
BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32

Annual Comprehensive Financial Report

Fiscal Year Ended June 30, 2022



BLUE RIDGE SCHOOL DISTRICT

TRADITION • ACHIEVEMENT • INNOVATION

EST 1963

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32

LAKESIDE, ARIZONA

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

Issued by:
Business and Finance Department

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32

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INTRODUCTORY SECTION

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Blue Ridge Unified School District #32
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Dr. Michael L. Wright

Kimberly Dugdale

Superintendent of Schools

Chief Financial Officer

March 24, 2023

Citizens and Governing Board
Blue Ridge Unified School District No. 32
1200 W. White Mountain Blvd.
Lakeside, AZ 85929

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 Blue Ridge Unified School District No. 32 (District) for the fiscal year ended June 30, 2022.

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

The District's financial statements have been audited by Heinfeld, Meech & Co., P.C., a certified public accounting firm. The goal of the independent audit was to provide reasonable assurance that the financial statements of the District for the fiscal year ended June 30, 2022, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the District's financial statements for the fiscal year ended June 30, 2022, are fairly presented in conformity with accounting principles generally accepted in the United States of America. The independent auditor's report is presented as the first component of the financial section of this report.

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

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

PROFILE OF THE DISTRICT

The Blue Ridge District is located in the community of Pinetop-Lakeside, part of the scenic White Mountains, an area well-known for its outdoor activities, including hiking, hunting, fishing and skiing. There are approximately 4,600 year-round residents. The local community's economy is hospitality-based, relying most on tourism. Sitting at an elevation of 6,800 feet, Pinetop-Lakeside offers clean crisp air, miles of trails through the world's largest Ponderosa Pine Forest, and over 200 streams and lakes. The population of the area swell in the summer months to over 35,000 to 40,000 people. Households in Pinetop-Lakeside have a median annual income of \$56,050, which is less than the median annual income of \$65,712 across the entire United States.

Blue Ridge Unified School District No. 32 was established in 1963 and is one of 22 public school districts located in Navajo County, Arizona. Our three schools provide public education programs for approximately 1,720 students grades K-12 (51 of which are from the communities of Concho, McNary and Whiteriver). Blue Ridge Elementary supports approximately 820 students, grades PK-6. The junior high and high schools serve 268 and 671 students, respectively. Projected enrollment for 2022-23 is 1,775 students.

Students in grades 7-12 enjoy a wide range of curricular, co-curricular and extracurricular activities. Blue Ridge High School also provides opportunities for its students to participate in Career and Technology Education, CTE programs both onsite and through our association with Northern Arizona Vocational Institute of Technology (NAVIT). Northern Pioneer College

provides concurrent enrollment opportunity for our high school students, enabling them to receive college credit while attending high school. Our academic, fine arts and athletic programs have longstanding traditions of excellence and high achievement.

A few large retailers such as Walmart, Summit Health Care, Home Depot and Lowes combined employ several hundred full-time employees. The Blue Ridge Unified School District employs about 266 people, making it one of the largest employers in the immediate area.

Property valuations have begun to improve over the last 24 months, and real estate locally has experienced an increase in value. Homes are selling faster than normal; however, the construction industry has not approached pre-recession levels, nor is it expected to do so. Most new construction is targeted to second home owners and retirees. There are no immediate plans for building large-scale single-family home projects. The District does not anticipate experiencing any significant growth over the next several years. However, it has consolidated its facilities to position itself in the event it experiences either rapid growth or declining enrollment. The average age of school buildings is 40 years old.

Arizona public school districts are supported on a current year funding basis which has further complicated school funding. Student enrollment drives district financial resources based on average daily membership (ADM), or student count. This reality makes long-term financial planning difficult for school districts statewide. The ability to maintain the current level of educational and extracurricular programs will be based largely on the District's ability to successfully pass future override initiatives. The current level of educational and extracurricular programing cannot be maintained past 2022 without additional override or state-funded support.

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 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 governance 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 body 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 with a separately elected governing body, is legally distinct, 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. Furthermore, component units combined with the District for financial statement purposes and the District are not included in any other governmental entity. Consequently, the District's financial statements include only the funds of those organizational entities for which its elected governing board is financially accountable. The District's major operations include education, student transportation, construction and maintenance of District facilities, food services, and extracurricular functions including music and athletic programs.

Blue Ridge Schools Maintenance and Operation override election failed in November 2019 and subsequently, the District had to reduce the maintenance and operation budget by five percent or \$600,000 of the previous year's override limit. This amount will continue to be reduced by a third each year until it phases out. The Governing Board has the option to go out for another election if it chooses to do so.

The District has outstanding bond obligations in the amount of \$17.8 million against a total bonding capacity of \$62.6 million. It is important to note that Proposition 301 monies were set to expire in 2021 but were extended for another 20 years. These dollars provide much needed salary increases for instructional staff.

Capital funding for all public school districts remains woefully short of meeting operational needs. A lawsuit against the state has been seen and full restoration should occur the next two years.

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

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

FACTORS AFFECTING FINANCIAL CONDITION

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

Local Economy. The single most influential driver of our local economy is tourism. The town of Pinetop-Lakeside serves as a destination location for summer, fall and winter tourists. Hiking, fishing, hunting, and skiing draw considerable numbers of tourists each year. Wildfires and dry winter months present significant financial risks to the local economy.

Local business consist mostly of retail, restaurant, and lodging operations. Summit Health Care is the anchor for the community's medical facilities. The region has suffered a reduction in high paying jobs at three power plants operated by Tucson Electric, Arizona Public Service and the Salt River Project over the last several years. Each of these organizations is slowly scaling back their respective business operations locally in the coming years.

The District's growth in its free and reduced lunch programs demonstrates an increase in residents living at or below the poverty level. Since the recession of 2008, unemployment in the broader region has remained higher than statewide levels. The surrounding communities generally have lower property values, driving a lower cost of living, which seems to attract young families to neighboring communities.

Long-term Financial Planning.

Funding for Arizona public schools is driven by average daily membership (ADM), or student count. Recently, the Arizona Legislature changed the way in which school districts receive funding. Until just recently, funding was based upon prior year's student population. This approach enabled school districts to estimate their financial resources for future planning. The new funding mechanism, (current year) forces districts to adjust their staffing and programming immediately to achieve operational alignment with allocated resources (as determined by current student populations). Strategic planning is made difficult in the absence of certainty of financial resources. Therefore, schools are forced to take a more reactive approach within their planning and operations.

In March 2015, the Governing School Board authorized its superintendent to implement a District-wide strategic plan which, among other things, called for an evaluation of the District's people, programs and future budget recommendations. As a result, by the end of the 2015 school year, several changes were made impacting both personnel and programs.

By the beginning of the 2016-17 school year, the District had consolidated a number of administrative positions, reducing its administrative costs by \$463,000 dollars. Additional operational changes were made to increase efficiency while reducing costs.

In the spring 2016, the superintendent formed a committee represented by all key educational stakeholders to evaluate the condition of the District's existing facilities and educational supports. Discovered by the Committee was the impact of years of deferred maintenance resulting from deep and lasting cuts to the District's capital funding. Subsequently, many of the District's facilities and assets were found in a state of disrepair. After a series of community hearings and committee meetings, the Board approved a \$15 million bond election. The bond was approved during the November 2016 presidential election, followed by a successful bond sale in December of that same year. Since that time, over \$10 million has been invested in busses, computers, facilities and buildings. The bond dollars also funded the consolidation of the elementary and middle schools, and the relocation of the junior high. In addition, the District strategically relocated students to our newest, most energy efficient campus, while restoring and reopening a school closed for seven years. The consolidation also repurposed our oldest, least efficient school building by leasing a good portion of it to a local church. The remaining portion services our pre-K programs.

The District will implement its Education Master Plan prior to the start of the 2018-19 school year. This plan considers immediate and future operational and educational needs District-wide from 2018-21. The financial resources required to support identified needs will be incorporated within the plan. In addition, future planning will include the operational adjustments required to respond to both student growth and declining enrollment.

AWARDS AND ACKNOWLEDGMENT

Awards. The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to the District for its annual comprehensive financial report for the fiscal year ended June 30, 2021. This was the fifth consecutive year that the District has received this prestigious award. In addition, the Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its annual comprehensive financial report for the fiscal year ended June 30, 2021. In order to be awarded these certificates, the District published an easily readable and efficiently organized annual comprehensive financial report. This report satisfied both accounting principles generally accepted in the United States of America and applicable legal requirements.

These certificates are valid for a period of one year only. We believe that our current annual comprehensive financial report continues to meet the programs' requirements and we are submitting it to ASBO and GFOA to determine its eligibility for the fiscal year ended June 30, 2022 certificates.

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

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

Respectfully submitted,

A handwritten signature in blue ink, appearing to read "Michael Wright" followed by "EDD." in a stylized, cursive script.

Michael L. Wright
Superintendent of Schools

A handwritten signature in blue ink, appearing to read "Kimberly Dugdale" in a cursive script.

Kimberly Dugdale
Chief Financial Officer



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

Blue Ridge Unified School District 32

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

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



A handwritten signature in black ink, reading 'William A. Sutter'.

**William A. Sutter
President**

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

**David J. Lewis
Executive Director**



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Blue Ridge Unified School District No. 32
Arizona**

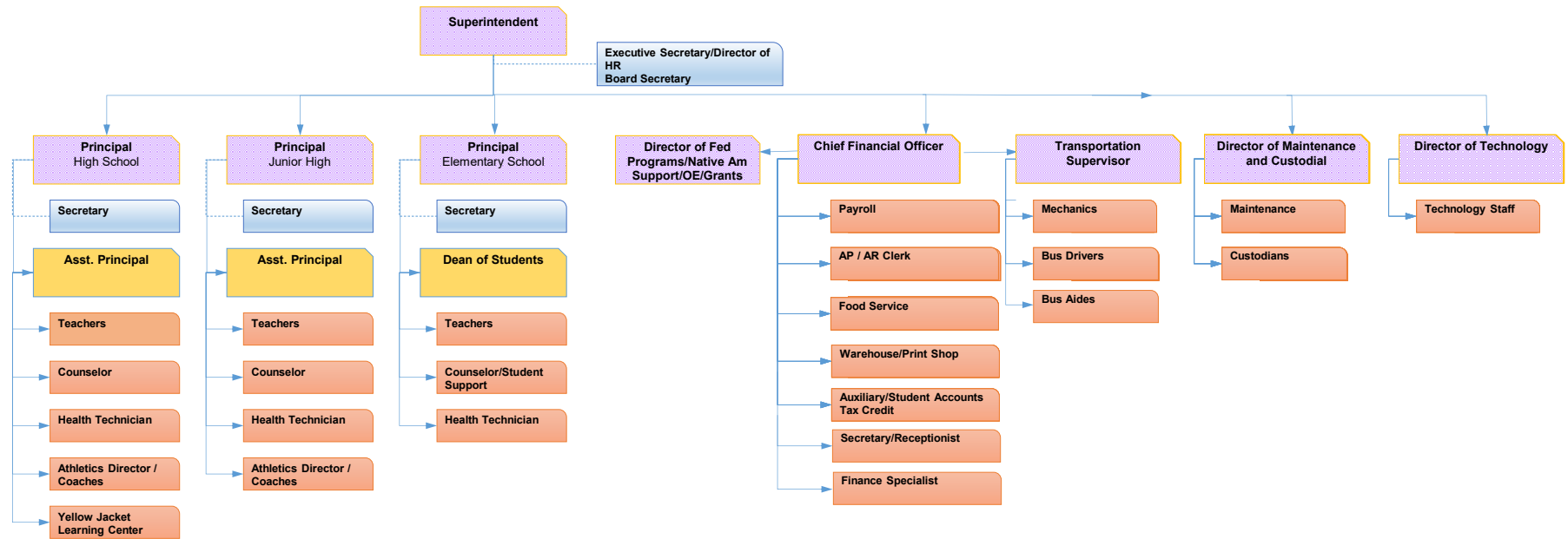
For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2021

Christopher P. Morill

Executive Director/CEO

Blue Ridge Unified School District Organization Chart 2021-2022



BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32

LIST OF PRINCIPAL OFFICIALS

GOVERNING BOARD

David Merrill, Board President

Chuck Waldo, Vice President

Margaret Gabe, Board Member

Diana Butler, Board Member

Jennifer Brimhall, Board Member

ADMINISTRATIVE STAFF

Michael L. Wright, Superintendent of Schools

Kimberly Dugdale, Chief Financial Officer

FINANCIAL SECTION

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Independent Auditor's Report

Governing Board
Blue Ridge Unified School District No. 32

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 Blue Ridge Unified School District No. 32 (District), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Blue Ridge Unified School District No. 32, as of June 30, 2022, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of Blue Ridge Unified School District No. 32 and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Change in Accounting Principle

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

Other Matters

Required Supplementary Information

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

Supplementary Information

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

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 24, 2023, on our consideration of Blue Ridge Unified School District No. 32'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 Blue Ridge Unified School District No. 32'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 Blue Ridge Unified School District No. 32's internal control over financial reporting and compliance.

Heinfeld Meech & Co. PC

Heinfeld, Meech & Co., P.C.
Flagstaff, Arizona
March 24, 2023

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

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BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022

As management of the Blue Ridge Unified School District No. 32 (District), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2022. The management's discussion and analysis is presented as required supplementary information to supplement the basic financial statements. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report.

FINANCIAL HIGHLIGHTS

- The District's total net position of governmental activities increased \$3.8 million which represents a 16 percent increase from the prior fiscal year primarily as a result of increases in operating grants and contributions and unrestricted state aid due to higher student enrollment.
- General revenues accounted for \$19.4 million in revenue, or 70 percent of all current fiscal year revenues. Program specific revenue in the form of charges for services and grants and contributions accounted for \$8.4 million or 30 percent of total current fiscal year revenues.
- The District had approximately \$24.0 million in expenses related to governmental activities, an increase of five percent from the prior fiscal year primarily as a result of supplies and equipment purchased in response to COVID-19.
- Among major funds, the General Fund had \$14.0 million current fiscal year revenues, which primarily consisted of state aid and property taxes, and \$13.9 million in expenditures. The General Fund's fund balance increase from \$4.9 million at the prior fiscal year end to \$5.0 million at the end of the current fiscal year was primarily due to transfers in of indirect costs for federal and state grants.

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.

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022

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, operation of non-instructional services, and interest on long-term debt.

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

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

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

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022

OVERVIEW OF FINANCIAL STATEMENTS

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

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

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's budget process and pension plan. The District adopts an annual expenditure budget for all governmental funds. A schedule of revenues, expenditures and changes in fund balances – budget and actual has been provided for the General Fund and major Special Revenue Funds as required supplementary information. Schedules for the pension 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 \$27.6 million at the current fiscal year end.

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

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022

GOVERNMENT-WIDE FINANCIAL ANALYSIS

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

	As of June 30, 2022	As of June 30, 2021
Current assets	\$ 12,275,469	\$ 9,190,523
Capital assets, net	49,979,181	51,683,757
Total assets	<u>62,254,650</u>	<u>60,874,280</u>
Deferred outflows	<u>3,405,208</u>	<u>3,262,144</u>
Current and other liabilities	1,732,407	883,880
Long-term liabilities	31,751,954	38,686,958
Total liabilities	<u>33,484,361</u>	<u>39,570,838</u>
Deferred inflows	<u>4,542,530</u>	<u>650,420</u>
Net position:		
Net investment in capital assets	30,877,736	29,584,899
Restricted	5,062,928	3,210,315
Unrestricted	(8,307,697)	(8,880,048)
Total net position	<u>\$ 27,632,967</u>	<u>\$ 23,915,166</u>

At the end of the current fiscal year the District reported positive balances in two categories of net position. Unrestricted net position, which is normally used to meet the District's mission, reported a deficit of \$8.3 million. The deficit is due to the District's proportionate share of the state pension plan's unfunded liability. The same situation held true for the prior fiscal year.

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

- The principal retirement of \$2.9 million of bonds and financed purchases payable.
- The increase in accumulated depreciation of \$2.7 million through depreciation expense.
- The decrease of \$3.8 million in pension liabilities.

