
WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6

Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2020



WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6

GLENDALE, ARIZONA

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Issued by:
Business and Finance Department

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6

TABLE OF CONTENTS

<u>INTRODUCTORY SECTION</u>	<u>Page</u>
Letter of Transmittal	1
ASBO Certificate of Excellence	8
GFOA Certificate of Achievement	9
Organizational Chart	10
List of Principal Officials	11
 <u>FINANCIAL SECTION</u>	
INDEPENDENT AUDITOR’S REPORT	15
MANAGEMENT’S DISCUSSION AND ANALYSIS (MD&A)	19
BASIC FINANCIAL STATEMENTS	
Government-Wide Financial Statements:	
Statement of Net Position	34
Statement of Activities	35
Fund Financial Statements:	
Balance Sheet – Governmental Funds	38
Reconciliation of the Balance Sheet – Governmental Funds to the Statement of Net Position	41
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	42
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds to the Statement of Activities	44

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6

TABLE OF CONTENTS

<u>FINANCIAL SECTION</u>	<u>Page</u>
BASIC FINANCIAL STATEMENTS	
Statement of Net Position – Proprietary Funds	45
Statement of Revenues, Expenses and Changes in Fund Net Position – Proprietary Funds	46
Statement of Cash Flows – Proprietary Funds	47
Notes to Financial Statements	48
REQUIRED SUPPLEMENTARY INFORMATION	
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual:	
General Fund	74
Food Service Fund	75
Pension Schedules	76
Notes to Required Supplementary Information	78
COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES	
Governmental Funds:	
Combining Balance Sheet – All Non-Major Governmental Funds – By Fund Type	82
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – All Non-Major Governmental Funds – By Fund Type	83

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6

TABLE OF CONTENTS

<u>FINANCIAL SECTION</u>	<u>Page</u>
COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES	
Special Revenue Funds:	
Combining Balance Sheet	86
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	92
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual	98
Debt Service Fund:	
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual	120
Capital Projects Funds:	
Combining Balance Sheet	122
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	124
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual	126
Internal Service Funds:	
Combining Statement of Net Position	132
Combining Statement of Revenues, Expenses and Changes in Net Position	134
Combining Statement of Cash Flows	136

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6

TABLE OF CONTENTS

<u>STATISTICAL SECTION</u>	<u>Page</u>
Financial Trends:	
Net Position by Component	140
Expenses, Program Revenues, and Net (Expense)/Revenue	142
General Revenues and Total Changes in Net Position	144
Fund Balances – Governmental Funds	146
Governmental Funds Revenues	148
Governmental Funds Expenditures and Debt Service Ratio	150
Other Financing Sources and Uses and Net Changes in Fund Balances – Governmental Funds	152
Revenue Capacity:	
Net Limited Assessed Value and Full Cash Value of Taxable Property by Class	153
Net Full Cash Assessed Value of Taxable Property by Class	154
Property Tax Assessment Ratios	155
Direct and Overlapping Property Tax Rates	156
Principal Property Taxpayers	157
Property Tax Levies and Collections	158
Debt Capacity:	
Outstanding Debt by Type	159
Direct and Overlapping Governmental Activities Debt	160
Direct and Overlapping General Bonded Debt Ratios	160
Legal Debt Margin Information	161

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6

TABLE OF CONTENTS

<u>STATISTICAL SECTION</u>	<u>Page</u>
Demographic and Economic Information:	
County-Wide Demographic and Economic Statistics	162
Principal Employers	163
Operating Information:	
Full-Time Equivalent District Employees by Type	164
Operating Statistics	166
Capital Assets Information	167

INTRODUCTORY SECTION

(This page intentionally left blank)



December 11, 2020

Citizens and Governing Board
Washington Elementary School District No. 6
4650 West Sweetwater Avenue
Glendale, Arizona 85304

State law mandates that school districts are 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 comprehensive annual financial report of the Washington Elementary School District No. 6 (District) for the fiscal year ended June 30, 2020.

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, 2020, 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, 2020, 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 Washington Elementary School District No. 6 was established in 1891 and is one of 58 public school districts located in Maricopa County, Arizona. It is the largest elementary district in the state of Arizona and provides a program of public education from Pre-Kindergarten through grade eight. Other supplemental programs are offered such as Head Start, early childhood and daycare programs providing services before and after school, and other community-based education programs.

Washington Elementary School District operates 32 school sites and three District administrative sites. The District currently maintains 264 buildings totaling nearly three million square feet. The average age of buildings in the District is over 40 years. The District consistently evaluates buildings to determine the need for general repair, renovation, or rebuild – based on building system age, condition and ongoing issues that occur. A plan for scope and funding options for major renovations and/or rebuilds is under continuous review and revision. The District completed the rebuild of one of our elementary schools during fiscal year 2019-20 and allocated specific budget capacity to address older, large building system needs such as Roofing, Heating, Ventilation, and Air Conditioning. The District consistently accesses state grant opportunities to supplement bond and capital funding.

The District serves approximately 22,651 students in north central Phoenix and eastern Glendale. Typical annual projections indicate that enrollment should remain relatively constant with slight fluctuations up or down each year. Our schools continue to offer a variety of choice to parents related to the education of their children including a K-8 traditional school option. The District continues to expand STEM, Gifted, robotics and early childhood enrichment programs at many schools. The District has prioritized the identification of high needs, high potential students for gifted Pre-K through 8th grade opportunities. The District continues to evaluate input received by parents to consider the feasibility of increasing more childhood opportunities and other alternatives within the District that would best support our students and families.

Washington Elementary School District has embarked on a system-wide program that encourages and expects continuous improvement for all aspects of the District. Each school and department develops action plans that reflect what goals they will address in the immediate future related to the four areas of focus for the District. These areas include: Staff Retention and Recruitment, Instructional Improvement, Climate and Culture, and Family and Community Engagement. To facilitate community outreach and increase transparency, the District works with several committees and has begun to incorporate multiple web based applications and programs to increase public awareness. Links to applications such as School Locator Tool, Bond Project Status, Peachjar flyer distribution, Budget Reports and many more allow anyone to see progress and developments in the WESD as it pertains to the District as a whole and on a smaller school-focused level as well.

The Business Advisory and Budget Committees provide opportunities for the District to ensure a common purpose with our stakeholders and create a better understanding of district educational and business practices. These committees also provide a platform for stakeholders to provide feedback and suggestions to the District. As the District continues to focus on the whole child, the Climate and Culture Committee encourages dialogue and action in order to increase positive and productive learning environments for all campuses. The Family and Community Engagement Committee increases opportunities for family and community to be involved in improving academic and social emotional growth and outcomes for all students.

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

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

The financial reporting entity consists of a primary government and its component units. A component unit is a legally separate entity that must be included in the reporting entity in conformity with generally accepted accounting principles. The District is a primary government because it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. Furthermore, component units combined with the District for financial statement purposes and the District are not included in any other governmental 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, nutrition services, and extracurricular functions.

For fiscal year 2019-20, the District experienced a 4.7 percent increase in its primary assessed valuation. The economy of the District is representative of the economies of the cities that overlap the District. Approximately 92 percent of the District lies within the boundaries of the City of Phoenix with only 8 percent falling within the boundaries of the City of Glendale

BUDGETARY SYSTEMS AND CONTROLS

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 Washington Elementary School District utilizes a "Student-Based Budget Process", meaning that schools and students are budget priorities. The budget for staffing and other resources is based on the number of students enrolled at each site and funds are allocated for these needs prior to evaluating the needs for departments. These budgets are set each year based on consistent standards and rubrics adopted by the Governing Board. Standards are developed and recommended to the Governing Board after receiving input from committees consisting of staff and other stakeholders involved in each particular area.

The Governing Board annually reviews any budget items that are outside the general state budget limits, e.g. Adjacent Ways, Desegregation. These items are approved individually after consideration of defined needs of the District and evaluation of any proposed impact to taxpayers in the District. The Governing Board has approved a Debt Management and Special Levy Policy to provide guidance for staff to consider when evaluating the need for additional levies or long-term debt such as bonds.

The District's proposed expenditure budget is presented to the Governing Board for review prior to July 15. The Governing Board is required to hold a public hearing on the proposed budget and to adopt the final budget no later than July 15. The expenditure budget is prepared by fund for all Governmental Funds, and includes function and object code detail for the General and some Capital Project Funds. The level of budgetary control is established at the individual fund level for all funds. The Governing Board has given staff authorization to exceed subsections of a budget, if needed, with the stipulation that expenditures never exceed the total appropriated budget in a particular fund.

In order to ensure compliance with the legal provisions applicable to the annual appropriated budget, Washington Elementary School District maintains several budgetary controls. Budget-controlled funds are monitored consistently to ensure that schools and departments stay within their allocated budgets, and that expenditures are proper for the designated fund. The Finance Director can at any time reallocate budget capacity between accounts within a fund or from the contingency fund designated for emergencies and other needs that were not identified previously. The workflow for approval of purchases, budget transfers and journal entries has several levels for review before being posted. Budgets for cash-controlled funds are updated automatically within the financial system as revenue is received and these funds are reconciled throughout the year to ensure that cash available is sufficient to meet the appropriated budget.

Although not adopted, an annual revenue budget for all sources is prepared. The expenditure budget can be revised annually in accordance with Arizona Revised Statutes; however the revenue budget is not revised. Therefore a deficit budgeted fund balance can occur when the expenditure budget is increased during a revision. Funds that have over expenditures of budgeted funds have revenue earned throughout the year. 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's administration is charged with the responsibility of supervising the protection of the District's assets by employing various risk management techniques and procedures to reduce, absorb, minimize or transfer risk. The District carries insurance for general liability, auto liability and workers' compensation. The administration is also responsible for directing the District's benefits program, which includes the administration of health, life and other benefits for all full-time and some part-time employees. These activities are accounted for in the Internal Service Funds.

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 City of Phoenix enjoys a highly diversified economic base consisting of manufacturing, agriculture, tourism, construction, education, distribution centers, finance and retailing. Tourism is an important income producer. Many world-class hotels and resorts cater to visitors. The city's light rail system offers a convenient transportation link from the airport to downtown Phoenix, with stops at the convention center and several downtown hotels. The light rail system includes several miles within the District boundaries. The greater Phoenix area serves as a hub for innovation and entrepreneurs by providing international access for aerospace, high-technology, bioscience, advanced business services and sustainable technologies companies.

The City of Phoenix is the Capitol and largest city of Arizona and is the county seat as well. Phoenix is also the fifth largest city in the nation by population, with more than 1.7 million residents and growing. The city encompasses an area approximately 519 square miles. The Phoenix metropolitan area is the population and economic activity center of the entire state. Phoenix is one of the leaders in the economics of the Southwestern area of the United States.

Maricopa County has a very wide range of economic sectors supporting its substantial growth. As of June 2020, the unemployment rate in the Phoenix area and Maricopa County was approximately 9.8 percent, more than a percent lower than the national average of 11.1 percent. Washington Elementary School District is working with city leaders to create policies that encourage job creation and affordable housing within our boundaries. However, increased rent and home values present a challenge to school districts such as ours with a population of varied demographics.

For several years, the economic downturn greatly affected the State of Arizona, but statewide revenues have been performing far above projections over the last few years. How the recent pandemic will affect state revenues is yet to be seen, however, original revenue shortfall estimates have recently been adjusted to reflect a much more positive picture for the state in 2021 than expected. An increase in public awareness related to education funding has provided a new focus on developing a sustainable funding system for the future. A voter initiative approved in May 2016 provides a consistent factor for an inflation increase up to two percent for school district budgets each year. Additional operational funding was also provided with this initiative through fiscal year 2025. The State of Arizona has continued to approve a budget that favors K-12 education by providing funds to increase teacher salaries by twenty percent and restore capital funding that has been reduced for several years.

Long-term Financial Planning. The District incorporates shared-decision making processes into every aspect of District management and planning. The shared-decision making process allows the input of stakeholders (to include parents, employees and community members) into the decision-making and financial planning of the District. From these processes, advisory committees are formed to evaluate and make recommendations to the Superintendent in regard to the needs of the District. Committees related to bonds, overrides, business and community interests are just some of the progressive groups WESD has established to further successful planning for our District.

One such committee is the Bond Task Force. The District has recently evaluated all elements in its school buildings using a comprehensive tiered structure software and determined the condition of these elements as well as projected replacement date and cost to replace. Future capital plans have been updated to account for this information and changes in projected enrollment, based on demographic studies. Although demographic studies illustrate a further decrease in student enrollment over the next few years, the capital plan continues to address aging facilities to meet the needs of all grade configurations, and is consistent with the vision of the learning environment embraced by the stakeholders of the District.

With annual budgets and funding now based on current year student enrollment, it is necessary to build reasonable reserves to offset the anticipated fluctuation in student average daily membership over the course of the next three to five years. The Governing Board at Washington Elementary School District supports this approach and understands the need to balance staff and student needs with conservative budget strategies.

AWARDS AND ACKNOWLEDGMENTS

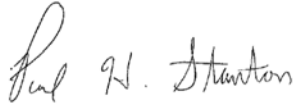
Awards. The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to the District for its comprehensive annual financial report for the fiscal year ended June 30, 2019. In addition, the Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its comprehensive annual financial report for the fiscal year ended June 30, 2019. In order to be awarded these certificates, the District published an easily readable and efficiently organized comprehensive annual 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 comprehensive annual 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, 2020 certificates.

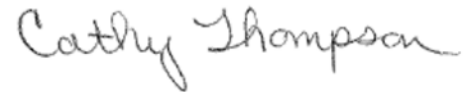
Acknowledgments. The preparation of the comprehensive annual financial report on a timely basis was made possible by the dedicated service of the entire staff of the business and finance department. Each member of the department has our sincere appreciation for the contributions made in the preparation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

In closing, we would like to extend our appreciation to the Governing Board for their leadership and support in attaining the highest standards of professionalism regarding the management of the District's finances.

Respectfully submitted,



Dr. Paul Stanton
Superintendent



Cathy Thompson
Director of Business Services



**The Certificate of Excellence in Financial Reporting
is presented to**

Washington Elementary School District No. 6

**for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended June 30, 2019.**

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



A handwritten signature in black ink that reads 'Claire Hertz'.

Claire Hertz, SFO
President

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

David J. Lewis
Executive Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Washington Elementary School
District No. 6, Arizona**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

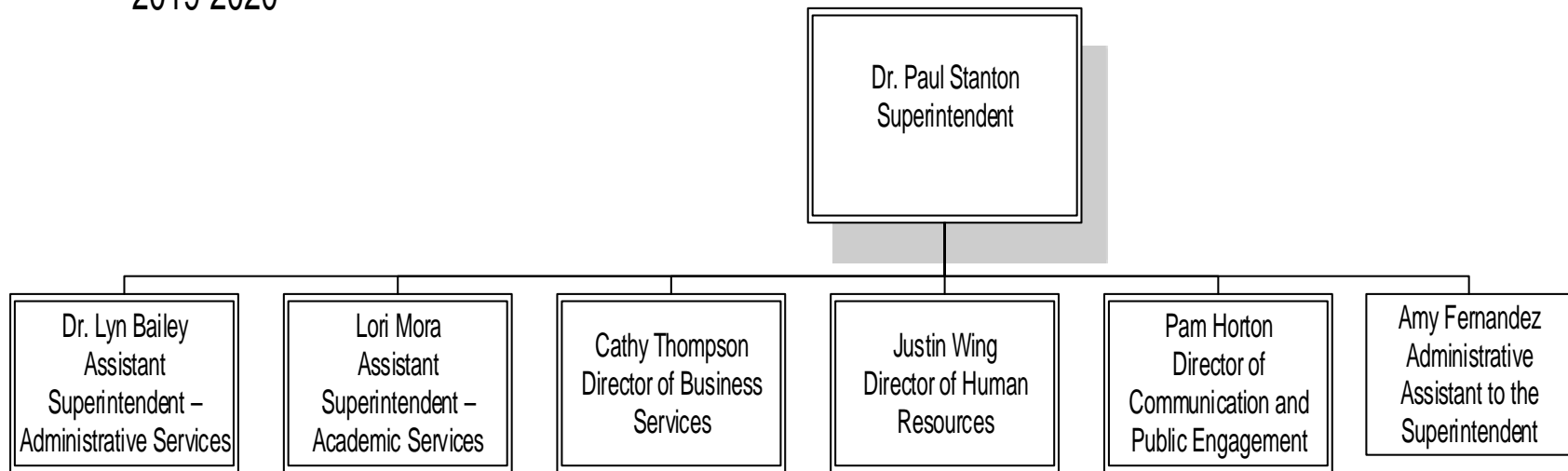
June 30, 2019

Christopher P. Morill

Executive Director/CEO

Superintendent

2019-2020



WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6

LIST OF PRINCIPAL OFFICIALS

GOVERNING BOARD

Tee Lambert, President
Bill Adams, Vice President
Larry Herrera, Member
Aaron Jahneke, Member
Nikkie Whaley, Member

ADMINISTRATIVE STAFF

Paul Stanton, Ed.D., Superintendent
Cathy Thompson, Director of Business Services

(This page intentionally left blank)

FINANCIAL SECTION

(This page intentionally left blank)

INDEPENDENT AUDITOR'S REPORT

Governing Board
Washington Elementary School District No. 6

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Washington Elementary School District No. 6 (District), as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Washington Elementary School District No. 6, as of June 30, 2020, 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.

Change in Accounting Principle

As described in Note 1, the District implemented the provisions of the Governmental Accounting Standards Board (GASB) Statement No. 84, *Fiduciary Activities*, for the year ended June 30, 2020, which represents a change in accounting principle. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, budgetary comparison information, and net pension liability information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, 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.

Other 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 Introductory Section, Combining and Individual Fund Financial Statements and Schedules, and Statistical Section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Combining and Individual Fund Financial Statements and Schedules are the responsibility of management and were derived from and relate 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.

The Introductory Section and Statistical Sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 11, 2020 on our consideration of Washington Elementary School District No. 6'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 Washington Elementary School District No. 6'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 Washington Elementary School District No. 6's internal control over financial reporting and compliance.

Heinfeld Meech & Co. PC

Heinfeld, Meech & Co., P.C.
Phoenix, Arizona
December 11, 2020

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

(This page intentionally left blank)

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2020**

As management of the Washington Elementary School District No. 6 (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, 2020. 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 \$10.6 million to \$94.7 million primarily due to an increase in unrestricted state aid of \$8.3 million.
- General revenues from governmental activities accounted for \$188.1 million in revenue, or 78 percent of all revenues from governmental activities. Program specific revenues in the form of charges for services and grants and contributions accounted for \$52.0 million or 22 percent of total governmental activities revenues.
- The District had approximately \$229.5 million in expenses related to governmental activities, an increase of five percent from the prior fiscal year.
- Among major funds, the General Fund had \$163.1 million in current fiscal year revenues, which primarily consisted of state aid and property taxes, and \$157.9 million in expenditures. The General Fund's fund balance increased \$6.3 million from the prior fiscal year end, due primarily to an increase in state equalization revenues.
- The Bond Building Fund's fund balance decreased \$26.8 million due to the utilization of bond proceeds received in the prior year for various school renovation projects and the rebuild of Arroyo School.
- Net position for the Internal Service Funds increased \$1.6 million from the prior fiscal year, primarily due to contribution revenues exceeding claims expense in the Employee Benefit Trust Fund. Operating revenues of \$20.4 million exceeded operating expenses of \$18.9 million at the end of the current year.

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2020**

OVERVIEW OF FINANCIAL STATEMENTS

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

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

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).

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.

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2020**

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, 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 funds. The District maintains one type of proprietary fund. The internal service funds are an accounting device used to accumulate and allocate costs internally among the District's various functions. The District uses its internal service funds to account for its Employee Benefit Trust, Workers' Compensation, and Property and Casualty Insurance. Although legally separate component units, they function for all employees of the District and therefore have been included as internal service funds. In addition, the Print Shop Fund accounts for charges to other departments for printing and copying services. Because these activities predominately benefit governmental functions, they have been included within governmental activities in the government-wide financial statements.

The internal service funds are combined into a single, aggregated presentation in the proprietary fund 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 Food Service Fund as required supplementary information. Schedules for the pension plan have been provided as required supplementary information.

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2020**

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, governmental activities assets and deferred outflows exceeded liabilities and deferred inflows by \$94.7 million at the current fiscal year end.

The largest portion of the District's governmental activities 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 outstanding debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. In addition, a portion of the District's net position represents resources that are subject to external restrictions on how they may be used.

The following table presents a summary of the District's net position for the fiscal years ended June 30, 2020 and June 30, 2019.

	Governmental Activities		Business-Type	Total	
	As of	As of	As of	As of	As of
	June 30, 2020	June 30, 2019	June 30, 2019	June 30, 2020	June 30, 2019
Current and other assets	\$ 115,856,075	\$ 137,135,129	\$ 834,681	\$ 115,856,075	\$ 137,969,810
Capital assets, net	280,298,000	257,898,930	1,085,590	280,298,000	258,984,520
Total assets	396,154,075	395,034,059	1,920,271	396,154,075	396,954,330
Deferred outflows	20,962,083	25,329,008	110,648	20,962,083	25,439,656
Current and other					
Liabilities	9,000,248	10,648,609	23,746	9,000,248	10,672,355
Long-term liabilities	301,530,584	304,383,464	741,984	301,530,584	305,125,448
Total liabilities	310,530,832	315,032,073	765,730	310,530,832	315,797,803
Deferred inflows	11,923,993	22,777,834	99,453	11,923,993	22,877,287
Net position:					
Net investment in					
capital assets	178,061,599	169,329,032	1,085,590	178,061,599	170,414,622
Restricted	38,427,365	34,007,077		38,427,365	34,007,077
Unrestricted	(121,827,631)	(120,782,949)	80,146	(121,827,631)	(120,702,803)
Total net position	\$ 94,661,333	\$ 82,553,160	\$ 1,165,736	\$ 94,661,333	\$ 83,718,896

At the end of the current fiscal year, the District reported positive balances in two categories of net position for governmental. Governmental activities unrestricted net position, which is normally used to meet the District's mission reported a deficit of \$121.8 million. The deficit is due to the District's proportionate share of the state pension plan's unfunded liability.

