
BENSON UNIFIED SCHOOL DISTRICT NO. 9

Annual Comprehensive Financial Report

Fiscal Year Ended June 30, 2022



360 S. Patagonia Street ▪ Benson, Arizona 85602

BENSON UNIFIED SCHOOL DISTRICT NO. 9

BENSON, ARIZONA

**ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

Issued by:
Business and Finance Department

BENSON UNIFIED SCHOOL DISTRICT NO. 9

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INTRODUCTORY SECTION

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Governing Board
Brett Barney, President
Ann Roberts, Clerk
Robert Bernal, Member
John "Jack" Comaduran, Member
Vicky Konrad, Member

Benson Unified School District #9

360 S. Patagonia Street ▪ Benson, AZ 85602 ▪ Phone: 520-720-6700

Superintendent
Micah Mortensen

December 20, 2022

Citizens and Governing Board
Benson Unified School District No. 9
360 S. Patagonia Street
Benson, Arizona 85602

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 of America 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 Benson Unified School District No. 9 (District) for the fiscal year ended June 30, 2022.

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, 2022, 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, 2022, are fairly presented in conformity with accounting principles generally accepted in the United States of America. The independent auditor's report is presented as the first component of the financial section of this report.

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

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 24 public school districts located in Cochise County, Arizona. It provides a program of public education from kindergarten through grade twelve, with average daily membership of 1,221. Projected enrollment for fiscal year 2022-23 is 1,291 students.

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

The membership of the Governing Board consists of five 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, at Benson Primary School, Benson Middle School, Benson High School, Benson Digital Learning Center, and Benson Digital Learning Center - Online, student transportation, construction and maintenance of District facilities, food services, auxiliary operations, and athletic functions.

Benson Unified School District No. 9 is located in the San Pedro Valley of southeastern Arizona, within Cochise County. Benson High School was founded in 1914 to serve Benson, Pool, Dragoon and Pomerene Grammar School Districts. Benson offers close proximity to several scenic areas and historic sites. Kartchner Caverns State Park, which opened in November 1999, is located just south of the city and celebrated its 20th anniversary recently. Chirachahua National Monument, Fort Bowie National Historic Site, and the historic towns of Bisbee and Tombstone are close by. Benson is also within 45 miles of Tucson, Arizona where over 1.0 million people reside. Sierra Vista and Fort Huachaca are also close by and are within 40 miles of Benson.

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 revenue; therefore, a deficit budgeted fund balance may be presented. However, this does not affect the District's ability to expend monies.

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. Tourism plays an important role in the Benson and greater San Pedro Valley area economics. With the opening of Kartchner Caverns State Park in November 1999 and it recently celebrated its 20th anniversary, the area benefits from increased tourism. A new Health Center was built in the City of Benson, and opened in the summer of 2018. Two new fast food restaurants opened in the summer 2022 in Benson. The Benson Hospital has been making improvements to the hospital and opened a new Radiology, CT Lab. The City of Benson is upgrading Lion's Park to include Splashpads, as well as additional baseball/softball fields. The City of Benson's Golf Course is under new management, which has increased golfing activities at the facilities.

Cochise College's 13,000 square-foot Benson Center has a 15 seat computer lab, nursing lab, virtual library, four classrooms that together can accommodate up to 200 people, a distance learning lab, and a science lab/art room. The Benson Center offer traditional college courses, adult education, and personal interest classes. The college also partners with Benson High School to provide dual credit and reverse credit classes to juniors and seniors.

A 15,000 acre development previously known as Whetstone Ranch has been purchased by El Dorado Holdings, a very successful land developer. The timeline for start of construction is currently on hold. Projections for this development include 20,000 homes, golf courses, and shopping centers. The project is estimated to be completed in 20 years with approximately 2,000 homes being built per year. The local economy will begin to feel the impact of this development as soon as ground begins to break. Also there are discussions of a 300 home development surrounding the City of Benson's golf course, which will positively impact the local economy. Benson has seen growth in home developments in existing and new development areas with numerous new homes being built in 2022.

The moderate climate of the Benson area has encouraged a growing popularity and recognition of Benson as a retirement community as well as a destination for tourists and winter visitors. The close proximity to Tucson (45 miles), as well as Sierra Vista (35 miles) also makes the area ideal for people working in Tucson and Sierra Vista who value the small-town atmosphere.

Long-term planning. As mentioned previously, a large master planned community is coming to the Benson community. In addition to this development, there are many other smaller land holdings that are zoned for housing developments. Decisions for future school sites will depend mostly upon where the housing developments arise. District administration is active in community forums regarding housing developments.

Due to the District's enrollment increasing prior to 2018, the School Facility Board approved the building of roughly 17,000 square feet of additional space. The building was completed in March 2020. The building is comprised of 8 classrooms with adjacent learning corridors and a multi-purpose building.

The District presently owns two sites, a 60-acre site that houses a Pre K-4 primary school, a grades 5-8 middle school, grades 9-12 high school and a grades 9-12 alternative high school. The second site is a one-acre site located in Dragoon, which is about fifteen miles east of Benson. This site consists of a one-room building that has traditionally been leased to the Dragoon Women's Club.

The Benson 60-acres has approximately \$29.9 million worth of buildings and improvements, and the average age of the buildings on this site is approximately 30 years. The Dragoon site has approximately \$30,000 worth of buildings and improvements, and the average age of the buildings on this site is approximately 100 years.

Major Initiative of the District. The District was fortunate enough to have a \$3,000,000 bond election pass. These funds are being used for Transportation (purchasing of buses and other vehicles, as the District's fleet was very old), safety and security on our campus (fencing, security cameras, etc.), and technology (computers, chromebooks, projectors, etc.). We have already purchased buses and white fleet vehicles. A committee was formed to help with our vision for safety and security of our campus. The fencing and security project was completed at the beginning of July 2021. We also have a committee with leaders and teachers for technology. We hired an outside vendor to assess our technology throughout the District, which identified areas of improvement. We have purchased technology and will continue to identify and update our technology plan throughout the coming years.

Benson Unified School District has been fortunate enough to continue to pass our M&O Override, and were once again successful for our November 2022 election. Benson Unified School District has had a M&O Override since at least 2000. Our community is very supportive of our schools, as seen by the continued passing of our M&O Override.

The District was ranked #1 in Cochise County for school year 2018-19. The District was ranked the #1 school district in the State of Arizona for 2013. For fiscal year 2022, the Benson High School, the Benson Middle School, the Benson Primary School and Benson Digital Learning Center achieved an A label. The Benson Digital Learning Center Online achieved a B label. Benson Primary School was honored with a National Blue Ribbon in 2014 and A+ School of Excellence in 2015. Benson High School was named an A+ School of Excellence in 2014 and 2018. They were also awarded the ASBA Golden Bell in 2017. Benson High School's principal was honored with the 2017 ASA Arizona Secondary Principal of the Year. Our high school teachers were honored with Circle K Teacher of the Year in 2019, 2017, and 2016.

Benson Unified School District's enrollment decreased during the fiscal year 2020-21 school year due to the COVID-19 pandemic, but rebounded for fiscal year 2021-22. We are continuing to have increased enrollment for 2022-2023.

AWARDS AND ACKNOWLEDGMENTS

Awards. The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to the District for its annual comprehensive financial report for the fiscal year ended June 30, 2021. This was the twenty-first year that the District has received this prestigious award. In addition, the Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its annual comprehensive financial report for the fiscal year ended June 30, 2021. 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, 2022 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,



Micah Mortensen
Superintendent



Connie Ayres
Director of Business/HR



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

The Certificate of Excellence in Financial Reporting
is presented to

Benson Unified School District 9

for its Annual Comprehensive Financial Report
for the Fiscal Year Ended June 30, 2021.

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



A handwritten signature in black ink, appearing to read 'William A. Sutter'. The signature is written in a cursive style.

William A. Sutter
President

A handwritten signature in black ink, appearing to read 'David J. Lewis'. The signature is written in a cursive style.

David J. Lewis
Executive Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Benson Unified School District No. 9
Arizona**

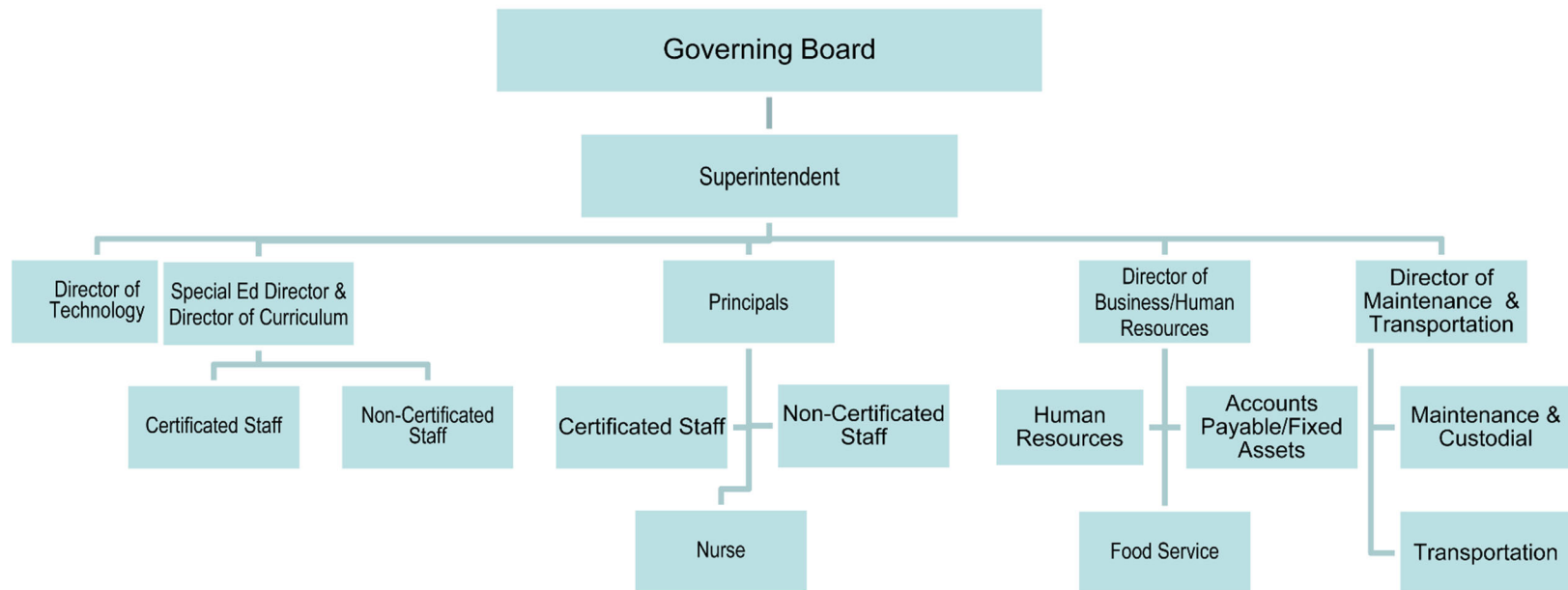
For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2021

Christopher P. Morill

Executive Director/CEO

Benson Unified School District #9 Organizational Chart



BENSON UNIFIED SCHOOL DISTRICT NO. 9

LIST OF PRINCIPAL OFFICIALS

GOVERNING BOARD

Brett Barney, President

Ann Roberts, Clerk

Robert Bernal, Member

Vicky Konrad, Member

John “Jack” Comaduran, Member

ADMINISTRATIVE STAFF

Micah Mortensen, Superintendent

Connie Ayres, Director of Business and Human Resources

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FINANCIAL SECTION

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Independent Auditor's Report

Governing Board
Benson Unified School District No. 9

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 Benson Unified School District No. 9 (District), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In 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 Benson Unified School District No. 9, as of June 30, 2022, 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 Benson Unified School District No. 9 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.

Change in Accounting Principle

As described in Note 1, the District implemented the provisions of the Governmental Accounting Standards Board (GASB) Statement No. 87, *Leases*, for the year ended June 30, 2022, which represents a change in accounting principle. Our opinion is not modified with respect to this matter.

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 20, 2022, on our consideration of Benson Unified School District No. 9'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 Benson Unified School District No. 9'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 Benson Unified School District No. 9's internal control over financial reporting and compliance.

Heinfeld Meech & Co. PC

Heinfeld, Meech & Co., P.C.
Tucson, Arizona
December 20, 2022

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

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**BENSON UNIFIED SCHOOL DISTRICT NO. 9
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022**

As management of the Benson Unified School District No. 9 (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, 2022. 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 \$196,206 which represents a two percent increase from the prior fiscal year.
- General revenues accounted for \$12.0 million in revenue, or 71 percent of all current fiscal year revenues. Program specific revenue in the form of charges for services and grants and contributions accounted for \$4.8 million or 29 percent of total current fiscal year revenues.
- The District had approximately \$16.6 million in expenses related to governmental activities, an increase of 11 percent from the prior fiscal year primarily due to increases in teaching positions, special education programs and transportation needs.
- Among major funds, the General Fund had \$9.8 million current fiscal year revenues, which primarily consisted of state aid and property taxes, and \$10.1 million in expenditures. The General Fund's fund balance decrease from \$1.1 million at the prior fiscal year end to \$789,051 at the end of the current fiscal year was primarily due to increases in teaching positions, special education programs, and transportation needs.
- The Classroom Site Fund's fund balance increased from \$294,922 to \$672,480 due to increases in state funding.
- The Other Federal Projects Fund's fund balance decreased from a deficit of \$152,807 to a deficit of \$565,522 due to the District-wide removal and replacement of flooring in school and administration buildings.
- The Debt Service Fund's fund balance increased from \$52,044 to \$178,855 due to property taxes exceeding debt service payments.

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.

**BENSON UNIFIED SCHOOL DISTRICT NO. 9
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022**

OVERVIEW OF FINANCIAL STATEMENTS

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

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

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

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

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

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

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.

**BENSON UNIFIED SCHOOL DISTRICT NO. 9
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022**

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, Classroom Site, Other Federal Projects, and Debt Service 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 major Special Revenue Funds 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 \$12.7 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, and vehicles, furniture and equipment), less any related outstanding debt used to acquire those assets. The District uses these capital assets to provide services to its students; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related outstanding debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. In addition, a portion of the District's net position represents resources that are subject to external restrictions on how they may be used. The remaining balance is unrestricted and may be used to meet the District's ongoing obligations to its citizens and creditors.

**BENSON UNIFIED SCHOOL DISTRICT NO. 9
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The following table presents a summary of the District's net position for the fiscal years ended June 30, 2022 and June 30, 2021.

	As of June 30, 2022	As of June 30, 2021
Current assets	\$ 5,384,847	\$ 4,737,983
Capital assets, net	22,528,342	23,287,479
Total assets	<u>27,913,189</u>	<u>28,025,462</u>
Deferred outflows	<u>2,812,352</u>	<u>2,540,578</u>
Current liabilities	890,021	785,482
Long-term liabilities	14,346,819	17,315,623
Total liabilities	<u>15,236,840</u>	<u>18,101,105</u>
Deferred inflows	<u>2,827,560</u>	<u> </u>
Net position:		
Net investment in capital assets	17,529,422	17,701,083
Restricted	2,855,719	1,846,892
Unrestricted	(7,724,000)	(7,083,040)
Total net position	<u>\$ 12,661,141</u>	<u>\$ 12,464,935</u>

The District's financial position is the product of several financial transactions including the net result of activities, the 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 principal retirement of \$662,000 of bonds.
- The decrease of \$2.3 million in pension liabilities.
- The addition of \$246,762 in capital assets through the construction of new schools, and other school improvements and purchases of vehicles, furniture and equipment.
- The addition of \$1.1 million of accumulated depreciation and amortization related to capitalized assets.