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022

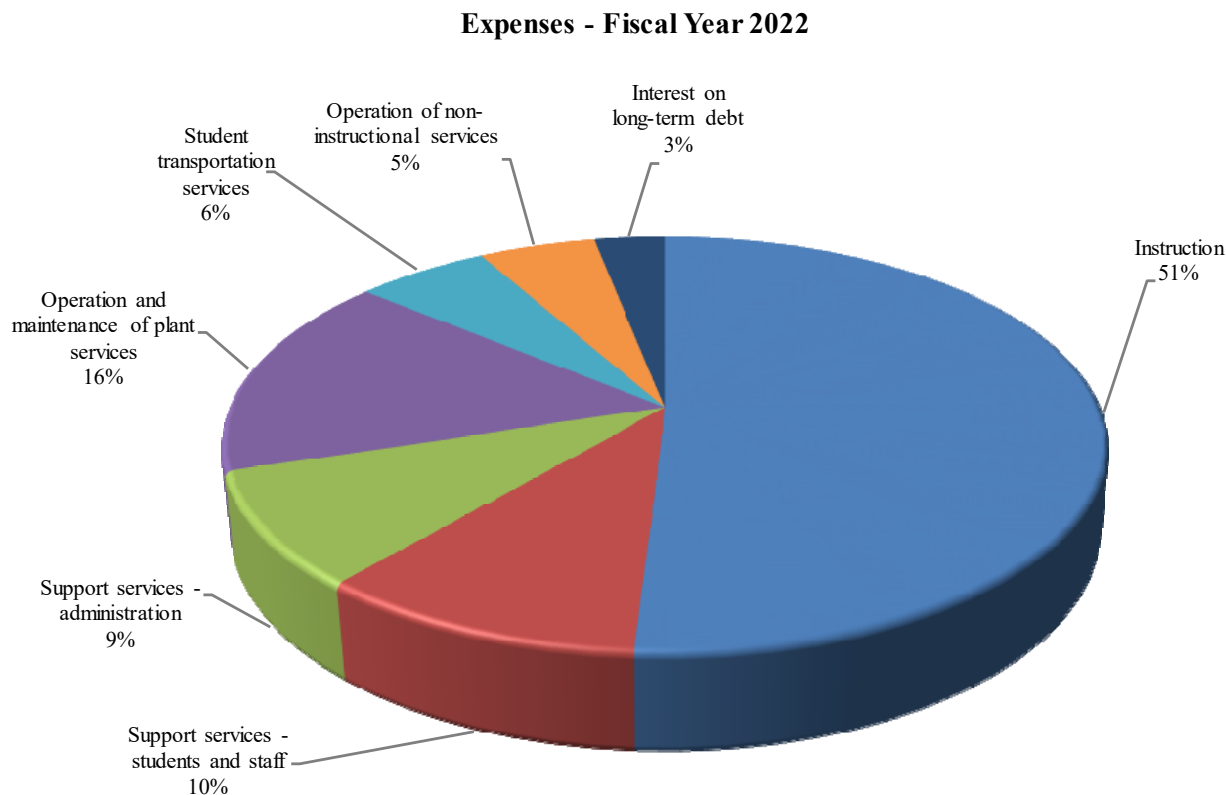
GOVERNMENT-WIDE FINANCIAL ANALYSIS

Changes in net position. The District's total revenues for the current fiscal year were \$27.8 million. The total cost of all programs and services was \$24.0 million. The following table presents a summary of the changes in net position for the fiscal years ended June 30, 2022 and June 30, 2021.

	Fiscal Year Ended June 30, 2022	Fiscal Year Ended June 30, 2021
Revenues:		
Program revenues:		
Charges for services	\$ 1,384,745	\$ 1,019,207
Operating grants and contributions	6,531,124	4,408,795
Capital grants and contributions	529,479	174,654
General revenues:		
Property taxes	13,576,048	13,474,714
Investment income	28,586	76,465
Unrestricted county aid	196,824	82,931
Unrestricted state aid	5,020,422	4,021,350
Unrestricted federal aid	535,446	801,785
Total revenues	<u>27,802,674</u>	<u>24,059,901</u>
Expenses:		
Instruction	12,225,931	11,646,188
Support services - students and staff	2,483,900	2,292,135
Support services - administration	2,133,189	2,127,607
Operation and maintenance of plant services	3,820,431	3,690,041
Student transportation services	1,392,022	1,373,435
Operation of non-instructional services	1,220,504	957,361
Interest on long-term debt	731,177	728,626
Total expenses	<u>24,007,154</u>	<u>22,815,393</u>
Changes in net position	3,795,520	1,244,508
Net position, beginning, as restated	23,837,447	22,670,658
Net position, ending	<u><u>\$ 27,632,967</u></u>	<u><u>\$ 23,915,166</u></u>

**BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022**

GOVERNMENT-WIDE FINANCIAL ANALYSIS



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

- Operating grants and contributions increased \$2.1 million primarily as a result of an increase in federal funding for child nutrition programs.
- Unrestricted state aid increased \$1.0 million primarily as a result of increased student enrollment and increased funding from the state legislature.

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.

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022

GOVERNMENT-WIDE FINANCIAL ANALYSIS

	Year Ended June 30, 2022		Year Ended June 30, 2021	
	Total	Net (Expense)/	Total	Net (Expense)/
	Expenses	Revenue	Expenses	Revenue
Instruction	\$ 12,225,931	\$ (6,806,211)	\$ 11,646,188	\$ (7,711,139)
Support services - students and staff	2,483,900	(1,825,789)	2,292,135	(2,052,739)
Support services - administration	2,133,189	(1,707,108)	2,127,607	(1,987,325)
Operation and maintenance of plant services	3,820,431	(3,820,431)	3,690,041	(3,570,005)
Student transportation services	1,392,022	(1,392,022)	1,373,435	(1,357,969)
Operation of non-instructional services	1,220,504	720,932	957,361	195,066
Interest on long-term debt	731,177	(731,177)	728,626	(728,626)
Total	<u>\$ 24,007,154</u>	<u>\$ (15,561,806)</u>	<u>\$ 22,815,393</u>	<u>\$ (17,212,737)</u>

- The cost of all governmental activities this year was \$24.0 million.
- Federal and State governments and charges for services subsidized certain programs with grants and contributions and other local revenues of \$8.4 million.
- Net cost of governmental activities of \$15.6 million was financed by general revenues, which are made up of primarily property taxes of \$13.6 million, state and county aid of \$5.2 million, and unrestricted federal aid of \$535,446. Investment earnings accounted for \$28,586 of funding.

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 7.2 million, a decrease of \$443,207.

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

The General Fund comprises 69 percent of the total fund balance. Approximately \$4.9 million, or 99 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 \$98,715 to \$5.0 million as of fiscal year end was primarily a result of transfers in for indirect costs of federal and state grants. General Fund revenues increased \$252,423, while expenditures increased \$988,333.

The Title I Grants Fund's fund balance decreased from a deficit balance of \$118,603 to a deficit balance of \$378,622 primarily due to pending grant reimbursements.

The Other Federal Projects Fund's fund balance decreased from a deficit balance of \$238,204 to a deficit balance of \$1.9 million primarily due to pending reimbursements.

The Debt Service Fund's fund balance increased from \$1.1 million to \$1.3 million primarily due to property tax collections exceeding debt service payments.

BUDGETARY HIGHLIGHTS

Over the course of the year, the District revised the General Fund annual expenditure budget for changes in student enrollment counts. The difference between the original budget and the final amended budget was a \$1.2 million decrease, or approximately eight percent.

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

- The favorable variance of \$1.2 million in instruction expenditures was primarily a result of funding provided by COVID-19 relief funds which allowed the District to allocate payroll expenditures out of the General Fund.
- The unfavorable variance of \$162,741 in operation and maintenance of plant services expenditures was primarily a result of supplies and equipment purchased in response to COVID-19.

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. At year end, the District had invested \$99.6 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 \$994,894 from the prior fiscal year, primarily due to building improvements and the purchase of vehicles, furniture and equipment. Construction in progress at the end of the year totaled \$504,377. Total depreciation expense for the current fiscal year was \$2.7 million.

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

	As of June 30, 2022	As of June 30, 2021
Capital assets - non-depreciable	\$ 1,303,897	\$ 799,520
Capital assets - depreciable, net	48,675,284	50,884,237
Total	<u>\$ 49,979,181</u>	<u>\$ 51,683,757</u>

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

Debt Administration. At year end, the District had \$19.5 million in long-term debt outstanding, \$2.4 million due within one year.

The District's general obligation bonds are subject to two limits; the Constitutional debt limit (total debt limit) on all general obligation bonds (up to 30 percent of the total net full cash assessed valuation) and the statutory debt limit on Class B bonds (the greater of 20 percent of the net full cash assessed valuation or \$1,500 per student). The current total debt limitation for the District is \$93.9 million and the Class B debt limit is \$62.6 million, which are more than the District's total outstanding general obligation and Class B debt, respectively.

Additional information on the District's long-term debt can be found in Notes 9 through 11.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

Many factors were considered by the District's administration during the process of developing the fiscal year 2022-23 budget. Among them:

- District student population (estimated 1,775).
- Employee salaries (estimated \$7.5 million).

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

**BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022**

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

Budgeted expenditures in the General Fund decreased 10 percent to \$12.3 million in fiscal year 2022-23. An expected reduction in student enrollment is the primary reason for the decrease. State aid and property taxes are expected to be the primary funding sources. No new programs were added to the 2022-23 budget.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the resources it receives. If you have questions about this report or need additional information, contact the Business and Finance Department, Blue Ridge Unified School District No. 32, 1200 West White Mountain Boulevard, Lakeside, Arizona, 85929.

BASIC FINANCIAL STATEMENTS

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GOVERNMENT-WIDE FINANCIAL STATEMENTS

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
STATEMENT OF NET POSITION
JUNE 30, 2022

	Governmental Activities
<u>ASSETS</u>	
Current assets:	
Cash and investments	\$ 7,113,492
Property taxes receivable	313,229
Accounts receivable	125,838
Due from governmental entities	4,160,278
Inventory	46,587
Leases receivable	516,045
Total current assets	<u>12,275,469</u>
Noncurrent assets:	
Capital assets not being depreciated	1,303,897
Capital assets, net of accumulated depreciation	<u>48,675,284</u>
Total noncurrent assets	<u>49,979,181</u>
Total assets	<u>62,254,650</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>	
Deferred charge on refunding	310,193
Pension plan items	<u>3,095,015</u>
Total deferred outflows of resources	<u>3,405,208</u>
<u>LIABILITIES</u>	
Current liabilities:	
Accounts payable	1,466,061
Accrued payroll and employee benefits	266,346
Compensated absences payable	290,696
Financed purchases payable	184,109
Bonds payable	<u>2,210,000</u>
Total current liabilities	<u>4,417,212</u>
Noncurrent liabilities:	
Non-current portion of long-term obligations	<u>29,067,149</u>
Total noncurrent liabilities	<u>29,067,149</u>
Total liabilities	<u>33,484,361</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>	
Pension plan items	4,051,607
Leases	<u>490,923</u>
Total deferred inflows of resources	<u>4,542,530</u>
<u>NET POSITION</u>	
Net investment in capital assets	30,877,736
Restricted for:	
Instruction	1,356,275
Food service	834,671
Other local initiatives	207,379
Debt service	1,337,122
Capital outlay	1,327,481
Unrestricted	<u>(8,307,697)</u>
Total net position	<u>\$ 27,632,967</u>

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

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2022

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:					
Instruction	\$ 12,225,931	\$ 1,194,596	\$ 3,695,645	\$ 529,479	\$ (6,806,211)
Support services - students and staff	2,483,900		658,111		(1,825,789)
Support services - administration	2,133,189		426,081		(1,707,108)
Operation and maintenance of plant services	3,820,431				(3,820,431)
Student transportation services	1,392,022				(1,392,022)
Operation of non-instructional services	1,220,504	190,149	1,751,287		720,932
Interest on long-term debt	731,177				(731,177)
Total governmental activities	<u>\$ 24,007,154</u>	<u>\$ 1,384,745</u>	<u>\$ 6,531,124</u>	<u>\$ 529,479</u>	<u>(15,561,806)</u>

General revenues:

Taxes:

Property taxes, levied for general purposes	9,377,383
Property taxes, levied for debt service	3,639,964
Property taxes, levied for capital outlay	558,701
Investment income	28,586
Unrestricted county aid	196,824
Unrestricted state aid	5,020,422
Unrestricted federal aid	535,446
Total general revenues	<u>19,357,326</u>

Changes in net position 3,795,520

Net position, beginning of year, as restated 23,837,447

Net position, end of year \$ 27,632,967

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

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FUND FINANCIAL STATEMENTS

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2022

	<u>General</u>	<u>Title I Grants</u>	<u>Other Federal Projects</u>
<u>ASSETS</u>			
Cash and investments	\$ 2,231,410	\$	\$
Property taxes receivable	201,763		
Accounts receivable	1,800		
Due from governmental entities	288,225	478,992	2,459,080
Due from other funds	2,731,238		
Inventory			
Leases receivable	273,423		
Total assets	<u><u>\$ 5,727,859</u></u>	<u><u>\$ 478,992</u></u>	<u><u>\$ 2,459,080</u></u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 141,517	\$ 6,918	\$ 635,849
Due to other funds		370,613	1,886,947
Accrued payroll and employee benefits	227,126	1,091	19,325
Total liabilities	<u>368,643</u>	<u>378,622</u>	<u>2,542,121</u>
Deferred inflows of resources:			
Unavailable revenues - property taxes	129,150		
Unavailable revenues - intergovernmental		478,992	1,849,724
Leases	272,438		
Total deferred inflows of resources	<u>401,588</u>	<u>478,992</u>	<u>1,849,724</u>
Fund balances (deficits):			
Nonspendable			
Restricted	71,913		
Unassigned	4,885,715	(378,622)	(1,932,765)
Total fund balances	<u>4,957,628</u>	<u>(378,622)</u>	<u>(1,932,765)</u>
Total liabilities, deferred inflows of resources and fund balances	<u><u>\$ 5,727,859</u></u>	<u><u>\$ 478,992</u></u>	<u><u>\$ 2,459,080</u></u>

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

<u>Debt Service</u>	<u>Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 1,215,728	\$ 3,666,354	\$ 7,113,492
97,199	14,267	313,229
	99,843	101,643
24,195	933,981	4,184,473
		2,731,238
	46,587	46,587
	242,622	516,045
<u>\$ 1,337,122</u>	<u>\$ 5,003,654</u>	<u>\$ 15,006,707</u>

\$	\$ 681,777	\$ 1,466,061
	473,678	2,731,238
	18,804	266,346
	<u>1,174,259</u>	<u>4,463,645</u>

71,431	14,267	214,848
	288,170	2,616,886
	218,485	490,923
<u>71,431</u>	<u>520,922</u>	<u>3,322,657</u>

	46,587	46,587
1,265,691	3,633,303	4,970,907
	(371,417)	2,202,911
<u>1,265,691</u>	<u>3,308,473</u>	<u>7,220,405</u>

<u>\$ 1,337,122</u>	<u>\$ 5,003,654</u>	<u>\$ 15,006,707</u>
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BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2022

Total governmental fund balances		\$ 7,220,405
Amounts reported for <i>governmental activities</i> 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	\$ 99,640,569	
Less accumulated depreciation/amortization	<u>(49,661,388)</u>	49,979,181
Some receivables are not available to pay for current period expenditures and, therefore, are reported as unavailable revenues in the funds.		
Property taxes	214,848	
Intergovernmental	<u>2,616,886</u>	2,831,734
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.		
		310,193
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	3,095,015	
Deferred inflows of resources related to pensions	<u>(4,051,607)</u>	(956,592)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.		
Compensated absences payable	(336,486)	
Financed purchases payable	(1,697,888)	
Net pension liability	(11,963,566)	
Bonds payable	<u>(17,754,014)</u>	<u>(31,751,954)</u>
Net position of governmental activities		<u>\$ 27,632,967</u>

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

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2022

	<u>General</u>	<u>Title I Grants</u>	<u>Other Federal Projects</u>
Revenues:			
Other local	\$ 767,388	\$	\$
Property taxes	9,392,404		
State aid and grants	3,211,537		
Federal aid, grants and reimbursements	623,162	465,209	1,370,814
Total revenues	<u>13,994,491</u>	<u>465,209</u>	<u>1,370,814</u>
Expenditures:			
Current -			
Instruction	5,866,201	548,832	2,483,895
Support services - students and staff	1,775,266	24,405	320,054
Support services - administration	1,931,670	115,868	14,277
Operation and maintenance of plant services	2,792,482		17,889
Student transportation services	1,073,454		
Operation of non-instructional services	41,143		
Capital outlay	463,876		167,299
Debt service -			
Principal retirement			
Interest and fiscal charges			
Total expenditures	<u>13,944,092</u>	<u>689,105</u>	<u>3,003,414</u>
Excess (deficiency) of revenues over expenditures	<u>50,399</u>	<u>(223,896)</u>	<u>(1,632,600)</u>
Other financing sources (uses):			
Transfers in	279,976		
Transfers out	(231,660)	(36,123)	(61,961)
Total other financing sources (uses)	<u>48,316</u>	<u>(36,123)</u>	<u>(61,961)</u>
Changes in fund balances	<u>98,715</u>	<u>(260,019)</u>	<u>(1,694,561)</u>
Fund balances (deficits), beginning of year, as restated	4,858,913	(118,603)	(238,204)
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	<u>\$ 4,957,628</u>	<u>\$ (378,622)</u>	<u>\$ (1,932,765)</u>

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

Debt Service	Non-Major Governmental Funds	Total Governmental Funds
\$ 31,749	\$ 915,047	\$ 1,714,184
3,625,749	550,113	13,568,266
	2,382,609	5,594,146
	2,200,471	4,659,656
<u>3,657,498</u>	<u>6,048,240</u>	<u>25,536,252</u>
	1,971,803	10,870,731
	439,835	2,559,560
	55,216	2,117,031
	120	2,810,491
	4,139	1,077,593
	1,149,642	1,190,785
	983,763	1,614,938
2,680,000	191,723	2,871,723
824,650	59,820	884,470
<u>3,504,650</u>	<u>4,856,061</u>	<u>25,997,322</u>
<u>152,848</u>	<u>1,192,179</u>	<u>(461,070)</u>
	251,718	531,694
	(201,950)	(531,694)
	<u>49,768</u>	
<u>152,848</u>	<u>1,241,947</u>	<u>(461,070)</u>
1,112,843	2,048,663	7,663,612
	17,863	17,863
<u>\$ 1,265,691</u>	<u>\$ 3,308,473</u>	<u>\$ 7,220,405</u>

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2022

Changes in fund balances - total governmental funds **\$ (461,070)**

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

Governmental funds report the portion of capital outlay for capitalized assets as expenditures.

