</u>	<u>40,186,093</u>
Less accumulated depreciation for:				
Land improvements	(2,409,977)	(103,325)	(44,317)	(2,468,985)
Buildings and improvements	(14,040,686)	(897,930)		(14,938,616)
Vehicles, furniture and equipment	(3,013,370)	(226,889)	(118,684)	(3,121,575)
Total accumulated depreciation	<u>(19,464,033)</u>	<u>(1,228,144)</u>	<u>(163,001)</u>	<u>(20,529,176)</u>
Total capital assets, being depreciated, net	<u>20,527,785</u>	<u>(832,047)</u>	<u>38,821</u>	<u>19,656,917</u>
Governmental activities capital assets, net	<u>\$ 22,832,256</u>	<u>\$ (832,047)</u>	<u>\$ 38,821</u>	<u>\$ 21,961,388</u>

Depreciation expense was charged to governmental functions as follows:

Instruction	\$ 907,052
Support services – students and staff	25,219
Support services – administration	148,704
Operation and maintenance of plant services	109,984
Student transportation services	20,512
Operation of non-instructional services	16,673
Total depreciation expense – governmental activities	<u>\$ 1,228,144</u>

NOTE 7 – SHORT TERM DEBT – REVOLVING LINE OF CREDIT

The District has a \$2.5 million revolving line of credit to provide cash flow during the year to mitigate the impact of timing differences of expenditures and the receipt of state aid and property tax revenues. At year end, the District had \$2.5 million in unused line of credit.

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 8 – GENERAL OBLIGATION BONDS PAYABLE

Bonds payable at year end, consisted of the following outstanding general obligation bonds. Of the total amount originally authorized, all has been issued. The bonds are callable with interest payable semiannually. Property taxes from the Debt Service Fund are used to pay bonded debt. The District’s legal debt limit is \$22.8 million, and the available margin is \$19.4 million.

Purpose	Original Amount Issued	Interest Rates	Remaining Maturities	Outstanding Principal June 30, 2021	Due Within One Year
Governmental activities:					
School Improvement Bonds Series of 2005 A	\$ 7,070,000	4.25%	7/1/21	\$ 100,000	\$ 100,000
School Improvement Bonds Series of 2005 B	2,930,000	4.25-4.5%	7/1/21-24	865,000	205,000
School Improvement Bonds Series of 2012 A	1,900,000	4.0-5.0%	7/1/21-32	1,025,000	100,000
School Improvement Bonds Series of 2012 B	1,700,000	2.5-4.5%	7/1/21-30	1,475,000	50,000
Total				<u>\$ 3,465,000</u>	<u>\$ 455,000</u>

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

Year ending June 30:	Governmental Activities	
	Principal	Interest
2022	\$ 455,000	\$ 140,556
2023	385,000	123,600
2024	370,000	107,800
2025	380,000	91,675
2026	375,000	75,625
2027-31	1,300,000	176,375
2032-33	200,000	10,000
Total	<u>\$ 3,465,000</u>	<u>\$ 725,631</u>

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 9 – CHANGES IN LONG-TERM LIABILITIES

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

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Bonds payable:					
General obligation bonds	\$ 3,885,000	\$	\$ 420,000	\$ 3,465,000	\$ 455,000
Premium	112,631		10,744	101,887	
Total bonds payable	<u>3,997,631</u>		<u>430,744</u>	<u>3,566,887</u>	<u>455,000</u>
Net pension liability	10,647,086	1,391,380		12,038,466	
Compensated absences payable	202,153	145,573	138,477	209,249	70,676
Governmental activity long-term liabilities	<u>\$ 14,846,870</u>	<u>\$ 1,536,953</u>	<u>\$ 569,221</u>	<u>\$ 15,814,602</u>	<u>\$ 525,676</u>

NOTE 10 – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

At year end, interfund balances were as follows:

Due to/from other funds:

	General Fund
Other Federal Projects Fund	\$ 385,024
Non-Major Governmental Funds	129,031
Total Due from Other Funds	<u>\$ 514,055</u>

At year end, several funds had negative cash balances in the Treasurer’s pooled cash accounts. Negative cash on deposit with the County Treasurer was reduced by interfund borrowing with the General Fund. All interfund balances are expected to be paid within one year.

Interfund transfers:

Transfers out	Transfers in		
	General Fund	Debt Service Fund	Total
Other Federal Projects Fund	\$ 1,171	\$	\$ 1,171
Non-Major Governmental Funds	149,517	484	150,001
Total	<u>\$ 150,688</u>	<u>\$ 484</u>	<u>\$ 151,172</u>

Transfers between funds were used to (1) move federal grant funds restricted for indirect costs, and (2) move investment income earned in the Bond Building Fund that is required by statute to be expended in the Debt Service Fund.

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 11 – CONTINGENT LIABILITIES

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

NOTE 12 – RISK MANAGEMENT

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

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

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 12 – RISK MANAGEMENT

The District joined the School Medical Insurance Trust (SMIT) together with other school districts in the state for risks of loss related to employee health and accident claims. SMIT is a public entity risk pool currently operating as a common risk management and insurance program for school districts. The agreement provides that SMIT will be self-sustaining through members' premiums and will reinsure through commercial companies for claims in excess of specified amounts for each insured event.

The District continues to carry commercial insurance for all other risks of loss, including liability for student injury and student device insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

NOTE 13 – PENSIONS

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

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

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 13 – PENSIONS

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

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

*With actuarially reduced benefits

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

Contributions. In accordance with state statutes, annual actuarial valuations determine active member and employer contribution requirements. The combined active member and employer contribution rates are expected to finance the costs of benefits employees earn during the year, with an additional amount to finance any unfunded accrued liability. For the current fiscal year, active ASRS members were required by statute to contribute at the actuarially determined rate of 12.22 percent (12.04 percent for retirement and 0.18 percent for long-term disability) of the members’ annual covered payroll, and the District was required by statute to contribute at the actuarially determined rate of 12.22 percent (11.65 percent for retirement, 0.39 percent for health insurance premium benefit, and 0.18 percent for long-term disability) of the active members’ annual covered payroll. The District’s contributions to the pension plan for the year ended June 30, 2021 were \$867,616.

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 13 – PENSIONS

Employers are also required to pay an Alternate Contribution Rate (ACR), for retired members who return to work in positions that would typically be filled by an employee who contributes to ASRS. The District was required by statute to contribute at the actuarially determined rate of 10.21 percent (10.14 for retirement and 0.07 percent for long-term disability). ACR contributions are included in employer contributions presented above.

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

Pension Liability. The net pension liability was measured as of June 30, 2020. The total liability used to calculate the net liability was determined using update procedures to roll forward the total liability from an actuarial valuation as of June 30, 2019, to the measurement date of June 30, 2020. The District’s proportion of the net liability was based on the District’s actual contributions to the applicable plan relative to the total of all participating employers’ contributions to the plan for the year ended June 30, 2020.

At June 30, 2021, the District reported the following amounts for its proportionate share of the pension plan net liability. In addition, at June 30, 2020, the District’s percentage proportion for the plan and the related change from its proportion measured as of June 30, 2019 was:

<u>Net Liability</u>	<u>District % Proportion</u>	<u>Increase (Decrease)</u>
\$ 12,038,466	0.069	(0.004)

Pension Expense and Deferred Outflows/Inflows of Resources. The District has deferred outflows and inflows of resources related to the net pension liability. Certain changes in the net pension liability are recognized as pension expense over a period of time rather than the year of occurrence. The District’s pension expense for the year ended June 30, 2021 was \$601,824.

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 13 – PENSIONS

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 108,909	\$
Net difference between projected and actual earnings on pension investments	1,161,124	
Changes in proportion and differences between contributions and proportionate share of contributions		547,022
Contributions subsequent to the measurement date	867,616	
Total	\$ 2,137,649	\$ 547,022

The amounts of deferred outflows of resources resulting from contributions subsequent to the measurement date as reported in the table above will be recognized as an adjustment of the net pension liability in the year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30:		
2022	\$	(238,123)
2023		182,013
2024		419,991
2025		359,130

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

Actuarial valuation date	June 30, 2019
Actuarial roll forward date	June 30, 2020
Actuarial cost method	Entry age normal
Investment rate of return	7.5%
Inflation	2.3%
Projected salary increases	2.7-7.2%
Permanent base increases	Included
Mortality rates	2017 SRA Scale U-MP

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 13 – PENSIONS

The actuarial assumptions used in the June 30, 2019 valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2016. The purpose of the experience study was to review actual experience in relation to the actuarial assumptions in effect. The ASRS Board adopted the experience study recommended changes which were applied to the June 30, 2017, actuarial valuation.

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

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

Asset Class	Target Allocation	Long-Term Expected Geometric Real Rate of Return
Equity	50%	6.39%
Credit	20	5.44
Interest rate sensitive bonds	10	0.22
Real estate	20	5.85
Total	100%	

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

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 13 – PENSIONS

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

	1% Decrease	Current Discount Rate	1% Increase
Rate	6.5%	7.5%	8.5%
Net liability	\$ 16,462,439	\$ 12,038,466	\$ 8,340,252

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

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REQUIRED SUPPLEMENTARY INFORMATION

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL
YEAR ENDED JUNE 30, 2021

	Budgeted Amounts		Non-GAAP Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Other local	\$	\$	\$ 831,557	\$ 831,557
Property taxes			5,344,250	5,344,250
State aid and grants			3,541,281	3,541,281
Total revenues			<u>9,717,088</u>	<u>9,717,088</u>
Expenditures:				
Current -				
Instruction	5,339,450	5,294,065	4,632,811	661,254
Support services - students and staff	1,279,415	957,331	1,063,734	(106,403)
Support services - administration	1,183,886	1,281,750	1,292,427	(10,677)
Operation and maintenance of plant services	1,328,921	1,427,576	1,247,277	180,299
Student transportation services	354,131	333,943	179,728	154,215
Operation of non-instructional services	24,568	17,517	18,465	(948)
Total expenditures	<u>9,510,371</u>	<u>9,312,182</u>	<u>8,434,442</u>	<u>877,740</u>
Changes in fund balances	<u>(9,510,371)</u>	<u>(9,312,182)</u>	<u>1,282,646</u>	<u>10,594,828</u>
Fund balances, beginning of year			2,445,821	2,445,821
Increase (decrease) in reserve for prepaid items			(40,036)	(40,036)
Fund balances (deficits), end of year	<u>\$ (9,510,371)</u>	<u>\$ (9,312,182)</u>	<u>\$ 3,688,431</u>	<u>\$ 13,000,613</u>

See accompanying notes to this schedule.

**WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
OTHER FEDERAL PROJECTS
YEAR ENDED JUNE 30, 2021**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	<u>Original & Final</u>	<u>Actual</u>	
Revenues:			
Federal aid, grants and reimbursements	\$	\$ 1,116,121	\$ 1,116,121
Total revenues		<u>1,116,121</u>	<u>1,116,121</u>
Expenditures:			
Current -			
Instruction	2,052,640	884,042	1,168,598
Support services - students and staff		90,925	(90,925)
Support services - administration		65,588	(65,588)
Operation and maintenance of plant services		11,276	(11,276)
Student transportation services		1,356	(1,356)
Operation of non-instructional services		3,206	(3,206)
Capital outlay		373,805	(373,805)
Total expenditures	<u>2,052,640</u>	<u>1,430,198</u>	<u>622,442</u>
Excess (deficiency) of revenues over expenditures	<u>(2,052,640)</u>	<u>(314,077)</u>	<u>1,738,563</u>
Other financing sources (uses):			
Transfers out		(1,171)	(1,171)
Total other financing sources (uses)		<u>(1,171)</u>	<u>(1,171)</u>
Changes in fund balances	<u>(2,052,640)</u>	<u>(315,248)</u>	<u>1,737,392</u>
Fund balances (deficits), beginning of year		(49,531)	(49,531)
Fund balances (deficits), end of year	<u>\$ (2,052,640)</u>	<u>\$ (364,779)</u>	<u>\$ 1,687,861</u>

See accompanying notes to this schedule.

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
ARIZONA STATE RETIREMENT SYSTEM
LAST SEVEN FISCAL YEARS

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Measurement date	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017
District's proportion of the net pension (assets) liability	0.07%	0.07%	0.08%	0.08%
District's proportionate share of the net pension (assets) liability	\$ 12,038,466	\$ 10,647,086	\$ 10,747,158	\$ 12,509,175
District's covered payroll	\$ 7,565,852	\$ 7,704,436	\$ 7,658,587	\$ 7,826,855
District's proportionate share of the net pension (assets) liability as a percentage of its covered payroll	159.12%	138.19%	140.33%	159.82%
Plan fiduciary net position as a percentage of the total pension liability	69.33%	73.24%	73.40%	69.92%

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

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Actuarially determined contribution	\$ 867,616	\$ 866,290	\$ 861,356	\$ 834,786
Contributions in relation to the actuarially determined contribution	<u>867,616</u>	<u>866,290</u>	<u>861,356</u>	<u>834,786</u>
Contribution deficiency (excess)	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
District's covered payroll	\$ 7,447,348	\$ 7,565,852	\$ 7,704,436	\$ 7,658,587
Contributions as a percentage of covered payroll	11.65%	11.45%	11.18%	10.90%

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

See accompanying notes to this schedule.

<u>2017</u>	<u>2016</u>	<u>2015</u>
June 30, 2016	June 30, 2015	June 30, 2014
0.08%	0.08%	0.08%
\$ 12,252,637	\$ 12,144,684	\$ 11,619,226
\$ 7,113,576	\$ 7,221,331	\$ 7,052,561
172.24%	168.18%	164.75%
67.06%	68.35%	69.49%

<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 843,735	\$ 771,823	\$ 786,403
<u>843,735</u>	<u>771,823</u>	<u>786,403</u>
<u>\$</u>	<u>\$</u>	<u>\$</u>
\$ 7,826,855	\$ 7,113,576	\$ 7,221,331
10.78%	10.85%	10.89%

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WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2021

NOTE 1 – BUDGETARY BASIS OF ACCOUNTING

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

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

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

	Total Expenditures	Fund Balances End of Year
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	\$ 8,745,723	\$ 5,085,426
Activity budgeted as special revenue funds	(261,932)	(494,590)
Activity budgeted as capital projects funds	(19,330)	(923,697)
Employee insurance account	(30,019)	21,292
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – General Fund	\$ 8,434,442	\$ 3,688,431

NOTE 2 – PENSION PLAN SCHEDULES

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

Factors that Affect Trends. The actuarial assumptions used in the June 30, 2019, valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2016. The purpose of the experience study was to review actual experience in relation to the actuarial assumptions in effect. The ASRS Board adopted the experience study recommended changes which were applied to the June 30, 2017, actuarial valuation.

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

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GOVERNMENTAL FUNDS

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
COMBINING BALANCE SHEET - ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE
JUNE 30, 2021

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total Non-Major Governmental Funds</u>
<u>ASSETS</u>			
Cash and investments	\$ 1,794,140	\$ 96,255	\$ 1,890,395
Due from governmental entities	216,604		216,604
Total assets	<u>\$ 2,010,744</u>	<u>\$ 96,255</u>	<u>\$ 2,106,999</u>
 <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 40,614	\$	\$ 40,614
Due to other funds	129,031		129,031
Accrued payroll and employee benefits	52,258		52,258
Total liabilities	<u>221,903</u>		<u>221,903</u>
Deferred inflows of resources:			
Unavailable revenues - intergovernmental	138,965		138,965
Fund balances (deficits):			
Restricted	1,792,845	96,255	1,889,100
Unassigned	(142,969)		(142,969)
Total fund balances	<u>1,649,876</u>	<u>96,255</u>	<u>1,746,131</u>
 Total liabilities, deferred inflows of resources and fund balances	 <u>\$ 2,010,744</u>	 <u>\$ 96,255</u>	 <u>\$ 2,106,999</u>

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE
YEAR ENDED JUNE 30, 2021

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total Non-Major Governmental Funds</u>
Revenues:			
Other local	\$ 164,797	\$ 484	\$ 165,281
State aid and grants	674,871		674,871
Federal aid, grants and reimbursements	1,613,618		1,613,618
Total revenues	<u>2,453,286</u>	<u>484</u>	<u>2,453,770</u>
Expenditures:			
Current -			
Instruction	1,553,281		1,553,281
Support services - students and staff	412,769		412,769
Support services - administration	34,292		34,292
Operation and maintenance of plant services	67,234		67,234
Student transportation services	8,318		8,318
Operation of non-instructional services	653,163		653,163
Capital outlay	97,737		97,737
Total expenditures	<u>2,826,794</u>	<u></u>	<u>2,826,794</u>
Excess (deficiency) of revenues over expenditures	<u>(373,508)</u>	<u>484</u>	<u>(373,024)</u>
Other financing sources (uses):			
Transfers out	(149,517)	(484)	(150,001)
Total other financing sources (uses)	<u>(149,517)</u>	<u>(484)</u>	<u>(150,001)</u>
Changes in fund balances	<u>(523,025)</u>	<u></u>	<u>(523,025)</u>
Fund balances, beginning of year	2,172,901	96,255	2,269,156
Fund balances, end of year	<u>\$ 1,649,876</u>	<u>\$ 96,255</u>	<u>\$ 1,746,131</u>

SPECIAL REVENUE FUNDS

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

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

County, City, and Town Grants - to account for monies received from county, city and town grants.

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2021

	<u>Classroom Site</u>	<u>Instructional Improvement</u>	<u>County, City, and Town Grants</u>
<u>ASSETS</u>			
Cash and investments	\$ 816,043	\$ 264,936	\$
Due from governmental entities			
Total assets	\$ 816,043	\$ 264,936	\$
 <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$	\$	\$
Due to other funds			1,587
Accrued payroll and employee benefits	10,147	991	2,417
Total liabilities	10,147	991	4,004
Deferred inflows of resources:			
Unavailable revenues - intergovernmental			
Fund balances (deficits):			
Restricted	805,896	263,945	
Unassigned			(4,004)
Total fund balances	805,896	263,945	(4,004)
 Total liabilities, deferred inflows of resources and fund balances	\$ 816,043	\$ 264,936	\$

<u>Title I Grants</u>	<u>Professional Development and Technology Grants</u>	<u>Title IV Grants</u>	<u>Limited English & Immigrant Students</u>	<u>Special Education Grants</u>	<u>E-Rate</u>
\$ 72,965	\$ 3,387	\$ 48,872	\$ 1,930	\$ 27,590	\$ 92,301
<u>\$ 72,965</u>	<u>\$ 3,387</u>	<u>\$ 48,872</u>	<u>\$ 1,930</u>	<u>\$ 27,590</u>	<u>\$ 105,115</u>
\$ 54,759	\$ 3,387	\$ 30,536	\$ 1,930	\$ 25,429	\$
18,206		18,336		2,161	
<u>72,965</u>	<u>3,387</u>	<u>48,872</u>	<u>1,930</u>	<u>27,590</u>	
45,783	3,387	48,872	1,930	27,590	
(45,783)	(3,387)	(48,872)	(1,930)	(27,590)	105,115
<u>(45,783)</u>	<u>(3,387)</u>	<u>(48,872)</u>	<u>(1,930)</u>	<u>(27,590)</u>	<u>105,115</u>
<u>\$ 72,965</u>	<u>\$ 3,387</u>	<u>\$ 48,872</u>	<u>\$ 1,930</u>	<u>\$ 27,590</u>	<u>\$ 105,115</u>

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WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2021

	Other State Projects	Food Service	Civic Center
<u>ASSETS</u>			
Cash and investments	\$	\$ 210,228	\$ 70,073
Due from governmental entities	11,403	37,643	
Total assets	\$ 11,403	\$ 247,871	\$ 70,073
 <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES</u>			
<u>AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$	\$ 26,611	\$
Due to other funds	11,403		
Accrued payroll and employee benefits			
Total liabilities	11,403	26,611	
Deferred inflows of resources:			
Unavailable revenues - intergovernmental	11,403		
Fund balances (deficits):			
Restricted		221,260	70,073
Unassigned	(11,403)		
Total fund balances	(11,403)	221,260	70,073
 Total liabilities, deferred inflows of resources and fund balances	 \$ 11,403	 \$ 247,871	 \$ 70,073

<u>Community School</u>	<u>Extracurricular Activities Fees Tax Credit</u>	<u>Fingerprint</u>	<u>Textbooks</u>	<u>Insurance Refund</u>	<u>Student Activities</u>
\$ 19,269	\$ 195,406	\$ 890	\$ 14,787	\$ 33,035	\$ 77,172
<u>\$ 19,269</u>	<u>\$ 195,406</u>	<u>\$ 890</u>	<u>\$ 14,787</u>	<u>\$ 33,035</u>	<u>\$ 77,172</u>
\$ 12,970	\$	\$	\$	\$	\$ 1,033
<u>12,970</u>	<u></u>	<u></u>	<u></u>	<u></u>	<u>1,033</u>
6,299	195,406	890	14,787	33,035	76,139
<u>6,299</u>	<u>195,406</u>	<u>890</u>	<u>14,787</u>	<u>33,035</u>	<u>76,139</u>
<u>\$ 19,269</u>	<u>\$ 195,406</u>	<u>\$ 890</u>	<u>\$ 14,787</u>	<u>\$ 33,035</u>	<u>\$ 77,172</u>

(Continued)

**WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2021**

	Totals
<u>ASSETS</u>	
Cash and investments	\$ 1,794,140
Due from governmental entities	216,604
Total assets	\$ 2,010,744
 <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>	
Liabilities:	
Accounts payable	\$ 40,614
Due to other funds	129,031
Accrued payroll and employee benefits	52,258
Total liabilities	221,903
Deferred inflows of resources:	
Unavailable revenues - intergovernmental	138,965
Fund balances (deficits):	
Restricted	1,792,845
Unassigned	(142,969)
Total fund balances	1,649,876
 Total liabilities, deferred inflows of resources and fund balances	 \$ 2,010,744

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WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2021

	Classroom Site	Instructional Improvement	County, City, and Town Grants
Revenues:			
Other local	\$ 10,920	\$ 4,057	\$ 3,292
State aid and grants	523,858	45,736	
Federal aid, grants and reimbursements			
Total revenues	534,778	49,793	3,292
Expenditures:			
Current -			
Instruction	793,708	122,542	3,253
Support services - students and staff	28,916	2,464	
Support services - administration		10,245	
Operation and maintenance of plant services			
Student transportation services			429
Operation of non-instructional services			5,240
Capital outlay			
Total expenditures	822,624	135,251	8,922
Excess (deficiency) of revenues over expenditures	(287,846)	(85,458)	(5,630)
Other financing sources (uses):			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	(287,846)	(85,458)	(5,630)
Fund balances (deficits), beginning of year	1,093,742	349,403	1,626
Fund balances (deficits), end of year	\$ 805,896	\$ 263,945	\$ (4,004)

<u>Title I Grants</u>	<u>Professional Development and Technology Grants</u>	<u>Title IV Grants</u>	<u>Limited English & Immigrant Students</u>	<u>Special Education Grants</u>	<u>E-Rate</u>
\$	\$	\$	\$	\$	\$ 1,884
510,985	29,935	134,249	28,607	191,054	102,301
<u>510,985</u>	<u>29,935</u>	<u>134,249</u>	<u>28,607</u>	<u>191,054</u>	<u>104,185</u>
417,511		76,722	28,077	104,083	
88,269	29,315	31,398	1,300	100,838	9,799
2,412		450			19,568
					60,695
		18,201		3,593	45,000
<u>508,192</u>	<u>29,315</u>	<u>126,771</u>	<u>29,377</u>	<u>208,514</u>	<u>135,062</u>
<u>2,793</u>	<u>620</u>	<u>7,478</u>	<u>(770)</u>	<u>(17,460)</u>	<u>(30,877)</u>
<u>(14,789)</u>	<u>(853)</u>	<u>(2,637)</u>	<u>(817)</u>	<u>(6,067)</u>	
<u>(14,789)</u>	<u>(853)</u>	<u>(2,637)</u>	<u>(817)</u>	<u>(6,067)</u>	
<u>(11,996)</u>	<u>(233)</u>	<u>4,841</u>	<u>(1,587)</u>	<u>(23,527)</u>	<u>(30,877)</u>
<u>(33,787)</u>	<u>(3,154)</u>	<u>(53,713)</u>	<u>(343)</u>	<u>(4,063)</u>	<u>135,992</u>
<u>\$ (45,783)</u>	<u>\$ (3,387)</u>	<u>\$ (48,872)</u>	<u>\$ (1,930)</u>	<u>\$ (27,590)</u>	<u>\$ 105,115</u>

(Continued)

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2021

	Other State Projects	Food Service	Civic Center
Revenues:			
Other local	\$	\$ 5,312	\$ 6,595
State aid and grants	105,277		
Federal aid, grants and reimbursements		616,487	
Total revenues	105,277	621,799	6,595
Expenditures:			
Current -			
Instruction		785	
Support services - students and staff	116,680	1,617	
Support services - administration		6,539	
Operation and maintenance of plant services		7,889	
Student transportation services		622,851	
Operation of non-instructional services		30,943	
Capital outlay		670,624	
Total expenditures	116,680	670,624	
Excess (deficiency) of revenues over expenditures	(11,403)	(48,825)	6,595
Other financing sources (uses):			
Transfers out		(124,354)	
Total other financing sources (uses)		(124,354)	
Changes in fund balances	(11,403)	(173,179)	6,595
Fund balances (deficits), beginning of year		394,439	63,478
Fund balances (deficits), end of year	\$ (11,403)	\$ 221,260	\$ 70,073

<u>Community School</u>	<u>Extracurricular Activities Fees Tax Credit</u>	<u>Fingerprint</u>	<u>Textbooks</u>	<u>Insurance Refund</u>	<u>Student Activities</u>
\$ 33,850	\$ 49,857	\$ 6	\$ 2,153	\$ 238	\$ 46,633
<u>33,850</u>	<u>49,857</u>	<u>6</u>	<u>2,153</u>	<u>238</u>	<u>46,633</u>
	2,178				5,207 3,005
25,072					
<u>25,072</u>	<u>2,178</u>				<u>8,212</u>
<u>8,778</u>	<u>47,679</u>	<u>6</u>	<u>2,153</u>	<u>238</u>	<u>38,421</u>
<u>8,778</u>	<u>47,679</u>	<u>6</u>	<u>2,153</u>	<u>238</u>	<u>38,421</u>
(2,479)	147,727	884	12,634	32,797	37,718
<u>\$ 6,299</u>	<u>\$ 195,406</u>	<u>\$ 890</u>	<u>\$ 14,787</u>	<u>\$ 33,035</u>	<u>\$ 76,139</u>

(Continued)

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2021

	Totals
Revenues:	
Other local	\$ 164,797
State aid and grants	674,871
Federal aid, grants and reimbursements	1,613,618
Total revenues	2,453,286
Expenditures:	
Current -	
Instruction	1,553,281
Support services - students and staff	412,769
Support services - administration	34,292
Operation and maintenance of plant services	67,234
Student transportation services	8,318
Operation of non-instructional services	653,163
Capital outlay	97,737
Total expenditures	2,826,794
Excess (deficiency) of revenues over expenditures	(373,508)
Other financing sources (uses):	
Transfers out	(149,517)
Total other financing sources (uses)	(149,517)
Changes in fund balances	(523,025)
Fund balances (deficits), beginning of year	2,172,901
Fund balances, end of year	\$ 1,649,876

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WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2021

	Classroom Site		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$ 10,920	\$ 10,920
State aid and grants		523,858	523,858
Federal aid, grants and reimbursements			
Total revenues		534,778	534,778
Expenditures:			
Current -			
Instruction	1,679,510	793,708	885,802
Support services - students and staff	17,000	28,916	(11,916)
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	1,696,510	822,624	873,886
Excess (deficiency) of revenues over expenditures	(1,696,510)	(287,846)	1,408,664
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	(1,696,510)	(287,846)	1,408,664
Fund balances (deficits), beginning of year		1,093,742	1,093,742
Fund balances (deficits), end of year	\$ (1,696,510)	\$ 805,896	\$ 2,502,406

Instructional Improvement			County, City, and Town Grants		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 4,057	\$ 4,057	\$	\$ 3,292	\$ 3,292
	45,736	45,736			
	<u>49,793</u>	<u>49,793</u>		<u>3,292</u>	<u>3,292</u>
359,256	122,542	236,714		3,253	(3,253)
	2,464	(2,464)			
	10,245	(10,245)			
				429	(429)
			25,000	5,240	19,760
<u>359,256</u>	<u>135,251</u>	<u>224,005</u>	<u>25,000</u>	<u>8,922</u>	<u>16,078</u>
<u>(359,256)</u>	<u>(85,458)</u>	<u>273,798</u>	<u>(25,000)</u>	<u>(5,630)</u>	<u>19,370</u>
<u>(359,256)</u>	<u>(85,458)</u>	<u>273,798</u>	<u>(25,000)</u>	<u>(5,630)</u>	<u>19,370</u>
	349,403	349,403		1,626	1,626
<u>\$ (359,256)</u>	<u>\$ 263,945</u>	<u>\$ 623,201</u>	<u>\$ (25,000)</u>	<u>\$ (4,004)</u>	<u>\$ 20,996</u>

(Continued)

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2021

	Title I Grants		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		510,985	510,985
Total revenues		<u>510,985</u>	<u>510,985</u>
Expenditures:			
Current -			
Instruction	642,157	417,511	224,646
Support services - students and staff		88,269	(88,269)
Support services - administration		2,412	(2,412)
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	<u>642,157</u>	<u>508,192</u>	<u>133,965</u>
Excess (deficiency) of revenues over expenditures	<u>(642,157)</u>	<u>2,793</u>	<u>644,950</u>
Other financing sources (uses):			
Transfers in			
Transfers out		(14,789)	(14,789)
Total other financing sources (uses)		<u>(14,789)</u>	<u>(14,789)</u>
Changes in fund balances	<u>(642,157)</u>	<u>(11,996)</u>	<u>630,161</u>
Fund balances (deficits), beginning of year		(33,787)	(33,787)
Fund balances (deficits), end of year	<u>\$ (642,157)</u>	<u>\$ (45,783)</u>	<u>\$ 596,374</u>

<u>Professional Development and Technology Grants</u>			<u>Title IV Grants</u>		
<u>Budget</u>	<u>Actual</u>	<u>Variance - Positive (Negative)</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance - Positive (Negative)</u>
\$	\$	\$	\$	\$	\$
	29,935	29,935		134,249	134,249
	29,935	29,935		134,249	134,249
29,844	29,315	529	207,419	76,722	130,697
				31,398	(31,398)
				450	(450)
				18,201	(18,201)
29,844	29,315	529	207,419	126,771	80,648
(29,844)	620	30,464	(207,419)	7,478	214,897
	(853)	(853)		(2,637)	(2,637)
	(853)	(853)		(2,637)	(2,637)
(29,844)	(233)	29,611	(207,419)	4,841	212,260
	(3,154)	(3,154)		(53,713)	(53,713)
\$ (29,844)	\$ (3,387)	\$ 26,457	\$ (207,419)	\$ (48,872)	\$ 158,547

(Continued)

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2021

	Limited English & Immigrant Students		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		28,607	28,607
Total revenues		28,607	28,607
Expenditures:			
Current -			
Instruction	57,284	28,077	29,207
Support services - students and staff		1,300	(1,300)
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	57,284	29,377	27,907
Excess (deficiency) of revenues over expenditures	(57,284)	(770)	56,514
Other financing sources (uses):			
Transfers in			
Transfers out		(817)	(817)
Total other financing sources (uses)		(817)	(817)
Changes in fund balances	(57,284)	(1,587)	55,697
Fund balances (deficits), beginning of year		(343)	(343)
Fund balances (deficits), end of year	\$ (57,284)	\$ (1,930)	\$ 55,354

