
TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17

Annual Comprehensive Financial Report

Fiscal Year Ended June 30, 2022



TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17

TOLLESON, ARIZONA

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

Issued by:
Business and Finance Department

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17

TABLE OF CONTENTS

<u>INTRODUCTORY SECTION</u>	<u>Page</u>
Letter of Transmittal	1
ASBO Certificate of Excellence	6
GFOA Certificate of Achievement	7
Organizational Chart	8
List of Principal Officials	9
 <u>FINANCIAL SECTION</u>	
INDEPENDENT AUDITOR’S REPORT	13
MANAGEMENT’S DISCUSSION AND ANALYSIS (MD&A)	19
BASIC FINANCIAL STATEMENTS	
Government-Wide Financial Statements:	
Statement of Net Position	32
Statement of Activities	33
Fund Financial Statements:	
Balance Sheet - Governmental Funds	36
Reconciliation of the Balance Sheet - Governmental Funds to the Statement of Net Position	39
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	40
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds to the Statement of Activities	42
Statement of Net Position – Proprietary Funds	43
Statement of Revenues, Expenses and Changes in Fund Net Position – Proprietary Funds	44

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17

TABLE OF CONTENTS

<u>FINANCIAL SECTION</u>	<u>Page</u>
BASIC FINANCIAL STATEMENTS	
Statement of Cash Flows – Proprietary Funds	45
Notes to Financial Statements	46
REQUIRED SUPPLEMENTARY INFORMATION	
Schedule of Revenues Expenditures and Changes in Fund Balances – Budget and Actual:	
General Fund	71
Other Federal Projects Fund	72
Food Service Fund	73
Schedule of the Proportionate of the Net Pension Liability	74
Schedule of Pension Contributions	74
Notes to Required Supplementary Information	76
COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES	
Governmental Funds:	
Combining Balance Sheet - All Non-Major Governmental Funds - By Fund Type	80
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - All Non-Major Governmental Funds - By Fund Type	81
Special Revenue Funds:	
Combining Balance Sheet	84

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17

TABLE OF CONTENTS

<u>FINANCIAL SECTION</u>	<u>Page</u>
COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES	
Special Revenue Funds:	
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	90
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual	96
Debt Service Fund:	
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual	116
Capital Projects Funds:	
Combining Balance Sheet	118
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	120
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	122
 <u>STATISTICAL SECTION</u>	
Financial Trends:	
Net Position by Component	129
Expenses, Program Revenues, and Net (Expense)/Revenue	130
General Revenues and Total Changes in Net Position	132

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17

TABLE OF CONTENTS

<u>STATISTICAL SECTION</u>	<u>Page</u>
Fund Balances - Governmental Funds	134
Governmental Funds Revenues	136
Governmental Funds Expenditures and Debt Service Ratio	138
Other Financing Sources and Uses and Net Changes in Fund Balances - Governmental Funds	140
Revenue Capacity:	
Net Limited Assessed Value and Full Cash Value of Taxable Property by Class	141
Net Full Cash Assessed Value of Taxable Property by Class	142
Property Tax Assessment Ratios	143
Direct and Overlapping Property Tax Rates	144
Principal Property Taxpayers	145
Property Tax Levies and Collections	146
Debt Capacity:	
Outstanding Debt by Type	147
Direct and Overlapping Governmental Activities Debt	148
Direct and Overlapping General Bonded Debt Ratios	148
Legal Debt Margin Information	149
Demographic and Economic Information:	
County-Wide Demographic and Economic Statistics	150
Principal Employers	151

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17

TABLE OF CONTENTS

<u>STATISTICAL SECTION</u>	<u>Page</u>
Operating Information:	
Full-Time Equivalent District Employees by Type	152
Operating Statistics	154
Capital Assets Information	155

INTRODUCTORY SECTION

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Tolleson Elementary School District No. 17

9261 W. Van Buren • Tolleson, AZ 85353
(623) 533-3900 • FAX (623) 533-3934

The Governing Board

Anthony J. Aponte
Roberta A. Garcia
Tida M. Garcia
Adriana G. Morado
Belinda Quezada

Superintendent

Dr. Lupita Hightower

February 28, 2023

Citizens and Governing Board
Tolleson Elementary School District No. 17
9261 West Van Buren Street
Tolleson, Arizona 85353

State law mandates that school districts required to undergo an annual single audit publish a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America and audited in accordance with auditing standards generally accepted in the United States by a certified public accounting firm licensed in the State of Arizona. Pursuant to that requirement, we hereby issue the annual comprehensive financial report of the Tolleson Elementary School District No. 17 (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* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the District's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in a separately issued Single Audit Reporting Package.

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

PROFILE OF THE DISTRICT

The District is one of 58 public school districts located in Maricopa County, Arizona. It provides a program of public education from kindergarten through grade 8, with a fiscal year 2021-22 un-weighted average daily membership of 2,586.

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 in accordance with Board established policies. The Board, through its policies also has broad financial responsibilities, including the approval of the annual budget, and the establishment of a system of accounting and budgetary controls. The Board and administration evaluate the effects of the District's policies and revise them as necessary. There were no significant revisions of the District's financial policies that would impact the current period's financial statements.

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

The Tolleson Elementary School District No. 17 is located 14 miles west of downtown Phoenix. The City of Tolleson, a portion of southwest Phoenix and the northeast section of the City of Avondale are included within the area served by the District. The District encompasses an area of approximately 6.25 square miles.

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. The economy of the cities of Tolleson and Avondale and of Maricopa County, in general, is a mixture of farming, commercial enterprises, light manufacturing and food processing. The largest employers represented by major firms in the Tolleson area are Banner Health Systems, Wal-Mart Stores, Frys/Kroger Food and Drugs Stores, Wells Fargo Company, Amazon.com, Inc. In recent years, the City of Tolleson has been successful in attracting businesses to locate their warehouse facilities in the City due to the freeway, railroad and airline accessibility. This has been and will continue to be a positive contributing factor to the District's potential economic growth for many years to come.

In addition, the metropolitan area provides excellent educational and training opportunities through seven community colleges, four private colleges and graduate schools, and two state universities.

Maricopa County is located in the south-central portion of Arizona and encompasses an area of approximately 9,226 square miles. Its boundaries encompass the cities of Phoenix, Scottsdale, Mesa, Tempe, Glendale, Chandler, and such towns as Gilbert, Paradise Valley and Fountain Hills. Maricopa County is currently the nation's fourth largest county in terms of population size and the 14th in land area. The County's 2021 population was estimated at 4.5 million is still expected to reach 6.0 million by 2030.

Maricopa County continues to have a very wide range of economic sectors supporting its potential growth. Maricopa County has, for some time, enjoyed an unemployment rate that was somewhat lower than the national average.

Service is the largest employment sector in the County, partly fueled by the tourism industry, which as most service industries, have had the most decline during the pandemic. The County still has excellent accommodations, diverse cultural and recreational activities, and a favorable climate attracting millions to the area annually. Wholesale and retail trade is the second largest employment category.

Long-term Financial Planning. In November of 2018, the District's voters approved a continuation of a November 2012 seven year \$750,000 per year capital override. The funds will be used to provide 21st Century classroom technology, refurbish schools, and purchase transportation equipment and to provide instructional materials.

In November 2017 the District's voters approved \$24 million in general obligation bonds. The funds have been used to construct a gym, add additional classroom buildings, purchase new school buses, upgrade fire alarms and security systems, replace worn tile and carpets, replace furniture and equipment, weatherproof building exteriors, and replace HVAC units. The average age of District school buildings is 18 years.

In November of 2020 voters renewed a 15% M&O (Maintenance and Operations) override generating over \$2.0 million in additional revenues, and a continuation of that M&O Override was approved by voters in November 2020. The M&O Override helps maintain full day Kindergarten, Art, Technology, Physical Education (PE) and various band classes to include Mariachi, Marching and Concert bands, Latin Jazz and Jazz Music instruction. Additionally, the override allows continuation of support services to include a Social Worker, four Counselors, Alternative Education programs and expanded Athletic programs

AWARDS AND ACKNOWLEDGMENTS

Awards. The Association of School Business Officials (ASBO) awarded a Certificate of Excellence in Financial Reporting to the District for its annual comprehensive financial report for the fiscal year ended June 30, 2021. This was the 25th consecutive year that the District has received this prestigious award. In addition, the Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its 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.

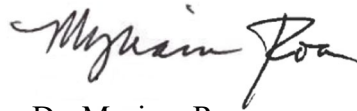
Acknowledgments. The preparation of the annual comprehensive financial report on a timely basis was made possible by the dedicated service of the entire staff of the business and finance department. Each member of the department has our sincere appreciation for the contributions made in the preparation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



Dr. Lupita Hightower
Superintendent



Dr. Myriam Roa
Executive Director of Business Services



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

The Certificate of Excellence in Financial Reporting
is presented to

Tolleson Elementary School District 17

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, reading 'William A. Sutter'.

William A. Sutter
President

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

David J. Lewis
Executive Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Tolleson Elementary School District No. 17
Arizona**

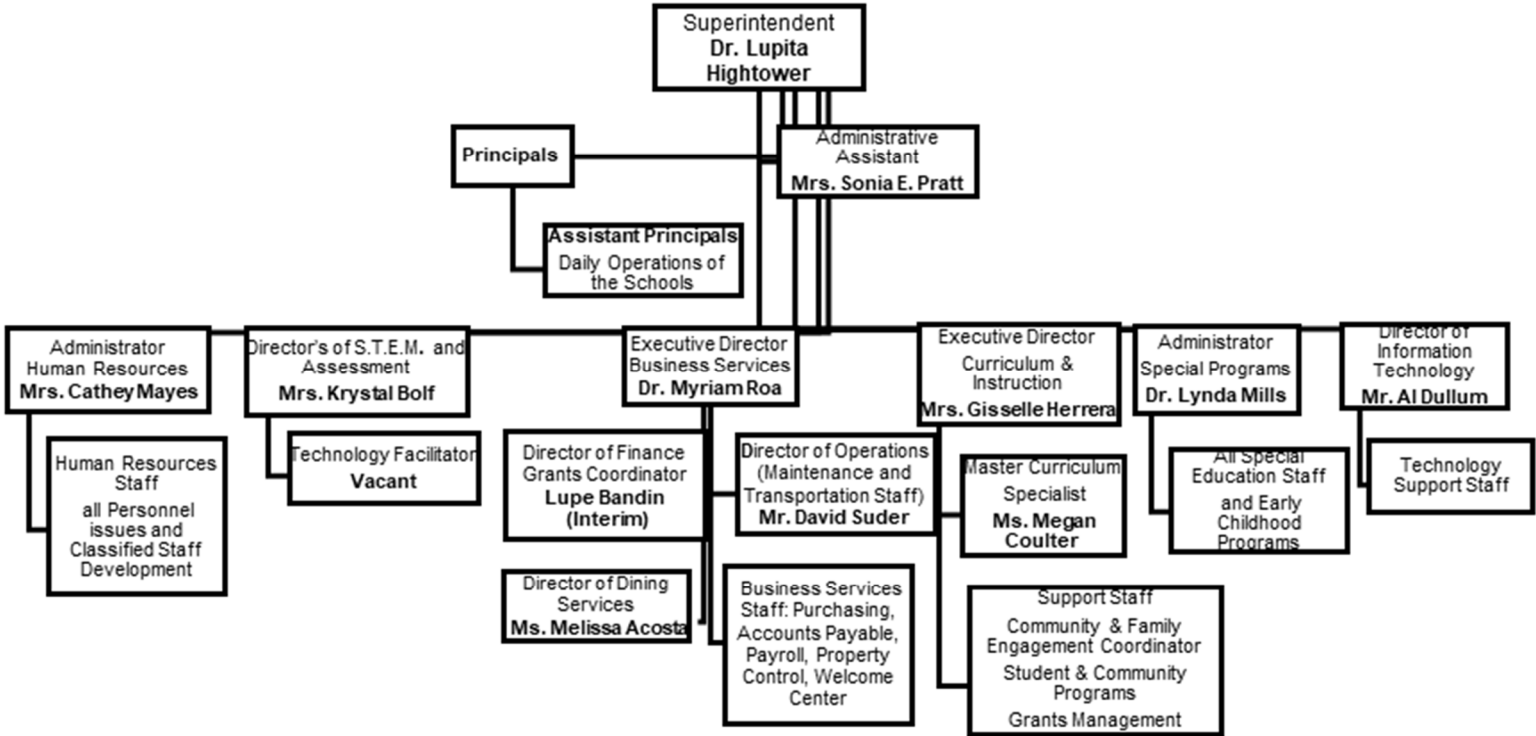
For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2021

Christopher P. Morrill

Executive Director/CEO

Governing Board
Belinda Quezada, President
Tida Garcia, Vice President
Anthony Aponte, Member
Roberta Garcia, Member
Samuel Quezada, Jr., Member



TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17

LIST OF PRINCIPAL OFFICIALS

(As of June 30, 2022)

GOVERNING BOARD

Belinda Quezada, President

Tida Garcia, Vice President

Anthony Aponte, Member

Roberta Garcia, Member

Samuel Quezada, Jr., Member

ADMINISTRATIVE STAFF

Dr. Lupita Hightower, Superintendent

Dr. Lynda Mills, Administrator of Special Programs

Mrs. Cathey Mayes, Administrator of Human Resources

Dr. Myriam Roa, Executive Director of Business Services

Mrs. Gisselle Herrera, Executive Director of Curriculum & Instruction

Mrs. Krystal Bolf, Director of S.T.E.M. and Assessment

Mr. Al Dullum, Director of Information Technology

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FINANCIAL SECTION

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Independent Auditor's Report

Governing Board
Tolleson Elementary School District No. 17

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 Tolleson Elementary School District No. 17 (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 Tolleson Elementary School District No. 17, as of June 30, 2022, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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 Tolleson Elementary School District No. 17 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, 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 February 28, 2023, on our consideration of Tolleson Elementary School District No. 17'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 Tolleson Elementary School District No. 17'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 Tolleson Elementary School District No. 17's internal control over financial reporting and compliance.

Heinfeld Meech & Co. PC

Heinfeld, Meech & Co., P.C.

Scottsdale, Arizona

February 28, 2023

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

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**TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022**

As management of the Tolleson Elementary School District No. 17 (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 \$6.9 million which represents an 21 percent increase from the prior fiscal year primarily due to an increase in COVID-related federal funding.
- General revenues accounted for \$26.6 million in revenue, or 64 percent of all current fiscal year revenues. Program specific revenue in the form of charges for services and grants and contributions accounted for \$14.9 million or 36 percent of total current fiscal year revenues.
- The District had approximately \$34.5 million in expenses related to governmental activities, a decrease of two percent from the prior fiscal year.
- Among major funds, the General Fund had \$18.9 million current fiscal year revenues, which primarily consisted of state aid and property taxes, and \$17.7 million in expenditures. The General Fund's fund balance increase from \$3.1 million at the prior fiscal year end to \$5.2 million at the end of the current fiscal year was primarily due to an increase in property tax revenues due to an increase in assessed property values.
- Net position for the Internal Service Fund decreased \$39,001 from the prior fiscal year. Operating expenses of \$2.43 million exceeded operating revenues of \$2.39 million at the end of the current fiscal year.

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.

**TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
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 can be divided into two categories: governmental funds and proprietary 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.

**TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022**

OVERVIEW OF FINANCIAL STATEMENTS

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

Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General, Other Federal Projects, Food Service, Debt Service, and Bond Building 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.

Proprietary fund. The District maintains one type of proprietary fund. The internal service fund is an accounting device used to accumulate and allocate costs internally among the District's various functions. The District uses its internal service fund to account for its employee benefit fund. Because this service predominantly benefits governmental functions, it has been included within governmental activities in the government-wide financial statements.

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.

**TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022**

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 \$39.6 million at the current fiscal year end.

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

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 and other assets	\$ 28,144,181	\$ 22,018,801
Capital assets, net	61,192,029	61,850,584
Total assets	<u>89,336,210</u>	<u>83,869,385</u>
Deferred outflows	<u>4,615,777</u>	<u>4,693,094</u>
Current and other liabilities	2,492,761	2,095,323
Long-term liabilities	44,749,018	55,172,708
Total liabilities	<u>47,241,779</u>	<u>57,268,031</u>
Deferred inflows	<u>7,067,455</u>	<u>7,170</u>
Net position:		
Net investment in capital assets	41,701,253	42,330,785
Restricted	11,825,083	7,248,459
Unrestricted	(13,883,583)	(18,291,966)
Total net position	<u>\$ 39,642,753</u>	<u>\$ 31,287,278</u>

At the end of the current fiscal year, the District reported positive balances in two categories of net position while unrestricted net position reported a deficit of \$13.9 million. The deficit is due to the District's proportionate share of the state pension plan's unfunded liability. The same situation held true for the prior fiscal year.

**TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

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

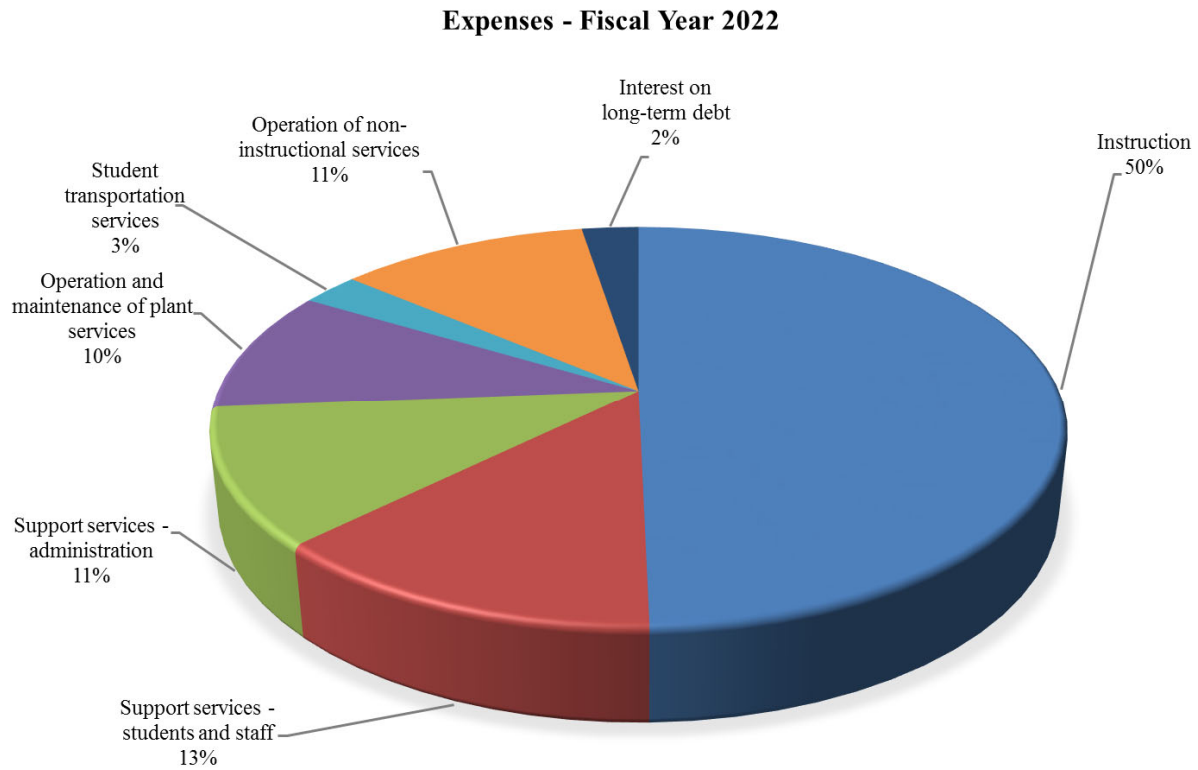
- The decrease of \$7.9 million in pension liabilities.
- The addition of \$2.6 million of accumulated depreciation/amortization.

Changes in net position. The District's total revenues for the current fiscal year were \$41.5 million. The total cost of all programs and services was \$34.5 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	\$ 728,255	\$ 672,653
Operating grants and contributions	13,694,175	12,531,962
Capital grants and contributions	469,770	532,779
General revenues:		
Property taxes	10,793,810	9,874,188
Investment income	152,902	166,404
Unrestricted county aid	1,181,771	1,168,151
Unrestricted state aid	14,209,489	12,516,053
Unrestricted federal aid	220,827	112,559
Total revenues	41,450,999	37,574,749
Expenses:		
Instruction	17,147,694	17,277,242
Support services - students and staff	4,484,920	4,492,414
Support services - administration	3,824,590	4,167,697
Operation and maintenance of plant services	3,404,845	3,444,627
Student transportation services	900,743	1,052,657
Operation of non-instructional services	3,887,978	3,871,164
Interest on long-term debt	881,080	954,019
Total expenses	34,531,850	35,259,820
Changes in net position	6,919,149	2,314,929
Net position, beginning, as restated	32,723,604	28,972,349
Net position, ending	\$ 39,642,753	\$ 31,287,278

**TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022**

GOVERNMENT-WIDE FINANCIAL ANALYSIS



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

- An increase of \$1.2 million in operating grants and contributions due to increased grant funding related to the COVID-19 pandemic.
- An increase of \$1.7 million in unrestricted state aid primarily due to a significant increase in classroom site revenue.

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.

**TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
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	\$ 17,147,694	\$ (12,555,413)	\$ 17,277,242	\$ (14,329,242)
Support services - students and staff	4,484,920	(2,855,761)	4,492,414	(3,195,054)
Support services - administration	3,824,590	(3,716,602)	4,167,697	(4,059,799)
Operation and maintenance of plant services	3,404,845	(1,554,837)	3,444,627	(1,476,720)
Student transportation services	900,743	(862,952)	1,052,657	(1,028,367)
Operation of non-instructional services	3,887,978	2,786,995	3,871,164	3,520,775
Interest on long-term debt	881,080	(881,080)	954,019	(954,019)
Total	\$ 34,531,850	\$ (19,639,650)	\$ 35,259,820	\$ (21,522,426)

- The cost of all governmental activities this year was \$34.5 million.
- Federal and State governments and charges for services subsidized certain programs with grants and contributions and other local revenues of \$14.9 million.
- Net cost of governmental activities of \$19.6 million was financed by general revenues, which are made up of primarily property taxes of \$10.8 million and state and county aid of \$15.4 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 \$18.6 million, an increase of \$2.3 million.

**TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022**

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

The General Fund comprises 28 percent of the total fund balance. The entire \$5.2 million of the General Fund's fund balance is unassigned.

The General Fund is the principal operating fund of the District. The fund balance increased \$2.1 million in the General Fund to \$5.2 million as of fiscal year end. General Fund revenues increased \$1.3 million, or seven percent due to an increase in property tax revenues due to an increase in assessed property values. General Fund expenditures increased \$83,747, or less than one percent.

The fund balance of the Other Federal Projects Fund decreased \$3.1 million primarily due to the timing of grant reimbursements.

The fund balance of the Food Service Fund increased \$2.3 million primarily due to continued increased federal aid as a result of the COVID-19 pandemic.

The fund balance of the Debt Service Fund increased by \$57,298 primarily due to an increase in property taxes.

The fund balance of the Bond Building Fund decreased by \$1.1 million primarily due to utilization of prior years' bond proceeds.

Proprietary Fund. Unrestricted net position of the Internal Service Fund at the end of the fiscal year amounted to \$729,492. The decrease of \$39,001 from the prior fiscal year was primarily due to operating expenses exceeding operating revenues.

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 \$1.2 million increase, or two percent, due to increased grant funding related to the COVID-19 Pandemic. 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 \$1.5 million in instruction expenditures was due to continued increased aid as a result of the pandemic.
- The favorable variance of \$674,799 in operation and maintenance of plant services expenditures was due to continued available pandemic related grants funding.

**TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
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 \$87.4 million in capital assets, including school buildings, athletic facilities, buses and other vehicles, computers, and other equipment. This amount represents a net increase prior to depreciation of \$327,193 primarily due to building improvements and vehicles, furniture and equipment. Total depreciation/amortization expense for the year was \$2.7 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	\$ 8,153,434	\$ 7,890,616
Capital assets - depreciable, net	53,038,595	53,959,968
Total	\$ 61,192,029	\$ 61,850,584

The estimated cost to complete current construction projects is \$1.4 million.

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

Debt Administration. At year-end, the District had \$25.4 million in long-term debt outstanding, \$2.5 million due within one year. Long-term debt decreased by \$2.5 million due to the payment of debt obligations.

The District’s general obligation bonds are subject to two limits; the Constitutional debt limit (total debt limit) on all general obligation bonds (up to 15 percent of the total net full cash assessed valuation) and the statutory debt limit on Class B bonds (the greater of 10 percent of the net full cash assessed valuation or \$1,500 per student). The current total debt limitation for the District is \$56.4 million and the Class B debt limit is \$37.6 million which are more than the District’s total outstanding general obligation and Class B debt respectively.

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

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 2022-23 budget balance carry forward of \$1.3 million.
- District student population (estimated 2,478).

**TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022**

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

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

Budgeted expenditures in the General Fund increased seven percent to \$20.7 million in fiscal year 2022-23 due to an increase in per pupil funding. 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, Tolleson Elementary School District No. 17, 9261 West Van Buren Street, Tolleson, Arizona 85353.

BASIC FINANCIAL STATEMENTS

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GOVERNMENT-WIDE FINANCIAL STATEMENTS

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
STATEMENT OF NET POSITION
JUNE 30, 2022

	Governmental Activities
<u>ASSETS</u>	
Current assets:	
Cash and investments	\$ 19,613,515
Property taxes receivable	151,773
Due from governmental entities	8,065,086
Prepaid items	289,564
Inventory	24,243
Total current assets	28,144,181
Noncurrent assets:	
Capital assets not being depreciated	8,153,434
Capital assets, net of accumulated depreciation	53,038,595
Total noncurrent assets	61,192,029
Total assets	89,336,210
<u>DEFERRED OUTFLOWS OF RESOURCES</u>	
Pension plan items	4,615,777
<u>LIABILITIES</u>	
Current liabilities:	
Accounts payable	1,127,634
Construction contracts payable	146,199
Accrued payroll and employee benefits	459,157
Compensated absences payable	75,000
Accrued interest payable	494,000
Unearned revenues	265,771
Leases payable	621,899
Bonds payable	1,850,000
Total current liabilities	5,039,660
Noncurrent liabilities:	
Non-current portion of long-term obligations	42,202,119
Total noncurrent liabilities	42,202,119
Total liabilities	47,241,779
<u>DEFERRED INFLOWS OF RESOURCES</u>	
Pension plan items	7,067,455
<u>NET POSITION</u>	
Net investment in capital assets	41,701,253
Restricted for:	
Instruction	2,143,825
Food service	6,203,151
Non-instructional purposes	703,323
Debt service	302,653
Capital outlay	2,472,131
Unrestricted	(13,883,583)
Total net position	\$ 39,642,753

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

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
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	\$ 17,147,694	\$ 637,714	\$ 3,519,346	\$ 435,221	\$ (12,555,413)
Support services - students and staff	4,484,920		1,629,159		(2,855,761)
Support services - administration	3,824,590		107,988		(3,716,602)
Operation and maintenance of plant services	3,404,845	6,142	1,809,317	34,549	(1,554,837)
Student transportation services	900,743		37,791		(862,952)
Operation of non-instructional services	3,887,978	84,399	6,590,574		2,786,995
Interest on long-term debt	881,080				(881,080)
Total governmental activities	<u>\$ 34,531,850</u>	<u>\$ 728,255</u>	<u>\$ 13,694,175</u>	<u>\$ 469,770</u>	<u>\$ (19,639,650)</u>

General revenues:

Taxes:

Property taxes, levied for general purposes	6,674,684
Property taxes, levied for debt service	2,827,362
Property taxes, levied for capital outlay	1,291,764
Investment income	152,902
Unrestricted county aid	1,181,771
Unrestricted state aid	14,209,489
Unrestricted federal aid	220,827

Total general revenues

26,558,799

Changes in net position

6,919,149

Net position, beginning of year, as restated

32,723,604

Net position, end of year

\$ 39,642,753

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

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FUND FINANCIAL STATEMENTS

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2022

	General	Other Federal Projects	Food Service
<u>ASSETS</u>			
Cash and investments	\$	\$	\$ 6,364,397
Property taxes receivable	101,016		
Due from governmental entities	2,807,205	3,685,134	252,325
Due from other funds	2,925,679		
Inventory			24,243
Total assets	\$ 5,833,900	\$ 3,685,134	\$ 6,640,965
 <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 255,081	\$ 2,061	\$ 424,249
Construction contracts payable			
Due to other funds		3,417,302	
Accrued payroll and employee benefits	228,257		13,565
Unearned revenues		265,771	
Bonds payable			
Bond interest payable			
Total liabilities	483,338	3,685,134	437,814
Deferred inflows of resources:			
Unavailable revenues - property taxes	101,016		
Unavailable revenues - intergovernmental		3,594,594	
Total deferred inflows of resources	101,016	3,594,594	
Fund balances (deficits):			
Nonspendable			24,243
Restricted			6,178,908
Unassigned	5,249,546	(3,594,594)	
Total fund balances	5,249,546	(3,594,594)	6,203,151
 Total liabilities, deferred inflows of resources and fund balances	 \$ 5,833,900	 \$ 3,685,134	 \$ 6,640,965

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

<u>Debt Service</u>	<u>Bond Building</u>	<u>Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 2,606,854	\$ 6,082,500	\$ 4,119,837	\$ 19,173,588
39,799		10,958	151,773
		1,320,422	8,065,086
		1,246,430	4,172,109
			24,243
<u>\$ 2,646,653</u>	<u>\$ 6,082,500</u>	<u>\$ 6,697,647</u>	<u>\$ 31,586,799</u>
\$	\$	\$	\$
	146,199	446,243	1,127,634
			146,199
		754,807	4,172,109
		217,335	459,157
			265,771
1,850,000			1,850,000
494,000			494,000
<u>2,344,000</u>	<u>146,199</u>	<u>1,418,385</u>	<u>8,514,870</u>
39,799		10,958	151,773
		733,274	4,327,868
<u>39,799</u>		<u>744,232</u>	<u>4,479,641</u>
262,854	5,936,301	5,308,321	24,243
		(773,291)	17,686,384
<u>262,854</u>	<u>5,936,301</u>	<u>4,535,030</u>	<u>881,661</u>
			18,592,288
<u>\$ 2,646,653</u>	<u>\$ 6,082,500</u>	<u>\$ 6,697,647</u>	<u>\$ 31,586,799</u>

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TOLLESON ELEMENTARY SCHOOL DISTRICT NO.17
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2022

Total governmental fund balances **\$ 18,592,288**

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

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

Governmental capital assets	\$ 87,350,932	
Less accumulated depreciation/amortization	<u>(26,158,903)</u>	61,192,029

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

Property taxes	151,773	
Intergovernmental	<u>4,327,868</u>	4,479,641

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.

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

Deferred outflows of resources related to pensions	4,615,777	
Deferred inflows of resources related to pensions	<u>(7,067,455)</u>	(2,451,678)

The Internal Service Fund is used by management to charge the cost of insurance to the individual funds. The assets and liabilities of the Internal Service Fund are included in the Statement of Net Position.

729,491

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

Compensated absences payable	(742,609)	
Leases payable	(621,899)	
Net pension liability	(18,579,332)	
Bonds payable	<u>(22,955,178)</u>	<u>(42,899,018)</u>

Net position of governmental activities **\$ 39,642,753**

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

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2022

	General	Other Federal Projects	Food Service
Revenues:			
Other local	\$ 1,146,250	\$	\$ 120,514
Property taxes	6,708,182		
State aid and grants	10,865,099		
Federal aid, grants and reimbursements	220,827	1,180,935	6,586,938
Total revenues	18,940,358	1,180,935	6,707,452
Expenditures:			
Current -			
Instruction	9,651,834	1,884,908	
Support services - students and staff	2,889,971	360,784	
Support services - administration	3,167,803	96,247	
Operation and maintenance of plant services	1,405,405	1,349,777	5,202
Student transportation services	467,642	19,000	
Operation of non-instructional services	92,395		3,614,701
Capital outlay	25,869	432,107	24,447
Debt service -			
Principal retirement			
Interest and fiscal charges			
Total expenditures	17,700,919	4,142,823	3,644,350
Excess (deficiency) of revenues over expenditures	1,239,439	(2,961,888)	3,063,102
Other financing sources (uses):			
Transfers in	871,298		
Transfers out		(99,080)	(742,500)
Total other financing sources (uses)	871,298	(99,080)	(742,500)
Changes in fund balances	2,110,737	(3,060,968)	2,320,602
Fund balances (deficits), beginning of year	3,138,809	(533,626)	3,963,708
Increase (decrease) in reserve for inventory			(81,159)
Fund balances (deficits), end of year	\$ 5,249,546	\$ (3,594,594)	\$ 6,203,151

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

<u>Debt Service</u>	<u>Bond Building</u>	<u>Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 2,316	\$ 65,331	\$ 777,094	\$ 2,111,505
2,830,351		1,293,878	10,832,411
		4,286,284	15,151,383
		2,025,442	10,014,142
<u>2,832,667</u>	<u>65,331</u>	<u>8,382,698</u>	<u>38,109,441</u>
		3,545,285	15,082,027
		1,328,032	4,578,787
		27,908	3,291,958
		151,893	2,912,277
		24,259	510,901
		8,382	3,715,478
	362,646	1,309,625	2,154,694
1,850,000	711,052		2,561,052
990,700	36,376		1,027,076
<u>2,840,700</u>	<u>1,110,074</u>	<u>6,395,384</u>	<u>35,834,250</u>
<u>(8,033)</u>	<u>(1,044,743)</u>	<u>1,987,314</u>	<u>2,275,191</u>
65,331			936,629
	(65,331)	(29,718)	(936,629)
<u>65,331</u>	<u>(65,331)</u>	<u>(29,718)</u>	
<u>57,298</u>	<u>(1,110,074)</u>	<u>1,957,596</u>	<u>2,275,191</u>
205,556	7,046,375	2,577,434	16,398,256
			(81,159)
<u>\$ 262,854</u>	<u>\$ 5,936,301</u>	<u>\$ 4,535,030</u>	<u>\$ 18,592,288</u>

TOLLESON ELEMENTARY SCHOOL DISTRICT NO.17
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 **\$ 2,275,191**

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

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

Expenditures for capitalized assets	\$ 531,878	
Less current year depreciation/amortization	<u>(2,594,178)</u>	(2,062,300)

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

Property taxes	(38,601)	
Intergovernmental	<u>3,376,512</u>	3,337,911

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.