However, in the Statement of Activities, the costs of those assets are allocated over their estimated useful lives and reported as depreciation expense.

Expenditures for capitalized assets	\$ 994,894	
Less current year depreciation	<u>(2,699,470)</u>	(1,704,576)

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

Property taxes	7,782	
Intergovernmental	<u>2,258,640</u>	2,266,422

Repayments of long-term debt principal are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.

Financed purchase principal retirement	191,723	
Bond principal retirement	<u>2,680,000</u>	2,871,723

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

Current year pension contributions	1,332,123	
Pension expense	<u>(716,199)</u>	615,924

Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Inventory	17,863	
Amortization of deferred bond items	153,293	
Compensated absences	<u>35,941</u>	<u>207,097</u>

Changes in net position in governmental activities **\$ 3,795,520**

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

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Blue Ridge Unified School District No. 32 (District) have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

During the year ended June 30, 2022, the District implemented the provisions of GASB Statement No. 87, *Leases*. This Statement increases the usefulness of the financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases. The statement establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. Beginning balances of leases receivable and deferred inflows for leases were restated by \$355,570 each. This resulted in no net effect on beginning balances reported in the financial statements due to the implementation of the standard.

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

A. Reporting Entity

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

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

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

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

The District's major operations include education, student transportation, construction and maintenance of District facilities, food services, bookstore and athletic functions.

B. Government-Wide and Fund Financial Statements

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

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

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

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

Fund Financial Statements – Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due.

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.

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

The District reports the following major governmental funds:

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

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

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

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

D. Cash and Investments

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

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

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

E. Investment Income

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

F. Receivables and Payables

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

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

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

G. Property Tax Calendar

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

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

H. Inventory

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories consist of expendable supplies held for consumption. Inventories are recorded as expenses when consumed 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.

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

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

Land improvements	15 – 25 years
Buildings and improvements	10 – 75 years
Vehicles, furniture and equipment	5 – 20 years

K. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position may report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then.

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

L. Compensated Absences

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

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

M. Leases

As lessor, the District recognizes lease receivables with an initial, individual value of \$13,000 or more. If there is no stated rate in the lease contract (or if the stated rate is not the rate the District charges the lessee) and the implicit rate cannot be determined, the District uses an interest rate based on the Applicable Federal Rate as the discount to measure lease receivables.

N. Pensions

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

O. Long-term Obligations

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

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

P. Interfund Activity

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

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Q. Net Position Flow Assumption

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

R. Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

NOTE 2 – FUND BALANCE CLASSIFICATIONS

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

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

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

Committed. The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by formal action of the Governing Board. Those committed amounts cannot be used for any other purpose unless the Governing Board removes or changes the specified use by taking the same type of action it employed to previously commit those amounts. 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.

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 2 – FUND BALANCE CLASSIFICATIONS

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.

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

	General Fund	Title I Grants Fund	Other Federal Projects Fund	Debt Service Fund	Non-Major Governmental Funds
Fund Balances:					
Nonspendable:					
Inventory	\$	\$	\$	\$	\$ 46,587
Restricted:					
Debt service				1,265,691	
Capital projects	71,913				1,241,301
Bond building projects					40,264
Voter approved initiatives					565,960
Federal and state projects					7,855
Food service					788,084
Civic center					173,397
Community school					30,273
Extracurricular activities					316,419
Career and technical education					25,061
Student activities					403,563
Other purposes					41,126
Unassigned	4,885,715	(378,622)	(1,932,765)		(371,417)
Total fund balances	<u>\$ 4,957,628</u>	<u>\$ (378,622)</u>	<u>\$ (1,932,765)</u>	<u>\$ 1,265,691</u>	<u>\$ 3,308,473</u>

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 3 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

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

	<u>Deficit</u>
Major Funds:	
Title I Grants	\$ (378,622)
Other Federal Projects	(1,932,765)
Non-Major Governmental Funds:	
Professional Development and Technology Grants	(22,869)
Limited English and Immigrant Students	(24,388)
Indian Education	(61,427)
Special Education Grants	(135,591)
Vocational Education	(43,895)
Building Renewal Grant	(83,247)

The deficits arose because of operations during both the current and prior fiscal years because of pending grant reimbursements. Additional revenues received in future fiscal years are expected to eliminate the deficits.

Excess Expenditures Over Budget – At year end the District had expenditures in funds that exceeded their 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 \$1,300,938 and the bank balance was \$1,436,589. At year end, \$936,589 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

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 4 – CASH AND INVESTMENTS

Valuation Techniques. Equity securities classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities.

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

All investments in which the fair value hierarchy is applicable are measured at fair value on a recurring basis. At year end, the District's investments consisted of the following:

Investment Type	Category	Fair Value	Investment Maturities (in Years)
			Less than 1
Certificates of Deposit	Level 1	\$ 63,865	\$ 63,865
			<u>\$ 63,865</u>
County Treasurer's investment pool	Not applicable	5,748,689	1.65 years average maturities
Total		<u>\$ 5,812,554</u>	

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

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

Custodial Credit Risk – Investments. The District's investments in the County Treasurer's investment pool represent 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.

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 5 – RECEIVABLES

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

	General Fund	Title I Grants Fund	Other Federal Projects Fund	Debt Service Fund	Non-Major Governmental Funds
Due from other governmental entities:					
Due from federal government	\$ 29,910	\$ 478,992	\$ 2,459,080	\$	\$ 335,831
Due from state government					418,195
Due from other districts	258,315			24,195	179,955
Net due from governmental entities	<u>\$ 288,225</u>	<u>\$ 478,992</u>	<u>\$ 2,459,080</u>	<u>\$ 24,195</u>	<u>\$ 933,981</u>

NOTE 6 – LEASES RECEIVABLE

The District acts as a lessor for various land agreements under the provisions of contracts classified as leases. The related receivables under the lease agreements have been recorded at the present value of their future minimum lease payments as of the inception date. Lease revenue of \$36,715 and related interest revenue of \$80 are recorded as other local revenue in the General Fund and the Civic Center Fund, a non-major governmental fund.

Future minimum lease payments to be received under the lease agreements at year end are summarized as follows:

Year ending June 30:	
2023	\$ 64,695
2024	67,797
2025	68,388
2026	49,892
2027	40,038
2028-32	51,108
2033-37	54,501
2038-42	58,078
2043-47	61,548
Total	<u>\$ 516,045</u>

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 7 – CAPITAL ASSETS

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

Governmental Activities	Beginning Balance	Increase	Decrease	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 799,520	\$	\$	\$ 799,520
Construction in progress		504,377		504,377
Total capital assets, not being depreciated	799,520	504,377		1,303,897
Capital assets, being depreciated:				
Land improvements	4,705,400	46,391		4,751,791
Buildings and improvements	85,648,632	141,813		85,790,445
Vehicles, furniture and equipment	7,492,123	302,313		7,794,436
Total capital assets being depreciated	97,846,155	490,517		98,336,672
Less accumulated depreciation for:				
Land improvements	(2,851,409)	(157,534)		(3,008,943)
Buildings and improvements	(39,319,869)	(2,224,771)		(41,544,640)
Vehicles, furniture and equipment	(4,790,640)	(317,165)		(5,107,805)
Total accumulated depreciation	(46,961,918)	(2,699,470)		(49,661,388)
Total capital assets, being depreciated, net	50,884,237	(2,208,953)		48,675,284
Governmental activities capital assets, net	\$ 51,683,757	\$ (1,704,576)	\$	\$49,979,181

Depreciation expense was charged to governmental functions as follows:

Instruction	\$ 1,414,956
Support services – students and staff	13,180
Support services – administration	13,657
Operation and maintenance of plant services	1,028,631
Student transportation services	211,621
Operation of non-instructional services	17,425
Total depreciation expense – governmental activities	<u>\$ 2,699,470</u>

Construction Commitments – At year end, the District had contractual commitments related to various capital projects for the construction of weatherization and roof replacement. At year end, the District had spent \$504,377 on the projects and had estimated remaining contractual commitments of \$1.3 million. These projects are being funded with Unrestricted Capital Outlay Fund revenues and funding from the School Facilities Board.

NOTE 8 – SHORT TERM DEBT – REVOLVING LINE OF CREDIT

The District has a revolving line of credit to provide cash flow during the year to mitigate the impact of timing differences of expenditures and the receipt of state aid and property tax revenues. At year end, the District has \$600,000 in unused line of credit.

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 9 – FINANCED PURCHASES PAYABLE

The District has acquired copiers and energy savings retrofits under the provisions of contracts classified as financed purchases payable. In accordance with GASB Statement No. 87 *Leases*, contracts previously recorded as capital leases have been reclassified as financed purchases payable in the fiscal year. Revenues from the Unrestricted Capital Outlay and Energy & Water Savings Funds, both non-major governmental funds, are used to pay the debt obligations. Revenues from the General Fund are transferred to the Energy and Water Savings Fund to pay the debt obligations when due. The District receives a federal interest subsidy to fund the interest payments for the District-wide energy project.

Annual debt service requirements to maturity on financed purchases payable at year end are summarized as follows:

Year ending June 30:		Governmental Activities	
		Principal	Interest
	2023	\$ 184,109	\$ 53,391
	2024	196,130	47,348
	2025	208,685	40,913
	2026	221,794	34,068
	2027	235,479	26,795
	2028-32	651,691	32,181
Total		<u>\$ 1,697,888</u>	<u>\$ 234,696</u>

NOTE 10 – GENERAL OBLIGATION BONDS PAYABLE

Bonds payable at year end consisted of the following outstanding general obligation bonds. The bonds are callable with interest payable semiannually. Property taxes from the Debt Service Fund are used to pay bonded debt. The District's legal debt limit is \$93.9 million, and the available margin is \$76.1 million.

Purpose	Original Amount Issued	Interest Rates	Remaining Maturities	Outstanding Principal June 30, 2022	Due Within One Year
Governmental activities:					
General obligation bonds:					
School Improvement Bonds,					
Series 2017	\$ 13,920,000	2.50-5.0%	7/1/23-36	\$ 10,025,000	\$ 220,000
Refunding Bonds, Series 2021	8,100,000	4.0%	7/1/23-25	6,215,000	1,990,000
Total				<u>\$ 16,240,000</u>	<u>\$ 2,210,000</u>

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 10 – GENERAL OBLIGATION BONDS PAYABLE

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

Year ending June 30:	Governmental Activities General Obligation Bonds	
	Principal	Interest
2023	\$ 2,210,000	\$ 698,526
2024	2,305,000	613,426
2025	2,390,000	518,926
2026	1,190,000	420,926
2027	1,245,000	361,426
2028-32	4,505,000	956,630
2033-36	2,395,000	224,078
Total	<u>\$ 16,240,000</u>	<u>\$ 3,793,938</u>

NOTE 11 – CHANGES IN LONG-TERM LIABILITIES

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

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Bonds payable:					
General obligation bonds	\$ 18,920,000	\$	\$ 2,680,000	\$ 16,240,000	\$ 2,210,000
Premium	1,770,707		256,693	1,514,014	
Total bonds payable	<u>20,690,707</u>		<u>2,936,693</u>	<u>17,754,014</u>	<u>2,210,000</u>
Financed purchases payable	1,889,611		191,723	1,697,888	184,109
Net pension liability	15,734,213		3,770,647	11,963,566	
Compensated absences payable	<u>372,427</u>	<u>121,872</u>	<u>157,813</u>	<u>336,486</u>	<u>290,696</u>
Governmental activity long-term liabilities	<u>\$ 38,686,958</u>	<u>\$ 121,872</u>	<u>\$ 7,056,876</u>	<u>\$ 31,751,954</u>	<u>\$ 2,684,805</u>

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 12 – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

At year end, interfund balances were as follows:

Due to/from other funds:

	General Fund
Title I Grants	\$ 370,613
Other Federal Projects	1,886,947
Non-Major Governmental Funds	473,678
Total Due from Other Funds	<u>\$ 2,731,238</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
Transfers out			
General Fund	\$	\$ 231,660	\$ 231,660
Title I Grants	36,123		36,123
Other Federal Projects	61,961		61,961
Non-Major Governmental Funds	181,892	20,058	201,950
Total	<u>\$ 279,976</u>	<u>\$ 251,718</u>	<u>\$ 531,694</u>

Transfers between funds were used to (1) transfer energy savings from the General Fund to the Energy and Water Savings Fund, a non-major governmental fund, as allowed by statute, and (2) to move federal grant funds restricted for indirect costs.

NOTE 13 – CONTINGENT LIABILITIES

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

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

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 14 – PRIOR PERIOD ADJUSTMENTS

The July 1, 2021 government-wide net positions and the fund balances of the General Fund and several Non-Major Governmental Funds - the Special Education Grants Fund, the Unrestricted Capital Outlay Fund, the Emergency Deficiency Fund, the Building Renewal Grant Fund, and the New School Facilities Fund - did not agree to the prior year financial statements due to closing out funds and corrections made to fund balances.

	Statement of Activities	Governmental Funds	
		General Fund	Non-Major Governmental Funds
Net position/fund balance, June 30, 2021, as previously reported	23,915,166	5,158,149	1,827,146
Corrections of previously reported balances	(77,719)	(299,236)	221,517
Net position/fund balance, July 1, 2021, as restated	<u>23,837,447</u>	<u>4,858,913</u>	<u>2,048,663</u>

NOTE 15 – RISK MANAGEMENT

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

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

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

The District's employees have health and accident insurance coverage with Kairos Health Arizona, Inc. Kairos 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 Kairos for employees' health and accident insurance coverage. The agreement provides that Kairos will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of specified amounts.

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 16 – PENSIONS

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

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

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

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

*With actuarially reduced benefits

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

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 16 – PENSIONS

Contributions. In accordance with state statutes, annual actuarial valuations determine active member and employer contribution requirements. The combined active member and employer contribution rates are expected to finance the costs of benefits employees earn during the year, with an additional amount to finance any unfunded accrued liability. For the current fiscal year, active ASRS members were required by statute to contribute at the actuarially determined rate of 12.41 percent (12.22 percent for retirement and 0.19 percent for long-term disability) of the members' annual covered payroll, and the District was required by statute to contribute at the actuarially determined rate of 12.41 percent (12.01 percent for retirement, 0.21 percent for health insurance premium benefit, and 0.19 percent for long-term disability) of the active members' annual covered payroll. The District's contributions to the pension plan for the year ended June 30, 2022 were \$1,332,123.

Employers are also required to pay an Alternate Contribution Rate (ACR), for retired members who return to work in positions that would typically be filled by an employee who contributes to ASRS. The District was required by statute to contribute at the actuarially determined rate of 10.22 percent (10.13 for retirement and 0.09 percent for long-term disability). ACR contributions are included in employer contributions presented above.

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

Pension Liability. The net pension liability was measured as of June 30, 2021. The total liability used to calculate the net liability was determined using update procedures to roll forward the total liability from an actuarial valuation as of June 30, 2020, to the measurement date of June 30, 2021. The District's proportion of the net liability was based on the District's actual contributions to the applicable plan relative to the total of all participating employers' contributions to the plan for the year ended June 30, 2021. The total liabilities as of June 30, 2021, reflect changes in actuarial assumptions based on the results of an actuarial experience study for the 5-year period ended June 30, 2020, including decreasing the discount rate from 7.5 percent to 7.0 percent and changing the projected salary increases from 2.7-7.2 percent to 2.9-8.4 percent.

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

Net Liability	District % Proportion	Increase (Decrease)
\$ 11,963,566	0.091	0.000

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 16 – PENSIONS

Pension Expense and Deferred Outflows/Inflows of Resources. The District has deferred outflows and inflows of resources related to the net pension liability. Certain changes in the net pension liability are recognized as pension expense over a period of time rather than the year of occurrence. The District's pension expense for the year ended June 30, 2022 was \$716,199.

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	\$ 182,374	\$
Changes of assumptions or other inputs	1,557,154	
Net difference between projected and actual earnings on pension investments		3,790,478
Changes in proportion and differences between contributions and proportionate share of contributions	23,364	261,129
Contributions subsequent to the measurement date	1,332,123	
Total	<u>\$ 3,095,015</u>	<u>\$ 4,051,607</u>

The amounts of deferred outflows of resources resulting from contributions subsequent to the measurement date as reported in the table above will be recognized as an adjustment of the net pension liability in the year ended June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30:		
2023	\$	(200,909)
2024		54,027
2025		(835,606)
2026		(1,306,227)

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 16 – PENSIONS

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

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

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2020. The purpose of the experience study was to review actual experience in relation to the actuarial assumptions in effect. The ASRS Board adopted the experience study recommended changes which were applied to the June 30, 2020, actuarial valuation.