Special Education Grants			Medicaid Reimbursement		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$ 470	\$ 470
	191,054	191,054		470	470
	191,054	191,054			
283,899	104,083	179,816		265	(265)
	100,838	(100,838)	116,988	723	116,265
	3,593	(3,593)			
283,899	208,514	75,385	116,988	988	116,000
(283,899)	(17,460)	266,439	(116,988)	(518)	116,470
	(6,067)	(6,067)			
	(6,067)	(6,067)			
(283,899)	(23,527)	260,372	(116,988)	(518)	116,470
	(4,063)	(4,063)		147,263	147,263
\$ (283,899)	\$ (27,590)	\$ 256,309	\$ (116,988)	\$ 146,745	\$ 263,733

(Continued)

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2021

	E-Rate		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$ 1,884	\$ 1,884
State aid and grants			
Federal aid, grants and reimbursements		102,301	102,301
Total revenues		<u>104,185</u>	<u>104,185</u>
Expenditures:			
Current -			
Instruction			
Support services - students and staff		9,799	(9,799)
Support services - administration		19,568	(19,568)
Operation and maintenance of plant services	69,121	60,695	8,426
Student transportation services			
Operation of non-instructional services			
Capital outlay		45,000	(45,000)
Total expenditures	<u>69,121</u>	<u>135,062</u>	<u>(65,941)</u>
Excess (deficiency) of revenues over expenditures	<u>(69,121)</u>	<u>(30,877)</u>	<u>38,244</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	<u>(69,121)</u>	<u>(30,877)</u>	<u>38,244</u>
Fund balances (deficits), beginning of year		135,992	135,992
Fund balances (deficits), end of year	<u>\$ (69,121)</u>	<u>\$ 105,115</u>	<u>\$ 174,236</u>

Other State Projects			Food Service		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	105,277	105,277		5,312	5,312
	<u>105,277</u>	<u>105,277</u>		<u>616,487</u>	<u>616,487</u>
				<u>621,799</u>	<u>621,799</u>
158,809	116,680	42,129		785	(785)
				1,617	(1,617)
				6,539	(6,539)
				7,889	(7,889)
			774,545	622,851	151,694
				<u>30,943</u>	<u>(30,943)</u>
<u>158,809</u>	<u>116,680</u>	<u>42,129</u>	<u>774,545</u>	<u>670,624</u>	<u>103,921</u>
<u>(158,809)</u>	<u>(11,403)</u>	<u>147,406</u>	<u>(774,545)</u>	<u>(48,825)</u>	<u>725,720</u>
				<u>(124,354)</u>	<u>(124,354)</u>
				<u>(124,354)</u>	<u>(124,354)</u>
<u>(158,809)</u>	<u>(11,403)</u>	<u>147,406</u>	<u>(774,545)</u>	<u>(173,179)</u>	<u>601,366</u>
				394,439	394,439
<u>\$ (158,809)</u>	<u>\$ (11,403)</u>	<u>\$ 147,406</u>	<u>\$ (774,545)</u>	<u>\$ 221,260</u>	<u>\$ 995,805</u>

(Continued)

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2021

	Civic Center		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 6,595	\$ 6,595
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues	6,595	6,595	6,595
Expenditures:			
Current -			
Instruction			
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services	60,961		60,961
Capital outlay			
Total expenditures	60,961		60,961
Excess (deficiency) of revenues over expenditures	(60,961)	6,595	67,556
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	(60,961)	6,595	67,556
Fund balances (deficits), beginning of year		63,478	63,478
Fund balances (deficits), end of year	\$ (60,961)	\$ 70,073	\$ 131,034

Community School			Auxiliary Operations		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 33,850	\$ 33,850	\$	\$ 572	\$ 572
	<u>33,850</u>	<u>33,850</u>		<u>572</u>	<u>572</u>
			10,000		10,000
37,000	25,072	11,928			
<u>37,000</u>	<u>25,072</u>	<u>11,928</u>	<u>10,000</u>		<u>10,000</u>
<u>(37,000)</u>	<u>8,778</u>	<u>45,778</u>	<u>(10,000)</u>	<u>572</u>	<u>10,572</u>
<u>(37,000)</u>	<u>8,778</u>	<u>45,778</u>	<u>(10,000)</u>	<u>572</u>	<u>10,572</u>
	(2,479)	(2,479)		22,545	22,545
<u>\$ (37,000)</u>	<u>\$ 6,299</u>	<u>\$ 43,299</u>	<u>\$ (10,000)</u>	<u>\$ 23,117</u>	<u>\$ 33,117</u>

(Continued)

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2021

	Extracurricular Activities Fees Tax Credit		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 49,857	\$ 49,857
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues	_____	49,857	49,857
Expenditures:			
Current -			
Instruction	119,832	2,178	117,654
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	119,832	2,178	117,654
Excess (deficiency) of revenues over expenditures	(119,832)	47,679	167,511
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)	_____	_____	_____
Changes in fund balances	(119,832)	47,679	167,511
Fund balances (deficits), beginning of year		147,727	147,727
Fund balances (deficits), end of year	\$ (119,832)	\$ 195,406	\$ 315,238

Gifts and Donations			Fingerprint		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 44,463	\$ 44,463	\$	\$ 6	\$ 6
	<u>44,463</u>	<u>44,463</u>		<u>6</u>	<u>6</u>
102,000	25,611	76,389			
	7,398	(7,398)			
	725	(725)			
	5,529	(5,529)			
<u>102,000</u>	<u>29,812</u>	<u>72,188</u>			
<u>204,000</u>	<u>69,075</u>	<u>134,925</u>			
<u>(204,000)</u>	<u>(24,612)</u>	<u>179,388</u>		<u>6</u>	<u>6</u>
<u>(204,000)</u>	<u>(24,612)</u>	<u>179,388</u>		<u>6</u>	<u>6</u>
	165,340	165,340		884	884
<u>\$ (204,000)</u>	<u>\$ 140,728</u>	<u>\$ 344,728</u>	<u>\$</u>	<u>\$ 890</u>	<u>\$ 890</u>

(Continued)

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2021

	Textbooks		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$ 2,153	\$ 2,153
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues		2,153	2,153
Expenditures:			
Current -			
Instruction			
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures			
Excess (deficiency) of revenues over expenditures		2,153	2,153
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances		2,153	2,153
Fund balances (deficits), beginning of year		12,634	12,634
Fund balances (deficits), end of year	\$	\$ 14,787	\$ 14,787

Indirect Costs			Insurance Refund		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 26,674	\$ 26,674	\$	\$ 238	\$ 238
	<u>26,674</u>	<u>26,674</u>		<u>238</u>	<u>238</u>
	6,052	(6,052)			
	56,157	(56,157)			
474,328	128,794	345,534			
	866	(866)			
<u>474,328</u>	<u>191,869</u>	<u>282,459</u>			
<u>(474,328)</u>	<u>(165,195)</u>	<u>309,133</u>		<u>238</u>	<u>238</u>
	150,688	150,688			
	<u>150,688</u>	<u>150,688</u>			
<u>(474,328)</u>	<u>(14,507)</u>	<u>459,821</u>		<u>238</u>	<u>238</u>
	198,507	198,507		32,797	32,797
<u>\$ (474,328)</u>	<u>\$ 184,000</u>	<u>\$ 658,328</u>	<u>\$</u>	<u>\$ 33,035</u>	<u>\$ 33,035</u>

(Continued)

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2021

	Student Activities		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$ 46,633	\$ 46,633
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues	35,000	46,633	46,633
Expenditures:			
Current -			
Instruction	35,000	5,207	29,793
Support services - students and staff		3,005	(3,005)
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	35,000	8,212	26,788
Excess (deficiency) of revenues over expenditures	(35,000)	38,421	73,421
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	(35,000)	38,421	73,421
Fund balances (deficits), beginning of year		37,718	37,718
Fund balances (deficits), end of year	\$ (35,000)	\$ 76,139	\$ 111,139

Totals		
Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 236,976	\$ 236,976
	674,871	674,871
	<u>1,613,618</u>	<u>1,613,618</u>
	<u>2,525,465</u>	<u>2,525,465</u>
3,496,357	1,585,209	1,911,148
322,641	477,047	(154,406)
474,328	163,811	310,517
69,121	68,100	1,021
	8,318	(8,318)
897,506	658,692	238,814
<u>102,000</u>	<u>127,549</u>	<u>(25,549)</u>
<u>5,361,953</u>	<u>3,088,726</u>	<u>2,273,227</u>
<u>(5,361,953)</u>	<u>(563,261)</u>	<u>4,798,692</u>
	150,688	150,688
	<u>(149,517)</u>	<u>(149,517)</u>
	<u>1,171</u>	<u>1,171</u>
<u>(5,361,953)</u>	<u>(562,090)</u>	<u>4,799,863</u>
	2,706,556	2,706,556
<u>\$ (5,361,953)</u>	<u>\$ 2,144,466</u>	<u>\$ 7,506,419</u>

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DEBT SERVICE FUND

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

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL DEBT SERVICE FUND
YEAR ENDED JUNE 30, 2021

	Debt Service		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$ 2,935	\$ 2,935
Property taxes		633,062	633,062
Total revenues		<u>635,997</u>	<u>635,997</u>
Expenditures:			
Debt service -			
Principal retirement	455,000	455,000	
Interest and fiscal charges	295,000	150,417	144,583
Total expenditures	<u>750,000</u>	<u>605,417</u>	<u>144,583</u>
Excess (deficiency) of revenues over expenditures	<u>(750,000)</u>	<u>30,580</u>	<u>780,580</u>
Other financing sources (uses):			
Transfers in		484	484
Total other financing sources (uses)		<u>484</u>	<u>484</u>
Changes in fund balances	<u>(750,000)</u>	<u>31,064</u>	<u>781,064</u>
Fund balances, beginning of year		84,997	84,997
Fund balances (deficits), end of year	<u>\$ (750,000)</u>	<u>\$ 116,061</u>	<u>\$ 866,061</u>

CAPITAL PROJECTS FUNDS

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

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

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

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

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

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

**WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
BALANCE SHEET - NON-MAJOR CAPITAL PROJECTS FUND
JUNE 30, 2021**

	<u>Bond Building</u>
<u>ASSETS</u>	
Cash and investments	\$ 96,255
Total assets	<u>\$ 96,255</u>
<u>LIABILITIES AND FUND BALANCES</u>	
Fund balances:	
Restricted	\$ 96,255
Total fund balances	<u>96,255</u>
Total liabilities and fund balances	<u>\$ 96,255</u>

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR CAPITAL PROJECTS FUND
YEAR ENDED JUNE 30, 2021

	<u>Bond Building</u>
Revenues:	
Other local	\$ 484
Total revenues	484
Excess (deficiency) of revenues over expenditures	484
Other financing sources (uses):	
Transfers out	(484)
Total other financing sources (uses)	(484)
Changes in fund balances	
Fund balances, beginning of year	96,255
Fund balances, end of year	\$ 96,255

