
WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6

Annual Comprehensive Financial Report

Fiscal Year Ended June 30, 2021



WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6

GLENDALE, ARIZONA

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

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) | 21 |
| BASIC FINANCIAL STATEMENTS | |
| Government-Wide Financial Statements: | |
| Statement of Net Position | 36 |
| Statement of Activities | 37 |
| Fund Financial Statements: | |
| Balance Sheet – Governmental Funds | 40 |
| Reconciliation of the Balance Sheet – Governmental Funds to the Statement of Net Position | 43 |
| Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds | 44 |
| Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds to the Statement of Activities | 46 |

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 | 47 |
| Statement of Revenues, Expenses and Changes in Fund Net Position – Proprietary Funds | 48 |
| Statement of Cash Flows – Proprietary Funds | 49 |
| Notes to Financial Statements | 50 |
| REQUIRED SUPPLEMENTARY INFORMATION | |
| Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual: | |
| General Fund | 76 |
| Other Federal Projects Fund | 77 |
| Food Service Fund | 78 |
| Pension Schedules | 80 |
| Notes to Required Supplementary Information | 82 |
| COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES | |
| Governmental Funds: | |
| Combining Balance Sheet – All Non-Major Governmental Funds – By Fund Type | 86 |
| Combining Statement of Revenues, Expenditures and Changes in Fund Balances – All Non-Major Governmental Funds – By Fund Type | 87 |

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 | 90 |
| Combining Statement of Revenues, Expenditures and Changes in Fund Balances | 96 |
| Combining Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual | 102 |
| Debt Service Fund: | |
| Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual | 122 |
| Capital Projects Funds: | |
| Combining Balance Sheet | 124 |
| Combining Statement of Revenues, Expenditures and Changes in Fund Balances | 126 |
| Combining Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual | 128 |
| Internal Service Funds: | |
| Combining Statement of Net Position | 134 |
| Combining Statement of Revenues, Expenses and Changes in Net Position | 136 |
| Combining Statement of Cash Flows | 138 |

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6

TABLE OF CONTENTS

| <u>STATISTICAL SECTION</u> | <u>Page</u> |
|--|-------------|
| Financial Trends: | |
| Net Position by Component | 142 |
| Expenses, Program Revenues, and Net (Expense)/Revenue | 144 |
| General Revenues and Total Changes in Net Position | 146 |
| Fund Balances – Governmental Funds | 148 |
| Governmental Funds Revenues | 150 |
| Governmental Funds Expenditures and Debt Service Ratio | 152 |
| Other Financing Sources and Uses and Net Changes in Fund Balances – Governmental Funds | 154 |
| Revenue Capacity: | |
| Net Limited Assessed Value and Full Cash Value of Taxable Property by Class | 155 |
| Net Full Cash Assessed Value of Taxable Property by Class | 156 |
| Property Tax Assessment Ratios | 157 |
| Direct and Overlapping Property Tax Rates | 158 |
| Principal Property Taxpayers | 159 |
| Property Tax Levies and Collections | 160 |
| Debt Capacity: | |
| Outstanding Debt by Type | 161 |
| Direct and Overlapping Governmental Activities Debt | 162 |
| Direct and Overlapping General Bonded Debt Ratios | 162 |
| Legal Debt Margin Information | 163 |

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 | 164 |
| Principal Employers | 165 |
| Operating Information: | |
| Full-Time Equivalent District Employees by Type | 166 |
| Operating Statistics | 168 |
| Capital Assets Information | 169 |

INTRODUCTORY SECTION

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Administrative Services

4650 W. Sweetwater Ave. • Glendale, AZ 85304
602-347-2600 • Fax: 602-347-2720 • wesdschools.org

December 15, 2021

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 annual comprehensive financial report of the Washington Elementary School District No. 6 (District) for the fiscal year ended June 30, 2021.

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

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

Governing Board: Bill Adams, President • Nikkie Whaley, Vice President
Jenni Abbott-Bayardi, Member • Lindsey Peterson, Member

Dr. Paul Stanton, Superintendent

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 allocates 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 20,398 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 2020-21, the District experienced a 4.3 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.

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 2021, the unemployment rate in the Phoenix area and Maricopa County was approximately 6.6 percent, less than a percent higher than the national average of 5.9 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 2022 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

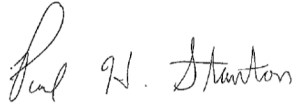
Awards. The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to the District for its annual comprehensive financial report for the fiscal year ended June 30, 2020. In addition, the Government Finance Officers Association (GFOA) awarded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

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

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

In closing, 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



Daniel O'Brien
Executive Director of Business Services



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

The Certificate of Excellence in Financial Reporting
is presented to

Washington Elementary School District 6

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

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



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

W. Edward Chabal
President

A handwritten signature in blue 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**

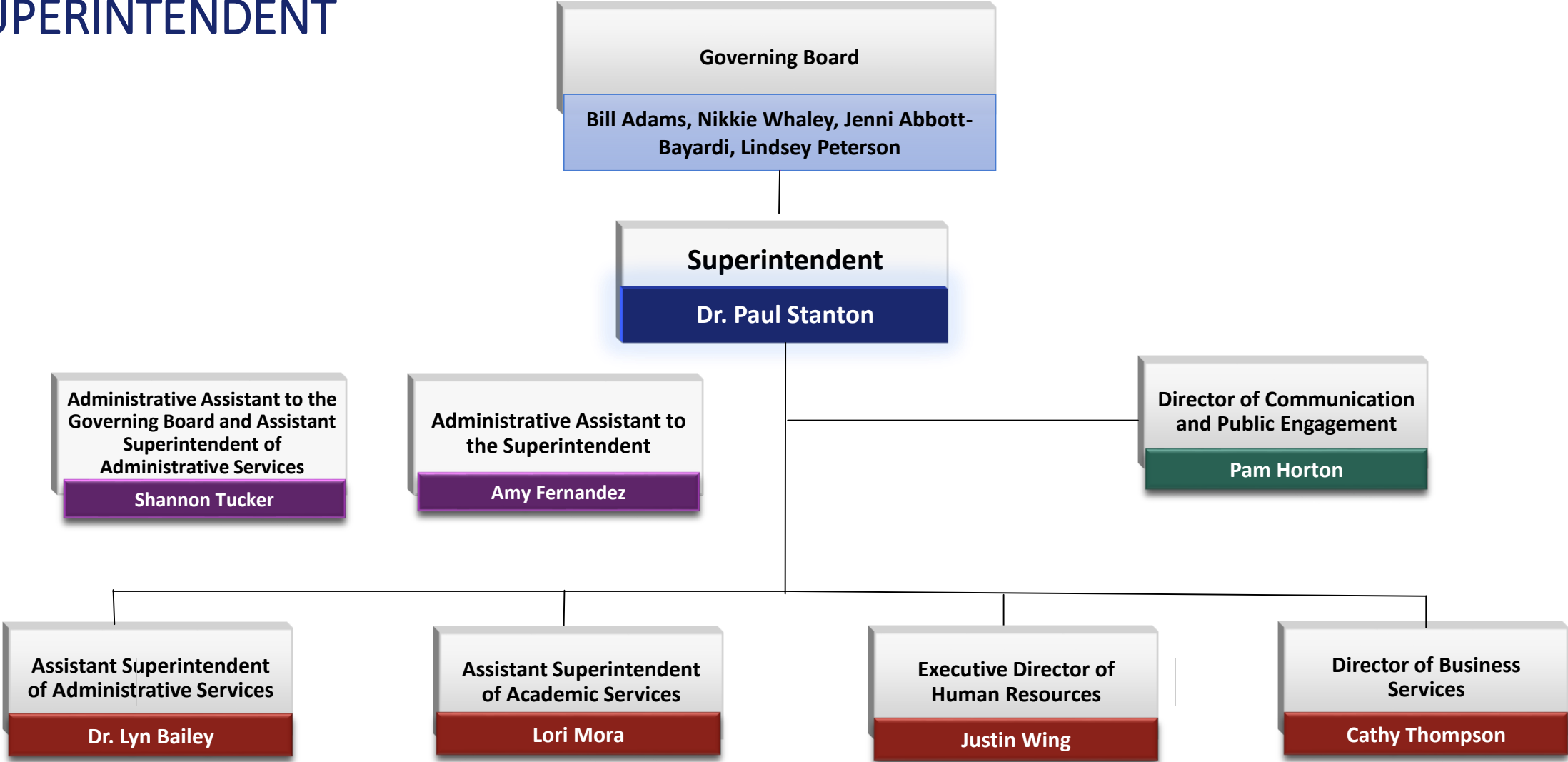
For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2020

Christopher P. Morill

Executive Director/CEO

SUPERINTENDENT



WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6

LIST OF PRINCIPAL OFFICIALS

GOVERNING BOARD

Bill Adams, President

Nikkie Whaley, Vice President

Jenni Abbott-Bayardi, Member

Lindsey Peterson, Member

OPEN SEAT, Member

ADMINISTRATIVE STAFF

Paul Stanton, Ed.D., Superintendent

Cathy Thompson, Director of Business Services

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FINANCIAL SECTION

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Independent Auditor's Report

Governing Board
Washington Elementary School District No. 6

Report on Audit of Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Washington Elementary School District No. 6 (District), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Washington Elementary School District No. 6, as of June 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of Washington Elementary School District No. 6 and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for one year beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements. In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Other Matters

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The Combining and Individual Fund Financial Statements and Schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Combining and Individual Fund Financial Statements and Schedules information is fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2021, on our consideration of 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.
Scottsdale, Arizona
December 15, 2021

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

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**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2021**

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, 2021. The management's discussion and analysis is presented as required supplementary information to supplement the basic financial statements. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report.

FINANCIAL HIGHLIGHTS

- The District's total net position of governmental activities increased \$12.0 million which represents an 13 percent increase from the prior fiscal year as a result of an increase operating grants and contributions from COVID-19 related grants.
- General revenues accounted for \$179.9 million in revenue, or 72 percent of all current fiscal year revenues. Program specific revenue in the form of charges for services and grants and contributions accounted for \$69.0 million or 28 percent of total current fiscal year revenues.
- The District had approximately \$236.9 million in expenses related to governmental activities, an increase of three percent from the prior fiscal year.
- Among major funds, the General Fund had \$154.8 million current fiscal year revenues, which primarily consisted of state aid and property taxes, and \$150.2 million in expenditures. The General Fund's fund balance increased from \$42.6 million at the prior fiscal year end, to \$46.1 million at the end of the current fiscal year.
- The Bond Building Fund's fund balance increased \$12.1 million due to the issuance of \$18.9 million in school improvement bonds.
- Net position for the Internal Service Funds increased \$1.8 million from the prior fiscal year, primarily due to contribution revenues exceeding claims expense in the Employee Benefit Trust Fund. Operating revenues of \$21.0 million exceeded operating expenses of \$19.3 million at the end of the current fiscal year.

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2021**

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).

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

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

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

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2021**

OVERVIEW OF FINANCIAL STATEMENTS

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

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

Proprietary 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, Other Federal Projects 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, 2021**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets and deferred outflows exceeded liabilities and deferred inflows by \$106.7 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, 2021 and June 30, 2020.

| | As of June 30, 2021 | As of June 30, 2020 |
|----------------------------------|------------------------|------------------------|
| Current assets | \$ 132,656,500 | \$ 115,856,075 |
| Capital assets, net | 282,521,260 | 280,298,000 |
| Total assets | <u>415,177,760</u> | <u>396,154,075</u> |
| Deferred outflows | <u>37,306,733</u> | <u>20,962,083</u> |
| Current liabilities | 8,766,506 | 9,000,248 |
| Long-term liabilities | <u>334,556,387</u> | <u>301,530,584</u> |
| Total liabilities | <u>343,322,893</u> | <u>310,530,832</u> |
| Deferred inflows | <u>2,509,033</u> | <u>11,923,993</u> |
| Net position: | | |
| Net investment in capital assets | 183,319,267 | 178,061,599 |
| Restricted | 41,575,591 | 38,427,365 |
| Unrestricted | <u>(118,242,291)</u> | <u>(121,827,631)</u> |
| Total net position | <u>\$ 106,652,567</u> | <u>\$ 94,661,333</u> |

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 \$118.2 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, 2021**

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 issuance of \$18.9 million in school improvement bonds.
- The increase in pension liabilities of \$28.5 million.
- The addition of \$12.5 million in capital assets.

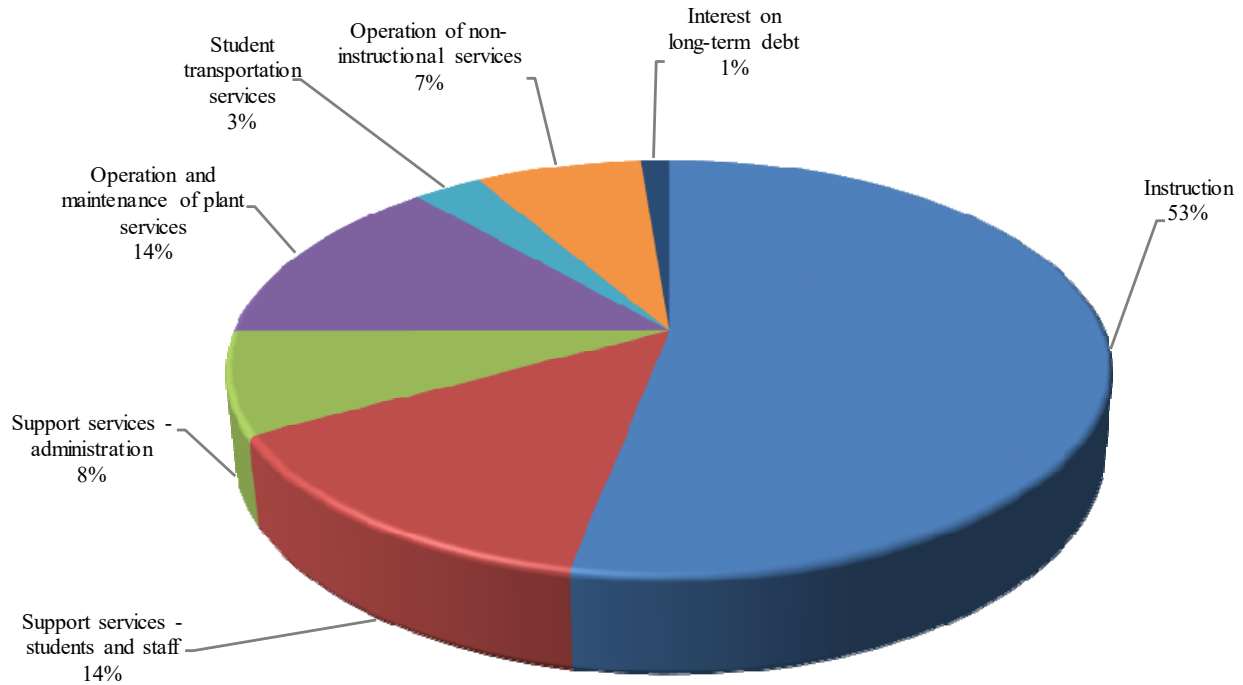
Changes in net position. The District's total revenues for the current fiscal year were \$248.9 million. The total cost of all programs and services was \$236.9 million. The following table presents a summary of the changes in net position for the fiscal years ended June 30, 2021 and June 30, 2020.

| | <u>Fiscal Year Ended June 30, 2021</u> | <u>Fiscal Year Ended June 30, 2020</u> |
|---|--|--|
| Revenues: | | |
| Program revenues: | | |
| Charges for services | \$ 2,442,846 | \$ 4,349,866 |
| Operating grants and contributions | 63,026,670 | 45,909,658 |
| Capital grants and contributions | 3,483,523 | 1,726,427 |
| General revenues: | | |
| Property taxes | 60,627,307 | 59,371,335 |
| Investment income | 815,406 | 1,717,046 |
| Unrestricted county aid | 9,739,655 | 9,688,387 |
| Unrestricted state aid | 106,771,627 | 115,461,000 |
| Unrestricted federal aid | 1,976,913 | 1,897,068 |
| Total revenues | <u>248,883,947</u> | <u>240,120,787</u> |
| Expenses: | | |
| Instruction | 125,586,285 | 124,392,296 |
| Support services - students and staff | 33,354,944 | 29,168,417 |
| Support services - administration | 18,668,255 | 18,079,753 |
| Operation and maintenance of plant services | 32,241,554 | 23,355,872 |
| Student transportation services | 7,038,491 | 9,665,851 |
| Operation of non-instructional services | 17,166,233 | 21,409,309 |
| Interest on long-term debt | 2,836,951 | 3,433,190 |
| Total expenses | <u>236,892,713</u> | <u>229,504,688</u> |
| Changes in net position | 11,991,234 | 10,616,099 |
| Net position, beginning | <u>94,661,333</u> | <u>84,045,234</u> |
| Net position, ending | <u>\$ 106,652,567</u> | <u>\$ 94,661,333</u> |

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2021**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Expenses - Fiscal Year 2021



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

- Operating grants and contributions increased \$17.1 million primarily due to increased grant funding related to the COVID-19 pandemic.
- Overall increase in expense of \$7.4 million as a result of increased spending related to the COVID-19 pandemic, including expenses to facilitate safely re-opening schools and providing additional tools for students in distance learning.

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.

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2021**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

| | Year Ended June 30, 2021 | | Year Ended June 30, 2020 | |
|--|--------------------------|------------------------|--------------------------|------------------------|
| | Total | Net (Expense)/ | Total | Net (Expense)/ |
| | Expenses | Revenue | Expenses | Revenue |
| Instruction | \$ 125,586,285 | \$(103,481,512) | \$ 124,392,296 | \$(104,948,473) |
| Support services - students and staff | 33,354,944 | (21,130,456) | 29,168,417 | (21,095,535) |
| Support services - administration | 18,668,255 | (16,990,658) | 18,079,753 | (17,870,818) |
| Operation and maintenance of plant services | 32,241,554 | (17,093,214) | 23,355,872 | (21,677,204) |
| Student transportation services | 7,038,491 | (6,540,881) | 9,665,851 | (8,417,752) |
| Operation of non-instructional services | 17,166,233 | 133,998 | 21,409,309 | (75,765) |
| Interest on long-term debt | 2,836,951 | (2,836,951) | 3,433,190 | (3,433,190) |
| Total | \$ 236,892,713 | \$(167,939,674) | \$ 229,504,688 | \$(177,518,737) |

- The cost of all governmental activities this year was \$236.9 million.
- Federal and State governments and charges for services subsidized certain programs with grants and contributions and other local revenues of \$69.0 million.
- Net cost of governmental activities of \$167.9 million was financed by general revenues, which are made up of primarily property taxes of \$60.6 million and state and county aid of \$116.5 million.

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

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

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

The financial performance of the District as a whole is reflected in its governmental funds. As the District completed the year, its governmental funds reported a combined fund balance of \$95.6 million, an increase of \$12.3 million due primarily to the issuance of \$18.9 million in school improvement bonds.

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2021**

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

The General Fund comprises 48 percent of the total fund balance. Approximately \$30.9 million, or 67 percent of the General Fund's fund balance is unassigned. Fund balance increased \$3.0 million to \$46.1 million as of the end of the fiscal year.

The fund balance in the Other Federal Projects Fund decreased \$3.6 million due primarily to the timing of reimbursements for grants received related to the COVID-19 pandemic.

Fund balance in the Food Service Fund changed slightly by \$90,039 to \$14.6 million.

The fund balance for the Debt Service Fund increased \$385,864 as a result of debt service requirements.

Fund balance in the Bond Building Fund increased \$12.1 million due to the issuance of \$18.9 million in school improvement bonds.

Proprietary funds. Total net position of the Internal Service Funds at the end of the fiscal year amounted to \$6.3 million. Net position for the Internal Service Funds increased \$1.8 million due to contribution revenues exceeding claims expense.

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 \$10.5 million, which was primarily due to decrease in the District's average daily membership as result of the COVID-19 pandemic.

Significant variances for the final amended budget and actual revenues resulted from the District not being required by the State of Arizona to prepare a revenue budget. A schedule showing the original and final budget amounts compared to the District's actual financial activity for the General Fund is provided in this report as required supplementary information. The significant 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, a greater than expected fiscal year 2020 carryforward, and the receipt of COVID-19 related grants that were used in part for General Fund operations.

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2021**

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. At year end, the District's investment in capital assets totaled \$468.5 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 \$10.7 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 \$10.2 million.

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

| | As of June 30, 2021 | As of June 30, 2020 |
|-----------------------------------|------------------------|------------------------|
| Capital assets - non-depreciable | \$ 6,640,008 | \$ 40,632,877 |
| Capital assets - depreciable, net | 275,881,252 | 239,665,123 |
| Total | \$ 282,521,260 | \$ 280,298,000 |

The estimated cost to complete current construction projects is \$9.5 million.

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

Debt Administration. At year end, the District had \$127.1 million in long-term debt outstanding, \$11.6 million due within one year. Long-term debt increased by \$5.2 million primarily due to the issuance of \$18.9 million in school improvement bonds.

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 \$326.3 million and the Class B debt limit is \$217.5 million, which are more than the District's total outstanding general obligation and Class B debt, respectively.

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

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

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

- An estimated budget balance carryforward of \$16.0 million in the Maintenance and Operation budget for the 2020-21 fiscal year.
- An increase in assessed values by 4.3 percent for the 2021 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 2022.

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2021**

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

- An increase in employee health insurance costs.
- An average 2 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 ESSER II grant funds.
- 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.
- 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.
- 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 COVID-19 pandemic.
- Approved grants that will help address additional expenses in response to the COVID-19 pandemic.

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

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2021**

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

Budgeted expenditures in the General Fund increased seven percent to \$173.0 million in fiscal year 2021-22 due to an expected increase in enrollment. State aid and property taxes are expected to be the primary funding sources. No new programs were added to the 2021-22 budget.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the resources it receives. If you have questions about this report or need additional information, contact the Business and Finance Department, Washington Elementary School District No. 6, 4650 West Sweetwater Avenue, Glendale, Arizona 85304.