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2020**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The District's financial position is the product of several financial transactions including the net result 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.

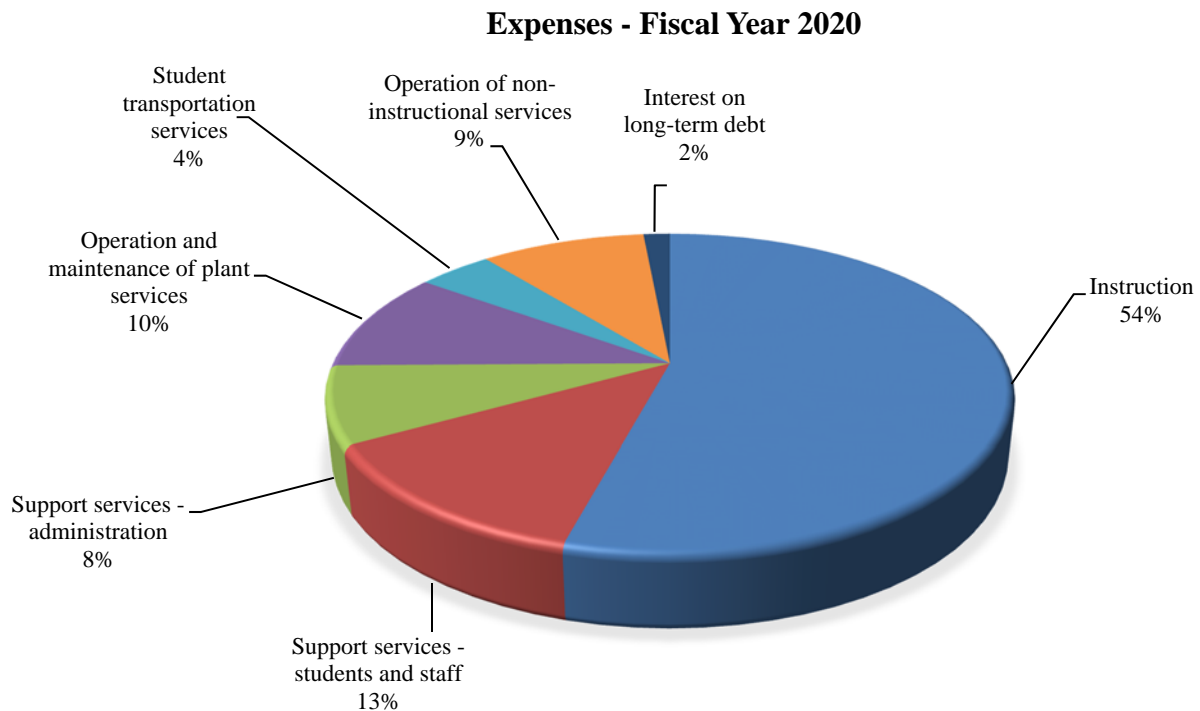
- The principal retirement of \$16.9 million of bonds.
- The increase of \$10.7 million in pension liabilities for governmental activities.
- The addition of \$32.4 million in capital assets.

Changes in net position. The District's total revenues for the current fiscal year were \$240.1 million. The total cost of all programs and services was \$229.5 million. The following table presents a summary of the changes in net position for the fiscal years ended June 30, 2020 and June 30, 2019.

	Governmental Activities		Business-Type	Total	
	Fiscal Year Ended June 30, 2020	Fiscal Year Ended June 30, 2019	Activities Fiscal Year Ended June 30, 2019	Fiscal Year Ended June 30, 2020	Fiscal Year Ended June 30, 2019
Revenues:					
Program revenues:					
Charges for services	\$ 4,349,866	\$ 5,057,722	\$ 1,197,081	\$ 4,349,866	\$ 6,254,803
Operating grants and contributions	45,909,658	47,990,738		45,909,658	47,990,738
Capital grants and contributions	1,726,427	271,618		1,726,427	271,618
General revenues:					
Property taxes	59,371,335	60,967,583		59,371,335	60,967,583
Investment income	1,717,046	1,686,275	14,521	1,717,046	1,700,796
Unrestricted county aid	9,688,387	9,599,586		9,688,387	9,599,586
Unrestricted state aid	115,461,000	107,195,752		115,461,000	107,195,752
Unrestricted federal aid	1,897,068	2,020,790		1,897,068	2,020,790
Total revenues	240,120,787	234,790,064	1,211,602	240,120,787	236,001,666
Expenses:					
Instruction	124,392,296	115,423,800		124,392,296	115,423,800
Support services – students and staff	29,168,417	27,007,035		29,168,417	27,007,035
Support services – administration	18,079,753	18,138,223		18,079,753	18,138,223
Operation and maintenance of plant services	23,355,872	22,794,221		23,355,872	22,794,221
Student transportation services	9,665,851	9,885,626		9,665,851	9,885,626
Operation of non-instructional services	21,409,309	22,187,887		21,409,309	22,187,887
Interest on long-term debt	3,433,190	3,353,529		3,433,190	3,353,529
Private school consortium			1,177,029		1,177,029
Alternative fuel			105,015		105,015
Total expenses	229,504,688	218,790,321	1,282,044	229,504,688	220,072,365
Changes in net position	10,616,099	15,999,743	(70,442)	10,616,099	15,929,301
Net position, beginning, as restated	84,045,234	66,553,417	1,236,178	84,045,234	67,789,595
Net position, ending	\$ 94,661,333	\$ 82,553,160	\$ 1,165,736	\$ 94,661,333	\$ 83,718,896

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2020**

GOVERNMENT-WIDE FINANCIAL ANALYSIS



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

- Unrestricted state aid increased \$8.3 million as a result of an increase in funding from the State legislature.
- Instruction expenses increased \$9.0 million due in part to the purchase on additional instructional materials and aids to prepare for and accommodate learning in a remote environment.

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2020**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

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.

	<u>Year Ended June 30, 2020</u>		<u>Year Ended June 30, 2019</u>	
	<u>Total Expenses</u>	<u>Net (Expense)/ Revenue</u>	<u>Total Expenses</u>	<u>Net (Expense)/ Revenue</u>
Governmental Activities				
Instruction	\$ 124,392,296	\$ (104,948,473)	\$ 115,423,800	\$ (96,629,716)
Support services – students and staff	29,168,417	(21,095,535)	27,007,035	(18,997,445)
Support services – administration	18,079,753	(17,870,818)	18,138,223	(17,913,936)
Operation and maintenance of plant services	23,355,872	(21,677,204)	22,794,221	(20,867,050)
Student transportation services	9,665,851	(8,417,752)	9,885,626	(9,819,071)
Operation of non-instructional services	21,409,309	(75,765)	22,187,887	2,110,504
Interest on long-term debt	3,433,190	(3,433,190)	3,353,529	(3,353,529)
Total expenses	<u>229,504,688</u>	<u>(177,518,737)</u>	<u>218,790,321</u>	<u>(165,470,243)</u>
Business-Type Activities				
Private school consortium			1,177,029	(66,631)
Alternative fuel			105,015	(18,332)
Total expenses			<u>1,282,044</u>	<u>(84,963)</u>
Total	<u>\$</u>	<u>\$</u>	<u>\$ 220,072,365</u>	<u>\$ (165,555,206)</u>

- The cost of all governmental activities this year was \$229.5 million.
- Federal and State governments and charges for services subsidized certain programs with grants and contributions and other local revenues of \$52.0 million.
- Net cost of governmental activities of \$177.5 million was financed by general revenues, which are made up of primarily property taxes of \$59.4 million and state and county aid of \$125.1 million.

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2020**

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 \$83.0 million, a decrease of \$20.3 million due primarily to the utilization of bond proceeds received in the prior year for various school renovation projects and the rebuild of Arroyo School.

The General Fund comprises 51 percent of the total fund balance. Approximately \$29.7 million, or 70 percent of the General Fund's fund balance is unassigned. Fund balance increased \$6.3 million to \$42.6 million as of the end of the fiscal year.

The fund balance in the Food Service Fund decreased \$505,413 primarily due to a decrease in federal food service reimbursements due to a decrease in meals served of approximately 1.0 million due to the COVID-19 pandemic.

The fund balance for the Debt Service Fund decreased \$951,930 as a result of debt service requirements.

Fund balance in the Bond Building Fund decreased \$26.8 million due to the utilization of bond proceeds received in the prior year for various school renovation projects in the current year.

Proprietary funds. Total net position of the Internal Service Funds at the end of the fiscal year amounted to \$4.5 million. Net position for the Internal Service Funds increased \$1.6 million due to contribution revenues exceeding claims expense.

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2020**

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 \$129,501 decrease.

The revenue budget for the General Fund was not revised. 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 favorable variances in instruction, support services-students and staff, support services-administration, operation and maintenance of plant services, and student transportation services were primarily due to the number vacant/unfilled positions and a greater than expected fiscal year 2019 carryforward.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. At year end, the District's investment in capital assets totaled \$457.8 million. The investment in capital assets includes school buildings, buses and other vehicles, computers, and other equipment. This amount represents a net increase prior to depreciation of \$28.4 million from the prior fiscal year, primarily due to the completion of various school renovation projects. Total depreciation expense for the current fiscal year was \$9.7 million.

The following schedule presents a summary of capital asset balances for the fiscal years ended June 30, 2020 and June 30, 2019.

	Governmental Activities		Business-Type	Total	
	As of	As of	As of	As of	As of
	June 30, 2020	June 30, 2019	June 30, 2019	June 30, 2020	June 30, 2019
Capital assets – non-depreciable	\$ 40,632,877	\$ 18,644,155	\$	\$ 40,632,877	\$ 18,644,155
Capital assets – depreciable, net	239,665,123	239,254,775	1,085,590	239,665,123	240,340,365
Total	\$ 280,298,000	\$ 257,898,930	\$ 1,085,590	\$ 280,298,000	\$ 258,984,520

The estimated cost to complete current construction projects is \$8.9 million.

Additional information on the District's capital assets can be found in Note 7.

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2020**

CAPITAL ASSETS AND DEBT ADMINISTRATION

Debt Administration. At year end, the District had \$121.9 million in long-term debt outstanding, \$12,656,634 million due within one year. Long-term debt decreased by \$13.6 million due to repayment of long-term debt.

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 \$300.6 million and the Class B debt limit is \$200.4 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 9 through 11.

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 2020-21 budget. Among them:

- An estimated budget balance carryforward of \$16.5 million in the Maintenance and Operation budget for the 2019-20 fiscal year.
- An increase in assessed values by 4.7 percent for the 2020 tax year due to improved economic conditions in the Phoenix metro area. Projections indicate that the assessed values will continue to slowly increase through fiscal year 2021.
- An increase in Employee health insurance costs.
- An average 5 percent increase in employee salaries due to increased revenue from the state.
- A one-time lump sum payment to be awarded to continuing employees with an aggregate cost of approximately \$3.0 million by utilizing unexpended budget balance carryforward.
- Continued reductions in capital funding to school districts by the state legislature. The District continues to seek alternative funding sources to meet capital needs.
- Continued commitment to provide full-day kindergarten. The State Legislature funds for half-day kindergarten. The District funds the remaining half-day with a voter approved override.
- Considered ongoing inflation increase for minimum wage.

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2020**

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

- The utilization of bond funds to renovate facilities in accordance with the Bond Master Plan.
- The rising cost of building materials, equipment and technology infrastructure, which affects the number of projects that can be completed in the Bond Master Plan.
- The utilization of Adjacent Ways funds for eligible projects in the Bond Master Plan.
- The utilization of bond funds and E-Rate funds to update technology infrastructure and technology devices for students and employees.
- An increase in communication cost to increase bandwidth.
- The utilization of the capital equipment replacement plan to prioritize the replacement of capital assets.
- Continuation of a district-wide energy conservation plan to reduce energy costs.
- An increased focus on recruitment and retention strategies due to a statewide and nationwide teacher shortage and hard to fill classified positions.
- Decrease in projected student enrollment based on student mobility and historical trends.
- Increased cost of living in the surrounding area causing families to move.
- Possible reductions in federal funding of approximately 10 percent for fiscal year 2021.
- An increased focus to maximize the budget balance carryforward in order to allow for budget adjustments without affecting operations in anticipation that student enrollment will decrease due to unforeseen effects of the pandemic.
- An approved grant that will help address additional expenses in response to the pandemic.

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

Proposed budgeted expenditures in the General Fund increased two percent to \$171.5 million in fiscal year 2020-21. State aid and property taxes are expected to be the primary funding sources. No new programs were added to the 2020-21 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, Washington Elementary School District No. 6, 4650 West Sweetwater Avenue, Glendale, Arizona 85304.

(This page intentionally left blank)

BASIC FINANCIAL STATEMENTS

(This page intentionally left blank)

GOVERNMENT-WIDE FINANCIAL STATEMENTS

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
STATEMENT OF NET POSITION
JUNE 30, 2020

	Governmental Activities
<u>ASSETS</u>	
Current assets:	
Cash and investments	\$ 80,981,697
Property taxes receivable	1,755,897
Accounts receivable	592,475
Due from governmental entities	31,324,304
Prepaid items	55,126
Inventory	1,146,576
Total current assets	115,856,075
Noncurrent assets:	
Capital assets not being depreciated	40,632,877
Capital assets, net of accumulated depreciation	239,665,123
Total noncurrent assets	280,298,000
Total assets	396,154,075
 <u>DEFERRED OUTFLOWS OF RESOURCES</u>	
Pension plan items	20,962,083
 <u>LIABILITIES</u>	
Current liabilities:	
Accounts payable	3,527,656
Construction contracts payable	1,994,379
Claims payable	3,597,256
Accrued payroll and employee benefits	423,058
Compensated absences payable	883,960
Accrued interest payable	2,081,351
Unearned revenues	973,804
Obligations under capital leases	726,634
Bonds payable	11,930,000
Total current liabilities	26,138,098
Noncurrent liabilities:	
Non-current portion of long-term obligations	284,392,734
Total noncurrent liabilities	284,392,734
Total liabilities	310,530,832
 <u>DEFERRED INFLOWS OF RESOURCES</u>	
Pension plan items	11,923,993
 <u>NET POSITION</u>	
Net investment in capital assets	178,061,599
Restricted	38,427,365
Unrestricted	(121,827,631)
Total net position	\$ 94,661,333

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

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2020

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Governmental activities:					
Instruction	\$ 124,392,296	\$ 927,037	\$ 18,234,188	\$ 282,598	\$ (104,948,473)
Support services - students and staff	29,168,417		8,072,882		(21,095,535)
Support services - administration	18,079,753		208,935		(17,870,818)
Operation and maintenance of plant services	23,355,872	103,752	1,341,087	233,829	(21,677,204)
Student transportation services	9,665,851		38,099	1,210,000	(8,417,752)
Operation of non-instructional services	21,409,309	3,319,077	18,014,467		(75,765)
Interest on long-term debt	3,433,190				(3,433,190)
Total governmental activities	<u>\$ 229,504,688</u>	<u>\$ 4,349,866</u>	<u>\$ 45,909,658</u>	<u>\$ 1,726,427</u>	<u>(177,518,737)</u>

General revenues:

Taxes:

Property taxes, levied for general purposes	36,726,592
Property taxes, levied for debt service	14,189,996
Property taxes, levied for capital outlay	8,454,747
Investment income	1,717,046
Unrestricted county aid	9,688,387
Unrestricted state aid	115,461,000
Unrestricted federal aid	1,897,068
Total general revenues	<u>188,134,836</u>

Changes in net position

10,616,099

Net position, beginning of year, as restated

84,045,234

Net position, end of year

\$ 94,661,333

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

(This page intentionally left blank)

FUND FINANCIAL STATEMENTS

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2020

	General	Food Service	Debt Service
<u>ASSETS</u>			
Cash and investments	\$ 15,620,722	\$ 14,377,089	\$ 15,503,894
Property taxes receivable	1,452,841		303,056
Due from governmental entities	27,652,225	256,684	
Due from other funds	1,569,620		
Inventory	820,260	326,316	
Total assets	\$ 47,115,668	\$ 14,960,089	\$ 15,806,950
 <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES</u>			
<u>AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 2,861,595	\$ 226,126	\$
Construction contracts payable			
Due to other funds			
Accrued payroll and employee benefits	334,182	30,367	
Unearned revenues			
Bonds payable			11,930,000
Bond interest payable			2,081,351
Total liabilities	3,195,777	256,493	14,011,351
Deferred inflows of resources:			
Unavailable revenues - property taxes	1,300,239		259,338
Unavailable revenues - intergovernmental			
Total deferred inflows of resources	1,300,239		259,338
Fund balances (deficits):			
Nonspendable	820,260	326,316	
Restricted	12,052,027	14,377,280	1,536,261
Unassigned	29,747,365		
Total fund balances	42,619,652	14,703,596	1,536,261
 Total liabilities, deferred inflows of resources and fund balances	 \$ 47,115,668	 \$ 14,960,089	 \$ 15,806,950

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

<u>Bond Building</u>	<u>Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 17,738,862	\$ 9,520,306	\$ 72,760,873
	3,415,395	1,755,897
		31,324,304
		1,569,620
		1,146,576
<u>\$ 17,738,862</u>	<u>\$ 12,935,701</u>	<u>\$ 108,557,270</u>
\$ 1,901,284	\$ 394,736	\$ 3,482,457
	93,095	1,994,379
	1,569,620	1,569,620
	58,509	423,058
	973,804	973,804
		11,930,000
		2,081,351
<u>1,901,284</u>	<u>3,089,764</u>	<u>22,454,669</u>
		1,559,577
	1,562,908	1,562,908
	<u>1,562,908</u>	<u>3,122,485</u>
15,837,578	9,570,142	1,146,576
	(1,287,113)	53,373,288
<u>15,837,578</u>	<u>8,283,029</u>	<u>28,460,252</u>
		82,980,116
<u>\$ 17,738,862</u>	<u>\$ 12,935,701</u>	<u>\$ 108,557,270</u>

(This page intentionally left blank)

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2020

Total governmental fund balances **\$ 82,980,116**

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	\$ 457,010,573	
Less accumulated depreciation	<u>(176,970,169)</u>	280,040,404

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

Property taxes	1,559,577	
Intergovernmental	<u>1,562,908</u>	3,122,485

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	20,962,083	
Deferred inflows of resources related to pensions	<u>(11,923,993)</u>	9,038,090

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

4,485,588

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

Compensated absences payable	(3,004,392)	
Obligations under capital leases	(4,644,288)	
Net pension liability	(172,031,131)	
Bonds payable	<u>(105,325,539)</u>	<u>(285,005,350)</u>

Net position of governmental activities **\$ 94,661,333**

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

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2020

	<u>General</u>	<u>Food Service</u>	<u>Debt Service</u>
Revenues:			
Other local	\$ 11,408,321	\$ 436,962	\$ 65,981
Property taxes	46,102,904		14,189,996
State aid and grants	103,718,838		
Federal aid, grants and reimbursements	1,897,068	17,578,656	
Total revenues	<u>163,127,131</u>	<u>18,015,618</u>	<u>14,255,977</u>
Expenditures:			
Current -			
Instruction	88,637,621		
Support services - students and staff	20,933,693		
Support services - administration	16,416,971		
Operation and maintenance of plant services	18,542,768	74,321	
Student transportation services	8,035,289		
Operation of non-instructional services	483,746	16,200,137	
Capital outlay	4,419,940	713,669	
Debt service -			
Principal retirement	343,580		11,930,000
Interest and fiscal charges	39,123		4,163,750
Bond issuance costs			43,950
Total expenditures	<u>157,852,731</u>	<u>16,988,127</u>	<u>16,137,700</u>
Excess (deficiency) of revenues over expenditures	<u>5,274,400</u>	<u>1,027,491</u>	<u>(1,881,723)</u>
Other financing sources (uses):			
Transfers in	1,734,349		882,421
Transfers out	(725,000)	(1,532,904)	
Issuance of refunding bonds			3,900,000
Premium on sale of bonds			47,372
Payment to refunded bond escrow agent			(3,900,000)
Insurance recoveries	18,082		
Total other financing sources (uses)	<u>1,027,431</u>	<u>(1,532,904)</u>	<u>929,793</u>
Changes in fund balances	<u>6,301,831</u>	<u>(505,413)</u>	<u>(951,930)</u>
Fund balances, beginning of year, as restated	36,170,493	15,058,406	2,488,191
Increase (decrease) in reserve for inventory	147,328	150,603	
Fund balances, end of year	<u>\$ 42,619,652</u>	<u>\$ 14,703,596</u>	<u>\$ 1,536,261</u>

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

Bond Building	Non-Major Governmental Funds	Total Governmental Funds
\$ 764,621	\$ 3,731,331	\$ 16,407,216
	750,001	61,042,901
	18,060,604	121,779,442
	22,861,160	42,336,884
<u>764,621</u>	<u>45,403,096</u>	<u>241,566,443</u>
	28,146,688	116,784,309
	7,836,051	28,769,744
	313,629	16,730,600
	1,102,906	19,719,995
	82,706	8,117,995
	4,209,968	20,893,851
26,711,886	1,986,647	33,832,142
	356,268	12,629,848
	165,387	4,368,260
		43,950
<u>26,711,886</u>	<u>44,200,250</u>	<u>261,890,694</u>
<u>(25,947,265)</u>	<u>1,202,846</u>	<u>(20,324,251)</u>
	725,000	3,341,770
(882,421)	(201,445)	(3,341,770)
		3,900,000
		47,372
		(3,900,000)
		18,082
<u>(882,421)</u>	<u>523,555</u>	<u>65,454</u>
<u>(26,829,686)</u>	<u>1,726,401</u>	<u>(20,258,797)</u>
42,667,264	6,556,628	102,940,982
		297,931
<u>\$ 15,837,578</u>	<u>\$ 8,283,029</u>	<u>\$ 82,980,116</u>

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2020

Changes in fund balances - total governmental funds **\$ (20,258,797)**

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	\$ 32,397,428	
Less current year depreciation	(9,636,016)	22,761,412

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

Property taxes	(1,671,566)	
Intergovernmental	116,770	(1,554,796)

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.