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2021

	School Plant		Variance - Positive (Negative)
	Budget	Non-GAAP Actual	
Revenues:			
Other local	\$	\$ 180,684	\$ 180,684
Property taxes			
Total revenues		<u>180,684</u>	<u>180,684</u>
Expenditures:			
Current -			
Operation and maintenance of plant services	645,000	19,330	625,670
Capital outlay			
Total expenditures	<u>645,000</u>	<u>19,330</u>	<u>625,670</u>
Excess (deficiency) of revenues over expenditures	<u>(645,000)</u>	<u>161,354</u>	<u>806,354</u>
Other financing sources (uses):			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	<u>(645,000)</u>	<u>161,354</u>	<u>806,354</u>
Fund balances, beginning of year		686,069	686,069
Increase (decrease) in reserve for prepaid items		(112,180)	(112,180)
Fund balances (deficits), end of year	<u>\$ (645,000)</u>	<u>\$ 735,243</u>	<u>\$ 1,380,243</u>

Insurance Proceeds			Litigation Recovery		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 324	\$ 324	\$	\$ 1,728	\$ 1,728
	<u>324</u>	<u>324</u>		<u>1,728</u>	<u>1,728</u>
	<u>324</u>	<u>324</u>		<u>1,728</u>	<u>1,728</u>
	<u>324</u>	<u>324</u>		<u>1,728</u>	<u>1,728</u>
	44,690	44,690		141,712	141,712
<u>\$</u>	<u>\$ 45,014</u>	<u>\$ 45,014</u>	<u>\$</u>	<u>\$ 143,440</u>	<u>\$ 143,440</u>

(Continued)

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2021

	Unrestricted Capital Outlay		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 41,171	\$ 41,171
Property taxes		521,533	521,533
Total revenues		562,704	562,704
Expenditures:			
Current -			
Operation and maintenance of plant services			
Capital outlay	1,036,201	945,031	91,170
Total expenditures	1,036,201	945,031	91,170
Excess (deficiency) of revenues over expenditures	(1,036,201)	(382,327)	653,874
Other financing sources (uses):			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	(1,036,201)	(382,327)	653,874
Fund balances, beginning of year		744,103	744,103
Increase (decrease) in reserve for prepaid items			
Fund balances (deficits), end of year	\$ (1,036,201)	\$ 361,776	\$ 1,397,977

<u>Bond Building</u>			<u>Building Renewal Grant</u>		
<u>Budget</u>	<u>Actual</u>	<u>Variance - Positive (Negative)</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance - Positive (Negative)</u>
\$	\$ 484	\$ 484	\$	\$	\$
	<u>484</u>	<u>484</u>			
			<u>7,500</u>		<u>7,500</u>
			<u>7,500</u>		<u>7,500</u>
	<u>484</u>	<u>484</u>	<u>(7,500)</u>		<u>7,500</u>
	<u>(484)</u>	<u>(484)</u>			
	<u>(484)</u>	<u>(484)</u>			
			<u>(7,500)</u>		<u>7,500</u>
	96,255	96,255			
<u>\$</u>	<u>\$ 96,255</u>	<u>\$ 96,255</u>	<u>\$ (7,500)</u>	<u>\$</u>	<u>\$ 7,500</u>

(Continued)

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2021

	Totals		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 224,391	\$ 224,391
Property taxes		521,533	521,533
Total revenues		<u>745,924</u>	<u>745,924</u>
Expenditures:			
Current -			
Operation and maintenance of plant services	645,000	19,330	625,670
Capital outlay	1,043,701	945,031	98,670
Total expenditures	<u>1,688,701</u>	<u>964,361</u>	<u>724,340</u>
Excess (deficiency) of revenues over expenditures	<u>(1,688,701)</u>	<u>(218,437)</u>	<u>1,470,264</u>
Other financing sources (uses):			
Transfers out		(484)	(484)
Total other financing sources (uses)		<u>(484)</u>	<u>(484)</u>
Changes in fund balances	<u>(1,688,701)</u>	<u>(218,921)</u>	<u>1,469,780</u>
Fund balances, beginning of year		1,712,829	1,712,829
Increase (decrease) in reserve for prepaid items		(112,180)	(112,180)
Fund balances (deficits), end of year	<u>\$ (1,688,701)</u>	<u>\$ 1,381,728</u>	<u>\$ 3,070,429</u>

STATISTICAL SECTION

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

Financial Trends

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

Revenue Capacity

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

Debt Capacity

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

Demographic and Economic Information

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

Operating Information

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

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

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Net Position:					
Net investment in capital assets	\$ 18,490,756	\$ 18,930,880	\$ 19,283,466	\$ 19,784,122	\$ 20,199,199
Restricted	2,294,221	3,173,026	2,515,573	2,697,296	4,515,647
Unrestricted	<u>(5,088,769)</u>	<u>(6,574,333)</u>	<u>(6,447,687)</u>	<u>(7,655,722)</u>	<u>(7,836,389)</u>
Total net position	<u><u>\$ 15,696,208</u></u>	<u><u>\$ 15,529,573</u></u>	<u><u>\$ 15,351,352</u></u>	<u><u>\$ 14,825,696</u></u>	<u><u>\$ 16,878,457</u></u>
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Net Position:					
Net investment in capital assets	\$ 20,965,504	\$ 21,476,124	\$ 22,495,079	\$ 23,396,378	\$ 24,369,501
Restricted	3,795,160	4,234,113	3,158,431	3,455,933	2,942,242
Unrestricted	<u>(8,822,880)</u>	<u>(10,670,841)</u>	<u>3,035,743</u>	<u>3,442,709</u>	<u>3,598,098</u>
Total net position	<u><u>\$ 15,937,784</u></u>	<u><u>\$ 15,039,396</u></u>	<u><u>\$ 28,689,253</u></u>	<u><u>\$ 30,295,020</u></u>	<u><u>\$ 30,909,841</u></u>

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

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	Fiscal Year Ended June 30				
	2021	2020	2019	2018	2017
Expenses					
Instruction	\$ 8,405,593	\$ 8,112,581	\$ 7,828,753	\$ 8,407,481	\$ 8,249,707
Support services - students and staff	1,680,426	1,676,731	1,541,987	1,578,166	1,800,203
Support services - administration	1,970,533	1,965,021	1,853,359	2,027,781	1,605,536
Operation and maintenance of plant services	1,517,524	1,670,689	1,579,713	1,665,081	1,750,964
Student transportation services	406,253	456,014	493,532	633,032	415,506
Operation of non-instructional services	731,805	1,059,611	811,577	855,459	820,163
Interest on long-term debt	139,673	156,855	176,880	197,505	216,500
Total expenses	14,851,807	15,097,502	14,285,801	15,364,505	14,858,579
Program Revenues					
Charges for services:					
Instruction	551,761	546,475	517,527	369,879	276,195
Operation of non-instructional services	30,336	39,778	17,260	47,537	46,423
Other activities	181,974	134,440			
Operating grants and contributions	2,680,483	3,020,636	3,123,721	3,419,434	4,293,534
Capital grants and contributions	540,980	138,981	72,176	123,051	4,266
Total program revenues	3,985,534	3,880,310	3,730,684	3,959,901	4,620,418
Net (Expense)/Revenue	\$ (10,866,273)	\$ (11,217,192)	\$ (10,555,117)	\$ (11,404,604)	\$ (10,238,161)

(Continued)

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Expenses					
Instruction	\$ 7,712,209	\$ 7,832,833	\$ 7,732,734	\$ 7,940,289	\$ 7,568,140
Support services - students and staff	1,592,429	1,792,102	1,837,414	1,886,538	1,600,467
Support services - administration	1,590,197	1,551,643	1,483,330	1,448,972	1,432,779
Operation and maintenance of plant services	1,583,438	1,570,662	1,608,197	1,710,272	1,582,060
Student transportation services	366,893	366,295	396,751	383,604	358,637
Operation of non-instructional services	824,576	756,655	767,656	726,337	747,170
Interest on long-term debt	233,505	243,707	197,590	140,456	118,224
Total expenses	<u>13,903,247</u>	<u>14,113,897</u>	<u>14,023,672</u>	<u>14,236,468</u>	<u>13,407,477</u>
Program Revenues					
Charges for services:					
Instruction	408,928	290,870	318,120	303,650	177,193
Operation of non-instructional services	8,915	2,079	11,149	23,216	97,265
Other activities		57,169	26,200	2,650	32,659
Operating grants and contributions	3,797,689	3,241,819	3,050,425	3,237,269	3,233,576
Capital grants and contributions	41,579	166,225	20,653	21,595	73,012
Total program revenues	<u>4,257,111</u>	<u>3,758,162</u>	<u>3,426,547</u>	<u>3,588,380</u>	<u>3,613,705</u>
Net (Expense)/Revenue	<u>\$ (9,646,136)</u>	<u>\$ (10,355,735)</u>	<u>\$ (10,597,125)</u>	<u>\$ (10,648,088)</u>	<u>\$ (9,793,772)</u>

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

(Concluded)

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	Fiscal Year Ended June 30				
	2021	2020	2019	2018	2017
Net (Expense)/Revenue	\$ (10,866,273)	\$ (11,217,192)	\$ (10,555,117)	\$ (11,404,604)	\$ (10,238,161)
General Revenues:					
Taxes:					
Property taxes, levied for general purposes	5,372,713	4,891,632	5,086,597	4,986,522	5,398,469
Property taxes, levied for debt service	634,175	633,481	707,170	280,695	973,556
Property taxes, levied for capital outlay	521,520	1,015,235	411,060	450,066	742,272
Investment income	63,979	115,544	87,300	80,210	40,814
Unrestricted county aid	380,693	362,085	400,296	308,455	351,730
Unrestricted state aid	4,059,828	4,363,937	4,388,350	3,243,949	3,671,993
Total general revenues	11,032,908	11,381,914	11,080,773	9,349,897	11,178,834
Changes in Net Position	\$ 166,635	\$ 164,722	\$ 525,656	\$ (2,054,707)	\$ 940,673

(Continued)

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Net (Expense)/Revenue	\$ (9,646,136)	\$ (10,355,735)	\$ (10,597,125)	\$ (10,648,088)	\$ (9,793,772)
General Revenues:					
Taxes:					
Property taxes, levied for general purposes	4,917,026	4,520,751	4,521,958	5,250,001	6,400,254
Property taxes, levied for debt service	724,654	594,897	415,428	341,170	324,302
Property taxes, levied for capital outlay	721,584	470,794	457,803	1,080,308	1,150,147
Investment income	35,094	34,184	30,054	16,393	9,996
Unrestricted county aid	344,777	336,468	302,645	294,474	279,845
Unrestricted state aid	3,801,389	3,526,477	3,263,446	3,047,640	3,257,460
Unrestricted federal aid		3,256	24	3,281	11,583
Total general revenues	<u>10,544,524</u>	<u>9,486,827</u>	<u>8,991,358</u>	<u>10,033,267</u>	<u>11,433,587</u>
Changes in Net Position	<u>\$ 898,388</u>	<u>\$ (868,908)</u>	<u>\$ (1,605,767)</u>	<u>\$ (614,821)</u>	<u>\$ 1,639,815</u>