The long-term expected rate of return on ASRS plan investments was determined to be 7.0 percent using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage, excluding any expected inflation.

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

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

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 16 – PENSIONS

Discount Rate. The discount rate used to measure the total pension liability was 7.0 percent. The discount rate was lowered in the roll forward for the year June 30, 2021 from 7.5 percent, which was used for the actuarial assumptions at the valuation date. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the ASRS Board's funding policy, which establishes the contractually required rate under Arizona statute. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate. The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.0 percent, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
Rate	6.0%	7.0%	8.0%
Net liability	\$ 18,817,687	\$ 11,963,566	\$ 6,249,125

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

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL
YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Non-GAAP Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Other local	\$	\$	\$ 586,435	\$ 586,435
Property taxes			9,392,404	9,392,404
State aid and grants			3,211,537	3,211,537
Total revenues			<u>13,190,376</u>	<u>13,190,376</u>
Expenditures:				
Current -				
Instruction	7,807,212	6,770,255	5,589,972	1,180,283
Support services - students and staff	1,677,736	1,639,296	1,541,554	97,742
Support services - administration	1,720,703	1,688,878	1,704,084	(15,206)
Operation and maintenance of plant services	2,558,164	2,555,776	2,718,517	(162,741)
Student transportation services	1,108,819	985,794	1,064,684	(78,890)
Operation of non-instructional services	37,765	38,554	37,675	879
Total expenditures	<u>14,910,399</u>	<u>13,678,553</u>	<u>12,656,486</u>	<u>1,022,067</u>
Excess (deficiency) of revenues over expenditures	<u>(14,910,399)</u>	<u>(13,678,553)</u>	<u>533,890</u>	<u>14,212,443</u>
Other financing sources (uses):				
Transfers out			(231,660)	(231,660)
Total other financing sources (uses)			<u>(231,660)</u>	<u>(231,660)</u>
Changes in fund balances	<u>(14,910,399)</u>	<u>(13,678,553)</u>	<u>302,230</u>	<u>13,980,783</u>
Fund balances, beginning of year, as restated			2,680,729	2,680,729
Fund balances (deficits), end of year	<u>\$ (14,910,399)</u>	<u>\$ (13,678,553)</u>	<u>\$ 2,982,959</u>	<u>\$ 16,661,512</u>

See accompanying notes to this schedule.

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
TITLE I GRANTS
YEAR ENDED JUNE 30, 2022

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Federal aid, grants and reimbursements	\$	\$	\$ 465,209	\$ 465,209
Total revenues			<u>465,209</u>	<u>465,209</u>
Expenditures:				
Current -				
Instruction	609,511	2,182,950	548,832	1,634,118
Support services - students and staff			24,405	(24,405)
Support services - administration			115,868	(115,868)
Total expenditures	<u>609,511</u>	<u>2,182,950</u>	<u>689,105</u>	<u>1,493,845</u>
Excess (deficiency) of revenues over expenditures	<u>(609,511)</u>	<u>(2,182,950)</u>	<u>(223,896)</u>	<u>1,959,054</u>
Other financing sources (uses):				
Transfers out			(36,123)	(36,123)
Total other financing sources (uses)			<u>(36,123)</u>	<u>(36,123)</u>
Changes in fund balances	<u>(609,511)</u>	<u>(2,182,950)</u>	<u>(260,019)</u>	<u>1,922,931</u>
Fund balances (deficits), beginning of year, as restated			(118,603)	(118,603)
Fund balances (deficits), end of year	<u>\$ (609,511)</u>	<u>\$ (2,182,950)</u>	<u>\$ (378,622)</u>	<u>\$ 1,804,328</u>

See accompanying notes to this schedule.

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
OTHER FEDERAL PROJECTS
YEAR ENDED JUNE 30, 2022

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Federal aid, grants and reimbursements	\$	\$	\$ 1,370,814	\$ 1,370,814
Total revenues			<u>1,370,814</u>	<u>1,370,814</u>
Expenditures:				
Current -				
Instruction	6,926,381	8,487,367	2,483,895	6,003,472
Support services - students and staff			320,054	(320,054)
Support services - administration			14,277	(14,277)
Operation and maintenance of plant services			17,889	(17,889)
Capital outlay			167,299	(167,299)
Total expenditures	<u>6,926,381</u>	<u>8,487,367</u>	<u>3,003,414</u>	<u>5,483,953</u>
Excess (deficiency) of revenues over expenditures	<u>(6,926,381)</u>	<u>(8,487,367)</u>	<u>(1,632,600)</u>	<u>6,854,767</u>
Other financing sources (uses):				
Transfers out			(61,961)	(61,961)
Total other financing sources (uses)			<u>(61,961)</u>	<u>(61,961)</u>
Changes in fund balances	<u>(6,926,381)</u>	<u>(8,487,367)</u>	<u>(1,694,561)</u>	<u>6,792,806</u>
Fund balances (deficits), beginning of year			(238,204)	(238,204)
Fund balances (deficits), end of year	<u>\$ (6,926,381)</u>	<u>\$ (8,487,367)</u>	<u>\$ (1,932,765)</u>	<u>\$ 6,554,602</u>

See accompanying notes to this schedule.

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BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
ARIZONA STATE RETIREMENT SYSTEM
LAST SEVEN FISCAL YEARS

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Measurement date	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018
District's proportion of the net pension (assets) liability	0.09%	0.09%	0.10%	0.10%
District's proportionate share of the net pension (assets) liability	\$ 11,963,566	\$ 15,734,213	\$ 14,020,046	\$ 13,735,889
District's covered payroll	\$ 10,202,798	\$ 9,912,009	\$ 10,128,148	\$ 9,807,193
District's proportionate share of the net pension (assets) liability as a percentage of its covered payroll	117.26%	158.74%	138.43%	140.06%
Plan fiduciary net position as a percentage of the total pension liability	78.58%	69.33%	73.24%	73.40%

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

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Actuarially determined contribution	\$ 1,332,123	\$ 1,188,626	\$ 1,134,925	\$ 1,132,327
Contributions in relation to the actuarially determined contribution	<u>1,332,123</u>	<u>1,188,626</u>	<u>1,134,925</u>	<u>1,132,327</u>
Contribution deficiency (excess)	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
District's covered payroll	\$ 11,091,782	\$ 10,202,798	\$ 9,912,009	\$ 10,128,148
Contributions as a percentage of covered payroll	12.01%	11.65%	11.45%	11.18%

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

See accompanying notes to this schedule.

<u>2018</u>	<u>2017</u>	<u>2016</u>
June 30, 2017	June 30, 2016	June 30, 2015
0.10%	0.09%	0.09%
\$ 15,035,935	\$ 14,622,136	\$ 13,335,569
\$ 9,045,371	\$ 8,094,258	\$ 7,360,073
166.23%	180.65%	181.19%
69.92%	67.06%	68.35%

<u>2018</u>	<u>2017</u>	<u>2016</u>
\$ 1,068,984	\$ 975,091	\$ 878,227
<u>1,068,984</u>	<u>975,091</u>	<u>878,227</u>
<u>\$</u>	<u>\$</u>	<u>\$</u>
\$ 9,807,193	\$ 9,045,371	\$ 8,094,258
10.90%	10.78%	10.85%

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2022

NOTE 1 – BUDGETARY BASIS OF ACCOUNTING

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

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

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

	<u>Total Expenditures</u>	<u>Fund Balances End of Year</u>
Statement of Revenues, Expenditures and Changes in		
Fund Balances – Governmental Funds	\$ 13,944,092	\$ 4,957,628
Activity budgeted as special revenue funds	(1,277,729)	(1,980,195)
Activity budgeted as capital projects funds		(100,800)
Employee insurance account	<u>(9,877)</u>	<u>106,326</u>
Schedule of Revenues, Expenditures and Changes in Fund		
Balances – Budget and Actual – General Fund	<u>\$ 12,656,486</u>	<u>\$ 2,982,959</u>

NOTE 2 – PENSION PLAN SCHEDULES

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

Factors that Affect Trends. The actuarial assumptions used in the June 30, 2020, valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2020. The purpose of the experience study was to review actual experience in relation to the actuarial assumptions in effect. The ASRS Board adopted the experience study recommended changes which were applied to the June 30, 2020, actuarial valuation. . The total liabilities as of June 30, 2021, reflect changes in actuarial assumptions based on the results of an actuarial experience, including decreasing the discount rate from 7.5 percent to 7.0 percent and changing the projected salary increases from 2.7-7.2 percent to 2.9-8.4 percent.

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

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GOVERNMENTAL FUNDS

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
COMBINING BALANCE SHEET - ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE
JUNE 30, 2022

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total Non-Major Governmental Funds</u>
<u>ASSETS</u>			
Cash and investments	\$ 2,194,442	\$ 1,471,912	\$ 3,666,354
Property taxes receivable		14,267	14,267
Accounts receivable	99,843		99,843
Due from governmental entities	531,103	402,878	933,981
Inventory	46,587		46,587
Leases receivable	242,622		242,622
Total assets	<u><u>\$ 3,114,597</u></u>	<u><u>\$ 1,889,057</u></u>	<u><u>\$ 5,003,654</u></u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 71,877	\$ 609,900	\$ 681,777
Due to other funds	407,106	66,572	473,678
Accrued payroll and employee benefits	18,804		18,804
Total liabilities	<u>497,787</u>	<u>676,472</u>	<u>1,174,259</u>
Deferred inflows of resources:			
Unavailable revenues - property taxes		14,267	14,267
Unavailable revenues - intergovernmental	288,170		288,170
Leases	218,485		218,485
Total deferred inflows of resources	<u>506,655</u>	<u>14,267</u>	<u>520,922</u>
Fund balances (deficits):			
Nonspendable	46,587		46,587
Restricted	2,351,738	1,281,565	3,633,303
Unassigned	(288,170)	(83,247)	(371,417)
Total fund balances	<u>2,110,155</u>	<u>1,198,318</u>	<u>3,308,473</u>
Total liabilities, deferred inflows of resources and fund balances	<u><u>\$ 3,114,597</u></u>	<u><u>\$ 1,889,057</u></u>	<u><u>\$ 5,003,654</u></u>

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE
YEAR ENDED JUNE 30, 2022

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total Non-Major Governmental Funds</u>
Revenues:			
Other local	\$ 883,745	\$ 31,302	\$ 915,047
Property taxes		550,113	550,113
State aid and grants	1,766,391	616,218	2,382,609
Federal aid, grants and reimbursements	<u>2,200,471</u>		<u>2,200,471</u>
Total revenues	<u>4,850,607</u>	<u>1,197,633</u>	<u>6,048,240</u>
Expenditures:			
Current -			
Instruction	1,971,803		1,971,803
Support services - students and staff	439,835		439,835
Support services - administration	55,216		55,216
Operation and maintenance of plant services	120		120
Student transportation services	4,139		4,139
Operation of non-instructional services	1,149,642		1,149,642
Capital outlay	43,146	940,617	983,763
Debt service -			
Principal retirement		191,723	191,723
Interest and fiscal charges		59,820	59,820
Total expenditures	<u>3,663,901</u>	<u>1,192,160</u>	<u>4,856,061</u>
Excess (deficiency) of revenues over expenditures	<u>1,186,706</u>	<u>5,473</u>	<u>1,192,179</u>
Other financing sources (uses):			
Transfers in	20,059	231,659	251,718
Transfers out	<u>(201,950)</u>		<u>(201,950)</u>
Total other financing sources (uses)	<u>(181,891)</u>	<u>231,659</u>	<u>49,768</u>
Changes in fund balances	<u>1,004,815</u>	<u>237,132</u>	<u>1,241,947</u>
Fund balances, beginning of year, as restated	1,087,477	961,186	2,048,663
Increase (decrease) in reserve for inventory	17,863		17,863
Fund balances, end of year	<u>\$ 2,110,155</u>	<u>\$ 1,198,318</u>	<u>\$ 3,308,473</u>

SPECIAL REVENUE FUNDS

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

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

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

Student Success - to account for student success monies.

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

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

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.

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

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

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

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

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

Impact Aid - to account for financial assistance to local educational agencies that are financially burdened by federal activities.

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

College Credit Exam Incentives - to account for financial assistance received for college credit exams.

Rural Assistance - to account for state assistance distributed to school districts located in a county with a population of less than 500,000.

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.

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

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

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

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

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

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

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

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2022

	Classroom Site	Instructional Improvement	Professional Development and Technology Grants
<u>ASSETS</u>			
Cash and investments	\$ 526,421	\$ 9,455	\$
Accounts receivable			
Due from governmental entities		34,742	22,869
Inventory			
Leases receivable			
Total assets	<u>\$ 526,421</u>	<u>\$ 44,197</u>	<u>\$ 22,869</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$	\$	\$
Due to other funds			22,869
Accrued payroll and employee benefits	4,658		
Total liabilities	<u>4,658</u>		<u>22,869</u>
Deferred inflows of resources:			
Unavailable revenues - intergovernmental			22,869
Leases			
Total deferred inflows of resources			<u>22,869</u>
Fund balances (deficits):			
Nonspendable			
Restricted	521,763	44,197	
Unassigned			(22,869)
Total fund balances	<u>521,763</u>	<u>44,197</u>	<u>(22,869)</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 526,421</u>	<u>\$ 44,197</u>	<u>\$ 22,869</u>

<u>Limited English and Immigrant Students</u>	<u>Indian Education</u>	<u>Special Education Grants</u>	<u>Vocational Education</u>	<u>College Credit Exam Incentives</u>	<u>Food Service</u>
\$	\$	\$	\$	\$ 7,855	\$ 716,889
24,388	61,427	135,591	43,895		83,832
					47,661
					46,587
<u>\$ 24,388</u>	<u>\$ 61,427</u>	<u>\$ 135,591</u>	<u>\$ 43,895</u>	<u>\$ 7,855</u>	<u>\$ 894,969</u>
\$	\$	\$ 8,410	\$ 3,169	\$	\$ 60,298
24,388	61,427	127,181	40,726		
<u>24,388</u>	<u>61,427</u>	<u>135,591</u>	<u>43,895</u>		<u>60,298</u>
24,388	61,427	135,591	43,895		
<u>24,388</u>	<u>61,427</u>	<u>135,591</u>	<u>43,895</u>		
					46,587
				7,855	788,084
<u>(24,388)</u>	<u>(61,427)</u>	<u>(135,591)</u>	<u>(43,895)</u>		
<u>(24,388)</u>	<u>(61,427)</u>	<u>(135,591)</u>	<u>(43,895)</u>	<u>7,855</u>	<u>834,671</u>
<u>\$ 24,388</u>	<u>\$ 61,427</u>	<u>\$ 135,591</u>	<u>\$ 43,895</u>	<u>\$ 7,855</u>	<u>\$ 894,969</u>

(Continued)

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2022

	<u>Civic Center</u>	<u>Community School</u>	<u>Extracurricular Activities Fees Tax Credit</u>
<u>ASSETS</u>			
Cash and investments	\$ 137,923	\$ 39,465	\$ 316,419
Accounts receivable	11,337		
Due from governmental entities			
Inventory			
Leases receivable	242,622		
Total assets	<u><u>\$ 391,882</u></u>	<u><u>\$ 39,465</u></u>	<u><u>\$ 316,419</u></u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$	\$	\$
Due to other funds			
Accrued payroll and employee benefits		9,192	
Total liabilities		<u><u>9,192</u></u>	
Deferred inflows of resources:			
Unavailable revenues - intergovernmental			
Leases	218,485		
Total deferred inflows of resources	<u><u>218,485</u></u>		
Fund balances (deficits):			
Nonspendable			
Restricted	173,397	30,273	316,419
Unassigned			
Total fund balances	<u><u>173,397</u></u>	<u><u>30,273</u></u>	<u><u>316,419</u></u>
Total liabilities, deferred inflows of resources and fund balances	<u><u>\$ 391,882</u></u>	<u><u>\$ 39,465</u></u>	<u><u>\$ 316,419</u></u>

Career, Technical, and Vocational Education	Textbooks	Advertisement	Career Technical Education	Student Activities	Totals
\$ 8,419	\$ 24,324 4,674	\$ 3,709	\$ 160,530	\$ 403,563	\$ 2,194,442 99,843 531,103 46,587 242,622
<u>\$ 8,419</u>	<u>\$ 28,998</u>	<u>\$ 3,709</u>	<u>\$ 160,530</u>	<u>\$ 403,563</u>	<u>\$ 3,114,597</u>
\$	\$	\$	\$ 130,515 4,954 135,469	\$	\$ 71,877 407,106 18,804 497,787
					288,170 218,485 506,655
8,419	28,998	3,709	25,061	403,563	46,587 2,351,738 (288,170) 2,110,155
<u>8,419</u>	<u>28,998</u>	<u>3,709</u>	<u>25,061</u>	<u>403,563</u>	<u>2,110,155</u>
<u>\$ 8,419</u>	<u>\$ 28,998</u>	<u>\$ 3,709</u>	<u>\$ 160,530</u>	<u>\$ 403,563</u>	<u>\$ 3,114,597</u>