Capital lease principal retirement	699,848	
Bond principal retirement	11,930,000	12,629,848

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	14,457,274	
Pension expense	(18,515,767)	(4,058,493)

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	297,931	
Loss on disposal of assets	(1,381,831)	
Amortization of deferred bond items	887,698	
Compensated absences	(291,820)	(488,022)

The Internal Service Funds are used by management to charge the cost of insurance and other services to the individual funds. The changes in net position of the Internal Service Funds are reported with governmental activities in the Statement of Activities.

1,584,947

Changes in net position in governmental activities **\$ 10,616,099**

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

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2020

	Governmental Activities: Internal Service Funds
<u>ASSETS</u>	
Current assets:	
Cash and investments	\$ 8,220,824
Accounts receivable	592,475
Prepaid items	55,126
Total current assets	8,868,425
Noncurrent assets:	
Capital assets, net of accumulated depreciation	257,596
Total noncurrent assets	257,596
Total assets	9,126,021
<u>LIABILITIES</u>	
Current liabilities:	
Accounts payable	45,199
Claims payable	3,597,256
Total current liabilities	3,642,455
Noncurrent liabilities:	
Non-current portion of long-term obligations	997,978
Total noncurrent liabilities	997,978
Total liabilities	4,640,433
<u>NET POSITION</u>	
Investment in capital assets	257,596
Unrestricted	4,227,992
Total net position	\$ 4,485,588

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

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION -
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2020

	Governmental Activities: Internal Service Funds
Operating revenues:	
Contributions	\$ 19,831,624
Charges for services	562,522
Total operating revenues	<u>20,394,146</u>
Operating expenses:	
Claims	13,514,367
Premiums	2,304,412
Administrative and other	2,543,438
Cost of services	464,354
Depreciation	73,686
Total operating expenses	<u>18,900,257</u>
Operating income (loss)	<u>1,493,889</u>
Nonoperating revenues (expenses):	
Investment income	91,058
Total nonoperating revenues (expenses)	<u>91,058</u>
Changes in net position	<u>1,584,947</u>
Total net position, beginning of year	2,900,641
Total net position, end of year	<u>\$ 4,485,588</u>

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

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2020**

	Governmental Activities: Internal Service Funds
<u>Increase/Decrease in Cash and Cash Equivalents</u>	
Cash flows from operating activities:	
Cash received from contributions	\$ 19,814,702
Cash received for services	562,522
Cash payments to suppliers for goods and services	(5,307,074)
Cash payments for claims	(13,914,704)
Net cash provided by/used for operating activities	1,155,446
Cash flows from capital and related financing activities:	
Acquisition of capital assets	(8,844)
Disposal of capital assets	1,259
Net cash provided by/used for capital and related financing activities	(7,585)
Cash flows from investing activities:	
Investment income	91,058
Net cash provided by/used for investing activities	91,058
Net increase/decrease in cash and cash equivalents	1,238,919
Cash and cash equivalents, beginning of year	6,981,905
Cash and cash equivalents, end of year	\$ 8,220,824
<u>Reconciliation of Operating Income/Loss to Net Cash Provided by/Used for Operating Activities</u>	
Operating income/loss	\$ 1,493,889
Adjustments to reconcile operating income/loss to net provided by/used for operating activities:	
Depreciation	73,686
Changes in assets and liabilities:	
Increase/decrease in accounts receivable	(16,922)
Increase/decrease in prepaid items	34,095
Increase/decrease in accounts payable	(28,965)
Increase/decrease in claims payable	(400,337)
Total adjustments	(338,443)
Net cash provided by/used for operating activities	\$ 1,155,446

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

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Washington Elementary School District No. 6 (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, 2020, the District implemented the provisions of GASB Statement No. 84, *Fiduciary Activities*. This Statement establishes criteria for identifying fiduciary activities for accounting and financial reporting purposes, and provides guidance as to how those activities should be reported. Student Activities and employee withholding accounts reported in the prior year as fiduciary activities do not meet these new fiduciary activities criteria and have been reclassified as special revenue governmental funds and the General Fund. Beginning balances of the governmental funds and governmental activities have been restated by \$326,338 accordingly.

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.

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, component units combined with the District for financial statement presentation purposes, and the District, are 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, food services, bookstore and athletic functions.

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Blended Component Unit – Blended component units, although legally separate entities, are, in substance, part of the District’s operations. The Washington Elementary School District No. 6 Employee Benefit Trust (Employee Benefit Trust), the Washington Elementary School District No. 6 Workers’ Compensation Trust (Workers’ Compensation Trust), and the Washington Elementary School District No. 6 Property and Casualty Insurance Trust (Casualty Trust) are responsible for providing health, workers’ compensation and property and casualty insurance for the District and its employees. The District’s Governing Board appoints the Board of Directors for each of the Trusts boards. The Trusts provide services entirely to the District and therefore have been included as Internal Service Funds in accordance with the criteria established by GASB.

Separate financial statements are prepared monthly for each of the component units and may be obtained at the Washington Elementary School District No. 6’s administrative offices – 4650 West Sweetwater Avenue, Glendale, Arizona 85304.

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 and its component units. For the most part, the effect of internal activity has been removed from these statements. Interfund services provided and used are not eliminated in the process of consolidation. These statements are to distinguish between the governmental and business-type activities of the District. Governmental activities normally are supported by taxes and intergovernmental revenues, and are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The District does not have any business-type activities or fiduciary activities.

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

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

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

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

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

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 internal service funds are presented in a single column on the face of the proprietary fund statements.

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 the Medicaid Reimbursement, School Plant, Auxiliary Operations, Gifts and Donations, Insurance Proceeds, Litigation Recovery, Indirect Costs, Advertisement, and Unrestricted Capital Outlay Funds. These funds are maintained as separate funds for budgetary purposes but do not meet the criteria for separate reporting in the financial statements.

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 types:

Proprietary Funds – The Proprietary Funds are Internal Service Funds that account for activities related to (1) the District’s self-insurance program for employee benefits, (2) the District’s self-insurance program to pay for workers’ compensation, (3) the District’s self-insurance program to pay for property and casualty insurance, and (4) charges to other departments for printing and copying services.

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.

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

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 to other funds for health and welfare benefits and for goods and services. Operating expenses for the internal service funds include the cost of claims, insurance premiums, administrative expenses and cost of goods and services. 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 in bank, cash held by trustee and 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.

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

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 deposit 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 governmental fund financial statements and in nonoperating revenues in the proprietary fund financial statements.

F. Receivables and Payables

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

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

G. Property Tax Calendar

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

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

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

H. Inventory

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

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

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; and construction in progress, are reported in the government-wide financial statements.

Capital assets are defined by the District as assets with an initial, individual cost 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 following estimated useful lives:

Land improvements	20 – 80 years
Buildings and improvements	5 – 80 years
Vehicles, furniture and equipment	5 – 40 years

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

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 position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then.

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

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. 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.

N. Long-term Obligations

In the government-wide financial statements, and proprietary fund types in the fund 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.

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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.

O. Interfund Activity

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

P. 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.

Q. 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.

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 2 – FUND BALANCE CLASSIFICATIONS

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

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

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. No committed fund balance amounts are reported.

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

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

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>Food Service Fund</u>	<u>Debt Service Fund</u>	<u>Bond Building Fund</u>	<u>Non-Major Governmental Funds</u>
Fund Balances:					
Nonspendable:					
Inventory	\$ 820,260	\$ 326,316		\$	\$
Restricted:					
Debt service			1,536,261		
Capital projects	11,475,021				1,849,505
Bond building projects				15,837,578	
Voter approved initiatives					938,238
Federal and state projects					4,634,782
Food service		14,377,280			
Community school					889,252
Extracurricular activities					938,528
Gifts and donations	577,006				
Other purposes					319,837
Unassigned	<u>29,747,365</u>				<u>(1,287,113)</u>
Total fund balances	<u>\$42,619,652</u>	<u>\$ 14,703,596</u>	<u>\$ 1,536,261</u>	<u>\$ 15,837,578</u>	<u>\$ 8,283,029</u>

NOTE 3 – RESTRICTED NET POSITION

The table below provides detail of the major components of the District’s restricted net position at year end.

	<u>Governmental Activities</u>
Restricted Net Position:	
Debt service	\$ 1,795,599
Capital projects	13,324,526
Voter approved initiatives	938,238
Federal and state projects	4,940,783
Food service	14,703,596
Community school	889,252
Extracurricular activities	938,528
Gifts and donations	577,006
Other purposes	319,837
Total	<u>\$ 38,427,365</u>

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 4 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

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

	Deficit
Non-Major Governmental Funds:	
Title I Grants	\$ 273,968
Professional Development and Technology Grants	35,955
Title IV Grants	222,402
Limited English & Immigrant Students	16,084
Indian Education	11,442
Special Education Grants	1,433
Homeless Education	5,685
Other Federal Projects	598,611
Other State Projects	121,533

The deficits arose because of pending grant reimbursements. Additional revenues received in fiscal year 2020-21 are expected to eliminate the deficits.

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

NOTE 5 – 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 \$1,069,038 and the bank balance was \$2,015,742. At year end, \$1,265,742 of the District’s deposits were covered by collateral held by the pledging financial institution’s trust department or agent but not in the District’s name. Additionally, the District had \$2,100 of cash on hand at year end.

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

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 5 – CASH AND INVESTMENTS

The County Treasurer’s pool is an external investment pool with no regulatory oversight. The pool is not required to register (and is not registered) with the Securities and Exchange Commission. The fair value of each participants’ position in the County Treasurer investment pool approximates the value of the participants’ 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	313 days	<u>\$ 79,910,559</u>
Total		<u>\$ 79,910,559</u>

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

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

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

NOTE 6 – 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>Food Service Fund</u>	<u>Non-Major Governmental Funds</u>
Due from other governmental entities:			
Due from federal government	\$ 225,998	\$ 256,684	\$ 1,525,972
Due from state government	<u>27,426,227</u>		<u>1,889,423</u>
Net due from governmental entities	<u>\$ 27,652,225</u>	<u>\$ 256,684</u>	<u>\$ 3,415,395</u>

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 7 – 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	\$ 4,411,347	\$	\$	\$ 4,411,347
Construction in progress	14,232,808	26,785,642	4,796,920	36,221,530
Total capital assets, not being depreciated	<u>18,644,155</u>	<u>26,785,642</u>	<u>4,796,920</u>	<u>40,632,877</u>
Capital assets, being depreciated:				
Land improvements	31,777,397	2,112,375	10,999	33,878,773
Buildings and improvements	334,999,768	5,078,240	768,697	339,309,311
Vehicles, furniture and equipment	44,003,003	3,226,935	3,241,335	43,988,603
Total capital assets being depreciated	<u>410,780,168</u>	<u>10,417,550</u>	<u>4,021,031</u>	<u>417,176,687</u>
Less accumulated depreciation for:				
Land improvements	(15,800,591)	(1,314,938)	(9,716)	(17,105,813)
Buildings and improvements	(128,203,263)	(6,181,365)	(466,630)	(133,917,998)
Vehicles, furniture and equipment	(26,435,949)	(2,213,399)	(2,161,595)	(26,487,753)
Total accumulated depreciation	<u>(170,439,803)</u>	<u>(9,709,702)</u>	<u>(2,637,941)</u>	<u>(177,511,564)</u>
Total capital assets, being depreciated, net	<u>240,340,365</u>	<u>707,848</u>	<u>1,383,090</u>	<u>239,665,123</u>
Governmental activities capital assets, net	<u>\$ 258,984,520</u>	<u>\$27,493,490</u>	<u>\$ 6,180,010</u>	<u>\$ 280,298,000</u>

Depreciation expense was charged to functions/programs as follows:

Instruction	\$ 4,086,320
Support services – students and staff	57,091
Support services – administration	847,017
Operation and maintenance of plant services	3,381,130
Student transportation services	1,012,623
Operation of non-instructional services	325,521
Total depreciation expense	<u>\$ 9,709,702</u>

Construction Commitments – At year end, the District had contractual commitments related to various capital projects for the renovation of buildings. At year end the District had spent \$36.2 million on the projects and had estimated remaining contractual commitments of \$8.9 million. These projects are being funded with bond proceeds.

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 8 – REVOLVING LINE OF CREDIT

The District has a revolving line of credit to provide cash flow during the year to mitigate the impact of timing differences of expenditures and the receipt of state aid and property tax revenues. At year end, the District had \$20.0 million in unused line of credit.

NOTE 9 – OBLIGATIONS UNDER CAPITAL LEASES

The District has acquired copiers and energy efficiency upgrades under the provisions of long-term lease agreements classified as capital leases. These lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of the inception date. Revenues from the General Fund are used to pay one of the capital lease obligations. Additionally, revenues from the General Fund are transferred to the Energy and Water Savings Fund, a non-major governmental fund, to pay the capital lease obligation for the energy efficiency upgrades. Amortization of assets recorded under capital leases is included with depreciation expense.

The assets acquired through capital leases that meet the District’s capitalization threshold are as follows:

	Governmental Activities
Asset:	
Vehicles, furniture and equipment	\$ 1,913,511
Less: Accumulated depreciation	1,371,349
Total	\$ 542,162

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

		Governmental Activities
Year Ending June 30:		
2021		\$ 904,358
2022		904,357
2023		521,655
2024		521,655
2025		521,656
2026-29		2,086,622
Total minimum lease payments		5,460,303
Less: amount representing interest		816,015
Present value of minimum lease payments		4,644,288
Due within one year		\$ 726,634

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 10 – GENERAL OBLIGATION BONDS PAYABLE

Bonds payable at year end consisted of the following outstanding general obligation bonds. Of the total amount originally authorized, \$21.0 million remains unissued. 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 \$300.6 million and the available margin is \$185.8 million.

Principal requirements at year end, were as follows:

Purpose	Original Amount Issued	Interest Rates	Remaining Maturities	Outstanding Principal June 30, 2020	Due Within One Year
Governmental activities:					
General obligation bonds:					
School Improvement Bonds, Project 2010, Series A	\$ 10,000,000	4.0-4.125%	7/1/20-22	\$ 2,000,000	\$ 2,000,000
School Improvement Bonds, Project 2010, Series B	20,000,000	3.0-4.0%	7/1/20-26	18,315,000	1,065,000
School Improvement Bonds, Project 2010, Series E	25,500,000	2.0-3.0%	7/1/20-26	22,600,000	4,650,000
School Improvement Bonds, Project 2016, Series A	33,555,000	3.0-5.5%	7/1/20-29	25,435,000	965,000
School Improvement Bonds, Project 2016, Series B	36,000,000	3.0-5.0%	7/1/20-31	36,000,000	3,250,000
Private placement general obligation bonds:					
Refunding Bonds, Series 2020	3,900,000	1.5%	7/1/21-22	3,900,000	
Total				<u>\$ 108,250,000</u>	<u>\$ 11,930,000</u>

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

Year ending June 30:	Governmental Activities			
	General Obligation Bonds		Private Placement General Obligation Bonds	
	Principal	Interest	Principal	Interest
2021	\$ 11,930,000	\$ 3,947,114	\$	\$ 32,500
2022	8,880,000	3,427,075	2,325,000	41,062
2023	8,295,000	3,152,100	1,575,000	11,813
2024	8,930,000	2,840,700		
2025	9,480,000	2,482,600		
2026-30	49,785,000	6,652,600		
2031-32	7,050,000	240,250		
Total	<u>\$ 104,350,000</u>	<u>\$ 22,742,439</u>	<u>\$ 3,900,000</u>	<u>\$ 85,375</u>

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 10 – GENERAL OBLIGATION BONDS PAYABLE

Refunding Bonds - During the year ended June 30, 2020, the District issued \$3,900,000 in refunding bonds, with an effective interest rate of 1.5 percent, to advance refund \$3,900,000 of outstanding general obligation bonds, with an average interest rate of 4.0 percent. The net proceeds of \$3,947,372, which includes \$47,372 of bond premium, (after payment of \$47,372 in underwriting fees, insurance, and other issuance costs) were immediately transferred to the refunding trustee to pay the bonds being refunded. As a result, the refunded general obligation bonds are considered to be defeased, and the liability for those bonds has been removed from the government-wide financial statements. This advance refunding was undertaken to reduce total debt service payments over the next two years by \$137,500 and resulted in an economic gain of \$134,887.

NOTE 11 – CHANGES IN LONG-TERM LIABILITIES

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

	Beginning Balance (as restated)	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Bonds payable:					
General obligation bonds	\$ 117,275,000	\$	\$ 12,925,000	\$ 104,350,000	\$ 11,930,000
Private placement general obligation bonds	3,000,000	3,900,000	3,000,000	3,900,000	
Premium	9,893,237	47,372	935,070	9,005,539	
Total bonds payable	<u>130,168,237</u>	<u>3,947,372</u>	<u>16,860,070</u>	<u>117,255,539</u>	<u>11,930,000</u>
Obligations under capital leases	5,344,136		699,848	4,644,288	726,634
Net pension liability	161,300,812	10,730,319		172,031,131	
Claims payable	4,995,571		400,337	4,595,234	3,597,256
Compensated absences payable	<u>2,712,572</u>	<u>1,506,535</u>	<u>1,214,715</u>	<u>3,004,392</u>	<u>883,960</u>
Governmental activity long-term liabilities	<u>\$ 304,521,328</u>	<u>\$ 16,184,226</u>	<u>\$ 19,174,970</u>	<u>\$ 301,530,584</u>	<u>\$ 17,137,850</u>

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 12 – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

At year end, interfund balances were as follows:

Due to/from other funds:

At year end, several funds had negative cash balances in the Treasurer’s pooled cash accounts of \$1,569,620. Negative cash on deposit with the County Treasurer was reduced by interfund borrowing with the General Fund. All interfund balances are expected to be paid within one year.

Interfund transfers:

	Transfers in			Total
	General Fund	Debt Service Fund	Non-Major Governmental Funds	
Transfers out				
General Fund	\$	\$	\$ 725,000	\$ 725,000
Food Service Fund	1,532,904			1,532,904
Bond Building Fund		882,421		882,421
Non-Major Governmental Funds	201,445			201,445
Total	<u>\$ 1,734,349</u>	<u>\$ 882,421</u>	<u>\$ 725,000</u>	<u>\$ 3,341,770</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, (2) to move federal grant funds restricted for indirect costs, (3) to move monies generated from energy savings from the General Fund to the Energy and Water Savings Fund, a non-major governmental fund, in accordance with A.R.S. §15.910.02(H) and (4) to move unexpended bond proceeds from the Bond Building Fund to the Debt Service Fund.

NOTE 13 – CONTINGENT LIABILITIES

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

Lawsuits – The District is a party to a number of various types of lawsuits, many of which normally occur in governmental operations. The ultimate outcome of the actions is not determinable, however, District management believes that the outcome of these proceedings, either individually or in the aggregate, will not have a materially adverse effect on the accompanying financial statements.

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 14 – PRIOR PERIOD ADJUSTMENTS

The July 1, 2019, government-wide net position and the fund balance of the General and Non-Major Governmental Funds do not agree to the prior year financial statements due to discontinued operations for the District’s Private School Consortium and Alternative Fuel programs and the implementation of GASB Statement 84.

	Statement of Activities	Governmental Funds	
		General Fund	Non-Major Governmental Funds
Net position/fund balance, June 30, 2019, as previously reported	\$ 82,553,160	\$ 35,192,559	\$ 6,397,289
Discontinued operations	1,165,736	810,935	
Implementation of GASB Statement 84	326,338	166,999	159,339
Net position/fund balance, July 1, 2019, as restated	<u>\$ 84,045,234</u>	<u>\$ 36,170,493</u>	<u>\$ 6,556,628</u>

NOTE 15 – 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 insurance at a cost it considered to be economically justifiable. Therefore, the District established the following self-insurance funds.

The District has established an Employee Benefit Trust Fund (an Internal Service Fund) to account for and finance its uninsured risks of loss related to employee health and accidents. Under this program, the Employee Benefit Trust Fund provides coverage for up to a maximum of \$200,000 for each claim, not to exceed an annual aggregate amount of \$450,000.

The District has established a Workers’ Compensation Fund (an Internal Service Fund) to account for and finance its uninsured risks of loss related to claims for on-the-job injuries to employees. Under this program, the Workers’ Compensation Fund provides coverage for up to a maximum of \$500,000 for each claim. The District’s liability has a maximum limit per occurrence of \$1.0 million.

The District has established a Property and Casualty Insurance Fund (an Internal Service Fund) to account for and finance its uninsured risks of loss related to property and liability claims. Under this program, the Property and Casualty Insurance Fund provides coverage for each property claim and general liability claim dependent on the maximum coverage outlined in the insurance policy. The District obtains coverage through the Arizona School risk Retention Trust (ASRRT).

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 15 – RISK MANAGEMENT

An excess coverage insurance policy covers individual claims in excess of the amounts specified above for the Employee Benefit and Workers’ Compensation Funds. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

For the Employee Benefit Trust and the Workers’ Compensation Trust, liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNRs). The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, and damage awards. Accordingly, claims are reevaluated periodically to consider the effects of inflation, recent claim settlement trends (including frequency and amount of pay-outs), and other economic and social factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific claims and other claim adjustment expenses regardless of whether allocated to specific claims. Estimated recoveries, for example from salvage or subrogation, are another component of the claims liability estimate.

Changes in the balances of claims liabilities for all self-insurance funds during the past two years are as follows:

	Claims Payable Beginning of Year	Current Year Claims and Changes in Estimates	Claim Payments	Claims Payable at End of Year
<u>Employee Benefit Trust</u>				
2019-20	\$ 2,974,000	\$ 13,003,710	\$ 12,831,710	\$ 3,146,000
2018-19	3,628,000	13,605,549	14,259,549	2,974,000
<u>Workers’ Compensation</u>				
2019-20	1,746,088	463,640	854,747	1,354,981
2018-19	1,073,604	1,802,385	1,129,901	1,746,088
<u>Property and Casualty Insurance</u>				
2019-20	275,483	47,017	228,247	94,253
2018-19	205,256	238,624	168,397	275,483
<u>Total</u>				
2019-20	4,995,571	13,514,367	13,914,704	4,595,234
2018-19	4,906,860	15,646,558	15,557,847	4,995,571

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 16 – 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.

