
ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68

Annual Comprehensive Financial Report

Fiscal Year Ended June 30, 2021



ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68

PHOENIX, ARIZONA

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

Issued by:
Business Services Department

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68

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INTRODUCTORY SECTION

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November 17, 2021

Citizens and Governing Board
Alhambra Elementary School District No. 68
4510 North 37th Avenue
Phoenix, Arizona 85019

State law mandates that school districts required to undergo an annual single audit publish a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America and audited in accordance with auditing standards generally accepted in the United States by a certified public accounting firm licensed in the State of Arizona. Pursuant to that requirement, we hereby issue the annual comprehensive financial report of the Alhambra Elementary School District No. 68 (District) for the fiscal year ended June 30, 2021.

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

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

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

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

PROFILE OF THE DISTRICT

The District is one of 58 public school districts located in Maricopa County, Arizona. It provides a program of public education from preschool through grade eight, with an average daily membership of 10,123.

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

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

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

Dr. Cecilia Maes began her tenure as Superintendent of the Alhambra Elementary School District No. 68 on July 1, 2021. Dr. Maes has been in education for over 25 years. Prior to becoming superintendent, she served as the Assistant Superintendent of Operations for the Cartwright School District. Dr. Maes also served as a Director of Student Services and School Principal in the Cartwright District. Dr. Maes is committed to continuing the educational excellence for which Alhambra Elementary School District is known.

The District is comprised of mostly single family housing, some apartments and multiple family units, retail shopping centers, and a fairly large amount of light industrial and commercial complexes along the Grand Avenue corridor and the I-17 Freeway in an area of 12.75 square miles. No employment figures are available for the District; however, figures provided by the Bureau of Labor Statistics indicated that the average annual unemployment rate for Arizona was 6.8% at June 30, 2021 as compared to 5.9% on a national level.

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

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

FACTORS AFFECTING FINANCIAL CONDITION

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

Local Economy. The economy of the District is based on the economies of the cities of Phoenix and Glendale, both of which overlap the District. Further, the overall economy of the County impacts the District. The economy of the area is showing signs of improvement after the recent coronavirus pandemic; however, the overall impact of this economic downturn remains to be seen. On the other hand, the Phoenix housing market is very strong and real estate prices continue to show signs of growth driven by low mortgage rates. The District's assessed valuations have continued to grow over the past several years.

Maricopa County is located in the south-central portion of Arizona. Its 2021 population is 4.6 million; one of the fastest growing metropolitan areas in the United States. Maricopa County also ranks fourth among the nation's counties. It is by far Arizona's most populous county, encompassing more than half of the state's residents. The county seat is Phoenix, which is Arizona's largest city and capital. Major employers in Maricopa County include Wal-Mart Stores, Inc., Banner Health Systems and Wells Fargo Company.

Long-Term Financial Planning. The District continues to be challenged to maintain teaching staff and ancillary services to meet student needs in light of the declining student membership figures. The District is also involved in aligning the curriculum with the State standards and to providing staff development for teachers.

Specifically, the District has been challenged by a lack of capital funding over the past decade. This challenge makes it difficult for the District to keep pace with current needs. Most Alhambra schools were built in the early to mid-1950s and renovated in the early 1990s. Therefore, there are many capital needs due to the age of our school facilities. Thanks to the generous support of our community, the renewal of our capital override election in November 2020 has allowed the District to maintain new technology in the classroom, as well as a modern bus fleet and facility upgrades. In addition, our community voted in favor of a \$45 million sale of Class B bonds in November 2017. The District has finished nine gymnasiums and is in the process of building an additional gymnasium and renovating several instructional spaces across the District to meet the District vision to educate the whole child.

Finally, the District has a projected average daily membership for fiscal year 2021-22 of 9,925. District enrollment has declined over 21 percent in the last five years. The challenges of the coronavirus and declining enrollment have produced unique times across the United States and the World. In order to meet these challenges, District administration meets with various stakeholder groups throughout the year to provide input and help District administration as continued change occurs. The District looks forward to making continued progress to provide the best education possible for our students.

AWARDS AND ACKNOWLEDGMENTS

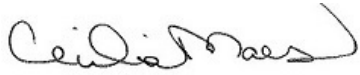
Awards. The Association of School Business Officials (ASBO) awarded a Certificate of Excellence in Financial Reporting to the District for its annual comprehensive financial report for the fiscal year ended June 30, 2020. In addition, the Government Finance Officers Association (GFOA) awarded a Certificate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

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


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

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

Respectfully submitted,



Dr. Cecilia Maes
Superintendent



Mandi Bilyou
Associate Superintendent for Operations



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

The Certificate of Excellence in Financial Reporting
is presented to

Alhambra Elementary School District 68

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

**Alhambra Elementary School District No. 68
Arizona**

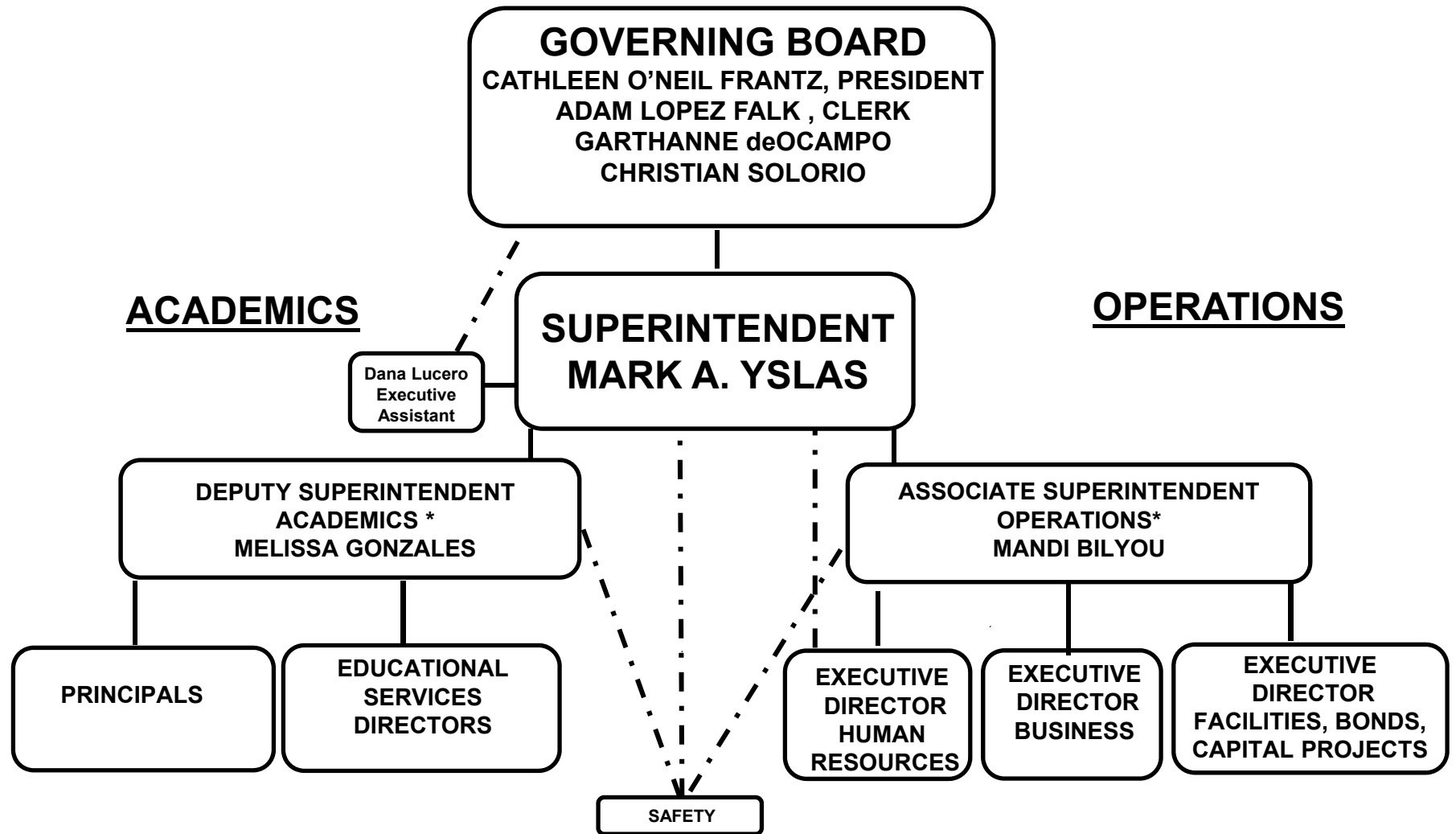
For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2020

Christopher P. Morill

Executive Director/CEO

Alhambra School District Executive Organizational Chart 2020-2021



- Indicates direct report and evaluated by.
- - - - - Indicates works in collaboration with, however, does not report to or evaluated by.
- * Deputy Superintendent, Associate Superintendent, Assistant Superintendents and Executive Assistant report to and are evaluated by Superintendent.

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68

LIST OF PRINCIPAL OFFICIALS

GOVERNING BOARD

Cathleen O'Neil Frantz, President

Garthanne de Ocampo, Clerk

Lupe Conchas, Member

Manuel Oropeza, Member

Christian Solorio, Member

ADMINISTRATIVE STAFF

Dr. Cecilia Maes, Superintendent

Melissa Gonzales, Deputy Superintendent for Academics

Mandi Bilyou, Associate Superintendent for Operations

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FINANCIAL SECTION

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Independent Auditor's Report

Governing Board
Alhambra Elementary School District No. 68

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 Alhambra Elementary School District No. 68 (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 Alhambra Elementary School District No. 68, as of June 30, 2021, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of Alhambra Elementary School District No. 68 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 November 17, 2021, on our consideration of Alhambra Elementary School District No. 68'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 Alhambra Elementary School District No. 68'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 Alhambra Elementary School District No. 68's internal control over financial reporting and compliance.

Heinfeld Meech & Co. PC

Heinfeld, Meech & Co., P.C.
Scottsdale, Arizona
November 17, 2021

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

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**ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2021**

As management of the Alhambra Elementary School District No. 68 (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 \$5.5 million which represents an 85 percent increase from the prior fiscal year as a result of COVID-19 relief funding from the federal government.
- General revenues accounted for \$86.0 million in revenue, or 64 percent of all current fiscal year revenues. Program specific revenue in the form of charges for services and grants and contributions accounted for \$47.5 million or 36 percent of total current fiscal year revenues.
- The District had approximately \$128.0 million in expenses related to governmental activities, an increase of six percent from the prior fiscal year primarily due to increased grant expenditures related to the COVID-19 pandemic.
- Among major funds, the General Fund had \$69.8 million current fiscal year revenues, which primarily consisted of state aid and property taxes, and \$68.8 million in expenditures. The General Fund's fund balance increased from \$19.8 million at the prior fiscal year end, to \$21.0 million at the end of the current fiscal year primarily due to conservative spending practices.

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.

**ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2021**

OVERVIEW OF FINANCIAL STATEMENTS

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

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

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

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

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

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

**ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2021**

OVERVIEW OF FINANCIAL STATEMENTS

Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General, Title I Grants, Other Federal Projects, Unrestricted Capital Outlay Funds, 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.

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

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

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets and deferred outflows exceeded liabilities and deferred inflows by \$12.0 million at the current fiscal year end.

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

**ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2021**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

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

	As of June 30, 2021	As of June 30, 2020
Current and other assets	\$ 69,277,484	\$ 52,440,716
Capital assets, net	99,960,848	101,318,281
Total assets	<u>169,238,332</u>	<u>153,758,997</u>
Deferred outflows	<u>18,979,966</u>	<u>9,666,476</u>
Current liabilities	10,975,587	10,533,618
Long-term liabilities	161,162,870	138,699,622
Total liabilities	<u>172,138,457</u>	<u>149,233,240</u>
Deferred inflows	<u>4,078,076</u>	<u>7,711,016</u>
Net position:		
Net investment in capital assets	60,479,397	61,401,540
Restricted	22,998,702	21,971,492
Unrestricted	(71,476,334)	(76,891,815)
Total net position	<u>\$ 12,001,765</u>	<u>\$ 6,481,217</u>

At the end of the current fiscal year, the District reported deficit unrestricted net position as a result of the District's proportionate share of the state's pension plan's unfunded liability. Positive net position was reported in the other two categories. The same situation held true in the prior year.

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.

- Increase in accumulated depreciation of \$6.1 million.
- The principal retirement of \$2.7 million of capital lease obligations.
- The addition of \$4.8 million in capital assets through the construction of school improvements.
- The increase of \$11.4 million in pension obligations.

**ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2021**

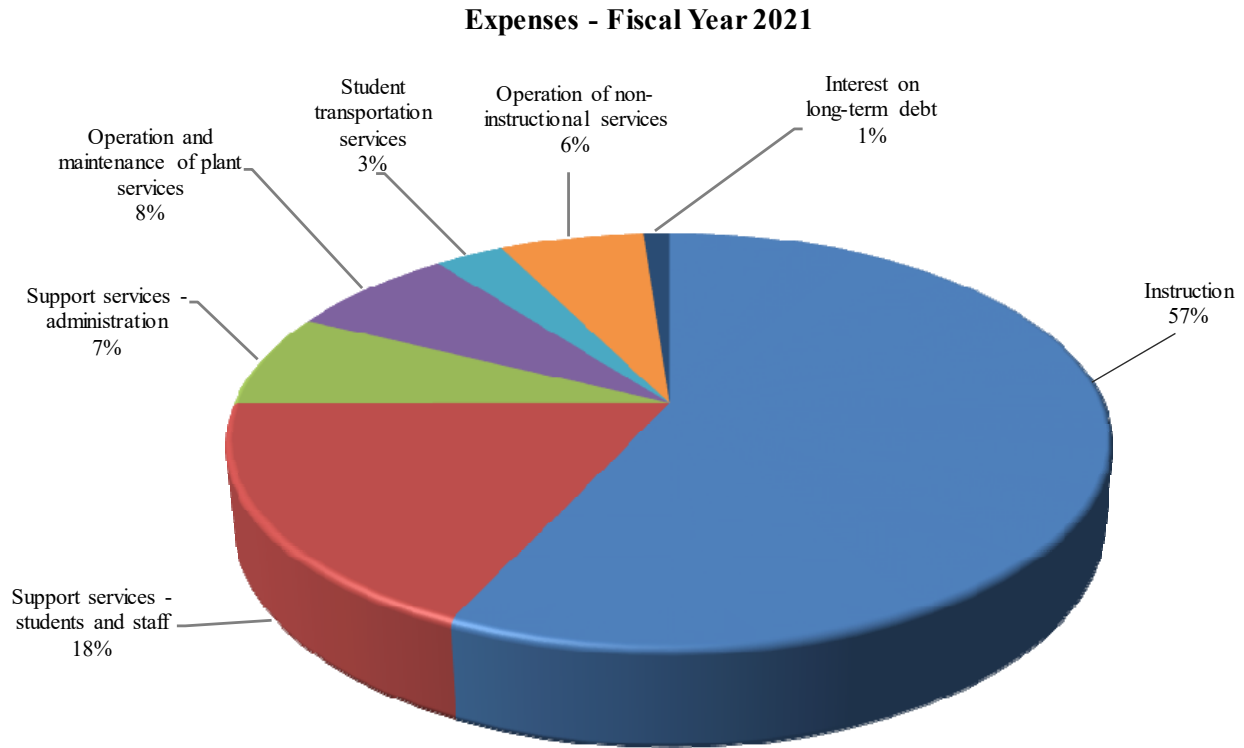
GOVERNMENT-WIDE FINANCIAL ANALYSIS

Changes in net position. The District's total revenues for the current fiscal year were \$133.5 million. The total cost of all programs and services was \$128.0 million. The following table presents a summary of the changes in net position for the fiscal years ended June 30, 2021 and June 30, 2020.

	Fiscal Year Ended June 30, 2021	Fiscal Year Ended June 30, 2020
Revenues:		
Program revenues:		
Charges for services	\$ 433,745	\$ 2,091,305
Operating grants and contributions	42,907,946	23,359,402
Capital grants and contributions	4,142,397	3,788,595
General revenues:		
Property taxes	22,844,756	22,398,035
Investment income	290,220	788,915
Unrestricted county aid	5,397,940	5,349,053
Unrestricted state aid	56,552,229	61,903,482
Unrestricted federal aid	927,451	922,457
Total revenues	133,496,684	120,601,244
Expenses:		
Instruction	72,837,925	66,961,235
Support services - students and staff	23,140,387	19,495,028
Support services - administration	9,308,890	9,657,302
Operation and maintenance of plant services	9,376,310	8,905,180
Student transportation services	3,867,048	4,693,715
Operation of non-instructional services	8,044,229	10,138,508
Interest on long-term debt	1,401,347	1,379,286
Total expenses	127,976,136	121,230,254
Changes in net position	5,520,548	(629,010)
Net position, beginning	6,481,217	7,110,227
Net position, ending	\$ 12,001,765	\$ 6,481,217

**ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2021**

GOVERNMENT-WIDE FINANCIAL ANALYSIS



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

- Increases in operating grants and contributions of \$19.5 million due to federal relief funding in response to the COVID-19 pandemic.
- Decrease in unrestricted state aid of \$5.4 million due to decreases in average daily membership.
- Increase in instructional expenses of \$5.9 million due to increased purchases of instructional technology items below the capitalization threshold.