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BASIC FINANCIAL STATEMENTS

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GOVERNMENT-WIDE FINANCIAL STATEMENTS

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
STATEMENT OF NET POSITION
JUNE 30, 2021

| | Governmental Activities |
|--|----------------------------|
| <u>ASSETS</u> | |
| Current assets: | |
| Cash and investments | \$ 92,748,788 |
| Property taxes receivable | 1,476,090 |
| Accounts receivable | 1,173,294 |
| Due from governmental entities | 35,730,412 |
| Prepaid items | 90,392 |
| Inventory | 1,437,524 |
| Total current assets | 132,656,500 |
| Noncurrent assets: | |
| Capital assets not being depreciated | 6,640,008 |
| Capital assets, net of accumulated depreciation | 275,881,252 |
| Total noncurrent assets | 282,521,260 |
| Total assets | 415,177,760 |
| <u>DEFERRED OUTFLOWS OF RESOURCES</u> | |
| Pension plan items | 37,306,733 |
| <u>LIABILITIES</u> | |
| Current liabilities: | |
| Accounts payable | 3,454,213 |
| Claims payable | 3,126,679 |
| Accrued payroll and employee benefits | 1,362,701 |
| Compensated absences payable | 783,712 |
| Accrued interest payable | 1,815,575 |
| Unearned revenues | 2,134,017 |
| Obligations under capital leases | 369,190 |
| Bonds payable | 11,205,000 |
| Total current liabilities | 24,251,087 |
| Noncurrent liabilities: | |
| Non-current portion of long-term obligations | 319,071,806 |
| Total noncurrent liabilities | 319,071,806 |
| Total liabilities | 343,322,893 |
| <u>DEFERRED INFLOWS OF RESOURCES</u> | |
| Pension plan items | 2,509,033 |
| <u>NET POSITION</u> | |
| Net investment in capital assets | 183,319,267 |
| Restricted for: | |
| Instruction | 9,602,082 |
| Food service | 14,644,753 |
| Non-instructional purposes | 772,931 |
| Debt service | 2,050,000 |
| Capital outlay | 14,505,825 |
| Unrestricted | (118,242,291) |
| Total net position | \$ 106,652,567 |

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, 2021

| Functions/Programs | Expenses | Program Revenues | | | Net (Expense) Revenue and Changes in Net Position |
|---|-----------------------|-------------------------|--|--|--|
| | | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Governmental Activities |
| Governmental activities: | | | | | |
| Instruction | \$ 125,586,285 | \$ 267,651 | \$ 20,937,550 | \$ 899,572 | \$ (103,481,512) |
| Support services - students and staff | 33,354,944 | | 12,224,488 | | (21,130,456) |
| Support services - administration | 18,668,255 | | 1,677,597 | | (16,990,658) |
| Operation and maintenance of plant services | 32,241,554 | 101,891 | 12,462,498 | 2,583,951 | (17,093,214) |
| Student transportation services | 7,038,491 | | 497,610 | | (6,540,881) |
| Operation of non-instructional services | 17,166,233 | 2,073,304 | 15,226,927 | | 133,998 |
| Interest on long-term debt | 2,836,951 | | | | (2,836,951) |
| Total governmental activities | <u>\$ 236,892,713</u> | <u>\$ 2,442,846</u> | <u>\$ 63,026,670</u> | <u>\$ 3,483,523</u> | <u>(167,939,674)</u> |

General revenues:

Taxes:

| | |
|---|-------------|
| Property taxes, levied for general purposes | 46,361,579 |
| Property taxes, levied for debt service | 13,699,246 |
| Property taxes, levied for capital outlay | 566,482 |
| Investment income | 815,406 |
| Unrestricted county aid | 9,739,655 |
| Unrestricted state aid | 106,771,627 |
| Unrestricted federal aid | 1,976,913 |

Total general revenues 179,930,908

Changes in net position 11,991,234

Net position, beginning of year 94,661,333

Net position, end of year \$ 106,652,567

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

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FUND FINANCIAL STATEMENTS

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2021

| | General | Other Federal Projects | Food Service |
|--|--------------------------|---------------------------|--------------------------|
| <u>ASSETS</u> | | | |
| Cash and investments | \$ 12,966,235 | \$ | \$ 14,067,327 |
| Property taxes receivable | 1,244,161 | | |
| Due from governmental entities | 26,987,865 | 5,199,159 | 548,850 |
| Due from other funds | 6,491,785 | | |
| Inventory | 1,260,090 | | 177,434 |
| Total assets | \$ 48,950,136 | \$ 5,199,159 | \$ 14,793,611 |
| <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u> | | | |
| Liabilities: | | | |
| Accounts payable | \$ 1,216,576 | \$ 367,504 | \$ 85,334 |
| Due to other funds | | 4,706,016 | |
| Accrued payroll and employee benefits | 790,707 | 97,547 | 63,524 |
| Unearned revenues | | | |
| Bonds payable | | | |
| Bond interest payable | | | |
| Total liabilities | 2,007,283 | 5,171,067 | 148,858 |
| Deferred inflows of resources: | | | |
| Unavailable revenues - property taxes | 876,298 | | |
| Unavailable revenues - intergovernmental | | 4,257,760 | |
| Total deferred inflows of resources | 876,298 | 4,257,760 | |
| Fund balances (deficits): | | | |
| Nonspendable | 1,260,090 | | 177,434 |
| Restricted | 13,906,854 | 49,419 | 14,467,319 |
| Unassigned | 30,899,611 | (4,279,087) | |
| Total fund balances | 46,066,555 | (4,229,668) | 14,644,753 |
| Total liabilities, deferred inflows of resources and fund balances | \$ 48,950,136 | \$ 5,199,159 | \$ 14,793,611 |

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

| <u>Debt Service</u> | <u>Bond Building</u> | <u>Non-Major Governmental Funds</u> | <u>Total Governmental Funds</u> |
|--|--------------------------------------|---|---|
| \$ 14,838,646 231,929 | \$ 28,934,104 | \$ 13,036,847 2,994,538 | \$ 83,843,159 1,476,090 35,730,412 6,491,785 1,437,524 |
| <u>\$ 15,070,575</u> | <u>\$ 28,934,104</u> | <u>\$ 16,031,385</u> | <u>\$ 128,978,970</u> |
| | | | |
| \$ 11,205,000 1,815,575 <u>13,020,575</u> | \$ 1,006,127 <u>1,006,127</u> | \$ 778,672 1,785,769 410,923 2,134,017 <u>5,109,381</u> | \$ 3,454,213 6,491,785 1,362,701 2,134,017 11,205,000 1,815,575 <u>26,463,291</u> |
| | | | |
| 127,875 <u>127,875</u> | | 1,687,567 <u>1,687,567</u> | 1,004,173 <u>5,945,327</u> <u>6,949,500</u> |
| | | | |
| 1,922,125 <u>1,922,125</u> | 27,927,977 <u>27,927,977</u> | 10,733,754 (1,499,317) <u>9,234,437</u> | 1,437,524 69,007,448 25,121,207 <u>95,566,179</u> |
| | | | |
| <u>\$ 15,070,575</u> | <u>\$ 28,934,104</u> | <u>\$ 16,031,385</u> | <u>\$ 128,978,970</u> |

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WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2021

Total governmental fund balances **\$ 95,566,179**

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 | \$ 467,641,279 | |
| Less accumulated depreciation | <u>(185,347,525)</u> | 282,293,754 |

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

| | | |
|-------------------|------------------|-----------|
| Property taxes | 1,004,173 | |
| Intergovernmental | <u>5,945,327</u> | 6,949,500 |

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 | 37,306,733 | |
| Deferred inflows of resources related to pensions | <u>(2,509,033)</u> | 34,797,700 |

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.

6,263,514

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

| | | |
|----------------------------------|----------------------|----------------------|
| Compensated absences payable | (2,792,353) | |
| Obligations under capital leases | (369,190) | |
| Net pension liability | (200,500,757) | |
| Bonds payable | <u>(115,555,780)</u> | <u>(319,218,080)</u> |

Net position of governmental activities **\$ 106,652,567**

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, 2021

| | General | Other Federal Projects | Food Service |
|--|----------------------|---------------------------|----------------------|
| Revenues: | | | |
| Other local | \$ 10,587,114 | \$ | \$ 151,570 |
| Property taxes | 46,816,101 | | |
| State aid and grants | 95,463,680 | | |
| Federal aid, grants and reimbursements | 1,976,913 | 23,015,099 | 13,757,117 |
| Total revenues | 154,843,808 | 23,015,099 | 13,908,687 |
| Expenditures: | | | |
| Current - | | | |
| Instruction | 89,106,838 | 7,782,819 | |
| Support services - students and staff | 20,978,516 | 4,172,406 | |
| Support services - administration | 16,011,395 | 1,262,274 | |
| Operation and maintenance of plant services | 15,007,321 | 10,912,371 | 95,565 |
| Student transportation services | 5,450,796 | 431,259 | |
| Operation of non-instructional services | 367,929 | 1,085,343 | 12,453,845 |
| Capital outlay | 2,852,622 | 851,080 | 12,573 |
| Debt service - | | | |
| Principal retirement | 356,155 | | |
| Interest and fiscal charges | 26,548 | | |
| Bond issuance costs | | | |
| Total expenditures | 150,158,120 | 26,497,552 | 12,561,983 |
| Excess (deficiency) of revenues over expenditures | 4,685,688 | (3,482,453) | 1,346,704 |
| Other financing sources (uses): | | | |
| Transfers in | 1,621,385 | | |
| Transfers out | (3,300,000) | (148,604) | (1,256,665) |
| Issuance of school improvement bonds | | | |
| Premium on sale of bonds | | | |
| Total other financing sources (uses) | (1,678,615) | (148,604) | (1,256,665) |
| Changes in fund balances | 3,007,073 | (3,631,057) | 90,039 |
| Fund balances (deficits), beginning of year | 42,619,652 | (598,611) | 14,703,596 |
| Increase (decrease) in reserve for inventory | 439,830 | | (148,882) |
| Fund balances (deficits), end of year | \$ 46,066,555 | \$ (4,229,668) | \$ 14,644,753 |

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

| <u>Debt Service</u> | <u>Bond Building</u> | <u>Non-Major Governmental Funds</u> | <u>Total Governmental Funds</u> |
|---------------------|----------------------|---|---|
| \$ 113,694 | \$ 205,644 | \$ 2,356,280 | \$ 13,414,302 |
| 13,830,709 | | 535,901 | 61,182,711 |
| | | 18,521,348 | 113,985,028 |
| | | 17,677,768 | 56,426,897 |
| <u>13,944,403</u> | <u>205,644</u> | <u>39,091,297</u> | <u>245,008,938</u> |
| | | 22,745,283 | 119,634,940 |
| | | 7,849,982 | 33,000,904 |
| | | 527,063 | 17,800,732 |
| | | 889,813 | 26,905,070 |
| | | 47,089 | 5,929,144 |
| | | 2,617,282 | 16,524,399 |
| | 8,826,018 | 3,156,644 | 15,698,937 |
| 11,205,000 | | 3,918,943 | 15,480,098 |
| 3,635,529 | | 70,285 | 3,732,362 |
| | 337,889 | | 337,889 |
| <u>14,840,529</u> | <u>9,163,907</u> | <u>41,822,384</u> | <u>255,044,475</u> |
| <u>(896,126)</u> | <u>(8,958,263)</u> | <u>(2,731,087)</u> | <u>(10,035,537)</u> |
| 1,281,990 | | 3,300,000 | 6,203,375 |
| | (1,281,990) | (216,116) | (6,203,375) |
| | 18,900,000 | | 18,900,000 |
| | 3,430,652 | | 3,430,652 |
| <u>1,281,990</u> | <u>21,048,662</u> | <u>3,083,884</u> | <u>22,330,652</u> |
| <u>385,864</u> | <u>12,090,399</u> | <u>352,797</u> | <u>12,295,115</u> |
| 1,536,261 | 15,837,578 | 8,881,640 | 82,980,116 |
| | | | 290,948 |
| <u>\$ 1,922,125</u> | <u>\$ 27,927,977</u> | <u>\$ 9,234,437</u> | <u>\$ 95,566,179</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, 2021

Changes in fund balances - total governmental funds **\$ 12,295,115**

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 | \$ 12,445,129 | |
| Less current year depreciation | <u>(10,146,836)</u> | 2,298,293 |

Issuance of long-term debt provides current financial resources to governmental funds, but the issuance increases long-term liabilities in the Statement of Net Position. (18,900,000)

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

| | | |
|-------------------|------------------|-----------|
| Property taxes | (555,404) | |
| Intergovernmental | <u>4,382,419</u> | 3,827,015 |

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 | 4,275,098 | |
| Bond principal retirement | <u>11,205,000</u> | 15,480,098 |

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 | 14,978,346 | |
| Pension expense | <u>(17,688,362)</u> | (2,710,016) |

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 | 290,948 | |
| Loss on disposal of assets | (44,943) | |
| Amortization of deferred bond items | (2,535,241) | |
| Compensated absences | <u>212,039</u> | (2,077,197) |

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.

1,777,926

Changes in net position in governmental activities **\$ 11,991,234**

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, 2021

| | Governmental Activities: Internal Service Funds |
|---|--|
| <u>ASSETS</u> | |
| Current assets: | |
| Cash and investments | \$ 8,905,629 |
| Accounts receivable | 1,173,294 |
| Prepaid items | 90,392 |
| Total current assets | 10,169,315 |
| Noncurrent assets: | |
| Capital assets, net of accumulated depreciation | 227,506 |
| Total noncurrent assets | 227,506 |
| Total assets | 10,396,821 |
| <u>LIABILITIES</u> | |
| Current liabilities: | |
| Claims payable | 3,126,679 |
| Total current liabilities | 3,126,679 |
| Noncurrent liabilities: | |
| Non-current portion of long-term obligations | 1,006,628 |
| Total noncurrent liabilities | 1,006,628 |
| Total liabilities | 4,133,307 |
| <u>NET POSITION</u> | |
| Investment in capital assets | 227,506 |
| Unrestricted | 6,036,008 |
| Total net position | \$ 6,263,514 |

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, 2021**

| | Governmental Activities: Internal Service Funds |
|---|--|
| Operating revenues: | |
| Contributions | \$ 20,846,241 |
| Charges for services | 187,630 |
| Total operating revenues | <u>21,033,871</u> |
| Operating expenses: | |
| Claims | 14,015,511 |
| Premiums | 2,463,325 |
| Administrative and other | 2,423,066 |
| Cost of services | 325,262 |
| Depreciation | 76,775 |
| Total operating expenses | <u>19,303,939</u> |
| Operating income (loss) | <u>1,729,932</u> |
| Nonoperating revenues (expenses): | |
| Investment income | 47,994 |
| Total nonoperating revenues (expenses) | <u>47,994</u> |
| Changes in net position | <u>1,777,926</u> |
| Total net position, beginning of year | 4,485,588 |
| Total net position, end of year | <u><u>\$ 6,263,514</u></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, 2021**

| | Governmental Activities: Internal Service Funds |
|---|--|
| <u>Increase/Decrease in Cash and Cash Equivalents</u> | |
| Cash flows from operating activities: | |
| Cash received from contributions | \$ 20,265,422 |
| Cash received for services | 187,630 |
| Cash payments to suppliers for goods and services | (5,292,118) |
| Cash payments for claims | (14,477,438) |
| Net cash provided by/used for operating activities | 683,496 |
| Cash flows from capital and related financing activities: | |
| Acquisition of capital assets | (46,685) |
| Net cash provided by/used for capital and related financing activities | (46,685) |
| Cash flows from investing activities: | |
| Investment income | 47,994 |
| Net cash provided by/used for investing activities | 47,994 |
| Net increase/decrease in cash and cash equivalents | 684,805 |
| Cash and cash equivalents, beginning of year | 8,220,824 |
| Cash and cash equivalents, end of year | \$ 8,905,629 |
| <u>Reconciliation of Operating Income/Loss to Net Cash Provided by/Used for Operating Activities</u> | |
| Operating income/loss | \$ 1,729,932 |
| Adjustments to reconcile operating income/loss to net cash provided by/used for operating activities: | |
| Depreciation | 76,775 |
| Changes in assets and liabilities: | |
| Increase/decrease in accounts receivable | (580,819) |
| Increase/decrease in prepaid items | (35,266) |
| Increase/decrease in accounts payable | (45,199) |
| Increase/decrease in claims payable | (461,927) |
| Total adjustments | (1,046,436) |
| Net cash provided by/used for operating activities | \$ 683,496 |

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, 2021

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.

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, 2021

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, 2021

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, 2021

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.

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

Food Service Fund – The Food Service Fund accounts for the financial activity of school activities that have as their purpose the preparation and serving of regular and incidental meals and snacks in connection with school functions.

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

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

Additionally, the District reports the following fund 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, 2021

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, 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, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

E. Investment Income

Investment income is composed of interest, dividends, and net changes in the fair value of applicable investments. Investment income is included in other local revenue in the 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, 2021

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, 2021

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, 2021

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.

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.

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 2 – 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, 2021

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.

| | General Fund | Other Federal Projects Fund | Food Service Fund | Debt Service Fund | Bond Building Fund | Non-Major Governmental Funds |
|----------------------------|---------------------|--------------------------------------|-------------------------|-------------------------|--------------------------|------------------------------------|
| Fund Balances: | | | | | | |
| Nonspendable: | | | | | | |
| Inventory | \$ 1,260,090 | | \$ 177,434 | | \$ | \$ |
| Restricted: | | | | | | |
| Debt service | | | | 1,922,125 | | |
| Capital projects | 13,314,482 | | | | | 1,191,343 |
| Bond building projects | | | | | 27,927,977 | |
| Voter approved initiatives | | | | | | 1,239,500 |
| Federal and state projects | | 49,419 | | | | 6,208,803 |
| Food service | | | 14,467,319 | | | |
| Community school | | | | | | 675,080 |
| Extracurricular activities | | | | | | 1,102,311 |
| Gifts and donations | 592,372 | | | | | |
| Other purposes | | | | | | 316,717 |
| Unassigned | 30,899,611 | (4,279,087) | | | | (1,499,317) |
| Total fund balances | <u>\$46,066,555</u> | <u>\$(4,229,668)</u> | <u>\$14,644,753</u> | <u>\$1,922,125</u> | <u>\$27,927,977</u> | <u>\$ 9,234,437</u> |

NOTE 3 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

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

| Major Fund | <u>Deficit</u> |
|--|----------------|
| Other Federal Projects | \$ 4,229,668 |
| Non-Major Governmental Funds: | |
| Title I Grants | 326,935 |
| Professional Development and Technology Grants | 101,432 |
| Title IV Grants | 550,863 |
| Limited English & Immigrant Students | 215,129 |
| Indian Education | 68,797 |
| Special Education Grants | 140,699 |
| Homeless Education | 1,073 |
| Other State Projects | 93,976 |
| Building Renewal Grant | 413 |

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 3 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

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

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

NOTE 4 – CASH AND INVESTMENTS

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of bank failure the District’s deposits may not be returned to the District. The District does not have a deposit policy for custodial credit risk. At year end, the carrying amount of the District’s deposits was \$1,792,943 and the bank balance was \$2,567,305. At year end, \$1,817,305 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

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:

| | Average Maturities | Fair Value |
|------------------------------------|--------------------|---------------|
| County Treasurer’s investment pool | 842 days | \$ 90,953,745 |
| Total | | \$ 90,953,745 |

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.

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 4 – CASH AND INVESTMENTS

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

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

NOTE 5 – RECEIVABLES

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

| | General Fund | Other Federal Projects Fund | Food Service Fund | Non-Major Governmental Funds |
|---------------------------------------|----------------------|--------------------------------------|-------------------------|------------------------------------|
| Due from other governmental entities: | | | | |
| Due from federal government | \$ 351,963 | \$ 5,199,159 | \$ 548,850 | \$ 2,673,747 |
| Due from state government | 26,635,902 | | | 320,791 |
| Net due from governmental entities | <u>\$ 26,987,865</u> | <u>\$ 5,199,159</u> | <u>\$ 548,850</u> | <u>\$ 2,994,538</u> |

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 6 – CAPITAL ASSETS

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

| Governmental Activities | Beginning Balance | Increase | Decrease | Ending Balance |
|--|-----------------------|---------------------|---------------------|-----------------------|
| Capital assets, not being depreciated: | | | | |
| Land | \$ 4,411,347 | \$ | \$ | \$ 4,411,347 |
| Construction in progress | 36,221,530 | 9,433,740 | 43,426,609 | 2,228,661 |
| Total capital assets, not being depreciated | <u>40,632,877</u> | <u>9,433,740</u> | <u>43,426,609</u> | <u>6,640,008</u> |
| Capital assets, being depreciated: | | | | |
| Land improvements | 33,878,773 | 10,349,538 | | 44,228,311 |
| Buildings and improvements | 339,309,311 | 33,689,717 | 6,486 | 372,992,542 |
| Vehicles, furniture and equipment | 43,988,603 | 2,445,428 | 1,807,937 | 44,626,094 |
| Total capital assets being depreciated | <u>417,176,687</u> | <u>46,484,683</u> | <u>1,814,423</u> | <u>461,846,947</u> |
| Less accumulated depreciation for: | | | | |
| Land improvements | (17,105,813) | (1,499,062) | | (18,604,875) |
| Buildings and improvements | (133,917,998) | (6,407,644) | (6,216) | (140,319,426) |
| Vehicles, furniture and equipment | (26,487,753) | (2,316,905) | (1,763,264) | (27,041,394) |
| Total accumulated depreciation | <u>(177,511,564)</u> | <u>(10,223,611)</u> | <u>(1,769,480)</u> | <u>(185,965,695)</u> |
| Total capital assets, being depreciated, net | <u>239,665,123</u> | <u>36,261,072</u> | <u>44,943</u> | <u>275,881,252</u> |
| Governmental activities capital assets, net | <u>\$ 280,298,000</u> | <u>\$45,694,812</u> | <u>\$43,471,552</u> | <u>\$ 282,521,260</u> |

Depreciation expense was charged to functions/programs as follows:

| | |
|---|----------------------|
| Instruction | \$ 4,198,854 |
| Support services – students and staff | 54,162 |
| Support services – administration | 845,228 |
| Operation and maintenance of plant services | 3,712,618 |
| Student transportation services | 1,086,975 |
| Operation of non-instructional services | 325,774 |
| Total depreciation expense | <u>\$ 10,223,611</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 \$2.2 million on the projects and had estimated remaining contractual commitments of \$9.5 million. These projects are being funded with bond proceeds.