**BENSON UNIFIED SCHOOL DISTRICT NO. 9
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

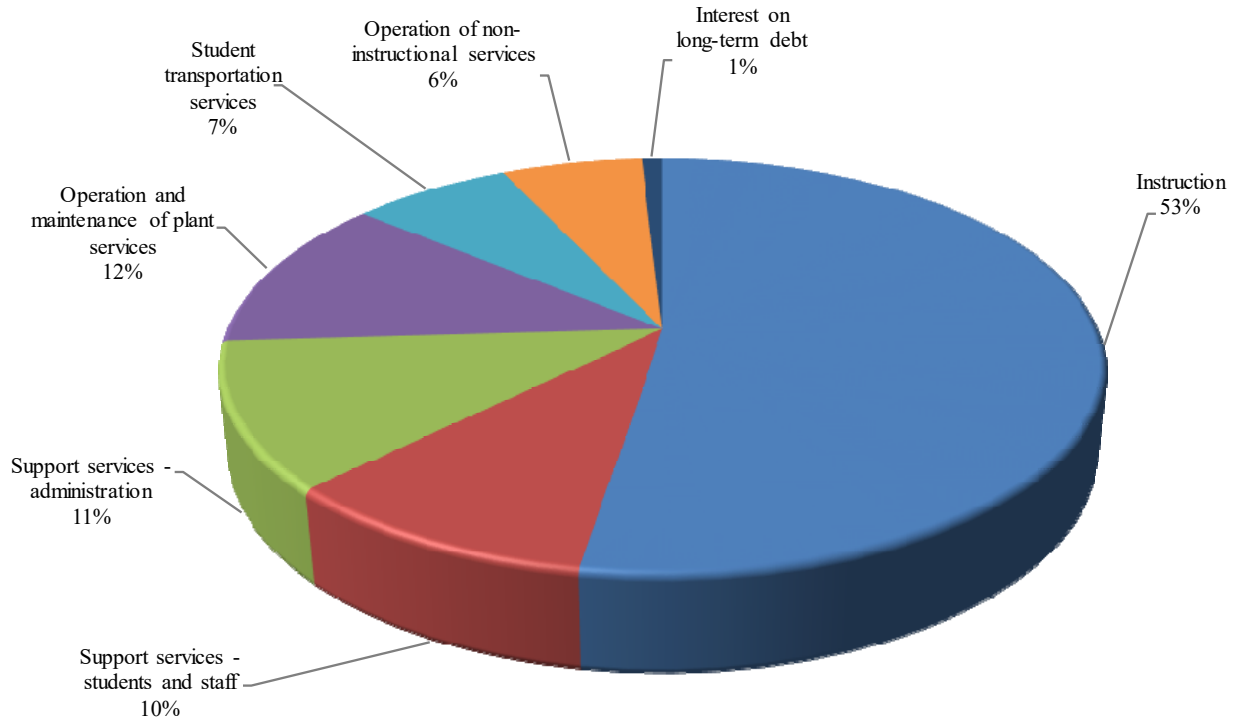
Changes in net position. The District's total revenues for the current fiscal year were \$16.8 million. The total cost of all programs and services was \$16.6 million. The following table presents a summary of the changes in net position for the fiscal years ended June 30, 2022 and June 30, 2021.

	<u>Fiscal Year Ended June 30, 2022</u>	<u>Fiscal Year Ended June 30, 2021</u>
Revenues:		
Program revenues:		
Charges for services	\$ 955,935	\$ 941,649
Operating grants and contributions	3,034,427	2,408,644
Capital grants and contributions	841,407	310,326
General revenues:		
Property taxes	4,263,847	4,064,874
Investment income	9,382	10,810
Unrestricted county aid	339,241	342,812
Unrestricted state aid	7,350,254	6,538,646
Unrestricted federal aid	18,145	15,659
Total revenues	<u>16,812,638</u>	<u>14,633,420</u>
Expenses:		
Instruction	8,729,825	8,089,276
Support services - students and staff	1,685,887	1,632,801
Support services - administration	1,890,821	1,609,034
Operation and maintenance of plant services	1,989,104	1,901,254
Student transportation services	1,155,805	944,065
Operation of non-instructional services	1,016,809	611,681
Interest on long-term debt	148,181	167,005
Total expenses	<u>16,616,432</u>	<u>14,955,116</u>
Changes in net position	196,206	(321,696)
Net position, beginning	<u>12,464,935</u>	<u>12,786,631</u>
Net position, ending	<u>\$ 12,661,141</u>	<u>\$ 12,464,935</u>

**BENSON UNIFIED SCHOOL DISTRICT NO. 9
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Expenses - Fiscal Year 2022



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

- The \$1.2 million increase in revenue for operating and capital grants and contributions was due to increases in COVID and food service-related grants.
- The \$811,608 increase in revenue for unrestricted state aid was due to an increase in base support level.
- The \$640,549 increase in instructional expenses was primarily due to salary and related benefits increases for teachers.

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.

**BENSON UNIFIED SCHOOL DISTRICT NO. 9
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

	Year Ended June 30, 2022		Year Ended June 30, 2021	
	Total	Net (Expense)/	Total	Net (Expense)/
	Expenses	Revenue	Expenses	Revenue
Instruction	\$ 8,729,825	\$ (5,314,487)	\$ 8,089,276	\$ (5,249,710)
Support services - students and staff	1,685,887	(1,561,007)	1,632,801	(1,475,011)
Support services - administration	1,890,821	(1,876,224)	1,609,034	(1,552,525)
Operation and maintenance of plant services	1,989,104	(1,671,263)	1,901,254	(1,734,497)
Student transportation services	1,155,805	(1,143,322)	944,065	(903,743)
Operation of non-instructional services	1,016,809	(70,179)	611,681	(212,006)
Interest on long-term debt	148,181	(148,181)	167,005	(167,005)
Total	\$ 16,616,432	\$ (11,784,663)	\$ 14,955,116	\$ (11,294,497)

- The cost of all governmental activities this year was \$16.6 million.
- Federal and State governments and charges for services subsidized certain programs with grants and contributions and other local revenues of \$4.8 million.
- Net cost of governmental activities of \$11.8 million was financed by general revenues, which are made up of primarily property taxes of \$4.3 million and state and county aid of \$7.7 million.

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

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

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

The financial performance of the District as a whole is reflected in its governmental funds. As the District completed the year, its governmental funds reported a combined fund balance of \$3.1 million, an increase of \$231,687 due primarily to an increase in state funding in the Classroom Site Fund and federal funding for food service programs.

**BENSON UNIFIED SCHOOL DISTRICT NO. 9
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022**

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

The General Fund comprises 26 percent of the total fund balance. Approximately \$719,622, or 91 percent of the General Fund's fund balance is unassigned.

The General Fund is the principal operating fund of the District. The fund balance decreased \$291,510 in the General Fund to \$789,051 as of fiscal year end. General Fund revenues increased \$707,233 as a result of increased state funding due to changes in the base support level. General Fund expenditures increased \$1.2 million as a result of increased instructional expenses related to increases in teaching positions, special education programs, and transportation needs for students.

The Classroom Site Fund had revenues of \$1.2 million, an increase of \$436,122 due to increased state funding, and expenditures of \$778,708.

The Other Federal Projects Fund had revenues of \$1.3 million and expenditures of \$1.7 million as a result of increased COVID funding that helped fund District-wide removal and replacement of flooring in school and administration buildings.

Debt Service Fund revenues of \$849,133 consisted primarily of property taxes and expenditures were \$722,590. The Debt Service Fund's fund balance increased \$126,811 to \$178,855 at year end primarily due to debt service revenues exceeding payments.

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 \$365,717 increase, or four percent.

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 \$214,850 in instruction was a result of budgeting for potential expenditures related to the classroom.
- The favorable variance of \$215,580 in operation and maintenance of plant services was a result of increased revenues and budgeting for potential expenditures.

**BENSON UNIFIED SCHOOL DISTRICT NO. 9
MANAGEMENT’S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022**

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. At year end, the District had invested \$38.7 million in capital assets, including school buildings, athletic facilities, buses and other vehicles, computers, and other equipment. This amount represents a net decrease prior to depreciation of \$135,181 from the prior fiscal year, primarily due to capital asset deletions. Total depreciation and amortization expense for the current fiscal year was \$1.1 million.

The following schedule presents a summary of capital asset balances for the fiscal years ended June 30, 2022 and June 30, 2021.

	As of June 30, 2022	As of June 30, 2021
Capital assets - non-depreciable	\$ 259,549	\$ 270,714
Capital assets - depreciable, net	22,268,793	23,016,765
Total	\$ 22,528,342	\$ 23,287,479

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

Debt Administration. At year end, the District had \$5.2 million in long-term debt outstanding, \$629,921 due within one year. Long-term debt decreased by \$718,762 due to repayment of principal balances.

The District’s general obligation bonds are subject to two limits; the Constitutional debt limit (total debt limit) on all general obligation bonds (up to 30 percent of the total net full cash assessed valuation) and the statutory debt limit on Class B bonds (the greater of 20 percent of the net full cash assessed valuation or \$1,500 per student). The current total debt limitation for the District is \$22.3 million and the Class B debt limit is \$14.8 million, which are more than the District’s total outstanding general obligation and Class B debt, respectively.

Additional information on the District’s long-term debt can be found in Notes 8 through 11.

**BENSON UNIFIED SCHOOL DISTRICT NO. 9
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022**

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 2022-23 budget. Among them:

- Fiscal year 2021-22 budget balance carry forward (estimated \$516,098).
- District student population (estimated 1,250).

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

The District's budgeting process continues to be affected by COVID-19. We are returning to enrollment levels seen prior to COVID-19 enrollment for fiscal year 2022. The District continues to rely on the ESSER grants funds to help offset the prior year's decline in ADM, as well as the continuation of additional staff needs. These staff needs help meet the social and emotional needs of our students, as well as help to improve the learning decline that the pandemic has inflicted in our schools.

Budgeted expenditures in the General Fund increased seven percent to \$11.3 million in fiscal year 2022-23. Increased payroll and employee benefit costs is the primary reason for the increase. State aid and property taxes are expected to be the primary funding sources. No new programs were added to the 2022-23 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, Benson Unified School District No. 9; 360 South Patagonia Street; Benson, Arizona 85602.

BASIC FINANCIAL STATEMENTS

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GOVERNMENT-WIDE FINANCIAL STATEMENTS

BENSON UNIFIED SCHOOL DISTRICT NO. 9
STATEMENT OF NET POSITION
JUNE 30, 2022

	Governmental Activities
<u>ASSETS</u>	
Current assets:	
Cash and investments	\$ 4,195,914
Property taxes receivable	268,678
Accounts receivable	54,499
Due from governmental entities	792,009
Inventory	73,747
Total current assets	5,384,847
Noncurrent assets:	
Capital assets not being depreciated	259,549
Capital assets, net of accumulated depreciation	22,268,793
Total noncurrent assets	22,528,342
Total assets	27,913,189
<u>DEFERRED OUTFLOWS OF RESOURCES</u>	
Deferred charge on refunding	62,875
Pension plan items	2,749,477
Total deferred outflows of resources	2,812,352
<u>LIABILITIES</u>	
Current liabilities:	
Accounts payable	122,908
Accrued payroll and employee benefits	543,936
Compensated absences payable	125,000
Accrued interest payable	70,120
Unearned revenues	153,057
Financed purchases payable	23,221
Leases payable	24,700
Bonds payable	582,000
Total current liabilities	1,644,942
Noncurrent liabilities:	
Non-current portion of long-term obligations	13,591,898
Total noncurrent liabilities	13,591,898
Total liabilities	15,236,840
<u>DEFERRED INFLOWS OF RESOURCES</u>	
Pension plan items	2,827,560
<u>NET POSITION</u>	
Net investment in capital assets	17,529,422
Restricted for:	
Instruction	1,653,147
Food service	289,542
Non-instructional purposes	86,229
Debt service	210,905
Capital outlay	615,896
Unrestricted	(7,724,000)
Total net position	\$ 12,661,141

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

**BENSON UNIFIED SCHOOL DISTRICT NO. 9
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2022**

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Governmental activities:					
Instruction	\$ 8,729,825	\$ 857,383	\$ 1,804,220	\$ 753,735	\$ (5,314,487)
Support services - students and staff	1,685,887		124,880		(1,561,007)
Support services - administration	1,890,821		14,597		(1,876,224)
Operation and maintenance of plant services	1,989,104	1,995	228,174	87,672	(1,671,263)
Student transportation services	1,155,805		12,483		(1,143,322)
Operation of non-instructional services	1,016,809	96,557	850,073		(70,179)
Interest on long-term debt	148,181				(148,181)
Total governmental activities	<u>\$ 16,616,432</u>	<u>\$ 955,935</u>	<u>\$ 3,034,427</u>	<u>\$ 841,407</u>	<u>(11,784,663)</u>

General revenues:

Taxes:

Property taxes, levied for general purposes	3,219,868
Property taxes, levied for debt service	852,581
Property taxes, levied for capital outlay	191,398
Investment income	9,382
Unrestricted county aid	339,241
Unrestricted state aid	7,350,254
Unrestricted federal aid	18,145
Total general revenues	<u>11,980,869</u>

Changes in net position

196,206

Net position, beginning of year

12,464,935

Net position, end of year

\$ 12,661,141

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

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FUND FINANCIAL STATEMENTS

BENSON UNIFIED SCHOOL DISTRICT NO. 9
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2022

	General	Classroom Site	Other Federal Projects
<u>ASSETS</u>			
Cash and investments	\$ 706,244	\$ 700,958	\$
Property taxes receivable	211,390		
Accounts receivable			
Due from governmental entities			625,024
Due from other funds	443,474		
Inventory	69,429		
Total assets	\$ 1,430,537	\$ 700,958	\$ 625,024
 <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES</u>			
<u>AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 70,505	\$	\$
Due to other funds			432,858
Accrued payroll and employee benefits	398,553	28,478	33,817
Unearned revenues			152,757
Bonds payable			
Bond interest payable			
Total liabilities	469,058	28,478	619,432
Deferred inflows of resources:			
Unavailable revenues - property taxes	172,428		
Unavailable revenues - intergovernmental			571,114
Total deferred inflows of resources	172,428		571,114
Fund balances (deficits):			
Nonspendable	69,429		
Restricted		672,480	
Unassigned	719,622		(565,522)
Total fund balances	789,051	672,480	(565,522)
 Total liabilities, deferred inflows of resources and fund balances	 \$ 1,430,537	 \$ 700,958	 \$ 625,024

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

<u>Debt Service</u>	<u>Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 820,717	\$ 1,967,995	\$ 4,195,914
42,308	14,980	268,678
	54,499	54,499
	166,985	792,009
		443,474
	4,318	73,747
<u>\$ 863,025</u>	<u>\$ 2,208,777</u>	<u>\$ 5,828,321</u>
\$	\$ 52,403	\$ 122,908
	10,616	443,474
	83,088	543,936
	300	153,057
582,000		582,000
70,120		70,120
<u>652,120</u>	<u>146,407</u>	<u>1,915,495</u>
32,050	12,676	217,154
	57,877	628,991
<u>32,050</u>	<u>70,553</u>	<u>846,145</u>
	4,318	73,747
178,855	2,045,376	2,896,711
	(57,877)	96,223
<u>178,855</u>	<u>1,991,817</u>	<u>3,066,681</u>
<u>\$ 863,025</u>	<u>\$ 2,208,777</u>	<u>\$ 5,828,321</u>

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BENSON UNIFIED SCHOOL DISTRICT NO. 9
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2022

Total governmental fund balances		\$ 3,066,681
<p>Amounts reported for <i>governmental activities</i> in the Statement of Net Position are different because:</p>		
<p>Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.</p>		
Governmental capital assets	\$ 38,675,287	
Less accumulated depreciation/amortization	<u>(16,146,945)</u>	22,528,342
<p>Some receivables are not available to pay for current period expenditures and, therefore, are reported as unavailable revenues in the funds.</p>		
Property taxes	217,154	
Intergovernmental	<u>628,991</u>	846,145
<p>Deferred items related to the refunding of bonds are amortized over the life of the associated bond issue in the government-wide statements but not reported in the funds.</p>		
		62,875
<p>Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the funds.</p>		
Deferred outflows of resources related to pensions	2,749,477	
Deferred inflows of resources related to pensions	<u>(2,827,560)</u>	(78,083)
<p>Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.</p>		
Compensated absences payable	(265,010)	
Financed purchases payable	(23,221)	
Leases payable	(51,310)	
Net pension liability	(8,924,386)	
Bonds payable	<u>(4,500,892)</u>	<u>(13,764,819)</u>
Net position of governmental activities		<u><u>\$ 12,661,141</u></u>

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

BENSON UNIFIED SCHOOL DISTRICT NO. 9
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2022

	<u>General</u>	<u>Classroom Site</u>	<u>Other Federal Projects</u>
Revenues:			
Other local	\$ 585,439	\$	\$
Property taxes	3,232,355		
State aid and grants	5,995,825	1,156,266	
Federal aid, grants and reimbursements	18,145		1,265,222
Total revenues	<u>9,831,764</u>	<u>1,156,266</u>	<u>1,265,222</u>
Expenditures:			
Current -			
Instruction	4,879,808	771,961	701,612
Support services - students and staff	1,221,505		93,159
Support services - administration	1,604,637		15,626
Operation and maintenance of plant services	1,683,815		111,807
Student transportation services	734,937		22,598
Operation of non-instructional services	315	6,747	65,773
Capital outlay	12,268		667,362
Debt service -			
Principal retirement			
Interest and fiscal charges			
Total expenditures	<u>10,137,285</u>	<u>778,708</u>	<u>1,677,937</u>
Excess (deficiency) of revenues over expenditures	<u>(305,521)</u>	<u>377,558</u>	<u>(412,715)</u>
Other financing sources (uses):			
Transfer in			
Transfer out			
Proceeds from sale of capital assets	19,345		
Total other financing sources (uses)	<u>19,345</u>		
Changes in fund balances	<u>(286,176)</u>	<u>377,558</u>	<u>(412,715)</u>
Fund balances (deficits), beginning of year	1,080,561	294,922	(152,807)
Increase (decrease) in reserve for inventory	(5,334)		
Fund balances (deficits), end of year	<u>\$ 789,051</u>	<u>\$ 672,480</u>	<u>\$ (565,522)</u>

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

Debt Service	Non-Major Governmental Funds	Total Governmental Funds
\$ 1,828	\$ 1,065,307	\$ 1,652,574
847,305	191,775	4,271,435
	307,973	7,460,064
	1,735,215	3,018,582
<u>849,133</u>	<u>3,300,270</u>	<u>16,402,655</u>
	941,534	7,294,915
	319,173	1,633,837
	21,935	1,642,198
	24,946	1,820,568
		757,535
	878,558	951,393
	626,353	1,305,983
582,000	45,781	627,781
140,590	5,997	146,587
<u>722,590</u>	<u>2,864,277</u>	<u>16,180,797</u>
<u>126,543</u>	<u>435,993</u>	<u>221,858</u>
268		268
	(268)	(268)
		19,345
<u>268</u>	<u>(268)</u>	<u>19,345</u>
<u>126,811</u>	<u>435,725</u>	<u>241,203</u>
52,044	1,560,274	2,834,994
	(4,182)	(9,516)
<u>\$ 178,855</u>	<u>\$ 1,991,817</u>	<u>\$ 3,066,681</u>

BENSON UNIFIED SCHOOL DISTRICT NO. 9
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2022

Changes in fund balances - total governmental funds

Amounts reported for *governmental activities* in the Statement of Activities are different because: 241,203

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/amortization expense.