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.

**ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
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	\$ 72,837,925	\$ (50,293,580)	\$ 66,961,235	\$ (55,846,681)
Support services - students and staff	23,140,387	(11,659,719)	19,495,028	(12,175,657)
Support services - administration	9,308,890	(7,015,700)	9,657,302	(8,330,510)
Operation and maintenance of plant services	9,376,310	(7,579,580)	8,905,180	(8,582,835)
Student transportation services	3,867,048	(3,782,099)	4,693,715	(4,649,674)
Operation of non-instructional services	8,044,229	747,756	10,138,508	(1,518,530)
Interest on long-term debt	1,401,347	(909,126)	1,379,286	(887,065)
Total	\$ 127,976,136	\$ (80,492,048)	\$ 121,230,254	\$ (91,990,952)

- The cost of all governmental activities this year was \$128.0 million.
- Federal and State governments and charges for services subsidized certain programs with grants and contributions and other local revenues of \$47.5 million.
- Net cost of governmental activities of \$80.5 million was financed by general revenues, which are made up of primarily property taxes of \$22.8 million and state and county aid of \$62.0 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 \$41.5 million, an increase of \$2.1 million due primarily to issuance of school improvement bonds exceeding unreimbursed grant expenditures.

**ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2021**

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

The General Fund comprises 51 percent of the total fund balance. Approximately \$19.7 million, or 94 percent of the General Fund's fund balance is unassigned.

The General Fund is the principal operating fund of the District. The increase in fund balance of \$1.2 million to \$21.0 million as of fiscal year end was the result of conservative spending practices.

The fund balance of the Title I Grants Fund decreased \$3.8 million to a deficit balance of \$4.1 million as of fiscal year end due to outstanding grant reimbursements.

The fund balance of the Other Federal Projects Fund decreased \$7.9 million to a deficit balance of \$10.4 million due primarily to outstanding grant reimbursements.

The fund balance of the Bond Building Fund increased \$13.6 million to \$14.6 million as of fiscal year end due primarily to the issuance of school improvement bonds.

The fund balance of the Unrestricted Capital Outlay Fund decreased \$23,758 to \$3.0 million as of fiscal year end.

BUDGETARY HIGHLIGHTS

The difference between the original budget and the final amended budget was a \$1.0 million decrease, or one percent, due to actual student membership figures being less than adopted budget estimates.

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

- The favorable variance of \$3.4 million in instruction expenditures was a result of conservative spending practices.
- The favorable variance of \$1.4 million in student transportation services expenditures was due to decreased student transportation due to the Coronavirus pandemic.

**ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2021**

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. At year end, the District had invested \$226.5 million in capital assets, including school buildings, athletic facilities, buses and other vehicles, computers, and other equipment. This amount represents a net increase prior to depreciation of \$4.7 million from the prior fiscal year primarily due to the renovation and remodeling at a school site, and acquisition of new servers and busses. Total depreciation expense for the current fiscal year was \$6.1 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	\$ 5,335,735	\$ 6,088,022
Capital assets - depreciable, net	94,625,113	95,230,259
Total	\$ 99,960,848	\$ 101,318,281

The estimated cost to complete current construction projects is \$4.9 million.

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

Debt Administration. At year end, the District had \$54.1 million in long-term debt outstanding, \$1.7 million due within one year. Long-term debt increased by \$11.0 million due to the issuance of 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 \$85.4 million and the Class B debt limit is \$57.0 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.

**ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2021**

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

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

- Fiscal year 2020-21 budget balance carry forward (estimated \$3.1 million).
- District student population (estimated 9,765).

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

Budgeted expenditures in the General Fund decreased four percent to \$70.7 million in fiscal year 2021-22 due to estimated declines in average daily membership. 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, Alhambra Elementary School District No. 68, 4510 North 37th Avenue, Phoenix, Arizona 85019.

BASIC FINANCIAL STATEMENTS

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GOVERNMENT-WIDE FINANCIAL STATEMENTS

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
STATEMENT OF NET POSITION
JUNE 30, 2021

	Governmental Activities
<u>ASSETS</u>	
Current assets:	
Cash and investments	\$ 36,908,550
Property taxes receivable	644,481
Accounts receivable	359,754
Deposits	240,126
Due from governmental entities	30,713,946
Inventory	410,627
Total current assets	69,277,484
Noncurrent assets:	
Capital assets not being depreciated	5,335,735
Capital assets, net of accumulated depreciation	94,625,113
Total noncurrent assets	99,960,848
Total assets	169,238,332
 <u>DEFERRED OUTFLOWS OF RESOURCES</u>	
Pension and other postemployment benefit plan items	18,979,966
 <u>LIABILITIES</u>	
Current liabilities:	
Accounts payable	9,143,795
Accrued payroll and employee benefits	707,680
Compensated absences payable	191,219
Accrued interest payable	514,938
Unearned revenues	609,174
Obligations under capital leases	593,038
Bonds payable	1,100,000
Total current liabilities	12,859,844
Noncurrent liabilities:	
Non-current portion of long-term obligations	159,278,613
Total noncurrent liabilities	159,278,613
Total liabilities	172,138,457
 <u>DEFERRED INFLOWS OF RESOURCES</u>	
Pension and other postemployment benefit plan items	4,078,076
 <u>NET POSITION</u>	
Net investment in capital assets	60,479,397
Restricted for:	
Instruction	12,682,813
Food service	3,088,762
Non-instructional purposes	2,289,168
Debt service	206,555
Capital outlay	4,731,404
Unrestricted	(71,476,334)
Total net position	\$ 12,001,765

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

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
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	\$ 72,837,925	\$ 303,500	\$ 18,102,433	\$ 4,138,412	\$ (50,293,580)
Support services - students and staff	23,140,387	8,684	11,471,984		(11,659,719)
Support services - administration	9,308,890		2,293,190		(7,015,700)
Operation and maintenance of plant services	9,376,310	36,896	1,755,849	3,985	(7,579,580)
Student transportation services	3,867,048		84,949		(3,782,099)
Operation of non-instructional services	8,044,229	84,665	8,707,320		747,756
Interest on long-term debt	1,401,347		492,221		(909,126)
Total governmental activities	<u>\$ 127,976,136</u>	<u>\$ 433,745</u>	<u>\$ 42,907,946</u>	<u>\$ 4,142,397</u>	<u>(80,492,048)</u>

General revenues:

Taxes:

Property taxes, levied for general purposes	15,845,395
Property taxes, levied for debt service	1,989,761
Property taxes, levied for capital outlay	5,009,600
Investment income	290,220
Unrestricted county aid	5,397,940
Unrestricted state aid	56,552,229
Unrestricted federal aid	927,451

Total general revenues 86,012,596

Changes in net position 5,520,548

Net position, beginning of year 6,481,217

Net position, end of year \$ 12,001,765

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

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FUND FINANCIAL STATEMENTS

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2021

	General	Title I Grants	Other Federal Projects
<u>ASSETS</u>			
Cash and investments	\$ 5,000	\$	\$
Property taxes receivable	448,408		
Accounts receivable	359,754		
Deposits			
Due from governmental entities	14,715,263	4,113,322	10,445,176
Due from other funds	6,298,959		
Inventory	178,189		
Total assets	\$ 22,005,573	\$ 4,113,322	\$ 10,445,176
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 561,835	\$ 769,843	\$ 2,972,161
Due to other funds		2,850,814	7,534,464
Accrued payroll and employee benefits	176,999	492,665	10,737
Unearned revenues			
Bonds payable			
Bond interest payable			
Total liabilities	738,834	4,113,322	10,517,362
Deferred inflows of resources:			
Unavailable revenues - property taxes	304,196		
Unavailable revenues - intergovernmental		4,075,190	10,318,146
Total deferred inflows of resources	304,196	4,075,190	10,318,146
Fund balances (deficits):			
Nonspendable	178,189		
Restricted	1,112,804		
Unassigned	19,671,550	(4,075,190)	(10,390,332)
Total fund balances	20,962,543	(4,075,190)	(10,390,332)
Total liabilities, deferred inflows of resources and fund balances	\$ 22,005,573	\$ 4,113,322	\$ 10,445,176

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

<u>Unrestricted Capital Outlay</u>	<u>Bond Building</u>	<u>Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 7,189,142 140,225	\$ 14,959,855	\$ 14,754,553 55,848	\$ 36,908,550 644,481
		240,126	359,754
		1,440,185	240,126
257,590		4,935,905	30,713,946
		232,438	11,492,454
<u>\$ 7,586,957</u>	<u>\$ 14,959,855</u>	<u>\$ 21,659,055</u>	<u>\$ 80,769,938</u>
\$ 4,440,049 2,998	\$ 355,812	\$ 44,095 1,107,176	\$ 9,143,795 11,492,454
		24,281	707,680
		609,174	609,174
		1,100,000	1,100,000
		514,938	514,938
<u>4,443,047</u>	<u>355,812</u>	<u>3,399,664</u>	<u>23,568,041</u>
94,884		36,743	435,823
		873,010	15,266,346
<u>94,884</u>		<u>909,753</u>	<u>15,702,169</u>
3,049,026	14,604,043	232,438	410,627
		17,990,422	36,756,295
		(873,222)	4,332,806
<u>3,049,026</u>	<u>14,604,043</u>	<u>17,349,638</u>	<u>41,499,728</u>
<u>\$ 7,586,957</u>	<u>\$ 14,959,855</u>	<u>\$ 21,659,055</u>	<u>\$ 80,769,938</u>

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ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO.68
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2021

Total governmental fund balances **\$ 41,499,728**

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	\$ 226,474,268	
Less accumulated depreciation	<u>(126,513,420)</u>	99,960,848

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

Property taxes	435,823	
Intergovernmental	<u>15,266,346</u>	15,702,169

Deferred items related to the refunding of bonds are amortized over the life of the associated bond issue in the government-wide statements but not reported in the funds.

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

Deferred outflows of resources related to pensions	18,979,966	
Deferred inflows of resources related to pensions	<u>(4,078,076)</u>	14,901,890

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

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

Compensated absences payable	(2,101,189)	
Obligations under capital leases	(10,081,643)	
Net pension liability	(104,976,187)	
Bonds payable	<u>(42,903,851)</u>	<u>(160,062,870)</u>

Net position of governmental activities **\$ 12,001,765**

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

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2021

	General	Title I Grants	Other Federal Projects
Revenues:			
Other local	\$ 6,674,114	\$	\$
Property taxes	15,857,970		
State aid and grants	46,369,289		
Federal aid, grants and reimbursements	927,451	5,894,767	10,047,191
Total revenues	69,828,824	5,894,767	10,047,191
Expenditures:			
Current -			
Instruction	42,615,314	1,798,562	11,745,542
Support services - students and staff	9,093,068	6,399,024	823,248
Support services - administration	6,784,108	400,811	1,703,560
Operation and maintenance of plant services	7,370,122		840,836
Student transportation services	2,390,020		50,848
Operation of non-instructional services	293,563		64,423
Capital outlay	223,206	1,027,606	2,489,740
Debt service -			
Principal retirement			
Interest and fiscal charges			
Bond issuance costs			
Total expenditures	68,769,401	9,626,003	17,718,197
Excess (deficiency) of revenues over expenditures	1,059,423	(3,731,236)	(7,671,006)
Other financing sources (uses):			
Transfers in	721,767		
Transfers out	(590,392)	(66,279)	(189,793)
Issuance of school improvement bonds			
Premium on sale of bonds			
Total other financing sources (uses)	131,375	(66,279)	(189,793)
Changes in fund balances	1,190,798	(3,797,515)	(7,860,799)
Fund balances (deficits), beginning of year	19,793,790	(277,675)	(2,529,533)
Increase (decrease) in reserve for inventory	(22,045)		
Fund balances (deficits), end of year	\$ 20,962,543	\$ (4,075,190)	\$ (10,390,332)

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

<u>Unrestricted Capital Outlay</u>	<u>Bond Building</u>	<u>Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 386,989	\$ 27,582	\$ 419,815	\$ 7,508,500
5,013,747		1,995,435	22,867,152
4,226,162		7,548,104	58,143,555
		13,613,159	30,482,568
<u>9,626,898</u>	<u>27,582</u>	<u>23,576,513</u>	<u>119,001,775</u>
		10,549,028	66,708,446
		3,095,741	19,411,081
		26,682	8,915,161
		109,460	8,320,418
		27,881	2,468,749
7,517,703	1,400,009	6,996,878	7,354,864
		607,454	13,265,718
2,132,953		1,693,038	3,825,991
		1,522,597	1,522,597
	193,989		193,989
<u>9,650,656</u>	<u>1,593,998</u>	<u>24,628,759</u>	<u>131,987,014</u>
<u>(23,758)</u>	<u>(1,566,416)</u>	<u>(1,052,246)</u>	<u>(12,985,239)</u>
		617,974	1,339,741
	(27,582)	(465,695)	(1,339,741)
	13,380,000		13,380,000
	1,778,462		1,778,462
	<u>15,130,880</u>	<u>152,279</u>	<u>15,158,462</u>
<u>(23,758)</u>	<u>13,564,464</u>	<u>(899,967)</u>	<u>2,173,223</u>
3,072,784	1,039,579	18,285,893	39,384,838
		(36,288)	(58,333)
<u>\$ 3,049,026</u>	<u>\$ 14,604,043</u>	<u>\$ 17,349,638</u>	<u>\$ 41,499,728</u>

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO.68
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		\$ 2,173,223
<p>Amounts reported for <i>governmental activities</i> in the Statement of Activities are different because:</p>		
<p>Governmental funds report the portion of capital outlay for capitalized assets as expenditures. However, in the Statement of Activities, the costs of those assets are allocated over their estimated useful lives and reported as depreciation expense.</p>		
Expenditures for capitalized assets	\$ 4,786,374	
Less current year depreciation	<u>(6,143,807)</u>	(1,357,433)
<p>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.</p>		
		(15,158,462)
<p>Some revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.</p>		
Property taxes	(22,396)	
Intergovernmental	<u>14,517,305</u>	14,494,909
<p>Repayments of long-term debt principal are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.</p>		
Capital lease principal retirement	2,725,991	
Bond principal retirement	<u>1,100,000</u>	3,825,991
<p>Governmental funds report pension contributions as expenditures. However, they are reported as deferred outflows of resources in the Statement of Net Position. The change in the net pension liability, adjusted for deferred items, is reported as pension expense in the Statement of Activities.</p>		
Current year pension contributions	7,905,198	
Pension expense	<u>(6,385,525)</u>	1,519,673
<p>Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.</p>		
Inventory	(58,333)	
Amortization of deferred bond items	121,250	
Compensated absences	<u>(40,270)</u>	<u>22,647</u>
Changes in net position in governmental activities		<u>\$ 5,520,548</u>

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

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Alhambra Elementary School District No. 68 (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, there are no component units combined with the District for financial statement presentation purposes, and the District is not included in any other governmental reporting entity. Consequently, the District's financial statements include only the funds of those organizational entities for which its elected governing board is financially accountable. The District's major operations include education, student transportation, construction and maintenance of District facilities, and food services.

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

B. Government-Wide and Fund Financial Statements

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

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

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

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

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

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

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

The District reports the following major governmental funds:

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

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

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

Bond Building – 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.

D. Cash and Investments

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

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

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

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
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. Statute requires collateral for deposits of Bond Building and Debt Service Funds monies in interest bearing savings accounts and certificates of deposit at 101 percent of all deposits not covered by federal depository insurance.

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.

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.

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

H. Inventory

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

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

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
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, 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.

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
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.

P. Net Position Flow Assumption

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

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.

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.

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 2 – FUND BALANCE CLASSIFICATIONS

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

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

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

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

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.

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
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.