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

(Concluded)

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
General Fund:					
Nonspendable	\$ 136,589	\$ 288,805	\$ 121,399	\$ 322,505	\$ 213,619
Restricted			138,262	135,271	132,479
Unassigned	4,948,837	3,565,115	3,722,433	3,015,182	3,340,891
Total General Fund	\$ 5,085,426	\$ 3,853,920	\$ 3,982,094	\$ 3,472,958	\$ 3,686,989
All Other Governmental Funds:					
Restricted	\$ 2,366,937	\$ 3,195,795	\$ 2,456,810	\$ 2,572,664	\$ 5,274,574
Unassigned	(507,748)	(147,070)	(241,006)	(76,088)	
Total all other governmental funds	\$ 1,859,189	\$ 3,048,725	\$ 2,215,804	\$ 2,496,576	\$ 5,274,574

(Continued)

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
General Fund:					
Nonspendable	\$ 165,514	\$ 182,580	\$ 635,660	\$ 702,103	\$ 1,108,004
Restricted	129,959	128,765	148,300	147,519	146,037
Unassigned	2,920,585	2,395,902	2,239,560	2,705,412	1,983,106
Total General Fund	<u>\$ 3,216,058</u>	<u>\$ 2,707,247</u>	<u>\$ 3,023,520</u>	<u>\$ 3,555,034</u>	<u>\$ 3,237,147</u>
All Other Governmental Funds:					
Restricted	\$ 4,942,250	\$ 5,535,031	\$ 4,547,006	\$ 3,107,209	\$ 2,569,493
Unassigned			(38,913)	(104,039)	
Total all other governmental funds	<u>\$ 4,942,250</u>	<u>\$ 5,535,031</u>	<u>\$ 4,508,093</u>	<u>\$ 3,003,170</u>	<u>\$ 2,569,493</u>

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

(Concluded)

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
GOVERNMENTAL FUNDS REVENUES
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Federal sources:					
Federal grants	\$ 2,113,252	\$ 2,241,475	\$ 2,173,266	\$ 2,475,066	\$ 3,288,904
National School Lunch Program	616,487	782,792	889,092	875,025	786,221
Total federal sources	<u>2,729,739</u>	<u>3,024,267</u>	<u>3,062,358</u>	<u>3,350,091</u>	<u>4,075,125</u>
State sources:					
State equalization assistance	3,541,281	3,716,079	3,755,253	2,654,860	3,171,661
State grants	105,277	9,108			59,288
Other revenues	569,594	647,858	633,097	589,089	500,332
Total state sources	<u>4,216,152</u>	<u>4,373,045</u>	<u>4,388,350</u>	<u>3,243,949</u>	<u>3,731,281</u>
Local sources:					
Property taxes	6,498,845	6,597,893	6,241,013	5,771,376	7,105,668
County aid	380,693	362,085	400,296	308,455	351,730
Food service sales	1,242	24,839	8,822	5,164	11,359
Investment income	63,979	114,497	120,894	80,210	40,814
Other revenues	856,699	817,360	577,440	519,753	428,099
Total local sources	<u>7,801,458</u>	<u>7,916,674</u>	<u>7,348,465</u>	<u>6,684,958</u>	<u>7,937,670</u>
Total revenues	<u><u>\$ 14,747,349</u></u>	<u><u>\$ 15,313,986</u></u>	<u><u>\$ 14,799,173</u></u>	<u><u>\$ 13,278,998</u></u>	<u><u>\$ 15,744,076</u></u>

(Continued)

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
GOVERNMENTAL FUNDS REVENUES
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Federal sources:					
Federal grants	\$ 2,759,944	\$ 2,585,909	\$ 2,157,830	\$ 2,306,447	\$ 2,287,617
Education Jobs					14,528
National School Lunch Program	941,204	810,754	809,319	774,401	777,465
Total federal sources	<u>3,701,148</u>	<u>3,396,663</u>	<u>2,967,149</u>	<u>3,080,848</u>	<u>3,079,610</u>
State sources:					
State equalization assistance	3,309,094	3,056,246	2,821,699	2,667,121	2,546,841
State grants	43,337		78,528	74,748	79,794
School Facilities Board	7,597	19,186			390,108
Other revenues	492,295	470,231	441,747	380,519	320,511
Total state sources	<u>3,852,323</u>	<u>3,545,663</u>	<u>3,341,974</u>	<u>3,122,388</u>	<u>3,337,254</u>
Local sources:					
Property taxes	6,335,758	5,600,747	5,434,757	6,947,903	7,985,362
County aid	344,777	336,468	302,645	294,474	279,845
Food service sales		2,528	11,149	23,030	24,743
Investment income	35,094	34,184	30,054	16,393	9,996
Other revenues	560,019	358,086	411,946	378,939	384,757
Total local sources	<u>7,275,648</u>	<u>6,332,013</u>	<u>6,190,551</u>	<u>7,660,739</u>	<u>8,684,703</u>
Total revenues	<u>\$ 14,829,119</u>	<u>\$ 13,274,339</u>	<u>\$ 12,499,674</u>	<u>\$ 13,863,975</u>	<u>\$ 15,101,567</u>

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

(Concluded)

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Expenditures:					
Current -					
Instruction	\$ 7,102,062	\$ 6,954,260	\$ 6,935,261	\$ 7,109,738	\$ 7,197,547
Support services - students and staff	1,631,706	1,616,316	1,535,849	1,530,811	1,629,983
Support services - administration	1,551,845	1,822,280	1,637,286	1,634,919	1,421,202
Operation and maintenance of plant services	1,345,983	1,532,115	1,466,489	1,499,620	1,590,815
Student transportation services	189,402	301,858	339,608	325,342	314,567
Operation of non-instructional services	680,363	1,018,067	784,530	811,793	796,186
Capital outlay	1,446,385	957,648	973,057	2,779,441	1,341,382
Debt service -					
Interest and fiscal charges	150,417	167,599	187,624	208,249	227,244
Principal retirement	455,000	420,000	510,000	480,000	470,000
Bond issuance costs					
Total expenditures	<u>\$ 14,553,163</u>	<u>\$ 14,790,143</u>	<u>\$ 14,369,704</u>	<u>\$ 16,379,913</u>	<u>\$ 14,988,926</u>
Expenditures for capitalized assets	\$ 396,097	\$ 291,670	\$ 310,563	\$ 1,302,047	\$ 447,088
Debt service as a percentage of noncapital expenditures	4%	4%	5%	5%	5%

(Continued)

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Expenditures:					
Current -					
Instruction	\$ 6,977,321	\$ 6,310,026	\$ 6,288,991	\$ 6,000,295	\$ 5,956,282
Support services - students and staff	1,420,905	1,351,366	1,424,491	1,593,614	1,309,334
Support services - administration	1,401,886	1,424,540	1,260,695	1,316,715	1,314,601
Operation and maintenance of plant services	1,530,517	1,462,342	1,592,127	1,545,897	1,395,389
Student transportation services	342,067	291,019	327,783	345,563	309,637
Operation of non-instructional services	802,636	722,237	724,562	704,290	676,357
Capital outlay	1,716,442	1,605,960	1,277,343	819,680	1,621,773
Debt service -					
Interest and fiscal charges	244,249	254,451	202,782	140,456	118,224
Principal retirement	460,000	380,000	270,000	240,000	380,000
Bond issuance costs	97,488	97,488	84,500	84,500	84,500
Total expenditures	<u>\$ 14,896,023</u>	<u>\$ 13,899,429</u>	<u>\$ 13,453,274</u>	<u>\$ 12,706,510</u>	<u>\$ 13,081,597</u>
Expenditures for capitalized assets	\$ 1,568,889	\$ 1,089,397	\$ 669,228	\$ 755,749	\$ 1,125,109
Debt service as a percentage of noncapital expenditures	5%	5%	4%	3%	4%

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

(Concluded)

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
OTHER FINANCING SOURCES AND USES AND NET CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Excess (deficiency) of revenues over expenditures	\$ 194,186	\$ 523,843	\$ 429,469	\$ (3,100,915)	\$ 755,150
Other financing sources (uses):					
Transfers in	151,172	9,094	92,477	142,111	16,837
Transfers out	(151,172)	(9,094)	(92,477)	(142,111)	(16,837)
Total other financing sources (uses)	_____	_____	_____	_____	_____
Changes in fund balances	\$ 194,186	\$ 523,843	\$ 429,469	\$ (3,100,915)	\$ 755,150
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Excess (deficiency) of revenues over expenditures	\$ (66,904)	\$ (625,090)	\$ (953,600)	\$ 1,157,465	\$ 2,019,970
Other financing sources (uses):					
General obligation bonds issued		1,700,000	1,900,000		
Premium on sale of bonds		88,835	93,452		
Transfers in	155,002	68,129	379,585	244,735	91,879
Transfers out	(155,002)	(68,129)	(379,585)	(244,735)	(91,879)
Total other financing sources (uses)	_____	1,788,835	1,993,452	_____	_____
Changes in fund balances	\$ (66,904)	\$ 1,163,745	\$ 1,039,852	\$ 1,157,465	\$ 2,019,970

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

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
NET LIMITED ASSESSED VALUE AND FULL CASH VALUE OF TAXABLE PROPERTY BY CLASS
LAST TEN FISCAL YEARS

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Commercial, Industrial, Utilities and Mining	\$ 111,798,210	\$ 98,892,615	\$ 97,280,528	\$ 102,275,921	\$ 85,461,049
Agricultural and Vacant	1,792,909	1,798,284	2,124,953	2,183,196	2,484,492
Residential (Owner Occupied)	1,143,756	1,033,938	599,202	564,723	561,290
Residential (Rental)	2,645,102	2,549,597	2,106,129	2,428,828	2,281,503
Railroad, Private Cars and Airlines	<u>480,708</u>	<u>339,777</u>	<u>343,613</u>	<u>360,976</u>	<u>340,803</u>
Total	<u>\$ 117,860,685</u>	<u>\$ 104,614,211</u>	<u>\$ 102,454,425</u>	<u>\$ 107,813,644</u>	<u>\$ 91,129,137</u>
Gross Full Cash Value	\$ 2,938,599,612	\$ 2,735,215,044	\$ 2,538,874,701	\$ 2,529,310,435	\$ 2,430,275,685
Ratio of Net Limited Assessed Value to Gross Full Cash Value	4%	4%	4%	4%	4%
Total Direct Rate	5.14	5.62	5.99	5.69	6.82