Expenditures for capitalized assets	\$ 246,762	
Less current year depreciation/amortization	<u>(1,064,546)</u>	(817,784)

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

Property taxes	(7,588)	
Intergovernmental	<u>398,226</u>	390,638

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.

Financed purchase principal retirement	22,391	
Lease principal retirement	23,390	
Bond principal retirement	<u>582,000</u>	627,781

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

Current year pension contributions	985,245	
Pension expense	<u>(1,202,733)</u>	(217,488)

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.

Inventory	(9,516)	
Loss on disposal of assets	(16,053)	
Amortization of deferred bond items	(1,594)	
Compensated absences	<u>(981)</u>	<u>(28,144)</u>

Changes in net position in governmental activities **\$ 196,206**

BENSON UNIFIED SCHOOL DISTRICT NO. 9
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Benson Unified School District No. 9 (District) have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

During the year ended June 30, 2022, the District implemented the provisions of GASB Statement No. 87, *Leases*. This Statement increases the usefulness of the financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases. The statement establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. Beginning balances of net capital assets and long-term obligations for leases payable reported in the governmental activities have been restated accordingly by \$74,700 and \$74,700, respectively.

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 expenses/expenditures.

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

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

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

BENSON UNIFIED SCHOOL DISTRICT NO. 9
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Consequently, the District’s financial statements include only the financial activity of the organizational entities for which its elected governing board is financially accountable. The District’s major operations include education, student transportation, construction and maintenance of District facilities, food services, auxiliary operations, and athletic functions.

B. Government-Wide and Fund Financial Statements

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

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes, unrestricted federal, state and county aid, and other unrestricted 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.

BENSON UNIFIED SCHOOL DISTRICT NO. 9
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

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

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

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

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

BENSON UNIFIED SCHOOL DISTRICT NO. 9
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Classroom Site Fund – The Classroom Site Fund accounts 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.

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.

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.

BENSON UNIFIED SCHOOL DISTRICT NO. 9
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

E. Investment Income

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

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories consist of expendable supplies held for consumption. Inventories are recorded as expenses when consumed in the government-wide financial statements and as expenditures when purchased in the fund financial statements.

The United States Department of Agriculture (USDA) commodity portion of the food services inventory consists of food donated by the USDA. It is valued at estimated market prices paid by the USDA.

BENSON UNIFIED SCHOOL DISTRICT NO. 9
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

I. Capital Assets

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

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

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

Capital assets are depreciated using the straight-line method over the estimated useful life of the asset. Intangible right-to use assets are amortized over the shorter of the lease term or the underlying asset's useful life. The estimated useful lives and amortization periods are as follows:

Land improvements	15 – 20 years
Buildings and improvements	10 – 65 years
Vehicles, furniture and equipment	5 – 20 years
Intangible right-to use assets	3 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 assets 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 assets that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time.

BENSON UNIFIED SCHOOL DISTRICT NO. 9
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

K. Compensated Absences

The District's employee vacation and sick leave policies generally provide for granting vacation and sick leave with pay. Accrued sick leave is earned by all employees working at least nine months a year at a rate of one day per month of employment and vests at a rate based upon their years of service. All 12-month classified employees earn vacation, at a rate of 12 days a year, with increases depending on length of service. The current and long-term liabilities, including related benefits, for accumulated vacation and sick leave are reported on the government-wide financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee leave, resignations and retirements. Generally, resources from the General Fund are used to pay for compensated absences.

L. Pensions

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

M. Long-term Obligations

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

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.

BENSON UNIFIED SCHOOL DISTRICT NO. 9
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

N. Net Position Flow Assumption

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

O. 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.

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 are legally or contractually required to be maintained intact.

BENSON UNIFIED SCHOOL DISTRICT NO. 9
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 2 – FUND BALANCE CLASSIFICATIONS

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

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

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

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

BENSON UNIFIED SCHOOL DISTRICT NO. 9
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 2 – FUND BALANCE CLASSIFICATIONS

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	Classroom Site	Other Federal Projects	Debt Service	Non-Major Governmental Funds
Fund Balances:					
Nonspendable:					
Inventory	\$ 69,429	\$	\$	\$	\$ 4,318
Restricted:					
Debt service				178,855	
Capital projects					603,220
Bond building projects					95,628
Teacher compensation increases		672,480			97,215
Federal and state projects					159,411
Food service					285,224
Civic center					1,969
Community School					48,452
Extracurricular activities					147,673
Gifts and donations					151,787
Student activities					95,464
Career technical education					318,030
Other purposes					41,303
Unassigned	719,622		(565,522)		(57,877)
Total fund balances	\$ 789,051	\$ 672,480	\$ (565,522)	\$ 178,855	\$ 1,991,817

BENSON UNIFIED SCHOOL DISTRICT NO. 9
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 3 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

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

	<u>Deficit</u>
Major Fund:	
Other Federal Projects	\$ 565,522
Non-Major Governmental Funds:	
Title I Grants	22,493
Professional Development and Technology Grants	65
Limited English and Immigrant Students	1,118
Special Education Grants	29,748
Vocational Education	4,453

The deficits arose because of operations during the year and/or because of pending grant reimbursements. Additional revenues received in fiscal year 2022-23 are expected to eliminate the deficits.

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

NOTE 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 \$274,459 and the bank balance was \$286,829. At year end, \$36,829 of the District’s deposits were covered by collateral held by the pledging financial institution’s trust department or agent, but not in the District’s name.

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

BENSON UNIFIED SCHOOL DISTRICT NO. 9
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

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	197 days	\$ 3,921,455

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:

	Other Federal Projects	Non-Major Governmental Funds
Due from other governmental entities:		
Due from federal government	\$ 625,024	\$ 142,157
Due from state government		24,828
Net due from governmental entities	\$ 625,024	\$ 166,985

BENSON UNIFIED SCHOOL DISTRICT NO. 9
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 6 – CAPITAL ASSETS

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

<u>Governmental Activities</u>	<u>Beginning Balance (As Restated)</u>	<u>Increase</u>	<u>Decrease</u>	<u>Ending Balance</u>
Capital assets, not being depreciated:				
Land	\$ 259,549	\$	\$	\$ 259,549
Construction in progress	11,165		11,165	
Total capital assets, not being depreciated	<u>270,714</u>		<u>11,165</u>	<u>259,549</u>
Capital assets, being depreciated:				
Land improvements	4,791,259	53,436		4,844,695
Buildings and improvements	30,084,229	134,395	57,037	30,161,587
Vehicles, furniture and equipment	3,664,266	58,931	388,441	3,334,756
Total capital assets being depreciated	<u>38,539,754</u>	<u>246,762</u>	<u>445,478</u>	<u>38,341,038</u>
Less accumulated depreciation for:				
Land improvements	(3,119,576)	(226,775)		(3,346,351)
Buildings and improvements	(11,014,857)	(598,285)	(54,549)	(11,558,593)
Vehicles, furniture and equipment	(1,388,556)	(214,586)	(386,041)	(1,217,101)
Total accumulated depreciation	<u>(15,522,989)</u>	<u>(1,039,646)</u>	<u>(440,590)</u>	<u>(16,122,045)</u>
Total capital assets, being depreciated, net	<u>23,016,765</u>	<u>(792,884)</u>	<u>4,888</u>	<u>22,218,993</u>
Intangible right-to-use assets:				
Leased vehicles, furniture and equipment	74,700			74,700
Less accumulated amortization		(24,900)		(24,900)
Total intangible right-to-use assets, net	<u>74,700</u>	<u>(24,900)</u>		<u>49,800</u>
Governmental activities capital assets, net	<u>\$ 23,362,179</u>	<u>\$ (817,784)</u>	<u>\$ 16,053</u>	<u>\$ 22,528,342</u>

Depreciation and amortization expense were charged to governmental functions as follows:

Instruction	\$ 766,854
Support services – students and staff	1,184
Support services – administration	23,341
Operation and maintenance of plant services	83,916
Student transportation services	178,612
Operation of non-instructional services	10,639
Total depreciation expense – governmental activities	<u>\$ 1,064,546</u>

BENSON UNIFIED SCHOOL DISTRICT NO. 9
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 7 – SHORT TERM DEBT – REVOLVING LINE OF CREDIT

The District has a 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 \$2.0 million in unused line of credit.

NOTE 8 – GENERAL OBLIGATION BONDS PAYABLE

Bonds payable at year end, consisted of the following outstanding general obligation bonds. The bonds are non-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 \$22.3 million and the available margin is \$17.2 million.

<u>Purpose</u>	<u>Original Amount Issued</u>	<u>Interest Rates</u>	<u>Remaining Maturities</u>	<u>Outstanding Principal June 30, 2022</u>	<u>Due Within One Year</u>
Governmental activities:					
General obligation bonds:					
School Improvement Bonds, Project 2019	\$ 2,895,000	3.00-4.00%	7/1/22-38	\$ 2,500,000	\$ 200,000
Private placement general obligation bonds:					
Refunding Bonds, Series 2017	3,583,000	2.20%	7/1/22-27	<u>2,420,000</u>	<u>382,000</u>
Total				<u>\$ 4,920,000</u>	<u>\$ 582,000</u>

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

<u>Year ending June 30:</u>	<u>Governmental Activities</u>			
	<u>General Obligation Bonds</u>		<u>Private Placement General Obligation Bonds</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2023	\$ 200,000	\$ 84,000	\$ 382,000	\$ 49,038
2024	200,000	78,000	391,000	40,535
2025	150,000	72,750	399,000	31,845
2026	150,000	68,250	407,000	22,979
2027	125,000	64,125	415,000	13,937
2028-32	800,000	237,625	426,000	4,686
2033-37	675,000	103,750		
2038	200,000	8,000		
Total	<u>\$ 2,500,000</u>	<u>\$ 716,500</u>	<u>\$ 2,420,000</u>	<u>\$ 163,020</u>

BENSON UNIFIED SCHOOL DISTRICT NO. 9
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 8 – GENERAL OBLIGATION BONDS PAYABLE

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

NOTE 9 – FINANCED PURCHASES PAYABLE

The District has acquired a bus under the provisions of a contract classified as a financed purchase payable. In accordance with GASB Statement No. 87 *Leases*, contracts previously recorded as capital leases have been reclassified as financed purchases payable in the fiscal year. Revenues from the Unrestricted Capital Outlay Fund, a non-major governmental fund, are used to pay the debt obligation.

As of June 30, 2022, the governmental activities net present value principal was \$23,221 due in fiscal year 2023, and the interest due for this future minimum lease payment was \$859.

NOTE 10 – LEASES PAYABLE

The District has acquired copiers under the provisions of a contract classified as a lease. The related obligation under the lease agreement has been recorded at the present value of its future minimum lease payments as of the inception date. Revenues from the Unrestricted Capital Outlay Fund, a non-major governmental fund, are used to pay the lease obligation. Amortization of right-to-use assets recorded under leases is included with depreciation expense.

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

		Governmental Activities	
		Principal	Interest
	Year ending June 30:		
	2023	\$ 24,700	\$ 2,999
	2024	26,610	1,089
	Total	\$ 51,310	\$ 4,088

The right-to-use assets recorded under leases that meet the District’s capitalization threshold are as follows:

	Governmental Activities
Asset:	
Vehicles, furniture and equipment	\$ 74,700
Less: Accumulated amortization	24,900
Total	\$ 49,800

BENSON UNIFIED SCHOOL DISTRICT NO. 9
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 11 – CHANGES IN LONG-TERM LIABILITIES

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

	Beginning Balance (As Restated)	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Bonds payable:					
General obligation bonds	\$ 2,790,000	\$	\$ 290,000	\$ 2,500,000	\$ 200,000
Private placement general obligation bonds	2,792,000		372,000	2,420,000	382,000
Premium	173,873		10,981	162,892	
Total bonds payable	<u>5,755,873</u>		<u>672,981</u>	<u>5,082,892</u>	<u>582,000</u>
Financed purchases payable	45,612		22,391	23,221	23,221
Leases payable	74,700		23,390	51,310	24,700
Net pension liability	11,250,109		2,325,723	8,924,386	
Compensated absences payable	<u>264,029</u>	<u>345,304</u>	<u>344,323</u>	<u>265,010</u>	<u>125,000</u>
Governmental activity long-term liabilities	<u>\$ 17,390,323</u>	<u>\$ 345,304</u>	<u>\$ 3,388,808</u>	<u>\$ 14,346,819</u>	<u>\$ 754,921</u>

NOTE 12 – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

At year end, interfund balances were as follows:

Due to/from other funds – At year end, the Other Federal Projects Fund and several non-major governmental funds had negative cash balances of \$432,858 and \$10,616, respectively, for a total of \$443,474 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 of \$268 between funds were used to move investment income earned in the Bond Building Fund, a non-major governmental fund, that is required by statute to be expended in the Debt Service Fund.

NOTE 13 – 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.

BENSON UNIFIED SCHOOL DISTRICT NO. 9
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 13 – CONTINGENT LIABILITIES

Lawsuits – The District is a party to a lawsuit, which normally occurs in governmental operations. The ultimate outcome of the actions is not determinable, however, District management believes that the outcome of this proceeding, will not have a materially adverse effect on the accompanying financial statements.

NOTE 14 – 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's employees have health and accident insurance coverage with the Arizona School Board Association Insurance Trust (ASBAIT). ASBAIT is a public entity risk pool currently operating as a common risk management and insurance program for school districts in the State. The District pays a monthly premium to ASBAIT for employees' health and accident insurance coverage. The agreement provides that ASBAIT will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of specified amounts.

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

BENSON UNIFIED SCHOOL DISTRICT NO. 9
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 15 – 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.

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	

BENSON UNIFIED SCHOOL DISTRICT NO. 9
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 15 – PENSIONS

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 12.41 percent (12.22 percent for retirement and 0.19 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 12.41 percent (12.01 percent for retirement, 0.21 percent for health insurance premium benefit, and 0.19 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, 2022 were \$985,245.

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 10.22 percent (10.13 for retirement and 0.09 percent for long-term disability). ACR contributions are included in employer contributions presented above.

The District's pension 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, 2021. 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, 2020, to the measurement date of June 30, 2021. 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, 2021. The total liabilities as of June 30, 2021, reflect changes in actuarial assumptions based on the results of an actuarial experience study for the 5-year period ended June 30, 2020, including decreasing the discount rate from 7.5 percent to 7.0 percent and changing the projected salary increases from 2.7-7.2 percent to 2.9-8.4 percent.

BENSON UNIFIED SCHOOL DISTRICT NO. 9
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 15 – PENSIONS

At June 30, 2022, the District reported the following amounts for its proportionate share of the pension plan net liability. In addition, at June 30, 2021, the District’s percentage proportion for each plan and the related change from its proportion measured as of June 30, 2020 was:

Net Liability	District % Proportion	Increase (Decrease)
\$ 8,924,386	0.068	0.003

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, 2022 was \$1.2 million.

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	\$ 136,044	\$
Changes of assumptions or other inputs	1,161,580	
Net difference between projected and actual earnings on pension investments		2,827,560
Changes in proportion and differences between contributions and proportionate share of contributions	466,608	
Contributions subsequent to the measurement date	985,245	
Total	\$ 2,749,477	\$ 2,827,560

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, 2023. 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:		
2023	\$	358,902
2024		175,500
2025		(623,332)
2026		(974,398)

BENSON UNIFIED SCHOOL DISTRICT NO. 9
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 15 – PENSIONS

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

Actuarial valuation date	June 30, 2020
Actuarial roll forward date	June 30, 2021
Actuarial cost method	Entry age normal
Investment rate of return	7.0%
Inflation	2.3%
Projected salary increases	2.9-8.4%
Permanent base increases	Included
Mortality rates	2017 SRA Scale U-MP

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2020. 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, 2020, actuarial valuation.

The long-term expected rate of return on ASRS plan investments was determined to be 7.0 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.

The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Geometric Real Rate of Return</u>
Equity	50%	4.90%
Credit	20	5.20
Interest rate sensitive bonds	10	0.70
Real estate	20	5.70
Total	<u>100%</u>	

BENSON UNIFIED SCHOOL DISTRICT NO. 9
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 15 – PENSIONS

Discount Rate. The discount rate used to measure the total pension liability was 7.0 percent. The discount rate was lowered in the roll forward for the year June 30, 2021 from 7.5 percent, which was used for the actuarial assumptions at the valuation date. 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.