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 16 – 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 12.11 percent (11.94 percent for retirement and 0.17 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 12.11 percent (11.45 percent for retirement, 0.49 percent for health insurance premium benefit, and 0.17 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, 2020 were \$14,457,274.

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 10.41 percent (10.29 for retirement, 0.05 percent for health insurance premium benefit, and 0.07 percent for long-term disability). ACR contributions are included in employer contributions presented above.

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

Pension Liability. The net pension liability was measured as of June 30, 2019. 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, 2018, to the measurement date of June 30, 2019. 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, 2019.

At June 30, 2020, the District reported the following amounts for its proportionate share of the pension plan net liability. In addition, at June 30, 2019, the District’s percentage proportion for the plan and the related change from its proportion measured as of June 30, 2018 was:

Net Liability	District % Proportion	Increase (Decrease)
\$ 172,031,131	1.182	0.026

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, 2020 was \$18,515,767.

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 16 – PENSIONS

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 3,107,788	\$ 32,343
Changes of assumptions or other inputs	727,181	6,850,617
Net difference between projected and actual earnings on pension investments		3,866,665
Changes in proportion and differences between contributions and proportionate share of contributions	2,669,840	1,174,368
Contributions subsequent to the measurement date	14,457,274	
Total	\$ 20,962,083	\$ 11,923,993

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, 2021. 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:

2021	\$	(2,305,423)
2022		(3,406,795)
2023		(742,564)
2024		(1,035,598)

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

Actuarial valuation date	June 30, 2018
Actuarial roll forward date	June 30, 2019
Actuarial cost method	Entry age normal
Investment rate of return	7.5%
Inflation	2.3%
Projected salary increases	2.7-7.2%
Permanent base increases	Included
Mortality rates	2017 SRA Scale U-MP

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 16 – PENSIONS

The actuarial assumptions used in the June 30, 2018 valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2016. The purpose of the experience study was to review actual experience in relation to the actuarial assumptions in effect. The ASRS Board adopted the experience study recommended changes which were applied to the June 30, 2017, actuarial valuation.

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

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

Asset Class	Target Allocation	Long-Term Expected Geometric Real Rate of Return
Equity	50%	6.09%
Credit	20	5.36
Interest rate sensitive bonds	10	1.62
Real estate	20	5.85
Total	100%	

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

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 16 – PENSIONS

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

	1% Decrease	Current Discount Rate	1% Increase
Rate	6.5%	7.5%	8.5%
Net liability	\$ 244,840,146	\$ 172,031,131	\$ 111,181,532

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.

NOTE 17 – SUBSEQUENT EVENT

In July 2020, the District made a \$3.9 million payment to retire the lease obligation for energy efficiencies upgrades early.

REQUIRED SUPPLEMENTARY INFORMATION

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL
YEAR ENDED JUNE 30, 2020

	<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	\$ 9,516,000	\$ 9,516,000	\$ 9,210,026	\$ (305,974)
Property taxes	39,864,621	39,864,621	38,471,442	(1,393,179)
State aid and grants	99,800,000	99,800,000	103,718,838	3,918,838
Total revenues	<u>149,180,621</u>	<u>149,180,621</u>	<u>151,400,306</u>	<u>2,219,685</u>
Expenditures:				
Current -				
Instruction	97,677,081	96,118,360	86,887,231	9,231,129
Support services - students and staff	23,087,843	23,656,843	20,606,355	3,050,488
Support services - administration	15,717,877	15,777,877	14,649,694	1,128,183
Operation and maintenance of plant services	21,528,296	22,328,296	18,272,494	4,055,802
Student transportation services	9,215,722	9,215,722	7,976,443	1,239,279
Operation of non-instructional services	474,112	474,332	483,746	(9,414)
Total expenditures	<u>167,700,931</u>	<u>167,571,430</u>	<u>148,875,963</u>	<u>18,695,467</u>
Excess (deficiency) of revenues over expenditures	<u>(18,520,310)</u>	<u>(18,390,809)</u>	<u>2,524,343</u>	<u>20,915,152</u>
Other financing sources (uses):				
Transfers out	(520,000)	(520,000)	(725,000)	(205,000)
Total other financing sources (uses)	<u>(520,000)</u>	<u>(520,000)</u>	<u>(725,000)</u>	<u>(205,000)</u>
Changes in fund balances	<u>(19,040,310)</u>	<u>(18,910,809)</u>	<u>1,799,343</u>	<u>20,710,152</u>
Fund balances, beginning of year	19,040,310	19,040,310	19,970,898	930,588
Increase (decrease) in reserve for inventory			147,328	147,328
Fund balances, end of year	<u>\$</u>	<u>\$ 129,501</u>	<u>\$ 21,917,569</u>	<u>\$ 21,788,068</u>

See accompanying notes to this schedule.

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOOD SERVICE
YEAR ENDED JUNE 30, 2020

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	<u>Original & Final</u>	<u>Actual</u>	<u>(Negative)</u>
Revenues:			
Other local	\$ 538,500	\$ 436,962	\$ (101,538)
Federal aid, grants and reimbursements	20,087,000	17,578,656	(2,508,344)
Total revenues	<u>20,625,500</u>	<u>18,015,618</u>	<u>(2,609,882)</u>
Expenditures:			
Current -			
Operation and maintenance of plant services	151,000	74,321	76,679
Operation of non-instructional services	31,600,000	16,200,137	15,399,863
Capital outlay	1,000,000	713,669	286,331
Total expenditures	<u>32,751,000</u>	<u>16,988,127</u>	<u>15,762,873</u>
Excess (deficiency) of revenues over expenditures	<u>(12,125,500)</u>	<u>1,027,491</u>	<u>13,152,991</u>
Other financing sources (uses):			
Transfers out	(1,500,000)	(1,532,904)	(32,904)
Total other financing sources (uses)	<u>(1,500,000)</u>	<u>(1,532,904)</u>	<u>(32,904)</u>
Changes in fund balances	<u>(13,625,500)</u>	<u>(505,413)</u>	<u>13,120,087</u>
Fund balances, beginning of year	14,882,693	15,058,406	175,713
Increase (decrease) in reserve for inventory		150,603	150,603
Fund balances, end of year	<u>\$ 1,257,193</u>	<u>\$ 14,703,596</u>	<u>\$ 13,446,403</u>

See accompanying notes to this schedule.

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
ARIZONA STATE RETIREMENT SYSTEM
LAST SIX FISCAL YEARS**

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Measurement date	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016
District's proportion of the net pension (assets) liability	1.18%	1.16%	1.18%	1.16%
District's proportionate share of the net pension (assets) liability	\$ 172,031,131	\$ 161,300,812	\$ 183,643,409	\$ 187,285,690
District's covered payroll	\$ 124,331,869	\$ 114,864,523	\$ 115,687,579	\$ 108,540,249
District's proportionate share of the net pension (assets) liability as a percentage of its covered payroll	138.36%	140.43%	158.74%	172.55%
Plan fiduciary net position as a percentage of the total pension liability	73.24%	73.40%	69.92%	67.06%

**SCHEDULE OF PENSION CONTRIBUTIONS
ARIZONA STATE RETIREMENT SYSTEM
LAST SIX FISCAL YEARS**

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Actuarially determined contribution	\$ 14,457,274	\$ 13,900,303	\$ 12,520,233	\$ 12,471,121
Contributions in relation to the actuarially determined contribution	<u>14,457,274</u>	<u>13,900,303</u>	<u>12,520,233</u>	<u>12,471,121</u>
Contribution deficiency (excess)	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
District's covered payroll	\$ 126,264,402	\$ 124,331,869	\$ 114,864,523	\$ 115,687,579
Contributions as a percentage of covered payroll	11.45%	11.18%	10.90%	10.78%

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.

2016

2015

June 30, 2015

June 30, 2014

1.18%

1.18%

\$ 183,789,475

\$ 174,862,945

\$ 108,407,585

\$ 106,490,897

169.54%

164.20%

68.35%

69.49%

2016

2015

\$ 11,776,617

\$ 11,805,586

11,776,617

11,805,586

\$

\$

\$ 108,540,249

\$ 108,407,585

10.85%

10.89%

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2020**

NOTE 1 – BUDGETARY BASIS OF ACCOUNTING

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

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

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

	Total Expenditures	Fund Balances End of Year
Statement of Revenues, Expenditures and Changes in		
Fund Balances – Governmental Funds	\$ 157,852,731	\$ 42,619,652
Activity budgeted as special revenue funds	(3,523,630)	(8,647,708)
Activity budgeted as capital projects funds	(4,849,302)	(11,475,021)
Employee insurance account		(181,048)
Other activity	(603,836)	(398,306)
Schedule of Revenues, Expenditures and Changes in Fund		
Balances – Budget and Actual – General Fund	\$ 148,875,963	\$ 21,917,569

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, 2018, valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2016. The purpose of the experience study was to review actual experience in relation to the actuarial assumptions in effect. The ASRS Board adopted the experience study recommended changes which were applied to the June 30, 2017, actuarial valuation.

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

(This page intentionally left blank)

GOVERNMENTAL FUNDS

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
COMBINING BALANCE SHEET - ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE
JUNE 30, 2020

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total Non-Major Governmental Funds</u>
<u>ASSETS</u>			
Cash and investments	\$ 7,594,634	\$ 1,925,672	\$ 9,520,306
Due from governmental entities	3,301,185	114,210	3,415,395
Total assets	<u>\$ 10,895,819</u>	<u>\$ 2,039,882</u>	<u>\$ 12,935,701</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 368,673	\$ 26,063	\$ 394,736
Construction contracts payable		93,095	93,095
Due to other funds	1,498,401	71,219	1,569,620
Accrued payroll and employee benefits	58,509		58,509
Unearned revenues	973,804		973,804
Total liabilities	<u>2,899,387</u>	<u>190,377</u>	<u>3,089,764</u>
Deferred inflows of resources:			
Unavailable revenues - intergovernmental	<u>1,562,908</u>		<u>1,562,908</u>
Fund balances (deficits):			
Restricted	7,720,637	1,849,505	9,570,142
Unassigned	<u>(1,287,113)</u>		<u>(1,287,113)</u>
Total fund balances	<u>6,433,524</u>	<u>1,849,505</u>	<u>8,283,029</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 10,895,819</u>	<u>\$ 2,039,882</u>	<u>\$ 12,935,701</u>

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE
YEAR ENDED JUNE 30, 2020

	Special Revenue	Capital Projects	Total Non-Major Governmental Funds
Revenues:			
Other local	\$ 3,701,379	\$ 29,952	\$ 3,731,331
Property taxes		750,001	750,001
State aid and grants	17,821,575	239,029	18,060,604
Federal aid, grants and reimbursements	22,861,160		22,861,160
Total revenues	44,384,114	1,018,982	45,403,096
Expenditures:			
Current -			
Instruction	28,146,688		28,146,688
Support services - students and staff	7,836,051		7,836,051
Support services - administration	313,629		313,629
Operation and maintenance of plant services	987,715	115,191	1,102,906
Student transportation services	82,706		82,706
Operation of non-instructional services	4,209,968		4,209,968
Capital outlay	1,497,914	488,733	1,986,647
Debt service -			
Principal retirement		356,268	356,268
Interest and fiscal charges		165,387	165,387
Total expenditures	43,074,671	1,125,579	44,200,250
Excess (deficiency) of revenues over expenditures	1,309,443	(106,597)	1,202,846
Other financing sources (uses):			
Transfers in		725,000	725,000
Transfers out	(201,445)		(201,445)
Total other financing sources (uses)	(201,445)	725,000	523,555
Changes in fund balances	1,107,998	618,403	1,726,401
Fund balances, beginning of year, as restated	5,325,526	1,231,102	6,556,628
Fund balances, end of year	\$ 6,433,524	\$ 1,849,505	\$ 8,283,029

SPECIAL REVENUE FUNDS

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

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

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

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

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

Title IV Grants - to account for financial assistance received for 21st Century after school educational programs.

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

Indian Education - to account for financial assistance received for Indian education at preschool, elementary, secondary and adult levels.

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.

Other Federal Projects - to account for financial assistance received for other supplemental federal projects.

Gifted - to account for financial assistance received for programs for gifted students.

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.

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

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

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

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

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

Advertisement - to account for monies received from the sale of advertising.

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

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2020**

	<u>Classroom Site</u>	<u>Instructional Improvement</u>	<u>County, City, and Town Grants</u>
<u>ASSETS</u>			
Cash and investments	\$	\$	\$ 1,642
Due from governmental entities	896,968	534,239	
Total assets	<u>\$ 896,968</u>	<u>\$ 534,239</u>	<u>\$ 1,642</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$	\$	\$
Due to other funds	275,824	217,145	
Accrued payroll and employee benefits			
Unearned revenues			
Total liabilities	<u>275,824</u>	<u>217,145</u>	
Deferred inflows of resources:			
Unavailable revenues - intergovernmental			
Fund balances (deficits):			
Restricted	621,144	317,094	1,642
Unassigned			
Total fund balances	<u>621,144</u>	<u>317,094</u>	<u>1,642</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 896,968</u>	<u>\$ 534,239</u>	<u>\$ 1,642</u>

<u>Title I Grants</u>	<u>Professional Development and Technology Grants</u>	<u>Title IV Grants</u>	<u>Limited English & Immigrant Students</u>	<u>Indian Education</u>	<u>Special Education Grants</u>
\$ 273,968	\$ 35,955	\$ 222,402	\$ 16,084	\$ 11,442	\$ 1,433
<u>\$ 273,968</u>	<u>\$ 35,955</u>	<u>\$ 222,402</u>	<u>\$ 16,084</u>	<u>\$ 11,442</u>	<u>\$ 1,433</u>
\$ 20,574	\$ 35,955	\$ 21,306	\$ 16,084	\$ 11,442	\$ 1,433
234,805		201,096			
18,589					
<u>273,968</u>	<u>35,955</u>	<u>222,402</u>	<u>16,084</u>	<u>11,442</u>	<u>1,433</u>
<u>273,968</u>	<u>35,955</u>	<u>222,402</u>	<u>16,084</u>	<u>11,442</u>	<u>1,433</u>
<u>(273,968)</u>	<u>(35,955)</u>	<u>(222,402)</u>	<u>(16,084)</u>	<u>(11,442)</u>	<u>(1,433)</u>
<u>(273,968)</u>	<u>(35,955)</u>	<u>(222,402)</u>	<u>(16,084)</u>	<u>(11,442)</u>	<u>(1,433)</u>
<u>\$ 273,968</u>	<u>\$ 35,955</u>	<u>\$ 222,402</u>	<u>\$ 16,084</u>	<u>\$ 11,442</u>	<u>\$ 1,433</u>

(Continued)

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2020**

	<u>Homeless Education</u>	<u>E-Rate</u>	<u>Other Federal Projects</u>
<u>ASSETS</u>			
Cash and investments	\$	\$ 1,292,992	\$
Due from governmental entities	5,685	306,001	653,002
Total assets	<u>\$ 5,685</u>	<u>\$ 1,598,993</u>	<u>\$ 653,002</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$	\$	\$ 184,276
Due to other funds	5,685		498,932
Accrued payroll and employee benefits			
Unearned revenues			
Total liabilities	<u>5,685</u>	<u></u>	<u>683,208</u>
Deferred inflows of resources:			
Unavailable revenues - intergovernmental	<u>5,685</u>	<u>306,001</u>	<u>568,405</u>
Fund balances (deficits):			
Restricted		1,292,992	
Unassigned	<u>(5,685)</u>	<u></u>	<u>(598,611)</u>
Total fund balances	<u>(5,685)</u>	<u>1,292,992</u>	<u>(598,611)</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 5,685</u>	<u>\$ 1,598,993</u>	<u>\$ 653,002</u>

<u>Gifted</u>	<u>Results-based Funding</u>	<u>Other State Projects</u>	<u>Civic Center</u>	<u>Community School</u>	<u>Extracurricular Activities Fees Tax Credit</u>
\$ 4	\$ 3,341,790	\$ 750,355 344,006	\$ 96,205	\$ 951,128	\$ 938,528
<u>\$ 4</u>	<u>\$ 3,341,790</u>	<u>\$ 1,094,361</u>	<u>\$ 96,205</u>	<u>\$ 951,128</u>	<u>\$ 938,528</u>
\$	\$	\$ 120,561	\$	\$ 21,956	\$
				39,920	
<u>4</u>	<u></u>	<u>973,800</u>	<u></u>	<u></u>	<u></u>
<u>4</u>	<u></u>	<u>1,094,361</u>	<u></u>	<u>61,876</u>	<u></u>
<u></u>	<u></u>	<u>121,533</u>	<u></u>	<u></u>	<u></u>
	3,341,790		96,205	889,252	938,528
<u></u>	<u>3,341,790</u>	<u>(121,533)</u>	<u>96,205</u>	<u>889,252</u>	<u>938,528</u>
<u>\$ 4</u>	<u>\$ 3,341,790</u>	<u>\$ 1,094,361</u>	<u>\$ 96,205</u>	<u>\$ 951,128</u>	<u>\$ 938,528</u>

(Continued)

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2020**

	Textbooks	Grants and Gifts to Teachers	Student Activities
<u>ASSETS</u>			
Cash and investments	\$ 39,887	\$ 13,601	\$ 168,502
Due from governmental entities			
Total assets	\$ 39,887	\$ 13,601	\$ 168,502
 <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$	\$	\$
Due to other funds			
Accrued payroll and employee benefits			
Unearned revenues			
Total liabilities			
Deferred inflows of resources:			
Unavailable revenues - intergovernmental			
Fund balances (deficits):			
Restricted	39,887	13,601	168,502
Unassigned			
Total fund balances	39,887	13,601	168,502
 Total liabilities, deferred inflows of resources and fund balances	 \$ 39,887	 \$ 13,601	 \$ 168,502

Totals

\$ 7,594,634
3,301,185
\$ 10,895,819

\$ 368,673
1,498,401
58,509
973,804
2,899,387

1,562,908

7,720,637
(1,287,113)
6,433,524

\$ 10,895,819

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2020

	Classroom Site	Instructional Improvement	County, City, and Town Grants
Revenues:			
Other local	\$ 94,429	\$ 4,093	\$ 11,500
State aid and grants	10,763,620	978,542	
Federal aid, grants and reimbursements			
Total revenues	10,858,049	982,635	11,500
Expenditures:			
Current -			
Instruction	10,690,950	1,214,644	8,638
Support services - students and staff	196,091	151,563	2,189
Support services - administration		95,634	
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	10,887,041	1,461,841	10,827
Excess (deficiency) of revenues over expenditures	(28,992)	(479,206)	673
Other financing sources (uses):			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	(28,992)	(479,206)	673
Fund balances (deficits), beginning of year, as restated	650,136	796,300	969
Fund balances (deficits), end of year	\$ 621,144	\$ 317,094	\$ 1,642

<u>Title I Grants</u>	<u>Professional Development and Technology Grants</u>	<u>Title IV Grants</u>	<u>Limited English & Immigrant Students</u>	<u>Indian Education</u>	<u>Special Education Grants</u>
\$	\$	\$	\$	\$	\$
9,283,942	828,932	2,686,620	502,467	109,292	5,075,320
<u>9,283,942</u>	<u>828,932</u>	<u>2,686,620</u>	<u>502,467</u>	<u>109,292</u>	<u>5,075,320</u>
4,901,166		1,558,106	38,220	119,330	4,880,604
4,423,310	848,458	467,463	469,967	31	93,568
33,175		155,682	4,520		
		11,490			
2,408		16,035			
<u>9,360,059</u>	<u>848,458</u>	<u>2,208,776</u>	<u>512,707</u>	<u>119,361</u>	<u>4,974,172</u>
<u>(76,117)</u>	<u>(19,526)</u>	<u>477,844</u>	<u>(10,240)</u>	<u>(10,069)</u>	<u>101,148</u>
<u>(105,393)</u>	<u>(9,757)</u>	<u>(20,740)</u>	<u>(5,844)</u>	<u>(1,373)</u>	<u>(57,202)</u>
<u>(105,393)</u>	<u>(9,757)</u>	<u>(20,740)</u>	<u>(5,844)</u>	<u>(1,373)</u>	<u>(57,202)</u>
<u>(181,510)</u>	<u>(29,283)</u>	<u>457,104</u>	<u>(16,084)</u>	<u>(11,442)</u>	<u>43,946</u>
<u>(92,458)</u>	<u>(6,672)</u>	<u>(679,506)</u>			<u>(45,379)</u>
<u>\$ (273,968)</u>	<u>\$ (35,955)</u>	<u>\$ (222,402)</u>	<u>\$ (16,084)</u>	<u>\$ (11,442)</u>	<u>\$ (1,433)</u>

(Continued)

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2020

	Homeless Education	E-Rate	Other Federal Projects
Revenues:			
Other local	\$	\$ 22,011	\$
State aid and grants			
Federal aid, grants and reimbursements	73,655	282,666	4,018,266
Total revenues	73,655	304,677	4,018,266
Expenditures:			
Current -			
Instruction	3,291		3,197,357
Support services - students and staff	57,506		667,896
Support services - administration			
Operation and maintenance of plant services			173,512
Student transportation services	16,819		
Operation of non-instructional services			85,751
Capital outlay			282,598
Total expenditures	77,616		4,407,114
Excess (deficiency) of revenues over expenditures	(3,961)	304,677	(388,848)
Other financing sources (uses):			
Transfers out	(893)		(243)
Total other financing sources (uses)	(893)		(243)
Changes in fund balances	(4,854)	304,677	(389,091)
Fund balances (deficits), beginning of year, as restated	(831)	988,315	(209,520)
Fund balances (deficits), end of year	\$ (5,685)	\$ 1,292,992	\$ (598,611)