	General Fund	Title I Grants Fund	Other Federal Projects Fund	Unrestricted Capital Outlay Fund	Bond Building Fund	Non-Major Governmental Funds
Fund Balances:						
Nonspendable:						
Inventory	\$ 178,189		\$	\$	\$	\$ 232,438
Restricted:						
Debt service						169,812
Capital projects	1,112,804			3,049,026		474,690
Bond building projects					14,604,043	
Voter approved initiatives						9,522,990
Federal and state projects						1,252,063
Food service						2,856,324
Civic center						870,101
Community school						1,380,441
Extracurricular activities						636,080
Insurance refund						589,986
Student activities						191,656
Other purposes						46,279
Unassigned	19,671,550	(4,075,190)	(10,390,332)			(873,222)
Total fund balances	<u>\$20,962,543</u>	<u>\$ (4,075,190)</u>	<u>\$ (10,390,332)</u>	<u>\$ 3,049,026</u>	<u>\$14,604,043</u>	<u>\$ 17,349,638</u>

NOTE 3 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

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

	<u>Deficit</u>
Major Funds:	
Title I Grants	\$ 4,075,190
Other Federal Projects	10,390,332
Non-Major Governmental Funds:	
Professional Development and Technology Grants	138,023
Special Education Grants	444,479
Homeless Education	9,659
E-Rate	257,590
Failing Schools Tutoring Grant	230
Other State Projects	23,029
Fingerprint	212

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 3 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

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

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

NOTE 4 – CASH AND INVESTMENTS

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of bank failure the District’s deposits may not be returned to the District. The District does not have a deposit policy for custodial credit risk. At year end, the carrying amount of the District’s deposits was \$5,000 and the bank balance was \$1,216,025. At year end \$966,025 of the District’s deposits were covered by collateral held by the pledging financial institution’s trust department or agent but not in the District’s name.

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

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

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

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

	<u>Average Maturities</u>	<u>Fair Value</u>
County Treasurer’s investment pool	842 days	\$ 36,903,550

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 4 – CASH AND INVESTMENTS

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

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

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

NOTE 5 – RECEIVABLES

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

	<u>General Fund</u>	<u>Title I Fund</u>	<u>Other Federal Projects Fund</u>	<u>Non-Major Governmental Funds</u>
Due from other governmental entities:				
Due from federal government	\$ 211,986	\$ 4,113,322	\$ 10,445,176	\$ 1,404,158
Due from state government	<u>14,503,277</u>			<u>36,027</u>
Net due from governmental entities	<u>\$ 14,715,263</u>	<u>\$ 4,113,322</u>	<u>\$ 10,445,176</u>	<u>\$ 1,440,185</u>

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 6 – CAPITAL ASSETS

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

<u>Governmental Activities</u>	<u>Beginning Balance</u>	<u>Increase</u>	<u>Decrease</u>	<u>Ending Balance</u>
Capital assets, not being depreciated:				
Land	\$ 2,918,315	\$	\$	\$ 2,918,315
Construction in progress	<u>3,169,707</u>	<u>503,676</u>	<u>1,255,963</u>	<u>2,417,420</u>
Total capital assets, not being depreciated	<u>6,088,022</u>	<u>503,676</u>	<u>1,255,963</u>	<u>5,335,735</u>
Capital assets, being depreciated:				
Land improvements	20,764,202	2,927,655		23,691,857
Buildings and improvements	180,037,752	970,990		181,008,742
Vehicles, furniture and equipment	<u>14,886,408</u>	<u>1,640,016</u>	<u>88,490</u>	<u>16,437,934</u>
Total capital assets being depreciated	<u>215,688,362</u>	<u>5,538,661</u>	<u>88,490</u>	<u>221,138,533</u>
Less accumulated depreciation for:				
Land improvements	(14,546,029)	(869,351)		(15,415,380)
Buildings and improvements	(98,388,015)	(4,388,670)		(102,776,685)
Vehicles, furniture and equipment	<u>(7,524,059)</u>	<u>(885,786)</u>	<u>(88,490)</u>	<u>(8,321,355)</u>
Total accumulated depreciation	<u>(120,458,103)</u>	<u>(6,143,807)</u>	<u>(88,490)</u>	<u>(126,513,420)</u>
Total capital assets, being depreciated, net	<u>95,230,259</u>	<u>(605,146)</u>		<u>94,625,113</u>
Governmental activities capital assets, net	<u>\$ 101,318,281</u>	<u>\$ (101,470)</u>	<u>\$ 1,255,963</u>	<u>\$ 99,960,848</u>

Depreciation expense was charged to governmental functions as follows:

Instruction	\$3,476,776
Support services – students and staff	1,257,984
Support services – administration	192,121
Operation and maintenance of plant services	174,629
Student transportation services	404,135
Operation of non-instructional services	<u>638,162</u>
Total depreciation expense – governmental activities	<u>\$6,143,807</u>

Construction Commitments – At year end, the District had contractual commitments related to Simpson School improvements and the construction of the Global Academy gymnasium. At year end, the District had spent \$2.4 million on the projects and had estimated remaining contractual commitments of \$4.9 million. These projects are being funded with bond proceeds and proceeds from the Unrestricted Capital Outlay Fund.

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 7 – SHORT TERM DEBT – REVOLVING LINE OF CREDIT

The District has a \$4.0 million revolving line of credit to provide cash flow during the year to mitigate the impact of timing differences of expenditures and the receipt of state aid and property tax revenues. At year end, the District had \$4.0 million in unused line of credit. General Fund revenues are used to repay the line of credit. Short term debt activity for the current fiscal year was as follows:

	Beginning Balance	Issued	Redeemed	Ending Balance
Revolving line of credit	\$	\$ 794,000	\$ 794,000	\$

NOTE 8 – OBLIGATIONS UNDER LEASES

Capital Leases – The District has acquired technology and related equipment under the District’s capitalization threshold and made energy efficient 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 Unrestricted Capital Outlay Fund are used to pay the capital lease obligations related to the technology and related equipment. Revenues from the General Fund are transferred to the Energy and Water Savings Fund to pay the energy efficiency capital lease obligations when due. The District receives a federal interest subsidy to fund the interest payments for the District-wide energy project. 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:	
Building improvements	\$ 11,504,976
Vehicles, furniture and equipment	112,624
Less: Accumulated depreciation	(999,622)
Total	\$ 10,617,978

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 8 – OBLIGATIONS UNDER LEASES

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

Year Ending June 30:	Governmental Activities
2022	\$ 593,038
2023	593,038
2024	593,038
2025	593,038
2026	593,038
2027-31	2,965,190
2032-36	2,965,190
2037-38	1,186,073
Total minimum lease payments	10,081,643
Present value of minimum lease payments	10,081,643
Due within one year	\$ 593,038

NOTE 9 – GENERAL OBLIGATION BONDS PAYABLE

Bonds payable at year end consisted of the following outstanding general obligation bonds. Of the total amount originally authorized, all has been issued. The bonds are callable with interest payable semiannually. Property taxes from the Debt Service Fund are used to pay bonded debt.

Purpose	Original Amount Issued	Interest Rates	Remaining Maturities	Outstanding Principal June 30, 2021	Due Within One Year
Governmental activities:					
General obligation bonds:					
School Improvements Bonds, Project of 2017, Series A (2018)	\$ 14,265,000	2.5-5%	7/1/21-36	\$ 13,450,000	\$1,100,000
School Improvements Bonds, Project of 2017, Series B (2019)	13,750,000	2%-5%	7/1/21-40	13,250,000	
School Improvements Bonds, Project of 2017, Series C (2021)	13,380,000	3%-4%	7/1/21-41	13,380,000	
Total				\$ 40,080,000	\$1,100,000

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 9 – GENERAL OBLIGATION BONDS PAYABLE

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

<u>Year ending June 30:</u>	<u>Governmental Activities</u> <u>General Obligation Bonds</u>	
	<u>Principal</u>	<u>Interest</u>
2022	\$ 1,100,000	\$ 1,301,498
2023	1,420,000	1,428,463
2024	1,590,000	1,385,825
2025	1,700,000	1,334,275
2026	1,825,000	1,276,650
2027-31	9,195,000	5,263,000
2032-36	10,770,000	3,183,725
2037-41	12,480,000	1,086,400
Total	\$ 40,080,000	\$ 16,259,836

NOTE 10 – CHANGES IN LONG-TERM LIABILITIES

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

	<u>Beginning</u> <u>Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending</u> <u>Balance</u>	<u>Due Within</u> <u>One Year</u>
Governmental activities:					
Bonds payable:					
General obligation bonds	\$ 28,015,000	\$ 13,380,000	\$ 1,315,000	\$ 40,080,000	\$ 1,100,000
Premium	2,266,639	1,778,462	121,250	3,923,851	
Total bonds payable	30,281,639	15,158,462	1,436,250	44,003,851	1,100,000
Obligations under capital leases	12,807,634		2,725,991	10,081,643	593,038
Net pension liability	93,549,430	11,426,757		104,976,187	
Compensated absences payable	2,060,919	1,136,986	1,096,716	2,101,189	191,219
Governmental activity long-term liabilities	\$ 138,699,622	\$ 27,722,205	\$ 5,258,957	\$ 161,162,870	\$ 1,884,257

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 11 – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

At year end, interfund balances were as follows:

Due to/from other funds:

	General Fund	Unrestricted Capital Outlay Fund	Non-Major Governmental Funds	Total Due to Other Funds
Other Federal Projects Fund	\$ 6,054,942	\$	\$ 1,479,522	\$ 7,534,464
Title I Grants Fund			2,850,814	2,850,814
Non-Major Governmental Funds	244,017	257,590	605,569	1,107,176
Total Due from Other Funds	<u>\$ 6,298,959</u>	<u>\$ 257,590</u>	<u>\$ 4,935,905</u>	<u>\$ 11,492,454</u>

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

Interfund transfers:

	General Fund	Transfers in Non-Major Governmental Funds	Total
<u>Transfers out</u>			
General Fund	\$	\$ 590,392	\$ 590,392
Title I Grants Fund	66,279		66,279
Other Federal Projects Fund	189,793		189,793
Bond Building Fund		27,582	27,582
Non-Major Governmental Funds	465,695		465,695
Total	<u>\$ 721,767</u>	<u>\$ 617,974</u>	<u>\$ 1,339,741</u>

Transfers between funds were used to (1) move investment income earned in the Bond Building Fund, a non-major governmental fund, that is required by statute to be expended in the Debt Service Fund, a non-major governmental fund (2) to move federal grant funds restricted for indirect costs, and (3) to move energy savings between the General Fund and the Energy and Water Savings fund, a non-major governmental fund, for the repayment of the energy efficient upgrades capital lease.

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.

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 12 – CONTINGENT LIABILITIES

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

The District joined the Valley Schools Employee Benefit Trust (VSEBT) for risks of loss related to employee health and accident claims. VSEBT is a public entity risk pool currently operating as a common risk management and insurance program for school districts in the State. The District pays a monthly premium to VSEBT for employees' health and accident insurance coverage. The agreement provides that VSEBT will be self-sustaining through members' premiums and will reinsure through commercial companies for claims in excess of specified amounts for each insured event.

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

The District carries commercial insurance for all other risks of loss, including dental and vision insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

The District has had no significant reductions in insurance coverage.

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
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.

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
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 \$7,905,198.

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)
\$ 104,976,187	0.606	0.337

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 \$6,385,525.

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
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	\$ 949,692	\$
Net difference between projected and actual earnings on pension investments	10,125,076	
Changes in proportion and differences between contributions and proportionate share of contributions		4,078,076
Contributions subsequent to the measurement date	7,905,198	
Total	\$ 18,979,966	\$ 4,078,076

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	\$ (1,156,672)
2023	1,359,383
2024	3,662,348
2025	3,131,633

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

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
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 plans’ 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.

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
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	\$ 143,553,511	\$ 104,976,187	\$ 72,727,526

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

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL
YEAR ENDED JUNE 30, 2021

	Budgeted Amounts		Non-GAAP Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Other local	\$	\$	\$ 5,098,507	\$ 5,098,507
Property taxes			15,857,970	15,857,970
State aid and grants			46,369,289	46,369,289
Total revenues			<u>67,325,766</u>	<u>67,325,766</u>
Expenditures:				
Current -				
Instruction	46,846,363	45,847,455	42,440,482	3,406,973
Support services - students and staff	8,576,220	8,576,220	8,346,615	229,605
Support services - administration	7,182,496	7,182,496	6,757,187	425,309
Operation and maintenance of plant services	7,711,886	7,711,886	7,311,843	400,043
Student transportation services	3,772,719	3,772,719	2,379,391	1,393,328
Operation of non-instructional services	220,198	220,198	219,870	328
Total expenditures	<u>74,309,882</u>	<u>73,310,974</u>	<u>67,455,388</u>	<u>5,855,586</u>
Excess (deficiency) of revenues over expenditures	<u>(74,309,882)</u>	<u>(73,310,974)</u>	<u>(129,622)</u>	<u>73,181,352</u>
Other financing sources (uses):				
Transfers out			(590,392)	(590,392)
Total other financing sources (uses)			<u>(590,392)</u>	<u>(590,392)</u>
Changes in fund balances	<u>(74,309,882)</u>	<u>(73,310,974)</u>	<u>(720,014)</u>	<u>72,590,960</u>
Fund balances, beginning of year			5,811,039	5,811,039
Increase (decrease) in reserve for prepaid items			305,590	305,590
Increase (decrease) in reserve for inventory			(22,045)	(22,045)
Fund balances (deficits), end of year	<u>\$ (74,309,882)</u>	<u>\$ (73,310,974)</u>	<u>\$ 5,374,570</u>	<u>\$ 78,685,544</u>

See accompanying notes to this schedule.

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
TITLE I GRANTS
YEAR ENDED JUNE 30, 2021

	Budgeted Amounts	Non-GAAP	Variance with Final Budget
	Original & Final	Actual	Positive (Negative)
Revenues:			
Federal aid, grants and reimbursements	\$	\$ 5,894,767	\$ 5,894,767
Total revenues	9,732,726	5,894,767	5,894,767
Expenditures:			
Current -			
Instruction		1,800,340	(1,800,340)
Support services - students and staff	9,732,726	6,400,228	3,332,498
Support services - administration		400,648	(400,648)
Capital outlay		1,027,606	(1,027,606)
Total expenditures	9,732,726	9,628,822	103,904
Excess (deficiency) of revenues over expenditures	(9,732,726)	(3,734,055)	5,998,671
Other financing sources (uses):			
Transfers out		(66,279)	(66,279)
Total other financing sources (uses)		(66,279)	(66,279)
Changes in fund balances	(9,732,726)	(3,800,334)	5,932,392
Fund balances (deficits), beginning of year		(301,060)	(301,060)
Increase (decrease) in reserve for prepaid items		26,204	26,204
Fund balances (deficits), end of year	\$ (9,732,726)	\$ (4,075,190)	\$ 5,657,536

See accompanying notes to this schedule.

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
OTHER FEDERAL PROJECTS
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:				
Federal aid, grants and reimbursements	\$	\$	\$ 10,047,191	\$ 10,047,191
Total revenues			<u>10,047,191</u>	<u>10,047,191</u>
Expenditures:				
Current -				
Instruction	8,181,362	34,181,362	11,747,743	22,433,619
Support services - students and staff			823,248	(823,248)
Support services - administration			1,703,560	(1,703,560)
Operation and maintenance of plant services			840,836	(840,836)
Student transportation services			50,848	(50,848)
Operation of non-instructional services			64,423	(64,423)
Capital outlay			2,489,740	(2,489,740)
Total expenditures	<u>8,181,362</u>	<u>34,181,362</u>	<u>17,720,398</u>	<u>16,460,964</u>
Excess (deficiency) of revenues over expenditures	<u>(8,181,362)</u>	<u>(34,181,362)</u>	<u>(7,673,207)</u>	<u>26,508,155</u>
Other financing sources (uses):				
Transfers out			(189,793)	(189,793)
Total other financing sources (uses)			<u>(189,793)</u>	<u>(189,793)</u>
Changes in fund balances	<u>(8,181,362)</u>	<u>(34,181,362)</u>	<u>(7,863,000)</u>	<u>26,318,362</u>
Fund balances (deficits), beginning of year			(2,540,264)	(2,540,264)
Increase (decrease) in reserve for prepaid items			12,932	12,932
Fund balances (deficits), end of year	<u>\$ (8,181,362)</u>	<u>\$ (34,181,362)</u>	<u>\$ (10,390,332)</u>	<u>\$ 23,791,030</u>

See accompanying notes to this schedule.