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 7.0 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	6.0%	7.0%	8.0%
Net liability	\$ 14,037,312	\$ 8,924,386	\$ 4,661,621

Contributions payable. The District’s accrued payroll and employee benefits included \$108,939 of outstanding pension contribution amounts payable to ASRS for the year ended June 30, 2022.

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.

REQUIRED SUPPLEMENTARY INFORMATION

BENSON UNIFIED SCHOOL DISTRICT NO. 9
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL
YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Non-GAAP Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Other local	\$	\$	\$ 494,178	\$ 494,178
Property taxes			3,232,355	3,232,355
State aid and grants			5,995,825	5,995,825
Total revenues			<u>9,722,358</u>	<u>9,722,358</u>
Expenditures:				
Current -				
Instruction	4,650,375	5,059,159	4,844,309	214,850
Support services - students and staff	1,295,820	1,154,682	1,182,501	(27,819)
Support services - administration	1,603,337	1,689,033	1,593,057	95,976
Operation and maintenance of plant services	1,858,750	1,892,625	1,677,045	215,580
Student transportation services	798,000	788,000	734,937	53,063
Operation of non-instructional services	35,000	23,500	315	23,185
Total expenditures	<u>10,241,282</u>	<u>10,606,999</u>	<u>10,032,164</u>	<u>574,835</u>
Changes in fund balances	<u>(10,241,282)</u>	<u>(10,606,999)</u>	<u>(309,806)</u>	<u>10,297,193</u>
Fund balances, beginning of year			1,030,479	1,030,479
Increase (decrease) in reserve for inventory			(5,334)	(5,334)
Fund balances (deficits), end of year	<u>\$ (10,241,282)</u>	<u>\$ (10,606,999)</u>	<u>\$ 715,339</u>	<u>\$ 11,322,338</u>

See accompanying notes to this schedule.

**BENSON UNIFIED SCHOOL DISTRICT NO. 9
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
CLASSROOM SITE
YEAR ENDED JUNE 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
State aid and grants	\$	\$	\$ 1,156,266	\$ 1,156,266
Total revenues			<u>1,156,266</u>	<u>1,156,266</u>
Expenditures:				
Current -				
Instruction	1,653,350	1,467,837	771,961	695,876
Operation of non-instructional services			6,747	(6,747)
Total expenditures	<u>1,653,350</u>	<u>1,467,837</u>	<u>778,708</u>	<u>689,129</u>
Changes in fund balances	<u>(1,653,350)</u>	<u>(1,467,837)</u>	<u>377,558</u>	<u>1,845,395</u>
Fund balances, beginning of year			294,922	294,922
Fund balances (deficits), end of year	<u>\$ (1,653,350)</u>	<u>\$ (1,467,837)</u>	<u>\$ 672,480</u>	<u>\$ 2,140,317</u>

See accompanying notes to this schedule.

**BENSON UNIFIED SCHOOL DISTRICT NO. 9
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
OTHER FEDERAL PROJECTS
YEAR ENDED JUNE 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal aid, grants and reimbursements	\$	\$	\$ 1,265,222	\$ 1,265,222
Total revenues			<u>1,265,222</u>	<u>1,265,222</u>
Expenditures:				
Current -				
Instruction	3,763,000	2,250,500	701,612	1,548,888
Support services - students and staff			93,159	(93,159)
Support services - administration			15,626	(15,626)
Operation and maintenance of plant services			111,807	(111,807)
Student transportation services			22,598	(22,598)
Operation of non-instructional services			65,773	(65,773)
Capital outlay			667,362	(667,362)
Total expenditures	<u>3,763,000</u>	<u>2,250,500</u>	<u>1,677,937</u>	<u>572,563</u>
Changes in fund balances	<u>(3,763,000)</u>	<u>(2,250,500)</u>	<u>(412,715)</u>	<u>1,837,785</u>
Fund balances (deficits), beginning of year			(152,807)	(152,807)
Fund balances (deficits), end of year	<u>\$ (3,763,000)</u>	<u>\$ (2,250,500)</u>	<u>\$ (565,522)</u>	<u>\$ 1,684,978</u>

See accompanying notes to this schedule.

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BENSON UNIFIED SCHOOL DISTRICT NO. 9
SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
ARIZONA STATE RETIREMENT SYSTEM
LAST EIGHT FISCAL YEARS

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Measurement date	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018
District's proportion of the net pension (assets) liability	0.07%	0.07%	0.06%	0.06%
District's proportionate share of the net pension (assets) liability	\$ 8,924,386	\$ 11,250,109	\$ 8,938,780	\$ 8,422,280
District's covered payroll	\$ 7,596,575	\$ 7,054,568	\$ 6,297,451	\$ 6,042,936
District's proportionate share of the net pension (assets) liability as a percentage of its covered payroll	117.48%	159.47%	141.94%	139.37%
Plan fiduciary net position as a percentage of the total pension liability	78.58%	69.33%	73.24%	73.40%

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

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Actuarially determined contribution	\$ 985,245	\$ 885,001	\$ 807,748	\$ 704,055
Contributions in relation to the actuarially determined contribution	<u>985,245</u>	<u>885,001</u>	<u>807,748</u>	<u>704,055</u>
Contribution deficiency (excess)	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
District's covered payroll	\$ 8,203,539	\$ 7,596,575	\$ 7,054,568	\$ 6,297,451
Contributions as a percentage of covered payroll	12.01%	11.65%	11.45%	11.18%

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>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
0.06%	0.06%	0.06%	0.06%
\$ 9,261,151	\$ 9,471,541	\$ 9,097,231	\$ 8,289,515
\$ 5,796,837	\$ 5,521,429	\$ 5,362,553	\$ 5,457,776
159.76%	171.54%	169.64%	151.88%
69.92%	67.06%	68.35%	69.49%

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 658,680	\$ 624,899	\$ 599,075	\$ 583,982
<u>658,680</u>	<u>624,899</u>	<u>599,075</u>	<u>583,982</u>
<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
\$ 6,042,936	\$ 5,796,837	\$ 5,521,429	\$ 5,362,553
10.90%	10.78%	10.85%	10.89%

BENSON UNIFIED SCHOOL DISTRICT NO. 9
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2022

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.

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	\$ 10,137,285	\$ 789,051
Activity budgeted as special revenue funds	(105,121)	(73,712)
Schedule of Revenues, Expenditures and Changes in Fund		
Balances – Budget and Actual – General Fund	\$ 10,032,164	\$ 715,339

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, 2020, valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2020. 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, 2020, actuarial valuation. The total liabilities as of June 30, 2021, reflect changes in actuarial assumptions based on the results of an actuarial experience, including decreasing the discount rate from 7.5 percent to 7.0 percent and changing the projected salary increases from 2.7-7.2 percent to 2.9-8.4 percent.

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

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GOVERNMENTAL FUNDS

BENSON UNIFIED SCHOOL DISTRICT NO. 9
COMBINING BALANCE SHEET - ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE
JUNE 30, 2022

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total Non-Major Governmental Funds</u>
<u>ASSETS</u>			
Cash and investments	\$ 1,268,143	\$ 699,852	\$ 1,967,995
Property taxes receivable		14,980	14,980
Accounts receivable	54,499		54,499
Due from governmental entities	166,985		166,985
Inventory	4,318		4,318
Total assets	<u>\$ 1,493,945</u>	<u>\$ 714,832</u>	<u>\$ 2,208,777</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 49,095	\$ 3,308	\$ 52,403
Due to other funds	10,616		10,616
Accrued payroll and employee benefits	83,088		83,088
Unearned revenues	300		300
Total liabilities	<u>143,099</u>	<u>3,308</u>	<u>146,407</u>
Deferred inflows of resources:			
Unavailable revenues - property taxes		12,676	12,676
Unavailable revenues - intergovernmental	57,877		57,877
Total deferred inflows of resources	<u>57,877</u>	<u>12,676</u>	<u>70,553</u>
Fund balances (deficits):			
Nonspendable	4,318		4,318
Restricted	1,346,528	698,848	2,045,376
Unassigned	(57,877)		(57,877)
Total fund balances	<u>1,292,969</u>	<u>698,848</u>	<u>1,991,817</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 1,493,945</u>	<u>\$ 714,832</u>	<u>\$ 2,208,777</u>

BENSON UNIFIED SCHOOL DISTRICT NO. 9
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE
YEAR ENDED JUNE 30, 2022

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total Non-Major Governmental Funds</u>
Revenues:			
Other local	\$ 1,029,779	\$ 35,528	\$ 1,065,307
Property taxes		191,775	191,775
State aid and grants	96,311	211,662	307,973
Federal aid, grants and reimbursements	1,735,215		1,735,215
Total revenues	<u>2,861,305</u>	<u>438,965</u>	<u>3,300,270</u>
Expenditures:			
Current -			
Instruction	941,534		941,534
Support services - students and staff	319,173		319,173
Support services - administration	21,935		21,935
Operation and maintenance of plant services	24,946		24,946
Operation of non-instructional services	878,558		878,558
Capital outlay	154,123	472,230	626,353
Debt service -			
Principal retirement		45,781	45,781
Interest and fiscal charges		5,997	5,997
Total expenditures	<u>2,340,269</u>	<u>524,008</u>	<u>2,864,277</u>
Excess (deficiency) of revenues over expenditures	<u>521,036</u>	<u>(85,043)</u>	<u>435,993</u>
Other financing sources (uses):			
Transfer out		(268)	(268)
Total other financing sources (uses)		<u>(268)</u>	<u>(268)</u>
Changes in fund balances	<u>521,036</u>	<u>(85,311)</u>	<u>435,725</u>
Fund balances, beginning of year	776,115	784,159	1,560,274
Increase (decrease) in reserve for inventory	(4,182)		(4,182)
Fund balances, end of year	<u>\$ 1,292,969</u>	<u>\$ 698,848</u>	<u>\$ 1,991,817</u>

SPECIAL REVENUE FUNDS

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.

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

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

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

National Forest Fees - to account for monies allocated for the purposes of benefiting public schools and public roads in counties where national forests are situated.

Taylor Grazing Fees - to account for financial assistance received for the purpose of protecting public lands by preventing over-grazing and soil deterioration and to provide for orderly use, improvement and development, and stabilization of the livestock industry.

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

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

Rural Assistance - to account for state assistance received to assist homeless or special needs pupils.

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

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

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

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

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

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

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

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

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

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

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

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

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

Arizona Industry Credentials Incentive - to account for incentive monies for career technical education courses or programs that provide a certification, credential, or license.

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

Intergovernmental Agreements - to account for the financial activities relating to agreements with other governments not required to be accounted for elsewhere.

BENSON UNIFIED SCHOOL DISTRICT NO. 9
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2022

	Instructional Improvement	County, City, and Town Grants	Title I Grants
<u>ASSETS</u>			
Cash and investments	\$ 74,908	\$ 1,431	\$ 337
Accounts receivable			
Due from governmental entities	24,828		22,493
Inventory			
Total assets	\$ 99,736	\$ 1,431	\$ 22,830
 <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$	\$	\$
Due to other funds			
Accrued payroll and employee benefits	2,521		22,830
Unearned revenues			
Total liabilities	2,521		22,830
Deferred inflows of resources:			
Unavailable revenues - intergovernmental			22,493
Fund balances (deficits):			
Nonspendable			
Restricted	97,215	1,431	
Unassigned			(22,493)
Total fund balances	97,215	1,431	(22,493)
 Total liabilities, deferred inflows of resources and fund balances	\$ 99,736	\$ 1,431	\$ 22,830

<u>Professional Development and Technology Grants</u>	<u>Limited English & Immigrant Students</u>	<u>Special Education Grants</u>	<u>Vocational Education</u>	<u>E-Rate</u>	<u>Food Service</u>
\$	\$	\$	\$	\$ 101,417	\$ 296,769
65	1,118	29,748	4,453	61,746	22,534
<u>\$ 65</u>	<u>\$ 1,118</u>	<u>\$ 29,748</u>	<u>\$ 4,453</u>	<u>\$ 163,163</u>	<u>\$ 323,621</u>
\$	\$	\$	\$	\$ 3,752	\$ 34,079
65	1,118	9,433 20,315	4,453	3,752	34,079
<u>65</u>	<u>1,118</u>	<u>29,748</u>	<u>4,453</u>	<u>3,752</u>	<u>34,079</u>
<u>65</u>	<u>1,118</u>	<u>29,748</u>	<u>4,453</u>		
(65)	(1,118)	(29,748)	(4,453)	159,411	4,318 285,224
<u>(65)</u>	<u>(1,118)</u>	<u>(29,748)</u>	<u>(4,453)</u>	<u>159,411</u>	<u>289,542</u>
<u>\$ 65</u>	<u>\$ 1,118</u>	<u>\$ 29,748</u>	<u>\$ 4,453</u>	<u>\$ 163,163</u>	<u>\$ 323,621</u>

(Continued)

BENSON UNIFIED SCHOOL DISTRICT NO. 9
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2022

	Civic Center	Community School	Extracurricular Activities Fees Tax Credit
<u>ASSETS</u>			
Cash and investments	\$ 1,969	\$ 46,365	\$ 147,673
Accounts receivable		21,200	
Due from governmental entities			
Inventory			
Total assets	\$ 1,969	\$ 67,565	\$ 147,673
 <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$	\$ 1,120	\$
Due to other funds			
Accrued payroll and employee benefits		17,693	
Unearned revenues		300	
Total liabilities		19,113	
Deferred inflows of resources:			
Unavailable revenues - intergovernmental			
Fund balances (deficits):			
Nonspendable			
Restricted	1,969	48,452	147,673
Unassigned			
Total fund balances	1,969	48,452	147,673
 Total liabilities, deferred inflows of resources and fund balances	 \$ 1,969	 \$ 67,565	 \$ 147,673

<u>Gifts and Donations</u>	<u>Career and Technical Education Projects</u>	<u>Textbooks</u>	<u>Career Technical Education</u>	<u>Student Activities</u>	<u>Intergovernmental Agreements</u>
\$ 155,238	\$ 12,261	\$ 4,064	\$ 292,199 33,299	\$ 97,704	\$ 35,808
<u>\$ 155,238</u>	<u>\$ 12,261</u>	<u>\$ 4,064</u>	<u>\$ 325,498</u>	<u>\$ 97,704</u>	<u>\$ 35,808</u>
\$ 3,451	\$	\$	\$	\$ 2,240	\$
			19,729		
<u>3,451</u>			<u>19,729</u>	<u>2,240</u>	
151,787	12,261	4,064	305,769	95,464	35,808
<u>151,787</u>	<u>12,261</u>	<u>4,064</u>	<u>305,769</u>	<u>95,464</u>	<u>35,808</u>
<u>\$ 155,238</u>	<u>\$ 12,261</u>	<u>\$ 4,064</u>	<u>\$ 325,498</u>	<u>\$ 97,704</u>	<u>\$ 35,808</u>

(Continued)

BENSON UNIFIED SCHOOL DISTRICT NO. 9
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2022

	Totals
<u>ASSETS</u>	
Cash and investments	\$ 1,268,143
Accounts receivable	54,499
Due from governmental entities	166,985
Inventory	4,318
Total assets	\$ 1,493,945
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>	
Liabilities:	
Accounts payable	\$ 49,095
Due to other funds	10,616
Accrued payroll and employee benefits	83,088
Unearned revenues	300
Total liabilities	143,099
Deferred inflows of resources:	
Unavailable revenues - intergovernmental	57,877
Fund balances (deficits):	
Nonspendable	4,318
Restricted	1,346,528
Unassigned	(57,877)
Total fund balances	1,292,969
 Total liabilities, deferred inflows of resources and fund balances	 \$ 1,493,945

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BENSON UNIFIED SCHOOL DISTRICT NO. 9
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Instructional Improvement	County, City, and Town Grants	Title I Grants
Revenues:			
Other local	\$	\$ 18,793	\$
State aid and grants	74,173		
Federal aid, grants and reimbursements			395,802
Total revenues	74,173	18,793	395,802
Expenditures:			
Current -			
Instruction	37,036	18,024	223,294
Support services - students and staff			70,120
Support services - administration			10,798
Operation and maintenance of plant services			
Operation of non-instructional services			78,447
Capital outlay			
Total expenditures	37,036	18,024	382,659
Changes in fund balances	37,137	769	13,143
Fund balances (deficits), beginning of year	60,078	662	(35,636)
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	\$ 97,215	\$ 1,431	\$ (22,493)

<u>Professional Development and Technology Grants</u>	<u>Limited English & Immigrant Students</u>	<u>Special Education Grants</u>	<u>Vocational Education</u>	<u>E-Rate</u>	<u>State Vocational Education</u>
\$	\$	\$	\$	\$	\$
78,110	1,384	287,786	35,319	166,410	16,509
<u>78,110</u>	<u>1,384</u>	<u>287,786</u>	<u>35,319</u>	<u>166,410</u>	<u>16,509</u>
3,562	110	277,761			
42,516	1,009	77	7,679		11,501
				918	
				3,688	
31,695		4,226	32,093	29,286	5,008
<u>77,773</u>	<u>1,119</u>	<u>282,064</u>	<u>39,772</u>	<u>33,892</u>	<u>16,509</u>
337	265	5,722	(4,453)	132,518	
(402)	(1,383)	(35,470)		26,893	
<u>\$ (65)</u>	<u>\$ (1,118)</u>	<u>\$ (29,748)</u>	<u>\$ (4,453)</u>	<u>\$ 159,411</u>	<u>\$</u>