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Classroom Site	Instructional Improvement	English Language Learner
Revenues:			
Other local	\$	\$	\$
State aid and grants	1,580,374	104,947	34,678
Federal aid, grants and reimbursements			
Total revenues	<u>1,580,374</u>	<u>104,947</u>	<u>34,678</u>
Expenditures:			
Current -			
Instruction	1,082,831	74,119	34,678
Support services - students and staff	28,813		
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	<u>1,111,644</u>	<u>74,119</u>	<u>34,678</u>
Excess (deficiency) of revenues over expenditures	<u>468,730</u>	<u>30,828</u>	
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	<u>468,730</u>	<u>30,828</u>	
Fund balances (deficits), beginning of year, as restated	53,033	13,369	
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	<u>\$ 521,763</u>	<u>\$ 44,197</u>	<u>\$</u>

Professional Development and Technology Grants	Limited English and Immigrant Students	Indian Education	Special Education Grants	Vocational Education	State Vocational Education
\$	\$	\$	\$	\$	\$
					25,243
48,899	2,125	78,216	311,650	8,294	
48,899	2,125	78,216	311,650	8,294	25,243
22,574	24,389	44,646	181,116	16,855	19,065
40,226		45,498	143,647	7,783	1,158
4,717		49,499			525
			6,207	26,123	4,495
67,517	24,389	139,643	330,970	50,761	25,243
(18,618)	(22,264)	(61,427)	(19,320)	(42,467)	
(4,251)			(35,156)	(840)	
(4,251)			(35,156)	(840)	
(22,869)	(22,264)	(61,427)	(54,476)	(43,307)	
	(2,124)		(81,115)	(588)	
\$ (22,869)	\$ (24,388)	\$ (61,427)	\$ (135,591)	\$ (43,895)	\$

(Continued)

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	College Credit Exam Incentives	Food Service	Civic Center
Revenues:			
Other local	\$	\$ 150,635	\$ 88,614
State aid and grants	21,149		
Federal aid, grants and reimbursements		1,751,287	
Total revenues	<u>21,149</u>	<u>1,901,922</u>	<u>88,614</u>
Expenditures:			
Current -			
Instruction	19,809		622
Support services - students and staff	800		
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services		1,137,783	
Capital outlay		6,163	
Total expenditures	<u>20,609</u>	<u>1,143,946</u>	<u>622</u>
Excess (deficiency) of revenues over expenditures	<u>540</u>	<u>757,976</u>	<u>87,992</u>
Other financing sources (uses):			
Transfers in			
Transfers out		(141,644)	
Total other financing sources (uses)		<u>(141,644)</u>	
Changes in fund balances	<u>540</u>	<u>616,332</u>	<u>87,992</u>
Fund balances (deficits), beginning of year, as restated	7,315	200,476	85,405
Increase (decrease) in reserve for inventory		17,863	
Fund balances, end of year	<u>\$ 7,855</u>	<u>\$ 834,671</u>	<u>\$ 173,397</u>

Community School	Extracurricular Activities Fees Tax Credit	Career, Technical, and Vocational Education	Textbooks	Advertisement	Career Technical Education
\$ 8,621	\$ 100,078	\$ 9,846	\$ 17,139	\$	\$ 316,299
<u>8,621</u>	<u>100,078</u>	<u>9,846</u>	<u>17,139</u>		<u>316,299</u>
7,025	49,409		549		267,618
958	10,902				130,001
			475		
	2,989				120
11,859					
<u>19,842</u>	<u>63,300</u>		<u>1,024</u>		<u>397,739</u>
<u>(11,221)</u>	<u>36,778</u>	<u>9,846</u>	<u>16,115</u>		<u>(81,440)</u>
<u>(11,221)</u>	<u>36,778</u>	<u>9,846</u>	<u>16,115</u>		<u>(81,440)</u>
41,494	279,641	(1,427)	12,883	3,709	106,501
<u>\$ 30,273</u>	<u>\$ 316,419</u>	<u>\$ 8,419</u>	<u>\$ 28,998</u>	<u>\$ 3,709</u>	<u>\$ 25,061</u>

(Continued)

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	<u>Student Activities</u>	<u>Totals</u>
Revenues:		
Other local	\$ 192,513	\$ 883,745
State aid and grants		1,766,391
Federal aid, grants and reimbursements		2,200,471
Total revenues	<u>192,513</u>	<u>4,850,607</u>
Expenditures:		
Current -		
Instruction	126,498	1,971,803
Support services - students and staff	30,049	439,835
Support services - administration		55,216
Operation and maintenance of plant services		120
Student transportation services	1,150	4,139
Operation of non-instructional services		1,149,642
Capital outlay	158	43,146
Total expenditures	<u>157,855</u>	<u>3,663,901</u>
Excess (deficiency) of revenues over expenditures	<u>34,658</u>	<u>1,186,706</u>
Other financing sources (uses):		
Transfers in	20,059	20,059
Transfers out	<u>(20,059)</u>	<u>(201,950)</u>
Total other financing sources (uses)	<u></u>	<u>(181,891)</u>
Changes in fund balances	<u>34,658</u>	<u>1,004,815</u>
Fund balances (deficits), beginning of year, as restated	368,905	1,087,477
Increase (decrease) in reserve for inventory		17,863
Fund balances, end of year	<u><u>\$ 403,563</u></u>	<u><u>\$ 2,110,155</u></u>

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BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Classroom Site		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants		1,580,374	1,580,374
Federal aid, grants and reimbursements			
Total revenues		<u>1,580,374</u>	<u>1,580,374</u>
Expenditures:			
Current -			
Instruction	1,625,834	1,082,831	543,003
Support services - students and staff	7,231	28,813	(21,582)
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	<u>1,633,065</u>	<u>1,111,644</u>	<u>521,421</u>
Excess (deficiency) of revenues over expenditures	<u>(1,633,065)</u>	<u>468,730</u>	<u>2,101,795</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	<u>(1,633,065)</u>	<u>468,730</u>	<u>2,101,795</u>
Fund balances (deficits), beginning of year, as restated		53,033	53,033
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	<u>\$ (1,633,065)</u>	<u>\$ 521,763</u>	<u>\$ 2,154,828</u>

Instructional Improvement			English Language Learner		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	104,947	104,947		34,678	34,678
	104,947	104,947		34,678	34,678
143,480	74,119	69,361	34,678	34,678	
143,480	74,119	69,361	34,678	34,678	
(143,480)	30,828	174,308	(34,678)		34,678
(143,480)	30,828	174,308	(34,678)		34,678
	13,369	13,369			
\$ (143,480)	\$ 44,197	\$ 187,677	\$ (34,678)	\$	\$ 34,678

(Continued)

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Student Success		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues			
Expenditures:			
Current -			
Instruction		632	(632)
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		632	(632)
Excess (deficiency) of revenues over expenditures		(632)	(632)
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances		(632)	(632)
Fund balances (deficits), beginning of year, as restated		632	632
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	\$	\$	\$

Professional Development and Technology Grants			Limited English and Immigrant Students		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	48,899	48,899		2,125	2,125
	48,899	48,899		2,125	2,125
	22,574	(22,574)	52,421	24,389	28,032
536,238	40,226	496,012			
	4,717	(4,717)			
536,238	67,517	468,721	52,421	24,389	28,032
(536,238)	(18,618)	517,620	(52,421)	(22,264)	30,157
	(4,251)	(4,251)			
	(4,251)	(4,251)			
(536,238)	(22,869)	513,369	(52,421)	(22,264)	30,157
				(2,124)	(2,124)
\$ (536,238)	\$ (22,869)	\$ 513,369	\$ (52,421)	\$ (24,388)	\$ 28,033

(Continued)

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Indian Education		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		78,216	78,216
Total revenues		<u>78,216</u>	<u>78,216</u>
Expenditures:			
Current -			
Instruction		44,646	(44,646)
Support services - students and staff		45,498	(45,498)
Support services - administration		49,499	(49,499)
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures		<u>139,643</u>	<u>(139,643)</u>
Excess (deficiency) of revenues over expenditures		<u>(61,427)</u>	<u>(61,427)</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances		<u>(61,427)</u>	<u>(61,427)</u>
Fund balances (deficits), beginning of year, as restated			
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	<u>\$</u>	<u>\$ (61,427)</u>	<u>\$ (61,427)</u>

Special Education Grants			Johnson O'Malley		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	311,650	311,650			
	311,650	311,650			
857,305	181,116	676,189	32,316		32,316
	143,647	(143,647)			
	6,207	(6,207)			
857,305	330,970	526,335	32,316		32,316
(857,305)	(19,320)	837,985	(32,316)		32,316
	(35,156)	(35,156)			
	(35,156)	(35,156)			
(857,305)	(54,476)	802,829	(32,316)		32,316
	(81,115)	(81,115)			
\$ (857,305)	\$ (135,591)	\$ 721,714	\$ (32,316)	\$	\$ 32,316

(Continued)

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Vocational Education		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		8,294	8,294
Total revenues		8,294	8,294
Expenditures:			
Current -			
Instruction		16,855	(16,855)
Support services - students and staff		7,783	(7,783)
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay	122,026	26,123	95,903
Total expenditures	122,026	50,761	71,265
Excess (deficiency) of revenues over expenditures	(122,026)	(42,467)	79,559
Other financing sources (uses):			
Transfers in			
Transfers out		(840)	(840)
Total other financing sources (uses)		(840)	(840)
Changes in fund balances	(122,026)	(43,307)	78,719
Fund balances (deficits), beginning of year, as restated		(588)	(588)
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	\$ (122,026)	\$ (43,895)	\$ 78,131

Medicaid Reimbursement			National Forest Fees		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
				100,457	100,457
				100,457	100,457
				41,154	(41,154)
				4,518	(4,518)
				45,672	(45,672)
				54,785	54,785
				54,785	54,785
	112	112		223,369	223,369
\$	\$ 112	\$ 112	\$	\$ 278,154	\$ 278,154

(Continued)

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Taylor Grazing Fees		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		449	449
Total revenues		<u>449</u>	<u>449</u>
Expenditures:			
Current -			
Instruction			
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			
Excess (deficiency) of revenues over expenditures		<u>449</u>	<u>449</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances		<u>449</u>	<u>449</u>
Fund balances (deficits), beginning of year, as restated		5,475	5,475
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	<u>\$</u>	<u>\$ 5,924</u>	<u>\$ 5,924</u>

E-Rate			Impact Aid		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$ 1	\$ 1
	87,716	87,716		434,540	434,540
	87,716	87,716		434,541	434,541
93,624		93,624		177,944	(177,944)
				213,501	(213,501)
				175,863	(175,863)
				73,556	(73,556)
				4,970	(4,970)
				3,468	(3,468)
			578,130	455,963	122,167
93,624		93,624	578,130	1,105,265	(527,135)
(93,624)	87,716	181,340	(578,130)	(670,724)	(92,594)
(93,624)	87,716	181,340	(578,130)	(670,724)	(92,594)
				1,190,180	1,190,180
\$ (93,624)	\$ 87,716	\$ 181,340	\$ (578,130)	\$ 519,456	\$ 1,097,586

(Continued)

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	State Vocational Education		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants		25,243	25,243
Federal aid, grants and reimbursements			
Total revenues		<u>25,243</u>	<u>25,243</u>
Expenditures:			
Current -			
Instruction	124,117	19,065	105,052
Support services - students and staff		1,158	(1,158)
Support services - administration		525	(525)
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay		4,495	(4,495)
Total expenditures	<u>124,117</u>	<u>25,243</u>	<u>98,874</u>
Excess (deficiency) of revenues over expenditures	<u>(124,117)</u>		<u>124,117</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	<u>(124,117)</u>		<u>124,117</u>
Fund balances (deficits), beginning of year, as restated			
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	<u>\$ (124,117)</u>	<u>\$</u>	<u>\$ 124,117</u>

College Credit Exam Incentives			Rural Assistance		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	21,149	21,149			
	21,149	21,149			
	19,809	(19,809)			
	800	(800)			
	20,609	(20,609)			
	540	540			
	540	540			
	7,315	7,315		23,223	23,223
\$	\$ 7,855	\$ 7,855	\$	\$ 23,223	\$ 23,223

(Continued)

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Other State Projects		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues			
Expenditures:			
Current -			
Instruction	148,097		148,097
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	148,097		148,097
Excess (deficiency) of revenues over expenditures	(148,097)		148,097
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	(148,097)		148,097
Fund balances (deficits), beginning of year, as restated			
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	\$ (148,097)	\$	\$ 148,097

School Plant			Food Service		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 30,897	\$ 30,897	\$	\$ 150,635	\$ 150,635
				1,751,287	1,751,287
	<u>30,897</u>	<u>30,897</u>		<u>1,901,922</u>	<u>1,901,922</u>
50,000		50,000			
			742,550	1,137,783	(395,233)
				6,163	(6,163)
<u>50,000</u>		<u>50,000</u>	<u>742,550</u>	<u>1,143,946</u>	<u>(401,396)</u>
<u>(50,000)</u>	<u>30,897</u>	<u>80,897</u>	<u>(742,550)</u>	<u>757,976</u>	<u>1,500,526</u>
				(141,644)	(141,644)
				<u>(141,644)</u>	<u>(141,644)</u>
<u>(50,000)</u>	<u>30,897</u>	<u>80,897</u>	<u>(742,550)</u>	<u>616,332</u>	<u>1,358,882</u>
	308,213	308,213		200,476	200,476
				17,863	17,863
<u>\$ (50,000)</u>	<u>\$ 339,110</u>	<u>\$ 389,110</u>	<u>\$ (742,550)</u>	<u>\$ 834,671</u>	<u>\$ 1,577,221</u>

(Continued)

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Civic Center		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$ 88,614	\$ 88,614
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues		<u>88,614</u>	<u>88,614</u>
Expenditures:			
Current -			
Instruction		622	(622)
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures		<u>622</u>	<u>(622)</u>
Excess (deficiency) of revenues over expenditures		<u>87,992</u>	<u>87,992</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances		<u>87,992</u>	<u>87,992</u>
Fund balances (deficits), beginning of year, as restated		85,405	85,405
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	<u>\$</u>	<u>\$ 173,397</u>	<u>\$ 173,397</u>

Community School			Auxiliary Operations		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 8,621	\$ 8,621	\$	\$ 138,036	\$ 138,036
	8,621	8,621		138,036	138,036
	7,025	(7,025)	181,591	55,072	126,519
	958	(958)		20,211	(20,211)
				917	(917)
				409	(409)
				3,800	(3,800)
15,000	11,859	3,141		3,879	(3,879)
15,000	19,842	(4,842)	181,591	84,288	97,303
(15,000)	(11,221)	3,779	(181,591)	53,748	235,339
(15,000)	(11,221)	3,779	(181,591)	53,748	235,339
	41,494	41,494		135,237	135,237
\$ (15,000)	\$ 30,273	\$ 45,273	\$ (181,591)	\$ 188,985	\$ 370,576

(Continued)

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Extracurricular Activities Fees Tax Credit		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 100,078	\$ 100,078
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues		<u>100,078</u>	<u>100,078</u>
Expenditures:			
Current -			
Instruction	75,000	49,409	25,591
Support services - students and staff		10,902	(10,902)
Support services - administration			
Operation and maintenance of plant services			
Student transportation services		2,989	(2,989)
Operation of non-instructional services			
Capital outlay			
Total expenditures	<u>75,000</u>	<u>63,300</u>	<u>11,700</u>
Excess (deficiency) of revenues over expenditures	<u>(75,000)</u>	<u>36,778</u>	<u>111,778</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	<u>(75,000)</u>	<u>36,778</u>	<u>111,778</u>
Fund balances (deficits), beginning of year, as restated		279,641	279,641
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	<u>\$ (75,000)</u>	<u>\$ 316,419</u>	<u>\$ 391,419</u>

Gifts and Donations			Career, Technical, and Vocational Education		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 3,954	\$ 3,954	\$	\$ 9,846	\$ 9,846
	3,954	3,954		9,846	9,846
	1,427	(1,427)			
32,985	2,166	30,819			
32,985	3,593	29,392			
(32,985)	361	33,346		9,846	9,846
(32,985)	361	33,346		9,846	9,846
	59,260	59,260		(1,427)	(1,427)
\$ (32,985)	\$ 59,621	\$ 92,606	\$	\$ 8,419	\$ 8,419

(Continued)