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 7 – 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 8 – 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 | 1,754,051 |
| Total | \$ 159,460 |

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: | |
| 2022 | \$ 382,702 |
| Total minimum lease payments | 382,702 |
| Less: amount representing interest | 13,512 |
| Present value of minimum lease payments | 369,190 |
| Due within one year | \$ 369,190 |

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 9 – GENERAL OBLIGATION BONDS PAYABLE

Bonds payable at year end consisted of the following outstanding general obligation bonds. 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 \$326.3 million and the available margin is \$202.8 million.

Principal requirements at year end, were as follows:

| Purpose | Original Amount Issued | Interest Rates | Remaining Maturities | Outstanding Principal June 30, 2021 | Due Within One Year |
|---|------------------------------|-------------------|-------------------------|---|------------------------|
| Governmental activities: | | | | | |
| General obligation bonds: | | | | | |
| School Improvement Bonds, Project 2010, Series B | \$ 20,000,000 | 3.0-4.0% | 7/1/21-26 | \$ 17,250,000 | \$ 885,000 |
| School Improvement Bonds, Project 2010, Series E | 25,500,000 | 2.0-3.0% | 7/1/21-26 | 17,950,000 | 4,800,000 |
| School Improvement Bonds, Project 2016, Series A | 33,555,000 | 3.0-5.0% | 7/1/21-29 | 24,470,000 | 795,000 |
| School Improvement Bonds, Project 2016, Series B | 36,000,000 | 3.0-5.0% | 7/1/21-31 | 32,750,000 | 2,400,000 |
| School Improvement Bonds, Project 2016, Series C | 18,900,000 | 2.0-4.0% | 7/1/23-32 | 18,900,000 | |
| Private placement general obligation bonds: | | | | | |
| Refunding Bonds, Series 2020 | 3,900,000 | 1.5% | 7/1/21-22 | 3,900,000 | 2,325,000 |
| Total | | | | <u>\$ 115,220,000</u> | <u>\$ 11,205,000</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 |
| | Principal | Interest | Obligation Bonds | Interest |
| 2022 | \$ 8,880,000 | \$ 3,960,164 | \$ 2,325,000 | \$ 41,062 |
| 2023 | 8,295,000 | 3,796,100 | 1,575,000 | 11,813 |
| 2024 | 10,180,000 | 3,459,700 | | |
| 2025 | 10,605,000 | 3,054,100 | | |
| 2026 | 10,945,000 | 2,655,550 | | |
| 2027-31 | 53,615,000 | 6,372,800 | | |
| 2032-36 | 8,800,000 | 163,000 | | |
| Total | <u>\$ 111,320,000</u> | <u>\$ 23,461,414</u> | <u>\$ 3,900,000</u> | <u>\$ 52,875</u> |

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 10 – CHANGES IN LONG-TERM LIABILITIES

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

| | Beginning Balance | Additions | Reductions | Ending Balance | Due Within One Year |
|--|-----------------------|----------------------|----------------------|-----------------------|------------------------|
| Governmental activities: | | | | | |
| Bonds payable: | | | | | |
| General obligation bonds | \$ 104,350,000 | \$ 18,900,000 | \$ 11,930,000 | \$ 111,320,000 | \$ 8,880,000 |
| Private placement general obligation bonds | 3,900,000 | | | 3,900,000 | 2,325,000 |
| Premium | 9,005,539 | 3,430,652 | 895,411 | 11,540,780 | |
| Total bonds payable | <u>117,255,539</u> | <u>22,330,652</u> | <u>12,825,411</u> | <u>126,760,780</u> | <u>11,205,000</u> |
| Obligations under capital leases | 4,644,288 | | 4,275,098 | 369,190 | 369,190 |
| Net pension liability | 172,031,131 | 28,469,626 | | 200,500,757 | |
| Claims payable | 4,595,234 | | 461,927 | 4,133,307 | 3,126,679 |
| Compensated absences payable | 3,004,392 | 1,022,442 | 1,234,481 | 2,792,353 | 783,712 |
| Governmental activity long-term liabilities | <u>\$ 301,530,584</u> | <u>\$ 51,822,720</u> | <u>\$ 18,796,917</u> | <u>\$ 334,556,387</u> | <u>\$ 15,484,581</u> |

NOTE 11 – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

At year end, interfund balances were as follows:

Due to/from other funds:

| | General Fund |
|------------------------------|---------------------|
| Other Federal Projects Fund | \$ 4,706,016 |
| Non-Major Governmental Funds | 1,785,769 |
| Total Due from Other Funds | <u>\$ 6,491,785</u> |

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

Interfund transfers:

| | Transfers in | | | Total |
|------------------------------|---------------------|-------------------------|------------------------------------|---------------------|
| | General Fund | Debt Service Fund | Non-Major Governmental Funds | |
| Transfers out | | | | |
| General Fund | \$ | \$ | \$ 3,300,000 | \$ 3,300,000 |
| Other Federal Projects Fund | 148,604 | | | 148,604 |
| Food Service Fund | 1,256,665 | | | 1,256,665 |
| Bond Building Fund | | 1,281,990 | | 1,281,990 |
| Non-Major Governmental Funds | 216,116 | | | 216,116 |
| Total | <u>\$ 1,621,385</u> | <u>\$ 1,281,990</u> | <u>\$ 3,300,000</u> | <u>\$ 6,203,375</u> |

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 11 – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

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, and (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).

NOTE 12 – CONTINGENT LIABILITIES

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

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.

NOTE 13 – RISK MANAGEMENT

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

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 13 – RISK MANAGEMENT

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).

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> | | | | |
| 2020-21 | \$ 3,146,000 | \$ 13,237,398 | \$ 13,743,398 | \$ 2,640,000 |
| 2019-20 | 2,974,000 | 13,003,710 | 12,831,710 | 3,146,000 |
| <u>Workers’ Compensation</u> | | | | |
| 2020-21 | 1,354,981 | 652,491 | 554,338 | 1,453,134 |
| 2019-20 | 1,746,088 | 463,640 | 854,747 | 1,354,981 |
| <u>Property and Casualty Insurance</u> | | | | |
| 2020-21 | 94,253 | 125,622 | 179,702 | 40,173 |
| 2019-20 | 275,483 | 47,017 | 228,247 | 94,253 |
| <u>Total</u> | | | | |
| 2020-21 | 4,595,234 | 14,015,511 | 14,477,438 | 4,133,307 |
| 2019-20 | 4,995,571 | 13,514,367 | 13,914,704 | 4,595,234 |

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 14 – PENSIONS

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

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

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

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

*With actuarially reduced benefits

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

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 14 – PENSIONS

Contributions. In accordance with state statutes, annual actuarial valuations determine active member and employer contribution requirements. The combined active member and employer contribution rates are expected to finance the costs of benefits employees earn during the year, with an additional amount to finance any unfunded accrued liability. For the current fiscal year, active ASRS members were required by statute to contribute at the actuarially determined rate of 12.22 percent (12.04 percent for retirement and 0.18 percent for long-term disability) of the members’ annual covered payroll, and the District was required by statute to contribute at the actuarially determined rate of 12.22 percent (11.65 percent for retirement, 0.39 percent for health insurance premium benefit, and 0.18 percent for long-term disability) of the active members’ annual covered payroll. The District’s contributions to the pension plan for the year ended June 30, 2021 were \$14,978,346.

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

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

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

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

| Net Liability | District % Proportion | Increase (Decrease) |
|------------------|--------------------------|------------------------|
| \$ 200,500,757 | 1.157 | (0.025) |

Pension Expense and Deferred Outflows/Inflows of Resources. The District has deferred outflows and inflows of resources related to the net pension liability. Certain changes in the net pension liability are recognized as pension expense over a period of time rather than the year of occurrence. The District’s pension expense for the year ended June 30, 2021 was \$17,688,362.

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 14 – 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 | \$ 1,813,877 | \$ |
| Net difference between projected and actual earnings on pension investments | 19,338,533 | |
| Changes in proportion and differences between contributions and proportionate share of contributions | 1,175,977 | 2,509,033 |
| Contributions subsequent to the measurement date | 14,978,346 | |
| Total | \$ 37,306,733 | \$ 2,509,033 |

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

| Year Ending June 30: | |
|----------------------|--------------|
| 2022 | \$ 2,101,630 |
| 2023 | 4,741,464 |
| 2024 | 6,994,953 |
| 2025 | 5,981,307 |

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

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

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 14 – PENSIONS

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

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

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

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

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

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 14 – 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 | \$ 274,182,065 | \$ 200,500,757 | \$ 138,906,969 |

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

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REQUIRED SUPPLEMENTARY INFORMATION

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL
YEAR ENDED JUNE 30, 2021

| | <u>Budgeted Amounts</u> | | Non-GAAP Actual | Variance with Final Budget Positive (Negative) |
|--|-------------------------|-------------------------|----------------------|---|
| | <u>Original</u> | <u>Final</u> | | <u>(Negative)</u> |
| Revenues: | | | | |
| Other local | \$ | \$ | \$ 9,245,952 | \$ 9,245,952 |
| Property taxes | | | 46,785,520 | 46,785,520 |
| State aid and grants | | | 90,805,165 | 90,805,165 |
| Total revenues | | | <u>146,836,637</u> | <u>146,836,637</u> |
| Expenditures: | | | | |
| Current - | | | | |
| Instruction | 99,061,418 | 95,163,672 | 86,944,426 | 8,219,246 |
| Support services - students and staff | 23,283,117 | 23,220,068 | 20,020,230 | 3,199,838 |
| Support services - administration | 15,858,522 | 16,070,183 | 14,060,775 | 2,009,408 |
| Operation and maintenance of plant services | 22,439,627 | 18,253,023 | 14,153,959 | 4,099,064 |
| Student transportation services | 10,421,388 | 7,825,388 | 5,267,620 | 2,557,768 |
| Operation of non-instructional services | 464,478 | 460,220 | 330,333 | 129,887 |
| Total expenditures | <u>171,528,550</u> | <u>160,992,554</u> | <u>140,777,343</u> | <u>20,215,211</u> |
| Excess (deficiency) of revenues over expenditures | <u>(171,528,550)</u> | <u>(160,992,554)</u> | <u>6,059,294</u> | <u>167,051,848</u> |
| Other financing sources (uses): | | | | |
| Transfers out | | | (3,300,000) | (3,300,000) |
| Total other financing sources (uses) | | | <u>(3,300,000)</u> | <u>(3,300,000)</u> |
| Changes in fund balances | <u>(171,528,550)</u> | <u>(160,992,554)</u> | <u>2,759,294</u> | <u>163,751,848</u> |
| Fund balances, beginning of year | | | 21,917,569 | 21,917,569 |
| Increase (decrease) in reserve for inventory | | | 439,830 | 439,830 |
| Fund balances (deficits), end of year | <u>\$ (171,528,550)</u> | <u>\$ (160,992,554)</u> | <u>\$ 25,116,693</u> | <u>\$ 186,109,247</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
OTHER FEDERAL PROJECTS
YEAR ENDED JUNE 30, 2021

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|--|-------------------------|------------------------|-----------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues: | | | | |
| Federal aid, grants and reimbursements | \$ | \$ | \$ 23,015,099 | \$ 23,015,099 |
| Total revenues | | | <u>23,015,099</u> | <u>23,015,099</u> |
| Expenditures: | | | | |
| Current - | | | | |
| Instruction | 1,354,470 | 31,964,626 | 7,782,819 | 24,181,807 |
| Support services - students and staff | 4,000,000 | 4,500,000 | 4,172,406 | 327,594 |
| Support services - administration | 1,450,000 | 1,300,000 | 1,262,274 | 37,726 |
| Operation and maintenance of plant services | 2,000,000 | 12,000,000 | 10,912,371 | 1,087,629 |
| Student transportation services | 450,000 | 450,000 | 431,259 | 18,741 |
| Operation of non-instructional services | 1,000,000 | 1,200,000 | 1,085,343 | 114,657 |
| Capital outlay | 1,000,000 | 1,000,000 | 851,080 | 148,920 |
| Total expenditures | <u>11,254,470</u> | <u>52,414,626</u> | <u>26,497,552</u> | <u>25,917,074</u> |
| Excess (deficiency) of revenues over expenditures | <u>(11,254,470)</u> | <u>(52,414,626)</u> | <u>(3,482,453)</u> | <u>48,932,173</u> |
| Other financing sources (uses): | | | | |
| Transfers out | | | (148,604) | (148,604) |
| Total other financing sources (uses) | | | <u>(148,604)</u> | <u>(148,604)</u> |
| Changes in fund balances | <u>(11,254,470)</u> | <u>(52,414,626)</u> | <u>(3,631,057)</u> | <u>48,783,569</u> |
| Fund balances (deficits), beginning of year | | | (598,611) | (598,611) |
| Fund balances (deficits), end of year | <u>\$ (11,254,470)</u> | <u>\$ (52,414,626)</u> | <u>\$ (4,229,668)</u> | <u>\$ 48,184,958</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, 2021

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | Variance with |
|--|-------------------------|------------------------|----------------------|--|
| | <u>Original</u> | <u>Final</u> | | Final Budget Positive (Negative) |
| Revenues: | | | | |
| Other local | \$ | \$ | \$ 151,570 | \$ 151,570 |
| Federal aid, grants and reimbursements | | | 13,757,117 | 13,757,117 |
| Total revenues | | | <u>13,908,687</u> | <u>13,908,687</u> |
| Expenditures: | | | | |
| Current - | | | | |
| Operation and maintenance of plant services | 100,000 | 100,000 | 95,565 | 4,435 |
| Operation of non-instructional services | 29,625,000 | 32,525,000 | 12,453,845 | 20,071,155 |
| Capital outlay | 25,000 | 25,000 | 12,573 | 12,427 |
| Total expenditures | <u>29,750,000</u> | <u>32,650,000</u> | <u>12,561,983</u> | <u>20,088,017</u> |
| Excess (deficiency) of revenues over expenditures | <u>(29,750,000)</u> | <u>(32,650,000)</u> | <u>1,346,704</u> | <u>33,996,704</u> |
| Other financing sources (uses): | | | | |
| Transfers out | | | (1,256,665) | (1,256,665) |
| Total other financing sources (uses) | | | <u>(1,256,665)</u> | <u>(1,256,665)</u> |
| Changes in fund balances | <u>(29,750,000)</u> | <u>(32,650,000)</u> | <u>90,039</u> | <u>32,740,039</u> |
| Fund balances, beginning of year | | | 14,703,596 | 14,703,596 |
| Increase (decrease) in reserve for inventory | | | (148,882) | (148,882) |
| Fund balances (deficits), end of year | <u>\$ (29,750,000)</u> | <u>\$ (32,650,000)</u> | <u>\$ 14,644,753</u> | <u>\$ 47,294,753</u> |

See accompanying notes to this schedule.

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

| | <u>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> |
|---|----------------|----------------|----------------|----------------|
| Measurement date | June 30, 2020 | June 30, 2019 | June 30, 2018 | June 30, 2017 |
| District's proportion of the net pension (assets) liability | 1.16% | 1.18% | 1.16% | 1.18% |
| District's proportionate share of the net pension (assets) liability | \$ 200,500,757 | \$ 172,031,131 | \$ 161,300,812 | \$ 183,643,409 |
| District's covered payroll | \$ 126,264,402 | \$ 124,331,869 | \$ 114,864,523 | \$ 115,687,579 |
| District's proportionate share of the net pension (assets) liability as a percentage of its covered payroll | 158.79% | 138.36% | 140.43% | 158.74% |
| Plan fiduciary net position as a percentage of the total pension liability | 69.33% | 73.24% | 73.40% | 69.92% |

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

| | <u>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> |
|--|-------------------|-------------------|-------------------|-------------------|
| Actuarially determined contribution | \$ 14,978,346 | \$ 14,457,274 | \$ 13,900,303 | \$ 12,520,233 |
| Contributions in relation to the actuarially determined contribution | <u>14,978,346</u> | <u>14,457,274</u> | <u>13,900,303</u> | <u>12,520,233</u> |
| Contribution deficiency (excess) | <u>\$</u> | <u>\$</u> | <u>\$</u> | <u>\$</u> |
| District's covered payroll | \$ 128,569,494 | \$ 126,264,402 | \$ 124,331,869 | \$ 114,864,523 |
| Contributions as a percentage of covered payroll | 11.65% | 11.45% | 11.18% | 10.90% |

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

See accompanying notes to this schedule.

| <u>2017</u> | <u>2016</u> | <u>2015</u> |
|----------------|----------------|----------------|
| June 30, 2016 | June 30, 2015 | June 30, 2014 |
| 1.16% | 1.18% | 1.18% |
| \$ 187,285,690 | \$ 183,789,475 | \$ 174,862,945 |
| \$ 108,540,249 | \$ 108,407,585 | \$ 106,490,897 |
| 172.55% | 169.54% | 164.20% |
| 67.06% | 68.35% | 69.49% |

| <u>2017</u> | <u>2016</u> | <u>2015</u> |
|-------------------|-------------------|-------------------|
| \$ 12,471,121 | \$ 11,776,617 | \$ 11,805,586 |
| <u>12,471,121</u> | <u>11,776,617</u> | <u>11,805,586</u> |
| <u>\$</u> | <u>\$</u> | <u>\$</u> |
| \$ 115,687,579 | \$ 108,540,249 | \$ 108,407,585 |
| 10.78% | 10.85% | 10.89% |

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2021**

NOTE 1 – BUDGETARY BASIS OF ACCOUNTING

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

- Certain activities reported in the General Fund are budgeted in separate funds in accordance with Arizona Revised Statutes.
- Employee insurance expenditures are budgeted in the year the employee insurance account is funded.
- 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 | \$ 150,158,120 | \$ 46,066,555 |
| Activity budgeted as special revenue funds | (5,790,391) | (7,021,284) |
| Activity budgeted as capital projects funds | (3,590,386) | (13,314,482) |
| Employee insurance account | | (198,109) |
| Other activity | | (415,987) |
| | \$ 140,777,343 | \$ 25,116,693 |
| Schedule of Revenues, Expenditures and Changes in Fund | | |
| Balances – Budget and Actual – General Fund | | |

NOTE 2 – PENSION PLAN SCHEDULES

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

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

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

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GOVERNMENTAL FUNDS

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
COMBINING BALANCE SHEET - ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE
JUNE 30, 2021

| | <u>Special Revenue</u> | <u>Capital Projects</u> | <u>Total Non-Major Governmental Funds</u> |
|--|--------------------------|-------------------------|---|
| <u>ASSETS</u> | | | |
| Cash and investments | \$ 11,569,406 | \$ 1,467,441 | \$ 13,036,847 |
| Due from governmental entities | 2,858,194 | 136,344 | 2,994,538 |
| Total assets | <u>\$ 14,427,600</u> | <u>\$ 1,603,785</u> | <u>\$ 16,031,385</u> |
| <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u> | | | |
| Liabilities: | | | |
| Accounts payable | \$ 414,558 | \$ 364,114 | \$ 778,672 |
| Due to other funds | 1,737,028 | 48,741 | 1,785,769 |
| Accrued payroll and employee benefits | 410,923 | | 410,923 |
| Unearned revenues | 2,134,017 | | 2,134,017 |
| Total liabilities | <u>4,696,526</u> | <u>412,855</u> | <u>5,109,381</u> |
| Deferred inflows of resources: | | | |
| Unavailable revenues - intergovernmental | <u>1,687,567</u> | | <u>1,687,567</u> |
| Fund balances (deficits): | | | |
| Restricted | 9,542,411 | 1,191,343 | 10,733,754 |
| Unassigned | <u>(1,498,904)</u> | <u>(413)</u> | <u>(1,499,317)</u> |
| Total fund balances | <u>8,043,507</u> | <u>1,190,930</u> | <u>9,234,437</u> |
| Total liabilities, deferred inflows of resources and fund balances | <u>\$ 14,427,600</u> | <u>\$ 1,603,785</u> | <u>\$ 16,031,385</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, 2021

| | <u>Special Revenue</u> | <u>Capital Projects</u> | <u>Total Non-Major Governmental Funds</u> |
|--|------------------------|-------------------------|---|
| Revenues: | | | |
| Other local | \$ 2,350,712 | \$ 5,568 | \$ 2,356,280 |
| Property taxes | | 535,901 | 535,901 |
| State aid and grants | 15,937,397 | 2,583,951 | 18,521,348 |
| Federal aid, grants and reimbursements | <u>17,677,768</u> | | <u>17,677,768</u> |
| Total revenues | <u>35,965,877</u> | <u>3,125,420</u> | <u>39,091,297</u> |
| Expenditures: | | | |
| Current - | | | |
| Instruction | 22,745,283 | | 22,745,283 |
| Support services - students and staff | 7,849,982 | | 7,849,982 |
| Support services - administration | 527,063 | | 527,063 |
| Operation and maintenance of plant services | 889,813 | | 889,813 |
| Student transportation services | 47,089 | | 47,089 |
| Operation of non-instructional services | 2,617,282 | | 2,617,282 |
| Capital outlay | 61,877 | 3,094,767 | 3,156,644 |
| Debt service - | | | |
| Principal retirement | | 3,918,943 | 3,918,943 |
| Interest and fiscal charges | | 70,285 | 70,285 |
| Total expenditures | <u>34,738,389</u> | <u>7,083,995</u> | <u>41,822,384</u> |
| Excess (deficiency) of revenues over expenditures | <u>1,227,488</u> | <u>(3,958,575)</u> | <u>(2,731,087)</u> |
| Other financing sources (uses): | | | |
| Transfers in | | 3,300,000 | 3,300,000 |
| Transfers out | <u>(216,116)</u> | | <u>(216,116)</u> |
| Total other financing sources (uses) | <u>(216,116)</u> | <u>3,300,000</u> | <u>3,083,884</u> |
| Changes in fund balances | <u>1,011,372</u> | <u>(658,575)</u> | <u>352,797</u> |
| Fund balances, beginning of year | 7,032,135 | 1,849,505 | 8,881,640 |
| Fund balances, end of year | <u>\$ 8,043,507</u> | <u>\$ 1,190,930</u> | <u>\$ 9,234,437</u> |

SPECIAL REVENUE FUNDS

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

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

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

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

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

Title IV Grants - to account for financial assistance received for 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.