(Continued)

BENSON UNIFIED SCHOOL DISTRICT NO. 9
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	<u>Food Service</u>	<u>Civic Center</u>	<u>Community School</u>
Revenues:			
Other local	\$ 17,491	\$ 1,995	\$ 342,414
State aid and grants			5,629
Federal aid, grants and reimbursements	770,404		
Total revenues	<u>787,895</u>	<u>1,995</u>	<u>348,043</u>
Expenditures:			
Current -			
Instruction			
Support services - students and staff			
Support services - administration	899	176	
Operation and maintenance of plant services	15,408		
Operation of non-instructional services	501,248		288,514
Capital outlay	6,734		9,789
Total expenditures	<u>524,289</u>	<u>176</u>	<u>298,303</u>
Changes in fund balances	<u>263,606</u>	<u>1,819</u>	<u>49,740</u>
Fund balances (deficits), beginning of year	30,118	150	(1,288)
Increase (decrease) in reserve for inventory	(4,182)		
Fund balances, end of year	<u>\$ 289,542</u>	<u>\$ 1,969</u>	<u>\$ 48,452</u>

<u>Extracurricular Activities Fees Tax Credit</u>	<u>Gifts and Donations</u>	<u>Career and Technical Education Projects</u>	<u>Textbooks</u>	<u>Career Technical Education</u>	<u>Arizona Industry Credentials Incentive</u>
\$ 47,033	\$ 29,858	\$ 8,460	\$ 484	\$ 347,506	\$ 14,508
<u>47,033</u>	<u>29,858</u>	<u>8,460</u>	<u>484</u>	<u>347,506</u>	<u>14,508</u>
10,605	3,504	5,028		265,988	1,157
36,775	6,039		2,121	42,711	
	7,363				
	5,850				
	<u>10,109</u>			<u>8,910</u>	<u>13,351</u>
<u>47,380</u>	<u>32,865</u>	<u>5,028</u>	<u>2,121</u>	<u>317,609</u>	<u>14,508</u>
<u>(347)</u>	<u>(3,007)</u>	<u>3,432</u>	<u>(1,637)</u>	<u>29,897</u>	
148,020	154,794	8,829	5,701	275,872	
<u>\$ 147,673</u>	<u>\$ 151,787</u>	<u>\$ 12,261</u>	<u>\$ 4,064</u>	<u>\$ 305,769</u>	<u>\$</u>

(Continued)

BENSON UNIFIED SCHOOL DISTRICT NO. 9
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Student Activities	Intergovernmental Agreements	Totals
Revenues:			
Other local	\$ 122,171	\$ 79,066	\$ 1,029,779
State aid and grants			96,311
Federal aid, grants and reimbursements			1,735,215
Total revenues	122,171	79,066	2,861,305
Expenditures:			
Current -			
Instruction	25,696	69,769	941,534
Support services - students and staff	98,625		319,173
Support services - administration	1,781		21,935
Operation and maintenance of plant services			24,946
Operation of non-instructional services		10,349	878,558
Capital outlay		2,922	154,123
Total expenditures	126,102	83,040	2,340,269
Changes in fund balances	(3,931)	(3,974)	521,036
Fund balances (deficits), beginning of year	99,395	39,782	776,115
Increase (decrease) in reserve for inventory			(4,182)
Fund balances, end of year	\$ 95,464	\$ 35,808	\$ 1,292,969

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BENSON UNIFIED SCHOOL DISTRICT NO. 9
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Instructional Improvement		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants		74,173	74,173
Federal aid, grants and reimbursements			
Total revenues		74,173	74,173
Expenditures:			
Current -			
Instruction	60,000	37,036	22,964
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	60,000	37,036	22,964
Excess (deficiency) of revenues over expenditures	(60,000)	37,137	97,137
Other financing sources (uses):			
Proceeds from sale of capital assets			
Total other financing sources (uses)			
Changes in fund balances	(60,000)	37,137	97,137
Fund balances (deficits), beginning of year		60,078	60,078
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	\$ (60,000)	\$ 97,215	\$ 157,215

County, City, and Town Grants			Title I Grants		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 18,793	\$ 18,793	\$	\$	\$
				395,802	395,802
	<u>18,793</u>	<u>18,793</u>		<u>395,802</u>	<u>395,802</u>
	18,024	(18,024)	430,253	223,294	206,959
				70,120	(70,120)
				10,798	(10,798)
				78,447	(78,447)
	<u>18,024</u>	<u>(18,024)</u>	<u>430,253</u>	<u>382,659</u>	<u>47,594</u>
	769	769	(430,253)	13,143	443,396
	<u>769</u>	<u>769</u>	<u>(430,253)</u>	<u>13,143</u>	<u>443,396</u>
	662	662		(35,636)	(35,636)
<u>\$</u>	<u>\$ 1,431</u>	<u>\$ 1,431</u>	<u>\$ (430,253)</u>	<u>\$ (22,493)</u>	<u>\$ 407,760</u>

(Continued)

BENSON UNIFIED SCHOOL DISTRICT NO. 9
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Professional Development and Technology Grants		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		78,110	78,110
Total revenues		78,110	78,110
Expenditures:			
Current -			
Instruction		3,562	(3,562)
Support services - students and staff	83,826	42,516	41,310
Support services - administration			
Operation and maintenance of plant services			
Operation of non-instructional services			
Capital outlay		31,695	(31,695)
Total expenditures	83,826	77,773	6,053
Excess (deficiency) of revenues over expenditures	(83,826)	337	84,163
Other financing sources (uses):			
Proceeds from sale of capital assets			
Total other financing sources (uses)			
Changes in fund balances	(83,826)	337	84,163
Fund balances (deficits), beginning of year		(402)	(402)
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	\$ (83,826)	\$ (65)	\$ 83,761

Limited English & Immigrant Students			Special Education Grants		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	1,384	1,384		287,786	287,786
	1,384	1,384		287,786	287,786
4,500	110 1,009	(110) 3,491	303,955	277,761 77	26,194 (77)
				4,226	(4,226)
4,500	1,119	3,381	303,955	282,064	21,891
(4,500)	265	4,765	(303,955)	5,722	309,677
(4,500)	265	4,765	(303,955)	5,722	309,677
	(1,383)	(1,383)		(35,470)	(35,470)
\$ (4,500)	\$ (1,118)	\$ 3,382	\$ (303,955)	\$ (29,748)	\$ 274,207

(Continued)

BENSON UNIFIED SCHOOL DISTRICT NO. 9
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Vocational Education		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		35,319	35,319
Total revenues		<u>35,319</u>	<u>35,319</u>
Expenditures:			
Current -			
Instruction			
Support services - students and staff		7,679	(7,679)
Support services - administration			
Operation and maintenance of plant services			
Operation of non-instructional services			
Capital outlay	31,834	32,093	(259)
Total expenditures	<u>31,834</u>	<u>39,772</u>	<u>(7,938)</u>
Excess (deficiency) of revenues over expenditures	<u>(31,834)</u>	<u>(4,453)</u>	<u>27,381</u>
Other financing sources (uses):			
Proceeds from sale of capital assets			
Total other financing sources (uses)			
Changes in fund balances	<u>(31,834)</u>	<u>(4,453)</u>	<u>27,381</u>
Fund balances (deficits), beginning of year			
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	<u>\$ (31,834)</u>	<u>\$ (4,453)</u>	<u>\$ 27,381</u>

National Forest Fees			Taylor Grazing Fees		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	17,415	17,415		730	730
	17,415	17,415		730	730
	12,115	(12,115)		153	(153)
	12,115	(12,115)		153	(153)
	5,300	5,300		577	577
	5,300	5,300		577	577
	20,357	20,357		1,832	1,832
\$	\$ 25,657	\$ 25,657	\$	\$ 2,409	\$ 2,409

(Continued)

BENSON UNIFIED SCHOOL DISTRICT NO. 9
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	E-Rate		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		166,410	166,410
Total revenues		<u>166,410</u>	<u>166,410</u>
Expenditures:			
Current -			
Instruction			
Support services - students and staff			
Support services - administration		918	(918)
Operation and maintenance of plant services		3,688	(3,688)
Operation of non-instructional services			
Capital outlay	110,000	29,286	80,714
Total expenditures	<u>110,000</u>	<u>33,892</u>	<u>76,108</u>
Excess (deficiency) of revenues over expenditures	<u>(110,000)</u>	<u>132,518</u>	<u>242,518</u>
Other financing sources (uses):			
Proceeds from sale of capital assets			
Total other financing sources (uses)			
Changes in fund balances	<u>(110,000)</u>	<u>132,518</u>	<u>242,518</u>
Fund balances (deficits), beginning of year		26,893	26,893
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	<u>\$ (110,000)</u>	<u>\$ 159,411</u>	<u>\$ 269,411</u>

State Vocational Education			Rural Assistance		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	16,509	16,509			
	<u>16,509</u>	<u>16,509</u>			
16,327	11,501	4,826			
	5,008	(5,008)			
<u>16,327</u>	<u>16,509</u>	<u>(182)</u>			
(16,327)		16,327			
(16,327)		16,327			
				865	865
<u>\$ (16,327)</u>	<u>\$</u>	<u>\$ 16,327</u>	<u>\$</u>	<u>\$ 865</u>	<u>\$ 865</u>

(Continued)

BENSON UNIFIED SCHOOL DISTRICT NO. 9
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	School Plant		Variance - Positive (Negative)
	Budget	Non-GAAP Actual	
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues			
Expenditures:			
Current -			
Instruction			
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services	616	6,770	(6,154)
Operation of non-instructional services			
Capital outlay			
Total expenditures	616	6,770	(6,154)
Excess (deficiency) of revenues over expenditures	(616)	(6,770)	(6,154)
Other financing sources (uses):			
Proceeds from sale of capital assets		19,345	19,345
Total other financing sources (uses)		19,345	19,345
Changes in fund balances	(616)	12,575	13,191
Fund balances (deficits), beginning of year		616	616
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	\$ (616)	\$ 13,191	\$ 13,807

Food Service			Civic Center		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 17,491	\$ 17,491	\$	\$ 1,995	\$ 1,995
	770,404	770,404		1,995	1,995
	<u>787,895</u>	<u>787,895</u>		<u>1,995</u>	<u>1,995</u>
	899	(899)	5,000	176	4,824
	15,408	(15,408)			
741,667	501,248	240,419			
	6,734	(6,734)			
<u>741,667</u>	<u>524,289</u>	<u>217,378</u>	<u>5,000</u>	<u>176</u>	<u>4,824</u>
<u>(741,667)</u>	<u>263,606</u>	<u>1,005,273</u>	<u>(5,000)</u>	<u>1,819</u>	<u>6,819</u>
<u>(741,667)</u>	<u>263,606</u>	<u>1,005,273</u>	<u>(5,000)</u>	<u>1,819</u>	<u>6,819</u>
	30,118	30,118		150	150
	(4,182)	(4,182)			
<u>\$ (741,667)</u>	<u>\$ 289,542</u>	<u>\$ 1,031,209</u>	<u>\$ (5,000)</u>	<u>\$ 1,969</u>	<u>\$ 6,969</u>

(Continued)

BENSON UNIFIED SCHOOL DISTRICT NO. 9
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Community School		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$ 342,414	\$ 342,414
State aid and grants		5,629	5,629
Federal aid, grants and reimbursements			
Total revenues		<u>348,043</u>	<u>348,043</u>
Expenditures:			
Current -			
Instruction			
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Operation of non-instructional services	279,837	288,514	(8,677)
Capital outlay		9,789	(9,789)
Total expenditures	<u>279,837</u>	<u>298,303</u>	<u>(18,466)</u>
Excess (deficiency) of revenues over expenditures	<u>(279,837)</u>	<u>49,740</u>	<u>329,577</u>
Other financing sources (uses):			
Proceeds from sale of capital assets			
Total other financing sources (uses)			
Changes in fund balances	<u>(279,837)</u>	<u>49,740</u>	<u>329,577</u>
Fund balances (deficits), beginning of year		(1,288)	(1,288)
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	<u>\$ (279,837)</u>	<u>\$ 48,452</u>	<u>\$ 328,289</u>

Auxiliary Operations			Extracurricular Activities Fees Tax Credit		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 85,239	\$ 85,239	\$	\$ 47,033	\$ 47,033
	<u>85,239</u>	<u>85,239</u>		<u>47,033</u>	<u>47,033</u>
85,000	35,499	(35,499)		10,605	(10,605)
	39,004	45,996	128,000	36,775	91,225
	1,102	(1,102)			
<u>85,000</u>	<u>75,605</u>	<u>9,395</u>	<u>128,000</u>	<u>47,380</u>	<u>80,620</u>
<u>(85,000)</u>	<u>9,634</u>	<u>94,634</u>	<u>(128,000)</u>	<u>(347)</u>	<u>127,653</u>
<u>(85,000)</u>	<u>9,634</u>	<u>94,634</u>	<u>(128,000)</u>	<u>(347)</u>	<u>127,653</u>
	2,351	2,351		148,020	148,020
<u>\$ (85,000)</u>	<u>\$ 11,985</u>	<u>\$ 96,985</u>	<u>\$ (128,000)</u>	<u>\$ 147,673</u>	<u>\$ 275,673</u>

(Continued)

BENSON UNIFIED SCHOOL DISTRICT NO. 9
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Gifts and Donations		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$ 29,858	\$ 29,858
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues		<u>29,858</u>	<u>29,858</u>
Expenditures:			
Current -			
Instruction		3,504	(3,504)
Support services - students and staff		6,039	(6,039)
Support services - administration		7,363	(7,363)
Operation and maintenance of plant services		5,850	(5,850)
Operation of non-instructional services			
Capital outlay	150,000	10,109	139,891
Total expenditures	<u>150,000</u>	<u>32,865</u>	<u>117,135</u>
Excess (deficiency) of revenues over expenditures	<u>(150,000)</u>	<u>(3,007)</u>	<u>146,993</u>
Other financing sources (uses):			
Proceeds from sale of capital assets			
Total other financing sources (uses)			
Changes in fund balances	<u>(150,000)</u>	<u>(3,007)</u>	<u>146,993</u>
Fund balances (deficits), beginning of year		154,794	154,794
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	<u>\$ (150,000)</u>	<u>\$ 151,787</u>	<u>\$ 301,787</u>

Career and Technical Education Projects			Insurance Proceeds		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 8,460	\$ 8,460	\$ (16,000)	\$ 6,000	\$ 22,000
	<u>8,460</u>	<u>8,460</u>	<u>(16,000)</u>	<u>6,000</u>	<u>22,000</u>
10,000	5,028	4,972			
<u>10,000</u>	<u>5,028</u>	<u>4,972</u>			
<u>(10,000)</u>	<u>3,432</u>	<u>13,432</u>	<u>(16,000)</u>	<u>6,000</u>	<u>22,000</u>
<u>(10,000)</u>	<u>3,432</u>	<u>13,432</u>	<u>(16,000)</u>	<u>6,000</u>	<u>22,000</u>
	8,829	8,829		9,591	9,591
<u>\$ (10,000)</u>	<u>\$ 12,261</u>	<u>\$ 22,261</u>	<u>\$ (16,000)</u>	<u>\$ 15,591</u>	<u>\$ 31,591</u>

(Continued)

BENSON UNIFIED SCHOOL DISTRICT NO. 9
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Textbooks		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$ 484	\$ 484
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues		<u>484</u>	<u>484</u>
Expenditures:			
Current -			
Instruction			
Support services - students and staff	7,000	2,121	4,879
Support services - administration			
Operation and maintenance of plant services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	<u>7,000</u>	<u>2,121</u>	<u>4,879</u>
Excess (deficiency) of revenues over expenditures	<u>(7,000)</u>	<u>(1,637)</u>	<u>5,363</u>
Other financing sources (uses):			
Proceeds from sale of capital assets			
Total other financing sources (uses)			
Changes in fund balances	<u>(7,000)</u>	<u>(1,637)</u>	<u>5,363</u>
Fund balances (deficits), beginning of year		5,701	5,701
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	<u>\$ (7,000)</u>	<u>\$ 4,064</u>	<u>\$ 11,064</u>

Litigation Recovery			Indirect Costs		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 22	\$ 22	\$	\$	\$
	<u>22</u>	<u>22</u>			
10,000		10,000			
			22,000	10,478	11,522
<u>10,000</u>		<u>10,000</u>	<u>22,000</u>	<u>10,478</u>	<u>11,522</u>
<u>(10,000)</u>	<u>22</u>	<u>10,022</u>	<u>(22,000)</u>	<u>(10,478)</u>	<u>11,522</u>
<u>(10,000)</u>	<u>22</u>	<u>10,022</u>	<u>(22,000)</u>	<u>(10,478)</u>	<u>11,522</u>
				14,470	14,470
<u>\$ (10,000)</u>	<u>\$ 22</u>	<u>\$ 10,022</u>	<u>\$ (22,000)</u>	<u>\$ 3,992</u>	<u>\$ 25,992</u>