Lease principal retirement	711,052	
Bond principal retirement	<u>1,850,000</u>	2,561,052

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	1,914,303	
Pension expense	<u>(1,125,127)</u>	789,176

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	(81,159)	
Loss on disposal of assets	(32,581)	
Amortization of deferred bond items	145,996	
Compensated absences	<u>24,864</u>	57,120

The Internal Service Fund is used by management to charge the cost of insurance to the individual funds. The changes in net position of the Internal Service Fund is reported with governmental activities in the Statement of Activities.

(39,001)

Changes in net position in governmental activities **\$ 6,919,149**

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

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2022

	<u>Governmental Activities: Internal Service Funds</u>
<u>ASSETS</u>	
Current assets:	
Cash and investments	\$ 439,927
Prepaid items	289,564
Total current assets	<u>729,491</u>
Total assets	<u>729,491</u>
 <u>NET POSITION</u>	
Unrestricted	<u>729,491</u>
Total net position	<u><u>\$ 729,491</u></u>

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

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION -
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

	Governmental Activities: Internal Service Funds
Operating revenues:	
Contributions	\$ 2,391,898
Total operating revenues	2,391,898
Operating expenses:	
Premiums	2,434,546
Total operating expenses	2,434,546
Operating income (loss)	(42,648)
Nonoperating revenues (expenses):	
Investment income	3,647
Total nonoperating revenues (expenses)	3,647
Changes in net position	(39,001)
Total net position, beginning of year	768,492
Total net position, end of year	\$ 729,491

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

**TOLLESON ELEMENTARY SCHOOL DISTRICT NO.17
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2022**

	Governmental Activities: Internal Service Funds
<u>Increase/Decrease in Cash and Cash Equivalents</u>	
Cash flows from operating activities:	
Cash received from contributions	\$ 2,391,898
Cash payments to suppliers for goods and services	<u>(2,256,337)</u>
Net cash provided by/used for operating activities	<u>135,561</u>
 Cash flows from investing activities:	
Investment income	<u>3,647</u>
Net cash provided by/used for investing activities	<u>3,647</u>
 Net increase/decrease in cash and cash equivalents	 <u>139,208</u>
Cash and cash equivalents, beginning of year	<u>300,719</u>
Cash and cash equivalents, end of year	<u>\$ 439,927</u>
 <u>Reconciliation of Operating Income/Loss to Net Cash Provided by/Used for Operating Activities</u>	
Operating income/loss	\$ (42,648)
Adjustments to reconcile operating income/loss to net cash provided by/used for operating activities:	
Changes in assets and liabilities:	
Increase/decrease in prepaid items	<u>178,209</u>
Total adjustments	<u>178,209</u>
Net cash provided by/used for operating activities	<u>\$ 135,561</u>

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

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Tolleson Elementary School District No. 17 (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. The beginning balance of capital assets was restated by \$1,436,326 due to the implementation of the standard.

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

A. Reporting Entity

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

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

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

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) present financial information about the District as a whole. The reported information includes all of the nonfiduciary activities of the District. For the most part, the effect of internal activity has been removed from these statements. These statements are to distinguish between the governmental and business-type activities of the District.

Governmental activities normally are supported by taxes and intergovernmental revenues, and are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The District does not have any business-type activities or fiduciary activities.

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

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

Fund Financial Statements – Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due. 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, federal, state and county aid, and investment income associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. Food services and miscellaneous revenues are not susceptible to accrual because generally they are not measurable until received in cash. Grants and similar awards are recognized as revenue as soon as all eligibility requirements imposed by the grantor or provider have been met. Unearned revenues arise when resources are received by the District before it has legal claim to them, as when grant monies are received prior to meeting all eligibility requirements imposed by the provider.

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

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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.

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

Food Service Fund – The Food Service Fund accounts 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.

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.

Bond Building Fund – The Bond Building Fund accounts 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.

Additionally, the District reports the following fund type:

Proprietary Fund – The Proprietary Fund is an internal service fund that accounts for activities related to the District’s insurance program.

The Proprietary Fund financial statements are reported using the economic resources measurement focus and accrual basis of accounting and are presented in a single column.

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the District's internal service funds are charges for health and welfare benefits and charges to District departments for goods and services. Operating expenses for internal service funds include the cost of goods and services and administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

D. Cash and Investments

For purposes of the Statement of Cash Flows, the District considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. Cash and cash equivalents at year end were cash and investments held by the County Treasurer.

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.

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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.

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 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.

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

H. Inventory

All inventories are valued at cost using the average cost method. Inventories consist of expendable supplies held for consumption. Inventories are recorded as expenses when consumed on the government-wide financial statements and as expenditures when purchased on the fund financial statements.

I. Prepaid Items

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

J. 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	5 – 60 years
Buildings and improvements	5 – 100 years
Vehicles, furniture and equipment	5 – 25 years
Intangible right-to-use assets	3 – 4 years

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

K. 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.

L. Compensated Absences

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

M. Leases

As lessee, the District recognizes lease liabilities with an initial, individual value of \$50,000 or more. The District uses the interest rate implicit in the leases.

N. 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.

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

O. 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.

P. 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 and after nonoperating revenues/expenses in proprietary funds.

Q. Net Position Flow Assumption

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

R. 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.

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 2 – FUND BALANCE CLASSIFICATIONS

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

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

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

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

Assigned. Amounts in the assigned fund balance classification are intended to be used by the District for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the General Fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the General Fund, assigned amounts represent intended uses established by the Governing Board or the Executive Director of Business Services, who has been delegated that authority by formal Governing Board action. 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.

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.

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 2 – FUND BALANCE CLASSIFICATIONS

The table below provides detail of the major components of the District’s fund balance classifications at year end. Voter approved initiatives include monies restricted in the Classroom Site and Instructional Improvement Funds.

	<u>General Fund</u>	<u>Other Federal Fund</u>	<u>Food Service Fund</u>	<u>Debt Service Fund</u>	<u>Bond Building Fund</u>	<u>Non-Major Governmental Funds</u>
Fund Balances:						
Nonspendable						
Inventory	\$	\$	\$ 24,243	\$	\$	\$
Restricted:						
Debt service				262,854		
Capital projects						2,461,173
Bond building projects					5,936,301	
Voter approved initiatives						1,356,223
Federal and state projects						613,129
Food service			6,178,908			
Civic center						60,239
Community school						508,269
Extracurricular activities						123,081
Gifts and donations						130,678
Student activities						29,038
Other purposes						26,491
Unassigned	<u>5,249,546</u>	<u>(3,594,594)</u>				<u>(773,291)</u>
Total fund balances	<u>\$5,249,546</u>	<u>\$(3,594,594)</u>	<u>\$6,203,151</u>	<u>\$ 262,854</u>	<u>\$ 5,936,301</u>	<u>\$ 4,535,030</u>

NOTE 3 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

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

	<u>Deficit</u>
Major Fund:	
Other Federal Projects	\$ 3,594,594
Non-Major Governmental Funds:	
English Language Learner	64,950
Title I Grants	308,710
Professional Development and Technology Grants	19,982
Limited English and Immigrant Students	12,351
Special Education Grants	223,076
Homeless Education	13,437
Other State Projects	130,785

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 3 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

The deficits arose 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 \$39,613 and the bank balance was \$96,656. At year end, all of the District’s deposits were covered by federal depository insurance.

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

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

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

	<u>Average Maturities</u>	<u>Fair Value</u>
County Treasurer’s investment pool	623 days	\$ 19,573,902

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.

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 4 – CASH AND INVESTMENTS

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:

	<u>General Fund</u>	<u>Other Federal</u>	<u>Food Service</u>	<u>Non-Major Governmental Funds</u>
Due from other governmental entities:				
Due from federal government	\$	\$ 3,685,134	\$ 252,325	\$ 821,076
Due from state government	2,807,205			499,346
Net due from governmental entities	<u>\$ 2,807,205</u>	<u>\$ 3,685,134</u>	<u>\$ 252,325</u>	<u>\$ 1,320,422</u>

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 6 – CAPITAL ASSETS

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

Governmental Activities	Beginning Balance (as restated)	Increase	Decrease	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 7,870,817	\$	\$	\$ 7,870,817
Construction in progress	19,799	274,307	11,489	282,617
Total capital assets, not being depreciated	<u>7,890,616</u>	<u>274,307</u>	<u>11,489</u>	<u>8,153,434</u>
Capital assets, being depreciated:				
Land improvements	5,685,574	62,327		5,747,901
Buildings and improvements	66,565,747	100,934		66,666,681
Vehicles, furniture and equipment	4,010,018	105,799	204,685	3,911,132
Total capital assets being depreciated	<u>76,261,339</u>	<u>269,060</u>	<u>204,685</u>	<u>76,325,714</u>
Less accumulated depreciation for:				
Land improvements	(2,323,756)	(231,221)		(2,554,977)
Buildings and improvements	(17,593,616)	(1,368,697)		(18,962,313)
Vehicles, furniture and equipment	(2,383,999)	(249,916)	(172,104)	(2,461,811)
Total accumulated depreciation	<u>(22,301,371)</u>	<u>(1,849,834)</u>	<u>(172,104)</u>	<u>(23,979,101)</u>
Total capital assets, being depreciated, net	<u>53,959,968</u>	<u>(1,580,774)</u>	<u>32,581</u>	<u>52,346,613</u>
Intangible right-to-use assets:				
Leased buildings and improvements				
Leased vehicles, furniture and equipment	2,871,784			2,871,784
Less accumulated amortization	(1,435,458)	(744,344)		(2,179,802)
Total intangible right-to-use assets, net	<u>1,436,326</u>	<u>(744,344)</u>		<u>691,982</u>
Governmental activities capital assets, net	<u>\$ 63,286,910</u>	<u>\$ (2,050,811)</u>	<u>\$ 44,070</u>	<u>\$ 61,192,029</u>

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

Instruction	\$ 1,690,574
Support services – students and staff	31,182
Support services – administration	336,787
Operation and maintenance of plant services	399,309
Student transportation services	95,531
Operation of non-instructional services	40,795
Total depreciation expense – governmental activities	<u>\$ 2,594,178</u>

Construction Commitments – At year end, the District had contractual commitments related to capital projects for school campus renovations. At year end, the District had spent \$282,617 on the projects and had estimated remaining contractual commitments of \$1.4 million. These projects are being funded with capital projects funds and bond proceeds.

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 7 – SHORT TERM DEBT – REVOLVING LINE OF CREDIT

The District has a \$2.0 million revolving line of credit to provide cash flow during the year to mitigate the impact of timing differences of expenditures and the receipt of state aid and property tax revenues. At year end, the District had \$2.0 million in unused line of credit.

NOTE 8 – LEASES PAYABLE

The District has acquired technology equipment under the provisions of contracts classified as leases. The related obligations under the lease agreements have been recorded at the present value of their future minimum lease payments as of the inception date. Revenues from the Bond Building Fund are used to pay the lease obligations. 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	
Year ending June 30:		Principal	Interest
	2023	\$ 621,899	\$ 16,853
Total		\$ 621,899	\$ 16,853

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	\$ 2,871,784
Less: Accumulated amortization	2,179,802
Total	\$ 691,982

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 9 – GENERAL OBLIGATION BONDS PAYABLE

Bonds payable at year end, consisted of the following outstanding general obligation bonds. The total amount originally authorized has been issued. The bonds are both callable and noncallable with interest payable semiannually. Property taxes from the Debt Service Fund are used to pay bonded debt. The District’s legal debt limit is \$56.4 million and the available margin is \$37.6 million.

Purpose	Original Amount Issued	Interest Rates	Remaining Maturities	Outstanding Principal June 30, 2022	Due Within One Year
Governmental activities:					
General obligation bonds:					
School Improvement Bonds,					
Project of 2017, Series A (2018)	\$ 14,200,000	2.5-5.00%	7/1/22-37	\$ 13,200,000	\$ 725,000
School Improvement Bonds,					
project of 2017, Series B (2019)	7,970,000	4.0-5.0%	7/1/22-28	7,780,000	500,000
Refunding Bonds, Series 2019	2,990,000	3.0-5.0%	7/1/22-28	<u>1,725,000</u>	<u>625,000</u>
Total				<u>\$ 22,705,000</u>	<u>\$1,850,000</u>

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

Year ending June 30:	Governmental Activities	
	General Obligation Bonds	
	Principal	Interest
2023	\$ 1,850,000	\$ 954,125
2024	2,075,000	883,375
2025	2,300,000	790,750
2026	450,000	723,750
2027	405,000	703,375
2028-32	5,425,000	2,947,875
2033-37	7,725,000	1,372,875
2038-40	2,475,000	101,375
Total	<u>\$ 22,705,000</u>	<u>\$ 8,477,500</u>

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 10 – CHANGES IN LONG-TERM LIABILITIES

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental activities:					
Bonds payable:					
General obligation bonds	\$ 24,320,000	\$	\$ 1,615,000	\$ 22,705,000	\$ 1,850,000
Premium	2,246,174		145,996	2,100,178	
Total bonds payable	<u>26,566,174</u>		<u>1,760,996</u>	<u>24,805,178</u>	<u>1,850,000</u>
Leases payable	1,332,951		711,052	621,899	621,899
Net pension liability	26,506,110		7,926,778	18,579,332	
Compensated absences payable	<u>767,473</u>	<u>402,486</u>	<u>427,350</u>	<u>742,609</u>	<u>75,000</u>
Governmental activity long-term liabilities	<u>\$ 55,172,708</u>	<u>\$ 402,486</u>	<u>\$10,826,176</u>	<u>\$ 44,749,018</u>	<u>\$ 2,546,899</u>

NOTE 11 – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

At year end, interfund balances were as follows:

Due to/from other funds:

	<u>General Fund</u>	<u>Non-Major Governmental Funds</u>	<u>Total Due to Other Funds</u>
Other Federal Projects Fund	\$ 2,925,679	\$ 491,623	\$ 3,417,302
Non-Major Governmental Funds		754,807	754,807
Total Due from Other Funds	<u>\$ 2,925,679</u>	<u>\$ 1,246,430</u>	<u>\$ 4,172,109</u>

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

Interfund transfers:

	<u>Transfers in</u>		
	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Total</u>
<u>Transfers out</u>			
Bond Building Fund	\$	\$ 65,331	\$ 65,331
Other Federal Projects Fund	99,080		99,080
Food Service Fund	742,500		742,500
Non-Major Governmental Funds	29,718		29,718
Total	<u>\$ 871,298</u>	<u>\$ 65,331</u>	<u>\$ 936,629</u>

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

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 12 – CONTINGENT LIABILITIES

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

NOTE 13 – RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

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

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

The District's employees have health and accident insurance coverage with the Valley Schools Employee Benefit Trust (VSEBT). VSEBT 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 VSEBT for employees' health and accident insurance coverage. The agreement provides that VSEBT will be self-sustaining through members' premiums and will reinsure through commercial companies for claims in excess of specified amounts for each insured event.

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 14 – PENSIONS

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

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

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

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

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

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 14 – PENSIONS

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 \$1,914,303.

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

Pension Liability. The net pension liability was measured as of June 30, 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.

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 the plan and the related change from its proportion measured as of June 30, 2020 was:

Net Liability	District % Proportion	Increase (Decrease)
\$ 18,579,332	0.141	(0.012)

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 14 – PENSIONS

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 \$1,125,127.