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Textbooks		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 17,139	\$ 17,139
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues		<u>17,139</u>	<u>17,139</u>
Expenditures:			
Current -			
Instruction	1,000	549	451
Support services - students and staff			
Support services - administration		475	(475)
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	<u>1,000</u>	<u>1,024</u>	<u>(24)</u>
Excess (deficiency) of revenues over expenditures	<u>(1,000)</u>	<u>16,115</u>	<u>17,115</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	<u>(1,000)</u>	<u>16,115</u>	<u>17,115</u>
Fund balances (deficits), beginning of year, as restated		12,883	12,883
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	<u>\$ (1,000)</u>	<u>\$ 28,998</u>	<u>\$ 29,998</u>

Indirect Costs			Teacherage		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 309	\$ 309	\$	\$ 5,800	\$ 5,800
	309	309		5,800	5,800
50,450	36,411	14,039			
	1,868	(1,868)			
50,450	38,279	12,171			
(50,450)	(37,970)	12,480		5,800	5,800
	279,976	279,976			
	279,976	279,976			
(50,450)	242,006	292,456		5,800	5,800
	214,667	214,667			
\$ (50,450)	\$ 456,673	\$ 507,123	\$	\$ 5,800	\$ 5,800

(Continued)

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Insurance Refund		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues			
Expenditures:			
Current -			
Instruction	11,000		11,000
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	11,000		11,000
Excess (deficiency) of revenues over expenditures	(11,000)		11,000
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	(11,000)		11,000
Fund balances (deficits), beginning of year, as restated		15,421	15,421
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	\$ (11,000)	\$ 15,421	\$ 26,421

Advertisement			Career Technical Education		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$ 316,299	\$ 316,299
				316,299	316,299
			421,389	267,618 130,001	153,771 (130,001)
				120	(120)
			421,389	397,739	23,650
			(421,389)	(81,440)	339,949
			(421,389)	(81,440)	339,949
	3,709	3,709		106,501	106,501
\$	\$ 3,709	\$ 3,709	\$ (421,389)	\$ 25,061	\$ 446,450

(Continued)

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Student Activities		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 192,513	\$ 192,513
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues		<u>192,513</u>	<u>192,513</u>
Expenditures:			
Current -			
Instruction		126,498	(126,498)
Support services - students and staff	275,000	30,049	244,951
Support services - administration			
Operation and maintenance of plant services			
Student transportation services		1,150	(1,150)
Operation of non-instructional services			
Capital outlay		158	(158)
Total expenditures	<u>275,000</u>	<u>157,855</u>	<u>117,145</u>
Excess (deficiency) of revenues over expenditures	<u>(275,000)</u>	<u>34,658</u>	<u>309,658</u>
Other financing sources (uses):			
Transfers in		20,059	20,059
Transfers out		(20,059)	(20,059)
Total other financing sources (uses)			
Changes in fund balances	<u>(275,000)</u>	<u>34,658</u>	<u>309,658</u>
Fund balances (deficits), beginning of year, as restated		368,905	368,905
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	<u>\$ (275,000)</u>	<u>\$ 403,563</u>	<u>\$ 678,563</u>

Totals		
Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 1,062,742	\$ 1,062,742
	1,766,391	1,766,391
	2,823,633	2,823,633
	5,652,766	5,652,766
3,801,852	2,248,032	1,553,820
818,469	673,547	144,922
50,450	272,925	(222,475)
50,000	74,085	(24,085)
	12,909	(12,909)
757,550	1,153,110	(395,560)
733,141	507,022	226,119
6,211,462	4,941,630	1,269,832
(6,211,462)	711,136	6,922,598
	300,035	300,035
	(201,950)	(201,950)
	98,085	98,085
(6,211,462)	809,221	7,020,683
	3,263,266	3,263,266
	17,863	17,863
\$ (6,211,462)	\$ 4,090,350	\$ 10,301,812

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DEBT SERVICE FUND

Debt Service - to account for the accumulation of resources for, and the payment of, long-term debt principal, interest and related costs.

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL DEBT SERVICE FUND
YEAR ENDED JUNE 30, 2022

	Debt Service		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 31,749	\$ 31,749
Property taxes		3,625,749	3,625,749
Total revenues		<u>3,657,498</u>	<u>3,657,498</u>
Expenditures:			
Debt service -			
Principal retirement	2,680,000	2,680,000	
Interest and fiscal charges	1,068,625	824,650	243,975
Total expenditures	<u>3,748,625</u>	<u>3,504,650</u>	<u>243,975</u>
Changes in fund balances	<u>(3,748,625)</u>	<u>152,848</u>	<u>3,901,473</u>
Fund balances, beginning of year		1,112,843	1,112,843
Fund balances (deficits), end of year	<u>\$ (3,748,625)</u>	<u>\$ 1,265,691</u>	<u>\$ 5,014,316</u>

CAPITAL PROJECTS FUNDS

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

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

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

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

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

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.

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
COMBINING BALANCE SHEET - NON-MAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2022

	<u>Unrestricted Capital Outlay</u>	<u>Adjacent Ways</u>	<u>Bond Building</u>
<u>ASSETS</u>			
Cash and investments	\$ 634,104	\$ 769,941	\$ 67,867
Property taxes receivable	14,267		
Due from governmental entities	19,425		
Total assets	<u><u>\$ 667,796</u></u>	<u><u>\$ 769,941</u></u>	<u><u>\$ 67,867</u></u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 182,169	\$	\$ 27,603
Due to other funds			
Total liabilities	<u>182,169</u>		<u>27,603</u>
Deferred inflows of resources:			
Unavailable revenues - property taxes	<u>14,267</u>		
Fund balances (deficits):			
Restricted	471,360	769,941	40,264
Unassigned			
Total fund balances	<u>471,360</u>	<u>769,941</u>	<u>40,264</u>
Total liabilities, deferred inflows of resources and fund balances	<u><u>\$ 667,796</u></u>	<u><u>\$ 769,941</u></u>	<u><u>\$ 67,867</u></u>

Building Renewal Grant	Totals
\$	\$ 1,471,912
	14,267
383,453	402,878
<u>\$ 383,453</u>	<u>\$ 1,889,057</u>

\$ 400,128	\$ 609,900
<u>66,572</u>	<u>66,572</u>
<u>466,700</u>	<u>676,472</u>

	<u>14,267</u>
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	1,281,565
<u>(83,247)</u>	<u>(83,247)</u>
<u>(83,247)</u>	<u>1,198,318</u>

<u>\$ 383,453</u>	<u>\$ 1,889,057</u>
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BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2022

	Unrestricted Capital Outlay	Adjacent Ways	Bond Building
Revenues:			
Other local	\$ 31,302	\$	\$
Property taxes	550,018	95	
State aid and grants	123,564		
Total revenues	<u>704,884</u>	<u>95</u>	<u></u>
Expenditures:			
Capital outlay	408,947		27,603
Debt service -			
Principal retirement	19,121		
Interest and fiscal charges	763		
Total expenditures	<u>428,831</u>	<u></u>	<u>27,603</u>
Excess (deficiency) of revenues over expenditures	<u>276,053</u>	<u>95</u>	<u>(27,603)</u>
Other financing sources (uses):			
Transfers in	<u></u>	<u></u>	<u></u>
Total other financing sources (uses)	<u></u>	<u></u>	<u></u>
Changes in fund balances	<u>276,053</u>	<u>95</u>	<u>(27,603)</u>
Fund balances (deficits), beginning of year, as restated	195,307	769,846	67,867
Fund balances (deficits), end of year	<u><u>\$ 471,360</u></u>	<u><u>\$ 769,941</u></u>	<u><u>\$ 40,264</u></u>

Energy and Water Savings	Building Renewal Grant	Totals
\$	\$	\$
		31,302
		550,113
	492,654	616,218
	492,654	1,197,633
	504,067	940,617
172,602		191,723
59,057		59,820
231,659	504,067	1,192,160
(231,659)	(11,413)	5,473
231,659		231,659
231,659		231,659
	(11,413)	237,132
	(71,834)	961,186
\$	\$ (83,247)	\$ 1,198,318

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2022

	Insurance Proceeds		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
Property taxes			
State aid and grants			
Total revenues			
Expenditures:			
Current -			
Instruction	46,000		46,000
Capital outlay			
Debt service -			
Principal retirement			
Interest and fiscal charges			
Total expenditures	46,000		46,000
Excess (deficiency) of revenues over expenditures	(46,000)		46,000
Other financing sources (uses):			
Transfers in			
Total other financing sources (uses)			
Changes in fund balances	(46,000)		46,000
Fund balances (deficits), beginning of year, as restated		56,492	56,492
Fund balances (deficits), end of year	\$ (46,000)	\$ 56,492	\$ 102,492

Litigation Recovery			Unrestricted Capital Outlay		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 1,956	\$ 1,956	\$	\$ 31,302	\$ 31,302
				550,018	550,018
				123,564	123,564
	1,956	1,956		704,884	704,884
40,000		40,000	993,347	408,947	584,400
			38,242	19,121	19,121
			1,526	763	763
40,000		40,000	1,033,115	428,831	604,284
(40,000)	1,956	41,956	(1,033,115)	276,053	1,309,168
(40,000)	1,956	41,956	(1,033,115)	276,053	1,309,168
	42,352	42,352		195,307	195,307
\$ (40,000)	\$ 44,308	\$ 84,308	\$ (1,033,115)	\$ 471,360	\$ 1,504,475

(Continued)

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2022

	Adjacent Ways		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$	\$
Property taxes		95	95
State aid and grants			
Total revenues		<u>95</u>	<u>95</u>
Expenditures:			
Current -			
Instruction			
Capital outlay			
Debt service -			
Principal retirement			
Interest and fiscal charges			
Total expenditures			
Excess (deficiency) of revenues over expenditures		<u>95</u>	<u>95</u>
Other financing sources (uses):			
Transfers in			
Total other financing sources (uses)			
Changes in fund balances		<u>95</u>	<u>95</u>
Fund balances (deficits), beginning of year, as restated		769,846	769,846
Fund balances (deficits), end of year	<u>\$</u>	<u>\$ 769,941</u>	<u>\$ 769,941</u>

Bond Building			Energy and Water Savings		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
410,608	27,603	383,005			
			172,602	172,602	
			53,353	59,057	(5,704)
410,608	27,603	383,005	225,955	231,659	(5,704)
(410,608)	(27,603)	383,005	(225,955)	(231,659)	(5,704)
				231,659	231,659
				231,659	231,659
(410,608)	(27,603)	383,005	(225,955)		225,955
	67,867	67,867			
\$ (410,608)	\$ 40,264	\$ 450,872	\$ (225,955)	\$	\$ 225,955

(Continued)

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2022

	Building Renewal Grant		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
Property taxes			
State aid and grants		492,654	492,654
Total revenues		<u>492,654</u>	<u>492,654</u>
Expenditures:			
Current -			
Instruction			
Capital outlay	1,560,416	504,067	1,056,349
Debt service -			
Principal retirement			
Interest and fiscal charges			
Total expenditures	<u>1,560,416</u>	<u>504,067</u>	<u>1,056,349</u>
Excess (deficiency) of revenues over expenditures	<u>(1,560,416)</u>	<u>(11,413)</u>	<u>1,549,003</u>
Other financing sources (uses):			
Transfers in			
Total other financing sources (uses)			
Changes in fund balances	<u>(1,560,416)</u>	<u>(11,413)</u>	<u>1,549,003</u>
Fund balances (deficits), beginning of year, as restated		(71,834)	(71,834)
Fund balances (deficits), end of year	<u>\$ (1,560,416)</u>	<u>\$ (83,247)</u>	<u>\$ 1,477,169</u>

Totals		
Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 33,258	\$ 33,258
	550,113	550,113
	616,218	616,218
	1,199,589	1,199,589
86,000		86,000
2,958,667	940,617	2,018,050
210,844	191,723	19,121
60,583	59,820	763
3,316,094	1,192,160	2,123,934
(3,316,094)	7,429	3,323,523
	231,659	231,659
	231,659	231,659
(3,316,094)	239,088	3,555,182
	1,060,030	1,060,030
\$ (3,316,094)	\$ 1,299,118	\$ 4,615,212

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STATISTICAL SECTION

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

Financial Trends

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

Revenue Capacity

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

Debt Capacity

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

Demographic and Economic Information

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

Operating Information

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

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

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BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Net Position:					
Net investment in capital assets	\$ 30,877,736	\$ 29,584,899	\$ 29,673,726	\$ 28,761,211	\$ 27,214,069
Restricted	5,062,928	3,210,315	2,653,448	1,954,735	2,379,707
Unrestricted	(8,307,697)	(8,880,048)	(9,577,091)	(10,514,641)	(11,813,605)
Total net position	<u>\$ 27,632,967</u>	<u>\$ 23,915,166</u>	<u>\$ 22,750,083</u>	<u>\$ 20,201,305</u>	<u>\$ 17,780,171</u>
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Net Position:					
Net investment in capital assets	\$ 26,346,316	\$ 27,112,611	\$ 27,220,271	\$ 28,301,036	\$ 28,020,208
Restricted	1,402,955	1,990,725	1,143,146	3,034,248	767,388
Unrestricted	(13,587,390)	(14,349,369)	(14,338,212)	(2,191,149)	441,044
Total net position	<u>\$ 14,161,881</u>	<u>\$ 14,753,967</u>	<u>\$ 14,025,205</u>	<u>\$ 29,144,135</u>	<u>\$ 29,228,640</u>

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

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Expenses					
Instruction	\$ 12,225,931	\$ 11,646,188	\$ 11,412,603	\$ 11,342,036	\$ 10,969,811
Support services - students and staff	2,483,900	2,292,135	2,448,686	2,074,959	2,186,695
Support services - administration	2,133,189	2,127,607	2,007,861	2,360,419	2,627,419
Operation and maintenance of plant services	3,820,431	3,690,041	3,646,142	3,418,989	3,182,029
Student transportation services	1,392,022	1,373,435	1,284,418	1,457,913	1,600,009
Operation of non-instructional services	1,220,504	957,361	948,886	850,438	883,865
Interest on long-term debt	731,177	728,626	914,790	992,383	1,181,619
Total expenses	<u>24,007,154</u>	<u>22,815,393</u>	<u>22,663,386</u>	<u>22,497,137</u>	<u>22,631,447</u>
Program Revenues					
Charges for services:					
Instruction	1,194,596	918,975	769,093	910,846	893,814
Operation of non-instructional services	190,149	29,849	124,035	126,244	139,153
Other activities		70,383	340,663	273,491	259,386
Operating grants and contributions	6,531,124	4,408,795		1,573,256	2,791,382
Capital grants and contributions	529,479	174,654	191,620	1,591,817	2,277,835
Total program revenues	<u>8,445,348</u>	<u>5,602,656</u>	<u>1,425,411</u>	<u>4,475,654</u>	<u>6,361,570</u>
Net (Expense)/Revenue	<u>\$ (15,561,806)</u>	<u>\$ (17,212,737)</u>	<u>\$ (21,237,975)</u>	<u>\$ (18,021,483)</u>	<u>\$ (16,269,877)</u>

(Continued)

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Expenses					
Instruction	\$ 11,023,676	\$ 9,593,252	\$ 9,039,195	\$ 10,031,312	\$ 10,548,257
Support services - students and staff	2,323,791	1,665,892	1,429,904	1,673,497	1,698,680
Support services - administration	2,106,545	1,664,806	1,853,581	1,789,656	1,708,552
Operation and maintenance of plant services	2,657,052	2,502,888	2,398,323	2,108,341	2,008,811
Student transportation services	1,184,515	1,224,833	1,065,467	1,136,767	1,033,305
Operation of non-instructional services	819,480	740,954	675,450	696,088	688,211
Interest on long-term debt	650,421	556,344	980,167	1,072,540	1,060,854
Facilities acquisition & construction				17,547	14,724
Total expenses	<u>20,765,480</u>	<u>17,948,969</u>	<u>17,442,087</u>	<u>18,525,748</u>	<u>18,761,394</u>
Program Revenues					
Charges for services:					
Instruction	1,025,722	1,021,415	1,123,648	706,451	669,600
Operation of non-instructional services	193,658	163,718	135,268	225,436	175,750
Other activities	130,407	106,810	105,107	523,634	488,588
Operating grants and contributions	1,669,646	1,819,598	1,684,647	1,813,297	1,833,084
Capital grants and contributions	364,919	346,428	330,051		
Total program revenues	<u>3,384,352</u>	<u>3,457,969</u>	<u>3,378,721</u>	<u>3,268,818</u>	<u>3,167,022</u>
Net (Expense)/Revenue	<u>\$ (17,381,128)</u>	<u>\$ (14,491,000)</u>	<u>\$ (14,063,366)</u>	<u>\$ (15,256,930)</u>	<u>\$ (15,594,372)</u>

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

(Concluded)