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ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO.68
SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
ARIZONA STATE RETIREMENT SYSTEM
LAST SEVEN FISCAL YEARS

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Measurement date	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017
District's proportion of the net pension (assets) liability	0.61%	0.64%	0.65%	0.67%
District's proportionate share of the net pension (assets) liability	\$ 104,976,187	\$ 93,549,430	\$ 90,841,797	\$ 104,534,952
District's covered payroll	\$ 66,070,777	\$ 66,805,420	\$ 63,785,789	\$ 65,341,438
District's proportionate share of the net pension (assets) liability as a percentage of its covered payroll	158.88%	140.03%	142.42%	159.98%
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	\$ 7,905,198	\$ 7,565,104	\$ 7,468,846	\$ 6,952,651
Contributions in relation to the actuarially determined contribution	<u>7,905,198</u>	<u>7,565,104</u>	<u>7,468,846</u>	<u>6,952,651</u>
Contribution deficiency (excess)	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
District's covered payroll	\$ 67,855,777	\$ 66,070,777	\$ 66,805,420	\$ 63,785,789
Contributions as a percentage of covered payroll	11.65%	11.45%	11.18%	10.90%

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

See accompanying notes to this schedule.

<u>2017</u>	<u>2016</u>	<u>2015</u>
June 30, 2016	June 30, 2015	June 30, 2014
0.67%	0.65%	0.65%
\$ 108,047,885	\$ 101,549,861	\$ 98,382,802
\$ 62,346,488	\$ 59,892,534	\$ 59,833,374
173.30%	169.55%	164.43%
67.06%	68.35%	69.49%

<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 7,043,807	\$ 6,764,594	\$ 6,522,297
<u>7,043,807</u>	<u>6,764,594</u>	<u>6,522,297</u>
<u>\$</u>	<u>\$</u>	<u>\$</u>
\$ 65,341,438	\$ 62,346,488	\$ 59,892,534
10.78%	10.85%	10.89%

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ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
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.
- Prepaid items are budgeted in the year prepaid.

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

	General Fund		Title I Expenditures	Other Federal Projects Fund
	Total Expenditures	Fund Balances End of Year		
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	\$ 68,769,401	\$ 20,962,543	\$ 9,626,003	\$ 17,718,197
Activity budgeted as special revenue funds	(1,288,604)	(14,727,671)		
Activity budgeted as capital projects funds		(860,302)		
Current-year prepaid items	305,590		26,204	12,932
Prior-year prepaid items	(330,999)		(23,385)	(10,731)
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – General Fund	\$ 67,455,388	\$ 5,374,570	\$ 9,628,822	\$ 17,720,398

NOTE 2 – PENSION PLAN SCHEDULES

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

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

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

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GOVERNMENTAL FUNDS

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
COMBINING BALANCE SHEET - ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE
JUNE 30, 2021

	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>
<u>ASSETS</u>			
Cash and investments	\$ 12,514,218	\$ 1,765,645	\$ 474,690
Property taxes receivable		55,848	
Deposits	240,126		
Due from governmental entities	1,440,185		
Due from other funds	4,935,905		
Inventory	232,438		
Total assets	\$ 19,362,872	\$ 1,821,493	\$ 474,690
 <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES</u>			
<u>AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 44,095	\$	\$
Due to other funds	1,107,176		
Accrued payroll and employee benefits	24,281		
Unearned revenues	609,174		
Bonds payable		1,100,000	
Bond interest payable		514,938	
Total liabilities	1,784,726	1,614,938	
Deferred inflows of resources:			
Unavailable revenues - property taxes		36,743	
Unavailable revenues - intergovernmental	873,010		
Total deferred inflows of resources	873,010	36,743	
Fund balances (deficits):			
Nonspendable	232,438		
Restricted	17,345,920	169,812	474,690
Unassigned	(873,222)		
Total fund balances	16,705,136	169,812	474,690
 Total liabilities, deferred inflows of resources and fund balances	 \$ 19,362,872	 \$ 1,821,493	 \$ 474,690

Total Non-Major
Governmental
Funds

\$ 14,754,553
55,848
240,126
1,440,185
4,935,905
232,438
\$ 21,659,055

\$ 44,095
1,107,176
24,281
609,174
1,100,000
514,938
3,399,664

36,743
873,010
909,753

232,438
17,990,422
(873,222)
17,349,638

\$ 21,659,055

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
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>Debt Service</u>	<u>Capital Projects</u>
Revenues:			
Other local	\$ 411,420	\$ 3,575	\$ 4,820
Property taxes		1,995,435	
State aid and grants	7,544,119		3,985
Federal aid, grants and reimbursements	13,120,938		492,221
Total revenues	<u>21,076,477</u>	<u>1,999,010</u>	<u>501,026</u>
Expenditures:			
Current -			
Instruction	10,549,028		
Support services - students and staff	3,095,741		
Support services - administration	26,682		
Operation and maintenance of plant services	109,460		
Student transportation services	27,881		
Operation of non-instructional services	6,996,878		
Capital outlay	438,487		168,967
Debt service -			
Principal retirement		1,100,000	593,038
Interest and fiscal charges		1,030,376	492,221
Total expenditures	<u>21,244,157</u>	<u>2,130,376</u>	<u>1,254,226</u>
Excess (deficiency) of revenues over expenditures	<u>(167,680)</u>	<u>(131,366)</u>	<u>(753,200)</u>
Other financing sources (uses):			
Transfers in		27,582	590,392
Transfers out	(465,695)		
Total other financing sources (uses)	<u>(465,695)</u>	<u>27,582</u>	<u>590,392</u>
Changes in fund balances	<u>(633,375)</u>	<u>(103,784)</u>	<u>(162,808)</u>
Fund balances, beginning of year	17,374,799	273,596	637,498
Increase (decrease) in reserve for inventory	(36,288)		
Fund balances, end of year	<u>\$ 16,705,136</u>	<u>\$ 169,812</u>	<u>\$ 474,690</u>

Total Non-Major
Governmental
Funds

\$ 419,815
1,995,435
7,548,104
13,613,159
23,576,513

10,549,028
3,095,741
26,682
109,460
27,881
6,996,878
607,454

1,693,038
1,522,597
24,628,759

(1,052,246)

617,974
(465,695)
152,279

(899,967)

18,285,893

(36,288)

\$ 17,349,638

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.

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

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.

Johnson-O'Malley - to account for financial assistance received to meet the unique educational needs of eligible Indian 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.

Failing Schools Tutoring Grant - to account for monies used to assist high school students to pass the AIMS test or to assist students who are underperforming.

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.

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

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

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

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

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

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

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

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

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.

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

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

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2021

	Classroom Site	Instructional Improvement	County, City, and Town Grants
<u>ASSETS</u>			
Cash and investments	\$ 895,515	\$ 3,695,800	\$ 1,345
Deposits			
Due from governmental entities			
Due from other funds	4,935,905		
Inventory			
Total assets	\$ 5,831,420	\$ 3,695,800	\$ 1,345
 <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$	\$	\$
Due to other funds			
Accrued payroll and employee benefits		4,230	
Unearned revenues			
Total liabilities		4,230	
Deferred inflows of resources:			
Unavailable revenues - intergovernmental			
Fund balances (deficits):			
Nonspendable			
Restricted	5,831,420	3,691,570	1,345
Unassigned			
Total fund balances	5,831,420	3,691,570	1,345
 Total liabilities, deferred inflows of resources and fund balances	 \$ 5,831,420	 \$ 3,695,800	 \$ 1,345

<u>Professional Development and Technology Grants</u>	<u>Limited English & Immigrant Students</u>	<u>Indian Education</u>	<u>Special Education Grants</u>	<u>Johnson O'Malley</u>	<u>Homeless Education</u>
\$	\$	\$ 2,152	\$	\$	\$
138,023	23,934		444,479	13,623	9,659
<u>\$ 138,023</u>	<u>\$ 23,934</u>	<u>\$ 2,152</u>	<u>\$ 444,479</u>	<u>\$ 13,623</u>	<u>\$ 9,659</u>
\$ 4,819 121,073 12,131	\$ 23,934	\$	\$ 192 444,287	\$ 13,623	\$ 7,449 2,210
<u>138,023</u>	<u>23,934</u>	<u>2,152</u>	<u>444,479</u>	<u>13,623</u>	<u>9,659</u>
<u>138,023</u>			<u>444,479</u>		<u>9,659</u>
<u>(138,023)</u>			<u>(444,479)</u>		<u>(9,659)</u>
<u>(138,023)</u>			<u>(444,479)</u>		<u>(9,659)</u>
<u>\$ 138,023</u>	<u>\$ 23,934</u>	<u>\$ 2,152</u>	<u>\$ 444,479</u>	<u>\$ 13,623</u>	<u>\$ 9,659</u>

(Continued)

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2021

	E-Rate	Results-based Funding	Failing Schools Tutoring Grant
<u>ASSETS</u>			
Cash and investments	\$	\$ 1,270,606	\$
Deposits			
Due from governmental entities	501,607		230
Due from other funds			
Inventory			
Total assets	\$ 501,607	\$ 1,270,606	\$ 230
 <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$	\$ 18,543	\$
Due to other funds	501,607		230
Accrued payroll and employee benefits			
Unearned revenues			
Total liabilities	501,607	18,543	230
Deferred inflows of resources:			
Unavailable revenues - intergovernmental	257,590		230
Fund balances (deficits):			
Nonspendable			
Restricted		1,252,063	
Unassigned	(257,590)		(230)
Total fund balances	(257,590)	1,252,063	(230)
Total liabilities, deferred inflows of resources and fund balances	\$ 501,607	\$ 1,270,606	\$ 230

<u>Other State Projects</u>	<u>Food Service</u>	<u>Civic Center</u>	<u>Community School</u>	<u>Extracurricular Activities Fees Tax Credit</u>	<u>Fingerprint</u>
\$ 571,225	\$ 2,363,238	\$ 870,101	\$ 1,381,580	\$ 636,080	\$
35,797	240,126				
	272,833				
	232,438				
<u>\$ 607,022</u>	<u>\$ 3,108,635</u>	<u>\$ 870,101</u>	<u>\$ 1,381,580</u>	<u>\$ 636,080</u>	<u>\$</u>
\$	\$ 13,092	\$	\$	\$	\$
	6,781		1,139		212
<u>607,022</u>	<u>19,873</u>	<u></u>	<u>1,139</u>	<u></u>	<u>212</u>
<u>607,022</u>	<u>19,873</u>	<u></u>	<u>1,139</u>	<u></u>	<u>212</u>
<u>23,029</u>	<u></u>	<u></u>	<u></u>	<u></u>	<u></u>
	232,438				
(23,029)	2,856,324	870,101	1,380,441	636,080	(212)
<u>(23,029)</u>	<u>3,088,762</u>	<u>870,101</u>	<u>1,380,441</u>	<u>636,080</u>	<u>(212)</u>
<u>\$ 607,022</u>	<u>\$ 3,108,635</u>	<u>\$ 870,101</u>	<u>\$ 1,381,580</u>	<u>\$ 636,080</u>	<u>\$</u>

(Continued)

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2021

	<u>Textbooks</u>	<u>Insurance Refund</u>	<u>Student Activities</u>
<u>ASSETS</u>			
Cash and investments	\$ 44,934	\$ 589,986	\$ 191,656
Deposits			
Due from governmental entities			
Due from other funds			
Inventory			
Total assets	<u>\$ 44,934</u>	<u>\$ 589,986</u>	<u>\$ 191,656</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES</u>			
<u>AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$	\$	\$
Due to other funds			
Accrued payroll and employee benefits			
Unearned revenues			
Total liabilities	<u> </u>	<u> </u>	<u> </u>
Deferred inflows of resources:			
Unavailable revenues - intergovernmental			
Fund balances (deficits):			
Nonspendable			
Restricted	44,934	589,986	191,656
Unassigned			
Total fund balances	<u>44,934</u>	<u>589,986</u>	<u>191,656</u>
Total liabilities, deferred inflows of resources			
and fund balances	<u>\$ 44,934</u>	<u>\$ 589,986</u>	<u>\$ 191,656</u>

Totals

\$ 12,514,218
240,126
1,440,185
4,935,905
232,438
\$ 19,362,872

\$ 44,095
1,107,176
24,281
609,174
1,784,726

873,010

232,438
17,345,920
(873,222)
16,705,136

\$ 19,362,872

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2021

	<u>Classroom Site</u>	<u>Instructional Improvement</u>	<u>County, City, and Town Grants</u>
Revenues:			
Other local	\$ 53,256	\$ 44,053	\$ 188
State aid and grants	5,478,890	477,888	
Federal aid, grants and reimbursements			
Total revenues	<u>5,532,146</u>	<u>521,941</u>	<u>188</u>
Expenditures:			
Current -			
Instruction	6,889,598	338,842	
Support services - students and staff	280,384	313,780	
Support services - administration		885	
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	<u>7,169,982</u>	<u>653,507</u>	
Excess (deficiency) of revenues over expenditures	<u>(1,637,836)</u>	<u>(131,566)</u>	<u>188</u>
Other financing sources (uses):			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	<u>(1,637,836)</u>	<u>(131,566)</u>	<u>188</u>
Fund balances (deficits), beginning of year	7,469,256	3,823,136	1,157
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	<u>\$ 5,831,420</u>	<u>\$ 3,691,570</u>	<u>\$ 1,345</u>

<u>Professional Development and Technology Grants</u>	<u>Limited English & Immigrant Students</u>	<u>Indian Education</u>	<u>Special Education Grants</u>	<u>Johnson O'Malley</u>	<u>Homeless Education</u>
\$	\$	\$	\$	\$	\$
<u>600,925</u>	<u>679,840</u>	<u>34,879</u>	<u>2,231,735</u>	<u>46,922</u>	<u>41,853</u>
<u>600,925</u>	<u>679,840</u>	<u>34,879</u>	<u>2,231,735</u>	<u>46,922</u>	<u>41,853</u>
	389,915	34,272	1,833,547	7,871	
708,150	260,913		668,177	38,294	22,929
12,671	445				
					27,752
<u>720,821</u>	<u>651,273</u>	<u>34,272</u>	<u>35,310</u> <u>2,537,034</u>	<u>46,165</u>	<u>50,681</u>
<u>(119,896)</u>	<u>28,567</u>	<u>607</u>	<u>(305,299)</u>	<u>757</u>	<u>(8,828)</u>
<u>(11,822)</u>	<u>(10,666)</u>	<u>(607)</u>	<u>(41,012)</u>	<u>(757)</u>	<u>(831)</u>
<u>(11,822)</u>	<u>(10,666)</u>	<u>(607)</u>	<u>(41,012)</u>	<u>(757)</u>	<u>(831)</u>
<u>(131,718)</u>	<u>17,901</u>		<u>(346,311)</u>		<u>(9,659)</u>
<u>(6,305)</u>	<u>(17,901)</u>		<u>(98,168)</u>		
<u>\$ (138,023)</u>	<u>\$</u>	<u>\$</u>	<u>\$ (444,479)</u>	<u>\$</u>	<u>\$ (9,659)</u>

(Continued)

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2021

	E-Rate	Results-based Funding	Failing Schools Tutoring Grant
Revenues:			
Other local	\$	\$	\$
State aid and grants		534,104	790,632
Federal aid, grants and reimbursements	847,091		
Total revenues	847,091	534,104	790,632
Expenditures:			
Current -			
Instruction	546,880	91,707	
Support services - students and staff		2,162	773,365
Support services - administration		4,307	
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay	257,590	27,225	
Total expenditures	804,470	125,401	773,365
Excess (deficiency) of revenues over expenditures	42,621	408,703	17,267
Other financing sources (uses):			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	42,621	408,703	17,267
Fund balances (deficits), beginning of year	(300,211)	843,360	(17,497)
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	\$ (257,590)	\$ 1,252,063	\$ (230)

<u>Other State Projects</u>	<u>Food Service</u>	<u>Civic Center</u>	<u>Community School</u>	<u>Extracurricular Activities Fees Tax Credit</u>	<u>Fingerprint</u>
\$ 262,605	\$ 18,478	\$ 17,716	\$ 169,157	\$ 101,703	\$
<u>262,605</u>	<u>8,637,693</u> <u>8,656,171</u>	<u>17,716</u>	<u>169,157</u>	<u>101,703</u>	
248,705			148,724	13,699	
5,644			19,255		
	521		7,347		506
	106,103		3,357		
				129	
	6,823,518		173,360		
	100,765		1,269	11,103	
<u>254,349</u>	<u>7,030,907</u>		<u>353,312</u>	<u>24,931</u>	<u>506</u>
<u>8,256</u>	<u>1,625,264</u>	<u>17,716</u>	<u>(184,155)</u>	<u>76,772</u>	<u>(506)</u>
	(400,000)				
	<u>(400,000)</u>				
<u>8,256</u>	<u>1,225,264</u>	<u>17,716</u>	<u>(184,155)</u>	<u>76,772</u>	<u>(506)</u>
(31,285)	1,899,786	852,385	1,564,596	559,308	294
	(36,288)				
<u>\$ (23,029)</u>	<u>\$ 3,088,762</u>	<u>\$ 870,101</u>	<u>\$ 1,380,441</u>	<u>\$ 636,080</u>	<u>\$ (212)</u>