<u>Gifted</u>	<u>Results-based Funding</u>	<u>Other State Projects</u>	<u>Civic Center</u>	<u>Community School</u>	<u>Extracurricular Activities Fees Tax Credit</u>
\$ 16,610	\$ 29,493 2,499,536	\$ 3,563,267	\$ 75,640	\$ 3,068,197	\$ 301,629
<u>16,610</u>	<u>2,529,029</u>	<u>3,563,267</u>	<u>75,640</u>	<u>3,068,197</u>	<u>301,629</u>
6,033 10,577	222,891 347,548	1,157,530 85,420			135,932 596
		773,008	25,293	24,618 4,412	46,455
		317,608	45,385	3,702,166	
		1,210,000		5,316	
<u>16,610</u>	<u>570,439</u>	<u>3,543,566</u>	<u>70,678</u>	<u>3,736,512</u>	<u>182,983</u>
	<u>1,958,590</u>	<u>19,701</u>	<u>4,962</u>	<u>(668,315)</u>	<u>118,646</u>
	<u>1,958,590</u>	<u>19,701</u>	<u>4,962</u>	<u>(668,315)</u>	<u>118,646</u>
	<u>1,383,200</u>	<u>(141,234)</u>	<u>91,243</u>	<u>1,557,567</u>	<u>819,882</u>
<u>\$</u>	<u>\$ 3,341,790</u>	<u>\$ (121,533)</u>	<u>\$ 96,205</u>	<u>\$ 889,252</u>	<u>\$ 938,528</u>

(Continued)

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2020

	Textbooks	Grants and Gifts to Teachers	Student Activities
Revenues:			
Other local	\$ 4,064	\$ 21,113	\$ 69,210
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues	4,064	21,113	69,210
Expenditures:			
Current -			
Instruction	109	11,887	
Support services - students and staff	8,082	5,786	
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			989
Operation of non-instructional services			59,058
Capital outlay			
Total expenditures	8,191	17,673	60,047
Excess (deficiency) of revenues over expenditures	(4,127)	3,440	9,163
Other financing sources (uses):			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	(4,127)	3,440	9,163
Fund balances (deficits), beginning of year, as restated	44,014	10,161	159,339
Fund balances, end of year	\$ 39,887	\$ 13,601	\$ 168,502

Totals

\$ 3,701,379
17,821,575
22,861,160
44,384,114

28,146,688
7,836,051
313,629
987,715
82,706
4,209,968
1,497,914
43,074,671

1,309,443

(201,445)
(201,445)

1,107,998

5,325,526

\$ 6,433,524

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2020

	Classroom Site		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$ 94,429	\$ 94,429
State aid and grants	10,824,000	10,763,620	(60,380)
Federal aid, grants and reimbursements			
Total revenues	10,824,000	10,858,049	34,049
Expenditures:			
Current -			
Instruction	11,152,344	10,690,950	461,394
Support services - students and staff	251,512	196,091	55,421
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	11,403,856	10,887,041	516,815
Excess (deficiency) of revenues over expenditures	(579,856)	(28,992)	550,864
Other financing sources (uses):			
Transfers in			
Transfers out			
Insurance recoveries			
Total other financing sources (uses)			
Changes in fund balances	(579,856)	(28,992)	550,864
Fund balances (deficits), beginning of year, as restated	650,136	650,136	
Fund balances (deficits), end of year	\$ 70,280	\$ 621,144	\$ 550,864

Instructional Improvement			County, City, and Town Grants		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$ 964,500	\$ 4,093 978,542	\$ 4,093 14,042	\$ 10,000	\$ 11,500	\$ 1,500
<u>964,500</u>	<u>982,635</u>	<u>18,135</u>	<u>10,000</u>	<u>11,500</u>	<u>1,500</u>
1,444,230	1,214,644	229,586	10,000	8,638	1,362
200,000	151,563	48,437	5,000	2,189	2,811
100,000	95,634	4,366			
<u>1,744,230</u>	<u>1,461,841</u>	<u>282,389</u>	<u>15,000</u>	<u>10,827</u>	<u>4,173</u>
<u>(779,730)</u>	<u>(479,206)</u>	<u>300,524</u>	<u>(5,000)</u>	<u>673</u>	<u>5,673</u>
<u>(779,730)</u>	<u>(479,206)</u>	<u>300,524</u>	<u>(5,000)</u>	<u>673</u>	<u>5,673</u>
796,300	796,300		969	969	
<u>\$ 16,570</u>	<u>\$ 317,094</u>	<u>\$ 300,524</u>	<u>\$ (4,031)</u>	<u>\$ 1,642</u>	<u>\$ 5,673</u>

(Continued)

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2020

	Title I Grants		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements	11,675,000	9,283,942	(2,391,058)
Total revenues	<u>11,675,000</u>	<u>9,283,942</u>	<u>(2,391,058)</u>
Expenditures:			
Current -			
Instruction	6,300,000	4,901,166	1,398,834
Support services - students and staff	5,000,000	4,423,310	576,690
Support services - administration	50,000	33,175	16,825
Operation and maintenance of plant services			
Student transportation services	50,000	2,408	47,592
Operation of non-instructional services			
Capital outlay			
Total expenditures	<u>11,400,000</u>	<u>9,360,059</u>	<u>2,039,941</u>
Excess (deficiency) of revenues over expenditures	<u>275,000</u>	<u>(76,117)</u>	<u>(351,117)</u>
Other financing sources (uses):			
Transfers in			
Transfers out	(127,650)	(105,393)	22,257
Insurance recoveries			
Total other financing sources (uses)	<u>(127,650)</u>	<u>(105,393)</u>	<u>22,257</u>
Changes in fund balances	<u>147,350</u>	<u>(181,510)</u>	<u>(328,860)</u>
Fund balances (deficits), beginning of year, as restated	(92,458)	(92,458)	
Fund balances (deficits), end of year	<u>\$ 54,892</u>	<u>\$ (273,968)</u>	<u>\$ (328,860)</u>

<u>Professional Development and Technology Grants</u>			<u>Title IV Grants</u>		
<u>Budget</u>	<u>Actual</u>	<u>Variance - Positive (Negative)</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance - Positive (Negative)</u>
\$	\$	\$	\$	\$	\$
<u>1,140,000</u>	<u>828,932</u>	<u>(311,068)</u>	<u>3,610,000</u>	<u>2,686,620</u>	<u>(923,380)</u>
<u>1,140,000</u>	<u>828,932</u>	<u>(311,068)</u>	<u>3,610,000</u>	<u>2,686,620</u>	<u>(923,380)</u>
1,138,495	848,458	290,037	2,306,240	1,558,106	748,134
			1,000,000	467,463	532,537
			200,000	155,682	44,318
			50,000	11,490	38,510
			50,000	16,035	33,965
<u>1,138,495</u>	<u>848,458</u>	<u>290,037</u>	<u>3,606,240</u>	<u>2,208,776</u>	<u>1,397,464</u>
<u>1,505</u>	<u>(19,526)</u>	<u>(21,031)</u>	<u>3,760</u>	<u>477,844</u>	<u>474,084</u>
(13,110)	(9,757)	3,353	(41,515)	(20,740)	20,775
<u>(13,110)</u>	<u>(9,757)</u>	<u>3,353</u>	<u>(41,515)</u>	<u>(20,740)</u>	<u>20,775</u>
<u>(11,605)</u>	<u>(29,283)</u>	<u>(17,678)</u>	<u>(37,755)</u>	<u>457,104</u>	<u>494,859</u>
(6,672)	(6,672)		(679,505)	(679,506)	(1)
<u>\$ (18,277)</u>	<u>\$ (35,955)</u>	<u>\$ (17,678)</u>	<u>\$ (717,260)</u>	<u>\$ (222,402)</u>	<u>\$ 494,858</u>

(Continued)

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2020

	Limited English & Immigrant Students		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements	710,000	502,467	(207,533)
Total revenues	710,000	502,467	(207,533)
Expenditures:			
Current -			
Instruction	50,000	38,220	11,780
Support services - students and staff	609,911	469,967	139,944
Support services - administration	50,000	4,520	45,480
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	709,911	512,707	197,204
Excess (deficiency) of revenues over expenditures	89	(10,240)	(10,329)
Other financing sources (uses):			
Transfers in			
Transfers out	(8,165)	(5,844)	2,321
Insurance recoveries			
Total other financing sources (uses)	(8,165)	(5,844)	2,321
Changes in fund balances	(8,076)	(16,084)	(8,008)
Fund balances (deficits), beginning of year, as restated			
Fund balances (deficits), end of year	\$ (8,076)	\$ (16,084)	\$ (8,008)

Indian Education			Special Education Grants		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
<u>155,000</u>	<u>109,292</u>	<u>(45,708)</u>	<u>6,007,000</u>	<u>5,075,320</u>	<u>(931,680)</u>
<u>155,000</u>	<u>109,292</u>	<u>(45,708)</u>	<u>6,007,000</u>	<u>5,075,320</u>	<u>(931,680)</u>
154,098	119,330	34,768	5,898,489	4,880,604	1,017,885
50	31	19	100,000	93,568	6,432
<u>154,148</u>	<u>119,361</u>	<u>34,787</u>	<u>5,998,489</u>	<u>4,974,172</u>	<u>1,024,317</u>
<u>852</u>	<u>(10,069)</u>	<u>(10,921)</u>	<u>8,511</u>	<u>101,148</u>	<u>92,637</u>
	(1,373)	(1,373)	(69,081)	(57,202)	11,879
	<u>(1,373)</u>	<u>(1,373)</u>	<u>(69,081)</u>	<u>(57,202)</u>	<u>11,879</u>
<u>852</u>	<u>(11,442)</u>	<u>(12,294)</u>	<u>(60,570)</u>	<u>43,946</u>	<u>104,516</u>
(42,061)		42,061	(45,379)	(45,379)	
<u>\$ (41,209)</u>	<u>\$ (11,442)</u>	<u>\$ 29,767</u>	<u>\$ (105,949)</u>	<u>\$ (1,433)</u>	<u>\$ 104,516</u>

(Continued)

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2020

	Homeless Education		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements	92,000	73,655	(18,345)
Total revenues	92,000	73,655	(18,345)
Expenditures:			
Current -			
Instruction	12,850	3,291	9,559
Support services - students and staff	60,000	57,506	2,494
Support services - administration			
Operation and maintenance of plant services			
Student transportation services	40,000	16,819	23,181
Operation of non-instructional services			
Capital outlay			
Total expenditures	112,850	77,616	35,234
Excess (deficiency) of revenues over expenditures	(20,850)	(3,961)	16,889
Other financing sources (uses):			
Transfers in			
Transfers out	(1,058)	(893)	165
Insurance recoveries			
Total other financing sources (uses)	(1,058)	(893)	165
Changes in fund balances	(21,908)	(4,854)	17,054
Fund balances (deficits), beginning of year, as restated	(831)	(831)	
Fund balances (deficits), end of year	\$ (22,739)	\$ (5,685)	\$ 17,054

Medicaid Reimbursement			E-Rate		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 48,187	\$ 48,187	\$ 15,000	\$ 22,011	\$ 7,011
<u>2,750,000</u>	<u>1,897,068</u>	<u>(852,932)</u>	<u>875,000</u>	<u>282,666</u>	<u>(592,334)</u>
<u>2,750,000</u>	<u>1,945,255</u>	<u>(804,745)</u>	<u>890,000</u>	<u>304,677</u>	<u>(585,323)</u>
100,000	81,714	18,286	1,311,784		1,311,784
100,000	86,676	13,324			
2,000,000	222,366	1,777,634			
100,000	27,807	72,193			
<u>4,400,000</u>	<u>249,482</u>	<u>4,150,518</u>	<u>1,311,784</u>		<u>1,311,784</u>
<u>6,700,000</u>	<u>668,045</u>	<u>6,031,955</u>			
<u>(3,950,000)</u>	<u>1,277,210</u>	<u>5,227,210</u>	<u>(421,784)</u>	<u>304,677</u>	<u>726,461</u>
<u>(3,950,000)</u>	<u>1,277,210</u>	<u>5,227,210</u>	<u>(421,784)</u>	<u>304,677</u>	<u>726,461</u>
4,977,251	4,977,251		988,315	988,315	
<u>\$ 1,027,251</u>	<u>\$ 6,254,461</u>	<u>\$ 5,227,210</u>	<u>\$ 566,531</u>	<u>\$ 1,292,992</u>	<u>\$ 726,461</u>

(Continued)

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2020

	Other Federal Projects		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements	5,223,000	4,018,266	(1,204,734)
Total revenues	5,223,000	4,018,266	(1,204,734)
Expenditures:			
Current -			
Instruction	4,371,453	3,197,357	1,174,096
Support services - students and staff	1,400,000	667,896	732,104
Support services - administration			
Operation and maintenance of plant services	200,000	173,512	26,488
Student transportation services			
Operation of non-instructional services	100,000	85,751	14,249
Capital outlay	1,300,000	282,598	1,017,402
Total expenditures	7,371,453	4,407,114	2,964,339
Excess (deficiency) of revenues over expenditures	(2,148,453)	(388,848)	1,759,605
Other financing sources (uses):			
Transfers in			
Transfers out	(20,321)	(243)	20,078
Insurance recoveries			
Total other financing sources (uses)	(20,321)	(243)	20,078
Changes in fund balances	(2,168,774)	(389,091)	1,779,683
Fund balances (deficits), beginning of year, as restated	(209,520)	(209,520)	
Fund balances (deficits), end of year	\$ (2,378,294)	\$ (598,611)	\$ 1,779,683

Gifted			Results-based Funding		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$ 17,000	\$ 16,610	\$ (390)	\$ 20,000	\$ 29,493	\$ 9,493
2,760,000	2,499,536	(260,464)	2,780,000	2,529,029	(250,971)
<u>17,000</u>	<u>16,610</u>	<u>(390)</u>	<u>2,780,000</u>	<u>2,529,029</u>	<u>(250,971)</u>
11,000	6,033	4,967	1,087,436	222,891	864,545
11,000	10,577	423	3,000,000	347,548	2,652,452
<u>22,000</u>	<u>16,610</u>	<u>5,390</u>	<u>4,087,436</u>	<u>570,439</u>	<u>3,516,997</u>
<u>(5,000)</u>	<u>5,000</u>	<u>(1,307,436)</u>	<u>1,958,590</u>	<u>3,266,026</u>	<u>3,266,026</u>
<u>(5,000)</u>	<u>5,000</u>	<u>(1,307,436)</u>	<u>1,958,590</u>	<u>3,266,026</u>	<u>3,266,026</u>
			1,383,200	1,383,200	
<u>\$ (5,000)</u>	<u>\$</u>	<u>\$ 5,000</u>	<u>\$ 75,764</u>	<u>\$ 3,341,790</u>	<u>\$ 3,266,026</u>

(Continued)

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2020

	Other State Projects		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$	\$
State aid and grants	3,013,500	3,563,267	549,767
Federal aid, grants and reimbursements			
Total revenues	3,013,500	3,563,267	549,767
Expenditures:			
Current -			
Instruction	1,726,644	1,157,530	569,114
Support services - students and staff	100,000	85,420	14,580
Support services - administration			
Operation and maintenance of plant services	1,000,000	773,008	226,992
Student transportation services			
Operation of non-instructional services	500,000	317,608	182,392
Capital outlay	1,210,000	1,210,000	
Total expenditures	4,536,644	3,543,566	993,078
Excess (deficiency) of revenues over expenditures	(1,523,144)	19,701	1,542,845
Other financing sources (uses):			
Transfers in			
Transfers out			
Insurance recoveries			
Total other financing sources (uses)			
Changes in fund balances	(1,523,144)	19,701	1,542,845
Fund balances (deficits), beginning of year, as restated	253,645	(141,234)	(394,879)
Fund balances (deficits), end of year	\$ (1,269,499)	\$ (121,533)	\$ 1,147,966

School Plant			Civic Center		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$ 91,000	\$ 71,279	\$ (19,721)	\$ 101,500	\$ 75,640	\$ (25,860)
<u>91,000</u>	<u>71,279</u>	<u>(19,721)</u>	<u>101,500</u>	<u>75,640</u>	<u>(25,860)</u>
50,000	2,052	47,948			
50,000	1,160	48,840			
50,000	11,594	38,406			
400,000	25,287	374,713	84,228	25,293	58,935
			100,000	45,385	54,615
<u>50,000</u>	<u>5,253</u>	<u>44,747</u>	<u>184,228</u>	<u>70,678</u>	<u>113,550</u>
<u>600,000</u>	<u>45,346</u>	<u>554,654</u>			
<u>(509,000)</u>	<u>25,933</u>	<u>534,933</u>	<u>(82,728)</u>	<u>4,962</u>	<u>87,690</u>
<u>(509,000)</u>	<u>25,933</u>	<u>534,933</u>	<u>(82,728)</u>	<u>4,962</u>	<u>87,690</u>
343,723	343,723		91,243	91,243	
<u>\$ (165,277)</u>	<u>\$ 369,656</u>	<u>\$ 534,933</u>	<u>\$ 8,515</u>	<u>\$ 96,205</u>	<u>\$ 87,690</u>

(Continued)

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2020

	Community School		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$ 3,815,000	\$ 3,068,197	\$ (746,803)
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues	3,815,000	3,068,197	(746,803)
Expenditures:			
Current -			
Instruction			
Support services - students and staff			
Support services - administration	100,000	24,618	75,382
Operation and maintenance of plant services	50,000	4,412	45,588
Student transportation services			
Operation of non-instructional services	4,500,000	3,702,166	797,834
Capital outlay	50,000	5,316	44,684
Total expenditures	4,700,000	3,736,512	963,488
Excess (deficiency) of revenues over expenditures	(885,000)	(668,315)	216,685
Other financing sources (uses):			
Transfers in			
Transfers out			
Insurance recoveries			
Total other financing sources (uses)			
Changes in fund balances	(885,000)	(668,315)	216,685
Fund balances (deficits), beginning of year, as restated	1,557,567	1,557,567	
Fund balances (deficits), end of year	\$ 672,567	\$ 889,252	\$ 216,685

Auxiliary Operations			Extracurricular Activities Fees Tax Credit		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$ 837,000	\$ 594,209	\$ (242,791)	\$ 385,000	\$ 301,629	\$ (83,371)
<u>837,000</u>	<u>594,209</u>	<u>(242,791)</u>	<u>385,000</u>	<u>301,629</u>	<u>(83,371)</u>
1,000,000	342,357	657,643	536,000	135,932	400,068
100,000	8,121	91,879	100,000	596	99,404
100,000	58,820	41,180			
100,000	18,671	81,329			
100,000	34,848	65,152	500,000	46,455	453,545
<u>100,000</u>	<u>73,286</u>	<u>26,714</u>	<u>1,136,000</u>	<u>182,983</u>	<u>953,017</u>
<u>1,500,000</u>	<u>536,103</u>	<u>963,897</u>	<u>(751,000)</u>	<u>118,646</u>	<u>869,646</u>
(663,000)	58,106	721,106			
<u>(663,000)</u>	<u>58,106</u>	<u>721,106</u>	<u>(751,000)</u>	<u>118,646</u>	<u>869,646</u>
796,712	796,712		819,882	819,882	
<u>\$ 133,712</u>	<u>\$ 854,818</u>	<u>\$ 721,106</u>	<u>\$ 68,882</u>	<u>\$ 938,528</u>	<u>\$ 869,646</u>

(Continued)

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2020

	Gifts and Donations		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$ 489,500	\$ 475,034	\$ (14,466)
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues	489,500	475,034	(14,466)
Expenditures:			
Current -			
Instruction	660,500	291,665	368,835
Support services - students and staff	100,000	58,576	41,424
Support services - administration	100,000	751	99,249
Operation and maintenance of plant services	100,000	2,079	97,921
Student transportation services	100,000	1,164	98,836
Operation of non-instructional services			
Capital outlay	100,000	5,889	94,111
Total expenditures	1,160,500	360,124	800,376
Excess (deficiency) of revenues over expenditures	(671,000)	114,910	785,910
Other financing sources (uses):			
Transfers in			
Transfers out			
Insurance recoveries			
Total other financing sources (uses)			
Changes in fund balances	(671,000)	114,910	785,910
Fund balances (deficits), beginning of year, as restated	697,226	697,226	
Fund balances (deficits), end of year	\$ 26,226	\$ 812,136	\$ 785,910

Insurance Proceeds			Textbooks		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$ 25,500	\$ 416	\$ (25,084)	\$ 10,800	\$ 4,064	\$ (6,736)
<u>25,500</u>	<u>416</u>	<u>(25,084)</u>	<u>10,800</u>	<u>4,064</u>	<u>(6,736)</u>
			10,000	109	9,891
			40,000	8,082	31,918
<u>53,980</u>	<u>33,703</u>	<u>20,277</u>	<u>50,000</u>	<u>8,191</u>	<u>41,809</u>
<u>53,980</u>	<u>33,703</u>	<u>20,277</u>			
<u>(28,480)</u>	<u>(33,287)</u>	<u>(4,807)</u>	<u>(39,200)</u>	<u>(4,127)</u>	<u>35,073</u>
	<u>18,082</u>	<u>18,082</u>			
	<u>18,082</u>	<u>18,082</u>			
<u>(28,480)</u>	<u>(15,205)</u>	<u>13,275</u>	<u>(39,200)</u>	<u>(4,127)</u>	<u>35,073</u>
39,135	39,135		44,014	44,014	
<u>\$ 10,655</u>	<u>\$ 23,930</u>	<u>\$ 13,275</u>	<u>\$ 4,814</u>	<u>\$ 39,887</u>	<u>\$ 35,073</u>

(Continued)

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2020

	Litigation Recovery		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$ 1,250	\$ 1,033	\$ (217)
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues	1,250	1,033	(217)
Expenditures:			
Current -			
Instruction	12,046		12,046
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	12,046		12,046
Excess (deficiency) of revenues over expenditures	(10,796)	1,033	11,829
Other financing sources (uses):			
Transfers in			
Transfers out			
Insurance recoveries			
Total other financing sources (uses)			
Changes in fund balances	(10,796)	1,033	11,829
Fund balances (deficits), beginning of year, as restated	11,190	11,190	
Fund balances (deficits), end of year	\$ 394	\$ 12,223	\$ 11,829