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	\$ 283,225	\$
Changes of assumptions or other inputs	2,418,249	
Net difference between projected and actual earnings on pension investments		5,886,586
Changes in proportion and differences between contributions and proportionate share of contributions		1,180,869
Contributions subsequent to the measurement date	1,914,303	
Total	\$ 4,615,777	\$ 7,067,455

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	\$	(548,697)
2024		(491,031)
2025		(1,297,691)
2026		(2,028,562)

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 14 – 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>	

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 14 – 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	\$ 29,223,733	\$ 18,579,332	\$ 9,704,847

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

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TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL
YEAR ENDED JUNE 30, 2022

	<u>Budgeted Amounts</u>		<u>Non-GAAP Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Other local	\$ 786,895	\$ 786,895	\$ 1,112,345	\$ 325,450
Property taxes	4,842,834	4,842,834	6,708,182	1,865,348
State aid and grants	7,817,923	7,817,923	10,865,099	3,047,176
Total revenues	<u>13,447,652</u>	<u>13,447,652</u>	<u>18,685,626</u>	<u>5,237,974</u>
Expenditures:				
Current -				
Instruction	11,089,781	11,759,934	10,216,757	1,543,177
Support services - students and staff	2,691,784	2,721,784	2,726,118	(4,334)
Support services - administration	2,545,614	2,555,614	2,629,695	(74,081)
Operation and maintenance of plant services	1,804,259	1,804,259	1,129,460	674,799
Student transportation services	454,115	454,115	467,151	(13,036)
Operation of non-instructional services	82,000	82,000	82,047	(47)
Total expenditures	<u>18,667,553</u>	<u>19,377,706</u>	<u>17,251,228</u>	<u>2,126,478</u>
Changes in fund balances	<u>(5,219,901)</u>	<u>(5,930,054)</u>	<u>1,434,398</u>	<u>7,364,452</u>
Fund balances, beginning of year			1,565,779	1,565,779
Increase (decrease) in reserve for prepaid items			644,125	644,125
Fund balances (deficits), end of year	<u>\$ (5,219,901)</u>	<u>\$ (5,930,054)</u>	<u>\$ 3,644,302</u>	<u>\$ 9,574,356</u>

See accompanying notes to this schedule.

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
OTHER FEDERAL PROJECTS
YEAR ENDED JUNE 30, 2022

	Original & Final	Non-GAAP Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Federal aid, grants and reimbursements	\$ 1,470,055	\$ 1,180,935	\$ (289,120)
Total revenues	1,470,055	1,180,935	(289,120)
Expenditures:			
Current -			
Instruction	8,811,522	1,884,908	6,926,614
Support services - students and staff		360,784	(360,784)
Support services - administration		96,247	(96,247)
Operation and maintenance of plant services		1,607,088	(1,607,088)
Student transportation services		19,000	(19,000)
Capital outlay		432,107	(432,107)
Total expenditures	8,811,522	4,400,134	4,411,388
Excess (deficiency) of revenues over expenditures	(7,341,467)	(3,219,199)	4,122,268
Other financing sources (uses):			
Transfers out		(99,080)	(99,080)
Total other financing sources (uses)		(99,080)	(99,080)
Changes in fund balances	(7,341,467)	(3,318,279)	4,023,188
Fund balances (deficits), beginning of year		(533,626)	(533,626)
Increase (decrease) in reserve for prepaid items		257,311	257,311
Fund balances (deficits), end of year	\$ (7,341,467)	\$ (3,594,594)	\$ 3,746,873

See accompanying notes to this schedule.

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOOD SERVICE
YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Other local	\$	\$	\$ 120,514	\$ 120,514
Federal aid, grants and reimbursements	6,030,642	6,030,642	6,586,938	556,296
Total revenues	<u>6,030,642</u>	<u>6,030,642</u>	<u>6,707,452</u>	<u>676,810</u>
Expenditures:				
Current -				
Operation and maintenance of plant services			5,202	(5,202)
Operation of non-instructional services	6,033,657	6,300,000	3,614,701	2,685,299
Capital outlay			24,447	(24,447)
Total expenditures	<u>6,033,657</u>	<u>6,300,000</u>	<u>3,644,350</u>	<u>2,655,650</u>
Excess (deficiency) of revenues over expenditures	<u>(3,015)</u>	<u>(269,358)</u>	<u>3,063,102</u>	<u>3,332,460</u>
Other financing sources (uses):				
Transfers out			(742,500)	(742,500)
Total other financing sources (uses)			<u>(742,500)</u>	<u>(742,500)</u>
Changes in fund balances	<u>(3,015)</u>	<u>(269,358)</u>	<u>2,320,602</u>	<u>2,589,960</u>
Fund balances, beginning of year			3,963,708	3,963,708
Increase (decrease) in reserve for inventory			(81,159)	(81,159)
Fund balances (deficits), end of year	<u>\$ (3,015)</u>	<u>\$ (269,358)</u>	<u>\$ 6,203,151</u>	<u>\$ 6,472,509</u>

See accompanying notes to this schedule.

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
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	0.14%	0.15%	0.15%	0.15%
District's proportionate share of the net pension (assets) liability	\$ 18,579,332	\$ 26,506,110	\$ 22,266,190	\$ 21,193,072
District's covered payroll	\$ 15,869,777	\$ 16,694,707	\$ 16,120,832	\$ 15,113,046
District's proportionate share of the net pension (assets) liability as a percentage of its covered payroll	117.07%	158.77%	138.12%	140.23%
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	\$ 1,914,303	\$ 1,848,829	\$ 1,911,544	\$ 1,802,309
Contributions in relation to the actuarially determined contribution	<u>1,914,303</u>	<u>1,848,829</u>	<u>1,911,544</u>	<u>1,802,309</u>
Contribution deficiency (excess)	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
District's covered payroll	\$ 15,939,242	\$ 15,869,777	\$ 16,694,707	\$ 16,120,832
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
0.15%	0.13%	0.13%	0.12%
\$ 22,938,680	\$ 21,788,742	\$ 20,509,487	\$ 18,454,704
\$ 14,340,807	\$ 12,488,728	\$ 11,798,310	\$ 10,953,271
159.95%	174.47%	173.83%	168.49%
69.92%	67.06%	68.35%	69.49%

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 1,647,322	\$ 1,545,939	\$ 1,355,027	\$ 1,284,832
<u>1,647,322</u>	<u>1,545,939</u>	<u>1,355,027</u>	<u>1,284,832</u>
<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
\$ 15,113,046	\$ 14,340,807	\$ 12,488,728	\$ 11,798,310
10.90%	10.78%	10.85%	10.89%

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
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 item.

- Certain activities reported in the General Fund are budgeted in separate funds in accordance with Arizona Revised Statutes.
- Prepaid items are budgeted in the year prepaid.

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

	General Fund		Other Federal
	Total	Fund	Projects
	Expenditures	Balances End of Year	Total Expenditures
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	\$ 17,700,919	\$ 5,249,546	\$ 4,142,823
Activity budgeted as special revenue funds	(872,071)	(1,605,244)	
Current-year prepaid items	644,125		257,311
Prior year prepaid items	(221,745)		
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – General Fund	<u>\$ 17,251,228</u>	<u>\$ 3,644,302</u>	<u>\$ 4,400,134</u>

NOTE 2 – PENSION PLAN SCHEDULES

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

Factors that Affect Trends. The actuarial assumptions used in the June 30, 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

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
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	\$ 2,842,057	\$ 1,277,780	\$ 4,119,837
Property taxes receivable		10,958	10,958
Due from governmental entities	1,025,743	294,679	1,320,422
Due from other funds		1,246,430	1,246,430
Total assets	<u>\$ 3,867,800</u>	<u>\$ 2,829,847</u>	<u>\$ 6,697,647</u>
 <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 88,527	\$ 357,716	\$ 446,243
Due to other funds	754,807		754,807
Accrued payroll and employee benefits	217,335		217,335
Total liabilities	<u>1,060,669</u>	<u>357,716</u>	<u>1,418,385</u>
Deferred inflows of resources:			
Unavailable revenues - property taxes		10,958	10,958
Unavailable revenues - intergovernmental	733,274		733,274
Total deferred inflows of resources	<u>733,274</u>	<u>10,958</u>	<u>744,232</u>
Fund balances (deficits):			
Restricted	2,847,148	2,461,173	5,308,321
Unassigned	(773,291)		(773,291)
Total fund balances	<u>2,073,857</u>	<u>2,461,173</u>	<u>4,535,030</u>
 Total liabilities, deferred inflows of resources and fund balances	 <u>\$ 3,867,800</u>	 <u>\$ 2,829,847</u>	 <u>\$ 6,697,647</u>

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
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	\$ 627,692	\$ 149,402	\$ 777,094
Property taxes		1,293,878	1,293,878
State aid and grants	3,277,163	1,009,121	4,286,284
Federal aid, grants and reimbursements	<u>2,025,442</u>		<u>2,025,442</u>
Total revenues	<u>5,930,297</u>	<u>2,452,401</u>	<u>8,382,698</u>
Expenditures:			
Current -			
Instruction	3,545,285		3,545,285
Support services - students and staff	1,328,032		1,328,032
Support services - administration	27,908		27,908
Operation and maintenance of plant services	147,568	4,325	151,893
Student transportation services	22,105	2,154	24,259
Operation of non-instructional services	8,382		8,382
Capital outlay	4,380	<u>1,305,245</u>	<u>1,309,625</u>
Total expenditures	<u>5,083,660</u>	<u>1,311,724</u>	<u>6,395,384</u>
Excess (deficiency) of revenues over expenditures	<u>846,637</u>	<u>1,140,677</u>	<u>1,987,314</u>
Other financing sources (uses):			
Transfers out	<u>(29,718)</u>		<u>(29,718)</u>
Total other financing sources (uses)	<u>(29,718)</u>		<u>(29,718)</u>
Changes in fund balances	<u>816,919</u>	<u>1,140,677</u>	<u>1,957,596</u>
Fund balances, beginning of year	1,256,938	1,320,496	2,577,434
Fund balances, end of year	<u>\$ 2,073,857</u>	<u>\$ 2,461,173</u>	<u>\$ 4,535,030</u>

SPECIAL REVENUE FUNDS

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

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

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

English Language Learner - to account for monies received to provide for the incremental cost of instruction to English language learners.

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

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

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

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

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

Homeless Education - to account for financial assistance received for the education of homeless students.

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

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

Results-based Funding - to account for financial assistance received for academic performance results in accordance with A.R.S. §15-249.08.

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

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

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

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

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

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

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

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

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

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

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

Grants and Gifts to Teachers - to account for grants and gifts under \$1,500 received from private sources that are restricted for use by a teacher for instructional purposes.

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

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2022

	Classroom Site	Instructional Improvement	County, City, and Town Grants
<u>ASSETS</u>			
Cash and investments	\$ 1,085,602	\$ 248,153	\$ 8
Due from governmental entities		48,949	
Total assets	\$ 1,085,602	\$ 297,102	\$ 8
 <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$	\$ 26,481	\$
Due to other funds			
Accrued payroll and employee benefits			
Total liabilities		26,481	
Deferred inflows of resources:			
Unavailable revenues - intergovernmental			
Fund balances (deficits):			
Restricted	1,085,602	270,621	8
Unassigned			
Total fund balances	1,085,602	270,621	8
 Total liabilities, deferred inflows of resources and fund balances	 \$ 1,085,602	 \$ 297,102	 \$ 8

<u>English Language Learner</u>	<u>Title I Grants</u>	<u>Professional Development and Technology Grants</u>	<u>Title IV Grants</u>	<u>Limited English and Immigrant Students</u>	<u>Special Education Grants</u>
\$ 64,950	\$ 308,710	\$ 13,493	\$ 243,520	\$ 12,351	\$ 223,076
<u>\$ 64,950</u>	<u>\$ 308,710</u>	<u>\$ 33,475</u>	<u>\$ 243,520</u>	<u>\$ 12,351</u>	<u>\$ 223,076</u>
\$ 64,950	\$ 306,278	\$ 33,475	\$ 26,119	\$ 4,735	\$ 32,043
	2,432	69,684	69,684	7,616	164,938
<u>64,950</u>	<u>308,710</u>	<u>33,475</u>	<u>147,717</u>	<u>12,351</u>	<u>26,095</u>
			<u>243,520</u>		<u>223,076</u>
<u>64,950</u>	<u>308,710</u>	<u>19,982</u>		<u>12,351</u>	<u>223,076</u>
(64,950)	(308,710)	(19,982)		(12,351)	(223,076)
<u>(64,950)</u>	<u>(308,710)</u>	<u>(19,982)</u>		<u>(12,351)</u>	<u>(223,076)</u>
<u>\$ 64,950</u>	<u>\$ 308,710</u>	<u>\$ 33,475</u>	<u>\$ 243,520</u>	<u>\$ 12,351</u>	<u>\$ 223,076</u>

(Continued)

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2022

	Homeless Education	E-Rate	Results-based Funding
<u>ASSETS</u>			
Cash and investments	\$	\$ 379,660	\$ 233,469
Due from governmental entities	13,437		
Total assets	\$ 13,437	\$ 379,660	\$ 233,469
 <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$	\$	\$
Due to other funds	13,437		
Accrued payroll and employee benefits			
Total liabilities	13,437		
Deferred inflows of resources:			
Unavailable revenues - intergovernmental	13,437		
Fund balances (deficits):			
Restricted		379,660	233,469
Unassigned	(13,437)		
Total fund balances	(13,437)	379,660	233,469
 Total liabilities, deferred inflows of resources and fund balances	 \$ 13,437	 \$ 379,660	 \$ 233,469

<u>Other State Projects</u>	<u>Civic Center</u>	<u>Community School</u>	<u>Extracurricular Activities Fees Tax Credit</u>	<u>Gifts and Donations</u>	<u>Fingerprint</u>
\$ 90,768	\$ 60,239	\$ 508,269	\$ 123,081	\$ 134,562	\$ 1,326
<u>\$ 90,768</u>	<u>\$ 60,239</u>	<u>\$ 508,269</u>	<u>\$ 123,081</u>	<u>\$ 134,562</u>	<u>\$ 1,326</u>
\$ 130,785	\$	\$	\$	\$ 3,884	\$
<u>130,785</u>	<u></u>	<u></u>	<u></u>	<u>3,884</u>	<u></u>
<u>90,768</u>	<u></u>	<u></u>	<u></u>	<u></u>	<u></u>
(130,785)	60,239	508,269	123,081	130,678	1,326
<u>(130,785)</u>	<u>60,239</u>	<u>508,269</u>	<u>123,081</u>	<u>130,678</u>	<u>1,326</u>
<u>\$ 90,768</u>	<u>\$ 60,239</u>	<u>\$ 508,269</u>	<u>\$ 123,081</u>	<u>\$ 134,562</u>	<u>\$ 1,326</u>

(Continued)

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2022

	Textbooks	Insurance Refund	Grants and Gifts to Teachers
<u>ASSETS</u>			
Cash and investments	\$ 16,620	\$ 2,811	\$ 5,726
Due from governmental entities			
Total assets	\$ 16,620	\$ 2,811	\$ 5,726
 <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$	\$	\$
Due to other funds			
Accrued payroll and employee benefits			
Total liabilities			
Deferred inflows of resources:			
Unavailable revenues - intergovernmental			
Fund balances (deficits):			
Restricted	16,620	2,811	5,726
Unassigned			
Total fund balances	16,620	2,811	5,726
 Total liabilities, deferred inflows of resources and fund balances	\$ 16,620	\$ 2,811	\$ 5,726

<u>Student Activities</u>	<u>Totals</u>
\$ 29,038	\$ 2,842,057
	1,025,743
<u>\$ 29,038</u>	<u>\$ 3,867,800</u>

\$	\$ 88,527
	754,807
	217,335
<u></u>	<u>1,060,669</u>
<u></u>	<u>733,274</u>

29,038	2,847,148
	(773,291)
<u>29,038</u>	<u>2,073,857</u>

<u>\$ 29,038</u>	<u>\$ 3,867,800</u>
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TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Classroom Site	Instructional Improvement	County, City, and Town Grants
Revenues:			
Other local	\$ 5,675	\$ 1,209	\$
State aid and grants	2,217,970	151,848	
Federal aid, grants and reimbursements			
Total revenues	2,223,645	153,057	
Expenditures:			
Current -			
Instruction	1,691,563	421	
Support services - students and staff	24,469	58,478	
Support services - administration		9,074	
Operation and maintenance of plant services		1,167	
Student transportation services			
Operation of non-instructional services			
Capital outlay		616	
Total expenditures	1,716,032	69,756	
Excess (deficiency) of revenues over expenditures	507,613	83,301	
Other financing sources (uses):			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	507,613	83,301	
Fund balances (deficits), beginning of year	577,989	187,320	8
Fund balances (deficits), end of year	\$ 1,085,602	\$ 270,621	\$ 8

English Language Learner	Title I Grants	Professional Development and Technology Grants	Title IV Grants	Limited English and Immigrant Students	Special Education Grants
\$ 52,865	\$ 492,284	\$ 103,667	\$ 860,410	\$ 51,068	\$ 236,375
<u>52,865</u>	<u>492,284</u>	<u>103,667</u>	<u>860,410</u>	<u>51,068</u>	<u>236,375</u>
117,815	149,826		434,949	19,870	354,977
	608,672	67,360	122,460	31,484	38,344
		1,859	6,170	790	
			17,768		
			722		1,731
<u>117,815</u>	<u>758,498</u>	<u>69,219</u>	<u>582,069</u>	<u>52,144</u>	<u>396,828</u>
<u>(64,950)</u>	<u>(266,214)</u>	<u>34,448</u>	<u>278,341</u>	<u>(1,076)</u>	<u>(160,453)</u>
			(14,158)	(594)	(14,966)
			<u>(14,158)</u>	<u>(594)</u>	<u>(14,966)</u>
<u>(64,950)</u>	<u>(266,214)</u>	<u>34,448</u>	<u>264,183</u>	<u>(1,670)</u>	<u>(175,419)</u>
	(42,496)	(54,430)	(264,183)	(10,681)	(47,657)
<u>\$ (64,950)</u>	<u>\$ (308,710)</u>	<u>\$ (19,982)</u>	<u>\$</u>	<u>\$ (12,351)</u>	<u>\$ (223,076)</u>