(Continued)

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2021

	Textbooks	Insurance Refund	Student Activities
Revenues:			
Other local	\$ 587	\$ 5,169	\$ 1,113
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues	587	5,169	1,113
Expenditures:			
Current -			
Instruction			5,268
Support services - students and staff			2,688
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			5,225
Total expenditures			13,181
Excess (deficiency) of revenues over expenditures	587	5,169	(12,068)
Other financing sources (uses):			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	587	5,169	(12,068)
Fund balances (deficits), beginning of year	44,347	584,817	203,724
Increase (decrease) in reserve for inventory			
Fund balances, end of year	\$ 44,934	\$ 589,986	\$ 191,656

Totals

\$ 411,420
7,544,119
13,120,938
21,076,477

10,549,028
3,095,741
26,682
109,460
27,881
6,996,878
438,487
21,244,157

(167,680)

(465,695)

(465,695)

(633,375)

17,374,799

(36,288)

\$ 16,705,136

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
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	Non-GAAP Actual	
Revenues:			
Other local	\$	\$ 53,256	\$ 53,256
State aid and grants		5,478,890	5,478,890
Federal aid, grants and reimbursements			
Total revenues		<u>5,532,146</u>	<u>5,532,146</u>
Expenditures:			
Current -			
Instruction	12,732,197	6,897,594	5,834,603
Support services - students and staff	261,302	280,384	(19,082)
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	<u>12,993,499</u>	<u>7,177,978</u>	<u>5,815,521</u>
Excess (deficiency) of revenues over expenditures	<u>(12,993,499)</u>	<u>(1,645,832)</u>	<u>11,347,667</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	<u>(12,993,499)</u>	<u>(1,645,832)</u>	<u>11,347,667</u>
Fund balances (deficits), beginning of year		7,449,178	7,449,178
Increase (decrease) in reserve for prepaid items		28,074	28,074
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	<u>\$ (12,993,499)</u>	<u>\$ 5,831,420</u>	<u>\$ 18,824,919</u>

Instructional Improvement			County, City, and Town Grants		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 44,053 477,888	\$ 44,053 477,888	\$	\$ 188	\$ 188
	<u>521,941</u>	<u>521,941</u>		<u>188</u>	<u>188</u>
900,000	338,842 313,780 885	561,158 (313,780) (885)	5,000		5,000
<u>900,000</u>	<u>653,507</u>	<u>246,493</u>	<u>5,000</u>		<u>5,000</u>
<u>(900,000)</u>	<u>(131,566)</u>	<u>768,434</u>	<u>(5,000)</u>	<u>188</u>	<u>5,188</u>
<u>(900,000)</u>	<u>(131,566)</u>	<u>768,434</u>	<u>(5,000)</u>	<u>188</u>	<u>5,188</u>
	3,823,136	3,823,136		1,157	1,157
<u>\$ (900,000)</u>	<u>\$ 3,691,570</u>	<u>\$ 4,591,570</u>	<u>\$ (5,000)</u>	<u>\$ 1,345</u>	<u>\$ 6,345</u>

(Continued)

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2021

	Professional Development and Technology Grants		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		600,925	600,925
Total revenues		600,925	600,925
Expenditures:			
Current -			
Instruction			
Support services - students and staff	1,056,336	708,150	348,186
Support services - administration		12,671	(12,671)
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	1,056,336	720,821	335,515
Excess (deficiency) of revenues over expenditures	(1,056,336)	(119,896)	936,440
Other financing sources (uses):			
Transfers in			
Transfers out		(11,822)	(11,822)
Total other financing sources (uses)		(11,822)	(11,822)
Changes in fund balances	(1,056,336)	(131,718)	924,618
Fund balances (deficits), beginning of year		(6,305)	(6,305)
Increase (decrease) in reserve for prepaid items			
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	\$ (1,056,336)	\$ (138,023)	\$ 918,313

<u>Limited English & Immigrant Students</u>			<u>Indian Education</u>		
<u>Budget</u>	<u>Actual</u>	<u>Variance - Positive (Negative)</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance - Positive (Negative)</u>
\$	\$	\$	\$	\$	\$
	679,840	679,840		34,879	34,879
	679,840	679,840		34,879	34,879
630,000	389,915	240,085	45,000	34,272	10,728
	260,913	(260,913)			
	445	(445)			
<u>630,000</u>	<u>651,273</u>	<u>(21,273)</u>	<u>45,000</u>	<u>34,272</u>	<u>10,728</u>
<u>(630,000)</u>	<u>28,567</u>	<u>658,567</u>	<u>(45,000)</u>	<u>607</u>	<u>45,607</u>
	(10,666)	(10,666)		(607)	(607)
	(10,666)	(10,666)		(607)	(607)
<u>(630,000)</u>	<u>17,901</u>	<u>647,901</u>	<u>(45,000)</u>		<u>45,000</u>
	(17,901)	(17,901)			
<u>\$ (630,000)</u>	<u>\$</u>	<u>\$ 630,000</u>	<u>\$ (45,000)</u>	<u>\$</u>	<u>\$ 45,000</u>

(Continued)

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2021

	Special Education Grants		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		2,231,735	2,231,735
Total revenues		2,231,735	2,231,735
Expenditures:			
Current -			
Instruction	2,701,581	1,834,871	866,710
Support services - students and staff		665,842	(665,842)
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay		35,310	(35,310)
Total expenditures	2,701,581	2,536,023	165,558
Excess (deficiency) of revenues over expenditures	(2,701,581)	(304,288)	2,397,293
Other financing sources (uses):			
Transfers in			
Transfers out		(41,012)	(41,012)
Total other financing sources (uses)		(41,012)	(41,012)
Changes in fund balances	(2,701,581)	(345,300)	2,356,281
Fund balances (deficits), beginning of year		(106,858)	(106,858)
Increase (decrease) in reserve for prepaid items		7,679	7,679
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	\$ (2,701,581)	\$ (444,479)	\$ 2,257,102

Johnson O'Malley			Homeless Education		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	46,922	46,922		41,853	41,853
	46,922	46,922		41,853	41,853
35,000	7,871 38,294	(7,871) (3,294)		22,929	(22,929)
			40,000	27,752	12,248
35,000	46,165	(11,165)	40,000	50,681	(10,681)
(35,000)	757	35,757	(40,000)	(8,828)	31,172
	(757)	(757)		(831)	(831)
	(757)	(757)		(831)	(831)
(35,000)		35,000	(40,000)	(9,659)	30,341
\$ (35,000)	\$	\$ 35,000	\$ (40,000)	\$ (9,659)	\$ 30,341

(Continued)

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2021

	Medicaid Reimbursement		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 9,913	\$ 9,913
State aid and grants			
Federal aid, grants and reimbursements		792,451	792,451
Total revenues		802,364	802,364
Expenditures:			
Current -			
Instruction	500,000	42,036	457,964
Support services - students and staff		3,354	(3,354)
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	500,000	45,390	454,610
Excess (deficiency) of revenues over expenditures	(500,000)	756,974	1,256,974
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	(500,000)	756,974	1,256,974
Fund balances (deficits), beginning of year		5,959,926	5,959,926
Increase (decrease) in reserve for prepaid items			
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	\$ (500,000)	\$ 6,716,900	\$ 7,216,900

E-Rate			Results-based Funding		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	847,091	847,091		534,104	534,104
	847,091	847,091		534,104	534,104
1,500,000	546,880	953,120	300,000	91,707	208,293
				2,162	(2,162)
				4,307	(4,307)
	257,590	(257,590)		27,225	(27,225)
1,500,000	804,470	695,530	300,000	125,401	174,599
(1,500,000)	42,621	1,542,621	(300,000)	408,703	708,703
(1,500,000)	42,621	1,542,621	(300,000)	408,703	708,703
	(300,211)	(300,211)		843,360	843,360
\$ (1,500,000)	\$ (257,590)	\$ 1,242,410	\$ (300,000)	\$ 1,252,063	\$ 1,552,063

(Continued)

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2021

	Failing Schools Tutoring Grant		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants		790,632	790,632
Federal aid, grants and reimbursements			
Total revenues		790,632	790,632
Expenditures:			
Current -			
Instruction			
Support services - students and staff		773,365	(773,365)
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures		773,365	(773,365)
Excess (deficiency) of revenues over expenditures		17,267	17,267
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances		17,267	17,267
Fund balances (deficits), beginning of year		(17,497)	(17,497)
Increase (decrease) in reserve for prepaid items			
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	\$	\$ (230)	\$ (230)

Other State Projects			School Plant		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	262,605	262,605		40,912	40,912
	<u>262,605</u>	<u>262,605</u>		<u>40,912</u>	<u>40,912</u>
400,000	248,705 5,644	151,295 (5,644)	250,000		250,000
<u>400,000</u>	<u>254,349</u>	<u>145,651</u>	<u>250,000</u>		<u>250,000</u>
<u>(400,000)</u>	<u>8,256</u>	<u>408,256</u>	<u>(250,000)</u>	<u>40,912</u>	<u>290,912</u>
<u>(400,000)</u>	<u>8,256</u>	<u>408,256</u>	<u>(250,000)</u>	<u>40,912</u>	<u>290,912</u>
	(31,285)	(31,285)		1,071,892	1,071,892
<u>\$ (400,000)</u>	<u>\$ (23,029)</u>	<u>\$ 376,971</u>	<u>\$ (250,000)</u>	<u>\$ 1,112,804</u>	<u>\$ 1,362,804</u>

(Continued)

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2021

	Food Service		Variance - Positive (Negative)
	Budget	Non-GAAP Actual	
Revenues:			
Other local	\$	\$ 90,582	\$ 90,582
State aid and grants			
Federal aid, grants and reimbursements		8,637,693	8,637,693
Total revenues		8,728,275	8,728,275
Expenditures:			
Current -			
Instruction			
Support services - students and staff			
Support services - administration		521	(521)
Operation and maintenance of plant services		106,103	(106,103)
Student transportation services			
Operation of non-instructional services	9,100,000	6,887,582	2,212,418
Capital outlay		100,765	(100,765)
Total expenditures	9,100,000	7,094,971	2,005,029
Excess (deficiency) of revenues over expenditures	(9,100,000)	1,633,304	10,733,304
Other financing sources (uses):			
Transfers in			
Transfers out		(400,000)	(400,000)
Total other financing sources (uses)		(400,000)	(400,000)
Changes in fund balances	(9,100,000)	1,233,304	10,333,304
Fund balances (deficits), beginning of year		1,827,682	1,827,682
Increase (decrease) in reserve for prepaid items		64,064	64,064
Increase (decrease) in reserve for inventory		(36,288)	(36,288)
Fund balances (deficits), end of year	\$ (9,100,000)	\$ 3,088,762	\$ 12,188,762

Civic Center			Community School		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 17,716	\$ 17,716	\$	\$ 169,157	\$ 169,157
	<u>17,716</u>	<u>17,716</u>		<u>169,157</u>	<u>169,157</u>
				148,724	(148,724)
				19,255	(19,255)
				7,347	(7,347)
				3,357	(3,357)
600,000		600,000	1,200,000	173,360	1,026,640
<u>600,000</u>		<u>600,000</u>	<u>1,200,000</u>	<u>1,269</u>	<u>(1,269)</u>
				<u>353,312</u>	<u>846,688</u>
<u>(600,000)</u>	<u>17,716</u>	<u>617,716</u>	<u>(1,200,000)</u>	<u>(184,155)</u>	<u>1,015,845</u>
<u>(600,000)</u>	<u>17,716</u>	<u>617,716</u>	<u>(1,200,000)</u>	<u>(184,155)</u>	<u>1,015,845</u>
	852,385	852,385		1,564,596	1,564,596
<u>\$ (600,000)</u>	<u>\$ 870,101</u>	<u>\$ 1,470,101</u>	<u>\$ (1,200,000)</u>	<u>\$ 1,380,441</u>	<u>\$ 2,580,441</u>

(Continued)

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2021

	Auxiliary Operations		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 141,363	\$ 141,363
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues	(50,000)	141,363	141,363
Expenditures:			
Current -			
Instruction	50,000	23,722	26,278
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	50,000	23,722	26,278
Excess (deficiency) of revenues over expenditures	(50,000)	117,641	167,641
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	(50,000)	117,641	167,641
Fund balances (deficits), beginning of year		153,743	153,743
Increase (decrease) in reserve for prepaid items			
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	\$ (50,000)	\$ 271,384	\$ 321,384

Extracurricular Activities Fees Tax Credit		
Budget	Actual	Variance - Positive (Negative)
\$	\$ 101,703	\$ 101,703
	<u>101,703</u>	<u>101,703</u>
200,000	13,699	186,301
	129	(129)
	<u>11,103</u>	<u>(11,103)</u>
<u>200,000</u>	<u>24,931</u>	<u>175,069</u>
<u>(200,000)</u>	<u>76,772</u>	<u>276,772</u>
<u>(200,000)</u>	<u>76,772</u>	<u>276,772</u>
	559,308	559,308
<u>\$ (200,000)</u>	<u>\$ 636,080</u>	<u>\$ 836,080</u>

Gifts and Donations		
Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 1,287,309	\$ 1,287,309
	<u>135,000</u>	<u>135,000</u>
	<u>1,422,309</u>	<u>1,422,309</u>
250,000	50,124	(50,124)
	522,839	(272,839)
	24,794	(24,794)
	<u>73,351</u>	<u>(73,351)</u>
	<u>159,518</u>	<u>(159,518)</u>
<u>250,000</u>	<u>830,626</u>	<u>(580,626)</u>
<u>(250,000)</u>	<u>591,683</u>	<u>841,683</u>
<u>(250,000)</u>	<u>591,683</u>	<u>841,683</u>
	356,666	356,666
<u>\$ (250,000)</u>	<u>\$ 948,349</u>	<u>\$ 1,198,349</u>

(Continued)

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2021

	Fingerprint		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues			
Expenditures:			
Current -			
Instruction			
Support services - students and staff			
Support services - administration	10,000	506	9,494
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	10,000	506	9,494
Excess (deficiency) of revenues over expenditures	(10,000)	(506)	9,494
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	(10,000)	(506)	9,494
Fund balances (deficits), beginning of year		294	294
Increase (decrease) in reserve for prepaid items			
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	\$ (10,000)	\$ (212)	\$ 9,788

Textbooks			Litigation Recovery		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 587	\$ 587	\$	\$ 27	\$ 27
	<u>587</u>	<u>587</u>		<u>27</u>	<u>27</u>
70,000		70,000	25,000		25,000
<u>70,000</u>		<u>70,000</u>	<u>25,000</u>		<u>25,000</u>
<u>(70,000)</u>	<u>587</u>	<u>70,587</u>	<u>(25,000)</u>	<u>27</u>	<u>25,027</u>
<u>(70,000)</u>	<u>587</u>	<u>70,587</u>	<u>(25,000)</u>	<u>27</u>	<u>25,027</u>
	44,347	44,347		3,052	3,052
<u>\$ (70,000)</u>	<u>\$ 44,934</u>	<u>\$ 114,934</u>	<u>\$ (25,000)</u>	<u>\$ 3,079</u>	<u>\$ 28,079</u>

(Continued)

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2021

	Indirect Costs		Variance - Positive (Negative)
	Budget	Non-GAAP Actual	
Revenues:			
Other local	\$	\$ 46,073	\$ 46,073
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues		<u>46,073</u>	<u>46,073</u>
Expenditures:			
Current -			
Instruction		59,782	(59,782)
Support services - students and staff	2,500,000	219,555	2,280,445
Support services - administration		75	(75)
Operation and maintenance of plant services		45,766	(45,766)
Student transportation services			
Operation of non-instructional services			
Capital outlay		63,688	(63,688)
Total expenditures	<u>2,500,000</u>	<u>388,866</u>	<u>2,111,134</u>
Excess (deficiency) of revenues over expenditures	<u>(2,500,000)</u>	<u>(342,793)</u>	<u>2,157,207</u>
Other financing sources (uses):			
Transfers in		721,767	721,767
Transfers out			
Total other financing sources (uses)		<u>721,767</u>	<u>721,767</u>
Changes in fund balances	<u>(2,500,000)</u>	<u>378,974</u>	<u>2,878,974</u>
Fund balances (deficits), beginning of year		5,296,181	5,296,181
Increase (decrease) in reserve for prepaid items			
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	<u>\$ (2,500,000)</u>	<u>\$ 5,675,155</u>	<u>\$ 8,175,155</u>