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, 2021

| | Classroom Site | Instructional Improvement | Title I Grants |
|--|-------------------|------------------------------|-------------------|
| <u>ASSETS</u> | | | |
| Cash and investments | \$ 380,400 | \$ 859,100 | \$ |
| Due from governmental entities | | | 372,157 |
| Total assets | \$ 380,400 | \$ 859,100 | \$ 372,157 |
| <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u> | | | |
| Liabilities: | | | |
| Accounts payable | \$ | \$ | \$ 85,378 |
| Due to other funds | | | 212,154 |
| Accrued payroll and employee benefits | | | 74,625 |
| Unearned revenues | | | |
| Total liabilities | | | 372,157 |
| Deferred inflows of resources: | | | |
| Unavailable revenues - intergovernmental | | | 326,935 |
| Fund balances (deficits): | | | |
| Restricted | 380,400 | 859,100 | |
| Unassigned | | | (326,935) |
| Total fund balances | 380,400 | 859,100 | (326,935) |
| Total liabilities, deferred inflows of resources and fund balances | \$ 380,400 | \$ 859,100 | \$ 372,157 |

| <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> | <u>Homeless Education</u> |
|---|------------------------|---|-------------------------|-------------------------------------|-------------------------------|
| \$ | \$ | \$ | \$ | \$ | \$ |
| 426,158 | 1,043,215 | 276,877 | 68,797 | 286,745 | 8,987 |
| <u>\$ 426,158</u> | <u>\$ 1,043,215</u> | <u>\$ 276,877</u> | <u>\$ 68,797</u> | <u>\$ 286,745</u> | <u>\$ 8,987</u> |
| | | | | | |
| \$ | \$ | \$ | \$ | \$ | \$ |
| 415,519 | 151,201 | 65,278 | 35,247 | 77,454 | |
| 10,639 | 695,854 | 211,599 | 23,548 | 169,367 | 8,987 |
| | 196,160 | | 10,002 | 39,924 | |
| <u>426,158</u> | <u>1,043,215</u> | <u>276,877</u> | <u>68,797</u> | <u>286,745</u> | <u>8,987</u> |
| | | | | | |
| <u>101,432</u> | <u>550,863</u> | <u>215,129</u> | <u>68,797</u> | <u>140,699</u> | <u>1,073</u> |
| | | | | | |
| <u>(101,432)</u> | <u>(550,863)</u> | <u>(215,129)</u> | <u>(68,797)</u> | <u>(140,699)</u> | <u>(1,073)</u> |
| <u>(101,432)</u> | <u>(550,863)</u> | <u>(215,129)</u> | <u>(68,797)</u> | <u>(140,699)</u> | <u>(1,073)</u> |
| | | | | | |
| <u>\$ 426,158</u> | <u>\$ 1,043,215</u> | <u>\$ 276,877</u> | <u>\$ 68,797</u> | <u>\$ 286,745</u> | <u>\$ 8,987</u> |

(Continued)

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2021**

| | E-Rate | Results-based Funding | Other State Projects |
|--|-------------------------|--------------------------|-------------------------|
| <u>ASSETS</u> | | | |
| Cash and investments | \$ 1,543,086 | \$ 4,665,717 | \$ 1,960,172 |
| Due from governmental entities | 190,811 | | 184,447 |
| Total assets | \$ 1,733,897 | \$ 4,665,717 | \$ 2,144,619 |
| <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u> | | | |
| Liabilities: | | | |
| Accounts payable | \$ | \$ | \$ |
| Due to other funds | | | |
| Accrued payroll and employee benefits | | | 12,750 |
| Unearned revenues | | | 2,134,017 |
| Total liabilities | | | 2,146,767 |
| Deferred inflows of resources: | | | |
| Unavailable revenues - intergovernmental | 190,811 | | 91,828 |
| Fund balances (deficits): | | | |
| Restricted | 1,543,086 | 4,665,717 | |
| Unassigned | | | (93,976) |
| Total fund balances | 1,543,086 | 4,665,717 | (93,976) |
| Total liabilities, deferred inflows of resources and fund balances | \$ 1,733,897 | \$ 4,665,717 | \$ 2,144,619 |

| <u>Civic Center</u> | <u>Community School</u> | <u>Extracurricular Activities Fees Tax Credit</u> | <u>Textbooks</u> | <u>Grants and Gifts to Teachers</u> | <u>Student Activities</u> |
|---------------------|-------------------------|---|------------------|-------------------------------------|---------------------------|
| \$ 97,851 | \$ 741,903 | \$ 1,102,311 | \$ 40,800 | \$ 9,899 | \$ 168,167 |
| <u>\$ 97,851</u> | <u>\$ 741,903</u> | <u>\$ 1,102,311</u> | <u>\$ 40,800</u> | <u>\$ 9,899</u> | <u>\$ 168,167</u> |
| \$ | \$ | \$ | \$ | \$ | \$ |
| | 66,823 | | | | |
| | <u>66,823</u> | | | | |
| | | | | | |
| 97,851 | 675,080 | 1,102,311 | 40,800 | 9,899 | 168,167 |
| <u>97,851</u> | <u>675,080</u> | <u>1,102,311</u> | <u>40,800</u> | <u>9,899</u> | <u>168,167</u> |
| <u>\$ 97,851</u> | <u>\$ 741,903</u> | <u>\$ 1,102,311</u> | <u>\$ 40,800</u> | <u>\$ 9,899</u> | <u>\$ 168,167</u> |

(Continued)

**WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2021**

| | Totals |
|--|--------------------------|
| <u>ASSETS</u> | |
| Cash and investments | \$ 11,569,406 |
| Due from governmental entities | 2,858,194 |
| Total assets | \$ 14,427,600 |
| <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u> | |
| Liabilities: | |
| Accounts payable | \$ 414,558 |
| Due to other funds | 1,737,028 |
| Accrued payroll and employee benefits | 410,923 |
| Unearned revenues | 2,134,017 |
| Total liabilities | 4,696,526 |
| Deferred inflows of resources: | |
| Unavailable revenues - intergovernmental | 1,687,567 |
| Fund balances (deficits): | |
| Restricted | 9,542,411 |
| Unassigned | (1,498,904) |
| Total fund balances | 8,043,507 |
| Total liabilities, deferred inflows of resources and fund balances | \$ 14,427,600 |

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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, 2021

| | Classroom Site | Instructional Improvement | County, City, and Town Grants |
|--|----------------|------------------------------|----------------------------------|
| Revenues: | | | |
| Other local | \$ 40,222 | \$ 591 | \$ |
| State aid and grants | 10,402,067 | 905,880 | |
| Federal aid, grants and reimbursements | | | |
| Total revenues | 10,442,289 | 906,471 | |
| Expenditures: | | | |
| Current - | | | |
| Instruction | 10,427,783 | 248,029 | 665 |
| Support services - students and staff | 255,250 | 12,017 | 977 |
| Support services - administration | | 104,419 | |
| Operation and maintenance of plant services | | | |
| Student transportation services | | | |
| Operation of non-instructional services | | | |
| Capital outlay | | | |
| Total expenditures | 10,683,033 | 364,465 | 1,642 |
| Excess (deficiency) of revenues over expenditures | (240,744) | 542,006 | (1,642) |
| Other financing sources (uses): | | | |
| Transfers out | | | |
| Total other financing sources (uses) | | | |
| Changes in fund balances | (240,744) | 542,006 | (1,642) |
| Fund balances (deficits), beginning of year | 621,144 | 317,094 | 1,642 |
| Fund balances (deficits), end of year | \$ 380,400 | \$ 859,100 | \$ |

| <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> |
|-----------------------|---|------------------------|---|-------------------------|-------------------------------------|
| \$ | \$ | \$ | \$ | \$ | \$ |
| 8,490,402 | 837,439 | 3,257,327 | 482,725 | 125,949 | 4,073,644 |
| <u>8,490,402</u> | <u>837,439</u> | <u>3,257,327</u> | <u>482,725</u> | <u>125,949</u> | <u>4,073,644</u> |
| 3,793,811 | | 2,318,708 | 279,671 | 176,544 | 3,707,457 |
| 4,643,862 | 891,857 | 846,725 | 393,803 | | 405,955 |
| | | 350,129 | 255 | | |
| | | 12,142 | | | |
| 1,056 | | 19,895 | | 4,800 | |
| | | | | | 48,492 |
| <u>8,438,729</u> | <u>891,857</u> | <u>3,547,599</u> | <u>673,729</u> | <u>181,344</u> | <u>4,161,904</u> |
| <u>51,673</u> | <u>(54,418)</u> | <u>(290,272)</u> | <u>(191,004)</u> | <u>(55,395)</u> | <u>(88,260)</u> |
| <u>(104,640)</u> | <u>(11,059)</u> | <u>(38,189)</u> | <u>(8,041)</u> | <u>(1,960)</u> | <u>(51,006)</u> |
| <u>(104,640)</u> | <u>(11,059)</u> | <u>(38,189)</u> | <u>(8,041)</u> | <u>(1,960)</u> | <u>(51,006)</u> |
| <u>(52,967)</u> | <u>(65,477)</u> | <u>(328,461)</u> | <u>(199,045)</u> | <u>(57,355)</u> | <u>(139,266)</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>\$ (326,935)</u> | <u>\$ (101,432)</u> | <u>\$ (550,863)</u> | <u>\$ (215,129)</u> | <u>\$ (68,797)</u> | <u>\$ (140,699)</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, 2021

| | <u>Homeless Education</u> | <u>E-Rate</u> | <u>Results-based Funding</u> |
|--|-------------------------------|---------------------|----------------------------------|
| Revenues: | | | |
| Other local | \$ | \$ 14,107 | \$ |
| State aid and grants | | | 2,901,386 |
| Federal aid, grants and reimbursements | 104,281 | 306,001 | |
| Total revenues | <u>104,281</u> | <u>320,108</u> | <u>2,901,386</u> |
| Expenditures: | | | |
| Current - | | | |
| Instruction | 12,235 | | 1,551,487 |
| Support services - students and staff | 62,189 | | 25,972 |
| Support services - administration | | 70,014 | |
| Operation and maintenance of plant services | 2,485 | | |
| Student transportation services | 21,338 | | |
| Operation of non-instructional services | 201 | | |
| Capital outlay | | | |
| Total expenditures | <u>98,448</u> | <u>70,014</u> | <u>1,577,459</u> |
| Excess (deficiency) of revenues over expenditures | <u>5,833</u> | <u>250,094</u> | <u>1,323,927</u> |
| Other financing sources (uses): | | | |
| Transfers out | (1,221) | | |
| Total other financing sources (uses) | <u>(1,221)</u> | | |
| Changes in fund balances | <u>4,612</u> | <u>250,094</u> | <u>1,323,927</u> |
| Fund balances (deficits), beginning of year | (5,685) | 1,292,992 | 3,341,790 |
| Fund balances (deficits), end of year | <u>\$ (1,073)</u> | <u>\$ 1,543,086</u> | <u>\$ 4,665,717</u> |

| <u>Other State Projects</u> | <u>Civic Center</u> | <u>Community School</u> | <u>Extracurricular Activities Fees Tax Credit</u> | <u>Textbooks</u> | <u>Grants and Gifts to Teachers</u> |
|---------------------------------|---------------------|-----------------------------|---|------------------|---|
| \$ 1,728,064 | \$ 3,988 | \$ 2,075,483 | \$ 204,527 | \$ 2,773 | \$ 5,872 |
| <u>1,728,064</u> | <u>3,988</u> | <u>2,075,483</u> | <u>204,527</u> | <u>2,773</u> | <u>5,872</u> |
| 194,957 | | | 25,359 | | 8,577 |
| 308,518 | | | | 1,860 | 997 |
| 869,661 | 2,342 | 2,246 1,183 | 2,000 | | |
| 327,371 | | 2,286,226 | | | |
| <u>1,700,507</u> | <u>2,342</u> | <u>2,289,655</u> | <u>13,385 40,744</u> | <u>1,860</u> | <u>9,574</u> |
| <u>27,557</u> | <u>1,646</u> | <u>(214,172)</u> | <u>163,783</u> | <u>913</u> | <u>(3,702)</u> |
| <u>27,557</u> | <u>1,646</u> | <u>(214,172)</u> | <u>163,783</u> | <u>913</u> | <u>(3,702)</u> |
| (121,533) | 96,205 | 889,252 | 938,528 | 39,887 | 13,601 |
| <u>\$ (93,976)</u> | <u>\$ 97,851</u> | <u>\$ 675,080</u> | <u>\$ 1,102,311</u> | <u>\$ 40,800</u> | <u>\$ 9,899</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, 2021

| | Student Activities | Totals |
|--|--------------------|--------------|
| Revenues: | | |
| Other local | \$ 3,149 | \$ 2,350,712 |
| State aid and grants | | 15,937,397 |
| Federal aid, grants and reimbursements | | 17,677,768 |
| Total revenues | 3,149 | 35,965,877 |
| Expenditures: | | |
| Current - | | |
| Instruction | | 22,745,283 |
| Support services - students and staff | | 7,849,982 |
| Support services - administration | | 527,063 |
| Operation and maintenance of plant services | | 889,813 |
| Student transportation services | | 47,089 |
| Operation of non-instructional services | 3,484 | 2,617,282 |
| Capital outlay | | 61,877 |
| Total expenditures | 3,484 | 34,738,389 |
| Excess (deficiency) of revenues over expenditures | (335) | 1,227,488 |
| Other financing sources (uses): | | |
| Transfers out | | (216,116) |
| Total other financing sources (uses) | | (216,116) |
| Changes in fund balances | (335) | 1,011,372 |
| Fund balances (deficits), beginning of year | 168,502 | 7,032,135 |
| Fund balances, end of year | \$ 168,167 | \$ 8,043,507 |

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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, 2021

| | Classroom Site | | Variance - Positive (Negative) |
|--|-----------------|------------|--------------------------------------|
| | Budget | Actual | |
| Revenues: | | | |
| Other local | \$ | \$ 40,222 | \$ 40,222 |
| State aid and grants | | 10,402,067 | 10,402,067 |
| Federal aid, grants and reimbursements | | | |
| Total revenues | 11,113,428 | 10,442,289 | 10,442,289 |
| Expenditures: | | | |
| Current - | | | |
| Instruction | 10,835,223 | 10,427,783 | 407,440 |
| Support services - students and staff | 278,205 | 255,250 | 22,955 |
| Support services - administration | | | |
| Operation and maintenance of plant services | | | |
| Student transportation services | | | |
| Operation of non-instructional services | | | |
| Capital outlay | | | |
| Total expenditures | 11,113,428 | 10,683,033 | 430,395 |
| Excess (deficiency) of revenues over expenditures | (11,113,428) | (240,744) | 10,872,684 |
| Other financing sources (uses): | | | |
| Transfers in | | | |
| Transfers out | | | |
| Total other financing sources (uses) | | | |
| Changes in fund balances | (11,113,428) | (240,744) | 10,872,684 |
| Fund balances (deficits), beginning of year | | 621,144 | 621,144 |
| Fund balances (deficits), end of year | \$ (11,113,428) | \$ 380,400 | \$ 11,493,828 |

| Instructional Improvement | | | County, City, and Town Grants | | |
|---------------------------|-------------------|--------------------------------|-------------------------------|----------------|--------------------------------|
| Budget | Actual | Variance - Positive (Negative) | Budget | Actual | Variance - Positive (Negative) |
| \$ | \$ 591 905,880 | \$ 591 905,880 | \$ | \$ | \$ |
| | <u>906,471</u> | <u>906,471</u> | | | |
| 1,200,000 | 248,029 | 951,971 | | 665 | (665) |
| 72,391 | 12,017 | 60,374 | 677 | 977 | (300) |
| 200,000 | 104,419 | 95,581 | | | |
| <u>1,472,391</u> | <u>364,465</u> | <u>1,107,926</u> | <u>677</u> | <u>1,642</u> | <u>(965)</u> |
| <u>(1,472,391)</u> | <u>542,006</u> | <u>2,014,397</u> | <u>(677)</u> | <u>(1,642)</u> | <u>(965)</u> |
| | | | | | |
| <u>(1,472,391)</u> | <u>542,006</u> | <u>2,014,397</u> | <u>(677)</u> | <u>(1,642)</u> | <u>(965)</u> |
| | 317,094 | 317,094 | | 1,642 | 1,642 |
| <u>\$ (1,472,391)</u> | <u>\$ 859,100</u> | <u>\$ 2,331,491</u> | <u>\$ (677)</u> | <u>\$</u> | <u>\$ 677</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, 2021

| | Title I Grants | | Variance - Positive (Negative) |
|--|------------------------|---------------------|--------------------------------------|
| | Budget | Actual | |
| Revenues: | | | |
| Other local | \$ | \$ | \$ |
| State aid and grants | | | |
| Federal aid, grants and reimbursements | | 8,490,402 | 8,490,402 |
| Total revenues | | <u>8,490,402</u> | <u>8,490,402</u> |
| Expenditures: | | | |
| Current - | | | |
| Instruction | 6,500,000 | 3,793,811 | 2,706,189 |
| Support services - students and staff | 5,270,000 | 4,643,862 | 626,138 |
| Support services - administration | | | |
| Operation and maintenance of plant services | | | |
| Student transportation services | 7,626 | 1,056 | 6,570 |
| Operation of non-instructional services | | | |
| Capital outlay | | | |
| Total expenditures | <u>11,777,626</u> | <u>8,438,729</u> | <u>3,338,897</u> |
| Excess (deficiency) of revenues over expenditures | <u>(11,777,626)</u> | <u>51,673</u> | <u>11,829,299</u> |
| Other financing sources (uses): | | | |
| Transfers in | | | |
| Transfers out | | (104,640) | (104,640) |
| Total other financing sources (uses) | | <u>(104,640)</u> | <u>(104,640)</u> |
| Changes in fund balances | <u>(11,777,626)</u> | <u>(52,967)</u> | <u>11,724,659</u> |
| Fund balances (deficits), beginning of year | | (273,968) | (273,968) |
| Fund balances (deficits), end of year | <u>\$ (11,777,626)</u> | <u>\$ (326,935)</u> | <u>\$ 11,450,691</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> |
| \$ | \$ | \$ | \$ | \$ | \$ |
| | 837,439 | 837,439 | | 3,257,327 | 3,257,327 |
| | 837,439 | 837,439 | | 3,257,327 | 3,257,327 |
| 1,318,672 | 891,857 | 426,815 | 3,000,000 | 2,318,708 | 681,292 |
| | | | 1,100,000 | 846,725 | 253,275 |
| | | | 480,172 | 350,129 | 130,043 |
| | | | 50,000 | 12,142 | 37,858 |
| | | | 50,000 | 19,895 | 30,105 |
| <u>1,318,672</u> | <u>891,857</u> | <u>426,815</u> | <u>4,680,172</u> | <u>3,547,599</u> | <u>1,132,573</u> |
| <u>(1,318,672)</u> | <u>(54,418)</u> | <u>1,264,254</u> | <u>(4,680,172)</u> | <u>(290,272)</u> | <u>4,389,900</u> |
| | (11,059) | (11,059) | | (38,189) | (38,189) |
| | (11,059) | (11,059) | | (38,189) | (38,189) |
| <u>(1,318,672)</u> | <u>(65,477)</u> | <u>1,253,195</u> | <u>(4,680,172)</u> | <u>(328,461)</u> | <u>4,351,711</u> |
| | (35,955) | (35,955) | | (222,402) | (222,402) |
| <u>\$ (1,318,672)</u> | <u>\$ (101,432)</u> | <u>\$ 1,217,240</u> | <u>\$ (4,680,172)</u> | <u>\$ (550,863)</u> | <u>\$ 4,129,309</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, 2021

| | Limited English & Immigrant Students | | |
|--|--------------------------------------|--------------|--------------------------------------|
| | Budget | Actual | Variance - Positive (Negative) |
| Revenues: | | | |
| Other local | \$ | \$ | \$ |
| State aid and grants | | | |
| Federal aid, grants and reimbursements | | 482,725 | 482,725 |
| Total revenues | | 482,725 | 482,725 |
| Expenditures: | | | |
| Current - | | | |
| Instruction | 400,000 | 279,671 | 120,329 |
| Support services - students and staff | 459,541 | 393,803 | 65,738 |
| Support services - administration | 1,000 | 255 | 745 |
| Operation and maintenance of plant services | | | |
| Student transportation services | | | |
| Operation of non-instructional services | | | |
| Capital outlay | | | |
| Total expenditures | 860,541 | 673,729 | 186,812 |
| Excess (deficiency) of revenues over expenditures | (860,541) | (191,004) | 669,537 |
| Other financing sources (uses): | | | |
| Transfers in | | | |
| Transfers out | | (8,041) | (8,041) |
| Total other financing sources (uses) | | (8,041) | (8,041) |
| Changes in fund balances | (860,541) | (199,045) | 661,496 |
| Fund balances (deficits), beginning of year | | (16,084) | (16,084) |
| Fund balances (deficits), end of year | \$ (860,541) | \$ (215,129) | \$ 645,412 |

| Indian Education | | | Special Education Grants | | |
|------------------|-------------|--------------------------------|--------------------------|--------------|--------------------------------|
| Budget | Actual | Variance - Positive (Negative) | Budget | Actual | Variance - Positive (Negative) |
| \$ | \$ | \$ | \$ | \$ | \$ |
| | 125,949 | 125,949 | | 4,073,644 | 4,073,644 |
| | 125,949 | 125,949 | | 4,073,644 | 4,073,644 |
| 185,000 | 176,544 | 8,456 | 6,000,000 | 3,707,457 | 2,292,543 |
| | | | 419,292 | 405,955 | 13,337 |
| 8,043 | 4,800 | 3,243 | | | |
| | | | 50,000 | 48,492 | 1,508 |
| 193,043 | 181,344 | 11,699 | 6,469,292 | 4,161,904 | 2,307,388 |
| (193,043) | (55,395) | 137,648 | (6,469,292) | (88,260) | 6,381,032 |
| | (1,960) | (1,960) | | (51,006) | (51,006) |
| | (1,960) | (1,960) | | (51,006) | (51,006) |
| (193,043) | (57,355) | 135,688 | (6,469,292) | (139,266) | 6,330,026 |
| | (11,442) | (11,442) | | (1,433) | (1,433) |
| \$ (193,043) | \$ (68,797) | \$ 124,246 | \$ (6,469,292) | \$ (140,699) | \$ 6,328,593 |