(Continued)

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Homeless Education	E-Rate	Results-based Funding
Revenues:			
Other local	\$	\$ 1,940	\$
State aid and grants			229,957
Federal aid, grants and reimbursements		281,638	
Total revenues	(13,437)	147,012	229,957
Expenditures:			
Current -			
Instruction			
Support services - students and staff	11,630		
Support services - administration			
Operation and maintenance of plant services		136,566	
Student transportation services			
Operation of non-instructional services	1,807		
Capital outlay			
Total expenditures	13,437	136,566	
Excess (deficiency) of revenues over expenditures	(13,437)	147,012	229,957
Other financing sources (uses):			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	(13,437)	147,012	229,957
Fund balances (deficits), beginning of year		232,648	3,512
Fund balances (deficits), end of year	\$ (13,437)	\$ 379,660	\$ 233,469

<u>Other State Projects</u>	<u>Civic Center</u>	<u>Community School</u>	<u>Extracurricular Activities Fees Tax Credit</u>	<u>Gifts and Donations</u>	<u>Fingerprint</u>
\$ 624,523	\$ 6,673	\$ 456,103	\$ 13,511	\$ 81,046	\$ 296
<u>624,523</u>	<u>6,673</u>	<u>456,103</u>	<u>13,511</u>	<u>81,046</u>	<u>296</u>
410,965		280,582	942	25,648	
344,343		6,993		13,163	
	9,835			9,553	462
				4,337	
				4,844	
				1,266	
<u>755,308</u>	<u>9,835</u>	<u>287,575</u>	<u>942</u>	<u>58,811</u>	<u>462</u>
<u>(130,785)</u>	<u>(3,162)</u>	<u>168,528</u>	<u>12,569</u>	<u>22,235</u>	<u>(166)</u>
<u>(130,785)</u>	<u>(3,162)</u>	<u>168,528</u>	<u>12,569</u>	<u>22,235</u>	<u>(166)</u>
	63,401	339,741	110,512	108,443	1,492
<u>\$ (130,785)</u>	<u>\$ 60,239</u>	<u>\$ 508,269</u>	<u>\$ 123,081</u>	<u>\$ 130,678</u>	<u>\$ 1,326</u>

(Continued)

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Textbooks	Insurance Refund	Grants and Gifts to Teachers
Revenues:			
Other local	\$ 446	\$ 22	\$ 45
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues	446	22	45
Expenditures:			
Current -			
Instruction			
Support services - students and staff	636		
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	636		
Excess (deficiency) of revenues over expenditures	(190)	22	45
Other financing sources (uses):			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	(190)	22	45
Fund balances (deficits), beginning of year	16,810	2,789	5,681
Fund balances, end of year	\$ 16,620	\$ 2,811	\$ 5,726

<u>Student Activities</u>	<u>Totals</u>
\$ 60,726	\$ 627,692
	3,277,163
	2,025,442
<u>60,726</u>	<u>5,930,297</u>
57,727	3,545,285
	1,328,032
	27,908
	147,568
	22,105
	8,382
	4,380
<u>57,727</u>	<u>5,083,660</u>
<u>2,999</u>	<u>846,637</u>
	(29,718)
	<u>(29,718)</u>
<u>2,999</u>	<u>816,919</u>
26,039	1,256,938
<u>\$ 29,038</u>	<u>\$ 2,073,857</u>

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Classroom Site		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$ 5,675	\$ 5,675
State aid and grants	1,159,919	2,217,970	1,058,051
Federal aid, grants and reimbursements			
Total revenues	1,159,919	2,223,645	1,063,726
Expenditures:			
Current -			
Instruction	2,699,623	1,691,563	1,008,060
Support services - students and staff	96,328	24,469	71,859
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	2,795,951	1,716,032	1,079,919
Excess (deficiency) of revenues over expenditures	(1,636,032)	507,613	2,143,645
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	(1,636,032)	507,613	2,143,645
Fund balances (deficits), beginning of year		577,989	577,989
Fund balances (deficits), end of year	\$ (1,636,032)	\$ 1,085,602	\$ 2,721,634

Instructional Improvement			County, City, and Town Grants		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$ 56,988	\$ 1,209 151,848	\$ 1,209 94,860	\$	\$	\$
<u>56,988</u>	<u>153,057</u>	<u>96,069</u>			
150,000	421 58,478 9,074 1,167	(421) 91,522 (9,074) (1,167)			
<u>150,000</u>	<u>616</u> <u>69,756</u>	<u>(616)</u> <u>80,244</u>			
<u>(93,012)</u>	<u>83,301</u>	<u>176,313</u>			
<u>(93,012)</u>	<u>83,301</u>	<u>176,313</u>			
	187,320	187,320		8	8
<u>\$ (93,012)</u>	<u>\$ 270,621</u>	<u>\$ 363,633</u>	<u>\$</u>	<u>\$ 8</u>	<u>\$ 8</u>

(Continued)

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	English Language Learner		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants	162,520	52,865	(109,655)
Federal aid, grants and reimbursements			
Total revenues	162,520	52,865	(109,655)
Expenditures:			
Current -			
Instruction	120,000	117,815	2,185
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	120,000	117,815	2,185
Excess (deficiency) of revenues over expenditures	42,520	(64,950)	(107,470)
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	42,520	(64,950)	(107,470)
Fund balances (deficits), beginning of year			
Fund balances (deficits), end of year	\$ 42,520	\$ (64,950)	\$ (107,470)

Title I Grants			Professional Development and Technology Grants		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
<u>617,807</u>	<u>492,284</u>	<u>(125,523)</u>	<u>99,749</u>	<u>103,667</u>	<u>3,918</u>
<u>617,807</u>	<u>492,284</u>	<u>(125,523)</u>	<u>99,749</u>	<u>103,667</u>	<u>3,918</u>
793,395	149,826 608,672	(149,826) 184,723	103,519	67,360 1,859	36,159 (1,859)
<u>793,395</u>	<u>758,498</u>	<u>34,897</u>	<u>103,519</u>	<u>69,219</u>	<u>34,300</u>
<u>(175,588)</u>	<u>(266,214)</u>	<u>(90,626)</u>	<u>(3,770)</u>	<u>34,448</u>	<u>38,218</u>
<u>(175,588)</u>	<u>(266,214)</u>	<u>(90,626)</u>	<u>(3,770)</u>	<u>34,448</u>	<u>38,218</u>
	(42,496)	(42,496)		(54,430)	(54,430)
<u>\$ (175,588)</u>	<u>\$ (308,710)</u>	<u>\$ (133,122)</u>	<u>\$ (3,770)</u>	<u>\$ (19,982)</u>	<u>\$ (16,212)</u>

(Continued)

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Title IV Grants		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements	584,809	860,410	275,601
Total revenues	<u>584,809</u>	<u>860,410</u>	<u>275,601</u>
Expenditures:			
Current -			
Instruction	526,987	434,949	92,038
Support services - students and staff		122,460	(122,460)
Support services - administration		6,170	(6,170)
Operation and maintenance of plant services			
Student transportation services		17,768	(17,768)
Operation of non-instructional services			
Capital outlay		722	(722)
Total expenditures	<u>526,987</u>	<u>582,069</u>	<u>(55,082)</u>
Excess (deficiency) of revenues over expenditures	<u>57,822</u>	<u>278,341</u>	<u>220,519</u>
Other financing sources (uses):			
Transfers in			
Transfers out		(14,158)	(14,158)
Total other financing sources (uses)		<u>(14,158)</u>	<u>(14,158)</u>
Changes in fund balances	<u>57,822</u>	<u>264,183</u>	<u>206,361</u>
Fund balances (deficits), beginning of year		(264,183)	(264,183)
Fund balances (deficits), end of year	<u>\$ 57,822</u>	<u>\$</u>	<u>\$ (57,822)</u>

Limited English and Immigrant Students			Special Education Grants		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
<u>17,955</u>	<u>51,068</u>	<u>33,113</u>	<u>316,956</u>	<u>236,375</u>	<u>(80,581)</u>
<u>17,955</u>	<u>51,068</u>	<u>33,113</u>	<u>316,956</u>	<u>236,375</u>	<u>(80,581)</u>
75,308	19,870	(19,870)	403,799	354,977	48,822
	31,484	43,824		38,344	(38,344)
	790	(790)			
<u>75,308</u>	<u>52,144</u>	<u>23,164</u>	<u>403,799</u>	<u>396,828</u>	<u>6,971</u>
<u>(57,353)</u>	<u>(1,076)</u>	<u>56,277</u>	<u>(86,843)</u>	<u>(160,453)</u>	<u>(73,610)</u>
	(594)	(594)		(14,966)	(14,966)
	(594)	(594)		(14,966)	(14,966)
<u>(57,353)</u>	<u>(1,670)</u>	<u>55,683</u>	<u>(86,843)</u>	<u>(175,419)</u>	<u>(88,576)</u>
	(10,681)	(10,681)		(47,657)	(47,657)
<u>\$ (57,353)</u>	<u>\$ (12,351)</u>	<u>\$ 45,002</u>	<u>\$ (86,843)</u>	<u>\$ (223,076)</u>	<u>\$ (136,233)</u>

(Continued)

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Homeless Education		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues			
Expenditures:			
Current -			
Instruction			
Support services - students and staff		11,630	(11,630)
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services		1,807	(1,807)
Capital outlay			
Total expenditures		13,437	(13,437)
Excess (deficiency) of revenues over expenditures		(13,437)	(13,437)
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances		(13,437)	(13,437)
Fund balances (deficits), beginning of year			
Fund balances (deficits), end of year	\$	\$ (13,437)	\$ (13,437)

Medicaid Reimbursement			E-Rate		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$ 1,940	\$ 1,940
104,476	220,827	116,351	59,931	281,638	221,707
<u>104,476</u>	<u>220,827</u>	<u>116,351</u>	<u>59,931</u>	<u>283,578</u>	<u>223,647</u>
240,000	23,600	(23,600)			
	72,577	167,423			
	9,992	(9,992)			
	142	(142)	360,000	136,566	223,434
	1,603	(1,603)			
	22,778	(22,778)			
<u>240,000</u>	<u>130,692</u>	<u>109,308</u>	<u>360,000</u>	<u>136,566</u>	<u>223,434</u>
<u>(135,524)</u>	<u>90,135</u>	<u>225,659</u>	<u>(300,069)</u>	<u>147,012</u>	<u>447,081</u>
<u>(135,524)</u>	<u>90,135</u>	<u>225,659</u>	<u>(300,069)</u>	<u>147,012</u>	<u>447,081</u>
	124,562	124,562		232,648	232,648
<u>\$ (135,524)</u>	<u>\$ 214,697</u>	<u>\$ 350,221</u>	<u>\$ (300,069)</u>	<u>\$ 379,660</u>	<u>\$ 679,729</u>

(Continued)

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Results-based Funding		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$	\$
State aid and grants	123,917	229,957	106,040
Federal aid, grants and reimbursements			
Total revenues	<u>123,917</u>	<u>229,957</u>	<u>106,040</u>
Expenditures:			
Current -			
Instruction	246,000		246,000
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	<u>246,000</u>	<u></u>	<u>246,000</u>
Excess (deficiency) of revenues over expenditures	<u>(122,083)</u>	<u>229,957</u>	<u>352,040</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)	<u></u>	<u></u>	<u></u>
Changes in fund balances	<u>(122,083)</u>	<u>229,957</u>	<u>352,040</u>
Fund balances (deficits), beginning of year		3,512	3,512
Fund balances (deficits), end of year	<u>\$ (122,083)</u>	<u>\$ 233,469</u>	<u>\$ 355,552</u>

Other State Projects			School Plant		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$ 497,763	\$ 624,523	\$ 126,760	\$ 787	\$ 20,774	\$ 19,987
<u>497,763</u>	<u>624,523</u>	<u>126,760</u>	<u>787</u>	<u>20,774</u>	<u>19,987</u>
545,000	410,965	134,035		9,240	(9,240)
	344,343	(344,343)	86,000	24,110	61,890
<u>545,000</u>	<u>755,308</u>	<u>(210,308)</u>	<u>86,000</u>	<u>33,350</u>	<u>52,650</u>
<u>(47,237)</u>	<u>(130,785)</u>	<u>(83,548)</u>	<u>(85,213)</u>	<u>(12,576)</u>	<u>72,637</u>
<u>(47,237)</u>	<u>(130,785)</u>	<u>(83,548)</u>	<u>(85,213)</u>	<u>(12,576)</u>	<u>72,637</u>
				85,548	85,548
<u>\$ (47,237)</u>	<u>\$ (130,785)</u>	<u>\$ (83,548)</u>	<u>\$ (85,213)</u>	<u>\$ 72,972</u>	<u>\$ 158,185</u>

(Continued)

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Civic Center		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$ 5,587	\$ 6,673	\$ 1,086
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues	5,587	6,673	1,086
Expenditures:			
Current -			
Instruction			
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services	70,000	9,835	60,165
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	70,000	9,835	60,165
Excess (deficiency) of revenues over expenditures	(64,413)	(3,162)	61,251
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	(64,413)	(3,162)	61,251
Fund balances (deficits), beginning of year		63,401	63,401
Fund balances (deficits), end of year	\$ (64,413)	\$ 60,239	\$ 124,652

Community School			Auxiliary Operations		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$ 616,454	\$ 456,103	\$ (160,351)	\$ 3,903	\$ 10,353	\$ 6,450
<u>616,454</u>	<u>456,103</u>	<u>(160,351)</u>	<u>3,903</u>	<u>10,353</u>	<u>6,450</u>
660,000	280,582 6,993	379,418 (6,993)	30,000	3,203	26,797
				8,745	(8,745)
<u>660,000</u>	<u>287,575</u>	<u>372,425</u>	<u>30,000</u>	<u>11,948</u>	<u>18,052</u>
<u>(43,546)</u>	<u>168,528</u>	<u>212,074</u>	<u>(26,097)</u>	<u>(1,595)</u>	<u>24,502</u>
<u>(43,546)</u>	<u>168,528</u>	<u>212,074</u>	<u>(26,097)</u>	<u>(1,595)</u>	<u>24,502</u>
	339,741	339,741		24,562	24,562
<u>\$ (43,546)</u>	<u>\$ 508,269</u>	<u>\$ 551,815</u>	<u>\$ (26,097)</u>	<u>\$ 22,967</u>	<u>\$ 49,064</u>

(Continued)

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Extracurricular Activities Fees Tax Credit		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$ 13,837	\$ 13,511	\$ (326)
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues	13,837	13,511	(326)
Expenditures:			
Current -			
Instruction	125,000	942	124,058
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	125,000	942	124,058
Excess (deficiency) of revenues over expenditures	(111,163)	12,569	123,732
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	(111,163)	12,569	123,732
Fund balances (deficits), beginning of year		110,512	110,512
Fund balances (deficits), end of year	\$ (111,163)	\$ 123,081	\$ 234,244

Gifts and Donations			Fingerprint		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$ 16,307	\$ 81,046	\$ 64,739	\$ 66	\$ 296	\$ 230
<u>16,307</u>	<u>81,046</u>	<u>64,739</u>	<u>66</u>	<u>296</u>	<u>230</u>
175,000	25,648	149,352			
	13,163	(13,163)			
	9,553	(9,553)	1,700	462	1,238
	4,337	(4,337)			
	4,844	(4,844)			
	1,266	(1,266)			
<u>175,000</u>	<u>58,811</u>	<u>116,189</u>	<u>1,700</u>	<u>462</u>	<u>1,238</u>
<u>(158,693)</u>	<u>22,235</u>	<u>180,928</u>	<u>(1,634)</u>	<u>(166)</u>	<u>1,468</u>
<u>(158,693)</u>	<u>22,235</u>	<u>180,928</u>	<u>(1,634)</u>	<u>(166)</u>	<u>1,468</u>
	108,443	108,443		1,492	1,492
<u>\$ (158,693)</u>	<u>\$ 130,678</u>	<u>\$ 289,371</u>	<u>\$ (1,634)</u>	<u>\$ 1,326</u>	<u>\$ 2,960</u>

(Continued)