Insurance Refund			Student Activities		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 5,169	\$ 5,169	\$	\$ 1,113	\$ 1,113
	<u>5,169</u>	<u>5,169</u>		<u>1,113</u>	<u>1,113</u>
1,500,000		1,500,000	200,000	5,268	194,732
				2,688	(2,688)
<u>1,500,000</u>		<u>1,500,000</u>	<u>200,000</u>	<u>5,225</u>	<u>(5,225)</u>
<u>(1,500,000)</u>	<u>5,169</u>	<u>1,505,169</u>	<u>(200,000)</u>	<u>13,181</u>	<u>186,819</u>
				<u>(12,068)</u>	<u>187,932</u>
<u>(1,500,000)</u>	<u>5,169</u>	<u>1,505,169</u>	<u>(200,000)</u>	<u>(12,068)</u>	<u>187,932</u>
	584,817	584,817		203,724	203,724
<u>\$ (1,500,000)</u>	<u>\$ 589,986</u>	<u>\$ 2,089,986</u>	<u>\$ (200,000)</u>	<u>\$ 191,656</u>	<u>\$ 391,656</u>

(Continued)

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
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	\$	\$ 2,009,121	\$ 2,009,121
State aid and grants		7,544,119	7,544,119
Federal aid, grants and reimbursements		14,048,389	14,048,389
Total revenues		<u>23,601,629</u>	<u>23,601,629</u>
Expenditures:			
Current -			
Instruction	21,558,778	10,734,012	10,824,766
Support services - students and staff	4,102,638	3,839,154	263,484
Support services - administration	10,000	51,551	(41,551)
Operation and maintenance of plant services	250,000	155,226	94,774
Student transportation services	40,000	27,881	12,119
Operation of non-instructional services	10,900,000	7,134,293	3,765,707
Capital outlay		661,693	(661,693)
Total expenditures	<u>36,861,416</u>	<u>22,603,810</u>	<u>14,257,606</u>
Excess (deficiency) of revenues over expenditures	<u>(36,861,416)</u>	<u>997,819</u>	<u>37,859,235</u>
Other financing sources (uses):			
Transfers in		721,767	721,767
Transfers out		(465,695)	(465,695)
Total other financing sources (uses)		<u>256,072</u>	<u>256,072</u>
Changes in fund balances	<u>(36,861,416)</u>	<u>1,253,891</u>	<u>38,115,307</u>
Fund balances (deficits), beginning of year		30,115,387	30,115,387
Increase (decrease) in reserve for prepaid items		99,817	99,817
Increase (decrease) in reserve for inventory		(36,288)	(36,288)
Fund balances (deficits), end of year	<u>\$ (36,861,416)</u>	<u>\$ 31,432,807</u>	<u>\$ 68,294,223</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.

**ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
BALANCE SHEET - NON-MAJOR DEBT SERVICE FUND
JUNE 30, 2021**

	Debt Service
<u>ASSETS</u>	
Cash and investments	\$ 1,765,645
Property taxes receivable	55,848
Total assets	\$ 1,821,493
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>	
Liabilities:	
Bonds payable	\$ 1,100,000
Bond interest payable	514,938
Total liabilities	1,614,938
Deferred inflows of resources:	
Unavailable revenues - property taxes	36,743
Fund balances:	
Restricted	169,812
Total fund balances	169,812
 Total liabilities, deferred inflows of resources and fund balances	 \$ 1,821,493

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR DEBT SERVICE FUND
YEAR ENDED JUNE 30, 2021

	Debt Service
Revenues:	
Other local	\$ 3,575
Property taxes	1,995,435
Total revenues	1,999,010
 Expenditures:	
Debt service -	
Principal retirement	1,100,000
Interest and fiscal charges	1,030,376
Total expenditures	2,130,376
 Excess (deficiency) of revenues over expenditures	(131,366)
 Other financing sources (uses):	
Transfers in	27,582
Total other financing sources (uses)	27,582
 Changes in fund balances	(103,784)
 Fund balances, beginning of year	273,596
 Fund balances, end of year	\$ 169,812

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
DEBT SERVICE
YEAR ENDED JUNE 30, 2021

	Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
	Original & Final		(Negative)
Revenues:			
Other local	\$	\$ 3,575	\$ 3,575
Property taxes		1,995,435	1,995,435
Total revenues		<u>1,999,010</u>	<u>1,999,010</u>
Expenditures:			
Debt service -			
Principal retirement	2,129,875	1,100,000	1,029,875
Interest and fiscal charges		1,030,376	(1,030,376)
Total expenditures	<u>2,129,875</u>	<u>2,130,376</u>	<u>(501)</u>
Excess (deficiency) of revenues over expenditures	<u>(2,129,875)</u>	<u>(131,366)</u>	<u>1,998,509</u>
Other financing sources (uses):			
Transfers in		27,582	27,582
Total other financing sources (uses)		<u>27,582</u>	<u>27,582</u>
Changes in fund balances	<u>(2,129,875)</u>	<u>(103,784)</u>	<u>2,026,091</u>
Fund balances, beginning of year		273,596	273,596
Fund balances (deficits), end of year	<u>\$ (2,129,875)</u>	<u>\$ 169,812</u>	<u>\$ 2,299,687</u>

CAPITAL PROJECTS FUNDS

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

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

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 rebate, 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.

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
COMBINING BALANCE SHEET - NON-MAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2021

	<u>Adjacent Ways</u>	<u>Building Renewal Grant</u>	<u>Totals</u>
<u>ASSETS</u>			
Cash and investments	\$ 470,617	\$ 4,073	\$ 474,690
Total assets	<u>\$ 470,617</u>	<u>\$ 4,073</u>	<u>\$ 474,690</u>
<u>LIABILITIES AND FUND BALANCES</u>			
Fund balances:			
Restricted	\$ 470,617	\$ 4,073	\$ 474,690
Total fund balances	<u>470,617</u>	<u>4,073</u>	<u>474,690</u>
Total liabilities and fund balances	<u>\$ 470,617</u>	<u>\$ 4,073</u>	<u>\$ 474,690</u>

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ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
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	\$ 4,732	\$	\$ 88
State aid and grants			3,985
Federal aid, grants and reimbursements		492,221	
Total revenues	<u>4,732</u>	<u>492,221</u>	<u>4,073</u>
Expenditures:			
Capital outlay	980	167,987	
Debt service -			
Principal retirement		593,038	
Interest and fiscal charges		492,221	
Total expenditures	<u>980</u>	<u>1,253,246</u>	
Excess (deficiency) of revenues over expenditures	<u>3,752</u>	<u>(761,025)</u>	<u>4,073</u>
Other financing sources (uses):			
Transfers in		590,392	
Total other financing sources (uses)		<u>590,392</u>	
Changes in fund balances	<u>3,752</u>	<u>(170,633)</u>	<u>4,073</u>
Fund balances, beginning of year	466,865	170,633	
Fund balances, end of year	<u>\$ 470,617</u>	<u>\$</u>	<u>\$ 4,073</u>

Totals

\$ 4,820
3,985
492,221
501,026

168,967

593,038
492,221
1,254,226

(753,200)

590,392

590,392

(162,808)

637,498

\$ 474,690

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2021

	Insurance Proceeds		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 50,010	\$ 50,010
Property taxes			
State aid and grants			
Total revenues	800,000	50,010	50,010
Expenditures:			
Current -			
Instruction	800,000		800,000
Capital outlay			
Debt service -			
Principal retirement			
Bond issuance costs			
Total expenditures	800,000		800,000
Excess (deficiency) of revenues over expenditures	(800,000)	50,010	850,010
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	(800,000)	50,010	850,010
Fund balances, beginning of year		810,292	810,292
Fund balances (deficits), end of year	\$ (800,000)	\$ 860,302	\$ 1,660,302

Unrestricted Capital Outlay			Adjacent Ways		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 386,989	\$ 386,989	\$	\$ 4,732	\$ 4,732
	5,013,747	5,013,747			
	4,226,162	4,226,162			
	<u>9,626,898</u>	<u>9,626,898</u>		<u>4,732</u>	<u>4,732</u>
12,432,136	7,517,703	4,914,433	723,600	980	722,620
	2,132,953	(2,132,953)			
<u>12,432,136</u>	<u>9,650,656</u>	<u>2,781,480</u>	<u>723,600</u>	<u>980</u>	<u>722,620</u>
<u>(12,432,136)</u>	<u>(23,758)</u>	<u>12,408,378</u>	<u>(723,600)</u>	<u>3,752</u>	<u>727,352</u>
<u>(12,432,136)</u>	<u>(23,758)</u>	<u>12,408,378</u>	<u>(723,600)</u>	<u>3,752</u>	<u>727,352</u>
	3,072,784	3,072,784		466,865	466,865
<u>\$ (12,432,136)</u>	<u>\$ 3,049,026</u>	<u>\$ 15,481,162</u>	<u>\$ (723,600)</u>	<u>\$ 470,617</u>	<u>\$ 1,194,217</u>

(Continued)

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2021

	Bond Building		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$ 27,582	\$ 27,582
Property taxes			
State aid and grants			
Total revenues	2,500,000	27,582	27,582
Expenditures:			
Current -			
Instruction			
Capital outlay	2,500,000	1,400,009	1,099,991
Debt service -			
Principal retirement			
Bond issuance costs		193,989	(193,989)
Total expenditures	2,500,000	1,593,998	906,002
Excess (deficiency) of revenues over expenditures	(2,500,000)	(1,566,416)	933,584
Other financing sources (uses):			
Transfers in			
Transfers out		(27,582)	(27,582)
Issuance of school improvement bonds		13,380,000	13,380,000
Premium on sale of bonds		1,778,462	1,778,462
Total other financing sources (uses)		15,130,880	15,130,880
Changes in fund balances	(2,500,000)	13,564,464	16,064,464
Fund balances, beginning of year		1,039,579	1,039,579
Fund balances (deficits), end of year	\$ (2,500,000)	\$ 14,604,043	\$ 17,104,043

Energy and Water Savings			Building Renewal Grant		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 55,358	\$ 55,358	\$	\$ 88	\$ 88
				3,985	3,985
	<u>55,358</u>	<u>55,358</u>		<u>4,073</u>	<u>4,073</u>
	55,358	(55,358)	300,000		300,000
593,038	593,038				
<u>593,038</u>	<u>648,396</u>	<u>(55,358)</u>	<u>300,000</u>		<u>300,000</u>
<u>(593,038)</u>	<u>(593,038)</u>		<u>(300,000)</u>	<u>4,073</u>	<u>304,073</u>
	590,392	590,392			
	<u>590,392</u>	<u>590,392</u>			
<u>(593,038)</u>	<u>(2,646)</u>	<u>590,392</u>	<u>(300,000)</u>	<u>4,073</u>	<u>304,073</u>
	2,646	2,646			
<u>\$ (593,038)</u>	<u>\$</u>	<u>\$ 593,038</u>	<u>\$ (300,000)</u>	<u>\$ 4,073</u>	<u>\$ 304,073</u>

(Continued)

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2021

	Totals		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 524,759	\$ 524,759
Property taxes		5,013,747	5,013,747
State aid and grants		4,230,147	4,230,147
Total revenues		<u>9,768,653</u>	<u>9,768,653</u>
Expenditures:			
Current -			
Instruction	800,000		800,000
Capital outlay	15,955,736	8,974,050	6,981,686
Debt service -			
Principal retirement	593,038	2,725,991	(2,132,953)
Bond issuance costs		193,989	(193,989)
Total expenditures	<u>17,348,774</u>	<u>11,894,030</u>	<u>5,454,744</u>
Excess (deficiency) of revenues over expenditures	<u>(17,348,774)</u>	<u>(2,125,377)</u>	<u>15,223,397</u>
Other financing sources (uses):			
Transfers in		590,392	590,392
Transfers out		(27,582)	(27,582)
Issuance of school improvement bonds		13,380,000	13,380,000
Premium on sale of bonds		1,778,462	1,778,462
Total other financing sources (uses)		<u>15,721,272</u>	<u>15,721,272</u>
Changes in fund balances	<u>(17,348,774)</u>	<u>13,595,895</u>	<u>30,944,669</u>
Fund balances, beginning of year		5,392,166	5,392,166
Fund balances (deficits), end of year	<u>\$ (17,348,774)</u>	<u>\$ 18,988,061</u>	<u>\$ 36,336,835</u>

STATISTICAL SECTION

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

Financial Trends

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

Revenue Capacity

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

Debt Capacity

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

Demographic and Economic Information

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

Operating Information

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

Note: For locally assessed property (i.e., excluding mines, utilities, etc.) Proposition 117, approved by voters in 2012, amended the Arizona Constitution to require that all property taxes after fiscal year 2014-15 be based upon property values limited to 5 percent in annual growth. The aggregate assessed value of all taxable properties within a taxing jurisdiction (i.e., after applying assessment ratios based on the use of a property), including property values with a growth limit, is currently referred to as net limited assessed value and formerly as primary assessed value. In accordance with Proposition 117, this value is used for all taxing purposes beginning fiscal year 2015-16. Aggregate assessed value without a growth limit is currently referred to as net full cash assessed value and formerly as secondary assessed value. This remains the value utilized for determining debt capacity limits.

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ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Net Position:					
Net investment in capital assets	\$ 60,479,397	\$ 61,401,540	\$ 59,669,706	\$ 55,604,986	\$ 66,264,970
Restricted	22,998,702	21,971,492	21,646,983	32,087,310	24,396,055
Unrestricted	(71,476,334)	(76,891,815)	(74,386,337)	(84,442,493)	(84,864,994)
Total net position	\$ 12,001,765	\$ 6,481,217	\$ 6,930,352	\$ 3,249,803	\$ 5,796,031
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Net Position:					
Net investment in capital assets	\$ 69,019,182	\$ 71,246,617	\$ 68,110,421	\$ 68,443,160	\$ 69,172,678
Restricted	29,077,343	29,067,052	33,118,561	26,618,978	40,750,306
Unrestricted	(88,029,888)	(94,977,996)	23,490,468	26,167,951	11,921,522
Total net position	\$ 10,066,637	\$ 5,335,673	\$ 124,719,450	\$ 121,230,089	\$ 121,844,506

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

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
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					
Instruction	\$ 72,837,925	\$ 66,961,235	\$ 61,860,908	\$ 64,974,105	\$ 65,042,422
Support services - students and staff	23,140,387	19,495,028	19,059,139	19,045,706	17,731,025
Support services - administration	9,308,890	9,657,302	8,585,628	10,003,648	9,807,357
Operation and maintenance of plant services	9,376,310	8,905,180	9,020,371	9,431,495	9,615,816
Student transportation services	3,867,048	4,693,715	3,805,853	4,234,275	3,819,857
Operation of non-instructional services	8,044,229	10,138,508	9,993,494	10,158,820	10,132,475
Interest on long-term debt	1,401,347	1,379,286	1,082,737	439,572	
Total expenses	<u>127,976,136</u>	<u>121,230,254</u>	<u>113,408,130</u>	<u>118,287,621</u>	<u>116,148,952</u>
Program Revenues					
Charges for services:					
Instruction	303,500	1,654,134	485,950	3,345,952	466,653
Operation of non-instructional services	84,665	371,875	416,563	583,542	682,194
Other activities	45,580	65,296	280,811	221,461	211,183
Operating grants and contributions	42,907,946	23,359,402	27,814,047	26,206,645	25,071,366
Capital grants and contributions	4,142,397	3,788,595	3,176,544	1,324,836	1,182,831
Total program revenues	<u>47,484,088</u>	<u>29,239,302</u>	<u>32,173,915</u>	<u>31,682,436</u>	<u>27,614,227</u>
Net (Expense)/Revenue	<u>\$ (80,492,048)</u>	<u>\$ (91,990,952)</u>	<u>\$ (81,234,215)</u>	<u>\$ (86,605,185)</u>	<u>\$ (88,534,725)</u>

(Continued)