Indirect Costs			Grants and Gifts to Teachers		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$ 5,000	\$ 4,104	\$ (896)	\$ 26,050	\$ 21,113	\$ (4,937)
<u>5,000</u>	<u>4,104</u>	<u>(896)</u>	<u>26,050</u>	<u>21,113</u>	<u>(4,937)</u>
250,000	200,474	49,526	25,340	11,887	13,453
133,000	35	132,965	25,000	5,786	19,214
1,300,000	1,236,230	63,770			
<u>500,000</u>	<u>430,885</u>	<u>69,115</u>	<u>50,340</u>	<u>17,673</u>	<u>32,667</u>
<u>2,183,000</u>	<u>1,867,624</u>	<u>315,376</u>	<u>(24,290)</u>	<u>3,440</u>	<u>27,730</u>
(2,178,000)	(1,863,520)	314,480			
1,800,000	1,734,349	(65,651)			
<u>1,800,000</u>	<u>1,734,349</u>	<u>(65,651)</u>	<u>(24,290)</u>	<u>3,440</u>	<u>27,730</u>
<u>(378,000)</u>	<u>(129,171)</u>	<u>248,829</u>			
435,510	435,510		10,161	10,161	
<u>\$ 57,510</u>	<u>\$ 306,339</u>	<u>\$ 248,829</u>	<u>\$ (14,129)</u>	<u>\$ 13,601</u>	<u>\$ 27,730</u>

(Continued)

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2020

	Advertisement		Variance - Positive (Negative)
	Budget	Non-GAAP Actual	
Revenues:			
Other local	\$ 26,500	\$ 2,500	\$ (24,000)
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues	26,500	2,500	(24,000)
Expenditures:			
Current -			
Instruction			
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services	26,780	12,685	14,095
Operation of non-instructional services			
Capital outlay			
Total expenditures	26,780	12,685	14,095
Excess (deficiency) of revenues over expenditures	(280)	(10,185)	(9,905)
Other financing sources (uses):			
Transfers in			
Transfers out			
Insurance recoveries			
Total other financing sources (uses)			
Changes in fund balances	(280)	(10,185)	(9,905)
Fund balances (deficits), beginning of year, as restated	24,330	24,330	
Fund balances (deficits), end of year	\$ 24,050	\$ 14,145	\$ (9,905)

Student Activities			Totals		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$ 121,500	\$ 69,210	\$ (52,290)	\$ 5,980,600	\$ 4,898,141	\$ (1,082,459)
			17,579,000	17,821,575	242,575
			32,237,000	24,758,228	(7,478,772)
<u>121,500</u>	<u>69,210</u>	<u>(52,290)</u>	<u>55,796,600</u>	<u>47,477,944</u>	<u>(8,318,656)</u>
			38,480,454	29,064,950	9,415,504
			13,523,968	7,990,619	5,533,349
			4,050,000	1,843,390	2,206,610
			2,084,228	1,061,559	1,022,669
28,546	989	27,557	895,326	131,403	763,923
200,000	59,058	140,942	5,400,000	4,209,968	1,190,032
			7,763,980	2,296,412	5,467,568
<u>228,546</u>	<u>60,047</u>	<u>168,499</u>	<u>72,197,956</u>	<u>46,598,301</u>	<u>25,599,655</u>
(107,046)	9,163	116,209	(16,401,356)	879,643	17,280,999
			1,800,000	1,734,349	(65,651)
			(280,900)	(201,445)	79,455
				18,082	18,082
			<u>1,519,100</u>	<u>1,550,986</u>	<u>31,886</u>
(107,046)	9,163	116,209	(14,882,256)	2,430,629	17,312,885
159,339	159,339		13,003,422	12,650,603	(352,819)
<u>\$ 52,293</u>	<u>\$ 168,502</u>	<u>\$ 116,209</u>	<u>\$ (1,878,834)</u>	<u>\$ 15,081,232</u>	<u>\$ 16,960,066</u>

(This page intentionally left blank)

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.

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL DEBT SERVICE FUND
YEAR ENDED JUNE 30, 2020

	Debt Service		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$ 816,000	\$ 65,981	\$ (750,019)
Property taxes	12,767,668	14,189,996	1,422,328
Total revenues	<u>13,583,668</u>	<u>14,255,977</u>	<u>672,309</u>
Expenditures:			
Debt service -			
Principal retirement	11,930,000	11,930,000	
Interest and fiscal charges	4,070,000	4,163,750	(93,750)
Bond issuance costs		43,950	(43,950)
Total expenditures	<u>16,000,000</u>	<u>16,137,700</u>	<u>(137,700)</u>
Excess (deficiency) of revenues over expenditures	<u>(2,416,332)</u>	<u>(1,881,723)</u>	<u>534,609</u>
Other financing sources (uses):			
Transfers in		882,421	882,421
Issuance of refunding bonds		3,900,000	3,900,000
Premium on sale of bonds		47,372	47,372
Payment to refunded bond escrow agent		(3,900,000)	(3,900,000)
Total other financing sources (uses)		<u>929,793</u>	<u>929,793</u>
Changes in fund balances	<u>(2,416,332)</u>	<u>(951,930)</u>	<u>1,464,402</u>
Fund balances, beginning of year	2,416,332	2,488,191	71,859
Fund balances, end of year	<u>\$</u>	<u>\$ 1,536,261</u>	<u>\$ 1,536,261</u>

CAPITAL PROJECTS FUNDS

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

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

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

Energy and Water Savings - to account for capital investment monies, energy related rebates, or grant monies, and monies from other funding sources to fund energy or water savings projects in school facilities in accordance with A.R.S. §15-910.02.

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.

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
COMBINING BALANCE SHEET - NON-MAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2020**

	<u>Adjacent Ways</u>	<u>Energy and Water Savings</u>	<u>Building Renewal Grant</u>
<u>ASSETS</u>			
Cash and investments	\$ 937,794	\$ 987,878	\$
Due from governmental entities			114,210
Total assets	<u>\$ 937,794</u>	<u>\$ 987,878</u>	<u>\$ 114,210</u>
 <u>LIABILITIES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 50,104	\$ 26,063	\$
Construction contracts payable			42,991
Due to other funds			71,219
Total liabilities	<u>50,104</u>	<u>26,063</u>	<u>114,210</u>
Fund balances:			
Restricted	<u>887,690</u>	<u>961,815</u>	<u></u>
Total fund balances	<u>887,690</u>	<u>961,815</u>	<u></u>
 Total liabilities and fund balances	 <u>\$ 937,794</u>	 <u>\$ 987,878</u>	 <u>\$ 114,210</u>

Totals

\$ 1,925,672
114,210
\$ 2,039,882

\$ 26,063
93,095
71,219
190,377

1,849,505
1,849,505

\$ 2,039,882

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
 NON-MAJOR CAPITAL PROJECTS FUNDS
 YEAR ENDED JUNE 30, 2020**

	<u>Adjacent Ways</u>	<u>Energy and Water Savings</u>	<u>Building Renewal Grant</u>
Revenues:			
Other local	\$ 3,640	\$ 26,312	\$
Property taxes	750,001		
State aid and grants			239,029
Total revenues	<u>753,641</u>	<u>26,312</u>	<u>239,029</u>
Expenditures:			
Current -			
Operation and maintenance of plant services		51,367	63,824
Capital outlay	318,728		170,005
Debt service -			
Principal retirement		356,268	
Interest and fiscal charges		165,387	
Total expenditures	<u>318,728</u>	<u>573,022</u>	<u>233,829</u>
Excess (deficiency) of revenues over expenditures	<u>434,913</u>	<u>(546,710)</u>	<u>5,200</u>
Other financing sources (uses):			
Transfers in		725,000	
Total other financing sources (uses)		<u>725,000</u>	
Changes in fund balances	<u>434,913</u>	<u>178,290</u>	<u>5,200</u>
Fund balances (deficits), beginning of year	452,777	783,525	(5,200)
Fund balances, end of year	<u>\$ 887,690</u>	<u>\$ 961,815</u>	<u>\$</u>

Totals

\$ 29,952
750,001
239,029
1,018,982

115,191
488,733

356,268
165,387
1,125,579

(106,597)

725,000
725,000

618,403

1,231,102

\$ 1,849,505

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2020

	Unrestricted Capital Outlay		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$ 505,000	\$ 796,277	\$ 291,277
Property taxes	2,158,144	7,631,462	5,473,318
State aid and grants	3,235,000		(3,235,000)
Total revenues	5,898,144	8,427,739	2,529,595
Expenditures:			
Current -			
Instruction	6,583,368	534,071	6,049,297
Support services - students and staff	120,000	16,746	103,254
Support services - administration	650,000	94,025	555,975
Operation and maintenance of plant services	1,150,000	190,166	959,834
Student transportation services	1,000,000	10,149	989,851
Operation of non-instructional services	50,000		50,000
Capital outlay	4,467,921	3,621,442	846,479
Debt service -			
Principal retirement	343,580	343,580	
Interest and fiscal charges	39,123	39,123	
Total expenditures	14,403,992	4,849,302	9,554,690
Excess (deficiency) of revenues over expenditures	(8,505,848)	3,578,437	12,084,285
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	(8,505,848)	3,578,437	12,084,285
Fund balances (deficits), beginning of year	7,996,955	7,896,584	(100,371)
Fund balances (deficits), end of year	\$ (508,893)	\$ 11,475,021	\$ 11,983,914

<u>Adjacent Ways</u>			<u>Bond Building</u>		
<u>Budget</u>	<u>Actual</u>	<u>Variance - Positive (Negative)</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance - Positive (Negative)</u>
\$ 1,000 762,223	\$ 3,640 750,001	\$ 2,640 (12,222)	\$ 26,358,179	\$ 764,621	\$ (25,593,558)
<u>763,223</u>	<u>753,641</u>	<u>(9,582)</u>	<u>26,358,179</u>	<u>764,621</u>	<u>(25,593,558)</u>
1,216,000	318,728	897,272	69,411,162	26,711,886	42,699,276
<u>1,216,000</u>	<u>318,728</u>	<u>897,272</u>	<u>69,411,162</u>	<u>26,711,886</u>	<u>42,699,276</u>
<u>(452,777)</u>	<u>434,913</u>	<u>887,690</u>	<u>(43,052,983)</u>	<u>(25,947,265)</u>	<u>17,105,718</u>
				<u>(882,421)</u>	<u>(882,421)</u>
				<u>(882,421)</u>	<u>(882,421)</u>
<u>(452,777)</u>	<u>434,913</u>	<u>887,690</u>	<u>(43,052,983)</u>	<u>(26,829,686)</u>	<u>16,223,297</u>
452,777	452,777		43,052,983	42,667,264	(385,719)
<u>\$</u>	<u>\$ 887,690</u>	<u>\$ 887,690</u>	<u>\$</u>	<u>\$ 15,837,578</u>	<u>\$ 15,837,578</u>

(Continued)

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2020

	Energy and Water Savings		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$ 28,000	\$ 26,312	\$ (1,688)
Property taxes			
State aid and grants			
Total revenues	28,000	26,312	(1,688)
Expenditures:			
Current -			
Instruction			
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services	1,010,345	51,367	958,978
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Debt service -			
Principal retirement	356,268	356,268	
Interest and fiscal charges	165,387	165,387	
Total expenditures	1,532,000	573,022	958,978
Excess (deficiency) of revenues over expenditures	(1,504,000)	(546,710)	957,290
Other financing sources (uses):			
Transfers in	520,000	725,000	205,000
Transfers out			
Total other financing sources (uses)	520,000	725,000	205,000
Changes in fund balances	(984,000)	178,290	1,162,290
Fund balances (deficits), beginning of year	783,525	783,525	
Fund balances (deficits), end of year	\$ (200,475)	\$ 961,815	\$ 1,162,290

Building Renewal Grant			Totals		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$	\$	\$ 26,892,179	\$ 1,590,850	\$ (25,301,329)
			2,920,367	8,381,463	5,461,096
<u>650,000</u>	<u>239,029</u>	<u>(410,971)</u>	<u>3,885,000</u>	<u>239,029</u>	<u>(3,645,971)</u>
<u>650,000</u>	<u>239,029</u>	<u>(410,971)</u>	<u>33,697,546</u>	<u>10,211,342</u>	<u>(23,486,204)</u>
			6,583,368	534,071	6,049,297
			120,000	16,746	103,254
			650,000	94,025	555,975
205,327	63,824	141,503	2,365,672	305,357	2,060,315
			1,000,000	10,149	989,851
			50,000		50,000
2,000,000	170,005	1,829,995	77,095,083	30,822,061	46,273,022
			699,848	699,848	
			204,510	204,510	
<u>2,205,327</u>	<u>233,829</u>	<u>1,971,498</u>	<u>88,768,481</u>	<u>32,686,767</u>	<u>56,081,714</u>
<u>(1,555,327)</u>	<u>5,200</u>	<u>1,560,527</u>	<u>(55,070,935)</u>	<u>(22,475,425)</u>	<u>32,595,510</u>
			520,000	725,000	205,000
				(882,421)	(882,421)
			<u>520,000</u>	<u>(157,421)</u>	<u>(677,421)</u>
<u>(1,555,327)</u>	<u>5,200</u>	<u>1,560,527</u>	<u>(54,550,935)</u>	<u>(22,632,846)</u>	<u>31,918,089</u>
(158,490)	(5,200)	153,290	52,127,750	51,794,950	(332,800)
<u>\$ (1,713,817)</u>	<u>\$</u>	<u>\$ 1,713,817</u>	<u>\$ (2,423,185)</u>	<u>\$ 29,162,104</u>	<u>\$ 31,585,289</u>

(This page intentionally left blank)

INTERNAL SERVICE FUNDS

Employee Benefit Trust - to account for the financial activity associated with the District's self-insurance program.

Workers' Compensation - to account for the financial activity associated with the self-insurance program for employee workers' compensation.

Property and Casualty Insurance - to account for the financial activity associated with the self-insurance program for property and casualty losses.

Print Shop - to account for charges to other departments for printing and copying services.

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
COMBINING STATEMENT OF NET POSITION -
ALL INTERNAL SERVICE FUNDS
JUNE 30, 2020

	<u>Employee Benefit Trust</u>	<u>Workers' Compensation</u>	<u>Property and Casualty Insurance</u>
<u>ASSETS</u>			
Current assets:			
Cash and investments	\$ 6,071,057	\$ 1,578,479	\$ 233,573
Accounts receivable	592,475		
Prepaid items			55,126
Total current assets	<u>6,663,532</u>	<u>1,578,479</u>	<u>288,699</u>
Noncurrent assets:			
Capital assets, net of accumulated depreciation			
Total noncurrent assets			
Total assets	<u>6,663,532</u>	<u>1,578,479</u>	<u>288,699</u>
<u>LIABILITIES</u>			
Current liabilities:			
Accounts payable			45,199
Claims payable	3,146,000	357,003	94,253
Total current liabilities	<u>3,146,000</u>	<u>357,003</u>	<u>139,452</u>
Noncurrent liabilities:			
Non-current portion of long-term obligations		997,978	
Total noncurrent liabilities		<u>997,978</u>	
Total liabilities	<u>3,146,000</u>	<u>1,354,981</u>	<u>139,452</u>
<u>NET POSITION</u>			
Investment in capital assets			
Unrestricted	3,517,532	223,498	149,247
Total net position	<u>\$ 3,517,532</u>	<u>\$ 223,498</u>	<u>\$ 149,247</u>

<u>Print Shop</u>	<u>Totals</u>
\$ 337,715	\$ 8,220,824
	592,475
	55,126
<u>337,715</u>	<u>8,868,425</u>
257,596	257,596
<u>257,596</u>	<u>257,596</u>
<u>595,311</u>	<u>9,126,021</u>
	45,199
	<u>3,597,256</u>
	<u>3,642,455</u>
	997,978
	<u>997,978</u>
	<u>4,640,433</u>
257,596	257,596
337,715	4,227,992
<u>\$ 595,311</u>	<u>\$ 4,485,588</u>

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION -
ALL INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2020

	<u>Employee Benefit Trust</u>	<u>Workers' Compensation</u>	<u>Property and Casualty Insurance</u>
Operating revenues:			
Contributions	\$ 17,536,159	\$ 1,058,929	\$ 1,236,536
Charges for services			
Total operating revenues	<u>17,536,159</u>	<u>1,058,929</u>	<u>1,236,536</u>
Operating expenses:			
Claims	13,003,710	463,640	47,017
Premiums	1,144,655	91,889	1,067,868
Administrative and other	2,325,738	165,059	52,641
Cost of services			
Depreciation			
Total operating expenses	<u>16,474,103</u>	<u>720,588</u>	<u>1,167,526</u>
Operating income (loss)	<u>1,062,056</u>	<u>338,341</u>	<u>69,010</u>
Nonoperating revenues (expenses):			
Investment income	63,493	19,480	4,202
Total nonoperating revenues (expenses)	<u>63,493</u>	<u>19,480</u>	<u>4,202</u>
Changes in net position	<u>1,125,549</u>	<u>357,821</u>	<u>73,212</u>
Total net position, beginning of year	2,391,983	(134,323)	76,035
Total net position, end of year	<u>\$ 3,517,532</u>	<u>\$ 223,498</u>	<u>\$ 149,247</u>

<u>Print Shop</u>	<u>Totals</u>
\$	\$ 19,831,624
<u>562,522</u>	<u>562,522</u>
<u>562,522</u>	<u>20,394,146</u>
	13,514,367
	2,304,412
	2,543,438
464,354	464,354
73,686	73,686
<u>538,040</u>	<u>18,900,257</u>
<u>24,482</u>	<u>1,493,889</u>
<u>3,883</u>	<u>91,058</u>
<u>3,883</u>	<u>91,058</u>
<u>28,365</u>	<u>1,584,947</u>
566,946	2,900,641
<u>\$ 595,311</u>	<u>\$ 4,485,588</u>

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
COMBINING STATEMENT OF CASH FLOWS - ALL INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2020

	Employee Benefit Trust	Workers' Compensation	Property and Casualty Insurance
<u>Increase/Decrease in Cash and Cash Equivalents</u>			
Cash flows from operating activities:			
Cash received from contributions	\$ 17,519,237	\$ 1,058,929	\$ 1,236,536
Cash received for services			
Cash payments to suppliers for goods and services	(3,470,393)	(288,411)	(1,057,285)
Cash payments for claims	(12,831,710)	(854,747)	(228,247)
Net cash provided by/used for operating activities	1,217,134	(84,229)	(48,996)
Cash flows from capital and related financing activities:			
Acquisition of capital assets			
Disposal of capital assets			
Net cash provided by/used for capital and related financing activities			
Cash flows from investing activities:			
Investment income	63,493	19,480	4,202
Net cash provided by/used for investing activities	63,493	19,480	4,202
Net increase/decrease in cash and cash equivalents	1,280,627	(64,749)	(44,794)
Cash and cash equivalents, beginning of year	4,790,430	1,643,228	278,367
Cash and cash equivalents, end of year	\$ 6,071,057	\$ 1,578,479	\$ 233,573
<u>Reconciliation of Operating Income/Loss to Net Cash Provided by/Used for Operating Activities</u>			
Operating income/loss	\$ 1,062,056	\$ 338,341	\$ 69,010
Adjustments to reconcile operating income/loss to net cash provided by/used for operating activities:			
Depreciation			
Changes in assets and liabilities:			
Increase/decrease in accounts receivable	(16,922)		
Increase/decrease in prepaid items			34,095
Increase/decrease in accounts payable		(31,463)	29,129
Increase/decrease in claims payable	172,000	(391,107)	(181,230)
Total adjustments	155,078	(422,570)	(118,006)
Net cash provided by/used for operating activities	\$ 1,217,134	\$ (84,229)	\$ (48,996)

<u>Print Shop</u>	<u>Totals</u>
\$	\$
562,522	19,814,702
(490,985)	562,522
	(5,307,074)
	<u>(13,914,704)</u>
<u>71,537</u>	<u>1,155,446</u>
(8,844)	(8,844)
<u>1,259</u>	<u>1,259</u>
<u>(7,585)</u>	<u>(7,585)</u>
<u>3,883</u>	<u>91,058</u>
<u>3,883</u>	<u>91,058</u>
<u>67,835</u>	<u>1,238,919</u>
<u>269,880</u>	<u>6,981,905</u>
<u>\$ 337,715</u>	<u>\$ 8,220,824</u>
\$	\$
24,482	1,493,889
73,686	73,686
	(16,922)
	34,095
(26,631)	(28,965)
	<u>(400,337)</u>
<u>47,055</u>	<u>(338,443)</u>
<u>\$ 71,537</u>	<u>\$ 1,155,446</u>

(This page intentionally left blank)

STATISTICAL SECTION

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

Financial Trends

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

Revenue Capacity

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

Debt Capacity

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

Demographic and Economic Information

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

Operating Information

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

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

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Governmental activities:					
Net investment in capital assets	\$ 178,061,599	\$ 169,329,032	\$ 171,036,125	\$ 164,180,762	\$ 152,225,774
Restricted	38,427,365	34,007,077	31,646,079	27,324,624	31,413,624
Unrestricted	(121,827,631)	(120,782,949)	(136,128,787)	(142,843,970)	(149,818,084)
Total governmental activities net position	\$ 94,661,333	\$ 82,553,160	\$ 66,553,417	\$ 48,661,416	\$ 33,821,314
Business-type activities:					
Net investment in capital assets	\$	\$ 1,085,590	\$ 1,324,248	\$ 1,323,160	\$ 1,404,559
Restricted					
Unrestricted		80,146	(88,070)	23,330	162,316
Total business-type activities net position	\$	\$ 1,165,736	\$ 1,236,178	\$ 1,346,490	\$ 1,566,875
Primary government:					
Net investment in capital assets	\$ 178,061,599	\$ 170,414,622	\$ 172,360,373	\$ 165,503,922	\$ 153,630,333
Restricted	38,427,365	34,007,077	31,646,079	27,324,624	31,413,624
Unrestricted	(121,827,631)	(120,702,803)	(136,216,857)	(142,820,640)	(149,655,768)
Total net position	\$ 94,661,333	\$ 83,718,896	\$ 67,789,595	\$ 50,007,906	\$ 35,388,189

(Continued)

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Governmental activities:					
Net investment in capital assets	\$ 147,843,966	\$ 140,651,648	\$ 134,338,769	\$ 131,154,280	\$ 126,084,903
Restricted	25,808,205	23,121,936	16,387,192	15,370,563	15,934,592
Unrestricted	(158,118,288)	27,173,827	38,585,487	51,127,160	48,705,719
Total governmental activities net position	<u><u>\$ 15,533,883</u></u>	<u><u>\$ 190,947,411</u></u>	<u><u>\$ 189,311,448</u></u>	<u><u>\$ 197,652,003</u></u>	<u><u>\$ 190,725,214</u></u>
Business-type activities:					
Net investment in capital assets	\$ 1,517,228	\$ 1,413,714	\$ 1,422,509	\$	\$
Restricted					
Unrestricted	56,297	786,635	913,615		
Total business-type activities net position	<u><u>\$ 1,573,525</u></u>	<u><u>\$ 2,200,349</u></u>	<u><u>\$ 2,336,124</u></u>	<u><u>\$</u></u>	<u><u>\$</u></u>
Primary government:					
Net investment in capital assets	\$ 149,361,194	\$ 142,065,362	\$ 135,761,278	\$ 131,154,280	\$ 126,084,903
Restricted	25,808,205	23,121,936	16,387,192	15,370,563	15,934,592
Unrestricted	(158,061,991)	27,960,462	39,499,102	51,127,160	48,705,719
Total net position	<u><u>\$ 17,107,408</u></u>	<u><u>\$ 193,147,760</u></u>	<u><u>\$ 191,647,572</u></u>	<u><u>\$ 197,652,003</u></u>	<u><u>\$ 190,725,214</u></u>

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

Note: Prior to 2013 business-type activities were presented as governmental activities. The business-type activities were discontinued at the end of fiscal year 2019.