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Net (Expense)/Revenue	\$ (15,561,806)	\$ (17,212,737)	\$ (21,237,975)	\$ (18,021,483)	\$ (16,269,877)
General Revenues:					
Taxes:					
Property taxes, levied for general purposes	9,377,383	9,477,717	10,052,653	9,807,124	9,805,614
Property taxes, levied for debt service	3,639,964	3,742,128	3,807,838	3,716,639	3,513,956
Property taxes, levied for capital outlay	558,701	254,869	389,914	368,037	485,360
Investment income	28,586	76,465	123,125	83,565	59,734
Unrestricted county aid	196,824	82,931	122,698	129,579	133,096
Unrestricted state aid	5,020,422	4,021,350	5,543,726	4,927,099	4,599,953
Unrestricted federal aid	535,446	801,785	942,052	1,410,574	978,589
Total general revenues	19,357,326	18,457,245	20,982,006	20,442,617	19,576,302
Changes in Net Position	\$ 3,795,520	\$ 1,244,508	\$ (255,969)	\$ 2,421,134	\$ 3,306,425

(Continued)

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Net (Expense)/Revenue	\$ (17,381,128)	\$ (14,491,000)	\$ (14,063,366)	\$ (15,256,930)	\$ (15,594,372)
General Revenues:					
Taxes:					
Property taxes, levied for general purposes	10,014,027	7,946,544	8,377,067	11,408,595	10,586,175
Property taxes, levied for debt service	1,096,279	2,726,448	2,229,924		
Investment income	17,067	8,689	9,223	10,038	13,483
Unrestricted county aid	92,433	102,007	136,918	144,230	139,474
Unrestricted state aid	4,291,643	3,636,319	3,915,714	3,414,572	3,387,504
Unrestricted federal aid	625,022	502,684	396,628	194,990	130,206
Miscellaneous					6,594
Total general revenues	<u>16,673,709</u>	<u>15,219,762</u>	<u>15,392,761</u>	<u>15,172,425</u>	<u>14,263,436</u>
Changes in Net Position	<u>\$ (707,419)</u>	<u>\$ 728,762</u>	<u>\$ 1,329,395</u>	<u>\$ (84,505)</u>	<u>\$ (1,330,936)</u>

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

(Concluded)

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
General Fund:					
Restricted	\$ 71,913	\$ 71,913	\$ 65,345	\$ 56,898	\$ 50,898
Unassigned	4,885,715	5,086,236	4,418,231	2,961,248	1,952,585
Total General Fund	<u>\$ 4,957,628</u>	<u>\$ 5,158,149</u>	<u>\$ 4,483,576</u>	<u>\$ 3,018,146</u>	<u>\$ 2,003,483</u>
All Other Governmental Funds:					
Nonspendable	\$ 46,587	\$ 28,724	\$ 39,298	\$ 30,873	\$ 26,434
Restricted	4,898,994	3,114,650	2,921,012	2,197,267	2,966,786
Unassigned	(2,682,804)	(560,192)	(426,788)	(1,083,067)	(1,085,908)
Total all other governmental funds	<u>\$ 2,262,777</u>	<u>\$ 2,583,182</u>	<u>\$ 2,533,522</u>	<u>\$ 1,145,073</u>	<u>\$ 1,907,312</u>

(Continued)

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
General Fund:					
Nondisposable	\$	\$	\$	\$	\$
Unassigned	1,235,782	696,388	1,623,803	381,701	259,314
Total General Fund	<u>\$ 1,280,960</u>	<u>\$ 696,388</u>	<u>\$ 1,623,803</u>	<u>\$ 381,701</u>	<u>\$ 259,314</u>
All Other Governmental Funds:					
Nondisposable	\$ 32,105	\$ 25,394	\$	\$ 15,912	\$ 15,335
Restricted	9,586,951	1,944,096	1,090,007	957,336	779,574
Assigned				247,354	652,839
Unassigned	(994,272)	(532,177)	(557,544)	(770,277)	(464,111)
Total all other governmental funds	<u>\$ 8,624,784</u>	<u>\$ 1,437,313</u>	<u>\$ 532,463</u>	<u>\$ 450,325</u>	<u>\$ 983,637</u>

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

(Concluded)

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
GOVERNMENTAL FUNDS REVENUES
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Federal sources:					
Federal grants	\$ 2,908,369	\$ 3,776,918	\$ 2,943,549	\$ 2,971,861	\$ 2,790,587
National School Lunch Program	1,751,287	1,121,887	880,618	628,216	639,429
Total federal sources	<u>4,659,656</u>	<u>4,898,805</u>	<u>3,824,167</u>	<u>3,600,077</u>	<u>3,430,016</u>
State sources:					
State equalization assistance	3,335,101	2,937,601	3,817,593	3,699,842	3,450,076
State grants	46,392	66,962	153,431	69,330	46,248
School Facilities Board	492,654	70,596	566,270	1,441,029	1,270,249
Other revenues	1,719,999	1,112,998	1,192,444	1,322,712	1,149,877
Total state sources	<u>5,594,146</u>	<u>4,188,157</u>	<u>5,729,738</u>	<u>6,532,913</u>	<u>5,916,450</u>
Local sources:					
Property taxes	13,568,266	13,531,960	14,272,379	13,915,881	13,748,827
County aid	196,824	82,931	122,698	129,579	133,096
Food service sales	150,596	28,846	123,817	126,244	139,153
Investment income	28,586	76,465	123,125	83,565	59,734
Other revenues	1,338,178	1,074,518	1,561,427	1,210,617	1,291,000
Total local sources	<u>15,282,450</u>	<u>14,794,720</u>	<u>16,203,446</u>	<u>15,465,886</u>	<u>15,371,810</u>
Total revenues	<u><u>\$ 25,536,252</u></u>	<u><u>\$ 23,881,682</u></u>	<u><u>\$ 25,757,351</u></u>	<u><u>\$ 25,598,876</u></u>	<u><u>\$ 24,718,276</u></u>

(Continued)

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
GOVERNMENTAL FUNDS REVENUES
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Federal sources:					
Federal grants	\$ 1,556,926	\$ 1,755,744	\$ 1,489,846	\$ 1,148,207	\$ 1,489,503
National School Lunch Program	567,805	568,363	483,018	528,775	473,787
Total federal sources	<u>2,124,731</u>	<u>2,324,107</u>	<u>1,972,864</u>	<u>1,676,982</u>	<u>1,963,290</u>
State sources:					
State equalization assistance	3,334,134	2,730,130	3,033,598	2,490,583	2,437,672
Other revenues	<u>1,031,009</u>	<u>994,940</u>	<u>882,116</u>	<u>1,255,293</u>	<u>949,831</u>
Total state sources	<u>4,578,931</u>	<u>3,898,828</u>	<u>4,103,479</u>	<u>3,745,876</u>	<u>3,387,503</u>
Local sources:					
Property taxes	11,646,339	10,973,136	11,021,941	11,330,052	10,688,597
County aid	92,433	102,007	136,918	144,230	139,474
Food service sales	193,658	163,718	135,268	146,032	165,306
Investment income	17,067	8,689	9,423	10,038	13,480
Other revenues	<u>1,261,050</u>	<u>1,262,901</u>	<u>1,390,635</u>	<u>1,358,080</u>	<u>1,175,242</u>
Total local sources	<u>13,210,547</u>	<u>12,510,451</u>	<u>12,694,185</u>	<u>12,988,432</u>	<u>12,182,099</u>
Total revenues	<u>\$ 19,914,209</u>	<u>\$ 18,733,386</u>	<u>\$ 18,770,528</u>	<u>\$ 18,411,290</u>	<u>\$ 17,532,892</u>

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

(Concluded)

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Expenditures:					
Current -					
Instruction	\$ 10,870,731	\$ 9,500,882	\$ 9,312,219	\$ 9,432,660	\$ 9,210,749
Support services - students and staff	2,559,560	2,279,698	2,293,422	2,088,425	2,174,562
Support services - administration	2,117,031	1,925,918	1,876,525	2,251,188	2,299,125
Operation and maintenance of plant services	2,810,491	2,538,383	2,507,225	2,446,044	2,445,927
Student transportation services	1,077,593	894,601	908,709	1,023,210	947,486
Operation of non-instructional services	1,190,785	883,652	920,460	807,432	786,529
Capital outlay	1,614,938	1,299,225	1,449,421	3,492,765	8,931,510
Debt service -					
Interest and fiscal charges	884,470	719,762	905,926	983,513	1,172,755
Principal retirement	2,871,723	3,025,329	2,932,733	2,825,654	2,830,989
Bond issuance costs		138,626			
Total expenditures	<u><u>\$ 25,997,322</u></u>	<u><u>\$ 23,206,076</u></u>	<u><u>\$ 23,106,640</u></u>	<u><u>\$ 25,350,891</u></u>	<u><u>\$ 30,799,632</u></u>
Expenditures for capitalized assets	\$ 994,894	\$ 133,528	\$ 948,933	\$ 2,577,771	\$ 6,864,184
Debt service as a percentage of noncapital expenditures	15%	17%	17%	17%	17%

(Continued)

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Expenditures:					
Current -					
Instruction	\$ 8,611,755	\$ 8,082,291	\$ 7,527,620	\$ 8,554,448	\$ 9,016,850
Support services - students and staff	2,176,403	1,647,948	1,417,365	1,673,497	1,698,680
Support services - administration	1,986,266	1,725,507	1,904,328	1,787,114	1,706,012
Operation and maintenance of plant services	2,260,790	2,171,395	2,048,467	1,975,335	1,873,886
Student transportation services	914,423	1,052,350	881,527	965,547	861,352
Operation of non-instructional services	781,427	743,278	649,656	691,452	683,575
Capital outlay	7,764,556	1,168,284	434,689	167,815	69,672
Debt service -					
Interest and fiscal charges	573,927	556,344	980,167	1,031,229	1,525,391
Principal retirement	2,094,375	1,903,530	1,837,562	1,976,355	1,500,000
Bond issuance costs	237,563	196,556			
Total expenditures	<u>\$ 27,401,485</u>	<u>\$ 19,247,483</u>	<u>\$ 17,681,381</u>	<u>\$ 18,822,792</u>	<u>\$ 18,935,418</u>
Expenditures for capitalized assets	\$ 6,016,169	\$ 380,412	\$ 250,551	\$ 4,019,125	\$ 620,844
Debt service as a percentage of noncapital expenditures	12%	13%	16%	20%	17%

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

(Concluded)

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
OTHER FINANCING SOURCES AND USES AND NET CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Excess (deficiency) of revenues over expenditures	\$ (461,070)	\$ 675,606	\$ 2,650,711	\$ 247,985	\$ (6,081,356)
Other financing sources (uses):					
Issuance of School Improvement Bonds		8,100,000			
Premium on sale of bonds		756,251			
Capital lease agreements					92,078
Transfers in	531,694	426,253	220,383	259,757	272,393
Transfers out	(531,694)	(426,253)	(220,383)	(259,757)	(272,393)
Payment to refunded bond escrow agent		(8,717,625)			
Insurance recoveries					
Total other financing sources (uses)		<u>138,626</u>			<u>92,078</u>
Changes in fund balances	<u>\$ (461,070)</u>	<u>\$ 814,232</u>	<u>\$ 2,650,711</u>	<u>\$ 247,985</u>	<u>\$ (5,989,278)</u>
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Excess (deficiency) of revenues over expenditures	\$ (7,487,276)	\$ (514,097)	\$ 1,089,147	\$ (411,502)	\$ (1,402,526)
Other financing sources (uses):					
Refunding bonds issued		15,660,000			
Capital lease agreements		269,582			
Transfers in	326,217	250,607	77,690	97,301	763,373
Transfers out	(326,217)	(250,607)	(77,690)	(97,301)	(763,373)
Payment to refunded bond escrow agent		(15,463,444)			
Total other financing sources (uses)	<u>15,252,608</u>	<u>466,138</u>			
Changes in fund balances	<u>\$ 7,765,332</u>	<u>\$ (47,959)</u>	<u>\$ 1,089,147</u>	<u>\$ (411,502)</u>	<u>\$ (1,402,526)</u>

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

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NET LIMITED ASSESSED VALUE AND FULL CASH VALUE OF TAXABLE PROPERTY BY CLASS
LAST TEN FISCAL YEARS

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Commercial, Industrial, Utilities and Mining	\$ 42,433,140	\$ 39,245,402	\$ 37,549,844	\$ 36,553,189	\$ 36,801,435
Agricultural and Vacant	18,666,027	19,168,515	19,227,050	19,657,791	20,560,067
Residential (Owner Occupied)	69,585,174	66,476,616	62,671,934	58,562,085	55,491,443
Residential (Rental)	<u>150,690,079</u>	<u>144,919,240</u>	<u>136,432,779</u>	<u>129,779,112</u>	<u>126,838,261</u>
Total	<u>\$ 281,374,420</u>	<u>\$ 269,809,773</u>	<u>\$ 255,881,607</u>	<u>\$ 244,552,177</u>	<u>\$ 239,691,206</u>
Gross Full Cash Value	\$ 3,008,433,687	\$ 2,954,247,039	\$ 2,607,174,225	\$ 2,430,631,745	\$ 2,386,311,651
Ratio of Net Limited Assessed Value to Gross Full Cash Value	9%	9%	10%	10%	10%
Total Direct Rate	5.21	5.41	6.00	6.11	6.18

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Commercial, Industrial, Utilities and Mining	\$ 36,519,756	\$ 36,374,443	\$ 37,583,867	\$ 40,354,457	\$ 43,027,722
Agricultural and Vacant	21,973,988	24,504,340	26,411,389	28,817,608	32,493,608
Residential (Owner Occupied)	58,221,359	56,042,618	55,530,054	61,699,550	73,334,783
Residential (Rental)	<u>116,016,057</u>	<u>111,036,035</u>	<u>106,542,052</u>	<u>116,471,750</u>	<u>124,714,890</u>
Total	<u>\$ 232,731,160</u>	<u>\$ 227,957,436</u>	<u>\$ 226,067,362</u>	<u>\$ 247,343,365</u>	<u>\$ 273,571,003</u>
Gross Full Cash Value	\$ 2,237,607,460	\$ 2,122,902,082	\$ 2,041,307,953	\$ 2,227,526,753	\$ 2,481,656,993
Ratio of Net Limited Assessed Value to Gross Full Cash Value	10%	11%	11%	11%	11%
Total Direct Rate	5.49	5.21	5.27	4.99	4.17

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

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

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NET FULL CASH ASSESSED VALUE OF TAXABLE PROPERTY BY CLASS
LAST TEN FISCAL YEARS

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Commercial, Industrial, Utilities and Mining	\$ 46,675,247	\$ 43,059,361	\$ 39,287,730	\$ 37,389,893	\$ 37,615,590
Agricultural and Vacant	21,639,212	22,053,945	20,787,207	20,492,007	21,796,475
Residential (Owner Occupied)	80,400,975	77,800,079	68,678,509	62,815,341	60,260,168
Residential (Rental)	164,224,505	159,896,372	143,479,885	134,972,433	132,814,893
Total	<u>\$ 312,939,939</u>	<u>\$ 302,809,757</u>	<u>\$ 272,233,331</u>	<u>\$ 255,669,674</u>	<u>\$ 252,487,126</u>
Gross Full Cash Value	\$ 3,008,433,687	\$ 2,954,247,039	\$ 2,607,174,225	\$ 2,430,631,745	\$ 2,386,311,651
Ratio of Net Full Cash Assessed Value to Gross Full Cash Value	10%	10%	10%	11%	11%
Estimated Net Full Cash Value	2,799,584,233	2,700,366,030	2,436,110,597	2,286,668,151	2,252,570,860
Total Direct Rate	5.21	5.41	6.00	6.11	6.18
<u>Class</u>	<u>Fiscal Year</u>				
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Commercial, Industrial, Utilities and Mining	\$ 37,230,520	\$ 36,429,538	\$ 37,614,710	\$ 40,392,985	\$ 43,102,884
Agricultural and Vacant	23,181,569	24,956,752	26,515,689	28,988,281	32,926,771
Residential (Owner Occupied)	61,005,873	57,628,224	55,566,643	61,719,536	73,411,937
Residential (Rental)	121,090,742	113,785,553	106,652,419	116,568,664	124,856,499
Total	<u>\$ 242,508,704</u>	<u>\$ 232,800,067</u>	<u>\$ 226,349,461</u>	<u>\$ 247,669,466</u>	<u>\$ 274,298,091</u>
Gross Full Cash Value	\$ 2,237,607,460	\$ 2,122,902,082	\$ 2,041,307,953	\$ 2,227,526,753	\$ 2,481,656,993
Ratio of Net Full Cash Assessed Value to Gross Full Cash Value	11%	11%	11%	11%	11%
Estimated Net Full Cash Value	2,165,748,892	2,046,851,190	1,966,511,261	2,151,712,590	2,376,119,818
Total Direct Rate	5.49	5.21	5.27	4.99	4.17

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.