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Expenses					
Instruction	\$ 56,795,603	\$ 66,305,387	\$ 56,388,306	\$ 55,838,719	\$ 57,728,257
Support services - students and staff	16,153,313	16,429,631	16,039,741	15,599,266	15,901,896
Support services - administration	9,893,187	9,762,229	9,158,080	8,677,485	8,922,019
Operation and maintenance of plant services	9,567,792	9,737,441	8,772,806	8,407,300	9,017,361
Student transportation services	3,866,193	4,258,036	4,221,296	4,213,456	4,107,584
Operation of non-instructional services	10,409,248	12,517,944	11,889,769	12,078,864	11,635,553
Interest on long-term debt	3,727	1,458,218	308,166	583,618	843,442
Total expenses	<u>106,689,063</u>	<u>120,468,886</u>	<u>106,778,164</u>	<u>105,398,708</u>	<u>108,156,112</u>
Program Revenues					
Charges for services:					
Instruction	324,288	347,343	340,446	448,815	935,581
Operation of non-instructional services	672,992	777,375	1,017,057	1,056,948	435,955
Other activities	188,149	182,733	189,793	44,117	95,215
Operating grants and contributions	24,741,733	24,661,052	25,021,834	22,344,156	23,225,042
Capital grants and contributions	130,742	612,375	297,047	251,229	1,167,725
Total program revenues	<u>26,057,904</u>	<u>26,580,878</u>	<u>26,866,177</u>	<u>24,145,265</u>	<u>25,859,518</u>
Net (Expense)/Revenue	<u>\$ (80,631,159)</u>	<u>\$ (93,888,008)</u>	<u>\$ (79,911,987)</u>	<u>\$ (81,253,443)</u>	<u>\$ (82,296,594)</u>

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

(Concluded)

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
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	\$ (80,492,048)	\$ (91,990,952)	\$ (81,234,215)	\$ (86,605,185)	\$ (88,534,725)
General Revenues:					
Taxes:					
Property taxes, levied for general purposes	15,845,395	15,270,998	17,370,835	16,662,449	15,445,997
Property taxes, levied for debt service	1,989,761	2,197,870	616,682		
Property taxes, levied for capital outlay	5,009,600	4,929,167	2,606,304	6,408,816	4,902,616
Investment income	290,220	788,915	913,700	282,697	188,434
Unrestricted county aid	5,397,940	5,349,053	5,292,940	5,564,594	5,795,451
Unrestricted state aid	56,552,229	61,903,482	57,501,636	54,711,119	57,655,932
Unrestricted federal aid	927,451	922,457	612,667	411,777	275,689
Total general revenues	86,012,596	91,361,942	84,914,764	84,041,452	84,264,119
Changes in Net Position	\$ 5,520,548	\$ (629,010)	\$ 3,680,549	\$ (2,563,733)	\$ (4,270,606)

(Continued)

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Net (Expense)/Revenue	\$ (80,631,159)	\$ (93,888,008)	\$ (79,911,987)	\$ (81,253,443)	\$ (82,296,594)
General Revenues:					
Taxes:					
Property taxes, levied for general purposes	14,860,556	13,865,907	14,623,869	13,838,782	16,223,235
Property taxes, levied for debt service		132,819	5,383,310	5,862,436	5,710,089
Property taxes, levied for capital outlay	4,987,960	4,765,368	217,411	46,864	
Investment income	166,050	152,330	175,771	181,251	236,309
Unrestricted county aid	5,841,181	5,681,066	5,387,731	5,392,072	5,455,256
Unrestricted state aid	59,173,248	56,905,111	57,449,841	55,205,601	51,793,089
Unrestricted federal aid	333,128	189,953	163,415	112,020	193,841
Total general revenues	<u>85,362,123</u>	<u>81,692,554</u>	<u>83,401,348</u>	<u>80,639,026</u>	<u>79,611,819</u>
Changes in Net Position	<u>\$ 4,730,964</u>	<u>\$ (12,195,454)</u>	<u>\$ 3,489,361</u>	<u>\$ (614,417)</u>	<u>\$ (2,684,775)</u>

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

(Concluded)

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
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	\$ 178,189	\$ 200,235	\$ 184,297	\$ 156,893	\$ 219,538
Restricted	1,112,804	1,071,892	1,015,447	870,612	681,467
Unassigned	19,671,550	18,521,663	20,827,905	19,080,581	19,240,161
Total General Fund	\$ 20,962,543	\$ 19,793,790	\$ 22,027,649	\$ 20,108,086	\$ 20,141,166
All Other Governmental Funds:					
Nonspendable	\$ 232,438	\$ 268,726	\$ 42,038	\$ 56,708	\$ 12,063
Restricted	35,643,491	22,600,897	25,760,142	46,911,669	23,561,988
Unassigned	(15,338,744)	(3,278,575)	(2,867,861)	(1,718,464)	(486,311)
Total all other governmental funds	\$ 20,537,185	\$ 19,591,048	\$ 22,934,319	\$ 45,249,913	\$ 23,087,740

(Continued)

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
General Fund:					
Nonspendable	\$ 6,137,689	\$ 6,064,385	\$ 5,556,387	\$ 175,994	\$ 323,096
Restricted	1,125,682	450,070	106,997	650,049	600,832
Unassigned	14,537,300	13,127,836	13,610,093	21,610,269	22,089,487
Total General Fund	<u>\$ 21,800,671</u>	<u>\$ 19,642,291</u>	<u>\$ 19,273,477</u>	<u>\$ 22,436,312</u>	<u>\$ 23,013,415</u>
All Other Governmental Funds:					
Nonspendable	\$ 29,060	\$ 52,778	\$ 37,807	\$	\$ 64,795
Restricted	27,805,794	28,616,982	32,947,476	25,877,063	24,505,471
Unassigned	(908,354)	(564,026)	(844,810)	(332,710)	
Total all other governmental funds	<u>\$ 26,926,500</u>	<u>\$ 28,105,734</u>	<u>\$ 32,140,473</u>	<u>\$ 25,544,353</u>	<u>\$ 24,570,266</u>

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

(Concluded)

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
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	\$ 22,199,171	\$ 18,924,414	\$ 18,261,114	\$ 16,958,596	\$ 16,953,833
National School Lunch Program	8,283,397	7,939,081	9,492,934	8,911,205	9,204,459
Total federal sources	<u>30,482,568</u>	<u>26,863,495</u>	<u>27,754,048</u>	<u>25,869,801</u>	<u>26,158,292</u>
State sources:					
State equalization assistance	49,891,626	55,208,963	50,686,801	48,644,079	52,259,937
State grants	1,587,341	2,196,548	1,737,753	719,030	280,371
School Facilities Board	3,985	199,102	426,353	39,147	
Other revenues	6,660,603	6,694,519	6,814,835	6,067,040	5,395,995
Total state sources	<u>58,143,555</u>	<u>64,299,132</u>	<u>59,665,742</u>	<u>55,469,296</u>	<u>57,936,303</u>
Local sources:					
Property taxes	22,867,152	22,764,396	20,705,672	23,122,925	20,406,885
County aid	5,397,940	5,349,053	5,292,940	5,564,594	5,795,451
Food service sales	6,483	221,365	256,434	317,676	348,890
Investment income	290,220	788,915	913,700	282,697	188,434
Other revenues	1,813,857	1,584,552	1,407,016	1,746,935	1,235,321
Total local sources	<u>30,375,652</u>	<u>30,708,281</u>	<u>28,575,762</u>	<u>31,034,827</u>	<u>27,974,981</u>
Total revenues	<u><u>\$ 119,001,775</u></u>	<u><u>\$ 121,870,908</u></u>	<u><u>\$ 115,995,552</u></u>	<u><u>\$ 112,373,924</u></u>	<u><u>\$ 112,069,576</u></u>

(Continued)

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
GOVERNMENTAL FUNDS REVENUES
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Federal sources:					
Federal grants	\$ 15,589,143	\$ 16,946,082	\$ 15,826,796	\$ 13,212,295	\$ 16,355,067
State Fiscal Stabilization (ARRA) Education Jobs					1,213,608
National School Lunch Program	8,907,544	8,197,951	8,444,382	8,076,620	7,891,936
Total federal sources	<u>24,496,687</u>	<u>25,144,033</u>	<u>24,271,178</u>	<u>21,288,915</u>	<u>25,460,611</u>
State sources:					
State equalization assistance	53,688,006	51,664,830	52,183,004	50,764,114	47,936,614
State grants	292,984	238,353	599,679	227,691	427,363
Other revenues	5,485,242	5,240,281	5,334,943	4,373,381	3,856,475
Total state sources	<u>59,466,232</u>	<u>57,143,464</u>	<u>58,117,626</u>	<u>55,365,186</u>	<u>52,220,452</u>
Local sources:					
Property taxes	18,891,789	19,086,780	20,525,594	20,641,039	22,018,609
County aid	5,841,181	5,681,066	5,387,731	5,392,072	5,455,256
Food service sales	330,282	383,533	376,453	405,986	425,485
Investment income	166,050	152,330	175,771	181,251	236,309
Other revenues	1,123,844	1,108,320	1,460,019	2,000,997	1,344,328
Total local sources	<u>26,353,146</u>	<u>26,412,029</u>	<u>27,925,568</u>	<u>28,621,345</u>	<u>29,479,987</u>
Total revenues	<u>\$ 110,316,065</u>	<u>\$ 108,699,526</u>	<u>\$ 110,314,372</u>	<u>\$ 105,275,446</u>	<u>\$ 107,161,050</u>

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

(Concluded)

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
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	\$ 66,708,446	\$ 59,375,317	\$ 58,992,981	\$ 53,854,178	\$ 53,524,737
Support services - students and staff	19,411,081	17,913,250	18,697,165	18,261,310	16,110,668
Support services - administration	8,915,161	9,343,514	8,799,503	10,090,697	9,245,914
Operation and maintenance of plant services	8,320,418	8,364,618	8,526,698	8,949,845	9,137,815
Student transportation services	2,468,749	3,856,537	3,633,334	4,040,262	2,998,789
Operation of non-instructional services	7,354,864	8,998,055	9,586,083	9,620,897	9,479,526
Capital outlay	13,265,718	30,568,925	24,428,639	18,160,854	8,918,438
Debt service -					
Interest and fiscal charges	1,522,597	1,500,536	1,135,520	439,572	
Principal retirement	3,825,991	4,129,217	2,814,216	4,409,494	2,276,542
Bond issuance costs	193,989	227,673		268,837	
Total expenditures	<u>\$ 131,987,014</u>	<u>\$ 144,277,642</u>	<u>\$ 136,614,139</u>	<u>\$ 128,095,946</u>	<u>\$ 111,692,429</u>
Expenditures for capitalized assets	\$ 4,786,374	\$ 25,084,798	\$ 19,505,964	\$ 6,817,736	\$ 2,835,937
Debt service as a percentage of noncapital expenditures	4%	5%	3%	4%	2%

(Continued)

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Expenditures:					
Current -					
Instruction	\$ 55,204,045	\$ 52,991,571	\$ 56,685,611	\$ 51,552,558	\$ 53,321,750
Support services - students and staff	15,216,888	14,892,002	14,648,511	14,188,032	14,527,821
Support services - administration	9,739,697	9,168,371	8,686,971	8,205,230	8,433,331
Operation and maintenance of plant services	8,713,010	9,513,387	9,257,050	8,161,022	8,824,730
Student transportation services	3,487,044	3,670,920	3,832,326	3,748,922	3,652,467
Operation of non-instructional services	9,899,294	11,941,646	11,364,010	11,317,593	10,987,135
Capital outlay	4,846,257	15,645,173	1,921,642	1,589,590	2,046,940
Debt service -					
Interest and fiscal charges	3,727	1,458,218	308,166	583,618	843,442
Principal retirement	2,276,543	2,547,477	5,595,000	5,320,000	5,493,994
Bond issuance costs					
Total expenditures	<u>\$ 109,386,505</u>	<u>\$ 121,828,765</u>	<u>\$ 112,299,287</u>	<u>\$ 104,666,565</u>	<u>\$ 108,131,610</u>
Expenditures for capitalized assets	\$ 3,477,337	\$ 3,347,957	\$ 523,801	\$ 706,958	\$ 1,433,135
Debt service as a percentage of noncapital expenditures	2%	3%	5%	6%	6%

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

(Concluded)

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
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	\$ (12,985,239)	\$ (22,406,734)	\$ (20,618,587)	\$ (15,722,022)	\$ 377,147
Other financing sources (uses):					
Issuance of school improvement bonds	13,380,000	13,750,000		14,265,000	
Proceeds from disposal of personal property		1,219,304		2,163,064	
Premium on sale of bonds	1,778,462	1,437,799		1,002,873	
Capital lease agreements			176,452	20,392,566	
Transfers in	1,339,741	830,921	1,178,549	441,270	541,070
Transfers out	(1,339,741)	(830,921)	(1,178,549)	(441,270)	(541,070)
Insurance recoveries			33,370	45,612	59,736
Total other financing sources (uses)	15,158,462	16,407,103	209,822	37,869,115	59,736
Changes in fund balances	\$ 2,173,223	\$ (5,999,631)	\$ (20,408,765)	\$ 22,147,093	\$ 436,883
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Excess (deficiency) of revenues over expenditures	\$ 929,560	\$ (13,129,239)	\$ (1,984,915)	\$ 608,881	\$ (970,560)
Other financing sources (uses):					
Transfers in	837,777	950,617	5,007,052	452,753	484,350
Transfers out	(837,777)	(950,617)	(5,007,052)	(452,753)	(484,350)
Total other financing sources (uses)	8,940,345	8,940,345			
Changes in fund balances	\$ 929,560	\$ (4,188,894)	\$ (1,984,915)	\$ 608,881	\$ (970,560)

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

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
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	\$ 209,064,255	\$ 197,944,249	\$ 209,836,712	\$ 189,661,649	\$ 174,046,737
Agricultural and Vacant	3,635,252	4,703,499	4,686,813	5,134,710	4,625,694
Residential (Owner Occupied)	61,626,241	57,664,715	51,815,373	48,727,013	41,169,397
Residential (Rental)	56,684,069	54,836,429	77,457,011	73,630,988	64,623,812
Railroad, Private Cars and Airlines	3,859,151	4,020,709	3,966,892	3,700,445	3,508,716
Historical Property	-	-	-	-	-
Certain Government Property Improvements	68,708	65,522	62,447	33,787	32,178
Total	\$ 334,937,676	\$ 319,235,123	\$ 347,825,248	\$ 320,888,592	\$ 288,006,534
Gross Full Cash Value	\$ 5,851,261,986	\$ 5,157,840,018	\$ 4,556,602,145	\$ 3,987,864,486	\$ 3,474,961,667
Ratio of Net Limited Assessed Value to Gross Full Cash Value	6%	6%	8%	8%	8%
Total Direct Rate	6.82	7.23	6.42	7.18	7.15

<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	\$ 164,700,217	\$ 169,321,294	\$ 167,359,202	\$ 197,455,138	\$ 237,296,828
Agricultural and Vacant	5,729,170	5,004,736	5,224,600	6,506,720	9,803,580
Residential (Owner Occupied)	39,512,637	38,437,898	36,635,529	45,405,337	51,496,293
Residential (Rental)	50,125,652	40,423,107	35,891,751	35,834,435	43,191,208
Railroad, Private Cars and Airlines	3,774,722	4,054,360	3,742,249	4,485,648	4,098,203
Historical Property	109,430	162,185	233,585	205,834	194,359
Certain Government Property Improvements	30,645	36,356	34,729	36,165	38,848
Total	\$ 263,982,473	\$ 257,439,936	\$ 249,121,645	\$ 289,929,277	\$ 346,119,319
Gross Full Cash Value	\$ 2,852,557,761	\$ 2,299,465,664	\$ 2,089,133,974	\$ 2,309,680,503	\$ 2,682,638,363
Ratio of Net Limited Assessed Value to Gross Full Cash Value	9%	11%	12%	13%	13%
Total Direct Rate	7.52	7.00	8.02	7.02	6.43

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

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

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
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	\$ 289,186,115	\$ 264,242,652	\$ 277,356,147	\$ 246,357,874	\$ 211,179,172
Agricultural and Vacant	5,614,007	6,809,912	6,702,586	7,315,605	5,657,900
Residential (Owner Occupied)	141,480,066	122,206,835	111,118,276	90,127,495	77,954,566
Residential (Rental)	128,388,014	112,809,724	131,312,920	114,820,424	98,756,981
Railroad, Private Cars and Airlines	4,782,921	4,890,915	4,712,297	4,275,248	3,743,761
Historical Property	-	-	-	-	-
Certain Government Property Improvements	98,034	96,767	92,213	48,649	45,211
Total	\$ 569,549,157	\$ 511,056,805	\$ 531,294,439	\$ 462,945,295	\$ 397,337,591
Gross Full Cash Value	5,851,261,986	5,157,840,018	4,556,602,145	3,987,864,486	3,474,961,667
Ratio of Net Full Cash Assessed Value to Gross Full Cash Value	10%	10%	12%	12%	11%
Estimated Net Full Cash Value	4,303,880,069	3,830,908,066	3,979,495,489	3,439,081,204	2,951,496,523
Total Direct Rate	6.82	7.23	6.42	7.18	7.15

<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	\$ 179,152,550	\$ 171,996,491	\$ 168,365,982	\$ 198,652,109	\$ 240,373,348
Agricultural and Vacant	6,363,562	5,113,576	5,245,366	6,528,715	9,958,953
Residential (Owner Occupied)	66,224,825	44,482,896	36,685,594	45,426,648	51,534,370
Residential (Rental)	71,039,079	46,570,742	36,194,807	35,868,994	43,225,286
Railroad, Private Cars and Airlines	3,844,570	4,092,465	3,777,587	4,572,465	4,577,572
Historical Property	437,720	616,303	910,974	651,596	681,367
Certain Government Property Improvements	34,939	36,368	34,729	36,684	38,848
Total	\$ 327,097,245	\$ 272,908,841	\$ 251,215,039	\$ 291,737,211	\$ 350,389,744
Gross Full Cash Value	2,852,557,761	2,299,465,664	2,089,133,974	2,309,680,503	2,682,638,363
Ratio of Net Full Cash Assessed Value to Gross Full Cash Value	11%	12%	12%	13%	13%
Estimated Net Full Cash Value	2,345,752,414	1,843,418,743	1,634,484,422	1,867,032,662	2,231,189,024
Total Direct Rate	7.52	7.00	8.02	7.02	6.43

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.

**ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
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.

**ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	Overlapping Rates						District Direct Rates		
	State Equalization	County	Phoenix Union High School District No. 210	Maricopa Community College	City of Phoenix	City of Glendale	Primary	Secondary	Total
	2021	0.44	1.40	4.83	1.29	2.13	1.80	1.86	4.96
2020	0.46	1.40	4.99	1.33	2.13	1.86	2.07	5.16	7.23
2019	0.47	1.40	5.20	1.38	2.14	1.98	2.10	4.32	6.42
2018	0.49	1.40	5.03	1.41	2.16	2.08	2.85	4.33	7.18
2017	0.50	1.40	5.07	1.47	2.17	2.15	2.25	4.90	7.15
2016	0.51	1.36	4.96	1.49	1.82	2.20	2.26	5.26	7.52
2015	0.51	1.32	4.62	1.52	1.82	2.15	1.96	5.04	7.00
2014	0.51	1.28	4.82	1.53	1.82	2.29	2.31	5.71	8.02
2013	0.47	1.24	4.27	1.38	1.82	1.90	1.83	5.19	7.02
2012	0.43	1.24	3.76	1.21	1.82	1.60	2.23	4.20	6.43

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

**ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
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>
Grand Canyon Education, Inc.	\$ 10,110,519	3.02 %		
Shamrock Foods Company	8,275,526	2.47		
BNSF Railway Company	3,859,150	1.15		
Luke Camelback LLC	3,310,441	0.99		
GSI Family Investments Of Arizona LLC	3,048,515	0.91		
Qwest Corporation	2,755,098	0.82	5,572,598	1.59 %
Broadstone HBC Arizona LLC	2,350,041	0.70		
1128 Valencia Associates LLC/ETAL	2,291,564	0.68		
Plaza Del Sol 557 LLC	2,013,449	0.60		
United Parcel Service INC	2,690,209	0.80		
McClelland Family Partnership			7,883,769	2.25
Corning Gilbert, Inc.			3,673,136	1.05
ICG-ORE			3,224,637	0.92
Koll Bren Schreiber Realty Advisors			3,103,752	0.89
Hensley and Co.			2,792,606	0.80
Presson Equity Partners LLP			2,762,473	0.79
Burlington Nothern Santa Fe			2,388,256	0.68
Oak Park Medical Building LTD			2,163,306	0.62
RGR Family Limited Partnership			2,001,777	0.57
Total	<u>\$ 40,704,512</u>	<u>12.14 %</u>	<u>\$ 35,566,310</u>	<u>10.16 %</u>

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

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

**ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Fiscal Years	Collected to the End of the Current Fiscal Year	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2021	\$ 23,039,906	\$ 22,175,341	96.25 %	\$	\$ 22,175,341	96.25 %
2020	23,018,421	22,048,827	95.79	271,788	22,320,615	96.97
2019	20,970,492	20,166,933	96.17	788,959	20,955,892	99.93
2018	23,508,864	22,463,899	95.56	1,035,228	23,499,127	99.96
2017	20,561,658	19,815,816	96.37	738,865	20,554,681	99.97
2016	20,006,688	19,308,576	96.51	690,944	19,999,520	99.96
2015	18,883,916	17,974,861	95.19	902,447	18,877,308	99.97
2014	20,201,848	19,097,637	94.53	1,097,952	20,195,589	99.97
2013	20,514,235	19,038,323	92.81	1,469,305	20,507,628	99.97
2012	22,355,659	20,750,187	92.82	1,596,164	22,346,351	99.96

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.

**ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	General Obligation Bonds						Total Outstanding Debt				
	General Obligation Bonds and Premium	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	\$ 44,003,851	\$ 206,555	\$ 43,797,296	1.26 %	\$ 441	\$ 10,081,643	\$ 54,085,494	0.92 %	\$ 545	0.02 %	
2020	30,281,639	316,013	29,965,626	0.86	328	12,807,634	43,089,273	0.84	471	0.02	
2019	15,215,090	193,487	15,021,603	0.43	180	15,621,851	30,836,941	0.68	370	0.01	
2018	15,267,873		15,267,873	0.44	183	18,259,615	33,527,488	0.84	402	0.02	
2017						2,276,543	2,276,543	0.07	27	0.00	
2016						4,553,085	4,553,085	0.16	55	0.00	
2015	40,000	40,000				6,829,628	6,869,628	0.30	82	0.00	
2014	5,675,000	2,231,318	3,443,682	0.16	41		5,675,000	0.27	68	0.00	
2013	11,351,760	793,960	10,557,800	0.46	127		11,351,760	0.49	136	0.01	
2012	16,396,760	603,417	15,793,343	0.59	190		16,396,760	0.61	197	0.01	

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

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
JUNE 30, 2020

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable to School District</u>	<u>Estimated Amount Applicable to School District</u>
Overlapping:			
Maricopa Community College District	\$ 250,065,000	0.73 %	\$ 1,825,475
Maricopa County Special Health Care District	429,125,000	0.73	3,132,613
City of Glendale	100,445,000	4.88	4,901,716
City of Phoenix	1,003,875,000	1.95	19,575,563
Phoenix Union High School District No. 210	394,405,000	5.99	23,624,860
Subtotal, Overlapping Debt			<u>53,060,227</u>
Direct:			
Alhambra Elementary School District No. 68	40,080,000	100.00	<u>54,085,494</u>
Total Direct and Overlapping Governmental Activities Debt			<u><u>\$ 107,145,721</u></u>

DIRECT AND OVERLAPPING GENERAL BONDED DEBT RATIOS

Net Direct General Obligation Bonded Debt		
As a Percentage of Net Limited Assessed Valuation		13.08 %
Net Direct and Overlapping General Bonded Debt		
Per Capita	\$ 976	
As a Percentage of Net Limited Assessed Valuation		17.01 %
As a Percentage of Estimated Gross Full Cash Value		1.66 %

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

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

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

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

Net full cash assessed valuation	\$ 569,549,157
Debt limit (10% of assessed value)	56,954,916
Debt applicable to limit	<u>41,700,000</u>
Legal debt margin	<u>\$ 15,254,916</u>

Total Legal Debt Margin Calculation for Fiscal Year 2020:

Net full cash assessed valuation	\$ 569,549,157
Debt limit (15% of assessed value)	85,432,374
Debt applicable to limit	<u>41,700,000</u>
Legal debt margin	<u>\$ 43,732,374</u>

Fiscal Year Ended June 30

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Debt Limit	\$ 85,432,374	\$ 76,658,521	\$ 79,694,166	\$ 69,441,794	\$ 59,600,639
Total net debt applicable to limit	<u>41,700,000</u>	<u>30,000,000</u>	<u>15,000,000</u>	<u>15,000,000</u>	<u> </u>
Legal debt margin	<u>\$ 43,732,374</u>	<u>\$ 46,658,521</u>	<u>\$ 64,694,166</u>	<u>\$ 54,441,794</u>	<u>\$ 59,600,639</u>
Total net debt applicable to the limit as a percentage of debt limit	49%	39%	19%	22%	0%
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Debt Limit	\$ 49,064,587	\$ 40,936,326	\$ 37,682,256	\$ 43,910,582	\$ 52,558,462
Total net debt applicable to limit	<u> </u>	<u>40,000</u>	<u>3,443,682</u>	<u>10,557,800</u>	<u>15,793,343</u>
Legal debt margin	<u>\$ 49,064,587</u>	<u>\$ 40,896,326</u>	<u>\$ 34,238,574</u>	<u>\$ 33,352,782</u>	<u>\$ 36,765,119</u>
Total net debt applicable to the limit as a percentage of debt limit	0%	0%	9%	24%	30%

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

- Notes:** 1) The District's general obligation bonds are subject to three limits; the Constitutional debt limit (total debt limit) on all general obligation bonds outstanding and the statutory debt limits 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 premim deposited into the Debt Service Fund or a refunding escrow to pay interest payments.

**ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
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	\$ 222,943,072	\$ 49,704	6.6 %	99,277
2019	4,367,835	222,943,072	49,704	4.0	91,430
2018	4,294,460	210,370,180	47,694	4.1	83,303
2017	4,221,684	196,286,191	45,573	4.2	83,303
2016	4,137,076	185,111,698	43,628	4.5	83,303
2015	4,076,438	168,483,421	41,222	5.5	83,303
2014	4,008,651	168,483,421	41,222	5.9	83,303
2013	4,009,412	147,700,000	27,552	6.2	83,303
2012	3,824,058	147,374,500	38,238	9.1	83,303
2011	3,843,370	142,864,275	37,352	8.4	83,303

Sources: The source of the "Personal Income" and "Per Capita" information is the Bureau of Economic Analysis. The source of the "Population" and "Unemployment Rate" information for 2010 is the University of Arizona, Eller College of Management, Economic and Business Research Center. For 2011 through 2019, the source of the information is the Arizona Office of Employment and Population Statistics.

**ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
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	1.65 %	25,825	1.53 %
State of Arizona	41,847	1.47	49,800	2.94
Walmart Stores	33,460	1.17	30,635	1.81
Fry's Food Stores	21,738	0.76		
Wells Fargo	17,217	0.60	13,310	0.79
Amazon.com		0.00		
Arizona State University	35,730	1.25	11,185	0.66
City of Phoenix	14,858	0.52	15,100	0.89
Maricopa County	13,933	0.49	12,790	0.76
Honor Health		0.00		
Apollo Group Inc.		0.00	11,000	0.65
Honeywell		0.00		
Bank of America		0.00	13,300	0.79
University of Arizona	20,460	0.72		
Intel Corp.	12,190	0.43		
Total	<u>258,433</u>	<u>9.06 %</u>	<u>182,945</u>	<u>10.81 %</u>
Total employment	<u>2,850,559</u>		<u>1,692,300</u>	

Source: The source of this information is the 2018 Maricopa Association of Governments Employer Database and the 2010 Business Journal Book of Lists.

Note: The principal employer data is presented for the Phoenix metropolitan area.

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
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					
Principals	15	15	13	20	14
Assistant principals					2
Other	27	27	25	40	13
Total supervisory	<u>42</u>	<u>42</u>	<u>38</u>	<u>60</u>	<u>29</u>
Instruction					
Teachers	544	584	562	597	640
Other professionals (instructional)	54	37	40	52	
Aides	229	152	191	229	195
Total instruction	<u>827</u>	<u>773</u>	<u>793</u>	<u>878</u>	<u>835</u>
Student Services					
Nurses	12	14	11	16	
Guidance Counselors	18	12	11	10	9
Librarians					
Other student services	25	36	33	39	32
Total student services	<u>55</u>	<u>62</u>	<u>55</u>	<u>65</u>	<u>41</u>
Support and Administration					
Food Service workers	93	93	97	137	100
Custodial/maintenance workers	86	88	86		82
Other classified	77	119	89	246	219
Transportation	33	45	49	68	
Office	59	56	32	32	
Total support and administration	<u>348</u>	<u>401</u>	<u>353</u>	<u>483</u>	<u>401</u>
Total	<u><u>1,272</u></u>	<u><u>1,278</u></u>	<u><u>1,239</u></u>	<u><u>1,486</u></u>	<u><u>1,306</u></u>

(Continued)

**ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
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					
Principals	15	15	15	15	15
Assistant principals	4	4	4	4	4
Other	12	13	12	11	11
Total supervisory	<u>31</u>	<u>32</u>	<u>31</u>	<u>30</u>	<u>30</u>
Instruction					
Teachers	621	614	622	658	666
Other professionals (instructional)					
Aides	114	112	112	121	100
Total instruction	<u>735</u>	<u>726</u>	<u>734</u>	<u>779</u>	<u>766</u>
Student Services					
Nurses					
Guidance Counselors	1	1	1	1	1
Librarians					
Other student services	15	15	16	16	15
Total student services	<u>16</u>	<u>16</u>	<u>17</u>	<u>17</u>	<u>16</u>
Support and Administration					
Food Service workers	115	113	113	130	116
Custodial/maintenance workers	101	100	101	111	90
Other classified	349	331	320	378	314
Transportation					
Office					
Total support and administration	<u>565</u>	<u>544</u>	<u>534</u>	<u>619</u>	<u>520</u>
Total	<u><u>1,347</u></u>	<u><u>1,318</u></u>	<u><u>1,316</u></u>	<u><u>1,445</u></u>	<u><u>1,332</u></u>

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

(Concluded)

**ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
OPERATING STATISTICS
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	Average Daily Membership	Operating Expenditures	Cost per Pupil	Percentage Change	Expenses	Cost per Pupil	Percentage Change	Teaching Staff	Pupil-Teacher Ratio	Percentage of Free/Reduced Students
2021	10,123	\$ 107,434,714	\$ 10,613	10.93 %	\$ 127,976,136	\$ 12,642	17.56 %	827	12.2	66.7 %
2020	11,273	107,851,291	9,567	0.43	121,230,254	10,754	7.74	773	14.6	92.0
2019	11,362	108,235,764	9,526	7.33	113,408,130	9,981	(0.34)	793	14.3	93.0
2018	11,810	104,817,189	8,875	9.98	118,287,621	10,016	7.39	878	13.5	93.0
2017	12,453	100,497,449	8,070	2.75	116,148,952	9,327	13.82	835	14.9	89.0
2016	13,020	102,259,978	7,854	0.28	106,689,063	8,194	(11.26)	735	17.7	92.0
2015	13,046	102,177,897	7,832	(1.19)	120,468,886	9,234	13.98	726	18.0	94.5
2014	13,180	104,474,479	7,927	8.94	106,778,164	8,102	2.65	734	18.0	94.3
2013	13,355	97,173,357	7,276	(2.62)	105,398,708	7,892	(2.59)	779	17.1	93.9
2012	13,350	99,747,234	7,472	(7.30)	108,156,112	8,102	(14.99)	766	17.4	93.4

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

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

ALHAMBRA ELEMENTARY SCHOOL DISTRICT NO. 68
CAPITAL ASSETS INFORMATION
LAST TEN FISCAL YEARS

	Fiscal Year Ended June 30									
	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
<u>Schools</u>										
Elementary										
Buildings	183	178	178	210	210	210	210	210	210	210
Square feet	1,300,721	1,250,721	1,250,721	1,363,309	1,363,309	1,363,309	1,363,309	1,363,309	1,363,309	1,363,309
Other										
Buildings	36	36	31	7	7	7	7	7	7	7
Square feet	219,215	219,215	169,215	21,156	29,156	29,156	29,156	29,156	29,156	29,156
<u>Administrative</u>										
Buildings	8	8	8	8	8	8	8	8	8	8
Square feet	87,175	87,175	87,175	87,175	87,175	87,175	87,175	87,175	87,175	87,175
<u>Transportation</u>										
Garages	1	1	1	1	1	1	1	1	1	1
Buses	56		56	54	59	57	57	57	57	57
Playgrounds	15	15	15	15	15	15	15	15	15	15

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

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