(Concluded)

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Expenses					
Governmental activities:					
Instruction	\$ 124,392,296	\$ 115,423,800	\$ 105,181,329	\$ 106,648,242	\$ 102,834,169
Support services - students and staff	29,168,417	27,007,035	27,358,008	27,816,395	27,153,837
Support services - administration	18,079,753	18,138,223	16,094,942	16,477,056	16,019,927
Operation and maintenance of plant services	23,355,872	22,794,221	22,058,166	21,380,529	20,967,936
Student transportation services	9,665,851	9,885,626	8,601,342	8,825,125	8,685,581
Operation of non-instructional services	21,409,309	22,187,887	20,537,365	21,168,721	19,204,711
Interest on long-term debt	3,433,190	3,353,529	3,196,178	2,343,635	2,556,097
Total governmental activities	<u>229,504,688</u>	<u>218,790,321</u>	<u>203,027,330</u>	<u>204,659,703</u>	<u>197,422,258</u>
Business-type activities:					
Private school consortium		1,177,029	1,124,241	1,006,566	825,441
Alternative fuel		105,015	97,859	91,469	94,244
Total business-type activities		<u>1,282,044</u>	<u>1,222,100</u>	<u>1,098,035</u>	<u>919,685</u>
Total expenses	<u>229,504,688</u>	<u>220,072,365</u>	<u>204,249,430</u>	<u>205,757,738</u>	<u>198,341,943</u>
Program Revenues					
Governmental activities:					
Charges for services					
Instruction	927,037	859,248	799,325	818,477	834,514
Operation of non-instructional services	3,319,077	4,063,950	3,789,825	3,637,223	3,556,652
Other activities	103,752	134,524	101,531	356,744	106,743
Operating grants and contributions	45,909,658	47,990,738	43,691,986	42,887,352	41,811,603
Capital grants and contributions	1,726,427	271,618	1,720,923	2,244,306	1,712,149
Total governmental activities	<u>51,985,951</u>	<u>53,320,078</u>	<u>50,103,590</u>	<u>49,944,102</u>	<u>48,021,661</u>
Business-type activities:					
Charges for services					
Private school consortium		1,110,398	1,024,812	810,918	842,479
Alternative fuel		86,683	80,326	61,667	66,466
Total business-type activities		<u>1,197,081</u>	<u>1,105,138</u>	<u>872,585</u>	<u>908,945</u>
Total program revenues	<u>51,985,951</u>	<u>54,517,159</u>	<u>51,208,728</u>	<u>50,816,687</u>	<u>48,930,606</u>
Net (Expense)/Revenue	<u>\$ (177,518,737)</u>	<u>\$ (165,555,206)</u>	<u>\$ (153,040,702)</u>	<u>\$ (154,941,051)</u>	<u>\$ (149,411,337)</u>

(Continued)

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Expenses					
Governmental activities:					
Instruction	\$ 99,473,480	\$ 99,497,671	\$ 96,287,120	\$ 95,655,933	\$ 96,302,960
Support services - students and staff	25,259,949	25,400,733	24,437,353	22,683,312	23,438,972
Support services - administration	16,863,927	19,545,606	16,847,819	15,851,740	15,161,986
Operation and maintenance of plant services	20,573,400	21,755,307	21,464,307	20,505,294	20,006,076
Student transportation services	8,931,677	8,921,262	10,322,705	8,352,478	8,219,151
Operation of non-instructional services	20,757,679	20,672,728	19,580,110	17,777,812	17,216,475
Interest on long-term debt	3,184,743	3,527,782	4,451,926	4,065,351	4,319,857
Total governmental activities	<u>195,044,855</u>	<u>199,321,089</u>	<u>193,391,340</u>	<u>184,891,920</u>	<u>184,665,477</u>
Business-type activities:					
Private school consortium	760,335	813,384	971,139		
Alternative fuel	107,874	146,965	81,577		
Total business-type activities	<u>868,209</u>	<u>960,349</u>	<u>1,052,716</u>		
Total expenses	<u>195,913,064</u>	<u>200,281,438</u>	<u>194,444,056</u>	<u>184,891,920</u>	<u>184,665,477</u>
Program Revenues					
Governmental activities:					
Charges for services					
Instruction	857,280	755,459	860,809	837,596	600,792
Operation of non-instructional services	3,640,577	3,986,380	3,294,615	3,876,383	3,851,113
Other activities	64,020	103,159	164,133	117,199	207,273
Operating grants and contributions	39,616,244	37,619,978	38,718,810	48,386,041	50,249,772
Capital grants and contributions	95,728	106,271			
Total governmental activities	<u>44,273,849</u>	<u>42,571,247</u>	<u>43,038,367</u>	<u>53,217,219</u>	<u>54,908,950</u>
Business-type activities:					
Charges for services					
Private school consortium	854,194	670,617	778,214		
Alternative fuel	81,532	150,775	164,943		
Total business-type activities	<u>935,726</u>	<u>821,392</u>	<u>943,157</u>		
Total program revenues	<u>45,209,575</u>	<u>43,392,639</u>	<u>43,981,524</u>	<u>53,217,219</u>	<u>54,908,950</u>
Net (Expense)/Revenue	<u>\$ (150,703,489)</u>	<u>\$ (156,888,799)</u>	<u>\$ (150,462,532)</u>	<u>\$ (131,674,701)</u>	<u>\$ (129,756,527)</u>

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

Note: Prior to 2013 business-type activities were presented as governmental activities. The business-type activities were discontinued at the end of fiscal year 2019.

(Concluded)

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Net (Expense)/Revenue	\$ (150,703,489)	\$ (156,888,799)	\$ (150,462,532)	\$ (131,674,701)	\$ (129,756,527)
General Revenues:					
Governmental activities:					
Taxes:					
Property taxes, levied for general purposes	40,529,370	41,086,061	51,976,289	57,336,243	52,881,727
Property taxes, levied for debt service	15,992,162	16,105,036			
Property taxes, levied for capital outlay	2,911,214	2,569,357			
Investment income	208,981	360,314	250,924	611,471	564,347
Other				814,480	957,518
Unrestricted county aid	8,780,891	8,061,126	7,786,874		
Unrestricted state aid	93,009,088	89,230,772	83,833,717	79,839,296	83,310,247
Unrestricted federal aid	640,647	973,139	606,560		
Total general revenues	<u>162,072,353</u>	<u>158,385,805</u>	<u>144,454,364</u>	<u>138,601,490</u>	<u>137,713,839</u>
Net (Expense)/Revenue					
Business-type activities:					
Investment income	<u>3,073</u>	<u>3,182</u>	<u>3,737</u>		
Total business-type activities	<u>3,073</u>	<u>3,182</u>	<u>3,737</u>		
Changes in Net Position	<u>\$ 11,371,937</u>	<u>\$ 1,500,188</u>	<u>\$ (6,004,431)</u>	<u>\$ 6,926,789</u>	<u>\$ 7,957,312</u>

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

Note 1: Prior to fiscal year 2014 property tax revenue detail is not available.

Note 2: Prior to 2013 business-type activities were presented as governmental activities. The business-type activities were discontinued at the end of fiscal year 2019.

(Concluded)

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
General Fund:					
Nonspendable	\$ 820,260	\$ 672,932	\$ 638,005	\$ 693,334	\$ 1,094,793
Restricted	12,052,027	8,413,650	9,681,337	6,567,759	8,202,561
Committed					
Assigned					
Unassigned	29,747,365	26,105,977	23,528,106	20,967,868	17,358,336
Total General Fund	<u>\$ 42,619,652</u>	<u>\$ 35,192,559</u>	<u>\$ 33,847,448</u>	<u>\$ 28,228,961</u>	<u>\$ 26,655,690</u>
All Other Governmental Funds:					
Nonspendable	\$ 326,316	\$ 175,713	\$ 188,933	\$ 147,429	\$ 133,406
Restricted	41,321,261	67,616,257	47,946,273	67,229,496	45,807,388
Committed					
Assigned					
Unassigned	(1,287,113)	(1,180,820)	(2,565,217)	(100,801)	(121,156)
Total all other governmental funds	<u>\$ 40,360,464</u>	<u>\$ 66,611,150</u>	<u>\$ 45,569,989</u>	<u>\$ 67,276,124</u>	<u>\$ 45,819,638</u>

(Continued)

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
General Fund:					
Nonspendable	\$ 704,702	\$ 672,748	\$ 606,151	\$ 648,293	\$ 598,955
Restricted	4,566,212	4,142,611	259,946	249,987	239,976
Committed					
Assigned			695,977	2,200,000	1,000,000
Unassigned	10,439,133	9,747,586	15,450,753	23,777,607	22,280,697
Total General Fund	<u>\$ 15,710,047</u>	<u>\$ 14,562,945</u>	<u>\$ 17,012,827</u>	<u>\$ 26,875,887</u>	<u>\$ 24,119,628</u>
All Other Governmental Funds:					
Nonspendable	\$ 138,187	\$ 120,475	\$ 123,416	\$ 99,789	\$ 95,444
Restricted	26,002,278	23,118,195	21,794,618	17,349,012	25,305,337
Committed					
Assigned					
Unassigned	(40,728)				
Total all other governmental funds	<u>\$ 26,099,737</u>	<u>\$ 23,238,670</u>	<u>\$ 21,918,034</u>	<u>\$ 17,448,801</u>	<u>\$ 25,400,781</u>

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

(Concluded)

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
GOVERNMENTAL FUNDS REVENUES
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Federal sources:					
Federal grants	\$ 24,758,228	\$ 25,138,948	\$ 22,649,954	\$ 26,546,492	\$ 24,952,307
National School Lunch Program	17,578,656	19,981,278	18,744,599	18,923,117	18,714,302
Total federal sources	42,336,884	45,120,226	41,394,553	45,469,609	43,666,609
State sources:					
State equalization assistance	103,718,838	95,575,111	88,885,938	88,507,150	88,642,833
State grants	6,079,413	3,832,679	2,624,792	159,999	188,186
School Facilities Board	239,029	1,749,490	200,436	100,125	138,378
Other revenues	11,742,162	11,620,641	10,787,076	9,324,872	9,217,659
Total state sources	121,779,442	112,777,921	102,498,242	98,092,146	98,187,056
Local sources:					
Property taxes	61,042,901	61,379,413	58,754,113	60,419,448	59,774,527
County aid	9,688,387	9,599,586	9,685,188	9,376,533	9,213,359
Food service sales	162,635	219,941	204,100	307,393	510,560
Investment income	1,625,988	1,606,138	846,583	433,484	299,089
Other revenues	4,930,206	5,642,410	5,465,267	5,424,755	4,914,355
Total local sources	77,450,117	78,447,488	74,955,251	75,961,613	74,711,890
Total revenues	\$ 241,566,443	\$ 236,345,635	\$ 218,848,046	\$ 219,523,368	\$ 216,565,555

(Continued)

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
GOVERNMENTAL FUNDS REVENUES
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Federal sources:					
Federal grants	\$ 22,715,570	\$ 21,117,016	\$ 21,427,638	\$ 25,586,389	\$ 27,480,698
National School Lunch Program	16,967,915	15,118,150	14,550,077	13,416,071	12,550,100
Total federal sources	39,683,485	36,235,166	35,977,715	39,002,460	40,030,798
State sources:					
State equalization assistance	84,341,877	80,526,567	86,982,842	83,096,833	87,861,045
State grants	174,932	804,741	7,368,386	6,126,044	5,668,177
Other revenues	8,667,211	8,704,205			
Total state sources	93,184,020	90,035,513	94,351,228	89,222,877	93,529,222
Intergovernmental					
Local sources:					
Property taxes	59,342,671	59,004,911	52,278,031	57,063,913	52,940,965
County aid	8,780,891	8,061,126			
Food service sales	725,566	883,187	982,965	1,081,538	1,095,450
Investment income	212,054	330,333	219,265	553,258	483,209
Other revenues	4,880,569	4,812,307	4,936,669	4,466,985	4,521,246
Total local sources	73,941,751	73,091,864	58,416,930	63,165,694	59,040,870
Total revenues	\$ 206,809,256	\$ 199,362,543	\$ 188,745,873	\$ 191,391,031	\$ 192,600,890

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

(Concluded)

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Expenditures:					
Current -					
Instruction	\$ 116,784,309	\$ 115,560,803	\$ 103,279,316	\$ 103,756,910	\$ 96,624,633
Support services - students and staff	28,769,744	28,926,361	28,212,618	28,574,859	27,339,907
Support services - administration	16,730,600	16,679,812	15,554,205	15,967,810	15,341,259
Operation and maintenance of plant services	19,719,995	20,055,084	19,541,280	18,582,265	17,661,743
Student transportation services	8,117,995	8,210,346	7,784,249	8,150,047	7,870,766
Operation of non-instructional services	20,893,851	22,195,616	20,491,207	21,057,220	19,027,664
Capital outlay	33,832,142	27,010,402	24,072,075	17,871,595	11,662,549
Debt service -					
Interest and fiscal charges	4,368,260	3,819,829	3,662,478	2,588,254	2,708,821
Principal retirement	12,629,848	12,699,050	12,324,441	18,257,051	14,748,350
Bond issuance costs	43,950	427,799		278,020	145,492
Total expenditures	<u>\$ 261,890,694</u>	<u>\$ 255,585,102</u>	<u>\$ 234,921,869</u>	<u>\$ 235,084,031</u>	<u>\$ 213,131,184</u>
Expenditures for capitalized assets	\$ 32,397,428	\$ 22,014,231	\$ 22,329,644	\$ 17,242,995	\$ 11,504,989
Debt service as a percentage of noncapital expenditures	7%	7%	8%	10%	9%

(Continued)

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Expenditures:					
Current -					
Instruction	\$ 96,153,216	\$ 93,717,118	\$ 93,736,675	\$ 91,410,445	\$ 93,436,783
Support services - students and staff	25,232,512	24,034,750	24,748,411	22,509,492	23,522,232
Support services - administration	16,057,968	15,536,516	15,300,720	14,366,216	14,553,115
Operation and maintenance of plant services	17,133,331	18,381,447	18,880,306	17,918,737	18,183,028
Student transportation services	8,161,998	7,601,273	9,066,412	9,093,523	7,964,428
Operation of non-instructional services	20,573,969	19,809,292	19,401,013	17,582,358	17,164,310
Capital outlay	6,555,118	14,422,452	18,384,635	7,197,451	2,452,543
Debt service -					
Interest and fiscal charges	3,337,467	3,680,506	4,192,759	4,151,391	4,391,286
Principal retirement	14,121,124	13,299,276	13,437,039	12,410,822	11,927,791
Bond issuance costs	24,050	24,100	319,439		212,540
Total expenditures	<u>\$ 207,350,753</u>	<u>\$ 210,506,730</u>	<u>\$ 217,467,409</u>	<u>\$ 196,640,435</u>	<u>\$ 193,808,056</u>
Expenditures for capitalized assets	\$ 6,389,320	\$ 8,117,800	\$ 22,394,368	\$ 8,933,690	\$ 4,800,749
Debt service as a percentage of noncapital expenditures	9%	8%	9%	9%	9%

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

(Concluded)

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
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>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Excess (deficiency) of revenues over expenditures	\$ (20,324,251)	\$ (19,239,467)	\$ (16,073,823)	\$ (15,560,663)	\$ 3,434,371
Other financing sources (uses):					
General obligation bonds issued		36,000,000		33,555,000	25,500,000
Refunding bonds issued	3,900,000				
Premium on sale of bonds	47,372	5,578,445		3,674,792	918,929
Capital lease agreements				1,748,064	426,934
Transfers in	3,341,770	4,246,122	2,764,464	1,920,295	3,177,753
Transfers out	(3,341,770)	(4,246,122)	(2,764,464)	(1,920,295)	(3,177,753)
Payment to refunded bond escrow agent	(3,900,000)				
Insurance recoveries	18,082	25,587			
Total other financing sources (uses)	<u>65,454</u>	<u>41,604,032</u>		<u>38,977,856</u>	<u>26,845,863</u>
Changes in fund balances	<u>\$ (20,258,797)</u>	<u>\$ 22,364,565</u>	<u>\$ (16,073,823)</u>	<u>\$ 23,417,193</u>	<u>\$ 30,280,234</u>
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Excess (deficiency) of revenues over expenditures	\$ (541,497)	\$ (11,144,187)	\$ (28,721,536)	\$ (5,249,404)	\$ (1,207,166)
Other financing sources (uses):					
General obligation bonds issued	4,500,000	5,000,000	20,000,000		10,000,000
Premium on sale of bonds			933,589		300,556
Capital lease agreements		5,864,900	2,412,635		
Transfers in	1,895,772	1,622,419	1,753,837	1,183,613	1,596,391
Transfers out	(1,895,772)	(1,622,419)	(1,753,837)	(1,183,613)	(1,596,391)
Total other financing sources (uses)	<u>4,500,000</u>	<u>10,864,900</u>	<u>23,346,224</u>		<u>10,300,556</u>
Changes in fund balances	<u>\$ 3,958,503</u>	<u>\$ (279,287)</u>	<u>\$ (5,375,312)</u>	<u>\$ (5,249,404)</u>	<u>\$ 9,093,390</u>

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

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NET LIMITED ASSESSED VALUE AND FULL CASH VALUE OF TAXABLE PROPERTY BY CLASS
LAST TEN FISCAL YEARS

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Commercial, Industrial, Utilities and Mining	\$ 530,155,515	\$ 520,996,576	\$ 503,747,626	\$ 477,227,516	\$ 464,736,999
Agricultural and Vacant	19,957,732	13,037,232	14,016,698	12,881,777	18,838,328
Residential (Owner Occupied)	552,523,482	527,889,859	481,888,173	456,022,508	433,480,548
Residential (Rental)	246,043,585	226,900,557	206,976,139	196,732,743	185,389,793
Historical Property	76,390	72,751	50,813	42,142	40,341
Certain Government Property Improvements	164,068	143,856	82,366	79,022	101,399
Total	\$ 1,348,920,772	\$ 1,289,040,831	\$ 1,206,761,815	\$ 1,142,985,708	\$ 1,102,587,408
Gross Full Cash Value	\$ 18,936,310,163	\$ 17,458,814,192	\$ 15,769,241,274	\$ 14,509,954,943	\$ 13,228,634,436
Ratio of Net Limited Assessed Value to Gross Full Cash Value	7%	7%	8%	8%	8%
Total Direct Rate	4.94	5.10	5.21	5.63	5.78

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Commercial, Industrial, Utilities and Mining	\$ 472,181,411	\$ 485,838,284	\$ 536,566,162	\$ 579,720,714	\$ 725,098,667
Agricultural and Vacant	17,842,349	23,067,497	27,014,320	29,116,900	35,428,644
Residential (Owner Occupied)	417,896,904	395,683,367	467,196,013	552,197,999	723,837,868
Residential (Rental)	170,725,842	151,279,607	140,976,564	161,371,870	221,975,671
Historical Property	108,115	107,971	121,435	74,699	251,582
Certain Government Property Improvements	101,963	71,136	79,365	93,427	
Total	\$ 1,078,856,584	\$ 1,056,047,862	\$ 1,171,953,859	\$ 1,322,575,609	\$ 1,706,592,432
Gross Full Cash Value	\$ 10,484,096,797	\$ 9,467,272,155	\$ 10,327,375,233	\$ 11,732,224,759	\$ 15,406,725,213
Ratio of Net Limited Assessed Value to Gross Full Cash Value	10%	11%	11%	11%	11%
Total Direct Rate	5.70	6.02	4.71	4.61	3.38

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

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

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NET FULL CASH ASSESSED VALUE OF TAXABLE PROPERTY BY CLASS
LAST TEN FISCAL YEARS

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Commercial, Industrial, Utilities and Mining	\$ 665,175,837	\$ 639,344,809	\$ 604,216,777	\$ 540,833,512	\$ 482,548,361
Agricultural and Vacant	30,455,631	20,756,983	20,264,718	17,044,596	21,105,862
Residential (Owner Occupied)	862,087,632	807,633,854	717,074,405	677,123,813	635,669,446
Residential (Rental)	446,188,456	379,246,069	329,833,257	294,898,987	264,011,064
Historical Property	110,165	117,730	80,355	67,775	63,665
Certain Government Property Improvements	213,126	192,167	103,842	95,055	107,594
Total	\$ 2,004,230,847	\$ 1,847,291,612	\$ 1,671,573,354	\$ 1,530,063,738	\$ 1,403,505,992
Gross Full Cash Value	\$ 18,936,310,163	\$ 17,458,814,192	\$ 15,769,241,274	\$ 14,509,954,943	\$ 13,228,634,436
Ratio of Net Full Cash Assessed Value to Gross Full Cash Value	11%	11%	11%	11%	11%
Estimated Net Full Cash Value	\$ 16,533,996,053	\$ 15,143,430,277	\$ 13,591,332,804	\$ 12,489,262,212	\$ 11,338,332,132
Total Direct Rate	4.94	5.10	5.21	5.63	5.78

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Commercial, Industrial, Utilities and Mining	\$ 477,395,349	\$ 486,699,613	\$ 537,112,888	\$ 580,807,450	\$ 775,772,528
Agricultural and Vacant	18,691,974	23,256,358	27,227,906	29,735,357	43,207,330
Residential (Owner Occupied)	453,825,849	396,879,515	468,675,857	553,225,987	724,641,151
Residential (Rental)	191,757,548	154,128,545	141,505,000	161,519,148	230,778,080
Historical Property	314,954	320,400	349,360	263,469	1,018,959
Certain Government Property Improvements	103,652	71,136	79,365	93,427	
Total	\$ 1,142,089,326	\$ 1,061,355,567	\$ 1,174,950,376	\$ 1,325,644,838	\$ 1,775,418,048
Gross Full Cash Value	\$ 10,484,096,797	\$ 9,467,272,155	\$ 10,327,375,233	\$ 11,732,224,759	\$ 15,406,725,213
Ratio of Net Full Cash Assessed Value to Gross Full Cash Value	11%	11%	11%	11%	12%
Estimated Net Full Cash Value	\$ 8,791,063,652	\$ 7,912,752,725	\$ 8,716,991,986	\$ 9,946,112,208	\$ 13,171,240,475
Total Direct Rate	5.70	6.02	4.71	4.61	3.38

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.