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
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	\$ 17,349	\$ 446	\$ (16,903)
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues	<u>17,349</u>	<u>446</u>	<u>(16,903)</u>
Expenditures:			
Current -			
Instruction			
Support services - students and staff	17,000	636	16,364
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	<u>17,000</u>	<u>636</u>	<u>16,364</u>
Excess (deficiency) of revenues over expenditures	<u>349</u>	<u>(190)</u>	<u>(539)</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	<u>349</u>	<u>(190)</u>	<u>(539)</u>
Fund balances (deficits), beginning of year		16,810	16,810
Fund balances (deficits), end of year	<u>\$ 349</u>	<u>\$ 16,620</u>	<u>\$ 16,271</u>

Indirect Costs			Insurance Refund		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$ 1,870	\$ 2,778	\$ 908	\$	\$ 22	\$ 22
<u>1,870</u>	<u>2,778</u>	<u>908</u>		<u>22</u>	<u>22</u>
	52,399	(52,399)	2,800		2,800
	82,036	(82,036)			
1,556,613	504,006	1,052,607			
	54,058	(54,058)			
	491	(491)			
	<u>3,091</u>	<u>(3,091)</u>			
<u>1,556,613</u>	<u>696,081</u>	<u>860,532</u>	<u>2,800</u>		<u>2,800</u>
<u>(1,554,743)</u>	<u>(693,303)</u>	<u>861,440</u>	<u>(2,800)</u>	<u>22</u>	<u>2,822</u>
	871,298	871,298			
	<u>871,298</u>	<u>871,298</u>			
<u>(1,554,743)</u>	<u>177,995</u>	<u>1,732,738</u>	<u>(2,800)</u>	<u>22</u>	<u>2,822</u>
	1,116,613	1,116,613		2,789	2,789
<u>\$ (1,554,743)</u>	<u>\$ 1,294,608</u>	<u>\$ 2,849,351</u>	<u>\$ (2,800)</u>	<u>\$ 2,811</u>	<u>\$ 5,611</u>

(Continued)

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Grants and Gifts to Teachers		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 45	\$ 45
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues	45	45	45
Expenditures:			
Current -			
Instruction	5,700		5,700
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	5,700		5,700
Excess (deficiency) of revenues over expenditures	(5,700)	45	5,745
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	(5,700)	45	5,745
Fund balances (deficits), beginning of year		5,681	5,681
Fund balances (deficits), end of year	\$ (5,700)	\$ 5,726	\$ 11,426

Student Activities			Totals		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 60,726	\$ 60,726	\$ 676,160	\$ 661,597	\$ (14,563)
			2,001,107	3,277,163	1,276,056
			1,801,683	2,246,269	444,586
	<u>60,726</u>	<u>60,726</u>	<u>4,478,950</u>	<u>6,185,029</u>	<u>1,706,079</u>
	57,727	(57,727)	5,539,909	3,624,487	1,915,422
			1,475,550	1,491,885	(16,335)
			1,644,313	566,016	1,078,297
			430,000	201,768	228,232
				22,596	(22,596)
				18,730	(18,730)
				30,249	(30,249)
	<u>57,727</u>	<u>(57,727)</u>	<u>9,089,772</u>	<u>5,955,731</u>	<u>3,134,041</u>
	2,999	2,999	(4,610,822)	229,298	4,840,120
				871,298	871,298
				(29,718)	(29,718)
				841,580	841,580
	2,999	2,999	(4,610,822)	1,070,878	5,681,700
	26,039	26,039		2,608,223	2,608,223
<u>\$</u>	<u>\$ 29,038</u>	<u>\$ 29,038</u>	<u>\$ (4,610,822)</u>	<u>\$ 3,679,101</u>	<u>\$ 8,289,923</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.

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
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	\$	\$ 2,316	\$ 2,316
Property taxes	2,471,756	2,830,351	358,595
Total revenues	<u>2,471,756</u>	<u>2,832,667</u>	<u>360,911</u>
Expenditures:			
Debt service -			
Principal retirement	1,850,000	1,850,000	
Interest and fiscal charges	1,419,314	990,700	428,614
Total expenditures	<u>3,269,314</u>	<u>2,840,700</u>	<u>428,614</u>
Excess (deficiency) of revenues over expenditures	<u>(797,558)</u>	<u>(8,033)</u>	<u>789,525</u>
Other financing sources (uses):			
Transfers in		65,331	65,331
Total other financing sources (uses)		<u>65,331</u>	<u>65,331</u>
Changes in fund balances	<u>(797,558)</u>	<u>57,298</u>	<u>854,856</u>
Fund balances, beginning of year		205,556	205,556
Fund balances (deficits), end of year	<u>\$ (797,558)</u>	<u>\$ 262,854</u>	<u>\$ 1,060,412</u>

CAPITAL PROJECTS FUNDS

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

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

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.

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.

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
COMBINING BALANCE SHEET - NON-MAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2022

	Insurance Proceeds	Litigation Recovery	Unrestricted Capital Outlay
<u>ASSETS</u>			
Cash and investments	\$ 16,238	\$ 31,402	\$ 584,784
Property taxes receivable			10,958
Due from governmental entities			294,679
Due from other funds			1,246,430
Total assets	\$ 16,238	\$ 31,402	\$ 2,136,851
 <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES</u>			
<u>AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 4,325	\$	\$ 236,602
Total liabilities	4,325		236,602
Deferred inflows of resources:			
Unavailable revenues - property taxes			10,958
Fund balances:			
Restricted	11,913	31,402	1,889,291
Total fund balances	11,913	31,402	1,889,291
 Total liabilities, deferred inflows of resources and fund balances	 \$ 16,238	 \$ 31,402	 \$ 2,136,851

<u>Adjacent Ways</u>	<u>Building Renewal Grant</u>	<u>Totals</u>
\$ 549,357	\$ 95,999	\$ 1,277,780
		10,958
		294,679
		1,246,430
<u>\$ 549,357</u>	<u>\$ 95,999</u>	<u>\$ 2,829,847</u>
\$ 107,289	\$ 9,500	\$ 357,716
<u>107,289</u>	<u>9,500</u>	<u>357,716</u>
		<u>10,958</u>
442,068	86,499	2,461,173
<u>442,068</u>	<u>86,499</u>	<u>2,461,173</u>
<u>\$ 549,357</u>	<u>\$ 95,999</u>	<u>\$ 2,829,847</u>

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2022

	<u>Insurance Proceeds</u>	<u>Litigation Recovery</u>	<u>Unrestricted Capital Outlay</u>
Revenues:			
Other local	\$ 16,708	\$ 18,225	\$ 111,798
Property taxes			993,878
State aid and grants			974,572
Total revenues	<u>16,708</u>	<u>18,225</u>	<u>2,080,248</u>
Expenditures:			
Current -			
Operation and maintenance of plant services	4,325		
Student transportation services	2,154		
Capital outlay	11,593		1,128,467
Total expenditures	<u>18,072</u>	<u> </u>	<u>1,128,467</u>
Changes in fund balances	<u>(1,364)</u>	<u>18,225</u>	<u>951,781</u>
Fund balances, beginning of year	13,277	13,177	937,510
Fund balances, end of year	<u>\$ 11,913</u>	<u>\$ 31,402</u>	<u>\$ 1,889,291</u>

<u>Adjacent Ways</u>	<u>Building Renewal Grant</u>	<u>Totals</u>
\$ 2,049	\$ 622	\$ 149,402
300,000		1,293,878
	34,549	1,009,121
<u>302,049</u>	<u>35,171</u>	<u>2,452,401</u>
		4,325
		2,154
107,289	57,896	1,305,245
<u>107,289</u>	<u>57,896</u>	<u>1,311,724</u>
194,760	(22,725)	1,140,677
247,308	109,224	1,320,496
<u>\$ 442,068</u>	<u>\$ 86,499</u>	<u>\$ 2,461,173</u>

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2022

	Insurance Proceeds		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$ 16,708	\$ 16,708
Property taxes			
State aid and grants			
Total revenues	<u> </u>	<u> 16,708</u>	<u> 16,708</u>
Expenditures:			
Current -			
Instruction			
Operation and maintenance of plant services		4,325	(4,325)
Student transportation services		2,154	(2,154)
Capital outlay	22,000	11,593	10,407
Debt service -			
Principal retirement			
Interest and fiscal charges			
Total expenditures	<u> 22,000</u>	<u> 18,072</u>	<u> 3,928</u>
Excess (deficiency) of revenues over expenditures	<u> (22,000)</u>	<u> (1,364)</u>	<u> 20,636</u>
Other financing sources (uses):			
Transfers out			
Total other financing sources (uses)	<u> </u>	<u> </u>	<u> </u>
Changes in fund balances	<u> (22,000)</u>	<u> (1,364)</u>	<u> 20,636</u>
Fund balances, beginning of year		13,277	13,277
Fund balances (deficits), end of year	<u> \$ (22,000)</u>	<u> \$ 11,913</u>	<u> \$ 33,913</u>

Litigation Recovery			Unrestricted Capital Outlay		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$ 8,131	\$ 18,225	\$ 10,094	\$ 60,581	\$ 111,798	\$ 51,217
			626,567	993,878	367,311
			7,817,923	974,572	(6,843,351)
<u>8,131</u>	<u>18,225</u>	<u>10,094</u>	<u>8,505,071</u>	<u>2,080,248</u>	<u>(6,424,823)</u>
20,000		20,000			
			2,863,756	1,128,467	1,735,289
<u>20,000</u>	<u></u>	<u>20,000</u>	<u>2,863,756</u>	<u>1,128,467</u>	<u>1,735,289</u>
<u>(11,869)</u>	<u>18,225</u>	<u>30,094</u>	<u>5,641,315</u>	<u>951,781</u>	<u>(4,689,534)</u>
<u>(11,869)</u>	<u>18,225</u>	<u>30,094</u>	<u>5,641,315</u>	<u>951,781</u>	<u>(4,689,534)</u>
	13,177	13,177		937,510	937,510
<u>\$ (11,869)</u>	<u>\$ 31,402</u>	<u>\$ 43,271</u>	<u>\$ 5,641,315</u>	<u>\$ 1,889,291</u>	<u>\$ (3,752,024)</u>

(Continued)

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2022

	Adjacent Ways		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$ 2,049	\$ 2,049
Property taxes	255,022	300,000	44,978
State aid and grants			
Total revenues	<u>255,022</u>	<u>302,049</u>	<u>47,027</u>
Expenditures:			
Current -			
Instruction			
Operation and maintenance of plant services			
Student transportation services			
Capital outlay	545,891	107,289	438,602
Debt service -			
Principal retirement			
Interest and fiscal charges			
Total expenditures	<u>545,891</u>	<u>107,289</u>	<u>438,602</u>
Excess (deficiency) of revenues over expenditures	<u>(290,869)</u>	<u>194,760</u>	<u>485,629</u>
Other financing sources (uses):			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	<u>(290,869)</u>	<u>194,760</u>	<u>485,629</u>
Fund balances, beginning of year		247,308	247,308
Fund balances (deficits), end of year	<u>\$ (290,869)</u>	<u>\$ 442,068</u>	<u>\$ 732,937</u>

Bond Building			Building Renewal Grant		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 65,331	\$ 65,331	\$	\$ 622	\$ 622
	<u>65,331</u>	<u>65,331</u>	<u>379,912</u>	<u>34,549</u>	<u>(345,363)</u>
			<u>379,912</u>	<u>35,171</u>	<u>(344,741)</u>
7,379,422	362,646	7,016,776	120,000	57,896	62,104
711,052	711,052				
36,376	36,376				
<u>8,126,850</u>	<u>1,110,074</u>	<u>7,016,776</u>	<u>120,000</u>	<u>57,896</u>	<u>62,104</u>
<u>(8,126,850)</u>	<u>(1,044,743)</u>	<u>7,082,107</u>	<u>259,912</u>	<u>(22,725)</u>	<u>(282,637)</u>
	<u>(65,331)</u>	<u>(65,331)</u>			
	<u>(65,331)</u>	<u>(65,331)</u>			
<u>(8,126,850)</u>	<u>(1,110,074)</u>	<u>7,016,776</u>	<u>259,912</u>	<u>(22,725)</u>	<u>(282,637)</u>
	7,046,375	7,046,375		109,224	109,224
<u>\$ (8,126,850)</u>	<u>\$ 5,936,301</u>	<u>\$ 14,063,151</u>	<u>\$ 259,912</u>	<u>\$ 86,499</u>	<u>\$ (173,413)</u>

(Continued)

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2022

	Totals		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$ 68,712	\$ 214,733	\$ 146,021
Property taxes	881,589	1,293,878	412,289
State aid and grants	8,197,835	1,009,121	(7,188,714)
Total revenues	<u>9,148,136</u>	<u>2,517,732</u>	<u>(6,630,404)</u>
Expenditures:			
Current -			
Instruction	20,000		20,000
Operation and maintenance of plant services		4,325	(4,325)
Student transportation services		2,154	(2,154)
Capital outlay	10,931,069	1,667,891	9,263,178
Debt service -			
Principal retirement	711,052	711,052	
Interest and fiscal charges	36,376	36,376	
Total expenditures	<u>11,698,497</u>	<u>2,421,798</u>	<u>9,276,699</u>
Excess (deficiency) of revenues over expenditures	<u>(2,550,361)</u>	<u>95,934</u>	<u>2,646,295</u>
Other financing sources (uses):			
Transfers out		(65,331)	(65,331)
Total other financing sources (uses)		<u>(65,331)</u>	<u>(65,331)</u>
Changes in fund balances	<u>(2,550,361)</u>	<u>30,603</u>	<u>2,580,964</u>
Fund balances, beginning of year		8,366,871	8,366,871
Fund balances (deficits), end of year	<u>\$ (2,550,361)</u>	<u>\$ 8,397,474</u>	<u>\$ 10,947,835</u>

STATISTICAL SECTION

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

Financial Trends

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

Revenue Capacity

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

Debt Capacity

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

Demographic and Economic Information

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

Operating Information

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

Note: For locally assessed property (i.e., excluding mines, utilities, etc.) Proposition 117, approved by voters in 2012, amended the Arizona Constitution to require that all property taxes after fiscal year 2014-15 be based upon property values limited to 5 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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TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
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	\$ 41,701,253	\$ 42,330,785	\$ 43,995,004	\$ 45,319,910	\$ 45,626,079
Restricted	11,825,083	7,248,459	4,006,211	4,300,880	5,117,242
Unrestricted	<u>(13,883,583)</u>	<u>(18,291,966)</u>	<u>(19,028,866)</u>	<u>(15,299,907)</u>	<u>(15,520,045)</u>
Total net position	<u><u>\$ 39,642,753</u></u>	<u><u>\$ 31,287,278</u></u>	<u><u>\$ 28,972,349</u></u>	<u><u>\$ 34,320,883</u></u>	<u><u>\$ 35,223,276</u></u>
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Net Position:					
Net investment in capital assets	\$ 46,335,031	\$ 45,544,136	\$ 45,246,641	\$ 45,354,673	\$ 44,097,255
Restricted	5,355,155	5,781,261	5,232,083	4,661,075	6,932,887
Unrestricted	<u>(14,402,143)</u>	<u>(13,212,196)</u>	<u>(15,748,921)</u>	<u>4,013,699</u>	<u>2,753,258</u>
Total net position	<u><u>\$ 37,288,043</u></u>	<u><u>\$ 38,113,201</u></u>	<u><u>\$ 34,729,803</u></u>	<u><u>\$ 54,029,447</u></u>	<u><u>\$ 53,783,400</u></u>

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

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION
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 (Expense)/Revenue	\$ (19,639,650)	\$ (21,522,426)	\$ (30,627,182)	\$ (24,628,803)	\$ (23,277,889)
General Revenues:					
Taxes:					
Property taxes, levied for general purposes	6,674,684	5,727,941	6,094,793	5,452,199	5,758,592
Property taxes, levied for debt service	2,827,362	2,430,261	2,540,840	1,810,057	1,081,287
Property taxes, levied for capital outlay	1,291,764	1,715,986	1,247,366	1,559,944	714,637
Investment income	152,902	166,404	237,783	423,624	145,584
Unrestricted county aid	1,181,771	1,168,151	1,169,623	1,209,549	1,209,430
Unrestricted state aid	14,209,489	12,516,053	13,792,206	13,115,154	12,138,212
Unrestricted federal aid	220,827	112,559	170,215	155,883	161,832
Total general revenues	<u>26,558,799</u>	<u>23,837,355</u>	<u>25,252,826</u>	<u>23,726,410</u>	<u>21,209,574</u>
Changes in Net Position	<u>\$ 6,919,149</u>	<u>\$ 2,314,929</u>	<u>\$ (5,374,356)</u>	<u>\$ (902,393)</u>	<u>\$ (2,068,315)</u>

(Continued)