(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, 2021

| | Homeless Education | | |
|--|--------------------|------------|--------------------------------------|
| | Budget | Actual | Variance - Positive (Negative) |
| Revenues: | | | |
| Other local | \$ | \$ | \$ |
| State aid and grants | | | |
| Federal aid, grants and reimbursements | | 104,281 | 104,281 |
| Total revenues | | 104,281 | 104,281 |
| Expenditures: | | | |
| Current - | | | |
| Instruction | 18,343 | 12,235 | 6,108 |
| Support services - students and staff | 65,000 | 62,189 | 2,811 |
| Support services - administration | | | |
| Operation and maintenance of plant services | 3,000 | 2,485 | 515 |
| Student transportation services | 22,000 | 21,338 | 662 |
| Operation of non-instructional services | 1,000 | 201 | 799 |
| Capital outlay | | | |
| Total expenditures | 109,343 | 98,448 | 10,895 |
| Excess (deficiency) of revenues over expenditures | (109,343) | 5,833 | 115,176 |
| Other financing sources (uses): | | | |
| Transfers in | | | |
| Transfers out | | (1,221) | (1,221) |
| Total other financing sources (uses) | | (1,221) | (1,221) |
| Changes in fund balances | (109,343) | 4,612 | 113,955 |
| Fund balances (deficits), beginning of year | | (5,685) | (5,685) |
| Fund balances (deficits), end of year | \$ (109,343) | \$ (1,073) | \$ 108,270 |

| Medicaid Reimbursement | | | E-Rate | | |
|------------------------|---------------------|--------------------------------|-----------------------|---------------------|--------------------------------|
| Budget | Non-GAAP Actual | Variance - Positive (Negative) | Budget | Actual | Variance - Positive (Negative) |
| \$ | \$ 5,764 | \$ 5,764 | \$ | \$ 14,107 | \$ 14,107 |
| | 1,976,913 | 1,976,913 | | 306,001 | 306,001 |
| | <u>1,982,677</u> | <u>1,982,677</u> | | <u>320,108</u> | <u>320,108</u> |
| 6,605,000 | 1,291,737 | 5,313,263 | | | |
| 800,000 | 683,296 | 116,704 | | | |
| 600,000 | 490,595 | 109,405 | 1,608,615 | 70,014 | 1,538,601 |
| 300,000 | 298,942 | 1,058 | | | |
| 155,000 | 154,128 | 872 | | | |
| 50,000 | 37,596 | 12,404 | | | |
| 350,000 | 334,660 | 15,340 | | | |
| <u>8,860,000</u> | <u>3,290,954</u> | <u>5,569,046</u> | <u>1,608,615</u> | <u>70,014</u> | <u>1,538,601</u> |
| <u>(8,860,000)</u> | <u>(1,308,277)</u> | <u>7,551,723</u> | <u>(1,608,615)</u> | <u>250,094</u> | <u>1,858,709</u> |
| | | | | | |
| | | | | | |
| <u>(8,860,000)</u> | <u>(1,308,277)</u> | <u>7,551,723</u> | <u>(1,608,615)</u> | <u>250,094</u> | <u>1,858,709</u> |
| | 6,254,461 | 6,254,461 | | 1,292,992 | 1,292,992 |
| <u>\$ (8,860,000)</u> | <u>\$ 4,946,184</u> | <u>\$ 13,806,184</u> | <u>\$ (1,608,615)</u> | <u>\$ 1,543,086</u> | <u>\$ 3,151,701</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, 2021

| | Results-based Funding | | |
|--|-----------------------|--------------|--------------------------------------|
| | Budget | Actual | Variance - Positive (Negative) |
| Revenues: | | | |
| Other local | \$ | \$ | \$ |
| State aid and grants | | 2,901,386 | 2,901,386 |
| Federal aid, grants and reimbursements | | | |
| Total revenues | 3,371,291 | 1,577,459 | 1,793,832 |
| Expenditures: | | | |
| Current - | | | |
| Instruction | 3,300,000 | 1,551,487 | 1,748,513 |
| Support services - students and staff | 71,291 | 25,972 | 45,319 |
| Support services - administration | | | |
| Operation and maintenance of plant services | | | |
| Student transportation services | | | |
| Operation of non-instructional services | | | |
| Capital outlay | | | |
| Total expenditures | 3,371,291 | 1,577,459 | 1,793,832 |
| Excess (deficiency) of revenues over expenditures | (3,371,291) | 1,323,927 | 4,695,218 |
| Other financing sources (uses): | | | |
| Transfers in | | | |
| Transfers out | | | |
| Total other financing sources (uses) | | | |
| Changes in fund balances | (3,371,291) | 1,323,927 | 4,695,218 |
| Fund balances (deficits), beginning of year | | 3,341,790 | 3,341,790 |
| Fund balances (deficits), end of year | \$ (3,371,291) | \$ 4,665,717 | \$ 8,037,008 |

| Other State Projects | | | School Plant | | |
|-----------------------|--------------------|--------------------------------|---------------------|-------------------|--------------------------------|
| Budget | Actual | Variance - Positive (Negative) | Budget | Non-GAAP Actual | Variance - Positive (Negative) |
| \$ | \$ | \$ | \$ | \$ | \$ |
| | 1,728,064 | 1,728,064 | | 103,108 | 103,108 |
| | <u>1,728,064</u> | <u>1,728,064</u> | | <u>103,108</u> | <u>103,108</u> |
| 350,000 | 194,957 | 155,043 | 25,000 | 6,233 | 18,767 |
| 400,000 | 308,518 | 91,482 | 25,000 | 3,480 | 21,520 |
| 2,437,752 | 869,661 | 1,568,091 | | | |
| 1,000,000 | 327,371 | 672,629 | | | |
| | | | <u>450,000</u> | <u>206,392</u> | <u>243,608</u> |
| <u>4,187,752</u> | <u>1,700,507</u> | <u>2,487,245</u> | <u>500,000</u> | <u>216,105</u> | <u>283,895</u> |
| <u>(4,187,752)</u> | <u>27,557</u> | <u>4,215,309</u> | <u>(500,000)</u> | <u>(112,997)</u> | <u>387,003</u> |
| | | | | | |
| | | | | | |
| <u>(4,187,752)</u> | <u>27,557</u> | <u>4,215,309</u> | <u>(500,000)</u> | <u>(112,997)</u> | <u>387,003</u> |
| | (121,533) | (121,533) | | 369,656 | 369,656 |
| <u>\$ (4,187,752)</u> | <u>\$ (93,976)</u> | <u>\$ 4,093,776</u> | <u>\$ (500,000)</u> | <u>\$ 256,659</u> | <u>\$ 756,659</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, 2021

| | Civic Center | | |
|--|---|--------------------------------------|---------------------------------------|
| | Budget | Actual | Variance - Positive (Negative) |
| Revenues: | | | |
| Other local | \$ | \$ 3,988 | \$ 3,988 |
| State aid and grants | | | |
| Federal aid, grants and reimbursements | | | |
| Total revenues | <u> </u> | <u> 3,988</u> | <u> 3,988</u> |
| Expenditures: | | | |
| Current - | | | |
| Instruction | | | |
| Support services - students and staff | | | |
| Support services - administration | | | |
| Operation and maintenance of plant services | 150,000 | 2,342 | 147,658 |
| Student transportation services | | | |
| Operation of non-instructional services | | | |
| Capital outlay | | | |
| Total expenditures | <u> 150,000</u> | <u> 2,342</u> | <u> 147,658</u> |
| Excess (deficiency) of revenues over expenditures | <u> (150,000)</u> | <u> 1,646</u> | <u> 151,646</u> |
| Other financing sources (uses): | | | |
| Transfers in | | | |
| Transfers out | | | |
| Total other financing sources (uses) | <u> </u> | <u> </u> | <u> </u> |
| Changes in fund balances | <u> (150,000)</u> | <u> 1,646</u> | <u> 151,646</u> |
| Fund balances (deficits), beginning of year | | 96,205 | 96,205 |
| Fund balances (deficits), end of year | <u> \$ (150,000)</u> | <u> \$ 97,851</u> | <u> \$ 247,851</u> |

| Community School | | | Auxiliary Operations | | |
|-----------------------|-------------------|--------------------------------|-----------------------|-------------------|--------------------------------|
| Budget | Actual | Variance - Positive (Negative) | Budget | Non-GAAP Actual | Variance - Positive (Negative) |
| \$ | \$ 2,075,483 | \$ 2,075,483 | \$ | \$ 187,950 | \$ 187,950 |
| | <u>2,075,483</u> | <u>2,075,483</u> | | <u>187,950</u> | <u>187,950</u> |
| 50,000 | 2,246 | 47,754 | 100,000 | 33,600 | 66,400 |
| 50,000 | 1,183 | 48,817 | 50,000 | 5,366 | 44,634 |
| | | | 100,000 | 41,291 | 58,709 |
| | | | 50,000 | 9,951 | 40,049 |
| 2,600,000 | 2,286,226 | 313,774 | | | |
| <u>2,700,000</u> | <u>2,289,655</u> | <u>410,345</u> | <u>700,000</u> | <u>54,055</u> | <u>645,945</u> |
| | | | <u>1,000,000</u> | <u>144,263</u> | <u>855,737</u> |
| <u>(2,700,000)</u> | <u>(214,172)</u> | <u>2,485,828</u> | <u>(1,000,000)</u> | <u>43,687</u> | <u>1,043,687</u> |
| | | | | | |
| | | | | | |
| <u>(2,700,000)</u> | <u>(214,172)</u> | <u>2,485,828</u> | <u>(1,000,000)</u> | <u>43,687</u> | <u>1,043,687</u> |
| | 889,252 | 889,252 | | 854,818 | 854,818 |
| <u>\$ (2,700,000)</u> | <u>\$ 675,080</u> | <u>\$ 3,375,080</u> | <u>\$ (1,000,000)</u> | <u>\$ 898,505</u> | <u>\$ 1,898,505</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, 2021

| | Extracurricular Activities Fees Tax Credit | | |
|--|--|--------------|--------------------------------------|
| | Budget | Actual | Variance - Positive (Negative) |
| Revenues: | | | |
| Other local | \$ | \$ 204,527 | \$ 204,527 |
| State aid and grants | | | |
| Federal aid, grants and reimbursements | | | |
| Total revenues | _____ | 204,527 | 204,527 |
| Expenditures: | | | |
| Current - | | | |
| Instruction | 900,000 | 25,359 | 874,641 |
| Support services - students and staff | | | |
| Support services - administration | | | |
| Operation and maintenance of plant services | 50,000 | 2,000 | 48,000 |
| Student transportation services | | | |
| Operation of non-instructional services | | | |
| Capital outlay | 50,000 | 13,385 | 36,615 |
| Total expenditures | 1,000,000 | 40,744 | 959,256 |
| Excess (deficiency) of revenues over expenditures | (1,000,000) | 163,783 | 1,163,783 |
| Other financing sources (uses): | | | |
| Transfers in | | | |
| Transfers out | | | |
| Total other financing sources (uses) | _____ | _____ | _____ |
| Changes in fund balances | (1,000,000) | 163,783 | 1,163,783 |
| Fund balances (deficits), beginning of year | | 938,528 | 938,528 |
| Fund balances (deficits), end of year | \$ (1,000,000) | \$ 1,102,311 | \$ 2,102,311 |

| Gifts and Donations | | | Insurance Proceeds | | |
|-----------------------|-------------------|--------------------------------|--------------------|------------------|--------------------------------|
| Budget | Non-GAAP Actual | Variance - Positive (Negative) | Budget | Non-GAAP Actual | Variance - Positive (Negative) |
| \$ | \$ 268,213 | \$ 268,213 | \$ | \$ 40 | \$ 40 |
| | <u>268,213</u> | <u>268,213</u> | | <u>40</u> | <u>40</u> |
| 700,000 | 78,610 | 621,390 | 24,000 | | 24,000 |
| 100,000 | 40,432 | 59,568 | | | |
| 150,000 | 15,913 | 134,087 | | | |
| 50,000 | 10,638 | 39,362 | | | |
| <u>120,000</u> | <u>75,000</u> | <u>45,000</u> | <u>24,000</u> | | |
| <u>1,120,000</u> | <u>220,593</u> | <u>899,407</u> | <u>24,000</u> | | <u>24,000</u> |
| <u>(1,120,000)</u> | <u>47,620</u> | <u>1,167,620</u> | <u>(24,000)</u> | <u>40</u> | <u>24,040</u> |
| | | | | | |
| <u>(1,120,000)</u> | <u>47,620</u> | <u>1,167,620</u> | <u>(24,000)</u> | <u>40</u> | <u>24,040</u> |
| | 812,136 | 812,136 | | 23,930 | 23,930 |
| <u>\$ (1,120,000)</u> | <u>\$ 859,756</u> | <u>\$ 1,979,756</u> | <u>\$ (24,000)</u> | <u>\$ 23,970</u> | <u>\$ 47,970</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, 2021

| | Textbooks | | Variance - Positive (Negative) |
|--|-------------|-----------|--------------------------------------|
| | Budget | Actual | |
| Revenues: | | | |
| Other local | \$ | \$ 2,773 | \$ 2,773 |
| State aid and grants | | | |
| Federal aid, grants and reimbursements | | | |
| Total revenues | 2,773 | 2,773 | 2,773 |
| Expenditures: | | | |
| Current - | | | |
| Instruction | | | |
| Support services - students and staff | 45,000 | 1,860 | 43,140 |
| Support services - administration | | | |
| Operation and maintenance of plant services | | | |
| Student transportation services | | | |
| Operation of non-instructional services | | | |
| Capital outlay | | | |
| Total expenditures | 45,000 | 1,860 | 43,140 |
| Excess (deficiency) of revenues over expenditures | (45,000) | 913 | 45,913 |
| Other financing sources (uses): | | | |
| Transfers in | | | |
| Transfers out | | | |
| Total other financing sources (uses) | | | |
| Changes in fund balances | (45,000) | 913 | 45,913 |
| Fund balances (deficits), beginning of year | | 39,887 | 39,887 |
| Fund balances (deficits), end of year | \$ (45,000) | \$ 40,800 | \$ 85,800 |

| Litigation Recovery | | | Indirect Costs | | |
|---------------------|------------------|--------------------------------|-----------------------|--------------------|--------------------------------|
| Budget | Non-GAAP Actual | Variance - Positive (Negative) | Budget | Non-GAAP Actual | Variance - Positive (Negative) |
| \$ | \$ 551 | \$ 551 | \$ | \$ | \$ |
| | <u>551</u> | <u>551</u> | | | |
| 12,800 | | 12,800 | 200,000 | 167,056 | 32,944 |
| | | | 1,350,000 | 1,135,493 | 214,507 |
| | | | <u>700,000</u> | <u>615,927</u> | <u>84,073</u> |
| <u>12,800</u> | | <u>12,800</u> | <u>2,250,000</u> | <u>1,918,476</u> | <u>331,524</u> |
| <u>(12,800)</u> | <u>551</u> | <u>13,351</u> | <u>(2,250,000)</u> | <u>(1,918,476)</u> | <u>331,524</u> |
| | | | | 1,621,385 | 1,621,385 |
| | | | | <u>1,621,385</u> | <u>1,621,385</u> |
| <u>(12,800)</u> | <u>551</u> | <u>13,351</u> | <u>(2,250,000)</u> | <u>(297,091)</u> | <u>1,952,909</u> |
| | 12,223 | 12,223 | | 306,339 | 306,339 |
| <u>\$ (12,800)</u> | <u>\$ 12,774</u> | <u>\$ 25,574</u> | <u>\$ (2,250,000)</u> | <u>\$ 9,248</u> | <u>\$ 2,259,248</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, 2021

| | Grants and Gifts to Teachers | | |
|--|------------------------------|----------|--------------------------------------|
| | Budget | Actual | Variance - Positive (Negative) |
| Revenues: | | | |
| Other local | \$ | \$ 5,872 | \$ 5,872 |
| State aid and grants | | | |
| Federal aid, grants and reimbursements | | | |
| Total revenues | 17,900 | 9,574 | 8,326 |
| Expenditures: | | | |
| Current - | | | |
| Instruction | 10,000 | 8,577 | 1,423 |
| Support services - students and staff | 7,900 | 997 | 6,903 |
| Support services - administration | | | |
| Operation and maintenance of plant services | | | |
| Student transportation services | | | |
| Operation of non-instructional services | | | |
| Capital outlay | | | |
| Total expenditures | 17,900 | 9,574 | 8,326 |
| Excess (deficiency) of revenues over expenditures | (17,900) | (3,702) | 14,198 |
| Other financing sources (uses): | | | |
| Transfers in | | | |
| Transfers out | | | |
| Total other financing sources (uses) | | | |
| Changes in fund balances | (17,900) | (3,702) | 14,198 |
| Fund balances (deficits), beginning of year | | 13,601 | 13,601 |
| Fund balances (deficits), end of year | \$ (17,900) | \$ 9,899 | \$ 27,799 |

| Advertisement | | | Student Activities | | |
|--------------------|------------------|--------------------------------|---------------------|-------------------|--------------------------------|
| Budget | Non-GAAP Actual | Variance - Positive (Negative) | Budget | Actual | Variance - Positive (Negative) |
| \$ | \$ 43 | \$ 43 | \$ | \$ 3,149 | \$ 3,149 |
| | <u>43</u> | <u>43</u> | | <u>3,149</u> | <u>3,149</u> |
| 15,000 | | 15,000 | | | |
| | | | 170,000 | 3,484 | 166,516 |
| <u>15,000</u> | | <u>15,000</u> | <u>170,000</u> | <u>3,484</u> | <u>166,516</u> |
| <u>(15,000)</u> | <u>43</u> | <u>15,043</u> | <u>(170,000)</u> | <u>(335)</u> | <u>169,665</u> |
| | | | | | |
| <u>(15,000)</u> | <u>43</u> | <u>15,043</u> | <u>(170,000)</u> | <u>(335)</u> | <u>169,665</u> |
| | 14,145 | 14,145 | | 168,502 | 168,502 |
| <u>\$ (15,000)</u> | <u>\$ 14,188</u> | <u>\$ 29,188</u> | <u>\$ (170,000)</u> | <u>\$ 168,167</u> | <u>\$ 338,167</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, 2021

| | Totals | | |
|--|------------------------|----------------------|--------------------------------------|
| | Budget | Non-GAAP Actual | Variance - Positive (Negative) |
| Revenues: | | | |
| Other local | \$ | \$ 2,916,381 | \$ 2,916,381 |
| State aid and grants | | 15,937,397 | 15,937,397 |
| Federal aid, grants and reimbursements | | 19,654,681 | 19,654,681 |
| Total revenues | | <u>38,508,459</u> | <u>38,508,459</u> |
| Expenditures: | | | |
| Current - | | | |
| Instruction | 40,180,366 | 24,155,463 | 16,024,903 |
| Support services - students and staff | 10,682,969 | 8,749,612 | 1,933,357 |
| Support services - administration | 4,539,787 | 2,210,355 | 2,329,432 |
| Operation and maintenance of plant services | 3,140,752 | 1,209,344 | 1,931,408 |
| Student transportation services | 242,669 | 201,217 | 41,452 |
| Operation of non-instructional services | 3,821,000 | 2,654,878 | 1,166,122 |
| Capital outlay | 2,420,000 | 1,347,911 | 1,072,089 |
| Total expenditures | <u>65,027,543</u> | <u>40,528,780</u> | <u>24,498,763</u> |
| Excess (deficiency) of revenues over expenditures | <u>(65,027,543)</u> | <u>(2,020,321)</u> | <u>63,007,222</u> |
| Other financing sources (uses): | | | |
| Transfers in | | 1,621,385 | 1,621,385 |
| Transfers out | | (216,116) | (216,116) |
| Total other financing sources (uses) | | <u>1,405,269</u> | <u>1,405,269</u> |
| Changes in fund balances | <u>(65,027,543)</u> | <u>(615,052)</u> | <u>64,412,491</u> |
| Fund balances (deficits), beginning of year | | 15,679,843 | 15,679,843 |
| Fund balances (deficits), end of year | <u>\$ (65,027,543)</u> | <u>\$ 15,064,791</u> | <u>\$ 80,092,334</u> |

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, 2021

| | Debt Service | | Variance - Positive (Negative) |
|--|------------------------|---------------------|--------------------------------------|
| | Budget | Actual | |
| Revenues: | | | |
| Other local | \$ | \$ 113,694 | \$ 113,694 |
| Property taxes | | 13,830,709 | 13,830,709 |
| Total revenues | | <u>13,944,403</u> | <u>13,944,403</u> |
| Expenditures: | | | |
| Debt service - | | | |
| Principal retirement | 11,205,000 | 11,205,000 | |
| Interest and fiscal charges | 4,095,000 | 3,635,529 | 459,471 |
| Total expenditures | <u>15,300,000</u> | <u>14,840,529</u> | <u>459,471</u> |
| Excess (deficiency) of revenues over expenditures | <u>(15,300,000)</u> | <u>(896,126)</u> | <u>14,403,874</u> |
| Other financing sources (uses): | | | |
| Transfers in | | 1,281,990 | 1,281,990 |
| Total other financing sources (uses) | | <u>1,281,990</u> | <u>1,281,990</u> |
| Changes in fund balances | <u>(15,300,000)</u> | <u>385,864</u> | <u>15,685,864</u> |
| Fund balances, beginning of year | | 1,536,261 | 1,536,261 |
| Fund balances (deficits), end of year | <u>\$ (15,300,000)</u> | <u>\$ 1,922,125</u> | <u>\$ 17,222,125</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, 2021

| | <u>Adjacent Ways</u> | <u>Energy and Water Savings</u> | <u>Building Renewal Grant</u> |
|---|-------------------------|-------------------------------------|-----------------------------------|
| <u>ASSETS</u> | | | |
| Cash and investments | \$ 1,247,298 | \$ 220,143 | \$ |
| Due from governmental entities | | | 136,344 |
| Total assets | \$ 1,247,298 | \$ 220,143 | \$ 136,344 |
| <u>LIABILITIES AND FUND BALANCES</u> | | | |
| Liabilities: | | | |
| Accounts payable | \$ 276,098 | \$ | \$ 88,016 |
| Due to other funds | | | 48,741 |
| Total liabilities | 276,098 | | 136,757 |
| Fund balances (deficits): | | | |
| Restricted | 971,200 | 220,143 | |
| Unassigned | | | (413) |
| Total fund balances | 971,200 | 220,143 | (413) |
| Total liabilities and fund balances | \$ 1,247,298 | \$ 220,143 | \$ 136,344 |