(Continued)

BENSON UNIFIED SCHOOL DISTRICT NO. 9
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Career Technical Education		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 347,506	\$ 347,506
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues	386,000	347,506	347,506
Expenditures:			
Current -			
Instruction	386,000	265,988	120,012
Support services - students and staff		42,711	(42,711)
Support services - administration			
Operation and maintenance of plant services			
Operation of non-instructional services			
Capital outlay		8,910	(8,910)
Total expenditures	386,000	317,609	68,391
Excess (deficiency) of revenues over expenditures	(386,000)	29,897	415,897
Other financing sources (uses):			
Proceeds from sale of capital assets			
Total other financing sources (uses)			
Changes in fund balances	(386,000)	29,897	415,897
Fund balances (deficits), beginning of year		275,872	275,872
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	\$ (386,000)	\$ 305,769	\$ 691,769

Arizona Industry Credentials Incentive			Student Activities		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 14,508	\$ 14,508	\$	\$ 122,171	\$ 122,171
	<u>14,508</u>	<u>14,508</u>		<u>122,171</u>	<u>122,171</u>
	1,157	(1,157)		25,696	(25,696)
			128,000	98,625	29,375
				1,781	(1,781)
<u>17,000</u>	<u>13,351</u>	<u>3,649</u>			
<u>17,000</u>	<u>14,508</u>	<u>2,492</u>	<u>128,000</u>	<u>126,102</u>	<u>1,898</u>
<u>(17,000)</u>		<u>17,000</u>	<u>(128,000)</u>	<u>(3,931)</u>	<u>124,069</u>
<u>(17,000)</u>		<u>17,000</u>	<u>(128,000)</u>	<u>(3,931)</u>	<u>124,069</u>
				99,395	99,395
<u>\$ (17,000)</u>	<u>\$</u>	<u>\$ 17,000</u>	<u>\$ (128,000)</u>	<u>\$ 95,464</u>	<u>\$ 223,464</u>

(Continued)

BENSON UNIFIED SCHOOL DISTRICT NO. 9
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Intergovernmental Agreements		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 79,066	\$ 79,066
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues		79,066	79,066
Expenditures:			
Current -			
Instruction		69,769	(69,769)
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Operation of non-instructional services		10,349	(10,349)
Capital outlay		2,922	(2,922)
Total expenditures		83,040	(83,040)
Excess (deficiency) of revenues over expenditures		(3,974)	(3,974)
Other financing sources (uses):			
Proceeds from sale of capital assets			
Total other financing sources (uses)			
Changes in fund balances		(3,974)	(3,974)
Fund balances (deficits), beginning of year		39,782	39,782
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	\$	\$ 35,808	\$ 35,808

Totals		
Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$ (16,000)	\$ 1,121,040	\$ 1,137,040
	96,311	96,311
	1,753,360	1,753,360
<u>(16,000)</u>	<u>2,970,711</u>	<u>2,986,711</u>
1,200,208	977,033	223,175
452,653	358,177	94,476
27,000	33,515	(6,515)
616	31,716	(31,100)
1,021,504	878,558	142,946
308,834	166,391	142,443
<u>3,010,815</u>	<u>2,445,390</u>	<u>565,425</u>
<u>(3,026,815)</u>	<u>525,321</u>	<u>3,552,136</u>
	19,345	19,345
	<u>19,345</u>	<u>19,345</u>
<u>(3,026,815)</u>	<u>544,666</u>	<u>3,571,481</u>
	826,197	826,197
	(4,182)	(4,182)
<u>\$ (3,026,815)</u>	<u>\$ 1,366,681</u>	<u>\$ 4,393,496</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.

BENSON UNIFIED SCHOOL DISTRICT NO. 9
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL DEBT SERVICE FUND
YEAR ENDED JUNE 30, 2022

	Debt Service		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$ 1,828	\$ 1,828
Property taxes		847,305	847,305
Total revenues		<u>849,133</u>	<u>849,133</u>
Expenditures:			
Debt service -			
Principal retirement	582,000	582,000	
Interest and fiscal charges	818,000	140,590	677,410
Total expenditures	<u>1,400,000</u>	<u>722,590</u>	<u>677,410</u>
Excess (deficiency) of revenues over expenditures	<u>(1,400,000)</u>	<u>126,543</u>	<u>1,526,543</u>
Other financing sources (uses):			
Transfer in		268	268
Total other financing sources (uses)		<u>268</u>	<u>268</u>
Changes in fund balances	<u>(1,400,000)</u>	<u>126,811</u>	<u>1,526,811</u>
Fund balances, beginning of year		52,044	52,044
Fund balances (deficits), end of year	<u>\$ (1,400,000)</u>	<u>\$ 178,855</u>	<u>\$ 1,578,855</u>

CAPITAL PROJECTS FUNDS

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

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

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

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

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

BENSON UNIFIED SCHOOL DISTRICT NO. 9
COMBINING BALANCE SHEET - NON-MAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2022

	<u>Unrestricted Capital Outlay</u>	<u>Adjacent Ways</u>	<u>Bond Building</u>
<u>ASSETS</u>			
Cash and investments	\$ 463,711	\$ 139,934	\$ 95,628
Property taxes receivable	14,980		
Total assets	<u>\$ 478,691</u>	<u>\$ 139,934</u>	<u>\$ 95,628</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 3,308	\$	\$
Total liabilities	<u>3,308</u>	<u></u>	<u></u>
Deferred inflows of resources:			
Unavailable revenues - property taxes	<u>12,676</u>	<u></u>	<u></u>
Fund balances:			
Restricted	<u>462,707</u>	<u>139,934</u>	<u>95,628</u>
Total fund balances	<u>462,707</u>	<u>139,934</u>	<u>95,628</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 478,691</u>	<u>\$ 139,934</u>	<u>\$ 95,628</u>

Gifts and Donations - Capital	Building Renewal Grant	Totals
\$ 511	\$ 68	\$ 699,852
		14,980
<u>\$ 511</u>	<u>\$ 68</u>	<u>\$ 714,832</u>
<u>\$</u>	<u>\$</u>	<u>\$ 3,308</u>
		<u>3,308</u>
		<u>12,676</u>
<u>511</u>	<u>68</u>	<u>698,848</u>
<u>511</u>	<u>68</u>	<u>698,848</u>
<u>\$ 511</u>	<u>\$ 68</u>	<u>\$ 714,832</u>

BENSON UNIFIED SCHOOL DISTRICT NO. 9
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2022

	<u>Unrestricted Capital Outlay</u>	<u>Adjacent Ways</u>	<u>Bond Building</u>
Revenues:			
Other local	\$ 35,260	\$	\$ 268
Property taxes	191,421	354	
State aid and grants	123,990		
Total revenues	<u>350,671</u>	<u>354</u>	<u>268</u>
Expenditures:			
Capital outlay	340,547		44,011
Debt service -			
Principal retirement	45,781		
Interest and fiscal charges	5,997		
Total expenditures	<u>392,325</u>	<u></u>	<u>44,011</u>
Excess (deficiency) of revenues over expenditures	<u>(41,654)</u>	<u>354</u>	<u>(43,743)</u>
Other financing sources (uses):			
Transfer out	<u></u>	<u></u>	<u>(268)</u>
Total other financing sources (uses)	<u></u>	<u></u>	<u>(268)</u>
Changes in fund balances	<u>(41,654)</u>	<u>354</u>	<u>(44,011)</u>
Fund balances, beginning of year	504,361	139,580	139,639
Fund balances, end of year	<u>\$ 462,707</u>	<u>\$ 139,934</u>	<u>\$ 95,628</u>

Gifts and Donations - Capital	Building Renewal Grant	Totals
\$	\$	\$ 35,528
		191,775
	87,672	211,662
	87,672	438,965
	87,672	472,230
		45,781
		5,997
	87,672	524,008
		(85,043)
		(268)
		(268)
		(85,311)
511	68	784,159
<u>\$ 511</u>	<u>\$ 68</u>	<u>\$ 698,848</u>

BENSON UNIFIED SCHOOL DISTRICT NO. 9
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2022

	Unrestricted Capital Outlay		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 35,260	\$ 35,260
Property taxes		191,421	191,421
State aid and grants		123,990	123,990
Total revenues		<u>350,671</u>	<u>350,671</u>
Expenditures:			
Capital outlay	694,463	340,547	353,916
Debt service -			
Principal retirement	45,781	45,781	
Interest and fiscal charges	5,997	5,997	
Total expenditures	<u>746,241</u>	<u>392,325</u>	<u>353,916</u>
Excess (deficiency) of revenues over expenditures	<u>(746,241)</u>	<u>(41,654)</u>	<u>704,587</u>
Other financing sources (uses):			
Transfer out			
Total other financing sources (uses)			
Changes in fund balances	<u>(746,241)</u>	<u>(41,654)</u>	<u>704,587</u>
Fund balances, beginning of year		504,361	504,361
Fund balances (deficits), end of year	<u>\$ (746,241)</u>	<u>\$ 462,707</u>	<u>\$ 1,208,948</u>

Adjacent Ways			Bond Building		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 354	\$ 354	\$	\$ 268	\$ 268
	<u>354</u>	<u>354</u>		<u>268</u>	<u>268</u>
				44,011	(44,011)
				<u>44,011</u>	<u>(44,011)</u>
	<u>354</u>	<u>354</u>		<u>(43,743)</u>	<u>(43,743)</u>
				(268)	(268)
				<u>(268)</u>	<u>(268)</u>
	<u>354</u>	<u>354</u>		<u>(44,011)</u>	<u>(44,011)</u>
	139,580	139,580		139,639	139,639
<u>\$</u>	<u>\$ 139,934</u>	<u>\$ 139,934</u>	<u>\$</u>	<u>\$ 95,628</u>	<u>\$ 95,628</u>

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BENSON UNIFIED SCHOOL DISTRICT NO. 9
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2022

	Gifts and Donations - Capital		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
Property taxes			
State aid and grants			
Total revenues			
Expenditures:			
Capital outlay			
Debt service -			
Principal retirement	511		511
Interest and fiscal charges			
Total expenditures	511		511
Excess (deficiency) of revenues over expenditures	(511)		511
Other financing sources (uses):			
Transfer out			
Total other financing sources (uses)			
Changes in fund balances	(511)		511
Fund balances, beginning of year		511	511
Fund balances (deficits), end of year	\$ (511)	\$ 511	\$ 1,022

Building Renewal Grant			Totals		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$ 35,528	\$ 35,528
	87,672	87,672		191,775	191,775
	<u>87,672</u>	<u>87,672</u>		<u>211,662</u>	<u>211,662</u>
				<u>438,965</u>	<u>438,965</u>
	87,672	(87,672)	694,463	472,230	222,233
250,000		250,000	296,292	45,781	250,511
			5,997	5,997	
<u>250,000</u>	<u>87,672</u>	<u>162,328</u>	<u>996,752</u>	<u>524,008</u>	<u>472,744</u>
(250,000)		250,000	(996,752)	(85,043)	911,709
				(268)	(268)
				(268)	(268)
<u>(250,000)</u>		<u>250,000</u>	<u>(996,752)</u>	<u>(85,311)</u>	<u>911,441</u>
	68	68		784,159	784,159
<u>\$ (250,000)</u>	<u>\$ 68</u>	<u>\$ 250,068</u>	<u>\$ (996,752)</u>	<u>\$ 698,848</u>	<u>\$ 1,695,600</u>

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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 make debt payments and/or issue additional debt in the future.

Demographic and Economic Information

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

Operating Information

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

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

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BENSON UNIFIED SCHOOL DISTRICT NO. 9
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Net Position:					
Net investment in capital assets	\$ 17,529,422	\$ 17,701,083	\$ 17,603,469	\$ 15,620,346	\$ 14,432,405
Restricted	2,855,719	1,846,892	1,701,672	2,119,937	2,389,843
Unrestricted	(7,724,000)	(7,083,040)	(6,518,510)	(7,203,254)	(7,770,023)
Total net position	\$ 12,661,141	\$ 12,464,935	\$ 12,786,631	\$ 10,537,029	\$ 9,052,225
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Net Position:					
Net investment in capital assets	\$ 14,372,610	\$ 14,376,832	\$ 14,559,716	\$ 14,881,951	\$ 15,151,663
Restricted	1,652,654	1,245,270	730,030	1,051,549	1,298,513
Unrestricted	(8,140,789)	(7,784,227)	(8,418,306)	68,392	96,142
Total net position	\$ 7,884,475	\$ 7,837,875	\$ 6,871,440	\$ 16,001,892	\$ 16,546,318

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

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

BENSON UNIFIED SCHOOL DISTRICT NO. 9
EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Expenses					
Instruction	\$ 8,729,825	\$ 8,089,276	\$ 7,600,147	\$ 6,559,221	\$ 6,126,743
Support services - students and staff	1,685,887	1,632,801	1,672,582	1,432,314	1,277,634
Support services - administration	1,890,821	1,609,034	1,369,999	1,248,204	1,193,807
Operation and maintenance of plant services	1,989,104	1,901,254	1,619,811	1,441,079	1,326,803
Student transportation services	1,155,805	944,065	951,204	806,894	797,277
Operation of non-instructional services	1,016,809	611,681	677,668	633,126	571,205
Interest on long-term debt	148,181	167,005	215,258	128,780	107,152
Total expenses	<u>16,616,432</u>	<u>14,955,116</u>	<u>14,106,669</u>	<u>12,249,618</u>	<u>11,400,621</u>
Program Revenues					
Charges for services:					
Instruction	857,383	888,972	803,013	616,489	722,372
Operation of non-instructional services	96,557	52,677	191,209	341,515	137,874
Other activities	1,995		167,973	6,777	6,626
Operating grants and contributions	3,034,427	2,408,644	1,173,397	1,099,021	1,055,554
Capital grants and contributions	841,407	310,326	2,613,384	1,645,767	418,056
Total program revenues	<u>4,831,769</u>	<u>3,660,619</u>	<u>4,948,976</u>	<u>3,709,569</u>	<u>2,340,482</u>
Net (Expense)/Revenue	<u>\$ (11,784,663)</u>	<u>\$ (11,294,497)</u>	<u>\$ (9,157,693)</u>	<u>\$ (8,540,049)</u>	<u>\$ (9,060,139)</u>

(Continued)

BENSON UNIFIED SCHOOL DISTRICT NO. 9
EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Expenses					
Instruction	\$ 5,848,451	\$ 5,760,006	\$ 5,513,155	\$ 5,416,936	\$ 5,775,274
Support services - students and staff	1,423,855	1,296,573	1,174,077	1,150,443	1,172,119
Support services - administration	1,220,700	1,167,734	1,189,282	973,556	1,024,696
Operation and maintenance of plant services	1,305,114	1,387,172	1,214,639	1,163,186	1,240,807
Student transportation services	799,701	693,409	718,860	676,225	630,995
Operation of non-instructional services	508,020	537,920	570,787	573,204	574,380
Interest on long-term debt	222,305	241,136	261,156	279,670	299,751
Total expenses	<u>11,328,146</u>	<u>11,083,950</u>	<u>10,641,956</u>	<u>10,233,220</u>	<u>10,718,022</u>
Program Revenues					
Charges for services:					
Instruction	580,056	598,744	520,746	486,965	521,998
Operation of non-instructional services	217,806	239,279	314,419	297,855	224,365
Other activities	64,015	31,138	3,741	5,830	3,925
Operating grants and contributions	1,072,451	1,235,135	1,099,210	1,261,204	1,368,199
Capital grants and contributions	225,307	117,466	19,537	28,694	89,663
Total program revenues	<u>2,159,635</u>	<u>2,221,762</u>	<u>1,957,653</u>	<u>2,080,548</u>	<u>2,208,150</u>
Net (Expense)/Revenue	<u>\$ (9,168,511)</u>	<u>\$ (8,862,188)</u>	<u>\$ (8,684,303)</u>	<u>\$ (8,152,672)</u>	<u>\$ (8,509,872)</u>

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

BENSON UNIFIED SCHOOL DISTRICT NO. 9
GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	Fiscal Year Ended June 30				
	2022	2021	2020	2019	2018
Net (Expense)/Revenue	\$ (11,784,663)	\$ (11,294,497)	\$ (9,157,693)	\$ (8,540,049)	\$ (9,060,139)
General Revenues:					
Taxes:					
Property taxes, levied for general purposes	3,219,868	3,216,147	3,415,473	3,433,332	3,423,685
Property taxes, levied for debt service	852,581	635,149	647,524	320,521	1,392,373
Property taxes, levied for capital outlay	191,398	213,578	245,935	321,335	234,671
Investment income	9,382	10,810	69,501	33,142	16,819
Unrestricted county aid	339,241	342,812	317,557	284,257	272,952
Unrestricted state aid	7,350,254	6,538,646	6,600,410	5,614,916	4,864,275
Unrestricted federal aid	18,145	15,659	17,045	17,350	21,856
Total general revenues	11,980,869	10,972,801	11,313,445	10,024,853	10,226,631
Changes in Net Position	\$ 196,206	\$ (321,696)	\$ 2,155,752	\$ 1,484,804	\$ 1,166,492