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Net (Expense)/Revenue	\$ (21,534,685)	\$ (18,037,422)	\$ (17,915,055)	\$ (16,292,287)	\$ (15,093,125)
General Revenues:					
Taxes:					
Property taxes, levied for general purposes	4,970,326	4,920,118	3,936,020	4,029,371	5,212,610
Property taxes, levied for debt service	1,321,792	1,327,471	1,320,185	654,691	701,890
Property taxes, levied for capital outlay	1,305,237	855,336	1,403,736	1,146,878	103,852
Investment income	48,427	33,787	29,948	34,086	37,739
Unrestricted county aid	1,160,952	1,065,587	980,201	905,894	858,246
Unrestricted state aid	11,728,074	11,171,443	10,282,770	9,737,432	8,944,928
Unrestricted federal aid	174,719	58,536	60,202	29,982	27,234
Total general revenues	<u>20,709,527</u>	<u>19,432,278</u>	<u>18,013,062</u>	<u>16,538,334</u>	<u>15,886,499</u>
Changes in Net Position	<u>\$ (825,158)</u>	<u>\$ 1,394,856</u>	<u>\$ 98,007</u>	<u>\$ 246,047</u>	<u>\$ 793,374</u>

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

(Concluded)

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	Fiscal Year Ended June 30				
	2022	2021	2020	2019	2018
Expenses					
Instruction	\$ 17,147,694	\$ 17,277,242	\$ 19,988,221	\$ 16,076,094	\$ 15,662,883
Support services - students and staff	4,484,920	4,492,414	4,520,994	4,141,055	4,077,628
Support services - administration	3,824,590	4,167,697	4,515,054	3,464,877	3,339,705
Operation and maintenance of plant services	3,404,845	3,444,627	3,469,885	3,150,252	2,748,738
Student transportation services	900,743	1,052,657	1,592,043	1,066,117	892,761
Operation of non-instructional services	3,887,978	3,871,164	3,708,914	2,998,982	2,690,973
Interest on long-term debt	881,080	954,019	811,646	741,050	419,423
Total expenses	34,531,850	35,259,820	38,606,757	31,638,427	29,832,111
Program Revenues					
Charges for services:					
Instruction	637,714	651,808	824,932	513,513	133,812
Operation of non-instructional services	84,399	20,845	295,725	231,959	237,956
Other activities	6,142		10,118	42,609	
Operating grants and contributions	13,694,175	12,531,962	6,331,748	5,949,793	6,016,641
Capital grants and contributions	469,770	532,779	517,052	271,750	165,813
Total program revenues	14,892,200	13,737,394	7,979,575	7,009,624	6,554,222
 Net (Expense)/Revenue	 \$ (19,639,650)	 \$ (21,522,426)	 \$ (30,627,182)	 \$ (24,628,803)	 \$ (23,277,889)

(Continued)

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
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	\$ 14,885,268	\$ 13,044,242	\$ 12,211,924	\$ 10,987,980	\$ 9,852,917
Support services - students and staff	3,838,508	3,273,374	3,284,905	3,223,435	3,185,281
Support services - administration	3,218,969	2,947,487	2,753,821	2,473,634	2,535,006
Operation and maintenance of plant services	2,658,861	2,427,054	2,550,585	2,182,106	1,934,821
Student transportation services	744,442	681,123	581,706	549,204	449,625
Operation of non-instructional services	2,328,242	2,064,539	2,102,998	1,988,363	1,771,719
Interest on long-term debt	294,381	333,032	373,458	412,007	449,556
Total expenses	<u>27,968,671</u>	<u>24,770,851</u>	<u>23,859,397</u>	<u>21,816,729</u>	<u>20,178,925</u>
Program Revenues					
Charges for services:					
Instruction	228,917	170,201	135,328	64,863	32,208
Operation of non-instructional services	213,190	230,523	261,600	236,035	300,643
Other activities		91,578	28,619		
Operating grants and contributions	5,513,994	5,293,621	5,243,843	4,368,531	3,891,507
Capital grants and contributions	477,885	947,506	274,952	855,013	861,442
Total program revenues	<u>6,433,986</u>	<u>6,733,429</u>	<u>5,944,342</u>	<u>5,524,442</u>	<u>5,085,800</u>
Net (Expense)/Revenue	<u>\$ (21,534,685)</u>	<u>\$ (18,037,422)</u>	<u>\$ (17,915,055)</u>	<u>\$ (16,292,287)</u>	<u>\$ (15,093,125)</u>

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

(Concluded)

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
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	\$	\$	\$	\$	\$
Unassigned	5,249,546	3,138,809	2,191,858	1,761,481	2,270,614
Total General Fund	\$ 5,249,546	\$ 3,138,809	\$ 2,191,858	\$ 1,761,481	\$ 2,270,614
All Other Governmental Funds:					
Nonspendable	\$ 24,243	\$ 105,402	\$	\$	\$
Restricted	17,686,384	14,107,118	13,751,774	8,437,523	19,650,779
Unassigned	(4,367,885)	(953,073)	(629,898)	(559,280)	(601,013)
Total all other governmental funds	\$ 13,342,742	\$ 13,259,447	\$ 13,121,876	\$ 7,878,243	\$ 19,049,766

(Continued)

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
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	\$ 208,527	\$	\$ 463,696	\$ 342,713	\$ 570,498
Unassigned	2,501,409	3,336,711	2,543,615	3,168,455	1,513,917
Total General Fund	<u>\$ 2,709,936</u>	<u>\$ 3,336,711</u>	<u>\$ 3,007,311</u>	<u>\$ 3,511,168</u>	<u>\$ 2,084,415</u>
All Other Governmental Funds:					
Nondisposable	\$	\$	\$	\$ 79,512	\$ 47,125
Restricted	5,357,018	5,465,835	5,031,697	4,899,616	9,158,537
Unassigned	(160)		(54,230)	(67,050)	
Total all other governmental funds	<u>\$ 5,356,858</u>	<u>\$ 5,465,835</u>	<u>\$ 4,977,467</u>	<u>\$ 4,912,078</u>	<u>\$ 9,205,662</u>

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

(Concluded)

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
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	\$ 3,427,204	\$ 3,690,010	\$ 2,473,207	\$ 2,235,438	\$ 2,216,586
National School Lunch Program	6,586,938	7,391,939	3,760,960	3,137,531	2,923,210
Total federal sources	<u>10,014,142</u>	<u>11,081,949</u>	<u>6,234,167</u>	<u>5,372,969</u>	<u>5,139,796</u>
State sources:					
State equalization assistance	11,839,671	11,010,840	12,108,584	11,395,829	10,589,255
State grants	854,480	1,004,815	641,561	563,751	649,033
School Facilities Board	34,549	379,912	55,609	104,080	66,005
Other revenues	2,422,683	1,721,866	1,683,622	1,719,325	1,548,957
Total state sources	<u>15,151,383</u>	<u>14,117,433</u>	<u>14,489,376</u>	<u>13,782,985</u>	<u>12,853,250</u>
Local sources:					
Property taxes	10,832,411	9,795,470	9,901,129	8,872,493	7,546,923
County aid	1,181,771	1,168,151	1,169,623	1,209,549	1,209,430
Food service sales	84,399	20,845	261,713	231,959	237,956
Investment income	149,255	162,708	222,961	413,855	97,357
Other revenues	696,080	681,931	954,768	630,868	408,308
Total local sources	<u>12,943,916</u>	<u>11,829,105</u>	<u>12,510,194</u>	<u>11,358,724</u>	<u>9,499,974</u>
Total revenues	<u><u>\$ 38,109,441</u></u>	<u><u>\$ 37,028,487</u></u>	<u><u>\$ 33,233,737</u></u>	<u><u>\$ 30,514,678</u></u>	<u><u>\$ 27,493,020</u></u>

(Continued)

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
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	\$ 2,866,845	\$ 2,689,659	\$ 2,256,413	\$ 2,174,902	\$ 2,316,127
Education Jobs					
National School Lunch Program	2,693,821	2,430,154	2,202,048	1,957,967	1,820,542
Total federal sources	<u>5,560,666</u>	<u>5,119,813</u>	<u>4,458,461</u>	<u>4,132,869</u>	<u>4,136,669</u>
State sources:					
State equalization assistance	10,537,965	10,018,939	9,232,515	8,724,191	8,181,417
State grants	513,735	503,160	803,487	783,829	488,803
School Facilities Board	376,095	530,715	109,104	235,495	12,225
Other revenues	1,190,109	1,153,254	1,051,005	1,013,241	763,511
Total state sources	<u>12,617,904</u>	<u>12,206,068</u>	<u>11,196,111</u>	<u>10,756,756</u>	<u>9,445,956</u>
Local sources:					
Property taxes	7,598,917	7,162,343	6,648,839	5,830,514	6,059,209
County aid	1,160,952	1,065,587	980,201	905,894	858,246
Food service sales	213,190	230,523	208,471	179,099	169,828
Investment income	34,966	31,354	29,948	34,086	37,739
Other revenues	318,478	312,602	255,812	162,394	232,770
Total local sources	<u>9,326,503</u>	<u>8,802,409</u>	<u>8,123,271</u>	<u>7,111,987</u>	<u>7,357,792</u>
Total revenues	<u>\$ 27,505,073</u>	<u>\$ 26,128,290</u>	<u>\$ 23,777,843</u>	<u>\$ 22,001,612</u>	<u>\$ 20,940,417</u>

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

(Concluded)

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
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	\$ 15,082,027	\$ 14,176,711	\$ 15,148,061	\$ 14,448,386	\$ 13,654,022
Support services - students and staff	4,578,787	4,182,092	3,979,352	4,066,415	3,941,711
Support services - administration	3,291,958	3,140,979	3,033,148	2,904,434	2,850,444
Operation and maintenance of plant services	2,912,277	2,855,179	2,692,821	2,737,152	2,207,055
Student transportation services	510,901	449,237	509,887	626,579	574,392
Operation of non-instructional services	3,715,478	3,808,053	3,448,347	2,870,083	2,588,549
Capital outlay	2,154,694	4,030,050	7,495,793	12,332,604	1,973,580
Debt service -					
Interest and fiscal charges	1,027,076	1,100,015	957,642		419,423
Principal retirement	2,561,052	2,307,051	2,122,428	1,405,000	970,000
Bond issuance costs			278,314	804,681	278,191
Total expenditures	<u>\$ 35,834,250</u>	<u>\$ 36,049,367</u>	<u>\$ 39,665,793</u>	<u>\$ 42,195,334</u>	<u>\$ 29,457,367</u>
Expenditures for capitalized assets	\$ 531,878	\$ 1,425,716	\$ 2,580,409	\$ 10,506,964	\$ 833,156
Debt service as a percentage of noncapital expenditures	10%	10%	8%	4%	5%

(Continued)

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
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	\$ 12,632,776	\$ 11,416,155	\$ 10,838,256	\$ 9,807,769	\$ 8,912,255
Support services - students and staff	3,525,685	3,079,072	3,213,204	2,979,511	3,236,118
Support services - administration	2,812,730	2,603,475	2,526,726	2,259,584	2,232,514
Operation and maintenance of plant services	2,539,174	1,710,897	2,476,051	1,799,211	1,922,817
Student transportation services	503,032	459,093	407,610	429,017	337,382
Operation of non-instructional services	2,245,689	1,996,946	1,963,340	1,976,357	1,701,185
Capital outlay	2,965,885	2,303,156	1,499,137	4,064,589	2,248,680
Debt service -					
Interest and fiscal charges	294,381	333,032	373,458	412,007	449,556
Principal retirement	930,000	945,000	960,000	945,000	1,095,000
Bond issuance costs					
Total expenditures	<u>\$ 28,449,352</u>	<u>\$ 24,846,826</u>	<u>\$ 24,257,782</u>	<u>\$ 24,673,045</u>	<u>\$ 22,135,507</u>
Expenditures for capitalized assets	\$ 1,301,919	\$ 792,098	\$ 588,474	\$ 3,517,739	\$ 1,945,626
Debt service as a percentage of noncapital expenditures	5%	5%	6%	6%	8%

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

(Concluded)

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
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	\$ 2,275,191	\$ 979,120	\$ (6,432,056)	\$ (11,680,656)	\$ (1,964,347)
Other financing sources (uses):					
Issuance of school improvement bonds			7,970,000		14,200,000
Insurance recoveries					17,477
Premium on sale of bonds			1,392,814		1,208,983
Capital lease agreements			2,772,430		
Transfers in	936,629	1,029,011	969,250	922,612	741,449
Transfers out	(936,629)	(1,029,011)	(969,250)	(922,612)	(741,449)
Payment to refunded bond escrow agent			(3,045,000)		
Total other financing sources (uses)	936,629	(1,029,011)	(3,045,000)	(922,612)	(741,449)
Changes in fund balances	\$ 2,275,191	\$ 979,120	\$ 2,658,188	\$ (11,680,656)	\$ 13,462,113
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Excess (deficiency) of revenues over expenditures	\$ (944,279)	\$ 1,281,464	\$ (479,939)	\$ (2,671,433)	\$ (1,195,090)
Other financing sources (uses):					
Transfers in	324,249	251,631	357,587	2,232,268	436,190
Transfers out	(324,249)	(251,631)	(357,587)	(2,232,268)	(436,190)
Total other financing sources (uses)	(324,249)	(251,631)	(357,587)	(2,232,268)	(436,190)
Changes in fund balances	\$ (944,279)	\$ 1,281,464	\$ (479,939)	\$ (2,671,433)	\$ (1,195,090)

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

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
NET LIMITED 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	\$ 187,896,661	\$ 171,027,801	\$ 157,934,749	\$ 139,478,309	\$ 129,464,706
Agricultural and Vacant	8,325,139	7,253,542	7,449,007	7,440,555	9,432,394
Residential (Owner Occupied)	21,213,722	19,702,263	18,010,467	16,437,615	15,393,367
Residential (Rental)	20,021,625	19,014,425	17,454,666	16,226,032	15,564,811
Railroad, Private Cars and Airlines	685,481	662,524	658,595	651,018	699,718
Historical Property	<u>739,299</u>	<u>724,189</u>	<u>729,925</u>	<u>736,229</u>	<u>1,163,122</u>
Total	<u>\$ 238,881,927</u>	<u>\$ 218,384,744</u>	<u>\$ 202,237,409</u>	<u>\$ 180,969,758</u>	<u>\$ 171,718,118</u>
Gross Full Cash Value	\$ 2,979,905,243	\$ 2,646,582,391	\$ 2,391,571,552	\$ 2,173,813,105	\$ 1,998,917,395
Ratio of Net Limited Assessed Value to Gross Full Cash Value	8.02%	8.25%	8.46%	8.32%	8.59%
Total Direct Rate	4.38	4.60	4.93	4.84	4.47

<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	\$ 115,746,177	\$ 106,277,208	\$ 103,140,597	\$ 101,084,914	\$ 116,567,834
Agricultural and Vacant	9,827,683	10,008,829	9,989,781	9,488,919	13,025,329
Residential (Owner Occupied)	14,475,693	13,787,455	13,205,244	12,794,835	15,802,550
Residential (Rental)	14,958,164	14,249,217	13,558,914	11,918,055	11,313,644
Railroad, Private Cars and Airlines	683,119	751,522	802,418	729,361	563,334
Historical Property	<u>1,129,112</u>	<u>1,061,900</u>	<u>1,206,010</u>	<u>1,226,017</u>	<u>1,260,946</u>
Total	<u>\$ 156,819,948</u>	<u>\$ 146,136,131</u>	<u>\$ 141,902,964</u>	<u>\$ 137,242,101</u>	<u>\$ 158,533,637</u>
Gross Full Cash Value	\$ 1,755,988,636	\$ 1,485,425,876	\$ 1,188,317,026	\$ 1,089,274,236	\$ 1,203,115,235
Ratio of Net Limited Assessed Value to Gross Full Cash Value	8.93%	9.84%	11.94%	12.60%	13.18%
Total Direct Rate	4.80	4.01	4.57	4.19	4.05

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 requirement and other voter-approved overrides.