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Commercial, Industrial, Utilities and Mining	\$ 74,877,175	\$ 73,102,214	\$ 76,982,497	\$ 89,758,818	\$ 102,636,212
Agricultural and Vacant	2,769,346	2,667,056	2,810,303	3,077,677	4,374,870
Residential (Owner Occupied)	535,597	538,413	498,189	779,471	1,015,067
Residential (Rental)	2,179,427	1,867,708	1,481,509	1,390,831	1,884,960
Railroad, Private Cars and Airlines	367,296	381,637	310,897	317,388	295,335
Historical Property	<u> </u>	<u>318,020</u>	<u>389,892</u>	<u>320,971</u>	<u>152,582</u>
Total	<u>\$ 80,728,841</u>	<u>\$ 78,875,048</u>	<u>\$ 82,473,287</u>	<u>\$ 95,645,156</u>	<u>\$ 110,359,026</u>
Gross Full Cash Value	\$ 2,304,810,851	\$ 2,194,527,312	\$ 2,288,757,320	\$ 2,504,824,477	\$ 2,752,126,376
Ratio of Net Limited Assessed Value to Gross Full Cash Value	4%	4%	4%	4%	4%
Total Direct Rate	6.87	6.75	6.39	7.03	6.99

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

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

WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
NET FULL CASH ASSESSED VALUE OF TAXABLE PROPERTY BY CLASS
LAST TEN FISCAL YEARS

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Commercial, Industrial, Utilities and Mining	\$ 140,066,131	\$ 121,004,955	\$ 116,816,880	\$ 117,479,476	\$ 96,374,724
Agricultural and Vacant	2,757,102	2,237,871	2,485,335	2,490,736	2,883,612
Residential (Owner Occupied)	2,464,490	1,858,966	1,467,689	1,120,386	1,040,197
Residential (Rental)	6,416,587	6,033,175	4,661,236	5,019,477	3,574,170
Railroad, Private Cars and Airlines	610,803	419,641	414,026	420,409	364,680
Total	\$ 152,315,113	\$ 131,554,608	\$ 125,845,166	\$ 126,530,484	\$ 104,237,383
Gross Full Cash Value	\$ 2,938,599,612	\$ 2,735,215,044	\$ 2,538,874,701	\$ 2,529,310,435	\$ 2,430,275,685
Ratio of Net Full Cash Assessed Value to Gross Full Cash Value	5%	5%	5%	5%	4%
Estimated Net Full Cash Value	\$ 971,236,614	\$ 841,254,322	\$ 802,470,775	\$ 806,293,495	\$ 667,973,173
Total Direct Rate	5.14	5.62	5.99	5.69	6.82

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Commercial, Industrial, Utilities and Mining	\$ 81,065,220	\$ 73,561,426	\$ 77,133,979	\$ 89,872,463	\$ 103,070,472
Agricultural and Vacant	3,162,965	2,997,081	2,830,353	3,099,674	4,435,338
Residential (Owner Occupied)	776,341	695,840	499,196	780,955	1,016,934
Residential (Rental)	3,052,859	2,310,823	1,498,370	1,591,855	2,095,067
Railroad, Private Cars and Airlines	374,258	385,161	313,839	323,447	329,841
Historical Property	-	1,208,476	1,520,578	1,283,885	610,327
Total	\$ 88,431,643	\$ 81,158,807	\$ 83,796,315	\$ 96,952,279	\$ 111,557,979
Gross Full Cash Value	\$ 2,304,810,851	\$ 2,194,527,312	\$ 2,288,757,320	\$ 2,504,824,477	\$ 2,752,126,376
Ratio of Net Full Cash Assessed Value to Gross Full Cash Value	4%	4%	4%	4%	4%
Estimated Net Full Cash Value	\$ 538,908,138	\$ 491,889,419	\$ 504,528,518	\$ 579,960,921	\$ 665,483,334
Total Direct Rate	6.87	6.75	6.39	7.03	6.99

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

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

**WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
PROPERTY TAX ASSESSMENT RATIOS
LAST TEN FISCAL YEARS**

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Commercial, Industrial, Utilities and Mining	18 %	18 %	18 %	18 %	18 %
Agricultural and Vacant	15	15	15	15	15
Residential (Owner Occupied)	10	10	10	10	10
Residential (Rental)	10	10	10	10	10
Railroad, Private Cars and Airlines	15	15	14	15	14

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Commercial, Industrial, Utilities and Mining	19 %	19 %	20 %	20 %	20 %
Agricultural and Vacant	16	16	16	16	16
Residential (Owner Occupied)	10	10	10	10	10
Residential (Rental)	10	10	10	10	10
Railroad, Private Cars and Airlines	15	16	15	15	15

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

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

**WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	Overlapping Rates							District Direct Rates		
	State Equalization	County	Community College District	Flood Control District	Central AZ Water Conservation District	City of Phoenix	Phoenix Union High School District	Primary	Secondary	Total
	2021	0.44	1.40	1.29	0.18	0.14	2.13	4.83	3.43	1.71
2020	0.46	1.40	1.33	0.18	0.14	2.13	4.99	3.75	1.87	5.62
2019	0.47	1.40	1.38	0.18	0.14	2.14	5.20	2.33	3.66	5.99
2018	0.49	1.40	1.41	0.18	0.14	2.16	5.03	4.17	1.52	5.69
2017	0.50	1.40	1.47	0.18	0.14	2.17	5.07	4.46	2.36	6.82
2016	0.51	1.36	1.49	0.16	0.14	1.82	4.96	4.46	2.41	6.87
2015	0.51	1.32	1.52	0.14	0.14	1.82	4.62	4.46	2.29	6.75
2014	0.51	1.28	1.53	0.14	0.14	1.82	4.82	4.46	1.93	6.39
2013	0.47	1.24	1.38	0.18	0.10	1.82	4.27	4.81	2.22	7.03
2012	0.43	1.24	1.21	0.18	0.10	1.82	3.76	5.09	1.90	6.99

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

**WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
PRINCIPAL PROPERTY TAXPAYERS
CURRENT FISCAL YEAR AND FISCAL YEAR NINE YEARS PRIOR**

<u>Taxpayer</u>	<u>2021</u>		<u>2012</u>	
	<u>Net Limited Assessed Valuation</u>	<u>Percentage of District's Net Limited Assessed Valuation</u>	<u>Net Full Cash Assessed Valuation</u>	<u>Percentage of District's Net Full Cash Assessed Valuation</u>
Rio Salado Commerce Park LLC	\$ 8,842,791	7.50 %	\$	%
Centurylink Communications LLC	3,606,918	3.06		
Arizona Public Service	5,926,092	5.03	4,634,790	2.80
Eastgroup Properties LP	4,161,816	3.53	4,463,446	2.80
Ryan Building Offices SDCO, Inc	2,300,094	1.95	2,821,418	1.90
Master International Corporation	3,985,794	3.38	1,530,077	1.10
Meritex Industrial Porfolio	3,773,232	3.20		
Rancho Industrial Park Inc.	2,045,286	1.74		
Runbeck Properties LLC	1,962,504	1.67		
Vedres Family Investment Partnership	1,771,056	1.50		
Arizona MSA #26			6,425,740	5.80
Qwest & New Vector			5,355,981	3.70
Thomas Terence W			1,930,354	1.50
Sprint Nextel Wireless LP			2,122,510	1.50
Presson Advisory LLC			1,637,600	1.20
Arizona Fueling Facilities			1,431,788	1.00
Total	<u>\$ 38,375,583</u>	<u>32.56 %</u>	<u>\$ 32,353,704</u>	<u>23.30 %</u>

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

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

**WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Fiscal Years	Collected to the End of the Current Fiscal Year	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2021	\$ 6,454,220	\$ 6,298,933	97.59 %	\$	\$ 6,298,933	97.59 %
2020	6,458,911	5,711,488	88.43	719,647	6,431,135	99.57
2019	6,286,312	6,091,514	96.90	190,566	6,282,080	99.93
2018	5,623,939	5,467,444	97.22	155,652	5,623,096	99.99
2017	7,057,346	6,865,079	97.28	191,339	7,056,418	99.99
2016	6,225,058	6,085,116	97.75	138,371	6,223,487	99.97
2015	5,693,758	5,245,229	92.12	446,717	5,691,946	99.97
2014	5,450,444	5,253,443	96.39	196,313	5,449,756	99.99
2013	6,707,873	6,490,854	96.76	215,967	6,706,821	99.98
2012	7,951,610	7,599,062	95.57	339,391	7,938,453	99.83

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

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

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

**WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	General Obligation Bonds					Total Outstanding Debt				
	General Obligation Bonds	Less: Amounts Restricted for Principal	Total	Percentage of Estimated Actual Value	Per Capita	Total	Percentage of Estimated Actual Value	Per Capita	Percentage of Personal Income	
2021	\$ 3,566,887	\$ 129,304	\$ 3,437,583	0.12 %	\$ 735	\$ 3,566,887	0.12 %	\$ 763	0.001 %	
2020	3,997,631	97,127	3,900,504	0.14	876	3,997,631	0.15	898	0.002	
2019	4,518,375	43,778	4,474,597	0.18	1,045	4,518,375	0.18	1,055	0.002	
2018	5,009,119	23,169	4,985,950	0.20	1,342	5,009,119	0.20	1,349	0.003	
2017	5,489,863	417,760	5,072,103	0.21	1,045	5,489,863	0.23	1,131	0.002	
2016	5,960,607	131,547	5,829,060	0.25	1,201	5,960,607	0.26	1,228	0.003	
2015	6,351,351	100,433	6,250,918	0.28	905	6,351,351	0.29	920	0.004	
2014	4,843,260	105,155	4,738,105	0.21	686	4,843,260	0.21	701	0.003	
2013	3,095,000	98,296	2,996,704	0.12	434	3,095,000	0.12	448	0.002	
2012	3,475,000	115,356	3,359,644	0.12	487	3,475,000	0.13	503	0.002	

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

**WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
JUNE 30, 2021**

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable to School District</u>	<u>Estimated Amount Applicable to School District</u>
Overlapping:			
Maricopa Community College District	\$ 250,065,000	0.26 %	\$ 650,169
City of Phoenix	1,003,875,000	0.84	8,432,550
Phoenix Union High School District No. 210	394,405,000	2.05	8,085,303
Subtotal, Overlapping Debt			<u>17,168,022</u>
Direct:			
Wilson Elementary School District No. 7			<u>3,566,887</u>
Total Direct and Overlapping Governmental Activities Debt			<u>\$ 20,734,909</u>

DIRECT AND OVERLAPPING GENERAL BONDED DEBT RATIOS

Net Direct General Obligation Bonded Debt		
As a Percentage of Net Limited Assessed Valuation		2.92 %
Net Direct and Overlapping General Bonded Debt		
Per Capita	\$ 4,408	
As a Percentage of Net Limited Assessed Valuation		17.48 %
As a Percentage of Gross Full Cash Value		0.70 %

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

- Notes:**
- 1) Estimated percentage of debt outstanding applicable to the District is calculated based on a portion of the District's net limited assessed valuation as a percentage of the net limited assessed valuation of the overlapping jurisdiction.
 - 2) Outstanding debt as of June 30, 2020 is presented for the overlapping governments as this is the most recent available information.

**WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS**

Class B Bond Legal Debt Margin Calculation for Fiscal Year 2021:

Net full cash assessed valuation	\$ 152,315,113
Debt limit (10% of assessed value)	15,231,511
Debt applicable to limit	<u>3,465,000</u>
Legal debt margin	<u><u>\$ 11,766,511</u></u>

Total Legal Debt Margin Calculation for Fiscal Year 2021:

Net full cash assessed valuation	\$ 152,315,113
Debt limit (15% of assessed value)	22,847,267
Debt applicable to limit	<u>3,465,000</u>
Legal debt margin	<u><u>\$ 19,382,267</u></u>

Fiscal Year Ended June 30

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Debt Limit	\$ 22,847,267	\$ 19,733,191	\$ 18,876,775	\$ 18,979,573	\$ 15,635,607
Total net debt applicable to limit	<u>3,465,000</u>	<u>3,885,000</u>	<u>4,395,000</u>	<u>4,875,000</u>	<u>5,345,000</u>
Legal debt margin	<u><u>\$ 19,382,267</u></u>	<u><u>\$ 15,848,191</u></u>	<u><u>\$ 14,481,775</u></u>	<u><u>\$ 14,104,573</u></u>	<u><u>\$ 10,290,607</u></u>
Total net debt applicable to the limit as a percentage of debt limit	15%	20%	23%	26%	34%

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Debt Limit	\$ 13,264,746	\$ 12,173,821	\$ 12,569,447	\$ 14,542,842	\$ 16,733,697
Total net debt applicable to limit	<u>5,805,000</u>	<u>6,185,000</u>	<u>4,755,000</u>	<u>3,095,000</u>	<u>3,475,000</u>
Legal debt margin	<u><u>\$ 7,459,746</u></u>	<u><u>\$ 5,988,821</u></u>	<u><u>\$ 7,814,447</u></u>	<u><u>\$ 11,447,842</u></u>	<u><u>\$ 13,258,697</u></u>
Total net debt applicable to the limit as a percentage of debt limit	44%	51%	38%	21%	21%

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

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

**WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
COUNTY-WIDE DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN CALENDAR YEARS**

<u>Year</u>	<u>Population</u>	<u>Personal Income (thousands)</u>	<u>Per Capita Income</u>	<u>Unemployment Rate</u>	<u>Estimated District Population</u>
2020	4,439,220	\$ 245,077,753	\$ 53,521	6.6 %	4,675
2019	4,367,835	222,943,072	49,704	3.6	4,451
2018	4,294,460	210,370,180	47,694	4.1	4,282
2017	4,307,033	196,286,191	45,573	3.9	3,714
2016	4,137,076	280,120,037	40,415	4.5	4,852
2015	4,076,349	184,784,917	42,092	5.5	4,852
2014	4,087,191	168,483,421	41,222	5.9	6,905
2013	3,944,859	154,926,697	39,273	6.7	6,905
2012	3,824,058	147,374,500	38,238	9.1	6,905
2011	3,843,370	142,864,275	37,352	8.4	6,905

Sources: The source of the "Personal Income" and "Per Capita" information is the Bureau of Economic Analysis. The source of the "Population" and "Unemployment Rate" information is the Arizona Office of Employment and Population Statistics.

**WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
PRINCIPAL EMPLOYERS
CURRENT FISCAL YEAR AND FISCAL YEAR NINE YEARS PRIOR**

<u>Employer</u>	<u>2021</u>		<u>2012</u>	
	<u>Employees</u>	<u>Percentage of Total Employment</u>	<u>Employees</u>	<u>Percentage of Total Employment</u>
Banner Health	47,000	2.71 %	24,825	1.24 %
State of Arizona	41,847	2.42	49,800	2.49
Arizona State University	35,730	2.06	11,185	0.56
Wal-Mart Stores Inc.	33,460	1.93	30,634	1.53
Fry's Food Stores	21,738	1.26		
Univeristy of Arizona	20,460	1.18		
Wells Fargo Bank, N.A.	17,217	0.99	13,308	0.67
City of Phoenix	14,858	0.86	15,100	0.76
Maricopa County	13,933	0.80	12,792	0.64
Intel Corp	12,190	0.70		
Bank of America			13,300	0.67
Apollo Group			11,000	0.55
JPMorgan Chase & Co			10,600	0.53
Total	<u>258,433</u>	<u>14.91 %</u>	<u>192,544</u>	<u>9.64 %</u>
Total employment	<u>1,731,840</u>		<u>1,999,500</u>	

Source: 2021 Arizona COG/MPO Employer Database, employers with 25 or more employees. Data as of November 2021.
The source of this information is the Business Journal Book of Lists.

Note: Information is presented County-wide.

**WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE
LAST TEN FISCAL YEARS**

	Full-time Equivalent Employees as of June 30				
	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Supervisory					
Superintendent	1	1	1	1	1
Consultants/supervisors of instruction	1	2	2	2	
Principals	2	2	2	2	2
Assistant principals	1	1	1	2	
Total supervisory	<u>5</u>	<u>6</u>	<u>6</u>	<u>7</u>	<u>3</u>
Instruction					
Teachers	69	73	73	79	79
Aides	25	4	4	34	25
Total instruction	<u>94</u>	<u>77</u>	<u>77</u>	<u>113</u>	<u>104</u>
Student Services					
Counselors/Advisors	2	1	1	1	
Librarians	1	1	1	1	1
Technicians	3	3	3	2	2
Total student services	<u>6</u>	<u>5</u>	<u>5</u>	<u>4</u>	<u>3</u>
Support and Administration					
Service workers	43	78	71	50	50
Total support and administration	<u>43</u>	<u>78</u>	<u>71</u>	<u>50</u>	<u>50</u>
Total	<u>148</u>	<u>166</u>	<u>159</u>	<u>174</u>	<u>160</u>

(Continued)

**WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE
LAST TEN FISCAL YEARS**

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Supervisory					
Superintendent	1	1	1	1	1
Consultants/supervisors of instruction					
Principals	2	2	2	2	2
Assistant principals					
Total supervisory	<u>3</u>	<u>3</u>	<u>3</u>	<u>3</u>	<u>3</u>
Instruction					
Teachers	72	75	75	75	78
Aides	37	31	33	37	35
Total instruction	<u>109</u>	<u>106</u>	<u>108</u>	<u>112</u>	<u>113</u>
Student Services					
Counselors/Advisors					
Librarians	1	1			1
Technicians			2	2	1
Total student services	<u>1</u>	<u>1</u>	<u>2</u>	<u>2</u>	<u>2</u>
Support and Administration					
Service workers	35	34	34	31	31
Total support and administration	<u>35</u>	<u>34</u>	<u>34</u>	<u>31</u>	<u>31</u>
Total	<u><u>148</u></u>	<u><u>144</u></u>	<u><u>147</u></u>	<u><u>148</u></u>	<u><u>149</u></u>

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

(Concluded)

**WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
OPERATING STATISTICS
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	Average Daily Membership	Operating Expenditures	Cost per Pupil	Percentage Change	Expenses	Cost per Pupil	Percentage Change	Teaching Staff	Pupil-Teacher Ratio	Percentage of Free/Reduced Students
2021	1,023	\$ 12,501,361	\$ 12,220	(1.28) %	\$ 14,851,807	\$ 14,518	2.89 %	69	14.8	86.0 %
2020	1,070	13,244,896	12,378	7.22	15,097,502	14,110	8.64	77	13.9	86.0
2019	1,100	12,699,023	11,545	(1.83)	14,285,801	12,987	(7.19)	77	14.3	86.0
2018	1,098	12,912,223	11,760	0.25	15,364,505	13,993	3.97	113	9.7	88.0
2017	1,104	12,950,300	11,730	4.09	14,858,579	13,459	7.16	104	10.6	86.0
2016	1,107	12,475,332	11,269	14.14	13,903,247	12,559	4.20	109	10.2	95.9
2015	1,171	11,561,530	9,873	0.44	14,113,897	12,053	1.59	106	11.0	95.9
2014	1,182	11,618,649	9,830	(5.52)	14,023,672	11,864	(7.83)	108	10.9	95.9
2013	1,106	11,506,374	10,404	8.67	14,236,468	12,872	9.93	112	9.9	95.9
2012	1,145	10,961,600	9,573	(8.82)	13,407,477	11,710	(9.66)	113	10.1	95.9

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

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

**WILSON ELEMENTARY SCHOOL DISTRICT NO. 7
CAPITAL ASSETS INFORMATION
LAST TEN FISCAL YEARS**

	Fiscal Year Ended June 30									
	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
<u>Schools</u>										
Elementary										
Buildings	3	3	3	3	3	3	3	3	3	3
Square feet	76,964	76,964	76,964	76,964	76,964	76,964	76,964	76,964	76,964	76,964
Capacity	1,475	1,475	1,475	1,475	1,475	1,475	1,475	1,475	1,475	1,475
Enrollment	593	593	593	858	858	875	996	807	741	786
Middle										
Buildings	1	1	1	1	1	1	1	1	1	1
Square feet	86,895	86,895	86,895	86,895	86,895	86,895	86,895	86,895	86,895	86,895
Capacity	952	952	952	952	952	952	952	952	952	952
Enrollment	638	638	638	249	249	240	241	375	360	353
Other										
Buildings	3	3	3	3	3	3	3	3	3	3
Square feet	13,782	13,782	13,782	13,782	13,782	13,782	13,782	13,782	13,782	13,782
<u>Administrative</u>										
Buildings	1	1	1	1	1	1	1	1	1	1
Square feet	4,322	4,322	4,322	4,322	4,322	4,322	4,322	4,322	4,322	4,322
<u>Transportation</u>										
Buses	2	2	2	2	2	2	2	2	2	2
<u>Athletics</u>										
Baseball/softball	1	1	1	1	1	1	1	1	1	1
Playgrounds	2	2	2	2	2	2	2	2	2	2
Classroom Bldg./Leased to Charter HS										
Buildings	2	2	1	1	1	1	1	1	1	1
Square feet	30,100	30,100	18,100	18,100	18,100	18,100	18,100	18,100	18,100	18,100
Capacity	640	640	400	400	400	400	400	400	400	400

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