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
PROPERTY TAX ASSESSMENT RATIOS
LAST TEN FISCAL YEARS**

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Commercial, Industrial, Utilities and Mining	18 %	18 %	18 %	18 %	19 %
Agricultural and Vacant	15	15	15	15	16
Residential (Owner Occupied)	10	10	10	10	10
Residential (Rental)	10	10	10	10	10
Railroad, Private Cars and Airlines	15	14	15	14	15

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Commercial, Industrial, Utilities and Mining	19 %	20 %	20 %	20 %	21 %
Agricultural and Vacant	16	16	16	16	16
Residential (Owner Occupied)	10	10	10	10	10
Residential (Rental)	10	10	10	10	10
Railroad, Private Cars and Airlines	16	15	15	15	17

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.

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
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 Glendale	Primary	Secondary	Total
	2020	0.46	1.40	0.18	1.33	0.14	2.13	1.86	2.46	2.48
2019	0.47	1.40	0.18	1.38	0.14	2.14	1.98	2.10	3.00	5.10
2018	0.49	1.40	0.18	1.41	0.14	2.16	2.08	2.57	2.64	5.21
2017	0.50	1.40	0.18	1.47	0.14	2.17	2.15	2.83	2.80	5.63
2016	0.51	1.36	0.16	1.49	0.14	1.82	2.19	2.82	2.96	5.78
2015	0.51	1.32	0.14	1.52	0.14	1.82	2.15	2.92	2.78	5.70
2014	0.51	1.28	0.14	1.53	0.14	1.82	2.29	3.05	2.97	6.02
2013	0.47	1.24	0.18	1.38	0.10	1.82	1.90	2.04	2.67	4.71
2012	0.43	1.24	0.18	1.21	0.10	1.82	1.60	2.43	2.18	4.61
2011	0.36	1.05	0.15	0.97	0.10	1.82	1.60	1.94	1.44	3.38

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

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
PRINCIPAL PROPERTY TAXPAYERS
CURRENT FISCAL YEAR AND FISCAL YEAR NINE YEARS PRIOR**

<u>Taxpayer</u>	<u>2020</u>		<u>2011</u>	
	<u>Net Limited Assessed Valuation</u>	<u>Percentage of District's Net Limited Assessed Valuation</u>	<u>Net Full Cash Assessed Valuation</u>	<u>Percentage of District's Net Full Cash Assessed Valuation</u>
Arizona Public Service Company	\$ 124,617,084	9.24 %	\$ 97,412,585	5.49 %
Qwest Corporation	8,517,708	0.63	15,314,734	0.86
VHS of Phoenix Inc	7,175,113	0.53	7,572,506	0.43
Canyon Corporate Plaza Properties LLC	6,945,750	0.51	7,275,000	0.41
Blue Cross & Blue Shield	6,841,767	0.51		
Vaseo Apartments LP	6,805,776	0.50		
Walmart Stores Inc	5,597,589	0.41		
Bay Pacific Phoenix Corporation Center LLC	5,301,216	0.39	5,850,929	0.33
Southwest Gas Corporation (T&D)	5,090,663	0.38		
BTC Owner LLC	4,077,900	0.30		
Metrorising Ams Owner LLC			8,773,600	0.49
PDG America Properties LLC			7,726,327	0.44
Karstan Manufacturing Corporation			5,142,325	0.29
The Lamar Group			5,064,030	0.29
AB Associates Investors LLC			4,859,794	0.27
Total	<u>\$ 180,970,566</u>	<u>13.40 %</u>	<u>\$ 164,991,830</u>	<u>9.30 %</u>

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

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.

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	Adopted Taxes Levied for the Fiscal Year	Adjusted Tax Levy 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
2020	\$ 66,076,679	\$ 65,842,925	\$ 63,358,691	95.89 %	\$	\$ 63,358,691	95.89 %
2019	66,228,169	65,936,795	63,568,490	95.98	2,373,143	65,941,633	99.57
2018	62,904,606	62,681,619	60,471,626	96.13	2,192,255	62,663,881	99.62
2017	64,598,260	64,302,573	61,845,672	95.74	2,446,014	64,291,686	99.53
2016	63,865,622	63,598,846	62,526,782	97.90	1,049,720	63,576,502	99.55
2015	63,385,373	62,817,245	60,878,648	96.05	1,917,016	62,795,664	99.07
2014	63,427,847	62,801,530	60,695,060	95.69	2,101,146	62,796,206	99.00
2013	55,507,371	54,669,376	53,174,793	95.80	1,491,744	54,666,537	98.49
2012	60,907,130	60,380,469	58,011,623	95.25	1,920,425	59,932,048	98.40
2011	58,521,650	57,819,027	56,065,697	95.80	1,749,463	57,815,160	98.79

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

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

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

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
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	Capital Leases	Total	Percentage of Estimated Actual Value (Full Cash Value)	Per Capita	Percentage of Personal Income	
2020	\$ 117,255,539	\$ 1,795,599	\$ 115,459,940	0.61 %	\$ 485	\$ 4,644,288	\$ 121,899,827	0.64 %	\$ 512	N/A %	
2019	130,168,237	2,674,245	127,493,992	0.73	555	5,344,136	135,512,373	0.78	590	0.06	
2018	100,561,092	1,304,957	99,256,135	0.63	439	6,018,186	106,579,278	0.68	471	0.05	
2017	114,067,392	1,130,117	112,937,275	0.78	493	6,837,627	120,905,019	0.83	527	0.07	
2016	95,068,169	5,589,720	89,478,449	0.68	363	6,386,614	101,454,783	0.77	412	0.06	
2015	82,277,915	4,761,843	77,516,072	0.74	332	6,808,030	89,085,945	0.85	382	0.05	
2014	90,871,590	4,810,140	86,061,450	0.91	368	7,619,154	98,490,744	1.04	421	0.06	
2013	86,190,265	4,852,770	81,337,495	0.79	366	2,278,530	88,468,795	0.86	398	0.06	
2012	76,965,041	4,420,720	72,544,321	0.62	311	1,077,934	78,042,975	0.67	335	0.05	
2011	88,841,081	6,319,771	82,521,310	0.54	365	1,698,756	90,539,837	0.59	401	0.06	

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

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

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
JUNE 30, 2020**

Governmental Unit	Debt Outstanding	Net Full Cash Assessed Value	Net Limited Assessed Value	Estimated Percentage Applicable to School District	Estimated Amount Applicable to School District
Overlapping:					
State of Arizona	\$ None	\$ 82,730,928,616	\$ 66,154,632,834	2.06 %	\$ None
Maricopa County	None	56,588,192,576	43,194,326,395	3.18	None
Maricopa Community College District	312,450,000	56,588,192,576	43,194,326,395	3.18	9,935,910
Maricopa County Fire District Assistance Tax	N/A	56,588,192,576	43,194,326,395	N/A	N/A
Maricopa County Special Healthcare District	459,125,000	56,588,192,576	43,194,326,395	3.18	14,600,175
Maricopa County Library District	N/A	56,588,192,576	43,194,326,395	N/A	N/A
Maricopa County Flood Control District	N/A	N/A	39,558,003,840	N/A	N/A
Central Arizona Water Conservation District	N/A	56,588,192,576	43,194,326,395	N/A	N/A
City of Glendale	116,100,000	2,007,644,826	1,413,253,839	2.59	3,006,990
City of Phoenix	1,085,050,000	18,193,680,624	1,322,307,361	10.10	109,590,050
Glendale Union High School District No. 205	117,260,000	2,510,257,222	1,658,960,201	81.59	95,672,434
Western Maricopa Education Center District	169,545,000	21,081,464,901	15,925,613,792	8.69	14,733,461
Subtotal, Overlapping Debt					<u>247,539,020</u>
Direct:					
Washington Elementary School District No. 6					<u>121,899,827</u>
Total Direct and Overlapping Governmental Activities Debt					<u>\$ 369,438,847</u>

DIRECT AND OVERLAPPING GENERAL BONDED DEBT RATIOS

Net Direct General Obligation Bonded Debt		
As a Percentage of Net Limited Assessed Valuation	8.56	%
Net Direct and Overlapping General Bonded Debt		
Per Capita	\$ 1,524	
As a Percentage of Net Limited Assessed Valuation	26.91	%
As a Percentage of Gross Full Cash Value	1.92	%

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

- Notes:** 1) Estimated percentage of debt outstanding applicable to the District is calculated based on a portion of the District's net limited assessed valuation as a percentage of the net limited assessed valuation of the overlapping jurisdiction.
2) Outstanding debt as of June 30, 2019 is presented for the overlapping governments as this is the most recent available information.
3) N/A indicates that the information is not available.

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS**

Class B Bond Legal Debt Margin Calculation for Fiscal Year 2020:

Net full cash assessed valuation	\$ 2,004,230,847
Debt limit (10% of assessed value)	200,423,085
Debt applicable to limit	<u>114,861,342</u>
Legal debt margin	<u>\$ 85,561,743</u>

Total Legal Debt Margin Calculation for Fiscal Year 2020:

Net full cash assessed valuation	\$ 2,004,230,847
Debt limit (15% of assessed value)	300,634,627
Debt applicable to limit	<u>114,861,342</u>
Legal debt margin	<u>\$ 185,773,285</u>

Fiscal Year Ended June 30

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Debt Limit	\$ 300,634,627	\$ 277,093,742	\$ 250,736,003	\$ 229,509,561	\$ 210,525,899
Total net debt applicable to limit	<u>114,861,342</u>	<u>127,402,758</u>	<u>99,225,000</u>	<u>112,265,000</u>	<u>89,165,000</u>
Legal debt margin	<u>\$ 185,773,285</u>	<u>\$ 149,690,984</u>	<u>\$ 151,511,003</u>	<u>\$ 117,244,561</u>	<u>\$ 121,360,899</u>
Total net debt applicable to the limit as a percentage of debt limit	38%	46%	40%	49%	42%

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Debt Limit	\$ 171,313,399	\$ 159,203,335	\$ 176,242,556	\$ 198,846,726	\$ 266,312,707
Total net debt applicable to limit	<u>80,895,000</u>	<u>89,170,000</u>	<u>44,859,378</u>	<u>56,465,217</u>	<u>80,158,243</u>
Legal debt margin	<u>\$ 90,418,399</u>	<u>\$ 70,033,335</u>	<u>\$ 131,383,178</u>	<u>\$ 142,381,509</u>	<u>\$ 186,154,464</u>
Total net debt applicable to the limit as a percentage of debt limit	47%	56%	25%	28%	30%

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.

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
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>
2019	4,367,835	\$ N/A	\$ N/A	9.8 %	238,185
2018	4,294,460	210,370,180	47,694	4.6	229,580
2017	4,221,684	196,286,191	45,573	4.2	226,136
2016	4,137,076	185,111,698	43,628	4.6	229,248
2015	4,076,438	175,437,829	42,092	5.3	246,256
2014	4,087,191	168,483,421	41,222	5.9	233,511
2013	4,013,164	160,537,029	40,003	6.0	234,177
2012	3,942,868	159,384,756	40,424	7.1	222,464
2011	3,870,076	151,026,789	39,024	8.4	233,166
2010	3,823,609	142,690,740	37,318	9.6	225,909

Sources: The source of the estimated District population is the City of Phoenix and the Maricopa Association of Government.

The source of personal income, per capita and population information is the US Department of Commerce, Bureau of Economic Analysis, Regional Income Division.

The source of the unemployment rate is the Bureau of Labor Statistics.

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

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
PRINCIPAL EMPLOYERS
CURRENT FISCAL YEAR AND FISCAL YEAR NINE YEARS PRIOR**

<u>Employer</u>	<u>2020</u>		<u>2011</u>	
	<u>Employees</u>	<u>Percentage of Total Employment</u>	<u>Employees</u>	<u>Percentage of Total Employment</u>
Banner Health	45,894	1.61 %	27,431	1.62 %
State of Arizona	37,040	1.30	52,420	3.10
Walmart Inc	33,619	1.18	31,280	1.85
Fry's Food Stores	20,165	0.71		
Wells Fargo & Co	16,700	0.59	14,000	0.83
Amazon.com Inc	15,000	0.53		
Arizona State University	14,889	0.52	12,043	0.71
City of Phoenix	14,821	0.52	16,375	0.97
Maricopa County	13,595	0.47	12,996	0.77
Honor Health	12,163	0.42		
Apollo Group Inc			12,299	0.73
Honeywell Inc			10,145	0.59
Bank of America			10,000	0.58
Total	<u>223,886</u>	<u>7.85 %</u>	<u>198,989</u>	<u>11.75 %</u>
Total employment	<u>2,850,559</u>		<u>1,693,272</u>	

Source: The source of this information is the Book of Lists 2019, Phoenix Business Journal.

Note: The information presented above is Phoenix Metro Area. Percentage of Total Employment is the percent of State of Arizona employment, and not seasonally adjusted employment for the appropriate calendar year.

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE
LAST TEN FISCAL YEARS**

	Full-time Equivalent Employees as of June 30				
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Supervisory					
Instructional administrators	11	12	12	12	11
Noninstructional administrators	13	12	12	12	18
Consultants/supervisors of instruction	5	5	5	5	12
Principals	32	32	32	32	32
Assistant principals	19	19	18	18	18
Total supervisory	<u>80</u>	<u>80</u>	<u>79</u>	<u>79</u>	<u>91</u>
Instruction					
Elementary classroom teachers	632	646	661	657	675
Secondary classroom teachers	185	177	183	181	176
Other teachers	525	497	485	479	480
Other professionals	119	178	187	185	178
Aides	528	519	548	541	561
Total instruction	<u>1,989</u>	<u>2,017</u>	<u>2,064</u>	<u>2,043</u>	<u>2,070</u>
Student Services					
Visiting teachers/social workers	29		30	30	28
Psychologist	27	28	26	26	25
Librarians		27	10	10	10
Other professionals (noninstructional)					
Technicians	34	32	30	30	31
Total student services	<u>90</u>	<u>87</u>	<u>96</u>	<u>96</u>	<u>94</u>
Support and Administration					
Clerical/secretarial	355	351	342	346	331
Service workers	172	177	174	172	163
Skilled crafts	99	101	104	104	98
Unskilled laborers	347	339	340	342	324
Total support and administration	<u>973</u>	<u>968</u>	<u>960</u>	<u>964</u>	<u>916</u>
Total	<u><u>3,132</u></u>	<u><u>3,152</u></u>	<u><u>3,199</u></u>	<u><u>3,182</u></u>	<u><u>3,171</u></u>

(Continued)

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE
LAST TEN FISCAL YEARS**

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Supervisory					
Instructional administrators	11	11	10	10	10
Noninstructional administrators	17	15	13	13	13
Consultants/supervisors of instruction	7	11	5	5	5
Principals	32	32	32	32	32
Assistant principals	17	15	13	12	10
Total supervisory	<u>84</u>	<u>84</u>	<u>73</u>	<u>72</u>	<u>70</u>
Instruction					
Elementary classroom teachers	682	683	655	647	653
Secondary classroom teachers	174	175	175	176	191
Other teachers	473	448	449	423	431
Other professionals	176	119	113	110	110
Aides	554	560	546	507	501
Total instruction	<u>2,059</u>	<u>1,985</u>	<u>1,938</u>	<u>1,863</u>	<u>1,886</u>
Student Services					
Visiting teachers/social workers	28	28	26	20	19
Psychologist	24	24	23	26	26
Librarians	10	10	11	11	13
Other professionals (noninstructional)		49	51	72	69
Technicians	31	31	29	28	24
Total student services	<u>93</u>	<u>142</u>	<u>140</u>	<u>157</u>	<u>151</u>
Support and Administration					
Clerical/secretarial	328	314	299	290	293
Service workers	160	160	254	151	153
Skilled crafts	100	98	98	99	98
Unskilled laborers	308	314	309	295	295
Total support and administration	<u>896</u>	<u>886</u>	<u>960</u>	<u>835</u>	<u>839</u>
Total	<u><u>3,132</u></u>	<u><u>3,097</u></u>	<u><u>3,111</u></u>	<u><u>2,927</u></u>	<u><u>2,946</u></u>

Source: The District's Human Resources Department and Business and Finance Department.

- Notes:**
- 1) No Description or guidelines were provided to determine how to classify positions into each of the categories or sub-categories listed above.
 - 2) The sub-categories are very broad and do not fully represent every position.
 - 3) This data is representative of PCS as of June 30th for each year provided and includes both vacant and filled positions.
 - 4) Although the categorization file has been completed and is expected to be used in future years there are still many unanswered categorization questions. Answers to these questions may effect the categorization process for future years and as a result may create percentage increases and decreases in certain categories strictly due to the change in categorization concepts/methodologies.
 - 5) Coding of positions may differ based on interpretation.

(Concluded)

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
OPERATING STATISTICS
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	Average Daily Membership	Operating Expenditures	Cost per Pupil	Percentage Change	Governmental Expenses	Cost per Pupil	Percentage Change	Teaching Staff	Pupil-Teacher Ratio	Percentage of Free/Reduced Students
2020	21,080	\$ 211,016,494	\$ 10,010	1.07 %	\$ 229,504,688	\$ 10,887	6.33 %	1,421	14.8	92.8 %
2019	21,367	211,628,022	9,904	10.41	218,790,321	10,240	9.56	1,425	15.0	92.8
2018	21,723	194,862,875	8,970	0.39	203,027,330	9,346	0.21	1,450	15.0	92.8
2017	21,944	196,089,111	8,936	6.36	204,659,703	9,326	3.39	1,440	15.2	92.8
2016	21,885	183,865,972	8,401	(0.36)	197,422,258	9,021	0.55	1,468	14.9	84.4
2015	21,741	183,312,994	8,432	1.80	195,044,855	8,971	(2.69)	1,418	15.3	81.7
2014	21,621	179,080,396	8,283	(3.20)	199,321,089	9,219	0.91	1,420	15.2	74.9
2013	21,168	181,133,537	8,557	3.68	193,391,340	9,136	3.51	1,403	15.1	76.9
2012	20,948	172,880,771	8,253	(1.23)	184,891,920	8,826	(0.00)	1,367	15.3	75.7
2011	20,922	174,823,896	8,356	(0.06)	184,665,477	8,826	0.57	1,390	15.1	73.8

Source: The District's Business and Finance Department.

- Notes:** 1) Operating expenditures includes expenditures of all funds except Debt Service and Capital Outlay.
2) Teaching staff includes all teaching positions filled and vacant.

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
CAPITAL ASSETS INFORMATION
LAST TEN FISCAL YEARS**

	Fiscal Year Ended June 30									
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
<u>Schools</u>										
<u>Elementary</u>										
Sites	27	27	27	27	27	27	27	27	27	27
Square feet	2,189,303	2,181,675	2,181,389	2,186,097	2,181,703	2,177,492	2,177,492	2,171,201	2,166,893	2,166,893
Capacity	22,732	22,494	22,303	22,266	22,306	23,785	23,785	23,711	23,660	23,660
Enrollment	18,685	19,109	19,409	19,663	19,677	19,710	19,864	19,330	18,749	18,713
<u>Middle</u>										
Sites	5	5	5	5	5	5	5	5	5	5
Square feet	546,155	541,635	539,717	539,717	539,717	539,717	539,717	539,717	548,784	548,784
Capacity	5,553	5,412	5,523	5,523	5,556	5,601	5,601	5,494	5,601	5,601
Enrollment	3,966	3,917	3,879	3,930	3,886	3,749	3,716	3,797	3,846	3,815
<u>Administrative</u>										
Sites	4	4	4	4	4	4	4	4	3	3
Square feet	213,348	213,348	213,348	213,348	213,348	215,212	215,212	215,212	206,145	206,145
<u>Transportation</u>										
Garages	6 bus/1 car	6 bus/1 car	6 bus/1 car	6 bus/1 car	6 bus/1 car	6 bus/1 car	6 bus/1 car	6 bus/1 car	6 bus/1 car	6 bus/1 car
Buses	111	112	106	106	111	111	111	113	130	133

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

Note: Enrollment is based on 100th day figures.

(This page intentionally left blank)