(Continued)

BENSON UNIFIED SCHOOL DISTRICT NO. 9
GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION
LAST TEN FISCAL YEARS

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Net (Expense)/Revenue	\$ (9,168,511)	\$ (8,862,188)	\$ (8,684,303)	\$ (8,152,672)	\$ (8,509,872)
General Revenues:					
Taxes:					
Property taxes, levied for general purposes	2,902,716	3,616,044	3,654,856	3,531,030	3,455,476
Property taxes, levied for debt service	1,129,373	738,936	578,818	527,211	573,770
Property taxes, levied for capital outlay	184,274	236,956	146,466	103,722	29,997
Investment income	6,585	4,906	4,255	3,639	10,303
Unrestricted county aid	292,108	290,332	275,212	249,429	232,722
Unrestricted state aid	4,699,945	4,921,276	4,096,454	3,193,215	2,857,239
Unrestricted federal aid	110	20,173	20,755		
Total general revenues	<u>9,215,111</u>	<u>9,828,623</u>	<u>8,776,816</u>	<u>7,608,246</u>	<u>7,159,507</u>
Changes in Net Position	<u>\$ 46,600</u>	<u>\$ 966,435</u>	<u>\$ 92,513</u>	<u>\$ (544,426)</u>	<u>\$ (1,350,365)</u>

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

(Concluded)

BENSON UNIFIED SCHOOL DISTRICT NO. 9
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
General Fund:					
Nonspendable	\$ 69,429	\$ 74,763	\$ 69,557	\$ 46,692	\$ 57,422
Unassigned	719,622	1,005,798	783,948	226,130	131,017
Total General Fund	\$ 789,051	\$ 1,080,561	\$ 853,505	\$ 272,822	\$ 188,439
All Other Governmental Funds:					
Nonspendable	\$ 4,318	\$ 8,500	\$ 4,132	\$ 10,575	\$ 13,815
Restricted	2,896,711	1,972,919	2,567,176	5,029,966	2,297,196
Unassigned	(623,399)	(226,986)	(65,394)	(240,614)	(39,808)
Total all other governmental funds	\$ 2,277,630	\$ 1,754,433	\$ 2,505,914	\$ 4,799,927	\$ 2,271,203

(Continued)

**BENSON UNIFIED SCHOOL DISTRICT NO. 9
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)**

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
General Fund:					
Nondisposable	\$ 44,908	\$ 47,771	\$ 42,261	\$ 45,512	\$ 45,128
Unassigned	136,212	567,554	107,463	(497,123)	(499,393)
Total General Fund	<u>\$ 181,120</u>	<u>\$ 615,325</u>	<u>\$ 149,724</u>	<u>\$ (451,611)</u>	<u>\$ (454,265)</u>
All Other Governmental Funds:					
Nondisposable	\$ 791	\$ 28,389	\$ 5,571	\$ 16,059	\$ 21,396
Restricted	1,531,093	1,139,668	651,174	931,357	1,284,604
Unassigned	(48,892)		(256)		
Total all other governmental funds	<u>\$ 1,482,992</u>	<u>\$ 1,168,057</u>	<u>\$ 656,489</u>	<u>\$ 947,416</u>	<u>\$ 1,306,000</u>

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

(Concluded)

BENSON UNIFIED SCHOOL DISTRICT NO. 9
GOVERNMENTAL FUNDS REVENUES
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Federal sources:					
Federal grants	\$ 2,248,178	\$ 2,101,511	\$ 851,007	\$ 835,212	\$ 663,225
National School Lunch Program	770,404	327,905	336,412	325,633	325,174
Total federal sources	<u>3,018,582</u>	<u>2,429,416</u>	<u>1,187,419</u>	<u>1,160,845</u>	<u>988,399</u>
State sources:					
State equalization assistance	5,995,825	5,760,416	5,830,374	4,852,867	4,180,449
State grants	22,138	20,153	131,413	23,916	41,106
School Facilities Board	87,672	634	2,580,006	1,282,342	395,011
Other revenues	1,354,429	778,229	770,036	763,769	683,826
Total state sources	<u>7,460,064</u>	<u>6,559,432</u>	<u>9,311,829</u>	<u>6,922,894</u>	<u>5,300,392</u>
Local sources:					
Property taxes	4,271,435	4,060,091	4,350,062	4,073,692	5,073,259
County aid	339,241	342,812	317,557	284,257	272,952
Food service sales	17,491	12,208	70,003	102,446	106,217
Investment income	9,382	10,810	69,501	17,350	16,819
Other revenues	1,286,460	1,052,583	1,173,331	971,060	835,251
Total local sources	<u>5,924,009</u>	<u>5,478,504</u>	<u>5,980,454</u>	<u>5,448,805</u>	<u>6,304,498</u>
Total revenues	<u><u>\$ 16,402,655</u></u>	<u><u>\$ 14,467,352</u></u>	<u><u>\$ 16,479,702</u></u>	<u><u>\$ 13,532,544</u></u>	<u><u>\$ 12,593,289</u></u>

(Continued)

BENSON UNIFIED SCHOOL DISTRICT NO. 9
GOVERNMENTAL FUNDS REVENUES
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Federal sources:					
Federal grants	\$ 707,460	\$ 753,373	\$ 720,294	\$ 695,549	\$ 978,549
National School Lunch Program	318,598	370,456	338,170	347,013	345,960
Total federal sources	<u>1,026,058</u>	<u>1,123,829</u>	<u>1,058,464</u>	<u>1,042,562</u>	<u>1,324,509</u>
State sources:					
State equalization assistance	4,015,370	4,353,699	3,609,843	2,701,399	2,461,358
State grants	30,540	38,018	29,780	34,508	38,857
School Facilities Board	100,637	116,625			
Other revenues	588,215	567,577	486,611	491,816	395,881
Total state sources	<u>4,734,762</u>	<u>5,075,919</u>	<u>4,126,234</u>	<u>3,227,723</u>	<u>2,896,096</u>
Local sources:					
Property taxes	4,273,994	4,543,070	4,425,298	4,260,931	3,973,633
County aid	292,108	290,332	275,212	249,429	232,722
Food service sales	121,337	127,458	135,463	153,002	161,380
Investment income	6,585	4,906	4,255	3,639	10,303
Other revenues	928,638	850,759	792,528	813,235	685,064
Total local sources	<u>5,622,662</u>	<u>5,816,525</u>	<u>5,632,756</u>	<u>5,480,236</u>	<u>5,063,102</u>
Total revenues	<u>\$ 11,383,482</u>	<u>\$ 12,016,273</u>	<u>\$ 10,817,454</u>	<u>\$ 9,750,521</u>	<u>\$ 9,283,707</u>

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

(Concluded)

BENSON UNIFIED SCHOOL DISTRICT NO. 9
GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Expenditures:					
Current -					
Instruction	\$ 7,294,915	\$ 6,678,806	\$ 6,341,470	\$ 5,825,861	\$ 5,396,420
Support services - students and staff	1,633,837	1,536,321	1,608,368	1,472,725	1,300,750
Support services - administration	1,642,198	1,388,286	1,163,993	1,183,594	1,136,074
Operation and maintenance of plant services	1,820,568	1,772,247	1,486,258	1,376,976	1,287,098
Student transportation services	757,535	587,590	674,588	680,238	693,145
Operation of non-instructional services	951,393	565,610	623,390	605,332	563,578
Capital outlay	1,305,983	1,623,488	5,117,264	1,952,037	824,448
Debt service -					
Interest and fiscal charges	146,587	165,411	213,664	118,035	107,152
Principal retirement	627,781	683,592	1,074,309	658,811	665,005
Bond issuance costs				124,523	89,825
Total expenditures	<u>\$ 16,180,797</u>	<u>\$ 15,001,351</u>	<u>\$ 18,303,304</u>	<u>\$ 13,998,132</u>	<u>\$ 12,063,495</u>
Expenditures for capitalized assets	\$ 246,762	\$ 821,677	\$ 4,300,454	\$ 1,493,124	\$ 502,059
Debt service as a percentage of noncapital expenditures	5%	6%	9%	6%	7%

(Continued)

BENSON UNIFIED SCHOOL DISTRICT NO. 9
GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Expenditures:					
Current -					
Instruction	\$ 5,025,397	\$ 4,938,890	\$ 4,647,738	\$ 4,514,559	\$ 4,913,801
Support services - students and staff	1,406,197	1,267,578	1,129,356	1,096,979	1,107,222
Support services - administration	1,191,089	1,131,137	1,137,515	944,538	981,483
Operation and maintenance of plant services	1,251,686	1,343,171	1,166,708	1,112,978	1,199,136
Student transportation services	732,523	608,225	611,810	584,548	559,584
Operation of non-instructional services	462,856	549,091	544,191	549,305	562,126
Capital outlay	742,150	467,504	498,427	606,530	2,020,145
Debt service -					
Interest and fiscal charges	222,305	241,136	261,156	279,670	299,751
Principal retirement	528,776	520,700	496,406	474,497	458,024
Bond issuance costs					
Total expenditures	<u>\$ 11,562,979</u>	<u>\$ 11,067,432</u>	<u>\$ 10,493,307</u>	<u>\$ 10,163,604</u>	<u>\$ 12,101,272</u>
Expenditures for capitalized assets	\$ 360,050	\$ 116,625	\$ 5,540	\$ 219,019	\$ 1,715,704
Debt service as a percentage of noncapital expenditures	7%	7%	7%	8%	7%

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

(Concluded)

BENSON UNIFIED SCHOOL DISTRICT NO. 9
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>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Excess (deficiency) of revenues over expenditures	\$ 221,858	\$ (533,999)	\$ (1,823,602)	\$ (465,588)	\$ 529,794
Other financing sources (uses):					
Proceeds from sale of capital assets	19,345				
Refunding bonds issued					3,583,000
Premium on sale of bonds				197,665	
Capital lease agreements					133,105
Transfers in	268	2,142	36,502	12,964	10,394
Transfers out	(268)	(2,142)	(36,502)	(12,964)	(10,394)
Issuance of school improvement bonds				2,895,000	
Payment to refunded bond escrow agent					(3,493,175)
Insurance recoveries					17,268
Total other financing sources (uses)	<u>19,345</u>	<u></u>	<u></u>	<u>3,092,665</u>	<u>240,198</u>
Changes in fund balances	<u>\$ 241,203</u>	<u>\$ (533,999)</u>	<u>\$ (1,823,602)</u>	<u>\$ 2,627,077</u>	<u>\$ 769,992</u>
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Excess (deficiency) of revenues over expenditures	\$ (179,497)	\$ 948,841	\$ 324,147	\$ (413,083)	\$ (2,817,565)
Other financing sources (uses):					
Capital lease agreements	75,000			62,106	
Transfers in	6,412	439	186,143	46,381	420,832
Transfers out	(6,412)	(439)	(186,143)	(46,381)	(420,832)
Insurance recoveries	15,688				
Total other financing sources (uses)	<u>90,688</u>	<u></u>	<u></u>	<u>62,106</u>	<u></u>
Changes in fund balances	<u>\$ (88,809)</u>	<u>\$ 948,841</u>	<u>\$ 324,147</u>	<u>\$ (350,977)</u>	<u>\$ (2,817,565)</u>

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

BENSON UNIFIED SCHOOL DISTRICT NO. 9
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>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Commercial, Industrial, Utilities and Mining	\$ 27,464,185	\$ 28,373,230	\$ 27,901,507	\$ 29,338,747	\$ 31,431,997
Agricultural and Vacant	10,546,980	11,300,378	11,436,839	11,675,718	11,131,690
Residential (Owner Occupied)	22,481,551	21,650,774	20,482,845	19,511,149	18,812,527
Residential (Rental)	9,371,824	9,690,617	9,335,594	9,382,128	9,239,157
Railroad, Private Cars and Airlines	2,036,723	1,650,255	1,804,452	1,951,322	1,916,853
Historical Property	39,962	41,844	33,160	32,066	30,326
Certain Government Property Improvements	5,043	5,043	5,043	5,043	5,043
Total	\$ 71,946,268	\$ 72,712,141	\$ 70,999,440	\$ 71,896,173	\$ 72,567,593
Gross Full Cash Value	\$ 627,453,817	\$ 615,083,747	\$ 601,735,773	\$ 605,267,004	\$ 602,252,258
Ratio of Net Limited Assessed Value to Gross Full Cash Value	11%	12%	12%	12%	12%
Total Direct Rate	6.45	6.20	6.76	6.58	7.71

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Commercial, Industrial, Utilities and Mining	\$ 23,320,777	\$ 23,963,845	\$ 26,639,451	\$ 28,545,975	\$ 32,381,414
Agricultural and Vacant	11,449,927	12,150,004	13,283,596	14,073,112	15,310,202
Residential (Owner Occupied)	18,801,463	18,218,306	18,228,339	21,241,266	22,866,826
Residential (Rental)	9,195,863	9,448,093	9,757,104	10,542,392	10,702,838
Railroad, Private Cars and Airlines	1,620,177	1,617,304	1,663,310	1,302,449	1,220,140
Historical Property	35,134	35,171	36,202	82,300	45,465
Certain Government Property Improvements	5,043	5,043	5,043	5,043	5,043
Total	\$ 64,428,384	\$ 65,437,766	\$ 69,613,045	\$ 75,792,537	\$ 82,531,928
Gross Full Cash Value	\$ 556,624,190	\$ 545,657,436	\$ 566,185,580	\$ 613,374,596	\$ 666,075,922
Ratio of Net Limited Assessed Value to Gross Full Cash Value	12%	12%	12%	12%	12%
Total Direct Rate	7.03	7.44	6.98	6.06	5.39

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.

BENSON UNIFIED SCHOOL DISTRICT NO. 9
NET FULL CASH ASSESSED VALUE OF TAXABLE PROPERTY BY CLASS
LAST TEN FISCAL YEARS

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Commercial, Industrial, Utilities and Mining	\$ 28,184,696	\$ 28,695,591	\$ 28,119,845	\$ 29,602,710	\$ 31,652,456
Agricultural and Vacant	10,694,205	11,390,495	11,546,247	11,823,138	11,294,390
Residential (Owner Occupied)	23,067,375	21,934,430	20,832,045	19,964,170	19,183,566
Residential (Rental)	9,585,109	9,837,060	9,462,079	9,535,456	9,400,210
Railroad, Private Cars and Airlines	2,593,882	2,049,269	2,194,072	2,318,962	2,203,444
Historical Property	40,656	42,966	34,302	33,336	31,139
Certain Government Property Improvements	5,043	5,043	5,043	5,043	5,043
Total	\$ 74,170,966	\$ 73,954,854	\$ 72,193,633	\$ 73,282,815	\$ 73,770,248
Gross Full Cash Value	\$ 627,453,817	\$ 615,083,747	\$ 601,735,773	\$ 605,267,004	\$ 602,252,258
Ratio of Net Full Cash Assessed Value to Gross Full Cash Value	12%	12%	12%	12%	12%
Estimated Net Full Cash Value	566,906,672	561,624,382	546,850,260	551,262,238	548,687,073
Total Direct Rate	6.45	6.20	6.76	6.58	7.71

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Commercial, Industrial, Utilities and Mining	\$ 23,867,514	\$ 24,151,809	\$ 27,044,583	\$ 28,617,288	\$ 32,672,472
Agricultural and Vacant	11,510,885	12,225,752	13,400,166	14,268,124	17,125,672
Residential (Owner Occupied)	18,925,239	18,226,618	18,232,548	21,253,441	22,952,972
Residential (Rental)	9,247,097	9,469,595	9,774,380	10,566,745	10,891,135
Railroad, Private Cars and Airlines	1,720,641	1,643,843	1,676,104	1,312,415	1,238,299
Historical Property	37,261	35,205	36,826	82,300	46,751
Certain Government Property Improvements	5,043	5,043	5,043	5,043	5,043
Total	\$ 65,313,680	\$ 65,757,865	\$ 70,169,650	\$ 76,105,356	\$ 84,932,344
Gross Full Cash Value	\$ 556,624,190	\$ 545,657,436	\$ 566,185,580	\$ 613,374,596	\$ 666,075,922
Ratio of Net Full Cash Assessed Value to Gross Full Cash Value	12%	12%	12%	12%	13%
Estimated Net Full Cash Value	498,667,482	489,320,427	511,991,449	461,904,366	614,106,199
Total Direct Rate	7.03	7.44	6.98	6.06	5.39

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.

**BENSON UNIFIED SCHOOL DISTRICT NO. 9
PROPERTY TAX ASSESSMENT RATIOS
LAST TEN FISCAL YEARS**

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</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	15	14	15

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Commercial, Industrial, Utilities and Mining	18 %	19 %	19 %	20 %	20 %
Agricultural and Vacant	15	16	16	16	16
Residential (Owner Occupied)	10	10	10	10	10
Residential (Rental)	10	10	10	10	10
Railroad, Private Cars and Airlines	14	15	16	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.