Totals

\$ 1,467,441
136,344
\$ 1,603,785

\$ 364,114
48,741
412,855

1,191,343
(413)
1,190,930

\$ 1,603,785

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, 2021

| | <u>Adjacent Ways</u> | <u>Energy and Water Savings</u> | <u>Building Renewal Grant</u> |
|--|----------------------|-------------------------------------|-----------------------------------|
| Revenues: | | | |
| Other local | \$ 5,183 | \$ 385 | \$ |
| Property taxes | 535,901 | | |
| State aid and grants | | | 2,583,951 |
| Total revenues | <u>541,084</u> | <u>385</u> | <u>2,583,951</u> |
| Expenditures: | | | |
| Capital outlay | 457,574 | 52,829 | 2,584,364 |
| Debt service - | | | |
| Principal retirement | | 3,918,943 | |
| Interest and fiscal charges | | 70,285 | |
| Total expenditures | <u>457,574</u> | <u>4,042,057</u> | <u>2,584,364</u> |
| Excess (deficiency) of revenues over expenditures | <u>83,510</u> | <u>(4,041,672)</u> | <u>(413)</u> |
| Other financing sources (uses): | | | |
| Transfers in | | 3,300,000 | |
| Total other financing sources (uses) | | <u>3,300,000</u> | |
| Changes in fund balances | <u>83,510</u> | <u>(741,672)</u> | <u>(413)</u> |
| Fund balances, beginning of year | 887,690 | 961,815 | |
| Fund balances (deficits), end of year | <u>\$ 971,200</u> | <u>\$ 220,143</u> | <u>\$ (413)</u> |

Totals

\$ 5,568
535,901
2,583,951
3,125,420

3,094,767

3,918,943
70,285
7,083,995

(3,958,575)

3,300,000
3,300,000

(658,575)

1,849,505

\$ 1,190,930

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, 2021

| | Unrestricted Capital Outlay | | |
|--|-----------------------------|--------------------|--------------------------------------|
| | Budget | Non-GAAP Actual | Variance - Positive (Negative) |
| Revenues: | | | |
| Other local | \$ | \$ 740,751 | \$ 740,751 |
| Property taxes | | 30,581 | 30,581 |
| State aid and grants | | 4,658,515 | 4,658,515 |
| Total revenues | | 5,429,847 | 5,429,847 |
| Expenditures: | | | |
| Current - | | | |
| Instruction | 9,430,822 | 752,232 | 8,678,590 |
| Support services - students and staff | 72,353 | 58,656 | 13,697 |
| Support services - administration | 582,633 | 267,328 | 315,305 |
| Operation and maintenance of plant services | 2,042,632 | 533,831 | 1,508,801 |
| Student transportation services | 105,121 | 29,048 | 76,073 |
| Capital outlay | 3,904,009 | 1,566,588 | 2,337,421 |
| Debt service - | | | |
| Principal retirement | 700,000 | 356,155 | 343,845 |
| Interest and fiscal charges | 65,406 | 26,548 | 38,858 |
| Bond issuance costs | | | |
| Total expenditures | 16,902,976 | 3,590,386 | 13,312,590 |
| Excess (deficiency) of revenues over expenditures | (16,902,976) | 1,839,461 | 18,742,437 |
| Other financing sources (uses): | | | |
| Transfers in | | | |
| Transfers out | | | |
| Issuance of school improvement bonds | | | |
| Premium on sale of bonds | | | |
| Total other financing sources (uses) | | | |
| Changes in fund balances | (16,902,976) | 1,839,461 | 18,742,437 |
| Fund balances, beginning of year | | 11,475,021 | 11,475,021 |
| Fund balances (deficits), end of year | \$ (16,902,976) | \$ 13,314,482 | \$ 30,217,458 |

| Adjacent Ways | | | Bond Building | | |
|-----------------------|---------------------|--------------------------------|-------------------------------------|------------------------------------|-------------------------------------|
| Budget | Actual | Variance - Positive (Negative) | Budget | Actual | Variance - Positive (Negative) |
| \$ | \$ 5,183 535,901 | \$ 5,183 535,901 | \$ | \$ 205,644 | \$ 205,644 |
| | <u>541,084</u> | <u>541,084</u> | | <u>205,644</u> | <u>205,644</u> |
| 1,428,773 | 457,574 | 971,199 | 37,000,000 | 8,826,018 | 28,173,982 |
| <u>1,428,773</u> | <u>457,574</u> | <u>971,199</u> | <u>548,080</u> <u>37,548,080</u> | <u>337,889</u> <u>9,163,907</u> | <u>210,191</u> <u>28,384,173</u> |
| <u>(1,428,773)</u> | <u>83,510</u> | <u>1,512,283</u> | <u>(37,548,080)</u> | <u>(8,958,263)</u> | <u>28,589,817</u> |
| | | | | (1,281,990) | (1,281,990) |
| | | | | 18,900,000 | 18,900,000 |
| | | | | 3,430,652 | 3,430,652 |
| | | | | <u>21,048,662</u> | <u>21,048,662</u> |
| <u>(1,428,773)</u> | <u>83,510</u> | <u>1,512,283</u> | <u>(37,548,080)</u> | <u>12,090,399</u> | <u>49,638,479</u> |
| | 887,690 | 887,690 | | 15,837,578 | 15,837,578 |
| <u>\$ (1,428,773)</u> | <u>\$ 971,200</u> | <u>\$ 2,399,973</u> | <u>\$ (37,548,080)</u> | <u>\$ 27,927,977</u> | <u>\$ 65,476,057</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, 2021

| | Energy and Water Savings | | |
|--|--------------------------|-------------|--------------------------------------|
| | Budget | Actual | Variance - Positive (Negative) |
| Revenues: | | | |
| Other local | \$ | \$ 385 | \$ 385 |
| Property taxes | | | |
| State aid and grants | | | |
| Total revenues | _____ | 385 | 385 |
| Expenditures: | | | |
| Current - | | | |
| Instruction | | | |
| Support services - students and staff | | | |
| Support services - administration | | | |
| Operation and maintenance of plant services | | | |
| Student transportation services | | | |
| Capital outlay | 275,772 | 52,829 | 222,943 |
| Debt service - | | | |
| Principal retirement | 3,918,943 | 3,918,943 | |
| Interest and fiscal charges | 70,285 | 70,285 | |
| Bond issuance costs | | | |
| Total expenditures | 4,265,000 | 4,042,057 | 222,943 |
| Excess (deficiency) of revenues over expenditures | (4,265,000) | (4,041,672) | 223,328 |
| Other financing sources (uses): | | | |
| Transfers in | | 3,300,000 | 3,300,000 |
| Transfers out | | | |
| Issuance of school improvement bonds | | | |
| Premium on sale of bonds | | | |
| Total other financing sources (uses) | _____ | 3,300,000 | 3,300,000 |
| Changes in fund balances | (4,265,000) | (741,672) | 3,523,328 |
| Fund balances, beginning of year | | 961,815 | 961,815 |
| Fund balances (deficits), end of year | \$ (4,265,000) | \$ 220,143 | \$ 4,485,143 |

| Building Renewal Grant | | | Totals | | |
|------------------------|------------------|--------------------------------|------------------------|----------------------|--------------------------------|
| Budget | Actual | Variance - Positive (Negative) | Budget | Non-GAAP Actual | Variance - Positive (Negative) |
| \$ | \$ | \$ | \$ | \$ 951,963 | \$ 951,963 |
| | 2,583,951 | 2,583,951 | | 566,482 | 566,482 |
| | <u>2,583,951</u> | <u>2,583,951</u> | | <u>7,242,466</u> | <u>7,242,466</u> |
| | | | | <u>8,760,911</u> | <u>8,760,911</u> |
| | | | 9,430,822 | 752,232 | 8,678,590 |
| | | | 72,353 | 58,656 | 13,697 |
| | | | 582,633 | 267,328 | 315,305 |
| | | | 2,042,632 | 533,831 | 1,508,801 |
| | | | 105,121 | 29,048 | 76,073 |
| 3,061,447 | 2,584,364 | 477,083 | 45,670,001 | 13,487,373 | 32,182,628 |
| | | | 4,618,943 | 4,275,098 | 343,845 |
| | | | 135,691 | 96,833 | 38,858 |
| | | | 548,080 | 337,889 | 210,191 |
| <u>3,061,447</u> | <u>2,584,364</u> | <u>477,083</u> | <u>63,206,276</u> | <u>19,838,288</u> | <u>43,367,988</u> |
| <u>(3,061,447)</u> | <u>(413)</u> | <u>3,061,034</u> | <u>(63,206,276)</u> | <u>(11,077,377)</u> | <u>52,128,899</u> |
| | | | | 3,300,000 | 3,300,000 |
| | | | | (1,281,990) | (1,281,990) |
| | | | | 18,900,000 | 18,900,000 |
| | | | | 3,430,652 | 3,430,652 |
| | | | | <u>24,348,662</u> | <u>24,348,662</u> |
| <u>(3,061,447)</u> | <u>(413)</u> | <u>3,061,034</u> | <u>(63,206,276)</u> | <u>13,271,285</u> | <u>76,477,561</u> |
| | | | | 29,162,104 | 29,162,104 |
| <u>\$ (3,061,447)</u> | <u>\$ (413)</u> | <u>\$ 3,061,034</u> | <u>\$ (63,206,276)</u> | <u>\$ 42,433,389</u> | <u>\$ 105,639,665</u> |

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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, 2021

| | Employee Benefit Trust | Workers' Compensation | Property and Casualty Insurance |
|---|---------------------------|--------------------------|---------------------------------------|
| <u>ASSETS</u> | | | |
| Current assets: | | | |
| Cash and investments | \$ 6,632,701 | \$ 1,889,722 | \$ 228,062 |
| Accounts receivable | 1,173,294 | | |
| Prepaid items | | | 90,392 |
| Total current assets | 7,805,995 | 1,889,722 | 318,454 |
| Noncurrent assets: | | | |
| Capital assets, net of accumulated depreciation | | | |
| Total noncurrent assets | | | |
| Total assets | 7,805,995 | 1,889,722 | 318,454 |
| <u>LIABILITIES</u> | | | |
| Current liabilities: | | | |
| Claims payable | 2,640,000 | 446,506 | 40,173 |
| Total current liabilities | 2,640,000 | 446,506 | 40,173 |
| Noncurrent liabilities: | | | |
| Non-current portion of long-term obligations | | 1,006,628 | |
| Total noncurrent liabilities | | 1,006,628 | |
| Total liabilities | 2,640,000 | 1,453,134 | 40,173 |
| <u>NET POSITION</u> | | | |
| Investment in capital assets | | | |
| Unrestricted | 5,165,995 | 436,588 | 278,281 |
| Total net position | \$ 5,165,995 | \$ 436,588 | \$ 278,281 |

| <u>Print Shop</u> | <u>Totals</u> |
|-------------------|---------------------|
| \$ 155,144 | \$ 8,905,629 |
| | 1,173,294 |
| | 90,392 |
| <u>155,144</u> | <u>10,169,315</u> |
| | |
| 227,506 | 227,506 |
| <u>227,506</u> | <u>227,506</u> |
| <u>382,650</u> | <u>10,396,821</u> |
| | |
| | 3,126,679 |
| | <u>3,126,679</u> |
| | |
| | 1,006,628 |
| | <u>1,006,628</u> |
| | <u>4,133,307</u> |
| | |
| 227,506 | 227,506 |
| 155,144 | 6,036,008 |
| <u>\$ 382,650</u> | <u>\$ 6,263,514</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, 2021

| | <u>Employee Benefit Trust</u> | <u>Workers' Compensation</u> | <u>Property and Casualty Insurance</u> |
|---|-----------------------------------|----------------------------------|--|
| Operating revenues: | | | |
| Contributions | \$ 18,338,305 | \$ 1,101,635 | \$ 1,406,301 |
| Charges for services | | | |
| Total operating revenues | <u>18,338,305</u> | <u>1,101,635</u> | <u>1,406,301</u> |
| Operating expenses: | | | |
| Claims | 13,237,398 | 652,491 | 125,622 |
| Premiums | 1,265,649 | 99,593 | 1,098,083 |
| Administrative and other | 2,220,689 | 148,191 | 54,186 |
| Cost of services | | | |
| Depreciation | | | |
| Total operating expenses | <u>16,723,736</u> | <u>900,275</u> | <u>1,277,891</u> |
| Operating income (loss) | <u>1,614,569</u> | <u>201,360</u> | <u>128,410</u> |
| Nonoperating revenues (expenses): | | | |
| Investment income | <u>33,894</u> | <u>11,730</u> | <u>624</u> |
| Total nonoperating revenues (expenses) | <u>33,894</u> | <u>11,730</u> | <u>624</u> |
| Changes in net position | <u>1,648,463</u> | <u>213,090</u> | <u>129,034</u> |
| Total net position, beginning of year | 3,517,532 | 223,498 | 149,247 |
| Total net position, end of year | <u>\$ 5,165,995</u> | <u>\$ 436,588</u> | <u>\$ 278,281</u> |

| <u>Print Shop</u> | <u>Totals</u> |
|-------------------|---------------------|
| \$ | \$ 20,846,241 |
| 187,630 | 187,630 |
| <u>187,630</u> | <u>21,033,871</u> |
| | 14,015,511 |
| | 2,463,325 |
| | 2,423,066 |
| 325,262 | 325,262 |
| 76,775 | 76,775 |
| <u>402,037</u> | <u>19,303,939</u> |
| <u>(214,407)</u> | <u>1,729,932</u> |
| | |
| 1,746 | 47,994 |
| <u>1,746</u> | <u>47,994</u> |
| <u>(212,661)</u> | <u>1,777,926</u> |
| 595,311 | 4,485,588 |
| <u>\$ 382,650</u> | <u>\$ 6,263,514</u> |

WASHINGTON ELEMENTARY SCHOOL DISTRICT NO. 6
COMBINING STATEMENT OF CASH FLOWS - ALL INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2021

| | <u>Employee Benefit Trust</u> | <u>Workers' Compensation</u> | <u>Property and Casualty Insurance</u> |
|---|-----------------------------------|----------------------------------|--|
| <u>Increase/Decrease in Cash and Cash Equivalents</u> | | | |
| Cash flows from operating activities: | | | |
| Cash received from contributions | \$ 17,757,486 | \$ 1,101,635 | \$ 1,406,301 |
| Cash received for services | | | |
| Cash payments to suppliers for goods and services | (3,486,338) | (247,784) | (1,232,734) |
| Cash payments for claims | <u>(13,743,398)</u> | <u>(554,338)</u> | <u>(179,702)</u> |
| Net cash provided by/used for operating activities | <u>527,750</u> | <u>299,513</u> | <u>(6,135)</u> |
| Cash flows from capital and related financing activities: | | | |
| Acquisition of capital assets | | | |
| Net cash provided by/used for capital and related financing activities | | | |
| Cash flows from investing activities: | | | |
| Investment income | <u>33,894</u> | <u>11,730</u> | <u>624</u> |
| Net cash provided by/used for investing activities | <u>33,894</u> | <u>11,730</u> | <u>624</u> |
| Net increase/decrease in cash and cash equivalents | <u>561,644</u> | <u>311,243</u> | <u>(5,511)</u> |
| Cash and cash equivalents, beginning of year | <u>6,071,057</u> | <u>1,578,479</u> | <u>233,573</u> |
| Cash and cash equivalents, end of year | <u>\$ 6,632,701</u> | <u>\$ 1,889,722</u> | <u>\$ 228,062</u> |
| <u>Reconciliation of Operating Income/Loss to Net Cash Provided by/Used for Operating Activities</u> | | | |
| Operating income/loss | \$ 1,614,569 | \$ 201,360 | \$ 128,410 |
| 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 | (580,819) | | |
| Increase/decrease in prepaid items | | | (35,266) |
| Increase/decrease in accounts payable | | | (45,199) |
| Increase/decrease in claims payable | <u>(506,000)</u> | <u>98,153</u> | <u>(54,080)</u> |
| Total adjustments | <u>(1,086,819)</u> | <u>98,153</u> | <u>(134,545)</u> |
| Net cash provided by/used for operating activities | <u>\$ 527,750</u> | <u>\$ 299,513</u> | <u>\$ (6,135)</u> |

| <u>Print Shop</u> | <u>Totals</u> |
|---------------------|---------------------|
| \$ | \$ |
| 187,630 | 20,265,422 |
| (325,262) | 187,630 |
| | (5,292,118) |
| | <u>(14,477,438)</u> |
| <u>(137,632)</u> | <u>683,496</u> |
| <u>(46,685)</u> | <u>(46,685)</u> |
| <u>(46,685)</u> | <u>(46,685)</u> |
| <u>1,746</u> | <u>47,994</u> |
| <u>1,746</u> | <u>47,994</u> |
| <u>(182,571)</u> | <u>684,805</u> |
| <u>337,715</u> | <u>8,220,824</u> |
| <u>\$ 155,144</u> | <u>\$ 8,905,629</u> |
| | |
| \$ (214,407) | \$ 1,729,932 |
| 76,775 | 76,775 |
| | (580,819) |
| | (35,266) |
| | (45,199) |
| | <u>(461,927)</u> |
| <u>76,775</u> | <u>(1,046,436)</u> |
| <u>\$ (137,632)</u> | <u>\$ 683,496</u> |

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STATISTICAL SECTION

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

Financial Trends

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

Revenue Capacity

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

Debt Capacity

These schedules present information to help the reader evaluate the District's current levels of outstanding debt as well as assess the District's ability 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>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> |
| Governmental activities: | | | | | |
| Net investment in capital assets | \$ 183,319,267 | \$ 178,061,599 | \$ 169,329,032 | \$ 171,036,125 | \$ 164,180,762 |
| Restricted | 41,575,591 | 38,427,365 | 34,007,077 | 31,646,079 | 27,324,624 |
| Unrestricted | <u>(118,242,291)</u> | <u>(121,827,631)</u> | <u>(120,782,949)</u> | <u>(136,128,787)</u> | <u>(142,843,970)</u> |
| Total governmental activities net position | <u>\$ 106,652,567</u> | <u>\$ 94,661,333</u> | <u>\$ 82,553,160</u> | <u>\$ 66,553,417</u> | <u>\$ 48,661,416</u> |
| Business-type activities: | | | | | |
| Net investment in capital assets | \$ | \$ | \$ 1,085,590 | \$ 1,324,248 | \$ 1,323,160 |
| Restricted | | | | | |
| Unrestricted | | | 80,146 | (88,070) | 23,330 |
| Total business-type activities net position | <u>\$</u> | <u>\$</u> | <u>\$ 1,165,736</u> | <u>\$ 1,236,178</u> | <u>\$ 1,346,490</u> |
| Primary government: | | | | | |
| Net investment in capital assets | \$ 183,319,267 | \$ 178,061,599 | \$ 170,414,622 | \$ 172,360,373 | \$ 165,503,922 |
| Restricted | 41,575,591 | 38,427,365 | 34,007,077 | 31,646,079 | 27,324,624 |
| Unrestricted | <u>(118,242,291)</u> | <u>(121,827,631)</u> | <u>(120,702,803)</u> | <u>(136,216,857)</u> | <u>(142,820,640)</u> |
| Total net position | <u>\$ 106,652,567</u> | <u>\$ 94,661,333</u> | <u>\$ 83,718,896</u> | <u>\$ 67,789,595</u> | <u>\$ 50,007,906</u> |

(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>2016</u> | <u>2015</u> | <u>2014</u> | <u>2013</u> | <u>2012</u> |
| Governmental activities: | | | | | |
| Net investment in capital assets | \$ 152,225,774 | \$ 147,843,966 | \$ 140,651,648 | \$ 134,338,769 | \$ 131,154,280 |
| Restricted | 31,413,624 | 25,808,205 | 23,121,936 | 16,387,192 | 15,370,563 |
| Unrestricted | (149,818,084) | (158,118,288) | 27,173,827 | 38,585,487 | 51,127,160 |
| Total governmental activities net position | <u>\$ 33,821,314</u> | <u>\$ 15,533,883</u> | <u>\$ 190,947,411</u> | <u>\$ 189,311,448</u> | <u>\$ 197,652,003</u> |
| Business-type activities: | | | | | |
| Net investment in capital assets | \$ 1,404,559 | \$ 1,517,228 | \$ 1,413,714 | \$ 1,422,509 | \$ |
| Restricted | | | | | |
| Unrestricted | 162,316 | 56,297 | 786,635 | 913,615 | |
| Total business-type activities net position | <u>\$ 1,566,875</u> | <u>\$ 1,573,525</u> | <u>\$ 2,200,349</u> | <u>\$ 2,336,124</u> | <u>\$</u> |
| Primary government: | | | | | |
| Net investment in capital assets | \$ 153,630,333 | \$ 149,361,194 | \$ 142,065,362 | \$ 135,761,278 | \$ 131,154,280 |
| Restricted | 31,413,624 | 25,808,205 | 23,121,936 | 16,387,192 | 15,370,563 |
| Unrestricted | (149,655,768) | (158,061,991) | 27,960,462 | 39,499,102 | 51,127,160 |
| Total net position | <u>\$ 35,388,189</u> | <u>\$ 17,107,408</u> | <u>\$ 193,147,760</u> | <u>\$ 191,647,572</u> | <u>\$ 197,652,003</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>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> |
| Expenses | | | | | |
| Governmental activities: | | | | | |
| Instruction | \$ 125,586,285 | \$ 124,392,296 | \$ 115,423,800 | \$ 105,181,329 | \$ 106,648,242 |
| Support services - students and staff | 33,354,944 | 29,168,417 | 27,007,035 | 27,358,008 | 27,816,395 |
| Support services - administration | 18,668,255 | 18,079,753 | 18,138,223 | 16,094,942 | 16,477,056 |
| Operation and maintenance of plant services | 32,241,554 | 23,355,872 | 22,794,221 | 22,058,166 | 21,380,529 |
| Student transportation services | 7,038,491 | 9,665,851 | 9,885,626 | 8,601,342 | 8,825,125 |
| Operation of non-instructional services | 17,166,233 | 21,409,309 | 22,187,887 | 20,537,365 | 21,168,721 |
| Interest on long-term debt | 2,836,951 | 3,433,190 | 3,353,529 | 3,196,178 | 2,343,635 |
| Total governmental activities | <u>236,892,713</u> | <u>229,504,688</u> | <u>218,790,321</u> | <u>203,027,330</u> | <u>204,659,703</u> |
| Business-type activities: | | | | | |
| Private school consortium | | | 1,177,029 | 1,124,241 | 1,006,566 |
| Alternative fuel | | | 105,015 | 97,859 | 91,469 |
| Total business-type activities | | | <u>1,282,044</u> | <u>1,222,100</u> | <u>1,098,035</u> |
| Total expenses | <u>236,892,713</u> | <u>229,504,688</u> | <u>220,072,365</u> | <u>204,249,430</u> | <u>205,757,738</u> |
| Program Revenues | | | | | |
| Governmental activities: | | | | | |
| Charges for services | | | | | |
| Instruction | 267,651 | 927,037 | 859,248 | 799,325 | 818,477 |
| Operation of non-instructional services | 2,073,304 | 3,319,077 | 4,063,950 | 3,789,825 | 3,637,223 |
| Other activities | 101,891 | 103,752 | 134,524 | 101,531 | 356,744 |
| Operating grants and contributions | 63,026,670 | 45,909,658 | 47,990,738 | 43,691,986 | 42,887,352 |
| Capital grants and contributions | 3,483,523 | 1,726,427 | 271,618 | 1,720,923 | 2,244,306 |
| Total governmental activities | <u>68,953,039</u> | <u>51,985,951</u> | <u>53,320,078</u> | <u>50,103,590</u> | <u>49,944,102</u> |
| Business-type activities: | | | | | |
| Charges for services | | | | | |
| Private school consortium | | | 1,110,398 | 1,024,812 | 810,918 |
| Alternative fuel | | | 86,683 | 80,326 | 61,667 |
| Total business-type activities | | | <u>1,197,081</u> | <u>1,105,138</u> | <u>872,585</u> |
| Total program revenues | <u>68,953,039</u> | <u>51,985,951</u> | <u>54,517,159</u> | <u>51,208,728</u> | <u>50,816,687</u> |
| Net (Expense)/Revenue | <u>\$ (167,939,674)</u> | <u>\$ (177,518,737)</u> | <u>\$ (165,555,206)</u> | <u>\$ (153,040,702)</u> | <u>\$ (154,941,051)</u> |