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
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	\$ 279,503,810	\$ 250,169,520	\$ 229,213,804	\$ 197,585,151	\$ 185,131,536
Agricultural and Vacant	14,459,585	11,026,574	10,700,870	10,388,699	13,489,787
Residential (Owner Occupied)	41,839,142	37,299,209	31,670,724	30,274,784	24,377,873
Residential (Rental)	37,934,816	33,841,298	28,938,161	27,403,128	23,462,721
Railroad, Private Cars and Airlines	893,923	843,191	817,507	788,261	818,376
Historical Property	1,260,610	1,218,655	1,215,845	1,121,300	1,569,430
Total	\$ 375,891,886	\$ 334,398,447	\$ 302,556,911	\$ 267,561,323	\$ 248,849,723
Gross Full Cash Value	\$ 2,979,905,243	\$ 2,646,582,391	\$ 2,391,571,552	\$ 2,173,813,105	\$ 1,998,917,395
Ratio of Net Full Cash Assessed Value to Gross Full Cash Value	12.61%	12.64%	12.65%	12.31%	12.45%
Estimated Net Full Cash Value	\$ 375,891,886	\$ 334,398,447	\$ 302,556,911	\$ 267,561,323	\$ 248,849,723
Total Direct Rate	4.38	4.60	4.93	4.84	4.47

<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	\$ 153,678,740	\$ 126,948,984	\$ 106,712,221	\$ 101,407,708	\$ 117,217,453
Agricultural and Vacant	12,609,771	11,159,990	10,431,169	9,719,332	13,221,002
Residential (Owner Occupied)	22,717,947	20,636,201	14,851,536	12,807,231	15,803,426
Residential (Rental)	21,465,706	19,399,736	15,118,527	11,946,360	11,313,799
Railroad, Private Cars and Airlines	732,533	766,256	810,148	736,429	574,195
Historical Property	1,357,960	1,227,850	1,672,000	1,738,824	1,307,649
Total	\$ 212,562,657	\$ 180,139,017	\$ 149,595,601	\$ 138,355,884	\$ 159,437,524
Gross Full Cash Value	\$ 1,755,988,636	\$ 1,485,425,876	\$ 1,188,317,026	\$ 1,089,274,236	\$ 1,203,115,235
Ratio of Net Full Cash Assessed Value to Gross Full Cash Value	12.11%	12.13%	12.59%	12.70%	13.25%
Estimated Net Full Cash Value	\$ 212,562,657	\$ 180,139,017	\$ 149,595,601	\$ 138,355,884	\$ 159,437,524
Total Direct Rate	4.80	4.01	4.57	4.19	4.05

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.

**TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
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.

**TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	Overlapping Rates										District Direct Rates		
	State Equalization	County	Flood Control District	Community College District	Central Arizona Water	City of Phoenix	City of Tolleson	City of Avondale	Tolleson Union High School District No. 214	Primary	Secondary	Total	
	2022	0.43	1.35	0.18	1.23	0.14	2.12	2.75	1.76	4.73	1.95	2.43	4.38
2021	0.44	1.40	0.18	1.29	0.14	2.13	3.53	1.60	4.71	2.04	2.56	4.60	
2020	0.46	1.40	0.18	1.33	0.14	2.13	3.72	1.70	5.01	2.09	2.84	4.93	
2019	0.47	1.40	0.18	1.38	0.14	2.14	3.83	1.75	4.45	2.13	2.71	4.84	
2018	0.49	1.40	0.18	1.41	0.14	2.16	3.99	1.75	3.94	2.12	2.35	4.47	
2017	N/A	1.40	0.18	1.47	0.14	2.17	3.97	1.81	3.57	2.22	2.59	4.80	
2016	N/A	1.36	0.16	1.49	0.14	1.82	3.97	1.33	4.01	2.40	1.61	4.01	
2015	N/A	1.32	0.14	1.52	0.14	1.82	3.75	1.33	4.53	1.98	2.59	4.57	
2014	N/A	1.28	0.14	1.53	0.14	1.82	3.76	1.11	5.49	1.92	2.27	4.19	
2013	N/A	1.24	0.18	1.38	0.10	1.82	3.42	1.11	4.85	2.38	1.67	4.05	

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

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

**TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
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>Secondary Assessed Valuation</u>	<u>Percentage of District's Net Full Cash Assessed Valuation</u>
CLNC NNN Alberts AZ LLC	\$ 12,217,034	5.11 %		
Prologis-Exchange Westside Business Park LLC	8,283,064	3.47		
Cam Investment 338 LLC	5,840,889	2.45		
Sun Land Beef Co	4,859,392	2.03		
Liberty Property LP	4,564,359	1.91		
PR 101 Logistics Park Building 2 LLC	4,404,650	1.84		
FIP Master Funding I LLC	4,261,849	1.78		
Majestic Sieroty Tolleson LLC	3,745,505	1.57		
Tolleson Logistics TIC Owner I LLC	3,743,912	1.57		
First Industrial LP	3,721,637	1.56		
LBA Realty Fund III Company IX LLC			8,816,895	5.53 %
ABS SW Investor LLC			5,149,832	3.23
Raintree Pad 2 LLC			4,081,601	2.56
91st Avenue Investments LLC			3,619,232	2.27
Banner Health Systems			3,188,750	2.00
Pratte Buckeye Property LLC			2,694,494	1.69
The Prince Company			2,630,719	1.65
Credit Suisse 1st Boston Mortgage Securities			2,630,719	1.65
BRY PL LP			2,295,900	1.44
Quiktrip Corporation			2,248,069	1.41
Total	<u>\$ 55,642,291</u>	<u>23.29 %</u>	<u>\$ 37,356,211</u>	<u>23.43 %</u>

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

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

**TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
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	\$ 10,709,692	\$ 10,565,239	98.65 %	\$	\$ 10,565,239	98.65 %
2021	10,015,163	9,702,800	96.88	310,111	10,012,911	99.98
2020	10,073,311	9,761,293	96.90	310,505	10,071,798	99.98
2019	8,885,712	8,772,156	98.72	111,468	8,883,624	99.98
2018	7,616,051	7,565,094	99.33	49,442	7,614,536	99.98
2017	7,475,971	7,320,680	97.92	153,908	7,474,588	99.98
2016	7,174,735	7,103,412	99.01	70,148	7,173,560	99.98
2015	6,712,294	6,569,985	97.88	141,622	6,711,607	99.99
2014	5,875,068	5,758,897	98.02	115,539	5,874,436	99.99
2013	6,248,122	6,115,586	97.88	131,735	6,247,321	99.99

Source: The source of this information is the 2019 Maricopa County Treasurer's records.

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

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

TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
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	\$ 24,805,178	\$ 302,653	\$ 24,502,525	0.82 %	\$ 1,374	\$ 621,899	\$ 25,427,077	0.85 %	\$ 1,408	0.01 %
2021	26,566,174	248,344	26,317,830	0.99	1,502	1,332,951	27,899,125	1.05	1,577	0.01
2020	28,087,170	357,378	27,729,792	1.16	1,615	2,025,002	30,112,172	1.26	1,731	0.01
2019	20,330,352		20,330,352	0.94	1,197		20,330,352	0.94	1,197	0.01
2018	21,363,983	64,554	21,299,429	1.07	2,965		21,363,983	1.07	2,965	0.01
2017	6,885,000	171,407	6,713,593	0.38	995		6,885,000	0.39	995	0.00
2016	7,830,000	69,265	7,760,735	0.52	1,145		7,830,000	0.53	1,145	0.00
2015	8,790,000	15,630	8,774,370	0.74	1,302		8,790,000	0.74	1,302	0.01
2014	9,735,000	17,443	9,717,557	0.89	1,452		9,735,000	0.89	1,452	0.01
2013	10,830,000	707,157	10,122,843	0.84	1,615		10,830,000	0.90	1,615	0.01

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

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.

**TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
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>
Overlapping:			
State of Arizona	\$ None	0.31 %	\$
Maricopa County	None	0.47	
Maricopa County Community College	270,127,595	0.47	1,269,600
Maricopa County Special Health Care District	459,125,000	0.47	2,157,888
City of Avondale	37,695,000	4.01	1,511,570
City of Phoenix	918,905,000	0.29	2,664,825
City of Tolleson	23,875,000	64.96	15,509,200
Western Maricopa Education Center District No. 402	157,075,000	1.27	1,994,853
Tolleson Union High School District No. 14	169,815,000	16.18	27,476,067
Subtotal, Overlapping Debt			<u>52,584,003</u>
Direct:			
Tolleson Elementary School District No. 17			<u>25,427,077</u>
Total Direct and Overlapping Governmental Activities Debt			<u>\$ 78,011,080</u>

DIRECT AND OVERLAPPING GENERAL BONDED DEBT RATIOS

Net Direct General Obligation Bonded Debt		
As a Percentage of Net Limited Assessed Valuation		10.26 %
Net Direct and Overlapping General Bonded Debt		
Per Capita	\$ 2,879	
As a Percentage of Net Limited Assessed Valuation		32.27 %
As a Percentage of Estimated Gross Full Cash Value		2.59 %

Source: The source of this information is the Arizona Tax Research Association, County Assessor, County Treasurer and the Arizona Department of Revenue.

- Notes:** 1) Estimated percentage of debt outstanding applicable to the District is calculated based on a portion of the District's net limited assessed valuation as a percentage of the net limited assessed valuation of the overlapping jurisdiction.
- 2) Outstanding debt as of June 30, 2021 is presented for the overlapping governments as this is the most recent available information.

**TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS**

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

Net full cash assessed valuation	\$ 375,891,886
Debt limit (10% of assessed value)	37,589,189
Debt applicable to limit	<u>23,742,176</u>
Legal debt margin	<u><u>\$ 13,847,013</u></u>

Total Legal Debt Margin Calculation for Fiscal Year 2022:

Net full cash assessed valuation	\$ 375,891,886
Debt limit (15% of assessed value)	56,383,783
Debt applicable to limit	<u>23,742,176</u>
Legal debt margin	<u><u>\$ 32,641,607</u></u>

Fiscal Year Ended June 30

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Debt Limit	\$ 56,383,783	\$ 45,383,537	\$ 40,134,198	\$ 37,327,458	\$ 37,327,458
Total net debt applicable to limit	<u>23,742,176</u>	<u>27,557,465</u>	<u>19,985,000</u>	<u>20,955,000</u>	<u>20,955,000</u>
Legal debt margin	<u><u>\$ 32,641,607</u></u>	<u><u>\$ 17,826,072</u></u>	<u><u>\$ 20,149,198</u></u>	<u><u>\$ 16,372,458</u></u>	<u><u>\$ 16,372,458</u></u>
Total net debt applicable to the limit as a percentage of debt limit	42%	61%	50%	56%	56%
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Debt Limit	\$ 31,884,399	\$ 27,020,853	\$ 22,439,340	\$ 20,753,383	\$ 23,915,629
Total net debt applicable to limit	<u>6,885,000</u>	<u>7,830,000</u>	<u>8,790,000</u>	<u>9,735,000</u>	<u>10,830,000</u>
Legal debt margin	<u><u>\$ 24,999,399</u></u>	<u><u>\$ 19,190,853</u></u>	<u><u>\$ 13,649,340</u></u>	<u><u>\$ 11,018,383</u></u>	<u><u>\$ 13,085,629</u></u>
Total net debt applicable to the limit as a percentage of debt limit	22%	29%	39%	47%	45%

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.

**TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
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	4,507,419	\$ 268,713,717	\$ 59,759	4.5 %	18,055
2020	4,439,220	245,077,753	53,521	6.6	17,686
2019	4,367,835	222,943,072	49,704	3.6	17,392
2018	4,294,460	210,370,180	47,694	4.1	16,983
2017	4,307,033	196,286,191	45,573	4.2	7,205
2016	4,137,076	185,613,641	43,845	4.5	6,920
2015	4,076,439	178,469,430	42,962	5.5	6,837
2014	4,087,191	168,483,421	41,222	5.9	6,750
2013	4,009,412	147,700,000	27,552	6.2	6,704
2012	3,942,000	147,724,392	37,474	7.1	6,704

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.

**TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
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>
Banner Health	28,740	1.56 %	25,126	1.47 %
State of Arizona	25,640	1.39	52,076	3.05
Walmart Stores Inc.	20,080	1.09	31,837	1.86
Frys Food Stores	15,620	0.85		
Maricopa County	12,730	0.69	13,308	0.78
Wells Fargo	13,960	0.76	13,679	0.80
City of Phoenix	10,430	0.57	14,983	0.88
Amazon	18,780	1.02		
Arizona State University	11,360	0.62	12,222	0.71
Intel Corporation	11,810	0.64	11,000	0.64
Bank of America			12,500	0.73
JP Morgan Chase & Co			11,407	0.67
Total	<u>169,150</u>	<u>9.19 %</u>	<u>198,138</u>	<u>11.59 %</u>
 Total employment	 <u>1,845,890</u>		 <u>1,710,000</u>	

Source: The source of this information is the Maricopa Association of Governments Employer Database.

Note: The principal employers were not available for the District alone, therefore, the principal employers for Maricopa County are presented.

**TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
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		
Executive Directors	5	5	5		
Consultants/supervisors of instruction	2	2	2		
Principals	4	4	4	4	4
Assistant principals	4	4	4	3	3
Total supervisory	<u>16</u>	<u>16</u>	<u>16</u>	<u>7</u>	<u>7</u>
Instruction					
Teachers	163	163	163	161	159
Other professionals (instructional)	15	15	15	9	11
Aides	49	49	49	49	48
Total instruction	<u>227</u>	<u>227</u>	<u>227</u>	<u>219</u>	<u>218</u>
Student Services					
Nurses	3	3	3	3	3
Health services	6	6	6	3	3
Librarians	1	1	1	3	2
Technicians				10	10
Total student services	<u>10</u>	<u>10</u>	<u>10</u>	<u>19</u>	<u>18</u>
Support and Administration					
Office staff	10	10	10	10	10
Secretaries and clerical	11	11	11	11	11
Maintenance and custodial	6	6	6	9	9
Transportation	8	8	8	10	9
Technology	5	5	5	3	3
Food service	6	6	6	5	5
Other				10	9
Total support and administration	<u>46</u>	<u>46</u>	<u>46</u>	<u>58</u>	<u>56</u>
Total	<u>299</u>	<u>299</u>	<u>299</u>	<u>303</u>	<u>299</u>

(Continued)

**TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
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					
Executive Directors					
Consultants/supervisors of instruction					
Principals	4	4	4	4	4
Assistant principals	3	3	3	3	3
Total supervisory	<u>7</u>	<u>7</u>	<u>7</u>	<u>7</u>	<u>7</u>
Instruction					
Teachers	159	148	144	136	140
Other professionals (instructional)	8	12	12	9	13
Aides	49	31	30	26	28
Total instruction	<u>216</u>	<u>191</u>	<u>186</u>	<u>171</u>	<u>181</u>
Student Services					
Nurses	3	3	3	2	
Health services	2	2	2	3	4
Librarians	3	3	3	3	3
Technicians	10	9	9	8	2
Total student services	<u>18</u>	<u>17</u>	<u>17</u>	<u>16</u>	<u>9</u>
Support and Administration					
Office staff	9	8	8	8	9
Secretaries and clerical	11	10	10	10	6
Maintenance and custodial	9	10	10	10	9
Transportation	9	10	9	9	9
Technology	3	3	3	4	4
Food service	5	7	7	9	9
Other	7	7	7	8	5
Total support and administration	<u>53</u>	<u>55</u>	<u>54</u>	<u>58</u>	<u>51</u>
Total	<u><u>294</u></u>	<u><u>270</u></u>	<u><u>264</u></u>	<u><u>252</u></u>	<u><u>248</u></u>

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

(Concluded)

**TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
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	2,586	\$ 30,091,428	\$ 11,636	6.35 %	\$ 34,531,850	\$ 13,353	(0.97) %	163	15.9	86.0 %
2021	2,615	28,612,251	10,942	6.75	35,259,820	13,484	(1.82)	163	16.0	86.0
2020	2,811	28,811,616	10,250	5.56	38,606,757	13,734	23.63	163	17.2	86.0
2019	2,848	27,653,049	9,710	12.23	31,638,427	11,109	11.12	161	17.7	87.0
2018	2,984	25,816,173	8,652	3.89	29,832,111	9,997	4.12	159	18.8	86.0
2017	2,913	24,259,086	8,328	9.81	27,968,671	9,601	8.68	159	18.3	87.0
2016	2,804	21,265,638	7,584	(2.97)	24,770,851	8,834	1.49	148	18.9	81.0
2015	2,741	21,425,187	7,817	6.87	23,859,397	8,705	5.01	144	19.0	80.0
2014	2,632	19,251,449	7,314	1.41	21,816,729	8,289	4.46	136	19.4	80.0
2013	2,543	18,342,271	7,213	2.31	20,178,925	7,935	2.14	140	18.2	84.3

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

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

**TOLLESON ELEMENTARY SCHOOL DISTRICT NO. 17
CAPITAL ASSETS INFORMATION
LAST TEN FISCAL YEARS**

	Fiscal Year Ended June 30									
	<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	25	25	25	25	25	25	25	25	25	30
Square feet	412,908	412,908	412,908	365,648	365,648	365,648	365,648	365,648	365,648	283,857
Capacity	4,200	4,200	4,200	3,500	3,500	3,500	3,500	3,500	3,500	3,300
Enrollment	2,840	2,840	3,260	3,320	3,369	3,369	2,991	3,193	2,813	2,796
<u>Administrative</u>										
Buildings	1	1	1	1	1	1	1	1	1	1
Square feet	12,000	12,000	12,000	12,000	12,000	12,000	12,000	12,000	12,000	12,000
<u>Transportation</u>										
Garages	1	1	1	1	1	1	1	1	1	1
Square feet	14,655	14,655	14,655	14,655	14,665	14,665	14,665	14,665	14,665	11,860
<u>Athletics</u>										
Soccer fields	3	3	3	3	3	3	3	3	3	3
Baseball/softball	4	4	4	4	4	4	4	4	4	4
Playgrounds	9	9	9	9	9	9	9	9	9	9

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

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