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
PROPERTY TAX ASSESSMENT RATIOS
LAST TEN FISCAL YEARS

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Commercial, Industrial, Utilities and Mining	18 %	18 %	18 %	18 %	18 %
Agricultural and Vacant	15	15	15	15	15
Residential (Owner Occupied)	10	10	10	10	10
Residential (Rental)	10	10	10	10	10
Railroad, Private Cars and Airlines	15	15	15	14	15

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

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

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

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30	Overlapping Rates							District Direct Rates		
	State		County	Flood	Community	Fire	Public			
	Equalization	County	Free Library	Control District	College District	District Assistance	Health Services	Primary	Secondary	Total
2022	0.43	0.85	0.09	0.26	1.75	0.10	0.24	3.73	1.48	5.21
2021	0.44	0.87	0.10	0.26	1.78	0.10	0.24	3.58	1.83	5.41
2020	0.46	0.88	0.10	0.27	1.82	0.10	0.25	3.83	2.17	6.00
2019	0.47	0.90	0.10	0.28	1.82	0.10	0.25	3.87	2.24	6.11
2018	0.49	0.89	0.10	0.28	1.81	0.10	0.25	4.01	2.17	6.18
2017	0.50	0.85	0.10	0.29	1.79	0.10	0.25	4.34	1.15	5.49
2016	0.51	0.84	0.10	0.30	1.74	0.10	0.25	3.60	1.62	5.21
2015	0.51	0.82	0.10	0.30	1.66	0.10	0.24	3.91	1.35	5.27
2014	0.51	0.70	0.07	0.30	1.48	0.10	0.22	3.59	1.40	4.99
2013	0.47	0.64	0.05	0.30	1.35	0.10	0.20	2.91	1.26	4.17

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

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
PRINCIPAL PROPERTY TAXPAYERS
CURRENT FISCAL YEAR AND FISCAL YEAR NINE YEARS PRIOR

Taxpayer	2022		2013	
	Net Limited Assessed Valuation	Percentage of District's Net Limited Assessed Valuation	Net Full Cash Assessed Valuation	Percentage of District's Net Full Cash Assessed Valuation
Navopache Electric Co-Op Inc (T&D)	\$ 4,239,550	1.51 %	\$ 2,776,283	1.01 %
Wal-Mart Stores Inc	2,029,502	0.72	1,668,086	0.61
Unisource Energy Corporation	1,936,835	0.69	2,309,344	0.84
Lowes HIW Inc	1,439,175	0.51	1,377,295	0.50
Home Depot USA Inc	1,108,198	0.39	1,178,034	0.43
Arizona Water Company (Lakeside)	1,035,649	0.37	904,800	0.33
Citizens Telecomm of White Mountains	645,602	0.23	1,152,573	0.42
AREC 43 LLC	774,168	0.28	-	0.00
Bear Cub Properties LLC	715,025	0.25	728,745	0.27
Pinetop WMV LLC	634,189	0.23	-	0.00
Total	<u>\$ 14,557,893</u>	<u>5.18 %</u>	<u>\$ 12,095,160</u>	<u>4.41 %</u>

Source: The source of this information is the Navajo 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.

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Fiscal Years	Collected to the End of the Current Fiscal Year	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2022	\$ 13,341,178	\$ 13,053,614	97.84 %	\$	\$ 13,053,614	97.84 %
2021	13,313,903	13,044,714	97.98		13,044,714	97.98
2020	14,081,016	13,679,953	97.15	392,919	14,072,872	99.94
2019	13,902,109	13,491,727	97.05	410,051	13,901,778	100.00
2018	13,851,200	13,406,501	96.79	444,660	13,851,161	100.00
2017	11,627,823	11,293,089	97.12	334,485	11,627,574	100.00
2016	10,975,571	10,588,712	96.48	386,687	10,975,399	100.00
2015	10,940,499	10,571,371	96.63	368,875	10,940,246	100.00
2014	11,430,928		0.00	11,430,724	11,430,724	100.00
2013	10,617,927		0.00	10,617,722	10,617,722	100.00

Source: The source of this information is the 2022 Navajo 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.

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30	General Obligation Bonds					Total Outstanding Debt				
	General Obligation Bonds	Less: Amounts Restricted for Principal	Total	Percentage of Estimated Actual Value (Full Cash Value)	Per Capita	Financed Purchases and Leases	Total	Percentage of Estimated Actual Value (Full Cash Value)	Per Capita	Percentage of Personal Income
2022	\$ 17,754,014	\$ 1,337,122	\$ 16,416,892	0.55 %	\$ 1,106	\$ 1,697,888	\$ 19,451,902	0.65 %	\$ 1,311	0.43 %
2021	20,690,707	1,112,843	19,577,864	0.66	1,334	1,889,611	22,580,318	0.76	1,538	0.61
2020	23,302,086	806,690	22,495,396	0.86	1,539	2,124,940	25,427,026	0.98	1,739	0.72
2019	26,079,716	581,243	25,498,473	1.05	1,768	2,347,673	28,427,389	1.17	1,971	0.78
2018	28,762,346	313,089	28,449,257	1.19	1,984	2,558,327	31,320,673	1.31	2,185	0.97
2017	29,930,000	219,688	29,710,312	1.33	2,658	2,912,238	32,842,238	1.47	2,939	1.04
2016	17,570,000	1,111,382	16,458,618	0.78	1,488	3,446,613	21,016,613	0.99	1,900	0.70
2015	18,120,000	217,192	17,902,808	0.88	1,713	3,645,561	21,765,561	1.07	2,083	0.77
2014	19,560,000	1,705,561	17,854,439	0.80	1,463	2,864,123	22,424,123	1.01	1,838	0.81
2013	21,100,000	296,046	20,803,954	0.84	1,699	555,457	21,655,457	0.87	1,769	0.79

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

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

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
JUNE 30, 2022

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable to School District</u>	<u>Estimated Amount Applicable to School District</u>
Overlapping:			
Navajo County	\$ 30,835,647	31.70 %	\$ 9,773,764
Town of Pinetop-Lakeside	2,163,295	100.00	2,163,295
Subtotal, Overlapping Debt			<u>11,937,059</u>
Direct:			
Blue Ridge Unified School District			<u>19,451,902</u>
Total Direct and Overlapping Governmental Activities Debt			<u><u>\$ 31,388,961</u></u>

DIRECT AND OVERLAPPING GENERAL BONDED DEBT RATIOS

Net Direct General Obligation Bonded Debt		
As a Percentage of Net Limited Assessed Valuation	5.83	%
Net Direct and Overlapping General Bonded Debt		
Per Capita	\$ 1,911	
As a Percentage of Net Limited Assessed Valuation	10.08	%
As a Percentage of Gross Full Cash Value	0.94	%

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, 2021 is presented for the overlapping governments as this is the most recent available information.

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

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

Net full cash assessed valuation	\$ 312,939,939
Debt limit (20% of assessed value)	62,587,988
Debt applicable to limit	<u>17,754,014</u>
Legal debt margin	<u><u>\$ 44,833,974</u></u>

Total Legal Debt Margin Calculation for Fiscal Year 2022:

Net full cash assessed valuation	\$ 312,939,939
Debt limit (30% of assessed value)	93,881,982
Debt applicable to limit	<u>17,754,014</u>
Legal debt margin	<u><u>\$ 76,127,968</u></u>

	Fiscal Year Ended June 30				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Debt Limit	\$ 93,881,982	\$ 90,842,927	\$ 81,669,999	\$ 76,700,902	\$ 75,746,138
Total net debt applicable to limit	<u>17,754,014</u>	<u>20,690,707</u>	<u>23,118,836</u>	<u>25,885,086</u>	<u>28,552,457</u>
Legal debt margin	<u><u>\$ 76,127,968</u></u>	<u><u>\$ 70,152,220</u></u>	<u><u>\$ 58,551,163</u></u>	<u><u>\$ 50,815,816</u></u>	<u><u>\$ 47,193,681</u></u>
Total net debt applicable to the limit as a percentage of debt limit	19%	23%	28%	34%	38%
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Debt Limit	\$ 72,752,611	\$ 69,840,020	\$ 67,904,838	\$ 74,300,840	\$ 82,289,427
Total net debt applicable to limit	<u>31,214,976</u>	<u>17,570,000</u>	<u>18,120,000</u>	<u>19,560,000</u>	<u>21,100,000</u>
Legal debt margin	<u><u>\$ 41,537,635</u></u>	<u><u>\$ 52,270,020</u></u>	<u><u>\$ 49,784,838</u></u>	<u><u>\$ 54,740,840</u></u>	<u><u>\$ 61,189,427</u></u>
Total net debt applicable to the limit as a percentage of debt limit	43%	25%	27%	26%	26%

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

- Notes:** 1) The District's general obligation bonds are subject to two limits: the Constitutional debt limit (total debt limit) on all general obligation bonds outstanding and the statutory debt limit on Class B bonds outstanding. The calculations of the debt margins are presented in detail for the current fiscal year only.
- 2) Prior to FY17, net bond premium was restricted by amount and not subject to the statutory debt limit. Beginning with FY17, any additional net premium used for capital projects, bond counsel, printing and preparation of offering documents, a financial advisor, paying agent costs or to pay down debt is counted against both debt limits with the exception of amounts of premium deposited into the Debt Service Fund or a refunding escrow to pay interest payments.

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
COUNTY-WIDE DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN CALENDAR YEARS

<u>Year</u>	<u>Population</u>		<u>Personal Income (thousands)</u>		<u>Per Capita Income</u>	<u>Unemployment Rate</u>	<u>Estimated District Population</u>
2021	107,748	\$	4,507,525	\$	41,680	6.5 %	14,837
2020	113,276		3,690,208		33,268	9.9	14,680
2019	112,825		3,552,491		32,165	7.0	14,619
2018	112,746		3,626,475		30,865	6.1	14,426
2017	111,266		3,235,693		29,408	8.4	14,337
2016	110,413		3,154,284		29,132	8.1	11,176
2015	109,671		2,991,865		27,672	10.2	11,061
2014	109,185		2,832,564		26,368	11.3	10,450
2013	107,322		2,767,865		25,860	13.1	12,200
2012	107,094		2,746,969		25,570	15.2	12,244

Sources: The source of the "Personal Income" and "Per Capita" information is the Bureau of Economic Analysis.
The source of the "Population" and "Unemployment Rate" information is the Arizona Office of Employment and Population Statistics.

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
PRINCIPAL EMPLOYERS
CURRENT FISCAL YEAR AND FISCAL YEAR NINE YEARS PRIOR

Employer	2022			2013		
	Employees	Percentage of Total Employment		Employees	Percentage of Total Employment	
Hon Dah Casino	326	1.22	%	405	1.53	%
Blue Ridge Unified School District	196	0.73		209	0.79	
Ace Hardware	131	0.49		112	0.42	
Navopache Electric Cooperative, Inc.	91	0.34		90	0.34	
White Mountain Entertainment, Inc.	80	0.30		112	0.42	
Safeway Stores, Inc.	69	0.26		69	0.26	
Charlie Clarks Steakhouse, LLC	69	0.26		67	0.25	
McDonalds	69	0.26		69	0.26	
Community Counseling Centers, Inc.	69	0.26		69	0.26	
Pinetop Volunteer Fire District	69	0.26		69	0.26	
Total	1,169	4.38	%	1,271	4.79	%
Total employment	26,700			26,549		

Source: 2018/2019 Arizona COG/MPO Employer Database, employers with 5 or more employees.
2008 *Arizona Industrial Directory* and 2018 *Arizona Services Directory* , publications by Harris Infosource and
an individual employer survey.

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE
LAST TEN FISCAL YEARS

	Full-time Equivalent Employees as of June 30				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Supervisory					
Superintendent	1	1	1	1	1
Consultants/supervisors of instruction	1	1	1	1	1
Principals	3	3	3	3	3
Assistant principals	1	1	1	2	2
Total supervisory	<u>6</u>	<u>6</u>	<u>6</u>	<u>7</u>	<u>7</u>
Instruction					
Teachers	96	104	103	110	115
Other professionals (instructional)		3	3	3	3
Aides	21	36	34	43	45
Total instruction	<u>117</u>	<u>143</u>	<u>140</u>	<u>156</u>	<u>163</u>
Student Services					
Nurses					
Counselors/Advisors	4	4	4	4	4
Technicians	5	18	17	18	9
Total student services	<u>9</u>	<u>22</u>	<u>21</u>	<u>22</u>	<u>13</u>
Support and Administration					
Clerical workers	15	22	21	21	19
Maintenance workers	13	27	25	25	23
Bus Drivers	11	15	13	14	14
Other classified	25	13	11	11	14
Total support and administration	<u>64</u>	<u>77</u>	<u>70</u>	<u>71</u>	<u>70</u>
Total	<u><u>196</u></u>	<u><u>248</u></u>	<u><u>237</u></u>	<u><u>256</u></u>	<u><u>253</u></u>

(Continued)

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE
LAST TEN FISCAL YEARS

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Supervisory					
Superintendent	1	1	1	1	1
Consultants/supervisors of instruction	1	1	1	1	1
Principals	3	3	4	4	4
Assistant principals	2	3	3	3	3
Total supervisory	<u>7</u>	<u>8</u>	<u>9</u>	<u>9</u>	<u>9</u>
Instruction					
Teachers	121	115	109	119	127
Other professionals (instructional)	3	2	1		
Aides	47	38	37	39	41
Total instruction	<u>171</u>	<u>155</u>	<u>147</u>	<u>158</u>	<u>168</u>
Student Services					
Nurses			1	1	1
Counselors/Advisors	4	4	3	4	4
Technicians	9	13	13	16	15
Total student services	<u>13</u>	<u>17</u>	<u>17</u>	<u>21</u>	<u>20</u>
Support and Administration					
Clerical workers	19	17	16	16	16
Maintenance workers	24	20	20	20	20
Bus Drivers	16	11	12	16	16
Other classified	14	13	14	17	18
Total support and administration	<u>73</u>	<u>61</u>	<u>62</u>	<u>69</u>	<u>70</u>
Total	<u><u>264</u></u>	<u><u>241</u></u>	<u><u>235</u></u>	<u><u>257</u></u>	<u><u>267</u></u>

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

(Concluded)

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
OPERATING STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30	Average Daily Membership	Operating Expenditures	Cost per Pupil	Percentage Change	Expenses	Cost per Pupil	Percentage Change	Teaching Staff	Pupil- Teacher Ratio	Percentage of Free/Reduced Students
2022	1,720	\$ 20,626,191	\$ 11,993	12.19 %	\$ 24,007,154	\$ 13,959	3.15 %	96	17.9	55.0 %
2021	1,686	18,023,134	10,690	11.05	22,815,393	13,532	10.52	104	16.2	55.0
2020	1,851	17,818,560	9,626	5.55	22,663,386	12,244	7.71	103	18.0	55.0
2019	1,979	18,048,959	9,120	6.85	22,497,137	11,368	5.13	110	18.0	53.0
2018	2,093	17,864,378	8,535	6.31	22,631,447	10,813	8.52	115	18.2	50.0
2017	2,084	16,731,064	8,028	6.97	20,765,480	9,964	14.08	121	17.2	40.0
2016	2,055	15,422,769	7,505	0.91	17,948,969	8,734	(2.85)	115	17.9	54.0
2015	1,940	14,428,963	7,438	(1.85)	17,442,087	8,991	0.22	109	17.8	53.0
2014	2,065	15,647,393	7,577	5.43	18,525,748	8,971	5.39	119	17.4	52.0
2013	2,204	15,840,355	7,187	3.53	18,761,394	8,512	2.92	127	17.4	53.0

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

Note: 1) Operating expenditures are total expenditures less debt service and capital outlay.

2) N/A indicates that the information is not available.

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
CAPITAL ASSETS INFORMATION
LAST TEN FISCAL YEARS

	Fiscal Year Ended June 30									
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
<u>Schools</u>										
Elementary										
Buildings	7	7	7	7	7	7	7	7	7	7
Square feet	101,798	101,798	101,798	101,798	101,798	101,798	70,714	70,714	70,714	70,714
Capacity	1,272	1,272	1,272	1,272	1,272	1,272	883	883	883	883
Enrollment	603	603	943	943	988	1,097	1,097	1,000	1,003	1,097
Middle										
Buildings	1	1	1	1	1	1	1	1	1	1
Square feet	58,071	58,071	58,071	58,071	58,071	58,071	63,765	63,765	63,765	63,765
Capacity	725	725	725	725	725	725	797	797	797	797
Enrollment	406	406	354	354	375	351	351	304	345	389
High										
Buildings	20	20	20	20	20	20	20	20	20	20
Square feet	164,416	164,416	164,416	164,416	164,416	164,416	164,416	164,416	164,416	164,416
Capacity	1,370	1,370	1,370	1,370	1,370	1,370	1,370	1,370	1,370	1,370
Enrollment	676	676	682	682	723	791	791	699	726	770
Other										
Buildings	1	1	1	1	1	1	1	1	1	1
Square feet	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500
<u>Administrative</u>										
Buildings	1	1	1	1	1	1	1	1	1	1
Square feet	1,200	1,200	1,200	1,200	1,200	1,200	1,200	1,200	1,200	1,200
<u>Transportation</u>										
Garages	1	1	1	1	1	1	1	1	1	1
Buses	35	35	35	34	34	41	29	29	29	30
<u>Athletics</u>										
Football fields	1	1	1	1	1	1	1	1	1	1
Soccer fields	1	1	1	1	1	1	1	1	1	1
Running tracks	1	1	1	1	1	1	1	1	1	1
Baseball/softball	3	3	3	3	3	3	3	3	3	3
Playgrounds	5	5	5	5	5	5	4	4	4	4

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

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