(Continued)

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>2016</u> | <u>2015</u> | <u>2014</u> | <u>2013</u> | <u>2012</u> |
| Expenses | | | | | |
| Governmental activities: | | | | | |
| Instruction | \$ 102,834,169 | \$ 99,473,480 | \$ 99,497,671 | \$ 96,287,120 | \$ 95,655,933 |
| Support services - students and staff | 27,153,837 | 25,259,949 | 25,400,733 | 24,437,353 | 22,683,312 |
| Support services - administration | 16,019,927 | 16,863,927 | 19,545,606 | 16,847,819 | 15,851,740 |
| Operation and maintenance of plant services | 20,967,936 | 20,573,400 | 21,755,307 | 21,464,307 | 20,505,294 |
| Student transportation services | 8,685,581 | 8,931,677 | 8,921,262 | 10,322,705 | 8,352,478 |
| Operation of non-instructional services | 19,204,711 | 20,757,679 | 20,672,728 | 19,580,110 | 17,777,812 |
| Interest on long-term debt | 2,556,097 | 3,184,743 | 3,527,782 | 4,451,926 | 4,065,351 |
| Total governmental activities | <u>197,422,258</u> | <u>195,044,855</u> | <u>199,321,089</u> | <u>193,391,340</u> | <u>184,891,920</u> |
| Business-type activities: | | | | | |
| Private school consortium | 825,441 | 760,335 | 813,384 | 971,139 | |
| Alternative fuel | 94,244 | 107,874 | 146,965 | 81,577 | |
| Total business-type activities | <u>919,685</u> | <u>868,209</u> | <u>960,349</u> | <u>1,052,716</u> | |
| Total expenses | <u>198,341,943</u> | <u>195,913,064</u> | <u>200,281,438</u> | <u>194,444,056</u> | <u>184,891,920</u> |
| Program Revenues | | | | | |
| Governmental activities: | | | | | |
| Charges for services | | | | | |
| Instruction | 834,514 | 857,280 | 755,459 | 860,809 | 837,596 |
| Operation of non-instructional services | 3,556,652 | 3,640,577 | 3,986,380 | 3,294,615 | 3,876,383 |
| Other activities | 106,743 | 64,020 | 103,159 | 164,133 | 117,199 |
| Operating grants and contributions | 41,811,603 | 39,616,244 | 37,619,978 | 38,718,810 | 48,386,041 |
| Capital grants and contributions | 1,712,149 | 95,728 | 106,271 | | |
| Total governmental activities | <u>48,021,661</u> | <u>44,273,849</u> | <u>42,571,247</u> | <u>43,038,367</u> | <u>53,217,219</u> |
| Business-type activities: | | | | | |
| Charges for services | | | | | |
| Private school consortium | 842,479 | 854,194 | 670,617 | 778,214 | |
| Alternative fuel | 66,466 | 81,532 | 150,775 | 164,943 | |
| Total business-type activities | <u>908,945</u> | <u>935,726</u> | <u>821,392</u> | <u>943,157</u> | |
| Total program revenues | <u>48,930,606</u> | <u>45,209,575</u> | <u>43,392,639</u> | <u>43,981,524</u> | <u>53,217,219</u> |
| Net (Expense)/Revenue | <u>\$ (149,411,337)</u> | <u>\$ (150,703,489)</u> | <u>\$ (156,888,799)</u> | <u>\$ (150,462,532)</u> | <u>\$ (131,674,701)</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)

| | Fiscal Year Ended June 30 | | | | |
|---|---------------------------|------------------|------------------|------------------|------------------|
| | 2021 | 2020 | 2019 | 2018 | 2017 |
| Net (Expense)/Revenue | \$ (167,939,674) | \$ (177,518,737) | \$ (165,555,206) | \$ (153,040,702) | \$ (154,941,051) |
| General Revenues: | | | | | |
| Governmental activities: | | | | | |
| Taxes: | | | | | |
| Property taxes, levied for general purposes | 46,361,579 | 36,726,592 | 42,433,833 | 44,183,867 | 42,324,539 |
| Property taxes, levied for debt service | 13,699,246 | 14,189,996 | 14,915,494 | 14,421,219 | 14,619,586 |
| Property taxes, levied for capital outlay | 566,482 | 8,454,747 | 3,618,256 | | 3,213,058 |
| Investment income | 815,406 | 1,717,046 | 1,686,275 | 896,899 | 480,040 |
| Other | | | | | |
| Unrestricted county aid | 9,739,655 | 9,688,387 | 9,599,586 | 9,685,188 | 9,376,533 |
| Unrestricted state aid | 106,771,627 | 115,461,000 | 107,195,752 | 99,673,014 | 97,832,022 |
| Unrestricted federal aid | 1,976,913 | 1,897,068 | 2,020,790 | 1,927,651 | 1,709,925 |
| Total governmental activities | 179,930,908 | 188,134,836 | 181,469,986 | 170,787,838 | 169,555,703 |
| General Revenues: | | | | | |
| Business-type activities: | | | | | |
| Investment income | | | 14,521 | 6,650 | 5,065 |
| Total business-type activities | | | 14,521 | 6,650 | 5,065 |
| Changes in Net Position | \$ 11,991,234 | \$ 10,616,099 | \$ 15,929,301 | \$ 17,753,786 | \$ 14,619,717 |

(Continued)

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

| | Fiscal Year Ended June 30 | | | | |
|---|---------------------------|------------------|------------------|------------------|------------------|
| | 2016 | 2015 | 2014 | 2013 | 2012 |
| Net (Expense)/Revenue | \$ (149,411,337) | \$ (150,703,489) | \$ (156,888,799) | \$ (150,462,532) | \$ (131,674,701) |
| General Revenues: | | | | | |
| Governmental activities: | | | | | |
| Taxes: | | | | | |
| Property taxes, levied for general purposes | 40,734,144 | 40,529,370 | 41,086,061 | 51,976,289 | 57,336,243 |
| Property taxes, levied for debt service | 16,204,896 | 15,992,162 | 16,105,036 | | |
| Property taxes, levied for capital outlay | 1,554,523 | 2,911,214 | 2,569,357 | | |
| Investment income | 333,876 | 208,981 | 360,314 | 250,924 | 611,471 |
| Other | | | | | 814,480 |
| Unrestricted county aid | 9,213,359 | 8,780,891 | 8,061,126 | 7,786,874 | |
| Unrestricted state aid | 97,860,492 | 93,009,088 | 89,230,772 | 83,833,717 | 79,839,296 |
| Unrestricted federal aid | 1,786,738 | 640,647 | 973,139 | 606,560 | |
| Total general revenues | 167,688,028 | 162,072,353 | 158,385,805 | 144,454,364 | 138,601,490 |
| Net (Expense)/Revenue | | | | | |
| Business-type activities: | | | | | |
| Investment income | 4,090 | 3,073 | 3,182 | 3,737 | |
| Total business-type activities | 4,090 | 3,073 | 3,182 | 3,737 | |
| Changes in Net Position | \$ 18,280,781 | \$ 11,371,937 | \$ 1,500,188 | \$ (6,004,431) | \$ 6,926,789 |

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>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> |
| General Fund: | | | | | |
| Nonspendable | \$ 1,260,090 | \$ 820,260 | \$ 672,932 | \$ 638,005 | \$ 693,334 |
| Restricted | 13,906,854 | 12,052,027 | 8,413,650 | 9,681,337 | 6,567,759 |
| Committed | | | | | |
| Assigned | | | | | |
| Unassigned | 30,899,611 | 29,747,365 | 26,105,977 | 23,528,106 | 20,967,868 |
| Total General Fund | \$ 46,066,555 | \$ 42,619,652 | \$ 35,192,559 | \$ 33,847,448 | \$ 28,228,961 |
| All Other Governmental Funds: | | | | | |
| Nonspendable | \$ 177,434 | \$ 326,316 | \$ 175,713 | \$ 188,933 | \$ 147,429 |
| Restricted | 55,100,594 | 41,321,261 | 67,616,257 | 47,946,273 | 67,229,496 |
| Committed | | | | | |
| Assigned | | | | | |
| Unassigned | (5,778,404) | (1,287,113) | (1,180,820) | (2,565,217) | (100,801) |
| Total all other governmental funds | \$ 49,499,624 | \$ 40,360,464 | \$ 66,611,150 | \$ 45,569,989 | \$ 67,276,124 |

(Continued)

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>2016</u> | <u>2015</u> | <u>2014</u> | <u>2013</u> | <u>2012</u> |
| General Fund: | | | | | |
| Nonspendable | \$ 1,094,793 | \$ 704,702 | \$ 672,748 | \$ 606,151 | \$ 648,293 |
| Restricted | 8,202,561 | 4,566,212 | 4,142,611 | 259,946 | 249,987 |
| Committed | | | | | |
| Assigned | | | | 695,977 | 2,200,000 |
| Unassigned | 17,358,336 | 10,439,133 | 9,747,586 | 15,450,753 | 23,777,607 |
| Total General Fund | <u>\$ 26,655,690</u> | <u>\$ 15,710,047</u> | <u>\$ 14,562,945</u> | <u>\$ 17,012,827</u> | <u>\$ 26,875,887</u> |
| All Other Governmental Funds: | | | | | |
| Nonspendable | \$ 133,406 | \$ 138,187 | \$ 120,475 | \$ 123,416 | \$ 99,789 |
| Restricted | 45,807,388 | 26,002,278 | 23,118,195 | 21,794,618 | 17,349,012 |
| Committed | | | | | |
| Assigned | | | | | |
| Unassigned | (121,156) | (40,728) | | | |
| Total all other governmental funds | <u>\$ 45,819,638</u> | <u>\$ 26,099,737</u> | <u>\$ 23,238,670</u> | <u>\$ 21,918,034</u> | <u>\$ 17,448,801</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>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> |
| Federal sources: | | | | | |
| Federal grants | \$ 42,669,780 | \$ 24,758,228 | \$ 25,138,948 | \$ 22,649,954 | \$ 26,546,492 |
| National School Lunch Program | 13,757,117 | 17,578,656 | 19,981,278 | 18,744,599 | 18,923,117 |
| Total federal sources | <u>56,426,897</u> | <u>42,336,884</u> | <u>45,120,226</u> | <u>41,394,553</u> | <u>45,469,609</u> |
| State sources: | | | | | |
| State equalization assistance | 95,463,680 | 103,718,838 | 95,575,111 | 88,885,938 | 88,507,150 |
| State grants | 4,629,450 | 6,079,413 | 3,832,679 | 2,624,792 | 159,999 |
| School Facilities Board | 2,583,951 | 239,029 | 1,749,490 | 200,436 | 100,125 |
| Other revenues | 11,307,947 | 11,742,162 | 11,620,641 | 10,787,076 | 9,324,872 |
| Total state sources | <u>113,985,028</u> | <u>121,779,442</u> | <u>112,777,921</u> | <u>102,498,242</u> | <u>98,092,146</u> |
| Local sources: | | | | | |
| Property taxes | 61,182,711 | 61,042,901 | 61,379,413 | 58,754,113 | 60,419,448 |
| County aid | 9,739,655 | 9,688,387 | 9,599,586 | 9,685,188 | 9,376,533 |
| Food service sales | 20,459 | 162,635 | 219,941 | 204,100 | 307,393 |
| Investment income | 744,234 | 1,625,988 | 1,606,138 | 846,583 | 433,484 |
| Other revenues | 2,909,954 | 4,930,206 | 5,642,410 | 5,465,267 | 5,424,755 |
| Total local sources | <u>74,597,013</u> | <u>77,450,117</u> | <u>78,447,488</u> | <u>74,955,251</u> | <u>75,961,613</u> |
| Total revenues | <u><u>\$ 245,008,938</u></u> | <u><u>\$ 241,566,443</u></u> | <u><u>\$ 236,345,635</u></u> | <u><u>\$ 218,848,046</u></u> | <u><u>\$ 219,523,368</u></u> |

(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>2016</u> | <u>2015</u> | <u>2014</u> | <u>2013</u> | <u>2012</u> |
| Federal sources: | | | | | |
| Federal grants | \$ 24,952,307 | \$ 22,715,570 | \$ 21,117,016 | \$ 21,427,638 | \$ 25,586,389 |
| National School Lunch Program | 18,714,302 | 16,967,915 | 15,118,150 | 14,550,077 | 13,416,071 |
| Total federal sources | <u>43,666,609</u> | <u>39,683,485</u> | <u>36,235,166</u> | <u>35,977,715</u> | <u>39,002,460</u> |
| State sources: | | | | | |
| State equalization assistance | 88,642,833 | 84,341,877 | 80,526,567 | 86,982,842 | 83,096,833 |
| State grants | 188,186 | 174,932 | 804,741 | 7,368,386 | 6,126,044 |
| School Facilities Board | 138,378 | | | | |
| Other revenues | 9,217,659 | 8,667,211 | 8,704,205 | | |
| Total state sources | <u>98,187,056</u> | <u>93,184,020</u> | <u>90,035,513</u> | <u>94,351,228</u> | <u>89,222,877</u> |
| Intergovernmental | | | | | |
| Local sources: | | | | | |
| Property taxes | 59,774,527 | 59,342,671 | 59,004,911 | 52,278,031 | 57,063,913 |
| County aid | 9,213,359 | 8,780,891 | 8,061,126 | | |
| Food service sales | 510,560 | 725,566 | 883,187 | 982,965 | 1,081,538 |
| Investment income | 299,089 | 212,054 | 330,333 | 219,265 | 553,258 |
| Other revenues | 4,914,355 | 4,880,569 | 4,812,307 | 4,936,669 | 4,466,985 |
| Total local sources | <u>74,711,890</u> | <u>73,941,751</u> | <u>73,091,864</u> | <u>58,416,930</u> | <u>63,165,694</u> |
| Total revenues | <u><u>\$ 216,565,555</u></u> | <u><u>\$ 206,809,256</u></u> | <u><u>\$ 199,362,543</u></u> | <u><u>\$ 188,745,873</u></u> | <u><u>\$ 191,391,031</u></u> |

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>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> |
| Expenditures: | | | | | |
| Current - | | | | | |
| Instruction | \$ 119,634,940 | \$ 116,784,309 | \$ 115,560,803 | \$ 103,279,316 | \$ 103,756,910 |
| Support services - students and staff | 33,000,904 | 28,769,744 | 28,926,361 | 28,212,618 | 28,574,859 |
| Support services - administration | 17,800,732 | 16,730,600 | 16,679,812 | 15,554,205 | 15,967,810 |
| Operation and maintenance of plant services | 26,905,070 | 19,719,995 | 20,055,084 | 19,541,280 | 18,582,265 |
| Student transportation services | 5,929,144 | 8,117,995 | 8,210,346 | 7,784,249 | 8,150,047 |
| Operation of non-instructional services | 16,524,399 | 20,893,851 | 22,195,616 | 20,491,207 | 21,057,220 |
| Capital outlay | 15,698,937 | 33,832,142 | 27,010,402 | 24,072,075 | 17,871,595 |
| Debt service - | | | | | |
| Interest and fiscal charges | 3,732,362 | 4,368,260 | 3,819,829 | 3,662,478 | 2,588,254 |
| Principal retirement | 15,480,098 | 12,629,848 | 12,699,050 | 12,324,441 | 18,257,051 |
| Bond issuance costs | 337,889 | 43,950 | 427,799 | | 278,020 |
| Total expenditures | <u>\$ 255,044,475</u> | <u>\$ 261,890,694</u> | <u>\$ 255,585,102</u> | <u>\$ 234,921,869</u> | <u>\$ 235,084,031</u> |
| Expenditures for capitalized assets | \$ 12,445,129 | \$ 32,397,428 | \$ 22,014,231 | \$ 22,329,644 | \$ 17,242,995 |
| Debt service as a percentage of noncapital expenditures | 8% | 7% | 7% | 8% | 10% |

(Continued)

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>2016</u> | <u>2015</u> | <u>2014</u> | <u>2013</u> | <u>2012</u> |
| Expenditures: | | | | | |
| Current - | | | | | |
| Instruction | \$ 96,624,633 | \$ 96,153,216 | \$ 93,717,118 | \$ 93,736,675 | \$ 91,410,445 |
| Support services - students and staff | 27,339,907 | 25,232,512 | 24,034,750 | 24,748,411 | 22,509,492 |
| Support services - administration | 15,341,259 | 16,057,968 | 15,536,516 | 15,300,720 | 14,366,216 |
| Operation and maintenance of plant services | 17,661,743 | 17,133,331 | 18,381,447 | 18,880,306 | 17,918,737 |
| Student transportation services | 7,870,766 | 8,161,998 | 7,601,273 | 9,066,412 | 9,093,523 |
| Operation of non-instructional services | 19,027,664 | 20,573,969 | 19,809,292 | 19,401,013 | 17,582,358 |
| Capital outlay | 11,662,549 | 6,555,118 | 14,422,452 | 18,384,635 | 7,197,451 |
| Debt service - | | | | | |
| Interest and fiscal charges | 2,708,821 | 3,337,467 | 3,680,506 | 4,192,759 | 4,151,391 |
| Principal retirement | 14,748,350 | 14,121,124 | 13,299,276 | 13,437,039 | 12,410,822 |
| Bond issuance costs | 145,492 | 24,050 | 24,100 | 319,439 | |
| Total expenditures | <u>\$ 213,131,184</u> | <u>\$ 207,350,753</u> | <u>\$ 210,506,730</u> | <u>\$ 217,467,409</u> | <u>\$ 196,640,435</u> |
| Expenditures for capitalized assets | \$ 11,504,989 | \$ 6,389,320 | \$ 8,117,800 | \$ 22,394,368 | \$ 8,933,690 |
| Debt service as a percentage of noncapital expenditures | 9% | 9% | 8% | 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>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> |
| Excess (deficiency) of revenues over expenditures | \$ (10,035,537) | \$ (20,324,251) | \$ (19,239,467) | \$ (16,073,823) | \$ (15,560,663) |
| Other financing sources (uses): | | | | | |
| General obligation bonds issued | 18,900,000 | | 36,000,000 | | 33,555,000 |
| Refunding bonds issued | | 3,900,000 | | | |
| Premium on sale of bonds | 3,430,652 | 47,372 | 5,578,445 | | 3,674,792 |
| Capital lease agreements | | | | | 1,748,064 |
| Transfers in | 6,203,375 | 3,341,770 | 4,246,122 | 2,764,464 | 1,920,295 |
| Transfers out | (6,203,375) | (3,341,770) | (4,246,122) | (2,764,464) | (1,920,295) |
| Payment to refunded bond escrow agent | | (3,900,000) | | | |
| Insurance recoveries | | 18,082 | 25,587 | | |
| Total other financing sources (uses) | <u>22,330,652</u> | <u>65,454</u> | <u>41,604,032</u> | | <u>38,977,856</u> |
| Changes in fund balances | <u>\$ 12,295,115</u> | <u>\$ (20,258,797)</u> | <u>\$ 22,364,565</u> | <u>\$ (16,073,823)</u> | <u>\$ 23,417,193</u> |
| | <u>2016</u> | <u>2015</u> | <u>2014</u> | <u>2013</u> | <u>2012</u> |
| Excess (deficiency) of revenues over expenditures | \$ 3,434,371 | \$ (541,497) | \$ (11,144,187) | \$ (28,721,536) | \$ (5,249,404) |
| Other financing sources (uses): | | | | | |
| General obligation bonds issued | 25,500,000 | 4,500,000 | 5,000,000 | 20,000,000 | |
| Premium on sale of bonds | 918,929 | | | 933,589 | |
| Capital lease agreements | 426,934 | | 5,864,900 | 2,412,635 | |
| Transfers in | 3,177,753 | 1,895,772 | 1,622,419 | 1,753,837 | 1,183,613 |
| Transfers out | (3,177,753) | (1,895,772) | (1,622,419) | (1,753,837) | (1,183,613) |
| Total other financing sources (uses) | <u>26,845,863</u> | <u>4,500,000</u> | <u>10,864,900</u> | <u>23,346,224</u> | |
| Changes in fund balances | <u>\$ 30,280,234</u> | <u>\$ 3,958,503</u> | <u>\$ (279,287)</u> | <u>\$ (5,375,312)</u> | <u>\$ (5,249,404)</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>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> |
| Commercial, Industrial, Utilities and Mining | \$ 543,322,368 | \$ 530,155,515 | \$ 520,996,576 | \$ 503,747,626 | \$ 477,227,516 |
| Agricultural and Vacant | 20,563,441 | 19,957,732 | 13,037,232 | 14,016,698 | 12,881,777 |
| Residential (Owner Occupied) | 583,285,577 | 552,523,482 | 527,889,859 | 481,888,173 | 456,022,508 |
| Residential (Rental) | 258,991,429 | 246,043,585 | 226,900,557 | 206,976,139 | 196,732,743 |
| Historical Property | 80,208 | 76,390 | 72,751 | 50,813 | 42,142 |
| Certain Government Property Improvements | 187,385 | 164,068 | 143,856 | 82,366 | 79,022 |
| Total | \$ 1,406,430,408 | \$ 1,348,920,772 | \$ 1,289,040,831 | \$ 1,206,761,815 | \$ 1,142,985,708 |
| Gross Full Cash Value | \$ 20,735,660,093 | \$ 18,936,310,163 | \$ 17,458,814,192 | \$ 15,769,241,274 | \$ 14,509,954,943 |
| Ratio of Net Limited Assessed Value to Gross Full Cash Value | 7% | 7% | 7% | 8% | 8% |
| Total Direct Rate | 4.69 | 4.94 | 5.10 | 5.21 | 5.63 |

| <u>Class</u> | <u>Fiscal Year</u> | | | | |
|--|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| | <u>2016</u> | <u>2015</u> | <u>2014</u> | <u>2013</u> | <u>2012</u> |
| Commercial, Industrial, Utilities and Mining | \$ 464,736,999 | \$ 472,181,411 | \$ 485,838,284 | \$ 536,566,162 | \$ 579,720,714 |
| Agricultural and Vacant | 18,838,328 | 17,842,349 | 23,067,497 | 27,014,320 | 29,116,900 |
| Residential (Owner Occupied) | 433,480,548 | 417,896,904 | 395,683,367 | 467,196,013 | 552,197,999 |
| Residential (Rental) | 185,389,793 | 170,725,842 | 151,279,607 | 140,976,564 | 161,371,870 |
| Historical Property | 40,341 | 108,115 | 107,971 | 121,435 | 74,699 |
| Certain Government Property Improvements | 101,399 | 101,963 | 71,136 | 79,365 | 93,427 |
| Total | \$ 1,102,587,408 | \$ 1,078,856,584 | \$ 1,056,047,862 | \$ 1,171,953,859 | \$ 1,322,575,609 |
| Gross Full Cash Value | \$ 13,228,634,436 | \$ 10,484,096,797 | \$ 9,467,272,155 | \$ 10,327,375,233 | \$ 11,732,224,759 |
| Ratio of Net Limited Assessed Value to Gross Full Cash Value | 8% | 10% | 11% | 11% | 11% |
| Total Direct Rate | 5.78 | 5.70 | 6.02 | 4.71 | 4.61 |