**BENSON UNIFIED SCHOOL DISTRICT NO. 9
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	Overlapping Rates										
	State Equalization	County	County Free Library	Flood Control District	Community College District	Fire District Assistance	Cochise Joint Technology District	City of Benson	District Direct Rates		
									Primary	Secondary	Total
2022	0.43	2.67	0.15	0.26	2.44	0.10	0.05	0.91	4.04	2.41	6.45
2021	0.44	2.67	0.15	0.26	2.40	0.10	0.05	0.89	3.84	2.35	6.20
2020	0.46	2.67	0.15	0.26	2.45	0.10	0.05	0.87	4.40	2.36	6.76
2019	0.47	2.67	0.15	0.26	2.40	0.10	0.05	0.83	4.68	1.90	6.58
2018	0.49	2.67	0.15	0.26	2.37	0.10	0.05	0.84	4.51	3.20	7.71
2017	0.50	2.63	0.15	0.26	2.29	0.10	0.05	0.58	3.93	3.10	7.03
2016	0.51	2.63	0.15	0.26	2.18	0.10	0.05	0.58	5.02	2.42	7.44
2015	0.51	2.63	0.15	0.26	2.03	0.10	0.05	0.55	5.05	1.93	6.98
2014	0.51	2.63	0.15	0.26	1.85	0.09	0.05	0.46	4.43	1.63	6.06
2013	0.47	2.63	0.15	0.26	1.73	0.09	0.05	0.46	3.90	1.49	5.39

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

**BENSON UNIFIED SCHOOL DISTRICT NO. 9
PRINCIPAL PROPERTY TAXPAYERS
CURRENT FISCAL YEAR AND FISCAL YEAR NINE YEARS PRIOR**

<u>Taxpayer</u>	<u>2022</u>		<u>2013</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>
Red Horse Wind 2 Holdings, LLC	\$ 3,318,715	4.61 %	\$	%
El Paso Natural Gas Company (F/K/A Kinder Morgan)	2,479,111	3.45	1,968,685	2.32
Arizona Electric Power Co-op	1,986,824	2.76	867,692	1.02
Union Pacific Railroad	2,036,171	2.83	1,311,688	1.54
Sulphur Springs Valley Electric Co-Op Inc	1,722,882	2.40	4,036,731	4.75
Loves Travel Stops & County Stores Inc	1,493,151	2.08	1,350,543	1.59
Wal-Mart Stores Inc.	1,283,718	1.78	1,390,332	1.64
Red Horse III LLC	761,651	1.06		
Butterfield Plaza LLC	684,105	0.95		
Southwest Transmission			1,808,437	2.13
SFPP LP dba Kinder Morgan Energy Partners			688,550	0.81
Unisource Energy Corporation	579,453	0.81	894,747	1.05
Quail Hollow INN LLC			493,387	0.58
Total	<u>\$ 16,345,781</u>	<u>22.73 %</u>	<u>\$ 14,810,792</u>	<u>17.43 %</u>

Source: The source of this information is the Cochise 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.

**BENSON UNIFIED SCHOOL DISTRICT NO. 9
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
2022	\$ 4,144,401	\$ 3,989,082	96.25 %	\$	\$ 3,989,082	96.25 %
2021	3,980,884	3,818,801	95.93	147,792	3,966,593	99.64
2020	4,211,727	4,076,510	96.79	120,865	4,197,375	99.66
2019	4,045,975	3,820,602	94.43	211,794	4,032,396	99.66
2018	5,099,113	4,888,692	95.87	187,629	5,076,321	99.55
2017	4,089,608	3,876,533	94.79	199,600	4,076,133	99.67
2016	4,536,243	4,305,547	94.91	222,583	4,528,130	99.82
2015	4,518,262	4,333,425	95.91	177,599	4,511,024	99.84
2014	4,077,684	3,991,740	97.89	79,181	4,070,921	99.83
2013	4,120,002	3,829,315	92.94	285,054	4,114,369	99.86

Source: The source of this information is the 2022 Cochise County Treasurer's records.

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

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

**BENSON UNIFIED SCHOOL DISTRICT NO. 9
OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	General Obligation Bonds					Total Outstanding Debt				
	General Obligation Bonds	Less: Amounts Restricted for Principal	Total	Percentage of Estimated Actual Value (Full Cash Value)	Per Capita	Financed Purchases and Leases	Total	Percentage of Estimated Actual Value (Full Cash Value)	Per Capita	Percentage of Personal Income
2022	\$ 5,082,892	\$ 210,905	4,871,987	0.78 %	\$ 908	\$ 74,531	\$ 5,157,423	0.82 %	\$ 961	N/A %
2021	5,755,873	78,818	5,677,055	0.92	722	45,612	5,801,485	0.94	738	0.10
2020	6,800,854	263,472	6,537,382	1.09	826	67,204	6,868,058	1.14	868	0.13
2019	7,431,835	805,272	6,626,563	1.09	1,317	107,513	7,539,348	1.25	1,499	0.15
2018	4,963,000	1,190,365	3,772,635	0.63	755	146,324	5,109,324	0.85	1,023	0.10
2017	5,270,000	512,329	4,757,671	0.85	955	56,224	5,326,224	0.96	1,069	0.11
2016	5,760,000	110,800	5,649,200	1.04	1,123		5,760,000	1.06	1,145	0.12
2015	6,225,000	99,531	6,125,469	1.08	1,219	30,700	6,255,700	1.10	1,244	0.13
2014	6,680,000	243,807	6,436,193	1.05	1,266	62,106	6,742,106	1.10	1,326	0.14
2013	7,120,000	447,346	6,672,654	1.00	1,316	19,497	7,139,497	1.07	1,408	0.15

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

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

Note: The provisions of the Governmental Accounting Standards Board (GASB) Statement No. 87 were adopted in fiscal year 2022. The standard replaces the previous capital and operating lease designations with financed purchases or leases depending on the substance of the transactions. The fiscal year 2013-2021 information within this column relates to the transactions previously designated as capital leases.

**BENSON UNIFIED SCHOOL DISTRICT NO. 9
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
JUNE 30, 2022**

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable to School District</u>	<u>Estimated Amount Applicable to School District</u>
Direct:			
Benson Unified School District No. 9		100.00 %	<u>5,157,423</u>
Total Direct and Overlapping Governmental Activities Debt			<u>\$ 5,157,423</u>

DIRECT AND OVERLAPPING GENERAL BONDED DEBT RATIOS

Net Direct General Obligation Bonded Debt		
As a Percentage of Net Limited Assessed Valuation		6.77 %
Net Direct and Overlapping General Bonded Debt		
Per Capita	\$	908
As a Percentage of Net Limited Assessed Valuation		6.77 %
As a Percentage of Gross Full Cash Value		0.78 %

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) No overlapping jurisdictions have outstanding debt, therefore, no overlapping debt is presented.

**BENSON UNIFIED SCHOOL DISTRICT NO. 9
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS**

Class B Bond Legal Debt Margin Calculation for Fiscal Year 2022:

Net full cash assessed valuation	\$ 74,170,966
Debt limit (20% of assessed value)	14,834,193
Debt applicable to limit	<u>5,003,420</u>
Legal debt margin	<u><u>\$ 9,830,773</u></u>

Total Legal Debt Margin Calculation for Fiscal Year 2022:

Net full cash assessed valuation	\$ 74,170,966
Debt limit (30% of assessed value)	22,251,290
Debt applicable to limit (total)	<u>5,003,420</u>
Legal debt margin	<u><u>\$ 17,247,870</u></u>

Fiscal Year Ended June 30

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Debt Limit	\$ 22,251,290	\$ 22,186,456	\$ 21,658,090	\$ 21,984,845	\$ 22,131,074
Total net debt applicable to limit	<u>5,003,420</u>	<u>5,672,674</u>	<u>6,706,674</u>	<u>7,341,000</u>	<u>4,963,000</u>
Legal debt margin	<u><u>\$ 17,247,870</u></u>	<u><u>\$ 16,513,782</u></u>	<u><u>\$ 14,951,416</u></u>	<u><u>\$ 14,643,845</u></u>	<u><u>\$ 17,168,074</u></u>
Total net debt applicable to the limit as a percentage of debt limit	22%	26%	31%	33%	22%

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Debt Limit	\$ 19,594,104	\$ 19,727,360	\$ 21,050,895	\$ 22,831,607	\$ 25,479,703
Total net debt applicable to limit	<u>5,270,000</u>	<u>5,760,000</u>	<u>6,225,000</u>	<u>6,680,000</u>	<u>6,672,654</u>
Legal debt margin	<u><u>\$ 14,324,104</u></u>	<u><u>\$ 13,967,360</u></u>	<u><u>\$ 14,825,895</u></u>	<u><u>\$ 16,151,607</u></u>	<u><u>\$ 18,807,049</u></u>
Total net debt applicable to the limit as a percentage of debt limit	27%	29%	30%	29%	26%

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.

**BENSON UNIFIED SCHOOL DISTRICT NO. 9
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>
2021	126,463	\$ N/A	\$ N/A	4.8 %	5,365
2020	131,694	5,835,484	45,786	6.9	7,859
2019	130,808	5,259,219	41,766	5.2	7,911
2018	130,319	5,109,813	40,308	5.6	5,030
2017	128,383	4,902,154	39,294	5.6	4,994
2016	128,343	4,900,244	38,962	6.1	4,981
2015	129,112	4,821,097	38,133	7.4	5,032
2014	127,448	4,679,941	36,720	8.4	5,027
2013	130,906	4,740,219	36,612	8.8	5,085
2012	133,289	4,837,759	36,625	8.6	5,071

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. For 2019, the source of the information is the U.S. Census Bureau, Small Area Income and Poverty Program.

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

**BENSON UNIFIED SCHOOL DISTRICT NO. 9
PRINCIPAL EMPLOYERS
CURRENT FISCAL YEAR AND FISCAL YEAR NINE YEARS PRIOR**

<u>Employer</u>	<u>2022</u>		<u>2013</u>	
	<u>Employees</u>	<u>Percentage of Total Employment</u>	<u>Employees</u>	<u>Percentage of Total Employment</u>
Trade, Transportation, and Utilities	6,300	18.47 %	6,000	17.49 %
State and Local Government	5,400	15.84	6,300	18.37
Federal Government	4,700	13.78	5,600	16.33
Professional and Business Services	4,500	13.20	4,200	12.24
Educational and Health Services	4,400	12.90	4,600	13.41
Mining and Construction	2,100	6.16	1,200	3.50
Leisure and hospitality	3,700	10.85	3,800	11.08
Financial Activities	900	2.64	700	2.04
Manufacturing	800	2.35	600	1.75
Other Services	800	2.35	900	2.62
Information	500	1.46	400	1.17
Total	<u>34,100</u>	<u>100.00 %</u>	<u>34,300</u>	<u>100.00 %</u>
Total employment	<u>34,100</u>		<u>34,300</u>	

Source: The source of this information is the Arizona Commerce Authority prepared in cooperation with the U.S. Department of Labor, Bureau of Labor Statistics and Arizona Office of Economic Opportunity.

Note: In prior years, the District presented information for the Benson area only, which was obtained from the annual Economic Outlook report compiled by the Cochise College Center for Economic Research; however, that report is no longer prepared by the entity. There is no comparable report prepared by any other organization for the Benson area. The information presented above is related to the region defined as: Cochise County - Sierra Vista, Douglas MSA.

BENSON UNIFIED SCHOOL DISTRICT NO. 9
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE
LAST TEN FISCAL YEARS

	Full-time Equivalent Employees as of June 30				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Supervisory					
Superintendent	1	1	1	1	1
Consultants/Supervisors of Instruction	1	1	1	1	1
Principals	4	4	3	3	3
Assistant principals	2	2	2	2	1
Total supervisory	<u>8</u>	<u>8</u>	<u>7</u>	<u>7</u>	<u>6</u>
Instruction					
Teachers	72	70	68	68	70
Aides	42	40	39	41	33
Total instruction	<u>114</u>	<u>110</u>	<u>107</u>	<u>109</u>	<u>103</u>
Student Services					
Therapist/Counselors/Nurse	3	3	3	3	3
Technicians	11	11	11	10	10
Total student services	<u>14</u>	<u>14</u>	<u>14</u>	<u>13</u>	<u>13</u>
Support and Administration					
Service workers	12	12	10	11	11
Clerical workers	9	9	9	7	7
Maintenance workers	6	6	5	5	5
Bus Drivers	12	11	11	12	12
Food Service workers					
Other classified	7	7	7	7	7
Total support and administration	<u>46</u>	<u>45</u>	<u>42</u>	<u>42</u>	<u>42</u>
Total	<u><u>182</u></u>	<u><u>177</u></u>	<u><u>170</u></u>	<u><u>171</u></u>	<u><u>164</u></u>

BENSON UNIFIED SCHOOL DISTRICT NO. 9
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE
LAST TEN FISCAL YEARS

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Supervisory					
Superintendent	1	1	1	1	1
Consultants/Supervisors of Instruction	1	1	1	1	1
Principals	4	4	4	4	4
Assistant principals	2	2	2	1	1
Total supervisory	<u>8</u>	<u>8</u>	<u>8</u>	<u>7</u>	<u>7</u>
Instruction					
Teachers	63	64	65	64	66
Aides	31	25	21	16	18
Total instruction	<u>94</u>	<u>89</u>	<u>86</u>	<u>80</u>	<u>84</u>
Student Services					
Therapist/Counselors/Nurse	4	4	5	4	4
Technicians	10	8	8	8	8
Total student services	<u>14</u>	<u>12</u>	<u>13</u>	<u>12</u>	<u>12</u>
Support and Administration					
Service workers					38
Clerical workers	5	8	8	7	
Maintenance workers	15	14	14	14	
Bus Drivers	13	12	12	10	
Food Service workers		1	1	2	
Other classified	7	7	7	7	
Total support and administration	<u>40</u>	<u>42</u>	<u>42</u>	<u>40</u>	<u>38</u>
Total	<u><u>156</u></u>	<u><u>151</u></u>	<u><u>149</u></u>	<u><u>139</u></u>	<u><u>141</u></u>

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

**BENSON UNIFIED SCHOOL DISTRICT NO. 9
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
2022	1,221	\$ 14,100,446	\$ 11,548	9.41 %	\$ 16,616,432	\$ 13,609	8.02 %	72	17.0	47 %
2021	1,187	12,528,860	10,555	14.00	14,955,116	12,599	14.77	70	17.0	47
2020	1,285	11,898,067	9,259	2.66	14,106,669	10,978	10.74	68	18.9	47
2019	1,236	11,144,726	9,019	6.21	12,249,618	9,913	6.26	68	18.2	43
2018	1,222	10,377,065	8,492	3.47	11,400,621	9,329	1.05	70	17.5	52
2017	1,227	10,069,748	8,207	2.19	11,328,146	9,232	2.04	63	19.5	63
2016	1,225	9,838,092	8,031	5.11	11,083,950	9,048	2.79	64	19.1	55
2015	1,209	9,237,318	7,640	(5.91)	10,641,956	8,802	(6.76)	65	18.6	55
2014	1,084	8,802,907	8,121	(6.98)	10,233,220	9,440	(5.93)	64	16.9	54
2013	1,068	9,323,352	8,730	7.53	10,718,022	10,036	7.92	66	16.2	53

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

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

BENSON UNIFIED SCHOOL DISTRICT NO. 9
CAPITAL ASSETS INFORMATION
LAST TEN FISCAL YEARS

	<u>Fiscal Year Ended June 30</u>									
	<u>2022</u>	<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>Schools</u>										
<u>Elementary</u>										
Buildings	9	9	9	8	7	7	7	7	7	7
Square feet	49,487	49,487	49,487	36,327	31,143	31,143	31,143	31,143	31,143	31,143
Capacity	809	809	809	478	378	378	378	378	378	378
Enrollment	446	446	515	501	470	470	470	470	383	383
<u>Middle</u>										
Buildings	9	9	9	10	11	11	11	11	11	11
Square feet	45,216	45,216	45,216	55,756	60,940	60,940	60,940	60,940	60,940	60,940
Capacity	398	398	398	376	476	476	476	476	476	476
Enrollment	306	306	327	309	367	367	367	367	352	352
<u>High</u>										
Buildings	15	15	15	15	15	15	15	15	15	15
Square feet	109,187	109,187	109,187	107,796	107,796	107,796	107,796	107,796	107,796	107,796
Capacity	689	689	689	670	670	670	670	670	670	670
Enrollment	413	413	402	376	401	401	401	401	402	402
<u>Administrative</u>										
Buildings	1	1	1	3	3	3	1	1	1	1
Square feet	6,918	6,918	6,918	8,898	8,898	8,898	6,918	6,918	6,918	6,918
<u>Transportation</u>										
Garages	2	2	2	2	2	2	2	2	2	2
Buses	18	21	21	18	18	17	17	17	17	17
<u>Athletics</u>										
Football fields	1	1	1	1	1	1	1	1	1	1
Soccer fields	1	1	1	1	1	1	1	1	1	1
Running tracks	1	1	1	1	1	1	1	1	1	1
Baseball/softball	2	2	2	2	2	2		2	2	2
Gyms	2	2	2	2	2					
Playgrounds	4	3	3	2	1	1	1	1	2	2

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