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>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> |
| Commercial, Industrial, Utilities and Mining | \$ 699,120,766 | \$ 665,175,837 | \$ 639,344,809 | \$ 604,216,777 | \$ 540,833,512 |
| Agricultural and Vacant | 34,928,256 | 30,455,631 | 20,756,983 | 20,264,718 | 17,044,596 |
| Residential (Owner Occupied) | 950,970,420 | 862,087,632 | 807,633,854 | 717,074,405 | 677,123,813 |
| Residential (Rental) | 489,838,177 | 446,188,456 | 379,246,069 | 329,833,257 | 294,898,987 |
| Historical Property | 118,975 | 110,165 | 117,730 | 80,355 | 67,775 |
| Certain Government Property Improvements | 261,967 | 213,126 | 192,167 | 103,842 | 95,055 |
| Total | \$ 2,175,238,561 | \$ 2,004,230,847 | \$ 1,847,291,612 | \$ 1,671,573,354 | \$ 1,530,063,738 |
| Gross Full Cash Value | \$ 20,735,660,093 | \$ 18,936,310,163 | \$ 17,458,814,192 | \$ 15,769,241,274 | \$ 14,509,954,943 |
| Ratio of Net Full Cash Assessed Value to Gross Full Cash Value | 10% | 11% | 11% | 11% | 11% |
| Estimated Net Full Cash Value | \$ 18,012,899,160 | \$ 16,533,996,053 | \$ 15,143,430,277 | \$ 13,591,332,804 | \$ 12,489,262,212 |
| Total Direct Rate | 4.69 | 4.94 | 5.10 | 5.21 | 5.63 |

| <u>Class</u> | <u>Fiscal Year</u> | | | | |
|--|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| | <u>2016</u> | <u>2015</u> | <u>2014</u> | <u>2013</u> | <u>2012</u> |
| Commercial, Industrial, Utilities and Mining | \$ 482,548,361 | \$ 477,395,349 | \$ 486,699,613 | \$ 537,112,888 | \$ 580,807,450 |
| Agricultural and Vacant | 21,105,862 | 18,691,974 | 23,256,358 | 27,227,906 | 29,735,357 |
| Residential (Owner Occupied) | 635,669,446 | 453,825,849 | 396,879,515 | 468,675,857 | 553,225,987 |
| Residential (Rental) | 264,011,064 | 191,757,548 | 154,128,545 | 141,505,000 | 161,519,148 |
| Historical Property | 63,665 | 314,954 | 320,400 | 349,360 | 263,469 |
| Certain Government Property Improvements | 107,594 | 103,652 | 71,136 | 79,365 | |
| Total | \$ 1,403,505,992 | \$ 1,142,089,326 | \$ 1,061,355,567 | \$ 1,174,950,376 | \$ 1,325,644,838 |
| Gross Full Cash Value | \$ 13,228,634,436 | \$ 10,484,096,797 | \$ 9,467,272,155 | \$ 10,327,375,233 | \$ 11,732,224,759 |
| Ratio of Net Full Cash Assessed Value to Gross Full Cash Value | 11% | 11% | 11% | 11% | 11% |
| Estimated Net Full Cash Value | \$ 11,338,332,132 | \$ 8,791,063,652 | \$ 7,912,752,725 | \$ 8,716,991,986 | \$ 9,946,112,208 |
| Total Direct Rate | 5.78 | 5.70 | 6.02 | 4.71 | 4.61 |

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

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

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

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

**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 |
| | 2021 | 0.44 | 1.40 | 0.18 | 1.29 | 0.14 | 2.13 | 1.80 | 2.35 | 2.34 |
| 2020 | 0.46 | 1.40 | 0.18 | 1.33 | 0.14 | 2.13 | 1.86 | 2.46 | 2.48 | 4.94 |
| 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 |

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>2021</u> | | <u>2012</u> | |
|--|---|--|---|--|
| | <u>Net Limited Assessed Valuation</u> | <u>Percentage of District's Net Limited Assessed Valuation</u> | <u>Net Full Cash Assessed Valuation</u> | <u>Percentage of District's Net Full Cash Assessed Valuation</u> |
| Arizona Public Service Company | \$ 129,312,859 | 9.19 % | \$ 103,369,538 | 7.80 % |
| Qwest Corporation | 8,440,421 | 0.60 | 15,314,734 | 1.16 |
| VHS of Phoenix Inc | 7,505,175 | 0.53 | 8,962,322 | 0.68 |
| Canyon Corporate Plaza Properties LLC | 7,293,037 | 0.52 | 7,275,000 | 0.55 |
| Vaseo Apartments LP | 7,146,065 | 0.51 | | |
| Southwest Gas Corporation (T&D) | 5,337,458 | 0.38 | | |
| Bay Pacific Phoenix Corporation Center LLC | 5,307,178 | 0.38 | 5,850,929 | 0.44 |
| Walmart Stores Inc | 4,794,064 | 0.34 | | |
| CMB III LLC | 4,688,542 | 0.33 | | |
| BTC Owner LLC | 4,100,904 | 0.29 | | |
| Metroring Ams Owner LLC | | | 8,733,600 | 0.66 |
| PDG America Properties LLC | | | 7,726,327 | 0.58 |
| Karstan Manufacturing Corporation | | | 5,142,325 | 0.39 |
| The Lamar Group | | | 5,064,030 | 0.38 |
| AB Associates Investors LLC | | | 4,859,794 | 0.37 |
| Total | <u>\$ 183,925,703</u> | <u>13.07 %</u> | <u>\$ 172,298,599</u> | <u>13.01 %</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 |
| 2021 | \$ 65,862,853 | \$ 65,590,901 | \$ 63,402,460 | 96.26 % | \$ | \$ 63,402,460 | 96.26 % |
| 2020 | 66,076,679 | 65,842,925 | 63,358,691 | 95.89 | 2,463,304 | 65,821,995 | 99.61 |
| 2019 | 66,228,169 | 65,936,795 | 63,568,490 | 95.98 | 2,373,147 | 65,941,637 | 99.57 |
| 2018 | 62,904,606 | 62,681,619 | 60,471,626 | 96.13 | 2,195,500 | 62,667,126 | 99.62 |
| 2017 | 64,598,260 | 64,302,573 | 61,845,672 | 95.74 | 2,448,447 | 64,294,119 | 99.53 |
| 2016 | 63,865,622 | 63,598,846 | 62,526,782 | 97.90 | 1,062,921 | 63,589,703 | 99.57 |
| 2015 | 63,385,373 | 62,817,245 | 60,878,648 | 96.05 | 1,917,051 | 62,795,699 | 99.07 |
| 2014 | 63,427,847 | 62,801,530 | 60,695,060 | 95.69 | 2,101,430 | 62,796,490 | 99.00 |
| 2013 | 55,507,371 | 54,669,376 | 53,174,793 | 95.80 | 1,491,874 | 54,666,667 | 98.49 |
| 2012 | 60,907,130 | 60,380,469 | 58,011,623 | 95.25 | 1,920,484 | 59,932,107 | 98.40 |

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 | |
| 2021 | \$ 115,220,000 | \$ 2,050,000 | \$ 113,170,000 | 0.55 % | \$ 452 | \$ 369,190 | \$ 115,589,190 | 0.56 % | \$ 461 | N/A % | |
| 2020 | 117,255,539 | 1,795,599 | 115,459,940 | 0.61 | 485 | 4,644,288 | 121,899,827 | 0.64 | 512 | 0.05 | |
| 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 | |

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, 2021**

| 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 | \$ 90,007,317,461 | \$ 69,914,763,468 | N/A % | \$ None |
| Maricopa County | None | 61,824,712,434 | 45,704,969,813 | 2.81 | None |
| Maricopa Community College District | 250,065,000 | 61,824,712,434 | 45,704,969,813 | 2.81 | 7,026,827 |
| Maricopa County Fire District Assistance Tax | N/A | 61,824,712,434 | 45,704,969,813 | N/A | N/A |
| Maricopa County Special Healthcare District | 429,125,000 | 61,824,712,434 | 45,704,969,813 | 2.81 | 12,058,413 |
| Maricopa County Library District | N/A | 61,824,712,434 | 45,704,969,813 | N/A | N/A |
| Maricopa County Flood Control District | N/A | N/A | 42,084,633,673 | N/A | N/A |
| Central Arizona Water Conservation District | N/A | 61,824,712,434 | 45,704,969,813 | N/A | N/A |
| City of Glendale | 100,445,000 | 2,180,953,522 | 1,478,280,140 | 2.29 | 2,300,191 |
| City of Phoenix | 1,003,875,000 | 19,889,713,798 | 13,923,185,918 | 8.99 | 90,248,363 |
| Glendale Union High School District No. 205 | 89,535,000 | 2,744,001,665 | 1,734,333,499 | 74.16 | 66,399,156 |
| Western Maricopa Education Center District | 144,220,000 | 23,083,808,682 | 16,833,710,370 | 7.64 | 11,018,408 |
| Subtotal, Overlapping Debt | | | | | <u>189,051,358</u> |
| Direct: | | | | | |
| Washington Elementary School District No. 6 | | | | | <u>115,589,190</u> |
| Total Direct and Overlapping Governmental Activities Debt | | | | | <u>\$ 304,640,548</u> |

DIRECT AND OVERLAPPING GENERAL BONDED DEBT RATIOS

| | | |
|---|----------|---|
| Net Direct General Obligation Bonded Debt | | |
| As a Percentage of Net Limited Assessed Valuation | 8.05 | % |
| Net Direct and Overlapping General Bonded Debt | | |
| Per Capita | \$ 1,206 | |
| As a Percentage of Net Limited Assessed Valuation | 21.49 | % |
| As a Percentage of Gross Full Cash Value | 1.46 | % |

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, 2020 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 2021:

| | |
|------------------------------------|----------------------|
| Net full cash assessed valuation | \$ 2,175,238,561 |
| Debt limit (10% of assessed value) | 217,523,856 |
| Debt applicable to limit | <u>123,471,157</u> |
| Legal debt margin | <u>\$ 94,052,699</u> |

Total Legal Debt Margin Calculation for Fiscal Year 2021:

| | |
|------------------------------------|-----------------------|
| Net full cash assessed valuation | \$ 2,175,238,561 |
| Debt limit (15% of assessed value) | 326,285,784 |
| Debt applicable to limit | <u>123,471,157</u> |
| Legal debt margin | <u>\$ 202,814,627</u> |

Fiscal Year Ended June 30

| | <u>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> |
|---|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| Debt Limit | \$ 326,285,784 | \$ 300,634,627 | \$ 277,093,742 | \$ 250,736,003 | \$ 229,509,561 |
| Total net debt applicable to limit | <u>123,471,157</u> | <u>114,861,342</u> | <u>127,402,758</u> | <u>99,225,000</u> | <u>112,265,000</u> |
| Legal debt margin | <u>\$ 202,814,627</u> | <u>\$ 185,773,285</u> | <u>\$ 149,690,984</u> | <u>\$ 151,511,003</u> | <u>\$ 117,244,561</u> |
| Total net debt applicable to the limit as a percentage of debt limit | 38% | 38% | 46% | 40% | 49% |
| | <u>2016</u> | <u>2015</u> | <u>2014</u> | <u>2013</u> | <u>2012</u> |
| Debt Limit | \$ 210,525,899 | \$ 171,313,399 | \$ 159,203,335 | \$ 176,242,556 | \$ 198,846,726 |
| Total net debt applicable to limit | <u>89,165,000</u> | <u>80,895,000</u> | <u>89,170,000</u> | <u>44,859,378</u> | <u>56,465,217</u> |
| Legal debt margin | <u>\$ 121,360,899</u> | <u>\$ 90,418,399</u> | <u>\$ 70,033,335</u> | <u>\$ 131,383,178</u> | <u>\$ 142,381,509</u> |
| Total net debt applicable to the limit as a percentage of debt limit | 42% | 47% | 56% | 25% | 28% |

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> |
|-------------|-------------------|--|------------------------------|------------------------------|--|
| 2020 | 4,439,220 | \$ N/A | \$ N/A | 6.6 % | 250,530 |
| 2019 | 4,367,835 | 222,943,072 | 49,704 | 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 |

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>2021</u> | | <u>2012</u> | |
|--------------------------|------------------|---|------------------|---|
| | <u>Employees</u> | <u>Percentage of Total Employment</u> | <u>Employees</u> | <u>Percentage of Total Employment</u> |
| Banner Health | 47,000 | 2.28 % | 24,825 | 2.24 % |
| State of Arizona | 41,847 | 2.03 | 49,800 | 4.49 |
| Arizona State University | 35,730 | 1.73 | 11,185 | 1.01 |
| Walmart Inc | 33,460 | 1.62 | 30,630 | 2.76 |
| Fry's Food Stores | 21,738 | 1.05 | | |
| University of Arizona | 20,462 | 0.99 | | |
| Wells Fargo & Co | 17,217 | 0.83 | 13,310 | 1.20 |
| City of Phoenix | 14,858 | 0.72 | 15,100 | 1.36 |
| Maricopa County | 13,933 | 0.68 | 12,790 | 1.15 |
| Intel Corporation | 12,190 | 0.59 | | |
| Bank of America | | | 13,300 | 1.20 |
| Raytheon Co | | | 11,500 | 1.04 |
| Apollo Group Inc | | | 11,000 | 0.99 |
| Total | <u>258,435</u> | <u>12.52</u> % | <u>193,440</u> | <u>17.44</u> % |
| Total employment | <u>2,061,404</u> | | <u>1,108,259</u> | |

Source: The source of this information is the Book of Lists 2020, 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>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> |
| Supervisory | | | | | |
| Instructional administrators | 11 | 11 | 12 | 12 | 12 |
| Noninstructional administrators | 18 | 13 | 12 | 12 | 12 |
| Consultants/supervisors of instruction | 5 | 5 | 5 | 5 | 5 |
| Principals | 29 | 32 | 32 | 32 | 32 |
| Assistant principals | 16 | 19 | 19 | 18 | 18 |
| Total supervisory | <u>79</u> | <u>80</u> | <u>80</u> | <u>79</u> | <u>79</u> |
| Instruction | | | | | |
| Elementary classroom teachers | 634 | 632 | 646 | 661 | 657 |
| Secondary classroom teachers | 275 | 185 | 177 | 183 | 181 |
| Other teachers | 249 | 525 | 497 | 485 | 479 |
| Other professionals | 152 | 119 | 178 | 187 | 185 |
| Aides | 464 | 528 | 519 | 548 | 541 |
| Total instruction | <u>1,774</u> | <u>1,989</u> | <u>2,017</u> | <u>2,064</u> | <u>2,043</u> |
| Student Services | | | | | |
| Visiting teachers/social workers | 29 | 29 | | 30 | 30 |
| Psychologist | 25 | 27 | 28 | 26 | 26 |
| Librarians | | | 27 | 10 | 10 |
| Other professionals (noninstructional) | | | | | |
| Technicians | 29 | 34 | 32 | 30 | 30 |
| Total student services | <u>83</u> | <u>90</u> | <u>87</u> | <u>96</u> | <u>96</u> |
| Support and Administration | | | | | |
| Clerical/secretarial | 126 | 355 | 351 | 342 | 346 |
| Service workers | 114 | 172 | 177 | 174 | 172 |
| Skilled crafts | 124 | 99 | 101 | 104 | 104 |
| Unskilled laborers | 341 | 347 | 339 | 340 | 342 |
| Total support and administration | <u>705</u> | <u>973</u> | <u>968</u> | <u>960</u> | <u>964</u> |
| Total | <u><u>2,641</u></u> | <u><u>3,132</u></u> | <u><u>3,152</u></u> | <u><u>3,199</u></u> | <u><u>3,182</u></u> |

(Continued)

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

| | <u>2016</u> | <u>2015</u> | <u>2014</u> | <u>2013</u> | <u>2012</u> |
|--|---------------------|---------------------|---------------------|---------------------|---------------------|
| Supervisory | | | | | |
| Instructional administrators | 11 | 11 | 11 | 10 | 10 |
| Noninstructional administrators | 18 | 17 | 15 | 13 | 13 |
| Consultants/supervisors of instruction | 12 | 7 | 11 | 5 | 5 |
| Principals | 32 | 32 | 32 | 32 | 32 |
| Assistant principals | 18 | 17 | 15 | 13 | 12 |
| Total supervisory | <u>91</u> | <u>84</u> | <u>84</u> | <u>73</u> | <u>72</u> |
| Instruction | | | | | |
| Elementary classroom teachers | 675 | 682 | 683 | 655 | 647 |
| Secondary classroom teachers | 176 | 174 | 175 | 175 | 176 |
| Other teachers | 480 | 473 | 448 | 449 | 423 |
| Other professionals | 178 | 176 | 119 | 113 | 110 |
| Aides | 561 | 554 | 560 | 546 | 507 |
| Total instruction | <u>2,070</u> | <u>2,059</u> | <u>1,985</u> | <u>1,938</u> | <u>1,863</u> |
| Student Services | | | | | |
| Visiting teachers/social workers | 28 | 28 | 28 | 26 | 20 |
| Psychologist | 25 | 24 | 24 | 23 | 26 |
| Librarians | 10 | 10 | 10 | 11 | 11 |
| Other professionals (noninstructional) | | | 49 | 51 | 72 |
| Technicians | 31 | 31 | 31 | 29 | 28 |
| Total student services | <u>94</u> | <u>93</u> | <u>142</u> | <u>140</u> | <u>157</u> |
| Support and Administration | | | | | |
| Clerical/secretarial | 331 | 328 | 314 | 299 | 290 |
| Service workers | 163 | 160 | 160 | 254 | 151 |
| Skilled crafts | 98 | 100 | 98 | 98 | 99 |
| Unskilled laborers | 324 | 308 | 314 | 309 | 295 |
| Total support and administration | <u>916</u> | <u>896</u> | <u>886</u> | <u>960</u> | <u>835</u> |
| Total | <u><u>3,171</u></u> | <u><u>3,132</u></u> | <u><u>3,097</u></u> | <u><u>3,111</u></u> | <u><u>2,927</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 |
|----------------------------------|---------------------------------|-------------------------------|-----------------------|--------------------------|------------------------------|-----------------------|--------------------------|-----------------------|----------------------------|--|
| 2021 | 19,277 | \$ 219,795,189 | \$ 11,402 | 13.90 % | \$ 236,892,713 | \$ 12,289 | 12.87 % | 1,424 | 13.5 | 74.7 % |
| 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 |

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>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> | <u>2014</u> | <u>2013</u> | <u>2012</u> |
| <u>Schools</u> | | | | | | | | | | |
| <u>Elementary</u> | | | | | | | | | | |
| Sites | 27 | 27 | 27 | 27 | 27 | 27 | 27 | 27 | 27 | 27 |
| Square feet | 2,191,219 | 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 |
| Capacity | 22,474 | 22,732 | 22,494 | 22,303 | 22,266 | 22,306 | 23,785 | 23,785 | 23,711 | 23,660 |
| Enrollment | 16,563 | 18,685 | 19,109 | 19,409 | 19,663 | 19,677 | 19,710 | 19,864 | 19,330 | 18,749 |
| <u>Middle</u> | | | | | | | | | | |
| Sites | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 |
| Square feet | 547,835 | 546,155 | 541,635 | 539,717 | 539,717 | 539,717 | 539,717 | 539,717 | 539,717 | 548,784 |
| Capacity | 5,619 | 5,553 | 5,412 | 5,523 | 5,523 | 5,556 | 5,601 | 5,601 | 5,494 | 5,601 |
| Enrollment | 3,835 | 3,966 | 3,917 | 3,879 | 3,930 | 3,886 | 3,749 | 3,716 | 3,797 | 3,846 |
| <u>Administrative</u> | | | | | | | | | | |
| Sites | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 3 |
| Square feet | 209,874 | 213,348 | 213,348 | 213,348 | 213,348 | 213,348 | 215,212 | 215,212 | 215,212 | 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 | 115 | 111 | 112 | 106 | 106 | 111 | 111 | 111 | 113 | 130 |

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

Note: Enrollment is based on 100th day figures.

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